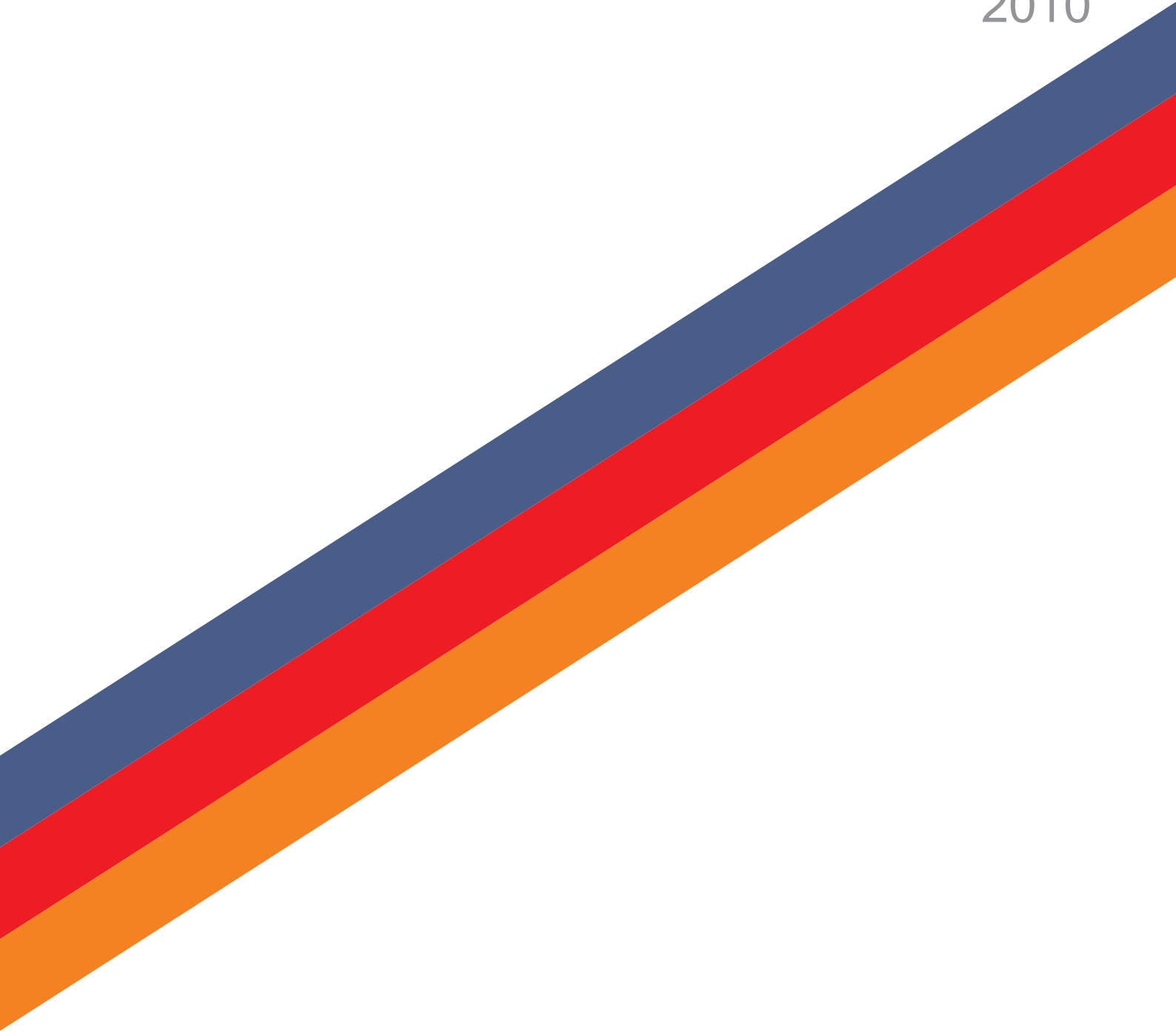


ANNUAL REPORT

2010



Inventure Growth & Securities Limited

Board of Directors:

- | | |
|---|--------------------------------|
| 1. Shri Nagji K. Rita | - Chairman & Managing Director |
| 2. Shri Virendra D. Singh | - Whole Time Director |
| 3. Shri Kanji B. Rita | - Director |
| 4. Shri Vinod K. Shah | - Director |
| 5. Shri Pravin N. Gala | - Director |
| 6. Shri Srinivasaiyer Jambunathan | - Independent Director |
| 7. Shri Harshawardhan M. Gajbhiye | - Independent Director |
| 8. Shri Arun N. Joshi
(w.e.f. 24/12/2009) | - Independent Director |
| 9. Shri Deepak M. Vaishnav
(w.e.f. 24/12/2009) | - Independent Director |
| 10. Shri Ajay K. Khera
(w.e.f. 24/12/2009) | - Independent Director |

Company Secretary

Shri Vinodchandra A. Vakharia

Business Heads

- | | |
|-----------------------------|---|
| 1. Shri Arvind J. Gala | - Chief Financial Officer |
| 2. Shri Shyamsunder P. Vyas | - Compliance Officer |
| 3. Shri Ravindra Kasliwal | - Head - Institutional Broking & Research |
| 4. Shri Avinash Bhosale | - Head - Compliance - DP Operations |
| 5. Shri Amit Pandey | - Head - Retail Broking |
| 6. Shri Chetan Shah | - Head - Administration |
| 7. Shri Jitesh Shah | - Head - Risk Management |
| 8. Shri Jatin Shah | - Head - Compliance |
| 9. Shri | - Head - Operations |

Bankers

1. Bank of India
2. HDFC Bank Ltd.
3. Kotak Mahindra Bank Ltd.
4. Axis Bank Ltd.
5. Punjab National Bank
6. Syndicate Bank
7. State Bank of India
8. ICICI Bank Ltd.
9. Canara Bank
10. HSBC Bank

Statutory Auditor

M/s. D.V. Vakharia & Co.
Chartered Accountants

INDEX

The Chairman's Letter to the Shareholders	1
Notice of AGM	2
Directors' Report	6
Management Discussion and Analysis	12
Report on Corporate Governance	25
Auditors' Report	30
Balance Sheet	33
Profit and Loss Account	34
Schedules	35
Cash Flow Statement	51
Statements Relating to Subsidiary Companies	53
Consolidated Financial Statements	54
Subsidiary Companies' Reports and Accounts	75

Registered Office
Viraj Towers, 201, 2nd Floor,
Near Landmark, Andheri Flyover,
Western Express Highway,
Andheri - East, Mumbai - 400 069
Tel. : (022) 39548500/ (022) 40751500
Fax : (022) 40751535
Website : www.inventuregrowth.com

Chairman's Report



Letter to the shareholders

Dear Shareholders,

My association with Inventure goes back 15 years, from the birth of Inventure. From the day of incorporation, we are committed to give our clients and investors top most priority, and since then we have never compromised on what is best for them. Fiscal 2010 was not a pleasant year for the industry, yet Inventure delivered sterling performances. This has happened because of the active participation of all the stake holders of Inventure.

The economic environment became challenging in all the major securities markets where we operated. Our greater client focus and a robust operational and financial model, sound management practice that adapted rapidly to the changing environment and contributions of our employees, however, enabled us to surmount the challenges and emerge stronger from the downturn.

During the tough economic environment, we focused our efforts on gaining the knowledge and capabilities to build tomorrow's enterprises. So, when the financial tide turned, our clients identified with this roadmap and partnered with us to be empowered in the future. And we continued to lead our clients to find a right path in this journey; by providing them best in-class research, advisory and execution services. Simultaneously, we continued to expand our client base which has increased to 32,498 across business segments and remain fully committed to the trust we have developed over the years, by working towards a better financial future for each of our clients.

Performance wise, we concluded fiscal 2010 with an excellent quarter that confirmed the return of growth for our clients and us. Our consolidated revenues for fiscal 2010 stood at Rs. 4698.73 Lacs, a year-on-year growth of 60.93%. The consolidated profit after tax and exceptional item for the year was Rs. 1471.28 Lacs, a year-on-year growth of 171.11%.

Having a glance at future, we foresee tremendous opportunities, offered by our booming economy. Going forward, our efforts would be to help you tap these opportunities and meet your financial needs. We would compete on the basis of research-driven and quality service to our clients and develop strong long-term relationships based on earned trust, credibility and confidence.

Closing a challenging year, we raise a toast to all our stakeholders who have always stood by us, you, our shareholders, clients, and a government of India, bankers, business associates, and employees. We thank you for your continued support and look forward to the same in the future.

A handwritten signature in black ink, appearing to read 'Nagji K. Rita', written over a horizontal line.

Nagji K. Rita
Chairman & Managing Director

Notice

Notice is hereby given that the Fifteenth Annual General Meeting of the members of Inventure Growth & Securities Limited will be held on Saturday, 24th July, 2010, at 2nd Floor, Viraj Towers, Western Express Highway, Andheri – East, Mumbai – 400 069 at 5.30p.m. to transact the following businesses:

Ordinary Business:

- 1) To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2010, the Profit & Loss Account for the year ended as on that date and the Reports of the Board of Directors and Auditors thereon.
- 2) To declare Dividend.
- 3) To appoint a director in place of Shri Pravin N. Gala, who retires by rotation and, being eligible, offers himself for re-appointment.
- 4) To appoint a director in place of Shri Harshawardhan M. Gajbhiye, who retires by rotation and, being eligible, offers himself for re-appointment.
- 5) To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 224, 225 and other applicable provisions, if any, of the Companies Act, 1956, M/s. PHD and Associates, Chartered Accountants, Mumbai- 400 069(Firm Registration Number 111236W), be appointed as Statutory Auditors of the Company, in place of the retiring Auditors M/s. D.V. Vakharia & Company, Chartered Accountants, Mumbai- 400 069 to hold office from the conclusion of this Meeting until the conclusion of next Annual General Meeting of the Company on a remuneration to be fixed by the Board of Directors of the Company, in consultation with the Auditors of the Company.

Special Business:

- 6) To consider and, if thought fit, to pass with or without modification(s) the following resolution as an ORDINARY RESOLUTION:

“RESOLVED THAT Shri Arun N. Joshi who was appointed as an Additional Director w.e.f 24th December, 2009 and holds office up to the date of this Annual General Meeting of the Company and is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing his candidature for the office of a director, be and is hereby appointed as a Director.”

- 7) To consider and, if thought fit, to pass with or without modification(s) the following resolution as an ORDINARY RESOLUTION:

“RESOLVED THAT Shri Deepak M. Vaishnav who was appointed as an Additional Director w.e.f 24th December, 2009 and holds office up to the date of this Annual General Meeting of the Company and is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing his candidature for the office of a director, be and is hereby appointed as a Director.”

8) To consider and, if thought fit, to pass with or without modification(s) the following resolution as an **ORDINARY RESOLUTION:**

“RESOLVED THAT Shri Ajay K. Khera who was appointed as an Additional Director w.e.f 24th December, 2009 and holds office up to the date of this Annual General Meeting of the Company and is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing his candidature for the office of a director, be and is hereby appointed as a Director.”

By order of the Board of Directors

For Inventure Growth & Securities Limited
V. A. Vakharia
Company Secretary
Date: 28/06/2010
Place: Mumbai

Notes:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL 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 FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM IS APPENDED WITH THE ADMISSION SLIP.
- 2) Company has fixed 24th July, 2010 as the 'Record Date' for ascertaining entitlement to the dividend for the year ended 31st March, 2010.
- 3) Members are requested to notify any change in their address.
- 4) Members/Proxies are requested to bring their attendance slips duly completed for attending the Meeting.
- 5) Members desiring any information as regards to accounts are requested to write to Company at an early date so as to enable to management to keep the information ready at the meeting.

**Annexure to the Notice dated 28th June, 2010
Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956**

Item No. 5
Although not required, the explanatory statement is given.

The present Auditors Shri Dhiren V. Vakharia, Proprietor D.V. Vakharia & Company, Chartered Accountants, has become partner of M/s PHD & Associates, Chartered Accountants, Mumbai – 400069, and hence expressed his unwillingness for re-appointment in his proprietary firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai – 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a Certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary Resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

The Directors recommend adoption of the Resolution.

None of the Directors is concerned or interested in the resolution.

Item No. 6

Shri Arun N. Joshi was appointed on 24th December as an Additional Director. Pursuant to the provisions of Section 260 of the Companies Act, 1956, Shri Arun N. Joshi will hold the office up to the date of forth coming Annual General Meeting. The Company has received the notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing the candidature of Shri Arun N. Joshi for the office of the Director.

Shri Arun N. Joshi, is a M.Sc. and a CAIIB. He is the Non Executive and Independent Director of our Company. He has vast experience in the area of Banking and Finance. He has worked with the State Bank of India for a period of 35 years, in various capacities, in India and abroad. At the time of retirement, he held the position of Managing Director of SBI Factors and Commercial Services Limited. During his long stint with SBI, he gained knowledge and expertise in various areas such as Credit Appraisal and follow up, N.P.A. Management, Forex Operations, Planning and Control and Reorganisation of Bank's Structure etc.

He has also served as an executive Director of Bombay Stock Exchange for three years where he was closely involved in various areas such as control and regulation, market development, launch of products such as Internet trading, Futures & Options and upgradation of Trading platform etc.

Mr. Joshi has also served as a Director of Central Depository Services Limited and as a member of various committees including the audit committee and the Finance & Accounts Committee for a period of three years. Mr. Joshi has also served as a Director on the Board of BOI Shareholding Limited, the clearing house of BSE, for a period of three years.

Except Shri Arun N. Joshi, none of the Directors is concerned or interested in the resolution.

Item No. 7

Shri Deepak M. Vaishnav was appointed on 24th December, 2009 as an Additional Director. Pursuant to the provisions of Section 260 of the Companies Act, 1956, Shri Deepak M. Vaishnav will hold the office up to the date of forth coming Annual General Meeting. The Company has received the notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing the candidature of Shri Deepak M. Vaishnav for the office of the Director.

Shri Deepak M. Vaishnav is a Chartered Accountant by profession. He has a vast experience of 19 years in the fields of business process reengineering, computerisation of processes, ERP evaluation, implementation and post production support, ERP due diligence, providing functional, technical and strategic support to various teams working on various projects in diverse industries like stock exchange, finance, real estate, telecommunication, banking, government financials, IT consulting, insurance and investments, process manufacturing, retail etc. at different locations in India and abroad.

He represents Tata Consultancy Services at various academic premium institutions like S.P. Jain Management & Research Institute, D. J. Sanghavi College of Engineering, Swami Vivekanand College etc. for faculty trainings, addressing students to prepare under testing times etc. He has conducted various trainings programmes on project management, Oracle applications and finance for variety of audiences across Tata Consultancy Services' offices.

Except Shri Deepak M. Vaishnav, none of the Directors is concerned or interested in the resolution.

Item No. 8

Shri Ajay K. Khera was appointed on 24th December, 2009 as an Additional Director. Pursuant to the provisions of Section 260 of the Companies Act, 1956, Shri Ajay K. Khera will hold the office up to the date of forth coming Annual General Meeting. The Company has received the notice in writing from a member under the provisions of section 257 of the Companies Act, 1956, proposing the candidature of Shri Ajay K. Khera for the office of the Director.

Shri Ajay K. Khera is M.sc (Hons.) in Bio Chemistry; Diploma in International Marketing; Diploma in industrial purchasing and materials management; Advance diploma in German language; Fellow of Chartered Institute of Logistics and Transport; Member of Institute of Materials Management, United Kingdom.

He has around twenty-nine years of experience in warehousing and logistics. He stands credited with outstanding services and contributions towards the growth of hi-tech Jawaharlal Nehru Port, by the Jawaharlal Nehru Port Trust and stands conferred with JPI's Rajiv Gandhi Memorial Shipping Performance Award – 1996 for special services for outstanding contribution for promoting of shipping trade at JNPT, Navi Mumbai.

Except Shri Ajay K. Khera, none of the Directors is concerned or interested in the resolution.

By order of the Board
For Inventure Growth & Securities Limited

V. A. Vakharia
Company Secretary

Date: 28/06/2010
Place: Mumbai

Director Report

To,
The Members,

Your Directors have pleasure in presenting the Fifteenth annual report together with the audited accounts of your Company for the year ended March 31, 2010.

FINANCIAL RESULTS

(Rs. In Lacs)

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
Gross Income	4040.72	2515.62
Profit Before Depreciation, Interest & Tax	2013.62	804.40
Less: Depreciation	114.35	102.76
Interest	375.28	271.58
Profit Before Tax	1523.99	430.06
Provision for Tax	498.00	120.00
Tax Adjustment for earlier year and Deferred Tax	15.64	31.49
Provision for Fringe Benefit Tax	-	5.00
Net Profit	1010.35	273.57
Add: Profit brought forward from earlier years	222.83	131.16
Profit available for appropriation	1233.18	404.73
Appropriations		
Proposed Dividend	140.00	70.00
Dividend Tax	21.92	11.90
General Reserve	900.00	100.00
Balance carried to Balance sheet	171.26	222.83
Basic and Diluted Earning Per Share	7.22	1.95

- Figures regrouped where necessary.

Share Capital

During the year, Authorised Share Capital of the Company was increased from Rs. 11 Crores to Rs. 25 Crores as per the resolution passed by the Members in the Extra- Ordinary General Meeting held on 21st December, 2009.

Bonus Share

During the year, the Company has issued Bonus Shares in the ratio of 1:1 i.e. One new Equity Share as a Bonus Share against One Equity Share held on the Record Date i.e. 21st December, 2009. Thus, the paid-up Equity Share Capital of the Company has increased from Rs. 7 Crores to Rs. 14 Crores.

Dividend

Your Directors recommend dividend of Re. 1/- (Rupee One only) per share of Rs.10/- each equivalent to 10% on 1,40,00,000 (One Crore Forty Lacs) Equity Shares.

Initial Public Offer (IPO)

The Company has decided to make Public Issue of 70,00,000 Equity Shares of Rs. 10/- each for cash through 100% Book Building Process, at a price to be determined by the Book Building Process. The Issue constitutes 33.33% of the fully diluted post-issue paid- up capital of our Company.

The Draft Red Herring Prospectus (DRHP) was approved by the Board in their Meeting held on 8th February, 2010. The same was filed by our Merchant Banker - Intensive Fiscal Services Private Limited with Securities and Exchange Board of India (SEBI) on 15th February, 2010, and the same is under consideration of SEBI. The approval of DRHP is expected very soon.

Review of Operations

During the year, the Company has achieved a Turnover of Rs. 1,24,578 Crores in terms of volume in the Capital Market, Future & Option and Currency Derivatives Segments of Bombay Stock Exchanges Ltd., National Stock Exchange of India Ltd. and MCX Stock Exchange Ltd.

Gross Brokerage and Commission Income increased by 49.14 % to Rs.2,420.95 Lacs. Total Income from Operations increased by 62.18% to Rs. 3,263.95 Lacs.

Profit after Tax (PAT) for the year was Rs.1,010.36 Lacs as against Rs. 273.57 Lacs in previous year showing a strong growth of 269%.

Detailed information on operational and financial performance is given in the Management Discussion and Analysis Report, which is annexed to the Directors Report.

Future Outlook

Since the beginning of the year 2010, the Indian Stock Markets have shown a positive note. After a stupendous rise of 80% over the past year, what's in store for Indian Markets this year? Moving into 2010, Sensex at 17,000 levels, most positives based on FY10E earnings are firmly in the place.

In the near term, markets would look forward to the upcoming results season for clues into future corporate profit growth. Indian economy's fundamentals should strengthen further as we move and momentum in GDP growth likely to gain steam. This should keep the foreign investors interested in the India story.

Currently India trades at trailing P/E of 19 times of current year earnings. Historically markets have gone upto 20/21 times of current year's earnings, which can propel the Sensex to higher levels of about 18500/19000.

The key risks for our markets are higher interest rates triggered by rise in inflation and global uncertainties on monetary and fiscal tightening. Any sharp interest rate hike in U.S and in India, could trigger the anticipated correction.

Hence the rally is likely to continue, optimism needs to be backed by higher earnings visibility for the year 2011 and also earnings upgrades. We can expect market gains to be moderate after a strong 2009.

New Lines of Business

The Company has received Certificate of Registration as a Portfolio Manager from Securities and Exchange Board of India on 30th April, 2010.

The Company has also got Membership in the Wholesale Debt Market Segment of the National Stock Exchange of India Limited.

The Company has recently started Training Centre for imparting training to the students on different Segments of Capital Market.

Deposits

During the period under review, your Company has not accepted/renewed any deposits within the meaning of Section 58A of the Companies Act, 1956, and the rules thereunder.

Subsidiary Companies

As at March 31, 2010, the Company has following Subsidiary Companies:

Inventure Finance Private Limited	- Non- Banking Financial Company registered with Reserve Bank of India (RBI) and classified as Investment Company
Inventure Commodities Limited	- Registered member of MCX, NCDEX, NSEL and NMCE - dealing in commodities. The Company undertakes commodity broking activities.
Inventure Wealth Management Limited	- The Company deals into providing investment advisory services, financial planning and distribution of structured products, debt products, fixed deposits and mutual funds to HNI and retail clients.

Inventure Insurance Broking Private Limited

- The Company has a team of IRDA certified advisors who cater the varied needs of customers in both life and general insurance space offered by major insurance companies in India.

Financial Statements of Subsidiary Companies

As required under section 212 of the Companies Act, 1956, the audited accounts for the year ended on 31st March, 2010, Auditors' Reports thereon, and the Directors' Reports of above referred Subsidiary Companies along with Consolidated Financial Statements and Consolidated Cash Flow Statements are provided in the Annual Report.

The Company does not have any material non-listed Indian Subsidiary Company, whose turnover or net worth (paid-up capital and free reserves) exceed 20% of consolidated turnover or net worth respectively of the Company.

Directors

Shri Pravin N. Gala and Shri Harshawardhan M. Gajbhiye retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

Shri Arun N. Joshi, Shri Deepak M. Vaishnav and Shri Ajay Khera, were appointed as Additional Directors w.e.f 24th December, 2009. They hold office upto the date of ensuing Annual General Meeting. They are eligible for appointment as Directors of the Company.

The Company has received notices in writing from Members proposing the candidature for the office of Directors under the provisions of Section 257 of the Companies Act, 1956, for Shri Arun N. Joshi, Shri Deepak M. Vaishnav and Shri Ajay Khera.

A brief resume of the Directors seeking re-election and also of the Directors appointed during the year is provided in Annexure attached to the Report.

Committees of the Directors of the Company

The Company has formed following Committees of the Directors in pursuance of the provisions of Corporate Governance:-

(1) Audit Committee (2) Remuneration/ Compensation Committee (3) Shareholders' / Investors' Grievance Committee (4) IPO Committee

The details of their constitution and other particulars are detailed in the portion of "Corporate Governance" forming part of this Annual Report.

Directors' Responsibility Statement

As required by Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- (a) In the preparation of the annual accounts for the year ended March 31, 2010, the applicable accounting standards read with requirements set out under Schedule VI of the Companies Act, 1956, have been followed and there are no material departures from the same;
- (b) 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 your Company at the end of March 31, 2010 and of the profit or loss of the Company for the year ended on that date;
- (c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (d) The directors have prepared the annual accounts of the Company on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO
The requirement of disclosure, in terms of Sub-section (1)(e) of Section 217 of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, relating to the steps taken for conservation of energy and technology absorption is not applicable to the Company as the Company does not own any manufacturing facility.

Foreign Exchange Earning and Outgo	(Rupees in Lacs)	
	Current year	Previous year
1. Foreign Exchange earned	NIL	NIL
2. Foreign Exchange outgo	NIL	NIL

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report for the year under review, is presented in a separate section, forming part of this Annual Report.

PARTICULARS OF EMPLOYEES

The Company had no employee during the year to which the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, apply.

CEO/CFO Statement

The CEO/CFO certification of the financial statements for the year ended 31st March, 2010 is enclosed as Annexure - A to the Directors' Report.

AUDITORS

The present Auditors Shri Dhiren V. Vakharia, Proprietor of D.V. Vakharia & Company, Chartered Accountants has become a partner of M/s PHD & Associates, Chartered Accountants, Mumbai – 400 069 and hence expressed unwillingness for re-appointment in his proprietary Firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai – 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

Acknowledgement

Your Directors place on record their gratitude to the Government, regulators, other statutory bodies and the Company's bankers for the assistance, co-operation and encouragement extended to the Company. The Directors also wish to place on record their gratitude and appreciation for the employees' hard work, dedication, team work and professionalism which made the phenomenal growth possible year after year. Last but not the least; the Directors would like to thank valuable shareholders for their support and contribution. We look forward to their continued support in the future.

For and on Behalf of the Board of Directors

Nagji K. Rita
Chairman & Managing Director

Date: 28th June, 2010

Place: Mumbai

Registered Office:

201, 2nd Floor, Viraj Towers, Near Landmark, Western Express Highway,
Andheri – East, Mumbai – 400 069.

Brief particulars of Directors who will be retiring by rotation at the Annual General Meeting:		
Name	Shri Pravin N. Gala	Shri Harshawardhan M. Gajbhiye
Date of Birth	2nd November, 1964	23rd April, 1945
Date of Appointment	27th June, 1995	29th July, 2008
Qualifications	Chartered Accountant	IAS (Retired)
Directorship held in other Companies	<ul style="list-style-type: none"> • Nipra Financial Services Private Limited • Anupam Realities Private Limited • Suyojana Impex Private Limited • Euro Multi Vision Limited 	NIL
Brief Profile covering experience achievements etc.	<p>Mr. Pravin N. Gala, 45 years, is the non executive Director of our Company, Since June 27, 1995. He is a fellow Member of the Institute of Chartered Accountants of India. For the last fifteen years he has been engaged in the stock markets and has previously worked with a category II Merchant Banker, Gaurav Capital and Financial Services Limited. Capitalizing on his experience, he started a company named Nipra Financial Services Limited. Currently he is engaged in various financial activities including equity broking, portfolio management services, loan syndication and risk management. He is also an Independent director on the Board of Euro Multivision Limited.</p>	<p>Mr. Harshawardhan M. Gajbhiye, 64 years, is a non executive and Independent Director of our Company. He retired in April 2005 from the Indian Administrative Services (1985 Batch) in Supertime Scale. He started his career in the year 1969 with the Department of Co-operation, Government of Maharashtra wherein he held various senior positions. During his tenure with the Indian Administrative Services he has worked on various posts such as the C.E.O. of Zilla Parishad, Deputy Secretary of the Revenue Department, Director of Small Savings and State Lotteries, Controller of Rationing-Mumbai, Additional Commissioner of Sales Tax, Municipal Commissioner of Aurangabad, Managing Director of Maharashtra Agro Industries Development Corporation Limited.</p>
Shares held in the Company	11,20,000 Equity Shares of Rs. 10/- each	NIL

Details of the Directors to be appointed in the Annual General Meeting:			
Name	Shri Arun N. Joshi	Shri Deepak M. Vaishnav	Shri Ajay K. Khera
Date of Birth	8th October, 1941	27th August, 1964	7th December, 1955
Date of Appointment	24th December, 2009	24th December, 2009	24th December, 2009
Qualifications	M.Sc. and CAIIB	Chartered Accountant	M.sc (Hons.) in Bio Chemistry
Directorship held in other Companies	NIL	NIL	<ul style="list-style-type: none"> • Horizon Country Wide Logistics Limited • Fastlane Distriparks and Logistics Limited • Chiplun FTWZ Private Limited
Brief Profile covering experience achievements etc.	<p>Mr. Arun N. Joshi, 68 years, is a M.Sc. and a CAIIB. He is the Non Executive and Independent Director of our Company. He has vast experience in the area of Banking and Finance. He has worked with the State Bank of India for a period of 35 years, in various capa-cities, in India and abroad. At the time of retirement he had held the position of Managing Director of S.B.I. Factors and Commercial Services Limited. During his long stint with SBI, he gained knowledge and expertise in various areas such as Credit appraisal and follow up, N.P.A. manage-ment, Forex operations, Planing and Control and Reorganisation of Bank's Structure etc. He has also served as an Executive Director of Bombay Stock Exchange for the three years were he was closely involved in various areas such as control and regulation, market development, launch of products such as internet trading and Future and Options and up gradation of Trading Platform etc. Mr. Joshi has served as a director of Central Depository Services Limited and as a member of various committees including the audit committee and the Finance & Accounts committee for a period of three years. Mr. Joshi has also served as a director on the board of BOI Share-holding Limited, the clearing house of BSE, for a period of three years</p>	<p>Mr. Deepak M. Vaishnav, 45 years, is the Non Executive and Independent Director of our Company. He is a Chartered Accountant by profession. He has a vast experience of 19 years in the fields of business process re-engineering, computerisation of processes, ERP evaluation, implementation and post production support, ERP due diligence, providing functional, technical and strategic support to various teams working on various projects in diverse industries like stock exchange, finance, real estate, tele-communication, banking, government financials, IT consulting, insurance and investments, process manufacturing, retail etc. at different locations in India and abroad. He represents TCS at various academic premium institutions like S.P. Jain Management & Research Institute, D. J. Sanghavi College of Engineering, Swami Vivekanand College etc. for faculty trainings, addressing students to prepare under testing times etc. He has conducted various trainings programmes on project management, Oracle applications and finance for variety for audiences across Tata Consultancy Services (TCS) offices.</p>	<p>Mr. Ajay K. Khera, 54 years, is the Non Executive and Independent Director of our Company. His qualifications include:- M.sc (Hons.) in Bio Chemistry; "Diploma in International Marketing; "Diploma in industrial purchasing and materials management; "Advance diploma in German language; "Fellow of Chartered Institute of Logistics and Transport; "Member of Institute of Materials Management, United Kingdom. He has around twenty-nine years of experience in warehousing and logistics. He stands credited with outstanding services and contributions towards the growth of hi-tech Jawaharlal Nehru Port, by the JNPT and stands conferred with JPI's Rajiv Gandhi Memorial Shipping Performance Award - 1996 for special services for outstanding contribution for promoting of shipping trade at JNPT, Navi Mumbai.</p>
Shares held in the Company	NIL	NIL	NIL

Annexure 'A' to the Directors' Report

CEO/CFO CERTIFICATION

To,
The Board of Directors,
Inventure Growth & Securities Limited

We, Nagji K. Rita, Chairman & Managing Director, and Arvind J. Gala, Chief Financial Officer, responsible for the finance function, certify that:

- (a) We have reviewed the financial statements, read with the cash flow Statement of Inventure Growth & Securities Limited for the year ended 31st March, 2010 and that to the best of our knowledge and belief, we state that;
 - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading;
 - (ii) these statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations including provisions of Companies Act, 1956.
- (b) To the best of our knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have not noticed any deficiency that needs to be rectified or disclosed to the Auditors and the Audit Committee.
- (d) During the year under reference-
 - (i) there were no significant changes in the internal control over financial reporting
 - (ii) no significant changes in accounting policies were made that require disclosure in the notes to the financial statement; and
 - (iii) no instance of significant fraud and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting, has come to our notice.

Mumbai,
Date: 28th June, 2010

Arvind J. Gala
Chief Financial Officer

Nagji K. Rita
Chairman & Managing Director

Management Discussion and Analysis

The Management of Inventure Growth & Securities Ltd. ("IGSL") is pleased to present its Analysis Report. The Report contains expectations of Company's business based on the current environment. However, the unforeseen and uncontrollable external factors may alter the expectations.

Economic Overview:-

In the past year, the Indian as well as the global economy has witnessed a very high degree of uncertainty and volatility due to the subprime crisis that emerged in the USA and snowballed into Global Recession. Despite sound fundamentals and no direct exposure to the sub-prime assets, India was affected by global financial crisis reflecting increasing globalisation of the Indian economy. However, there is some inherent strength within the Indian economy, which has spawned the idea of recovery from the global economic crises. The presence of a large domestic population, along with the increase in its per capita income on the back of sustained economic growth over the past few years has provided enough of a demand stimulus to ensure continued economic growth for India. Further, a strong saving and investment rate contributed towards shortening the length and severity of the current slowdown, and also towards a faster revival. The policy response by the Government has been swift. While fiscal stimulus cushioned the deficiency in demand, monetary policy augmented both domestic and foreign exchange liquidity. The expansionary policy stance of the Reserve Bank was manifested in significant reduction in Cash Reserve Ratio (CRR) as well as the policy rates. The liquidity injection efforts of the Reserve Bank could be achieved without compromising either on the eligible counterparties or on the asset quality in the Reserve Bank's balance sheet. Moreover, the Reserve Bank's balance sheet did not show any unusual increase, unlike that of several other central banks. These factors played a mitigating role in the face of the spreading contagion and the economy grew 7.4% in 2009-2010 with the help of an economic stimulus package. At present, the focus around the world and also in India has shifted from managing the crisis to managing the recovery. The key challenge relates to the exit strategy that needs to be designed, considering that the recovery is as yet fragile but there is an uptick in inflation, though largely from the supply side, which could engender inflationary expectations. Some of the key measures taken by the Government to accelerate recovery are:-

- 1) The Reserve Bank has initiated the first phase of exit in its October 2009 Review of monetary policy in a calibrated manner mainly by withdrawal of unconventional measures taken during the crisis.
- 2) The Cabinet Committee on Economic Affairs (CCEA) decided that the government will bring down its stake in all listed Public Sector Enterprises (PSEs) to at least 90%. The CCEA also approved listing of companies with three-year track record of net profit and positive net worth. Out of the 242 PSEs, 46 are listed and another 42 meet the criterion.

Capital Market:-

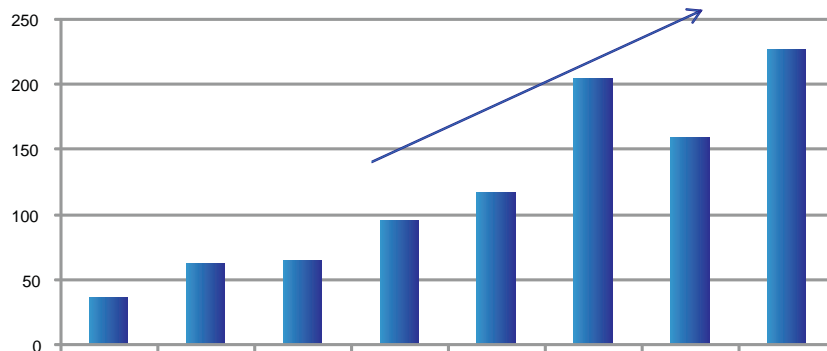
Index Movement

The BSE Sensex saw an unprecedented swing in Financial Year (CY) 10 - from 9708.50 in March 2009 to 17527.77 in March 2010. The key positive that laid to revival of Indian markets was moderate recovery from global financial crisis and strong policies laid down by RBI, and buying by Foreign Institutional Investors (FII). After the deprecating by 27% the Indian rupee has appreciated by 11% which has positive impact on the market.

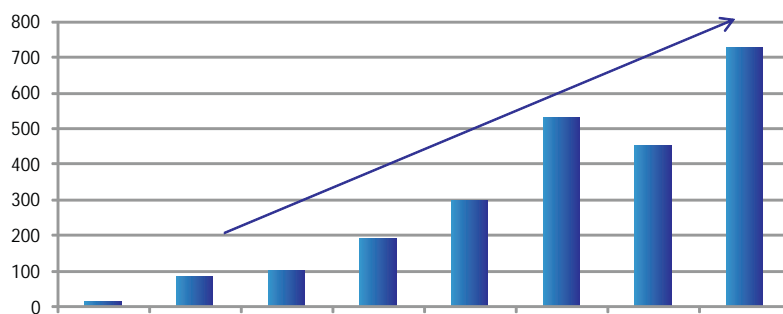
Broking Industry

Equity Market Volume: (Sources from BSE & NSE) (Rs. In Billion)

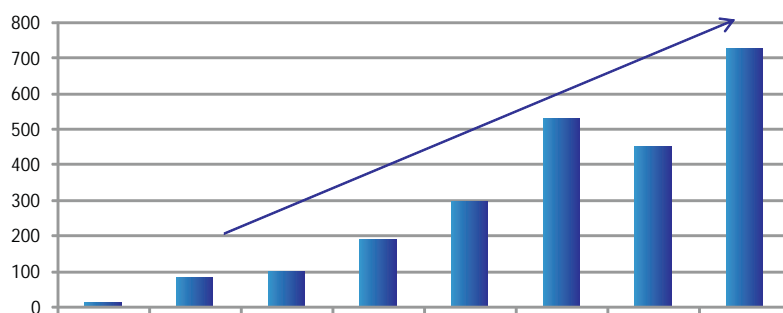
Average Daily Turnover in Cash Market



Average Daily Turnover in Cash Market



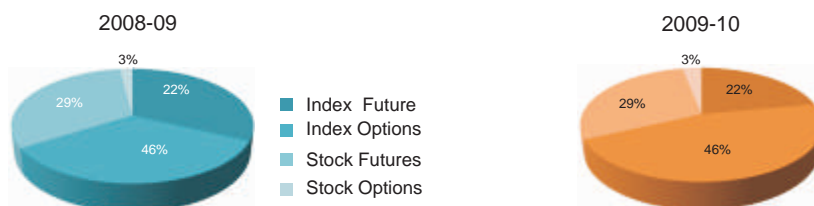
Combined Average Daily Turnover



The average daily equity market volumes for FY10 were Rs. 952 billion, up 16% from Rs. 612 billion in FY09. However, during the seven years beginning FY03, the year when cash and derivatives were fully active on both the exchanges, total market volumes have grown by 50% compounded annually. During this period, volumes in the derivatives and cash segments have grown at a compounded annual growth rate (CAGR) of 70% and 30%, respectively.

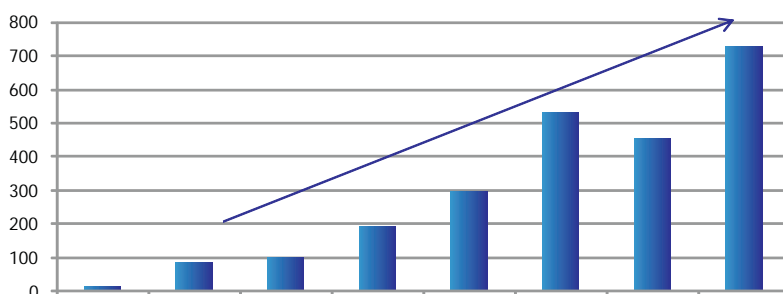
Notable trend which has developed in the current financial period is the rising proportion of index options in derivatives volume. The summary of these movements and shifts in derivatives market volume is as follows:

- Contribution from Index options has increased to 46% in FY10 from 34% in FY09. There has been a marginally shift in volumes from stock futures to index options segment.
- The Index futures contribution has fallen from 32% in FY09 to 22% in Fy10.
- The other segments of derivatives market i.e. stock futures and stock options contributed 29% and 3% respectively in FY10 as compared to 32% and 2% respectively in FY09



Demat Accounts:

Growth in demat accounts (CDSL & NSDL) over FY00-FY10



Source: CDSL & NSDL

Note:

1. Number of demat accounts in million
2. FY10 figure includes figures of NSDL as on 26 June 2010 and figures of CDSL as on 1 July 2010
3. All the above numbers indicate active accounts except of CDSL for the period between FY00 to FY05, which are total number of demat accounts with CDSL

The number of demat accounts in the country shows the depth of equity penetration. CDSL and NSDL together have over 17 million active demat accounts.

Asset Management

Mutual funds had assets under management of Rs. 7.44 trillion as on 31st March, 2010, as compared to Rs. 4.17 trillion as on 31st March, 2009 Rs. 5.05 trillion on 31st March, 2008 and Rs. 3.26 trillion on 31st March, 2007.

AUM of mutual funds in India is about 6% of GDP; in other emerging countries such as Brazil, with similar GDP size, this is about 40%, and in developed nations such as USA, it is 79%.

Mutual funds have also gained a larger share of incremental household savings than bank deposits over 2004- 2008, showing increasing penetration of and rising appetite for mutual funds in India. According to recent studies, urban centers outside the top-8 cities will drive retail growth. Hence, mutual funds are likely to focus on establishing their positions in mid-tier cities. Also, broad-based growth in AUM will continue, with retail and offshore funds likely to be the fastest growing segments.

OPPORTUNITIES & THREATS

OPPORTUNITIES

In the coming years, the Company foresees consolidation as inevitable in all segments across the industry in order to achieve economies of scale and capture all potential revenues. This consolidation shall weed out weaker players and help emerge large to medium sized companies. Exploring this possibility, the Company is in the process of expansion.

The Company has already provided on-line trading system to its clients through internet. Recently, the Company has got certificate of registration as a Portfolio Managers from SEBI. The Company has also got membership in the Wholesale Debt Market Segment of National Stock Exchange. This will strengthen the Company's ability to compete with other dominant players in the Capital Market.

The Company has also started a training division to impart the training to the students in the subjects relating to Capital and Financial Market. This will also have a positive impact on the Company's revenue in future.

The Company has embarked upon the process to strengthen its business with the objective to protect existing revenue, create new ones and project higher profit margins. Adding new high net worth clients would be the main aim of the Company.

To hedge against the growing competition in the industry, our Company is planning to set up new business locations all over India and register more Business Associates.

The Company's vision in the business is to meet the expectations of its clients and to deliver best services to them. With expansion process, our Company shall have a broad based position in the broking and finance industry which will continue to grow and add value to the Company.

The Company's quality processing, strategic location, prompt and professional service standards and unfailing dependability enables its clients to add value by saving on time, costs and opportunities. Besides, its strengthened relationship, focused service culture and organizational strength are some means to manage the risks effectively.

We accept, attract and retain the best talent through the ongoing initiatives. The talent utilization is supplemented by a shared responsibility which leads to accuracy in performance.

Threats

India is in the midst of unprecedented times due to the current economic scenario. The next few quarters are expected to be extremely challenging with companies doing everything necessary to overcome the challenges. The global economic slowdown has affected all sectors of the Indian economy, reducing the rate of GDP growth. The financial industry too is affected by the prevailing global economic conditions.

Factors that may adversely affect the Indian economy and in turn the business include slowdown in GDP growth, rise in interest rates, inflation, changes in tax, fiscal and monetary policies, etc. However, given the estimate of at least ___% growth in the economy till 2011, favourable demographics, rising per capita income, extremely low penetration of demat accounts as well as the increasing share of equity assets in household financial savings, India's value proposition remains strong for sustained long term growth.

Business Outlook:-

Our business streams

Business Stream	Primary products and services
Broking & Distribution Wealth Management	<ul style="list-style-type: none"> • Equity (cash and derivatives) and commodity broking • Distribution of financial products like Mutual Funds, PMS, IPO and Insurance • Financing • Depository services
Institutional Broking	<ul style="list-style-type: none"> • Equity (cash and derivatives) broking • Advisory
Asset Management	Portfolio Management Services

Broking and Distribution

Our services under the "Broking and Distribution business" include offering products such as Equities, Derivatives, Commodities, Depository services, Portfolio Management services; and distribution of Mutual funds, primary equity offerings and insurance products. As at 31st March, 2010, we had 32,498 registered customers, whom we serve through this business.

Our services to Broking and Distribution clients are made through a strong branch and franchisee network spread across India. We have strongly established pan-India networks with a presence in 136 business locations. This extensive distribution network provides us further opportunities to cross-sell products and services as we diversify into new business streams. In addition to our aforementioned physical network, we have a strong online platform helping our clients to use our services at their convenient location.

Our clients are advised by the centralized advisory and dealing desk based in Mumbai, situated over a 14,000 sq.ft area. Our aim is to always provide clients with the best research and advice, a core focus and strength of our company.

The competition in the financial services industry space has been intensified with competition from large brands with well capitalized balance sheets entering this space. The smaller players will soon face the heat of this intensifying competition in the industry. We expect that large players would further gain market share but the bigger challenge for these companies will be to achieve sustained and consistent returns on their investments, while managing their growth trajectory.

The focus of the business was to provide both customers and business partners with the knowledge and confidence to negotiate the tough market conditions prevailing throughout the year. This was addressed by a series of over 100 seminars Pan India that were attended by prospective investors, customers and business partners. An added initiative was to increase width and depth of reach by aggressively acquiring business partners with a 'Win-Win' value proposition.

Our wide distribution network and our core strength of providing excellent research and advisory will continue to help us in capturing the increasing penetration of equities in the country. Cross-selling of products and leveraging on established technology and network will help us gain further momentum for this business.

Institutional Broking

We offer Institutional Broking services in cash and derivatives segment to a large institutional clientele in India and abroad. These clients include mutual funds, banks, financial institutions, insurance companies, and FIIs. As at 31st March, 2010, we were empanelled with over 21 institutional clients.

Our Company provides research services on both fundamental and technical side. Our Company employs a blend of chartered accountants and management graduates who track economy, industries and companies on a regular basis. The purpose of our research is to identify money-making opportunities for the clients without exposing them to unwarranted risk. We focus on providing in-depth insightful research that is timely and valuable to clients. Our support team provides robust research deliverables that are in many cases serve as the basis for buy-hold-sell decisions. Our research team comprises of Head Institutional Sales, Research Analysts and Technical Analysts. Our research team covers companies in various sectors and analyses the Indian and global economy in order to identify potentially wealth-creating equity investment ideas. Our research desk offers reports to our Institutional Clients.

Despite the global crisis and fall in foreign investments, India is still one of the favored destinations for equity investments with an increasing number of FII registrations year-on-year. We believe that the two key differentiators for players competing in this space would be the strength of research and advisory support coupled with best execution platforms.

Our strong clientele base spread across the globe and our constant endeavor to provide best in-class research, advice and execution support will also help us to tap emerging opportunities and gain higher market share across all the institutional client segments.

Our Company provides research services on both fundamental and technical side. Our Company employs a blend of chartered accountants and management graduates who track economy, industries and companies on a regular basis. The purpose of our research is to identify money-making opportunities for the clients without exposing them to unwarranted risk. We focus on providing in-depth insightful research that is timely and valuable to clients. Our support team provides robust research deliverables that are in many cases serve as the basis for buy-hold-sell decisions. Our research team comprises of Head Institutional Sales, Research Analysts and Technical Analysts. Our research team covers companies in various sectors and analyses the Indian and global economy in order to identify potentially wealth-creating equity investment ideas. Our research desk offers reports to our Institutional Clients

Risk Management

The Company is bound to undertake risks as it capitalizes on several new opportunities. The Company ensures that the risks it assumes are commensurate with returns. For this purpose, we manage the risks associated with our broking operations through the fully automated risk management software which allows us to view the online Mark to Market (MTM) losses of the clients.

The Company has created a dedicated Surveillance Department which is being monitored by Chairman and Managing Director along with other professional manpower to further strengthen the Risk Management System of the company.

Besides this other risk identified by the company are as follows

Competition Risk

This risk arises from more players wanting a share in the same pie. Competition, despite an unprecedented bear market last year, has further intensified with new entrants and some incumbents opportunistically expanding their presence while the larger ones went into consolidation. Inventure has generated considerable goodwill in the market.

Regulatory Risk

A violation of, or non-compliance with regulatory norms, which change frequently to keep pace with the dynamic external environment, could stagger the Company's growth and tarnish its goodwill. Inventure is very serious about its compliance commitment and maintains the highest level of compliance, recognizing that business must not only serve the interest of the customer but also function well within the established guidelines of the various regulatory authorities for responsible and profitable growth.

Human Resource Risk

This risk arises from being exposed to the vagaries of the work force. Staff attrition and the rising demand for experienced and qualified personnel puts upward pressure on employee costs. Attracting, training and retaining the best talent are thus, one of the primary objectives of the Company. Inventure is putting unremitting efforts to employ professionally qualified personnel at different levels of the administration and has implemented several policies to motivate its employees.

Technology Risk

In this technology intensive environment, the speed of trade execution, reliability of access and delivery of service are critical. Any disruption of service could affect clients and the Company.

Over the years, the Company has invested significantly in state-of-the-art technology to enhance existing systems and networks. Inventure has strong IT operations and support systems and highly qualified IT professionals. The Company believes in using the best available technology to provide superior front-end systems and strong back-end platforms. Servers and IT support centres are geographically well distributed to provide instant customer support and enhance risk management in trading networks. To achieve the least down time, Inventure ensures redundancy at all possible levels.

External attacks like virus, spyware, malware, spoofing, intrusion as well as hardware, firmware and operating system related bugs are a concern for the Company but are taken care of on a regular basis. Inventure ensures multiple backups of data and each activity logs in the front-end as well as the back-end system applications for better and faster resolution of errors and reduction of risk.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Keeping in mind, the important role of internal audit, the Company has appointed M/s. Shah & Ramaiya, Chartered Accountants as Internal Auditors to examine the adequacy and the compliance with statutory requirements. It also evaluates the Company's risk management system and suggests risk mitigation measures for all key operations of the Company. The Internal auditors are submitting their reports periodically which are placed before the Audit Committee. The suggestions given by the Internal Auditors are implemented by the Company for the improvement of systems and procedures.

The Company has in place adequate internal controls which are capable of providing assurance regarding the effectiveness and efficiency of operations. The internal controls also ensure the adequacy of safeguards for assets, the reliability of financial controls and compliances with applicable laws and regulations.

The Company has implemented sufficient systems to ensure that assets are safeguarded against loss from unauthorized use of disposition and that transactions are authorized, recorded and are properly reported. The Company continuously upgrades its systems in line with the best available practices.

FINANCIAL OVERVIEW

The following tables set forth, for the periods indicated, IGSL's profit and loss account on a consolidated basis, both in absolute terms and with each line item represented as a percentage of total income.

PARTICULARS	Year Ended 31st March, 2010		Year Ended 31st March, 2009		Increase/ (Decrease)
	(Rs. in Lacs)	% of Total Income	(Rs. in Lacs)	% of Total Income	%
Income					
Income from Operations	3,925.50	83.54%	2,422.48	82.97%	62.04%
Other Income	773.23	16.46%	497.22	17.03%	55.51%
Total Income	4,698.73	100.00%	2,919.71	100.00%	
Expenditure					
Personnel Expenditure	553.41	11.78%	472.82	16.19%	17.04%
Operating Expenditure	1,562.50	33.25%	1,312.22	44.94%	19.07%
Interest & Financial Charges	433.96	9.24%	278.49	9.54%	55.83%
Depreciation/Amortization	115.68	2.46%	103.76	3.55%	11.49%
Total Expenditure	2,665.55	56.73%	2,167.30	74.23%	
Profit Before Tax (PBT)	2,033.17	43.27%	752.41	25.77%	170.22%
Current Tax	546.87	11.64%	176.25	6.04%	210.28%
Deferred Tax Liability	16.91	0.36%	26.62	0.91%	(36.48%)
Fringe Benefit Tax	-	-	5.04	0.17%	-
Tax Adjustment of earlier Years	-	-	4.46	0.15%	-
Profit After Tax (PAT)	1,469.39	31.27%	540.24	18.50%	171.99%
Share of minority interest for the year	(1.89)	(0.04%)	(2.64)	(0.09%)	(28.32%)
Profit After Tax (PAT) after minority interest	1,471.28	31.31%	542.88	18.59%	171.01%

This year the PAT has increased by nearly 171.01% compared to previous year due to the strong performance of the Company during the year.

PARTICULARS	Year Ended 31st March, 2010	Year Ended 31st March, 2009	Increase/ (Decrease)
	(Rs. in Lacs)	(Rs. in Lacs)	%
Total Revenue	4,698.73	2,919.71	60.93
EBIDTA	2,115.91	1,785.05	18.54
PBT	2,033.17	752.41	170.22
PAT	1,471.28	542.68	171.11
ROWN	19.39	8.64	124.37
EPS (after Bonus)	10.51	3.88	171.11

Revenue:

IGSL's income from operations consists mainly of brokerage income, arbitrage income and Depository income. The income from operations has grown at the rate of 62.04% from the year ended March 31, 2009 to the year ended March 31, 2010. The following table illustrates the break-up of IGSL's income from operations for the years ended March 31, 2010 and 2009.

PARTICULARS	Year Ended 31st March, 2010	Year Ended 31st March, 2009	Increase/ (Decrease)
	(Rs. in Lacs)	(Rs. in Lacs)	%
Income From Operational Activities			
Brokerage and Commission Income	2,459.04	1,648.19	49.20%
Arbitrage Income	1,102.93	397.76	177.28%
Interest Income	234.62	89.11	163.30%
Depository Income	84.30	81.66	3.23%
Profit From Commodity Trading	44.61	205.76	-78.32%
Total Income From Operational Activities	3,925.50	2,422.48	62.04%

Brokerage and Commission Income:

IGSL's income from its stock broking business is one of its principal sources of income and comprises revenues earned from equities and derivatives traded on the exchanges.

The income from brokerage services is driven principally by the number of active clients, market volume and underlying share price movement. Client growth has been a significant driver of revenue growth in IGSL's broking business. Growth in total client numbers has been driven primarily by increased geographical presence, enhanced online services and enhanced trade and execution teams.

Arbitrage Income:

IGSL's income from its Arbitrage is another of its principal source of income and comprises revenues earned from equities traded on the exchanges.

Depository Income:

IGSL is a depository participant with CDSL and offers depository services to its retail broking clients as a value-added service. This income constitutes an annual maintenance fee and a transaction-based charge for transactions undertaken by IGSL's depository clients.

Other Income:

Other income is comprised primarily of interest income and profit on sale of investments. Interest income is derived principally from interest earned on bank deposits made for Overdraft Facility from various banks and to support bank guarantee facilities required in connection with IGSL's activity on the stock exchanges.

IGSL makes short-term investments as a part of its working capital management by deploying surplus funds in mutual funds. Further, IGSL has also investments in equity shares. IGSL derives income from dividends and profit on sale of investments in the mutual funds and equity shares.

The following table sets out IGSL's other income for the years ended March 31, 2010 and 2009, both in absolute terms and with each line item represented as a percentage of total income:

PARTICULARS	Year Ended 31st March, 2010	Year Ended 31st March, 2009	Increase/ (Decrease)
Other Income	(Rs. in Lacs)	(Rs. in Lacs)	%
Profit on Sale of Investment	97.97	-4.13	-2474.84%
Dividend Income	10.26	16.37	-37.31%
Interest Income	355.25	283.34	25.16%
Other Misc. Income	309.74	201.14	53.99%
Total other Income	773.23	497.22	55.51%

Expenditure

IGSL's expenses consist of Personnel expenses and operating and administrative expenses.

Personnel Expenditure

Personnel Expenditure includes salaries, bonus, ex-gratia payments, directors' remuneration and contributions to provident, ESIC and other funds. Personnel expenditure has increased due to the need to provide extra benefits to certain employees in order to recruit and retain strong personnel.

Operating & Administrative Expenditure

The principal components of IGSL's operating expenses are transaction charges, Securities Transaction Tax, stamp duty, Stock Exchange Expenses, Contribution to Exchange Funds and Depository Charges. These expenses pertain directly to the number and size of transactions carried out by IGSL on behalf of its clients.

The principal components of administrative expenses relate to costs associated with marketing and branding, leasing Business Locations, legal and professional charges and other administrative expenditure.

LIQUIDITY AND CAPITAL RESOURCES

Liquidity

IGSL's primary requirements have been to finance its working capital needs and capital expenditure. IGSL requires working capital to meet its requirement for funds in connection with payments to be made in the ordinary-course of its business. The major portion of IGSL's working capital is deployed in fixed deposits placed with banks to obtain guarantees so that IGSL can obtain appropriate levels of trading exposure on the exchanges. This requirement fluctuates on a regular basis depending on trading volumes. To fund these requirements, IGSL currently relies principally on cash flows from operations. In the past, IGSL has also relied on short-term credit or overdraft facilities from banks to meet such margin requirements.

Cash Flows

The following table summarizes IGSL's cash flows for the years ended March 31, 2010 and 2009:

PARTICULARS	Year Ended 31st March, 2010	Year Ended 31st March, 2009
Net Cash From/ (Used) from Operating Activity	2,333.12	(1,225.54)
Net Cash From/ (Used) from Investing Activity	(1,510.99)	752.044
Net Cash From/ (Used) from Financing Activity	226.98	(207.44)
Net Increases / (Decrease) in Cash & Cash equivalent	1,049.11	(680.94)
Cash and Cash Equivalents as at beginning	333.98	1014.91
Cash and Cash Equivalents as at end	1,383.08	333.98

Review of Assets and Liabilities

Fixed Assets

Fixed assets include:

- Gross block, which is mainly comprising of office premises, equipment and related assets.

The following table illustrates IGSL's fixed assets as at March 31, 2010 and March 31, 2009:

(Rs. in Lacs)

PARTICULARS	As at 31 st March, 2010	As at 31 st March, 2009
Gross Block	1,961.29	1,803.25
Less: Depreciation /Amortization	551.50	436.80
Net Block	1,409.78	1,366.46

IGSL's fixed assets have increased from Rs. 1,366.46 lacs as at March 31, 2009 to Rs. 1,409.78 lacs as at March 31, 2010, due to purchase of computer software and acquisition of furniture etc.

Investments

Investments principally comprise:

- Long-term investments, in fully paid up equity shares of various quoted and unquoted companies and Debt and Equity Schemes of various Mutual Funds.
- Current investments, in Liquid Fund Schemes of various Mutual Funds related to investment of short-term surplus working capital.

Investments are classified as either current or long term based on management's intention at the time of purchase:

(Rs. in Lacs)

PARTICULARS	As at 31 st March, 2010	As at 31 st March, 2009
Long Term investments	1,143.93	1,450.24
Short Term Investments	-	-
TOTAL	1,143.93	1,450.24

Current Assets, Loans and Advances

Current assets, loans and advances typically fluctuate on a day-to-day basis, depending, inter alia, on our trading volumes.

Current assets, loans and advances mainly comprise of:

- Sundry debtors, which relate to amounts receivable from the clients on whose behalf we undertake the trade as well as amounts receivable from the exchanges.
- Stock-in-trade, which represents shares held by IGSL in connection with its arbitrage business.
- Cash, bank and Fixed Deposit balances.
- Loans and advances, deposits, loans given to subsidiaries and advance tax.

The following table sets out details of IGSL's sundry debtors as at March 31, 2010 and March 31, 2009:
(Rs. in Lacs)

PARTICULARS	As at 31 st March, 2010	As at 31 st March, 2009
Debts Outstanding for a period exceeding six months		
Considered good	281.62	977.11
Doubtful debts	-	-
Less: Provision for doubtful debts	-	-
Other Debts	4,421.81	3,810.57
Total Debtors	4,703.42	4,787.68

As at March 31, 2010, IGSL's cash and bank balances were Rs. 6,651.84 Lacs, of which Rs. 5,268.76 Lacs were in fixed deposits and Rs. 1,381.33 Lacs in current accounts with banks. The fixed deposits are the deposits placed with banks in connection with guarantees issued to the exchanges and overdraft facilities granted by these banks.

The following table sets out the details of IGSL's Loans & Advances as at March 31, 2010, and March 31, 2009:

(Rs. in Lacs)

PARTICULARS	As at 31 st March, 2010	As at 31 st March, 2009
Loans, advances and deposits recoverable in cash or in-kind or for value to be received	2,706.91	990.58
Deposits	317.32	689.42
Advance and prepaid taxes (Net)	298.57	250.52
Total	3,322.80	1,930.52

Current Liabilities and Provisions

Current liabilities and provisions principally consist of margin monies deposited by the clients with IGSL to facilitate trading on their behalf and amounts payable to the clients on whose behalf IGSL undertakes trades as well as amounts payable to the exchanges. Provisions include provisions for Defined Benefit (Gratuity) to employees, Proposed Dividend and Corporate Dividend Tax payable thereon.

The following table sets out the details of IGSL's current liabilities and provisions as at March 31, 2010 and March 31, 2009:

(Rs. in Lacs)

PARTICULARS	Year Ended 31st March, 2010	Year Ended 31st March, 2009
A) Current liabilities		
Bank overdraft accounts	355.56	736.88
Sundry creditors	15.50	30.54
Due to clients	1,561.86	2,396.03
Security deposits	5,415.02	2,569.64
Other liabilities	74.19	8.99
Total (A)	7,422.13	5,782.08
B) Provisions		
Proposed dividend	140.00	70.00
Corporate dividend tax	23.25	11.90
Employees defined benefit (Gratuity)	21.11	20.57
Total (B)	184.36	102.47
TOTAL (A+B)	7,606.49	5,884.55

Secured Loans

Secured loans consist of loans taken from Banks/Financial Institutions for purchasing the office premise and Motor Vehicles. As at March 31, 2010, the outstanding secured loans of IGSL were Rs. 1,886.35 lacs.

Contingent Obligations:

As at March 31, 2010, IGSL had contingent obligations not provided for on account of the following accounts:

(Rs. in Lacs)

PARTICULARS	As at 31 st March, 2010	As at 31 st March, 2009
Guarantees given by banks in respect of capital adequacy, daily margin and other contractual commitments for which IGSL has given counter-guarantees	7,150.00	3,550.00
Demand in respect of taxation under appeal	58.56	73.76
Bank Guarantee given for Subsidiary, Inventure Commodities Ltd.	250.00	250.00
Total	7,458.56	3,873.76

IGSL's principal contingent obligations relate to guarantees given by banks to exchanges in the ordinary course of business in respect of IGSL's capital adequacy, daily margin and other contractual commitments for which IGSL has provided counter-guarantees. The level of guarantees fluctuates on a regular basis in connection with IGSL's trading and broking activity and the related requirements in respect thereof.

Human Resources

The Company believes that human resource is one of the most vital resources and a key pillar providing the organization a competitive edge in current business environment. The work environment is very challenging and performance oriented, recognizing employee potentials along with providing them with opportunities. Inventure takes adequate precautionary measures for its employee's welfare. As on 31st March 2010, we had staff strength of 160 on our payroll.

Cautionary Statement

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could influence the Company's operations include economic developments within the country, demand and supply conditions in the industry, input prices, changes in Government regulations, tax laws and other factors such as litigation and industrial relations.

A Report on Corporate Governance

1. Company's Philosophy on Corporate Governance

Transparency, integrity, professionalism and accountability are the cornerstones of Inventure Growth & Securities Limited value system. These guide the Company's management in all respect of business conduct, and in creating value for all its stakeholders, including its shareholders, customers, employees and the community in which it operates.

The Company believes that sound Corporate Governance Policy is critical to enhance and retain investors' trust.

Composition of the Board of Directors

The Board is headed by the Executive Chairman. As on the date, the Board of Directors of the Company consists of ten directors.

Name of the Director	Category of Directorship	No. of Equity Shares of Rs. 10 each held
Shri Nagji K. Rita	Chairman & Managing Director	42,01,940
Shri Virendra Singh	Whole Time Director	10,65,000
Shri Kanji B. Rita	Non-executive Director	16,30,000
Shri Pravin N. Gala	Non-executive Director	11,20,000
Shri Vinod K. Shah	Non-executive Director	7,20,000
Shri Harshawardhan M. Gajbhiye	Independent Director	-
Shri Srinivasaiyer Jambunathan	Independent Director	-
Shri Arun N. Joshi	Independent Director	-
Shri Ajay Kherra	Independent Director	-
Shri Deepak M. Vaishnav	Independent Director	-

Meetings of the Board

The Board met Seven times during the year under review on 27th June, 2009, 11th August, 2009, 5th September, 2009, 16th October, 2009, 2nd November, 2009, 24th December, 2009 and 8th February, 2010.

The attendance of each Director at the Board Meetings held during the year under review and last Annual General Meeting held on 30th September, 2009 is as under:-

Name of the Director	No. of Board Meetings attended	Attendance at the last Annual General Meeting held on 30 th September, 2009	Directorship in Other Companies
Shri Nagji K. Rita	7	Yes	5
Shri Virendra Singh	5	Yes	5
Shri Kanji B. Rita	6	Yes	7
Shri Vinod K. Shah	6	Yes	6
Shri Pravin N. Gala	6	Yes	4
Shri H.M. Gajbhiye	7	No	-
Shri S. Jambunathan	5	No	3
Shri Arun N. Joshi (Appointment on 24.12.2009)	2	NA	-
Shri Ajay K. Kherra (Appointment on 24.12.2009)	2	NA	3
Shri Deepak M. Vaishnav (Appointment on 24.12.2009)	2	NA	-

The Agenda papers for the consideration of the Board Meeting are circulated to the Directors in advance. The Managing Director, at the Board Meetings, keeps the Board apprised of the overall performance of the Company.

Code of Conduct

The Board has laid down a Code of Conduct covering the ethical requirements to be complied with covering all the Board Members and Senior Management Personnel of the Company.

Audit Committee

The Audit Committee Meetings were held four times during the year under review on 6th May, 2009, 11th August, 2009, 2nd November, 2009 and 24th December, 2009.

The attendance of each Director at the Audit Committee Meeting held during the period under review is as under:

Name of the Directors	Audit Committee Meetings Attended
Shri Harshawardhan M. Gajbhiye	4
Shri Srinivasaiyer Jambunathan	3
Shri Nagji K. Rita	3

The constitution, terms of reference and powers of the Audit Committee are in compliance with Clause 49 of the Listing Agreement relating to Corporate Governance and the provisions of the Companies Act, 1956. Major terms include overseeing the financial reporting process, reviews of financial statements and review of internal control systems. The Committee reviews internal audit reports and findings of the statutory auditors. The Committee also oversees major accounting policies, practices and transactions, compliances with accounting standards and other legal requirements concerning financial statements and related party transactions.

The Committee reviews the quarterly, half-yearly and annual financial statements before they are submitted to the Board of Directors for their consideration and approval.

Remuneration / Compensation Committee

The Remuneration / Compensation Committee has been constituted to formulate and recommend to the Board all elements of the remuneration package of the Managing Director and Whole time Director. The attendance of each Director at the Remuneration / Compensation Committee Meeting is as under:- Remuneration Committee Meeting was held on 6th May, 2009.

Name of the Directors	Remuneration Committee Meeting Attended
Shri Srinivasaiyer Jambunathan	1
Shri Harshawardhan M. Gajbhiye	1
Shri Vinod K. Shah	-

Remuneration of Directors

Name of the Director	Sitting Fees (Rupees)	Remuneration (Rupees)
Shri Nagji K. Rita	-	18,00,000
Shri Virendra Singh	-	3,60,000
Shri Kanji B. Rita	15,000	-
Shri Vinod K. Shah	15,000	-
Shri Pravin N. Gala	15,000	-
Shri H.M. Gajbhiye	30,000	-
Shri S Jambunathan	22,500	-
Shri Arun N. Joshi	5,000	-
Shri Ajay Khera	5,000	-
Shri Deepak M. Vaishnav	5,000	-
Total Rs.	1,12,500	21,60,000

Shareholders' / Investors' Grievance Committee

The Committee was constituted on 24th December, 2009. There was no Meeting of Shareholders' / Investors' Grievance Committee during the year ended 31st March, 2010.

The Shareholders' / Investors' Grievances Committee consists of following Director:

Name of the Director	Designation in the Committee	Nature of Directorship
Mr. Ajay Khera	Chairman	Independent Director
Mr. Arun Joshi	Member	Independent Director
Mr. Nagji K Rita	Member	Chairman and Managing Director

The Shareholders'/Investors' Grievances Committee is formed with a purpose to oversee and review all matters connected with the securities transfers and also look into redressing of shareholders complaints like transfer of shares, non- receipt of annual reports/ dividends etc. The Committee will also oversee the performance of the Registrar and Transfer Agents and will recommend the measures for overall improvement in the quality of investor services.

Internal Auditors

M/s. Shah & Ramaiya, Chartered Accountants, Mumbai have been appointed as Internal Auditors of the Company for the year 2009-10.

General Body Meetings

The Details of the date, location and time of the last three Annual General Meetings held are as under.

Financial year	Date	Venue	Time
2008-09	30 th September, 2009	Viraj Towers, W.E. highway, Andheri (East), Mumbai- 400069	5.30 p.m
2007-08	6 th September, 2009	Viraj Towers, W.E. highway, Andheri (East), Mumbai- 400069	3.00 p.m.
2006-07	29 th September, 2007	5, Anand Kunj, Daftary Road, Malad (East), Mumbai- 400097	?

Special Resolution passed during the previous three Annual General Meetings

The Company has not passed any special resolution in the previous three Annual General Meetings described above.

Annual General Meeting

Day and Date : Saturday, 24th July, 2010

Time : 5.30 P.M.

Venue : Viraj Towers, Western Express Highway, Andheri (East), Mumbai- 400 069.

Book Closure Date : 24th July, 2010

Dividend Payment Date : 27th July, 2010

Registrar & Share Transfer Agents

Link Intime India Pvt. Ltd.

C-13, Pannalal Silk Mills Compound,

L.B.S. Marg, Bhandup (W),

Mumbai- 400 078.

Disclosures

The particulars of transactions between the Company and its related parties, as per the Accounting Standard 18 "Related Party Disclosures", notified pursuant to Companies (Accounting Standard) Rules, 2006 (as amended), are set out at page number 47 of the Annual Report. However, these transactions are not likely to have conflict with the Company's interest.

No strictures/penalties have been imposed on the Company by the Stock Exchanges or the Securities and Exchange Board of India (SEBI) or any statutory authority on any matters related to capital markets during the last three years.

In the preparation of the Financial Statements, the Company has followed the Accounting Standard notified, pursuant to Companies (Accounting Standard), Rules, 2006 (as amended). The significant accounting policies which are consistently applied have been set out in the notes to the accounts.

Dematerialisation of Shares

Out of 1,40,00,000 Equity Shares of Rs. 10/- each, 1,3510,000 Equity Shares (96.5%) are in the demat form and 4,90,000(3.5%) Equity Shares are in physical form as on 31.03.2010.

For and on Behalf of the Board of Directors

Nagji K. Rita
Chairman & Managing Director

Date: 28th June, 2010
Place: Mumbai

Registered Office:
201, 2nd Floor, Viraj Towers,
Near Landmark,
Western Express Highway,
Andheri – East,
Mumbai – 400 069.

Auditor's Report to the Members of Inventure Growth & Securities Ltd.

- 1) We have audited the attached Balance Sheet of Inventure Growth & Securities Ltd. as at 31st March, 2010, 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 (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, 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
 - 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 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors 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;
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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;
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 28th June, 2010

Annexure referred to in paragraph 3 of the Auditors' Report of even date to the members of Inventure Growth & Securities Ltd. on the accounts for the year ended 31st March, 2010

- (I) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets in respect of major items of fixed assets.
 (b) All the assets have not been physically verified by the management during the year but 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.
 (c) The Company has not disposed off substantial part of its fixed assets.
- (ii) (a) The inventory being stock-in-trade of securities (all held in dematerialized form) has been verified during the year by the management with the holding certificates from the respective depositories. In our opinion, the frequency of verification is reasonable.
 (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 (c) The Company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the depository certificates and the book records.
- (iii) (a) The Company has granted loans and advances to three companies (includes two subsidiary companies), being the companies covered in the register maintained under section 301 of the Companies Act, 1956. The year end outstanding balance was Rs. 19,85,75,000/- and the maximum amount outstanding during the year was Rs. 32,09,49,900/-.
 (b) As per the information & explanations given to us, the rate of interest & other terms & conditions of the loans are prima facie not prejudicial to the interest of the company.
 (c) The loans are repayable on demand basis and as such there is no specific stipulation for repayment.
 (d) The Company has taken Loans/ Security Deposits from seven parties covered in the register maintained under Section 301 of the Companies Act, 1956. The year end balance of the aforesaid loans was Rs. 84,00,000/- and the aggregate of the maximum amount due in respect of each of the aforesaid parties was Rs. 402,00,000/-.
 (e) In our opinion, the rate of interest and other terms and conditions of the loans referred to in paragraph (d) above are not, prima facie, prejudicial to the interest of the Company.
 (f) The loans are repayable on demand basis and as such there is no specific stipulation for repayment. The Company has been regular in the payment of interest.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of securities, fixed assets and for the sale of securities and services. In the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 (b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices.
- (vi) According to the information and explanations given to us, the Company has not accepted any public deposit within the meaning of Section 58 A of the Companies Act read with the Companies (Acceptance of Deposits) Rules 1975.
 The Company has an internal audit system commensurate with the size of the Company and nature of business.

- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1) (d) of the Companies Act, 1956.
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Cess and other material statutory dues applicable to it.
(b) According to information and explanations given to us, there are no dues of Income Tax, Service Tax, and Cess which have not been deposited on account of any dispute.
- (x) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year and does not have accumulated losses.
- (xi) The Company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.
- (xii) The Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities and as such the requirement for maintenance of records in respect thereof does not arise.
- (xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Hence, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In respect of Company's dealing in shares and securities, proper records have been maintained of these transactions and contracts and timely entries have been made therein. The investment in shares and securities are held by the Company in its own name except to the extent of exemption granted under section 49 of the Companies Act, 1956.
- (xv) According to the information and explanations given to us, the Company has given guarantees for loans taken by its subsidiary, in the overall business interest. The terms & conditions of the guarantees given are prima facie, not prejudicial to the interest of the Company.
- (xvi) The Company has applied the term loans for the purposes for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, the Company has not made preferential allotment of shares to parties and / or companies covered in the register maintained under section 301 of the Act.
- (xix) The Company has not issued any debentures. As such, the question of creation of security in respect thereof does not arise.
- (xx) The Company has not raised any money by way of issue of shares to public and as such the question of disclosure and verification of end use thereof does not arise.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 28th June, 2010

STANDALONE



INVENTURE GROWTH & SECURITIES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SOURCES OF FUNDS			
1) Shareholders' Fund			
Share Capital	1	140,000,000	70,000,000
Reserves & Surplus	2	536,472,983	521,630,481
2) Loan Funds			
Secured Loans	3	99,034,952	91,618,941
Unsecured Loans	4	17,500,000	2,100,000
3) Deferred Tax Liability		11,283,628	9,719,578
TOTAL		804,291,563	695,069,000
APPLICATION OF FUNDS			
1) Fixed Assets			
Gross Block	5	195,017,084	179,245,530
Less: Depreciation		54,333,827	42,996,508
Net Block		140,683,257	136,249,022
2) Investments	6	78,231,954	78,906,480
3) Current Assets, Loans & Advances	7	1,332,059,731	1,028,927,137
Less : Current Liabilities & Provisions	8	746,683,379	549,013,639
Net Current Assets		585,376,352	479,913,498
TOTAL		804,291,563	695,069,000
Significant Accounting Policies	14		
Notes to Accounts	15		

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

(D. V. Vakharia)
Proprietor
Membership No.: 46115

V. A. Vakharia
Company Secretary

For And On Behalf Of The Board

Nagji K. Rita	Charirman & Managind Director
Virendra D. Singh	Wholetime Director
Kanji B. Rita	Director
Pravin N. Gala	Director
Vinod K. Shah	Director
H. M. Gajbhiye	Director
Ajay Kherra	Director
Arun N. Joshi	Director
Arvind J. Gala	Chief Financial Officer

Place: Mumbai
Date : 28th June, 2010

INVENTURE GROWTH & SECURITIES LIMITED
PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
INCOME			
Income from Operations	9	326,394,572	201,257,300
Profit on Sale of Investments (Net)		631,365	505,115
Interest Income (TDS Rs. 46,30,169) (Previous Year TDS Rs. 60,57,290)		45,690,845	29,385,170
Other Income	10	31,354,959	20,414,401
TOTAL		404,071,741	251,561,986
EXPENDITURE			
Personnel Expenses	11	47,579,218	43,523,257
Operating & Establishment Expenses	12	155,130,451	127,599,050
Interest & Other Financial Charges	13	37,528,164	27,157,746
Depreciation		11,435,001	10,275,825
TOTAL		251,672,834	208,555,878
Profit For The Year Before Taxation		152,398,907	43,006,108
Less : Provision for Taxation			
- Current Tax		49,800,000	12,000,000
- Deferred Tax Adjustments		1,564,050	2,675,597
- Fringe Benefit Tax		-	500,000
- Tax Adjustment For Earlier Years		-	473,454
		51,364,050	15,649,051
Net Profit For The Year		101,034,857	27,357,057
Add : Balance Brought Forward		22,283,604	13,116,197
Profit Available For Appropriation		123,318,461	40,473,254
Appropriations :			
Proposed Dividend		14,000,000	7,000,000
Corporate Dividend Tax		2,192,355	1,189,650
Transfer to General Reserve		90,000,000	10,000,000
Balance Carried to Balance Sheet		17,126,106	22,283,604
		123,318,461	40,473,254
Basic and Diluted Earning Per Share		7.22	1.95
Significant Accounting Policies	14		
Notes to Accounts	15		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.
 Chartered Accountants

(D. V. Vakharia)
 Proprietor
 Membership No.: 46115

V. A. Vakharia
 Company Secretary

Place: Mumbai
 Date : 28th June, 2010

For And On Behalf Of The Board

Nagji K. Rita Charirman &
 Managind Director
 Virendra D. Singh Wholetime Director
 Kanji B. Rita Director
 Pravin N. Gala Director
 Vinod K. Shah Director
 H. M. Gajbhiye Director
 Ajay Khara Director
 Arun N. Joshi Director
 Arvind J. Gala Chief Financial Officer

INVENTURE GROWTH & SECURITIES LIMITED
 SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010	As At 31.03.2009
SCHEDULE - 1		
Share Capital		
Authorised Capital :		
24,500,000 Equity Shares of Rs. 10/- each	245,000,000	105,000,000
Previous Year 1,05,00,000 Equity Shares of Rs. 10/- each		
500,000 Preference Shares of Rs.10/- each	5,000,000	5,000,000
TOTAL	250,000,000	110,000,000
Issued, subscribed & paid up :		
14,000,000 Equity Shares of Rs. 10/- each fully paid up (Of the above shares, 70,00,000 equity shares are allotted as fully paid up bonus shares by capitalisation of Capital Redemption Reserve, Securities Premium Account and General Reserve)	140,000,000	70,000,000
Previous Year 70,00,000 Equity Shares of Rs. 10/- each		
TOTAL	140,000,000	70,000,000
SCHEDULE - 2		
Reserves & Surplus		
Capital Redemption Reserve		
Balance Brought Forward	5,000,000	5,000,000
Less : Capitalised for issue of Bonus Shares	(5,000,000)	-
	-	5,000,000
Securities Premium		
Balance Brought Forward	2,375,000	2,375,000
Less : Capitalised for issue of Bonus Shares	(2,375,000)	-
	-	2,375,000
Capital Reserve		
Balance Brought Forward	2,025,000	2,025,000
	2,025,000	2,025,000
Taxation Reserve		
Balance Brought Forward	12,500,000	12,500,000
	12,500,000	12,500,000
General Reserve		
Balance Brought Forward	477,446,877	467,446,877
Add: addition during the year	90,000,000	10,000,000
Less : Capitalised for issue of Bonus Shares	(62,625,000)	-
	504,821,877	477,446,877
Profit & Loss Account Balance		
	17,126,106	22,283,604
TOTAL	536,472,983	521,630,481

PARTICULARS	As At 31.03.2010	As At 31.03.2009
SCHEDULE - 3		
Secured Loans		
Term Loan from ICICI Bank Ltd. (Secured against the Mortgage of Office Premises at Andheri)	82,189,505	87,322,130
Term Loan From ICICI Home Finance Company Ltd (Secured against the Mortgage of Office Premises at Andheri)	14,865,069	-
Loan from HDFC Bank Ltd. (Secured against the Hypothecation of Motor Car)	1,324,425	2,929,079
Loan from Kotak Mahindra Prime Ltd. (Secured against the Hypothecation of Motor Car)	655,953	1,367,732
TOTAL	99,034,952	91,618,941
Note: The Principal amount of Term Loans and Vehicle Loans installments due within One year from the date of Balance Sheet is Rs.1,15,13,501/- (Previous Year Rs. 75,83,989/-).		
SCHEDULE - 4		
Unsecured Loans		
Loan From Director	1,000,000	2,100,000
Loans from Other Companies	16,500,000	-
TOTAL	17,500,000	2,100,000

SCHEDULE - 5

FIXED ASSETS

PARTICULARS	G R O S S B L O C K			D E P R E C I A T I O N / A M O R T I Z A T I O N				N E T B L O C K		
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	Upto 31.03.2009	For the year	Deductions	Upto 31.03.2010	As At 31.03.2010	As At 31.03.2009
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A) Intangible Assets : Membership of Bombay Stock Exchange Ltd.	18,100,000	-	-	18,100,000	15,686,668	1,206,667	-	16,893,335	1,206,665	2,413,332
Computer Softwares	3,840,508	5,843,896	-	9,684,404	1,694,904	1,551,848	-	3,246,752	6,437,652	2,145,604
Total (A)	21,940,508	5,843,896	-	27,784,404	17,381,572	2,758,515	-	20,140,087	7,644,317	4,558,936
B) Tangible Assets : Office Premises	78,197,993	2,403,450	-	80,601,443	2,056,256	1,287,819	-	3,344,075	77,257,368	76,141,737
Office Equipments	8,074,648	271,915	-	8,346,563	1,204,387	390,578	-	1,594,965	6,751,598	6,870,261
Air Conditioners	2,951,678	65,075	-	3,016,753	318,735	141,746	-	460,481	2,556,272	2,632,943
Furniture & Fixtures	25,738,713	6,007,866	-	31,746,579	3,449,715	1,747,213	-	5,196,928	26,549,651	22,288,998
Computers	31,676,029	1,704,353	-	33,380,382	16,766,920	4,104,756	-	20,871,676	12,508,706	14,909,109
Motor Cars	10,665,961	-	525,000	10,140,961	1,818,923	1,004,375	97,682	2,725,616	7,415,345	8,847,038
Total (B)	157,305,021	10,452,659	525,000	167,232,680	25,614,936	8,676,487	97,682	34,193,741	133,038,940	131,690,086
T O T A L (Rs.)	179,245,530	16,296,555	525,000	195,017,084	42,996,508	11,435,001	97,682	54,333,827	140,683,257	136,249,022
Previous Year (Rs.)	160,420,501	18,825,029	-	179,245,530	32,720,683	10,275,825	-	42,996,508	136,249,022	127,699,818

Name of the Company	Face Value Rs.	Nos.	As At 31.03.2010 Rs.	Nos.	As At 31.03.2009 Rs.
SCHEDULE - 6					
Investments (Long Term - At Cost) (Fully Paid-up)					
Trade Investments (Unquoted)					
Equity Shares of Subsidiaries					
Inventure Finance Pvt. Ltd.	10	800,000	51,129,000	800,000	51,129,000
Inventure Commodities Limited	10	2,190,100	21,901,000	2,190,100	21,901,000
Inventure Wealth Management Limited	10	519,994	5,199,940	519,994	5,199,940
(A)			78,229,940		78,229,940
Other Investments					
Equity Shares : (Unquoted)					
Bombay Stock Exchange Ltd.	1	26,182	2,014	26,182	2,014
(B)			2,014		2,014
Equity Shares : (Quoted)					
Hindustan Oil Exploration Ltd.	10	-	-	4,802	566,926
Tata Steel Co. Ltd.	10	-	-	125	37,500
(During the year , 116 Equity shares were received pursuant to conversion of pref. share into equity shares)					
(C)			-		604,426
Preference Shares : (Quoted)					
Tata Steel Co. Ltd.	100	-	-	701	70,100
(During the year , 116 Equity shares were converted into equity shares in the ratio of 1:6)					
(D)			-		70,100
TOTAL (A to D)			78,231,954		78,906,480
Book Value of quoted Investments			-		674,526
Book Value of unquoted Investments			78,231,954		78,231,954
Aggregate market value of quoted Investments			-		670,403

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 7		
Current Assets, Loans & Advances		
A) Current Assets :		
Stock - in - trade		
Shares And Other Securities		
(As taken, valued & certified by director -	96,235	319,183
- At lower of cost or market value)		
Sundry Debtors : (Unsecured & considered Good)		
Due for more than Six months		
- Considered Good	20,837,265	94,262,646
- Considered Doubtful	-	-
	20,837,265	94,262,646
Other Debts		
- Considered Good	439,459,495	372,681,869
	460,296,760	466,944,515
Cash in hand	125,716	195,398
Balance with Scheduled Banks :		
In Current Accounts	82,102,005	26,790,510
In Fixed Deposits	508,776,000	305,078,000
(Of the above, deposits aggregating Rs. 50,80,26,000/-		
(Previous year Rs. 30,50,78,000/-)		
pledged with Stock Exchanges/Banks/Others)		
(A)	1,051,396,716	799,327,606
B) Loans And Advances :		
(Unsecured - Considered Good)		
Advances to Subsidiaries	198,575,000	130,192,000
Advances recoverable in cash or in kind or for value to be received	32,980,862	15,914,595
Deposits	24,275,804	60,085,693
Advance and Prepaid Taxes (Net of Provision for Taxation)	24,831,349	23,407,243
(B)	280,663,015	229,599,531
TOTAL (A) + (B)	1,332,059,731	1,028,927,137
SCHEDULE - 8		
Current Liabilities & Provisions		
Current Liabilities :		
Bank Overdraft Accounts	35,370,200	73,515,347
Sundry Creditors	1,544,983	2,809,425
Due to Clients	151,924,671	221,708,619
Security Deposits	534,234,484	236,407,590
Other Liabilities	5,305,684	4,326,406
	728,380,022	538,767,387
Provisions :		
Proposed Dividend	14,000,000	7,000,000
Corporate Dividend Tax	2,192,355	1,189,650
Employees Defined Benefit (Gratuity)	2,111,002	2,056,602
	18,303,357	10,246,252
TOTAL	746,683,379	549,013,639

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 9		
Income from Operations		
Brokerage (Gross)		
- Secondary Market	239,467,053	160,284,443
- Primary Market	54,628	266,835
- Mutual Funds	288,356	639,067
- Others (Fixed Deposits etc.) (TDS Rs. 1,39,826/-, Previous Year Rs. NIL)	1,390,469	23,600
Commission (Gross)		
- Insurance Products (TDS Rs. 98,600/-, Previous Year Rs. 1,21,237)	894,674	1,109,124
	242,095,180	162,323,069
Arbitrage/Securities Trading		
Arbitrage Operations & Securities Trading (Net)	76,002,368	30,893,787
Increase / (Decrease) in Stock-In- Trade	(222,948)	(125,780)
	75,779,420	30,768,007
Depository Operations	8,519,972	8,166,224
TOTAL	326,394,572	201,257,300
SCHEDULE - 10		
Other Income		
Dividends	850,111	794,555
Miscellaneous Income	30,504,848	19,619,846
TOTAL	31,354,959	20,414,401
SCHEDULE - 11		
Personnel Expenses		
Salaries, Bonus & Allowances	45,117,727	39,835,867
Contribution to Provident Funds etc.	635,160	438,451
Employee Benefit (Gratuity) Expenses	54,400	884,261
Staff welfare Expenses	1,771,931	2,364,678
TOTAL	47,579,218	43,523,257

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 12		
Operating & Establishment Expenses		
Sub-brokerage / Commission	94,274,081	74,176,916
Payment to Franchisees	5,853,024	3,675,472
Securities Transaction Tax	17,594,488	10,121,356
Stock Exchange Expenses & Contribution to Stock Ex. Funds	1,627,678	1,097,110
SEBI Turnover/Registration Charges	1,399,248	1,094,898
Depository Charges paid to Depository	2,249,415	1,594,167
Demat Charges Paid to Depository Participants	441,205	463,758
Rent	3,740,626	3,913,656
Electricity Expenses	4,474,015	4,776,242
Printing & Stationery	1,539,081	1,748,286
Telephone Expenses	6,637,955	8,071,486
Repairs & Maintenance	5,545,254	4,219,833
Software Expenses	110,598	92,896
Advertisement & Publicity	2,636,334	2,290,061
Legal & Stamping Charges	1,220,105	872,364
Legal & Professional fees	1,505,760	3,651,436
Directors Sitting Fees	112,500	50,000
Keyman Insurance Premium	447,365	447,365
Other Insurance Expenses	141,721	183,702
Conveyance & Travelling Expenses	431,979	679,525
Bad Debts Written Off	-	2,206,161
Less: transfer from Provision for doubtful debts	-	(1,294,796)
Client Compensation	633,125	216,000
Donations	46,903	913,502
Loss On Sale Of Motor Car	27,318	-
Miscellaneous Expenses	2,440,673	2,337,654
TOTAL	155,130,451	127,599,050
SCHEDULE - 13		
Interest & Other Financial Charges		
Bank Interest on Overdraft	7,092,100	8,039,371
Bank Interest on Term Loan	11,471,867	11,057,290
Bank Charges and Commission	8,369,800	4,836,090
Other Interest & Financial Charges	10,594,397	3,224,995
TOTAL	37,528,164	27,157,746

SCHEDULE - 14

SIGNIFICANT ACCOUNTING POLICIES

1) System of Accounting

The financial statements have been prepared on a going concern and on accrual basis, under the historical cost convention and in accordance with the generally accepted accounting principles, the accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government and relevant provisions of the Companies Act 1956, to the extent applicable.

2) Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumption that affect the reported amount of assets, liabilities, revenues & expenses and disclosure of contingent assets & liabilities. The estimates & assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the Financial Statements. Actual results may differ from the estimates & assumptions used in preparing the accompanying Financial Statements. Any differences of actual results to such estimates are recognised in the year in which the results are known / materialised.

3) Revenue recognition

- a) Income from brokerage activities is recognized as income on the trade date of the transaction.
- b) Income from arbitrage operations is stated net of commission expenses, if any, incurred against it and without deduction of Securities Transaction Tax.
- c) Profit / Loss on sale of investments is recognized on the trade date of the transaction and is stated net of Securities Transaction Tax incurred.

4) Fixed Assets

Fixed assets are stated at cost less depreciation/amortization. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

5) Depreciation / Amortization

Tangible fixed assets are depreciated on straight line basis in accordance with the rates prescribed under Schedule XIV of the Companies Act, 1956.

Intangible assets are amortized on a straight line basis over a period having regard to their useful economic life and estimated residual value in accordance with Accounting Standard (AS) 26 "Intangible Assets".

Computer Softwares are amortized over a period of 4 years.

Bombay Stock Exchange Membership is amortized over a period of 15 years, having regard to the nature and long term economic life of the asset.

6) Stock - in - trade

Shares and Securities acquired for sale in the ordinary course of business are considered as stock - in - trade, and are valued at lower of cost or market value as at the year end.

7) Investments

Investments of long term nature are valued at cost. Provision is made to recognize a decline, other than temporary, in the value of such investments. Current Investments are valued at cost or market value, whichever is lower.

8) Securities Transaction Tax

Securities Transaction Tax related to the company's own transactions in shares & securities are charged to Profit & Loss account.

9) Borrowing costs

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are included to the extent they relate to the period till such assets are ready to be put to use. All other borrowing costs are charged to revenue.

10) Keyman Insurance

Keyman Insurance premium paid during the financial year is written off as expenditure in the profit and loss account.

11) Employees Retirement Benefits

(a) Provident Fund

The Company contributes to a recognized provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the profit and loss account.

(b) Gratuity

The employees of the Company are eligible for Gratuity in accordance with the Payment of Gratuity Act, and is a Defined Employee Benefit. The above benefit is not funded but provision is made in the accounts.

The Company's net obligation in respect of the gratuity benefit is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value.

The present value of the obligation under such benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service that give rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Actuarial gains and losses are recognized immediately in the profit and loss account

(c) Compensated Leave

Unutilized leave of staff lapses as at the year end and is not encashable. Accordingly, no provision is made for compensated absences.

12) Equity Index/Stock – Futures :

Equity Index/Stock Futures are marked-to-market on a daily basis. Debit or credit balance disclosed under Loans and advances or Current liabilities, respectively, in the "Mark-to-Market Margin – Equity Index/Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of Index/Stock Futures till the balance sheet date.

As on the Balance Sheet date, the profit/ loss on open position in Index/Stock futures are accounted for as follows:

- a. Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated profit, is ignored and no credit is taken in the profit & loss account.
- b. Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated loss, is recognized in the profit & loss account.

On final settlement or squaring up of contracts for equity index/stock futures, the profit or loss is calculated as difference between settlement/squaring up price and contract price. Accordingly, debit or credit balance pertaining to the settlement/squared up contract in "Mark-to-Market Margin Equity Index/Stock Futures Account" is recognized in the profit & loss account upon expiry of the contracts.

Initial Margin – Equity Index/Stock Futures Account", representing initial margin paid, for entering into contracts for Equity Index/Stock Futures, which are released on final settlement/squaring-up of underlying contracts, is disclosed as under Loans and advances.

13) Equity Index/Stock – Options :

“Equity Index/Stock Option Premium Account” represents premium paid or received for buying or selling the options, respectively.

14) Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax law), deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the year).

Deferred taxation

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of the assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realised.

15) Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generated unit to which the asset belongs, is less than its carrying amount, the carrying amount is reduced to its recoverable amount.

16) Provisions, contingent Liabilities & Contingent Assets

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

SCHEDULE - 15

NOTES FORMING PART OF ACCOUNTS

1) Previous year's figures have been regrouped and / or rearranged wherever necessary to make them comparable.

2) Contingent Liabilities

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
Claims against the Company not acknowledged as debts	Nil	Nil
Disputed Income Tax Demands (excluding interest, if any)	5,855,601	7,376,168
Bank Guarantees given for subsidiary Inventure Commodities Ltd.	25,000,000	25,000,000

- 3) The Company has given counter guarantees in respect of guarantees aggregating Rs. 7,150 lacs (Previous year Rs.3,550 lacs) given by the bank on behalf of the Company to the Stock Exchanges towards Base Capital, Margin Deposits etc. required to be maintained by the Company with the Stock Exchanges. The Company has pledged fixed deposits of Rs.3,575 lacs (Previous year Rs.1,775 lacs) with the bank against the above bank guarantees.

4) Details of Directors' Remuneration

PARTICULARS	Managing Director	Wholetime Directors
Salaries	1,800,000 (1,800,000)	360,000 (2,085,000)
Contribution to Provident Fund	129,600 (129,600)	- -
Perquisites	14,400 (14,400)	- -

Figures stated in bracket are for previous year

5) Details of Auditor's Remuneration (Excluding Service Tax)

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
Audit Fees	100,000	70,000
Tax Audit Fees	20,000	20,000
Total	120,000	90,000

6) Computation of Earnings Per Share

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
a) Net Profit After Tax Available to Equity Shareholders	101,034,857	27,357,057
b) Weighted Average Number Of Equity Shares	14,000,000	14,000,000
c) Basic and Diluted Earning Per Share (Appropriately adjusted for Bonus Shares issued during the year ended 31.03.2010, as per Accounting Standard "Earnings Per Share" (AS-20))	7.22	1.95

- 7) Pursuant to Accounting Standard "Accounting for Taxes on Income" (AS 22), the Company has accounted for Deferred Tax adjustments representing tax effect of timing differences in respect of the undermentioned items.

The Components of Deferred Tax Liabilities / (Assets) are as follows:

PARTICULARS	As At 31.03.2010	As At 31.03.2009
Depreciation/Amortization of Fixed Assets	11,703,158	10,418,617
Provision for Retirement Benefits	(717,530)	(699,039)
Others	298,000	-
Net Deferred Tax Liabilities / (Assets)	11,283,628	9,719,578

- 8) During the year the Company has allotted Bonus Shares in the proportion of 1 equity share for every 1 equity share held. Consequently, the Paid up Equity Share Capital of the Company has risen from Rs 7 crores to Rs 14 crores.
- 9) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- 10) The company's operations predominantly consist of "Broking of shares/securities & other related activities ". Hence there are no reportable segments under Accounting Standard -17. During the year under report the company was engaged in its business only within India. The conditions prevailing in India being uniform no separate geographical disclosures are considered necessary.
- 11) The company has incurred various expenditure in connection with proposed initial public offering(IPO) aggregating Rs. 43,83,640/- till the balance sheet date, which has been shown under the head "Loans & Advances ". Upon completion of the IPO process the said expenditure will be dealt with appropriately in accordance with the accounting policy to be framed in this regard.

12) Closing Stock Valuation as on 31st March, 2010

Security	Opening Stock			Closing Stock		
	Op. Qty	Rate Rs	Amount Rs.	N. Qty	N. Rate Rs	Valuation Rs.
Aditya Birla Nuvo Limited	8	-	3,554	-	-	-
Amar Remedies Ltd.	1	16	16	-	-	-
Bajaj Auto Finance Ltd	60	69	4,116	-	-	-
Cranes Software Intl Ltd	12	42	501	-	-	-
Emami Limited	1	205	205	-	-	-
Eveready Inds. Ind. Ltd.	769	18	13,688	-	-	-
JK Pharma Ltd.	500	2	895	500	1.79	895
JSW Steel Limited	12	232	2,782	-	-	-
Mukand Ltd.	13,500	10	135,000	-	-	-
R. K. Forge Ltd.	50	27	1,350	50	27.00	1,350
Reliance Infrastructu Ltd	90	515	46,382	-	-	-
Sistema Shyam Tele Ltd.	15,880	6	93,990	15,880	5.92	93,990
SRM Energy	1,200	11	13,560	-	-	-
Todays Writing Products	1	20	20	-	-	-
Bajaj Auto Finance Ltd - Debenture	25	125	3,125	-	-	-
Total	32,109		319,183	16,430		96,235

13) Retirement Benefit - Gratuity

The employees of the Company are eligible for gratuity in accordance with the Payment of Gratuity Act, and is a Defined Employee Benefit. The above benefit is not funded but provision is made in the accounts for accrued gratuity under Projected Unit Credit Method of actuarial valuation.

The following table summaries the components of the employee benefit expenses recognised in the Profit & Loss account and the amount recognised in the Balance sheet for the gratuity provision made under actuarial method.

Profit and Loss account

Net employee benefit expenses (recognised in employee cost) Schedule No 11

PARTICULARS	Year Ended 31.03.2010
Current service cost	505,492
Interest on defined benefit obligation	198,562
Net actuarial losses/(gains) recognised in the year	(649,654)
Past service cost	-
Total included in "employee benefit expenses"	54,400

Balance Sheet

Details of provision for gratuity

PARTICULARS	As At 31.03.2010
Discounted Present value of accrued gratuity liability as at the year end determined as per Actuarial valuation (Schedule No 8)	2,111,002
Amount in balance Sheet	2,111,002

Changes in the present value of the defined benefit obligation are as follows:

PARTICULARS	Year Ended 31.03.2010
Provision at the beginning of the year	2,056,602
Interest cost	198,562
Current Service Cost	505,492
Past service cost (non vested benefit)	-
Past service cost (vested benefit)	-
Benefits paid	-
Actuarial (gain)/losses	(649,654)
Provision at the end of the year	2,111,002

Principal actuarial assumptions as at the balance sheet date:

PARTICULARS	Year Ended 31.03.2010
Discount rate	8.00%
Salary escalation	5%
Employee attrition rate	5%

14) Related Party Disclosures.

The following details give the information pursuant to Accounting Standard (AS) 18 "Related Party Disclosures".

A) Name of the Related Parties and the Nature of Relationship

Name of the Related Parties	Nature of Relationship
Inventure Finance Private Limited	Subsidiary Company
Inventure Insurance Broking Private Limited	Step down Subsidiary Company
Inventure Commodities Limited	Subsidiary Company
Inventure Wealth Management Limited	Subsidiary Company
Nagji Keshavji Rita	Director and Key Management Personnel
Virendra Dudhnath Singh	Director and Key Management Personnel
Amrutben Kanji Shah	Relative of Director
Jayshree Nagji Rita	Relative of Director
Khimaiben Keshavji Rita	Relative of Director
Kiran Virendra Singh	Relative of Director
Ratan Vinod Shah	Relative of Director
Shraddha V. Singh	Relative of Director
Shweta Virendra Singh	Relative of Director
Varsha P. Shah	Relative of Director
Sejal N. Shah	Relative of Director
Gulavati Singh	Relative of Director
Padmaben S. Rita	Relative of Director
Suyojana Impex Pvt. Ltd	Enterprises significantly influenced by the Director
K R Shoppers Pvt Ltd.	Enterprises significantly influenced by the Director
Keshavji M. Rita HUF	Enterprises significantly influenced by the Director
Nagji K. Rita HUF	Enterprises significantly influenced by the Director

B) Details of Related Party transactions during the year ended 31.03.2010

PARTICULARS	Subsidiaries	Directors & Key Management Personnel	Relatives of Directors & Key Management Personnel	Enterprises significantly influenced by the Directors / Relatives	Total (Rs.)
Salary/Remuneration paid	-	2,160,000	4,059,455	-	6,219,455
Loans & Advances given	618,042,500	-	-	-	618,042,500
Loans & Advances received back	549,642,500	-	-	-	549,642,500
Security Deposit Received	-	-	1,600,000	-	1,600,000
Security Deposit Repaid	-	-	1,100,000	-	1,100,000
Loans Received	-	400,000	-	35,000,000	35,400,000
Loans Repaid	-	1,500,000	-	30,000,000	31,500,000
Interest Paid	-	229,357	246,698	1,755,069	2,231,124
Interest Received	11,715,537	-	-	-	11,715,537
Rent Received	240,000	-	-	-	240,000
Rent Paid	-	-	1,200,000	1,440,000	2,640,000
Administrative Expenses incurred	241,100	-	-	-	241,100
Administrative Expenses Recovered	241,100	-	-	-	241,100
Outstanding Credit/(Debit) Balance	(198,575,000)	1,000,000	2,400,000	5,000,000	(190,175,000)

15) Balance Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details		(Rupees in '000)
	Registration No.	L65990MH1995PLC089838
	State Code	11
	Balance Sheet Date	31.03.2010
I	Capital Raised During The Year :	
	Public Issue	-
	Rights Issue	-
	Bonus Issue	-
	Private Placement	-
II	Position Of Mobilisation And Deployment Of Funds :	
	Total Liabilities	804,292
	Total Assets	804,292
III	Sources Of Funds :	
	Paid -up Capital	140,000
	Reserves & Surplus	536,473
	Secured Loans	99,035
	Unsecured Loans	17,500
	Deferred Tax Liability	11,284
		804,292
	Application Of Funds :	
	Net Fixed Assets	140,683
	Investments	78,232
	Net Current Assets	585,376
	Miscellaneous Expenditure	-
		804,292

Registration Details		(Rupees in '000)
IV	Performance Of The Company For the year ended 31st March, 2010	
	Turnover	404,072
	Total Expenditure	251,673
	Profit Before Tax	152,399
	Profit After Tax	101,035
	Earning Per Share in Rupees (Face Value Rs. 10/-)	7.22
	Dividend Rate (%)	10%
V	Products Of The Company :	
	Item Code No	N. A.
	(ITC Code)	N. A.
	Product Description	N. A.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

(D. V. Vakharia)
Proprietor
Membership No. 46115

V. A. Vakharia
Company Secretary

Place: Mumbai
Date: 28th June, 2010

For and On Behalf Of The Board

Nagji K. Rita Charirman & Managind Director

Virendra D. Singh Wholetime Director

Kanji B. Rita Director

Pravin N. Gala Director

Vinod K. Shah Director

H. M. Gajbhiye Director

Ajay Khera Director

Arun N. Joshi Director

Arvind J. Gala Chief Financial Officer

INVENTURE GROWTH & SECURITIES LTD.
 Cash Flow Statement For The Year Ended 31st March, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A) Cash Flow From Operating Activities		
Net profit before taxation and exceptional items	152,398,907	43,006,108
Adjustments for :		
Profit on Sale of Investments	(631,365)	(505,115)
Loss on Sale of fixed Asset	27,318	-
Dividend Income	(850,111)	(794,555)
Interest Received	(45,690,845)	(29,385,170)
Depreciation	11,435,001	10,275,825
Interest and Other Financial Charges	37,528,164	27,157,746
Provision for Defined Employees Benefit	54,400	884,261
Operating Profit Before Working Capital Changes	154,271,469	50,639,101
Adjustments for :		
Stock in Trade	222,948	125,780
Trade and Other Receivables	40,326,528	(146,748,663)
Trade Payables	227,732,898	43,190,640
Income Taxes Paid/ Refunds (Net)	(51,224,106)	(12,079,615)
Net Cash From Operating Activities (A)	371,329,737	(64,872,757)
B) Cash Flow From Investing Activities :		
Purchase of fixed assets	(16,271,670)	(30,811,208)
Capital work in progress	-	-
Disposal of fixed assets	400,000	-
Purchase of Investments	-	(62,200,940)
Sale of Investments	1,305,891	6,700,715
Interest received	30,755,694	25,908,265
Dividend received	850,111	794,555
Advances to Subsidiaries	(68,383,000)	(44,091,560)
Term Deposits with Banks (Net)	(203,698,000)	121,112,200
Net Cash From Investing Activities (B)	(255,040,974)	17,412,027
C) Cash Flow From Financing Activities :		
Share Application Money Received	-	(31,162,500)
Dividend Paid	(7,000,000)	(18,104,918)
Corporate Dividend Tax paid	(1,189,650)	(3,076,931)
Loans From Banks/Financial Institution	15,000,000	14,000,000
Loans Repaid to Banks/Financial Institution	(7,583,989)	(3,646,122)
Loans From others	29,900,000	2,100,000
Loans From others-Repaid	(14,500,000)	-
Interest and Other Financial Charges	(37,528,164)	(27,157,746)
Bank Overdraft (Net)	(38,145,147)	46,764,956
Net Cash Used In Financing Activities (C)	(61,046,950)	(20,283,261)
Net Increase in Cash and Cash Equivalents (A+B+C)	55,241,813	(67,743,991)
Cash and Cash Equivalents as at beginning	26,985,908	94,729,899
Cash and Cash Equivalents as at end	82,227,721	26,985,908

Notes:

1) Cash and Cash Equivalents are as under :

PARTICULARS	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
Cash in hand	125,716	195,398
In Current Accounts	82,102,005	26,790,510
	82,227,721	26,985,908

2 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard -3 on "Cash Flow Statements" issued by the Institute of Chartered accountants of india.

3 Previous year's figures have been regrouped/rearranged wherever necessary to conform to the current year's presentation.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.

For and On Behalf Of The Board

Chartered Accountants

Nagji K. Rita

Charirman & Managind Director

(D. V. Vakharia)
Proprietor

Virendra D. Singh

Wholetime Director

Membership No. 46115

Kanji B. Rita

Director

Pravin N. Gala

Director

Vinod K. Shah

Director

H. M. Gajbhiye

Director

Ajay Khera

Director

Arun N. Joshi

Director

Arvind J. Gala

Chief Financial Officer

V. A. Vakharia
Company Secretary

Place: Mumbai

Date: 28th June, 2010

Statement pursuant to Section 212 of the Companies Act, 1956
relating to Subsidiary Companies

PARTICULARS	Inventure Finance Pvt. Ltd.	Inventure Commodities Ltd.	Inventure Wealth Management Ltd.	Inventure Insurance Broking Pvt. Ltd. (#)
Relevant Financial year of the Subsidiary ended on	31st March, 2010	31st March, 2010	31st March, 2010	31st March, 2010
Number of Equity Shares held in Subsidiary	800,000	2,190,100	519,994	600,200
Total Issued Equity Share Capital of the Subsidiary Company	8,000,000	21,907,000	6,500,000	6,000,200
Percentage of Equity Shares held in the Subscribed Capital of the subsidiary	100.00%	99.97%	80.00%	100.00%
The net aggregate of Profit/(Loss) of the Subsidiary Company for its financial period so far as they concern the member of Inventure Growth & Securities Ltd.				
a)Dealt with in the accounts of Inventure Growth & Securities Ltd. for the year ended 31st March, 2010	NIL	NIL	NIL	NIL
b)Not dealt with in the accounts of Inventure Growth & Securities Ltd. or the year ended 31st March, 2010	16,819,621	30,071,636	404,905	(1,460,722)
The net aggregate of Profit/ (Loss) of the Subsidiary Company for its previous financial periods so far as they concern the member of Inventure Growth & Securities Ltd.				
a)Dealt with in the accounts of Inventure Growth & Securities Ltd. for the year ended 31st March, 2010	NIL	NIL	NIL	NIL
b)Not dealt with in the accounts of Inventure Growth & Securities Ltd. for the year ended 31st March, 2010	860,927	25,207,940	(1,347,625)	82,903

Wholly owned Subsidiary Company of Inventure Wealth Management Ltd.

For and on behalf of the Board

Place : Mumbai
Date : 28th June, 2010

(Nagji K. Rita)
Managing Director

CONSOLIDATED



Auditor's Report on the Consolidated Financial Statements

To the Board of Directors of Inventure Growth & securities Limited

We have audited the attached consolidated balance sheet of Inventure Growth & Securities Ltd. and its subsidiaries (collectively referred to as " the Group ") as at 31st March, 2010, the consolidated profit and loss account and the consolidated cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of company's management .Our responsibility is to express an opinion on these financial statements based on our audit.

We have 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.

We report that the consolidated financial statements have been prepared by the Company in accordance with the requirements of Accounting Standards (AS) 21- consolidated financial Statements, as prescribed under the Companies(Accounting Standards), Rules ,2006 and on the basis of the separate audited financial statements of the Company and its subsidiaries included in the consolidated financial statements.

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the consolidated balance sheet, of the state of affairs of the Group as at 31st March 2010;
- b) in the case of the consolidated profit and loss account, of the profit of the Group for the year ended on that date;; and
- c) in the case of consolidated cash flow statement, of the cash flows of the Group for the year ended on that date.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 28th June, 2010

INVENTURE GROWTH & SECURITIES LTD.
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	As at 31.03.2010 Rs	As at 31.03.2009 Rs
SOURCES OF FUNDS			
1) Shareholders' Fund			
Share Capital	1	140,000,000	70,000,000
Reserves & Surplus	2	618,702,448	557,899,254
2) Minority Interest		852,640	1,041,965
3) Loan Funds			
Secured Loans	3	188,634,952	91,618,941
Unsecured Loans	4	17,500,000	2,100,000
4) Deferred Tax Liability		11,942,147	10,251,276
TOTAL		977,632,187	732,911,436
APPLICATION OF FUNDS			
1) Fixed Assets			
Gross Block	5	196,128,883	180,325,373
Less : Depreciation		55,150,460	43,679,693
Net Block		140,978,423	136,645,680
2) Goodwill on Consolidation		15,007,600	15,007,601
3) Investments	6	114,393,025	145,024,160
4) Current Assets, Loans & Advances	7	1,467,902,439	1,024,688,521
Less : Current Liabilities & Provisions	8	760,649,300	588,454,526
Net Current Assets		707,253,139	436,233,995
TOTAL		977,632,187	732,911,436
Significant Accounting Policies	14		
Notes to Consolidated Financial Statements	15		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.
 Chartered Accountants

(D. V. Vakharia)
 Proprietor
 Membership No.: 46115

V. A. Vakharia
 Company Secretary

Place: Mumbai
 Date : 28th June, 2010

For And On Behalf Of The Board

Nagji K. Rita Charirman &
 Managind Director
 Virendra D. Singh Wholetime Director
 Kanji B. Rita Director
 Pravin N. Gala Director
 Vinod K. Shah Director
 H. M. Gajbhiye Director
 Ajay Kherra Director
 Arun N. Joshi Director

Arvind J. Gala Chief Financial Officer

INVENTURE GROWTH & SECURITIES LTD.
PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
I N C O M E			
Income from Operations	9	392,549,760	242,248,423
Profit / (Loss) on Sale of Investments (Net)		9,797,459	(412,553)
Interest (Gross) (TDS Rs. 47,54,337/-) (Previous Year T.D.S. Rs.66,72,035/-)		35,525,254	28,383,643
Other Income	10	32,000,172	21,751,339
TOTAL		469,872,645	291,970,853
EXPENDITURE			
Personnel Expenses	11	55,340,526	47,282,345
Operation and Establishment Expenses	12	156,250,261	131,222,474
Interest & Other Financial Charges	13	43,396,243	27,848,977
Depreciation		11,568,449	10,376,127
TOTAL		266,555,479	216,729,922
Profit for the year before taxation		203,317,166	75,240,931
Less : Provision for taxation			
- Current Tax		54,687,000	17,625,000
- Deferred Tax Adjustments		1,690,871	2,661,751
- Fringe Benefit Tax		-	503,950
- Tax Adjustment For Earlier Years		-	445,773
		56,377,871	21,236,474
Net Profit for the year after taxation before minority interest		146,939,295	54,004,457
Less: Share of minority interest for the year		(189,137)	(263,875)
Net Profit for the year after minority interest		147,128,432	54,268,332
Add: Balance Brought Forward		47,957,252	10,887,037
Add: adjustment arising on consolidation		(12)	1,191,534
Adjusted Balance Brought Forward		47,957,240	12,078,571
Profit Available For Appropriation		195,085,672	66,346,902
Appropriations:			
Proposed Dividend		14,000,000	7,000,000
Corporate Dividend Tax		2,325,225	1,189,650
Transfer to General Reserve		100,000,000	10,000,000
Transfer to Statutory Reserve:		4,000,000	200,000
Balance Carried to Balance Sheet		74,760,447	47,957,252
		195,085,672	66,346,902
Basic and Diluted Earnings Per Share		10.51	3.88
Significant Accounting Policies	14		
Notes to Consolidated Financial Statements	15		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.
 Chartered Accountants

(D. V. Vakharia)
 Proprietor
 Membership No.: 46115

V. A. Vakharia
 Company Secretary

Place: Mumbai
 Date : 28th June, 2010

For And On Behalf Of The Board

Nagji K. Rita Charirman &
 Managind Director

Virendra D. Singh Wholetime Director

Kanji B. Rita Director

Pravin N. Gala Director

Vinod K. Shah Director

H. M. Gajbhiye Director

Ajay Kherra Director

Arun N. Joshi Director

Arvind J. Gala Chief Financial Officer

INVENTURE GROWTH & SECURITIES LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET
AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 1		
Share Capital		
Authorised Capital :		
24,500,000 Equity Shares of Rs. 10/- each	245,000,000	105,000,000
Previous Year 1,05,00,000 Equity Shares of Rs. 10/- each		
500,000 Preference Shares of Rs.10/- each	5,000,000	5,000,000
TOTAL	250,000,000	110,000,000
Issued, subscribed & paid up :		
14,000,000 Equity Shares of Rs. 10/- each fully paid up	140,000,000	70,000,000
(Of the above shares, 70,00,000 equity shares are allotted as fully paid up bonus shares by capitalisaion of Capital Redemption Reserve, Securities Premium Account and General Reserve)Redemption Reserve, Securities Premium Account and General Reserve)		
Previous Year 70,00,000 Equity Shares of Rs. 10/- each		
TOTAL	140,000,000	70,000,000
SCHEDULE - 2		
Reserves & Surplus		
Capital Redemption Reserve		
Balance Brought Forward	5,000,000	5,000,000
Less : Capitalised for issue of Bonus Shares	(5,000,000)	-
	-	5,000,000
Securities Premium		
Balance Brought Forward	12,027,500	2,375,000
Addition During The Year	-	9,652,500
Less : Capitalised for issue of Bonus Shares	(2,375,000)	-
	9,652,500	12,027,500
Capital Reserve		
Balance Brought Forward	2,025,000	2,025,000
	2,025,000	2,025,000
Taxation Reserve		
Balance Brought Forward	12,500,000	12,500,000
	12,500,000	12,500,000
General Reserve		
Balance Brought Forward	477,446,877	467,446,877
Add : Transfer During The Year	100,000,000	10,000,000
Less : Capitalised for issue of Bonus Shares	(62,625,000)	-
	514,821,877	477,446,877
Statutory Reserve		
Balance Brought Forward	942,625	742,625
Add : Transfer from Profit & Loss Account	4,000,000	200,000
	4,942,625	942,625
Profit & Loss Account Balance	74,760,446	47,957,252
TOTAL	618,702,448	557,899,254

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 3		
Secured Loans		
Term Loan from ICICI Bank Ltd. (Secured against the Mortgage of Office Premises at Andheri)	82,189,505	8,73,22,130
Term Loan from ICICI Bank Ltd. (Secured against the Mortgage of Office Premises at Andheri)	14,865,069	-
Loan from HDFC Bank Ltd. (Secured against the Hypothecation of Motor Car)	1,324,425	29,29,079
Loan from Kotak Mahindra Prime Ltd. (Secured against the Hypothecation of Motor Car)	655,953	13,67,732
Kotak Mahindra Prime Ltd (Secured, pursuant to an agreement with the lender against collateral securities of the client held by the company as pledgee.)	4,000,000	-
ECL Finance Ltd (Secured, pursuant to an agreement with the lender against collateral securities of the client held by the company as pledgee.)	85,600,000	-
TOTAL	188,634,952	9,16,18,941
SCHEDULE - 4		
Unsecured Loans		
Loan from Director	1,000,000	21,00,000
Loans from Other Companies	16,500,000	-
TOTAL	17,500,000	21,00,000

SCHEDULE - 5

FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION/AMORTIZATION					NET BLOCK	
	Addition on Consolidation	Additions	Deductions	As At 31.03.2010	Upto 31.03.2009	Addition on Consolidation	For the year	Deductions	Upto 31.03.2010	As At 31.03.2010	As At 31.03.2009
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A) Intangible Assets : Membership of Bombay Stock Exchange Ltd.	-	-	-	18,100,000	15,686,668	-	1,206,667	-	16,893,335	1,206,665	2,413,332
Computer Softwares	-	5,843,895	-	9,814,403	1,824,904	-	1,551,847	-	3,376,751	6,437,652	2,145,604
Total (A)	-	5,843,895	-	27,914,403	17,511,572	-	2,758,514	-	20,270,086	7,644,317	4,558,936
B) Tangible Assets : Office Premises	-	2,403,450	-	80,601,443	2,056,256	-	1,287,819	-	3,344,075	77,257,368	76,141,737
Office Equipments	-	271,915	-	8,346,563	1,204,387	-	390,578	-	1,594,965	6,751,598	6,870,261
Air Conditioners	-	65,075	-	3,065,153	327,432	-	144,045	-	471,477	2,593,676	2,672,646
Furniture & Fixtures	-	6,007,866	-	31,746,579	3,449,715	-	1,747,213	-	5,196,928	26,549,651	22,288,998
Computers	-	1,736,309	-	34,313,781	17,311,408	-	4,235,905	-	21,547,313	12,766,468	15,266,064
Motor Cars	-	-	525,000	10,140,961	1,818,923	-	1,004,375	97,682	2,725,616	7,415,345	8,847,038
Total (B)	-	10,484,615	525,000	168,214,480	26,168,121	-	8,809,935	97,682	34,880,374	133,334,106	132,086,744
TOTAL (Rs.)	-	16,328,510	525,000	196,128,883	43,679,693	-	11,568,449	97,682	55,150,460	140,978,423	136,645,680
Previous Year (Rs.)	967,498	18,825,029	-	180,325,373	32,833,028	470,538	10,376,127	-	43,679,693	136,645,680	127,699,818

PARTICULARS	Face Value Rs.	Nos	As At 31.03.2010 Rs.	Nos	As At 31.03.2009 Rs.
SCHEDULE - 6					
Invesments (Long Term - At Cost) (Fully Paid-up)					
Trade Investments (Unquoted)					
Equity Shares : (Unquoted) Bombay Stock Exchange Ltd. (65,000 Equity shares acquired and sold during the year)	1	26,182	2,014	26,182	2,014
Units of Mutual Funds (un-quoted) LIC Mutual Fund(CMF Top Hundred Fund)	10	-	3,882,361	388,236	3,882,361
ICICI Prudential Income Plan - Dividend	10	-	-	272,438	3,500,000
(A)			3,884,375		7,384,375
Equity Shares : (Quoted)					
Euro Ceramics Limited	10	611,660	92,766,208	609,226	99,689,570
Sejal Architectural Glass Ltd.	10	399,981	17,742,442	555,621	25,580,830
Sundaram Multipap Limited	10	-	-	1,160,198	11,694,859
Hindustan Oil Exploration Ltd.	10	-	-	4,802	566,926
Tata Steel Co. Ltd.	10	-	-	125	37,500
(During the previous year, preference shares were converted into equity shares in the ratio of 1:6)					
(B)			110,508,650		137,569,685
Preference Shares : (Quoted) Tata Steel Co. Ltd.	100	-	-	701	70,100
(During the previous year, preference shares were converted into equity shares in the ratio of 1:6)					
(C)			-		70,100
TOTAL (A+B+C)			114,393,025		145,024,160
Book Value of quoted Investments			110,508,651		137,639,785
Book Value of unquoted Investments			3,884,375		7,384,375
Aggregate market value of quoted Investments			54,214,010		34,593,796

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 7		
Current Assets, Loans & Advances		
A) Current Assets :	96,235	319,183
Stock - in - trade		
Shares And Other Securities		
(As taken, valued & certified by director -		
- At lower of cost or market value)		
Sundry Debtors : (Unsecured)		
Due for more than Six months		
- Considered Good	28,161,544	97,710,755
- Considered Doubtful	-	-
	28,161,544	97,710,755
Other Debts		
- Considered Good	442,180,538	381,056,883
	470,342,082	478,767,638
Cash in hand	174,704	239,040
Balance with Scheduled Banks :		
In Current Accounts	138,133,489	33,158,637
In Fixed Deposits	526,876,000	319,151,907
(Of the above, Deposits aggregating Rs. 52,20,26,000/-		
(Previous year 31,91,51,907/-)		
pledged with Stock Exchanges/Banks/Others)		
(A)	1,135,622,510	831,636,405
B) Loans And Advances :		
(Unsecured - Considered Good)		
Advances to others	253,170,410	70,628,854
Prepaid Expenses	10,112,066	6,770,674
Advances recoverable in cash or in kind or for value		
to be received	6,523,447	20,522,455
Services Tax Input Credit	885,255	1,136,070
Deposits	31,732,028	68,941,917
Advance and Prepaid Taxes (Net of Provision for Taxation)	29,856,723	25,052,146
(B)	332,279,929	193,052,116
TOTAL (A+B)	1,467,902,439	1,024,688,520
SCHEDULE - 8		
Current Liabilities & Provisions		
Current Liabilities:		
Bank Overdraft Accounts	35,555,944	73,687,802
Sundry Creditors	1,549,761	3,054,290
Due to Clients	156,185,695	239,602,508
Security Deposits	541,502,247	256,964,190
	7,419,426	4,899,484
Other Liabilities	742,213,073	578,208,274
Provisions :		
Proposed Dividend	14,000,000	7,000,000
Corporate Dividend Tax	2,325,225	1,189,650
Employees Defined Benefit (Gratuity)	2,111,002	2,056,602
	18,436,227	10,246,252
TOTAL	760,649,300	588,454,526

INVENTURE GROWTH & SECURITIES LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 9		
Income from Operations		
Brokerage (Gross)		
- Secondary Market	241,855,054	162,718,730
- Primary Market	54,628	266,835
- Mutual Funds	1,361,564	639,067
- Others	1,212,294	23,600
Commission (Gross)		
- Insurance Products	1,420,596	1,170,822
	245,904,136	164,819,054
Arbitrage/Securities Trading		
Arbitrage Operations & Securities Trading (Net)	110,515,878	39,901,976
Increase / (Decrease) in Stock-In- Trade	(222,948)	(125,780)
	110,292,930	39,776,196
Interest Income	23,461,764	8,910,680
Depository Operations	8,429,830	8,166,224
Profit from Commodity Trading	4,461,100	20,576,270
TOTAL	392,549,760	242,248,423
SCHEDULE - 10		
Other Income		
Dividends	1,026,360	1,637,147
Miscellaneous Income	30,973,812	20,114,192
TOTAL	32,000,172	21,751,339
SCHEDULE - 11		
Personnel Expenses		
Salaries, Bonus & Allowances	49,793,659	38,909,138
Contribution to Provident Funds etc.	635,160	438,451
Employee Benefit (Gratuity) Expenses	54,400	884,261
Directors' Remuneration	3,060,000	4,785,000
Staff welfare Expenses	1,797,306	2,265,495
TOTAL	55,340,525	47,282,345

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 12		
Operating & Establishment Expenses		
Sub-brokerage / Commission	92,132,939	74,206,622
Payment to Franchisees	5,853,024	3,675,472
Securities Transaction Tax on share trading	19,687,811	11,507,352
Stock Exchange Expenses & Contribution to Stock Ex. Funds	1,627,678	1,097,110
Commodity Exchange Expenses	219,340	447,282
SEBI Turnover/Registration Charges	1,399,248	1,094,898
Depository Charges	2,249,415	1,594,167
Demat Expenses	459,867	467,129
Rent	3,740,626	3,913,656
Electricity Expenses	4,502,705	4,805,072
Printing & Stationery	1,592,736	1,832,331
Telephone Expenses	6,829,699	8,154,335
Repairs & Maintenance	5,607,450	4,321,683
Software Charges	134,101	92,896
Advertisement & Publicity	2,641,697	2,292,432
Legal & Stamping Charges	1,226,670	871,982
Legal & Professional fees	1,757,735	4,555,298
Professional Tax	17,040	2,500
Directors Sitting Fees	112,500	50,000
Keyman Insurance Premium	447,365	447,365
Other Insurance Expenses	155,045	186,124
Conveyance & Travelling Expenses	538,193	706,407
Bad Debts Written Off	-	2,206,161
Less: transfer from Provision for doubtful debts	-	(1,294,796)
Client Compensation	633,125	216,000
Donations	46,903	913,502
ROC Filing Fees	14,100	145,699
Securities Transaction Tax on Investment	94,620	50,796
Preliminary Expenses Written Off	-	49,414
Loss on sale of Motor Car	27,318	-
Miscellaneous Expenses	2,501,311	2,613,585
TOTAL	156,250,261	131,222,474
SCHEDULE - 13		
Interest & Other Financial Charges		
Bank Interest on Overdraft	7,201,924	8,380,062
Bank Interest on Term Loan	11,471,867	11,057,290
Bank Charges and Commission	8,525,242	4,930,217
Other Interest & Financial Charges	16,197,210	3,481,408
TOTAL	43,396,243	27,848,977

SCHEDULE - 14

SIGNIFICANT ACCOUNTING POLICIES

1) System of Accounting

The financial statements are prepared under the historical cost convention and on accrual basis of accounting. The financial statements have been prepared in compliance with all material aspects with the notified Accounting Standards by Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.

2) Principles of consolidation

The consolidated financial statements relate to Inventure Growth & Securities Limited (the company) and its subsidiaries (together 'the group'). The consolidated financial statements have been prepared on the following basis:

a. The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) - 'Consolidated Financial Statements'.

b. The Consolidated Financial Statements are based on the audited financial statements of the company & its subsidiary companies for the year ended 31st March, 2010.

c. The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner as the holding company's financial statements.

d. The Financial Statement of the holding company and its subsidiaries have been combined to the extent possible on a line by line basis by adding together like items of assets, liabilities, income and expenses. On consolidation all intra company balances and transactions have been eliminated as far as possible.

e. The excess of cost over the company's investments in the subsidiary company is recognised in the consolidated financial statements as goodwill. The excess of company's share in equity and reserves of the subsidiary company over the cost of acquisition is treated as capital reserve.

f. Minority interest in the net income and net assets of the Subsidiary Companies is computed and disclosed separately.

g. The subsidiaries considered in the preparation of these financial statements are as follows:

PARTICULARS	Inventure Commodities Limited	Inventure Wealth Management Limited	Inventure Finance Private Limited	Inventure Insurance Broking Private Limited*
(a) Country of Incorporation	India	India	India	India
(b) % of ownership interest as at 31st March, 2010	99.97%	80.00%	100.00%	80.00%
(c) Period included in consolidation	01/04/2009 to 31/03/2010	01/04/2009 to 31/03/2010	01/04/2009 to 31/03/2010	01/04/2009 to 31/03/2010

* During the year under consideration Inventure Wealth Management Limited has acquired beneficial ownership of the 20 equity shares of Inventure Insurance Broking Private Limited and consequently Inventure Insurance Broking Private Limited has become its wholly owned subsidiary company.

3 Use of Estimates

The preparation of the Financial Statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumption that affect the reported amount of assets, liabilities, revenues & expenses and discloser of contingent assets & liabilities. The estimates & assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may defer from the estimates & assumptions used in preparing the accompanying Financial Statements. Any differences of actual results to such estimates are recognised in the period in which the results are known / materialised.

4 Revenue recognition

- (a) Income from brokerage activities is recognized as income on the trade date of the transaction.
- (b) Income from arbitrage operations is stated net of commission expenses, if any, incurred against it and without deduction of Securities Transaction Tax
- (c) Profit / Loss on sale of investments is recognized on the trade date of the transaction and is stated net of Securities Transaction Tax incurred
- (d) Transactions in Shares and Securities are accounted on Trade Dates.

5 Fixed Assets

Fixed assets are stated at cost less depreciation/amortization.

6 Depreciation / Amortization

Tangible fixed assets are depreciated on straight line basis in accordance with the rates prescribed under Schedule XIV of the Companies Act, 1956.

Intangible assets are amortized on a straight line basis over a period having regard to their useful economic life and estimated residual value in accordance with Accounting Standard (AS) 26 "Intangible Assets".

Computer Softwares are amortized over a period of 4 years.

Bombay Stock Exchange Membership is amortized over a period of 15 years, having regard to the nature and long term economic life of the asset.

7 Stock - in - trade

Shares and Securities acquired for sale in the ordinary course of business are considered as stock-in-trade, and are valued at lower of cost or market value as at the year end.

8 Investments

(a) Investments of long term nature are valued at cost. Provision is made to recognize a decline, other than temporary, in the value of such investments. Current Investments are valued at cost or market value, whichever is lower.

(b) Investments are accounted at cost inclusive of brokerage, stamp duty and incidental expenses but excluding Securities Transaction Tax, which are written off as expenses. Long Term Investments are valued at cost. Provision is made for diminution in the value of investments where the diminution is other than temporary.

9 Securities Transaction Tax

Securities Transaction Tax related to the group's own transactions in shares & securities are charged to Profit & Loss account.

10 Borrowing costs

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are included to the extent they relate to the period till such assets are ready to be put to use. All other borrowing costs are charged to revenue.

11 Keyman Insurance

Keyman Insurance premium paid during the financial year is written off as expenditure in the profit and loss account.

12 Employees Retirement Benefits

(a) Provident Fund

The Company contributes to a recognised provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognised in the profit and loss account.

(b) Gratuity

The employees of the Company are eligible for Gratuity in accordance with the Payment of Gratuity Act, and is a Defined Employee Benefit. The above benefit is not funded but provision is made in the accounts.

The Company's net obligation in respect of the gratuity benefit is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value.

The present value of the obligation under such benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method which recognises each period of service that give rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the profit and loss account.

(c) Compensated Leave

Unutilised leave of staff lapses as at the year end and is not encashable. Accordingly, no provision is made for compensated absences.

13 Equity Index/Stock – Futures :

Equity Index/Stock Futures are marked-to-market on a daily basis. Debit or credit balance disclosed under Loans and advances or Current liabilities, respectively, in the "Mark-to-Market Margin – Equity Index/Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of Index/Stock Futures till the balance sheet date.

As on the Balance Sheet date, the profit/ loss on open position in Index/Stock futures are accounted for as follows:

a. Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated profit, is ignored and no credit is taken in the profit & loss account.

b. Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated loss, is recognized in the profit & loss account.

On final settlement or squaring up of contracts for equity index/stock futures, the profit or loss is calculated as difference between settlement/squaring up price and contract price. Accordingly, debit or credit balance pertaining to the settlement/squared up contract in "Mark-to-Market Margin Equity Index/Stock Futures Account" is recognized in the profit & loss account upon expiry of the contracts.

"Initial Margin – Equity Index/Stock Futures Account", representing initial margin paid, for entering into contracts for Equity Index/Stock Futures, which are released on final settlement/squaring-up of underlying contracts, is disclosed as under Loans and advances.

14 Equity Index/Stock – Options :

"Equity Index/Stock Option Premium Account" represents premium paid or received for buying or selling the options, respectively.

15 Commodity Stock – Futures :

Commodity Futures are marked-to-market on a daily basis. Debit or credit balance disclosed under Loans and advances or Current liabilities, respectively, in the "Mark-to-Market Margin – Commodities Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of Stock Futures till the balance sheet date.

As on the Balance Sheet date, the profit/ loss on open position in Commodity futures are accounted for as follows:

As on the Balance Sheet date, the profit/ loss on open position in Commodity futures are accounted for as follows:

a. Credit balance in the “Mark-to-Market Margin- Commodities Stock Futures Account”, being anticipated profit, is ignored and no credit is taken in the profit & loss account.

b. Debit balance in the “Mark-to-Market Margin- Commodities Stock Futures Account”, being anticipated loss, is recognized in the profit & loss account

On final settlement or squaring up of contracts for commodities stock futures, the profit or loss is calculated as difference between settlement/squaring up price and contract price. Accordingly, debit or credit balance pertaining to the settlement/squared up contract in “Mark-to-Market Margin Commodities Stock Futures Account” is recognized in the profit & loss account upon expiry of the contracts.

16 Provisions, contingent Liabilities & Contingent Assets

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

17 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generated unit to which the asset belongs, is less than its carrying amount, the carrying amount is reduced to its recoverable amount.

18 Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law), deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).

Deferred taxation

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of the assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realised.

INVENTURE GROWTH & SECURITIES LIMITED
SCHEDULE FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31ST MARCH, 2010

SCHEDULE - 15

NOTES FORMING PART OF ACCOUNTS

- 1) Previous year's figures have been regrouped and / or rearranged wherever necessary to make them comparable.
- 2) Contingent Liabilities

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
Claims against the Company not acknowledged as debts	Nil	Nil
Disputed Income Tax Demands (excluding interest, if any)	5,855,601	7,376,168
Bank Guarantees given	25,000,000	25,000,000

- 3) The Company has given counter guarantees in respect of guarantees aggregating Rs. 7,150 lacs (Previous year Rs.3,550 lacs) given by the bank on behalf of the Company to the Stock Exchanges towards Base Capital, Margin Deposits etc. required to be maintained by the Company with the Stock Exchanges. The Company has pledged fixed deposits of Rs. 3,575 lacs (Previous year Rs.1,775 lacs) with the bank against the above bank guarantees.

4) Details of Directors' Remuneration

PARTICULARS	Managing Director	Wholtime Directors
Salaries	1,800,000	1,260,000
	(1,800,000)	(2,985,000)
Contribution to Provident Fund	129,600	-
	(129,600)	-
Perquisites	14,400	-
	(14,400)	-

Figures stated in bracket are for previous year

5) Details of Auditor's Remuneration (Excluding Service Tax)

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
Audit Fees	150,000	110,000
Tax Audit Fees	33,000	33,000
Other Services	7,000	7,000
Total	120,000	90,000

6) Computation of Earnings Per Share

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
a) Net Profit After Tax Available to Equity Shareholders	147,128,432	54,268,332
b) Weighted Average Number Of Equity Shares	14,000,000	14,000,000
c) Basic and Diluted Earning Per Share (Appropriately adjusted for Bonus Shares issued during the year ended 31.03.2010, as per Accounting Standard "Earnings Per Share" (AS-20)	10.51	3.88

- 7) Pursuant to Accounting Standard "Accounting for Taxes on Income" (AS 22), the Company has accounted for Deferred Tax adjustments representing tax effect of timing differences in respect of the undermentioned items.

The Components of Deferred Tax Liabilities / (Assets) are as follows:

PARTICULARS	As At 31.03.2010	As At 31.03.2009
Depreciation/Amortization of Fixed Assets	11,778,534	10,530,430
Provision for Retirement Benefits	(717,530)	(699,039)
Profit on sale of Investments	583,143	419,885
Others	298,000	-
Net Deferred Tax Liabilities / (Assets)	11,942,147	10,251,276

- 8) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- 9) The company (Inventure Growth & Securities Limited) has incurred various expenditure in connection with proposed initial public offering(IPO) aggregating Rs. 43,83,640/- till the balance sheet date, which has been shown under the head "Loans & Advances ". Upon completion of the IPO process the said expenditure will be dealt with appropriately in accordance with the accounting policy to be framed in this regard.
- 10) During the year the Company (Inventure Growth & Securities Limited) has allotted Bonus Shares in the proportion of 1 equity share for every 1 equity share held. Consequently, the Paid up Equity Share Capital of the Company has risen from Rs 7 crores to Rs 14 crores.
- 11) The Group's operations predominantly consists of " Broking of shares/securities/Commodities & other related activities ". Hence there are no reportable segments under Accounting Standard -17. During the year under report the Group was engaged in its business only within India. The conditions prevailing in India being uniform no separate geographical disclosures are considered necessary.
- 12) Retirement Benefit - Gratuity
The employees of the Company are eligible for gratuity in accordance with the Payment of Gratuity Act, and is a Defined Employee Benefit. The above benefit is not funded but provision is made in the accounts for accrued gratuity under Projected Unit Credit Method of actuarial valuation.
The following table summaries the components of the employee benefit expenses recognised in the Profit & Loss account and the amount recognised in the Consolidated Balance sheet for the gratuity provision made under actuarial method.

Profit and Loss account

Net employee benefit expenses (recognised in employee cost) Schedule No 11

PARTICULARS	Year Ended 31.03.2010
Current service cost	505,492
Interest on defined benefit obligation	198,562
Net actuarial losses/(gains) recognised in the year	(649,654)
Past service cost	-
Total included in "employee benefit expenses"	54,400

Balance Sheet

Details of provision for gratuity

	As At 31.03.2010
Discounted Present value of accrued gratuity liability as at the year end determined as per Actuarial valuation (Schedule No 8)	2,111,002
Amount in balance Sheet	2,111,002

Changes in the present value of the defined benefit obligation are as follows:

PARTICULARS	Year Ended 31.03.2010
Provision at the beginning of the year	2,056,602
Interest cost	198,562
Current Service Cost	505,492
Past service cost (non vested benefit)	-
Past service cost (vested benefit)	-
Benefits paid	-
Actuarial (gain)/losses	(649,654)
Provision at the end of the year	2,111,002

Principal actuarial assumptions as at the balance sheet date:

PARTICULARS	Year Ended 31.03.2010
Discount rate	8.00%
Salary escalation	5%
Employee attrition rate	5%

14) Related Party Disclosures.

The following details give the information pursuant to Accounting Standard (AS) 18 " Related Party Disclosures".

A) Name of the Related Parties and the Nature of Relationship

Name of the Related Parties	Nature of Relationship
Nagji Keshavji Rita	Director and Key Management Personnel
Virendra Dudhnath Singh	Director and Key Management Personnel
Nishit Vinod Shah	Director and Key Management Personnel
Amrutben Kanji Shah	Relative of Director
Jayshree Nagji Rita	Relative of Director
Khimaiben Keshavji Rita	Relative of Director
Kiran Virendra Singh	Relative of Director
Ratan Vinod Shah	Relative of Director
Shraddha V. Singh	Relative of Director
Shweta Virendra Singh	Relative of Director
Varsha P. Shah	Relative of Director
Sejal N. Shah	Relative of Director
Gulavati Singh	Relative of Director
Padmaben S. Rita	Relative of Director
Suyojana Impex Pvt. Ltd	Enterprises significantly influenced by the Director
K R Shoppers Pvt Ltd.	Enterprises significantly influenced by the Director

B) Details of Related Party transactions during the year ended 31.03.2010

PARTICULARS	Directors & Key Management Personnel	Relatives of Directors & Key Management Personnel	Enterprises significantly influenced by the Directors / Relatives	Total (Rs.)
Salary/Remuneration paid	3,060,000	4,059,455	-	7,119,455
Security Deposit Received		1,600,000		1,600,000
Security Deposit Repaid	-	1,100,000	-	1,100,000
Loans Received	400,000	5,000,000	35,000,000	40,400,000
Loans Repaid	1,500,000	5,000,000	30,000,000	36,500,000
Interest Paid	229,357	373,781	1,755,069	2,358,207
Rent Paid	-	1,200,000	1,440,000	2,640,000
Outstanding Credit/(Debit) Balance	1,000,000	2,400,000	5,000,000	8,400,000

15) Balance Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details		(Rupees in '000)
I	Registration No.	L65990MH1995PLC089838
	State Code	11
	Balance Sheet Date	31.03.2010
II	Capital Raised During The Year :	
	Public Issue	-
	Rights Issue	-
	Bonus Issue	-
	Private Placement	-
III	Position Of Mobilisation And Deployment Of Funds :	
	Total Liabilities	977,632
	Total Assets	977,632
	Sources Of Funds :	
	Paid -up Capital	140,000
	Reserves & Surplus	618,702
	Minority Interest	853
	Secured Loans	188,635
	Unsecured Loans	17,500
	Deferred Tax Liability	11,942
		977,632
	Application Of Funds :	
	Goodwill as per AS 21	
	Net Fixed Assets	15,008
	Investments	140,978
Net Current Assets	114,393	
	707,253	
IV	Performance Of The Company For the year ended 31st March, 2010	977,632
	Turnover	469,873
	Total Expenditure	266,555
	Profit Before Tax	203,317
	Profit After Tax	147,128
	Earning Per Share in Rupees (Face Value Rs. 10/-)	10.51
	Dividend Rate (%)	

Registration Details		(Rupees in '000)
V	Products Of The Company :	
	Item Code No	N. A.
	(ITC Code)	N. A.
	Product Description	N. A.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

(D. V. Vakharia)
Proprietor
Membership No. 46115

V. A. Vakharia
Company Secretary

For and On Behalf Of The Board

Nagji K. Rita Charirman & Managind Director

Virendra D. Singh Wholetime Director

Kanji B. Rita Director

Pravin N. Gala Director

Vinod K. Shah Director

H. M. Gajbhiye Director

Ajay Kherra Director

Arun N. Joshi Director

Arvind J. Gala Chief Financial Officer

Place: Mumbai
Date: 28th June, 2010

Consolidated Cash Flow Statement For The Year Ended 31st March, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Cash Flow From Operating Activities		
Net profit before taxation and exceptional items	203,317,166	75,240,931
Adjustments for :		
Loss/(Profit) on Sale of Investments	(9,797,459)	412,553
Loss on sale of Fixed Asset	27,318	-
Dividend Income	(1,026,360)	(1,637,147)
Interest Received	(35,525,254)	(28,383,643)
Depreciation	11,568,449	10,846,665
Interest and Other Financial Charges	43,396,243	27,848,977
Provision for Deferred Tax Adjustments	-	143,969
Provision for Defined Employees Benefit	54,400	884,261
Operating Profit Before Working Capital Changes	212,014,503	85,356,566
Adjustments for :		
Stock in Trade	222,948	125,780
Trade and Other Receivables	(121,570,916)	(253,869,540)
Trade Payables	202,136,657	64,933,936
Income Taxes Paid	(59,491,577)	(19,101,068)
Net Cash From Operating Activities (A)	233,311,615	(122,554,329)
Cash Flow From Investing Activities :		
Purchase of fixed assets	(16,328,510)	(14,293,569)
Disposal of Fixed Assets	400,000	-
Goodwill on consolidation	-	(12,977,133)
Purchase of Investments	-	(40,984,631)
Sale of Investments	40,428,595	6,400,686
Interest received	31,098,489	28,383,643
Dividend received	1,026,360	1,637,147
Term Deposits with Banks (Net)	(207,724,093)	107,038,293
Net Cash From Investing Activities (B)	(151,099,159)	75,204,436
Cash Flow From Financing Activities :		
Security Premium	-	9,652,500
Share Application Money Received	-	(31,162,500)
Change in Minority Interest	(200)	1,305,655
Dividend Paid	(7,000,000)	(18,104,918)
Corporate Dividend Tax paid	(1,189,650)	(3,076,931)
Loans From Banks/Financial Institutions	278,600,000	14,000,000
Loans Repaid - Banks/Financial Institutions	(181,583,989)	(3,646,122)
Loans from others	34,900,000	-
Loans Repaid - others	(19,500,000)	(8,800,000)
Interest and Other Financial Charges	(43,396,243)	(27,848,977)
Bank Overdraft (Net)	(38,131,858)	46,937,411
Net Cash Used In Financing Activities (C)	22,698,060	(20,743,881)
Net Increase in Cash and Cash Equivalents (A+B+C)	104,910,516	(68,093,774)
Cash and Cash Equivalents as at beginning	33,397,677	101,491,450
Cash and Cash Equivalents as at end	138,308,193	33,397,677

Notes:

1) Cash and Cash Equivalents are as under:

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Cash in hand	174,704	239,040
In Current Accounts	138,133,489	33,158,637
	138,308,193	33,397,677

- 2 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard -3 on "Cash Flow Statements" issued by the Institute of Chartered accountants of india.
- 3 Previous year's figures have been regrouped/rearranged wherever necessary to conform to the current year's presentation.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

(D. V. Vakharia)
Proprietor
Membership No. 46115

V. A. Vakharia
Company Secretary

For and On Behalf Of The Board

Nagji K. Rita Charirman & Managind Director

Virendra D. Singh Wholetime Director

Kanji B. Rita Director

Pravin N. Gala Director

Vinod K. Shah Director

H. M. Gajbhiye Director

Ajay Khera Director

Arun N. Joshi Director

Arvind J. Gala Chief Financial Officer

Place: Mumbai
Date: 28th June, 2010

INVENTURE
FINANCE
PRIVATE LIMITED



INVENTURE FINANCE PRIVATE LTD.

Directors' Report

To,
The Members,
Your Directors have pleasure in presenting the Twentieth Annual Report together with the Audited statements of accounts of the Company for the year ended on 31st March, 2010.

FINANCIAL HIGHLIGHTS

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Gross Income	4,05,07,046	9,270,702
Profit Before Tax	19,911,879	5,854,337
Provision for Tax	2,925,000	4,975,000
Fringe Benefit Tax	-	100
Deferred Tax Adjustments	163,259	18,310
Net Profit After Tax	16,823,620	860,927
Add: Profit brought forward from the earlier years	8,528,383	7,867,456
Profit available for Appropriation	25,352,003	8,728,383
Appropriations		
Proposed Dividend	800,000	-
Corporate Dividend Tax	132,870	-
Transfer to General Reserve	10,000,000	-
Transfer to Statutory Reserves	4,000,000	200,000
Balance Carried to Balance Sheet	24,416,043	8,528,383
Basic & Diluted Earning Per Share	21.02	1.29

DIVIDEND

Your Directors recommend dividend of Re. 1/- (Rupee One only) per share on 8,00,000 (Eight Lacs) Equity Shares of Rs. 10/- each.

OPERATIONS OF THE COMPANY

During the year, the Company had further expanded its core activity. The Company had advanced loans to various parties depending upon their risk profile. The outstanding loan amount as on 31.03.2010 was Rs.247,920,693/-. The Company had sold during the year Equity Shares amounting to Rs.2,64,56,609/-. Investment as on 31.03.2010 was of Rs. 11,43,91,011/-

OUTCOME

The Company had made a Profit of Rs.9,175,188/- on sale of Investment and Share trading Profit of Rs.7,714,874/- during the year under review. The Company had earned Interest of Rs.23,461,764/- during the financial year.

DIRECTORS

Shri Kanji B. Rita retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

As required by Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- The directors had 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 your Company at the end of March 31, 2010 and of the profit or loss of the company for March 31, 2010;
- The directors had taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The directors had prepared the annual accounts for the financial year ended March 31, 2010 on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO
The requirement of disclosure, in terms of Sub-section (1)(e) of Section 217 of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988, relating to the steps taken for conservation of energy, technology absorption is not applicable to the Company as the Company does not own any manufacturing facility.

During the year under review, your Company has not earned or spent any Foreign Exchange and also the Company does not hold any Foreign Exchange.

AUDITORS

The present Auditors Shri Dhiren V. Vakharia, Proprietor of D.V. Vakharia & Company, Chartered Accountants has become a partner of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069 and hence expressed unwillingness for re-appointment in his proprietary Firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

PARTICULARS OF EMPLOYEES:

The Company had no employee during the year to which the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, apply.

ACKNOWLEDGEMENT

Your Directors place on record their gratitude to the Government, regulators, other statutory bodies and the Company's bankers for the assistance, co-operation and encouragement extended to the Company. The Directors also wish to place on record their gratitude and appreciation of the employees' hard work, dedication, team work and professionalism which made the phenomenal growth possible year after year. Last but not the least; the Directors would like to thank valuable shareholders for their support and contribution. We look forward to their continued support in the future.

For and on Behalf of the Board of Directors

Nagji K. Rita
Director

Place: Mumbai
Date: 25th June, 2010

Registered Office:
201, 2nd Floor, Viraj Tower,
Near Landmark,
Western Express Highway,
Andheri - East,
Mumbai - 400 069.

Auditor's Report to the Members of Inventure Finance Private Ltd.

- 1) We have audited the attached Balance Sheet of Inventure Finance Private Ltd. as at 31st March, 2010, 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 (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, 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
 - 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 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors 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;
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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;
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

Annexure referred to in paragraph 3 of the Auditors' Report of even date to the members of Inventure Finance Private Ltd. on the accounts for the year ended 31st March, 2010

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets in respect of all items of fixed assets.
 (b) All the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
 (c) The Company has not disposed off substantial part of its fixed assets.
- (ii) (a) The inventory being stock-in-trade of securities (all held in dematerialized form) has been verified during the year by the management with the holding certificates from the respective depositories. In our opinion, the frequency of verification is reasonable.
 (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 (c) The Company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the depository certificates and the book records.
- (iii) (a) The Company has not granted loans and advances to any parties listed in the register maintained under section 301 of the Companies Act, 1956.
 (b) The Company has taken Loans from two parties covered in the register maintained under Section 301 of the Companies Act, 1956. The year end balance of the aforesaid loans was Rs. 19,65,75,000/- and the aggregate of the maximum amount due in respect of each of the aforesaid parties was Rs. 28,83,99,900/-.
 (c) In our opinion, the rate of interest and other terms and conditions of the loans referred to in paragraph (b) above are not, prima facie, prejudicial to the interest of the Company.
 (d) The loans are repayable on demand basis and as such there is no specific stipulation for repayment. The Company has been regular in the payment of interest.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of securities, fixed assets and for the sale of securities and services. In the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 (b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices.
- (vi) According to the information and explanations given to us, the Company has not accepted any public deposit within the meaning of Section 58 A of the Companies Act read with the Companies (Acceptance of Deposits) Rules 1975.
- (vii) The Company has an internal audit system commensurate with the size of the Company and nature of business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1) (d) of the Companies Act, 1956.
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including Income Tax, Service Tax, Cess and other material statutory dues applicable to it.
 (b) According to information and explanations given to us, there are no dues of Income Tax, Service Tax, and Cess which have not been deposited on account of any dispute.
- (x) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year and does not have accumulated losses.
- (xi) The Company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.

- (xii) Based on our examination of documents and records, we are of the opinion that the company has maintained adequate records where the company has granted loans & advances on the basis of security by way of pledge of shares , debentures & other securities.
- (xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Hence, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In respect of Company's dealing in shares and securities, proper records have been maintained of these transactions and contracts and timely entries have been made therein. The investment in shares and securities are held by the Company in its own name except to the extent of exemption granted under section 49 of the Companies Act, 1956.
- (xv) According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) According to information & explanations given to us the Company has not obtained any Term Loans.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, the Company has not made preferential allotment of shares to parties and / or companies covered in the register maintained under section 301 of the Act.
- (xix) The Company has not issued any debentures. As such, the question of creation of security in respect thereof does not arise.
- (xx) The Company has not raised any money by way of issue of shares to public and as such the question of disclosure and verification of end use thereof does not arise.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

INVENTURE FINANCE PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SOURCES OF FUNDS			
1) Shareholders' Fund			
Share Capital	1	8,000,000	8,000,000
Reserves & Surplus	2	58,015,134	42,128,383
2) Loan Funds			
Secured Loan	3	89,600,000	-
Unsecured Loans	4	206,953,103	158,275,000
3) Deferred Tax Liability		583,143	419,885
TOTAL		363,151,380	208,823,268
APPLICATION OF FUNDS			
1) Fixed Assets			
Gross Block		112,345	112,345
Less : Depreciation		112,345	112,345
Net Block		-	-
2) Investments	5	114,391,012	140,847,620
3) Current Assets, Loans & Advances	6	251,657,208	71,064,716
Less : Current Liabilities & Provisions	7	2,896,840	3,089,068
Net Current Assets		248,760,368	67,975,648
TOTAL		363,151,380	208,823,268
Significant Accounting Policies	12		
Notes to Accounts	13		

As Per Our Attached Report Of Even Date

For D. V. Vakharia & Co.
Chartered Accountants

For And On Behalf Of The Board

(D. V. Vakharia)

(Nagji K. Rita) (Kanji B. Rita) (Nishit V. Shah)

Proprietor
Membership No. 46115
Place : Mumbai
Date : 25th June, 2010

Director

Director

Director

INVENTURE FINANCE PRIVATE LIMITED
PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
INCOME			
Income from Operations	8	31,176,638	10,522,845
Dividend Income		155,220	748,973
Profit/(Loss) on Sale of Investments		9,175,188	(2,001,116)
TOTAL		40,507,046	9,270,702
EXPENDITURE			
Personnel Expenses	9	2,301,360	1,771,796
Operation & Establishment Expenses	10	1,309,868	688,506
Interest & Other Financial Charges	11	16,988,939	956,063
TOTAL		20,600,167	3,416,365
Profit For The year Before Taxation		19,906,879	5,854,337
Less: Provision for Taxation			
-Current Tax		2,924,000	4,975,000
-Deferred Tax Adjustments		163,258	18,310
-Fringe Benefit Tax		-	100
		3,087,258	4,993,410
Net Profit for the year		16,819,621	860,927
Add : Balance Brought Forward		8,528,383	7,867,456
Profit Available For Appropriation		25,348,004	8,728,383
Appropriations :			
Proposed Dividend		800,000	-
Corporate Dividend Tax		132,870	-
Transfer to General Reserve		10,000,000	-
Transfer to Statutory Reserve		4,000,000	200,000
Balance Carried to Balance Sheet		10,415,134	8,528,383
		25,348,004	8,728,383
Basic and Diluted Earning Per Share		21.02	1.29
Significant Accounting Policies	12		
Notes to Accounts	13		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.
 Chartered Accountants

For And On Behalf Of The Board

(D. V. Vakharia)

(Nagji K. Rita) (Kanji B. Rita) (Nishit V. Shah)

Proprietor
 Membership No. 46115
 Place : Mumbai
 Date : 25th June, 2010

Director Director Director

INVENTURE FINANCE PRIVATE LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 1		
Share Capital		
Authorised Capital :		
50,00,000 Equity Shares of Rs. 10/- each (Previous Year 50,00,000 Equity Shares of Rs. 10/- each)	50,000,000	50,000,000
TOTAL	50,000,000	50,000,000
Issued, subscribed & paid up :		
800,000 Equity Shares of Rs. 10/- each fully paid up (Previous Year 8,00,000 Equity Shares of Rs. 10/- each fully paid up) (The entire share capital is held by Holding Company, Inventure Growth & Securities Ltd and its nominees.)	8,000,000	8,000,000
TOTAL	8,000,000	8,000,000
SCHEDULE - 2		
Reserves & Surplus		
Securities Premium Account		
Opening Balance	30,100,000	400,000
Add: Additions during the year	-	29,700,000
	30,100,000	30,100,000
General Reserve		
Balance Brought Forward	-	-
Add : Transfer During The Year	10,000,000	-
	10,000,000	-
Statutory Reserve		
Balance Brought Forward	3,500,000	3,300,000
Add : Transfer from Profit & Loss Account	4,000,000	200,000
	7,500,000	3,500,000
Profit & Loss A/c Balance	10,415,134	8,528,383
TOTAL	58,015,134	42,128,383
SCHEDULE - 3		
Secured Loans		
Kotak Mahindra Prime Ltd (Secured, pursuant to an agreement with the lender against collateral securities of the client held by the company as pledgee.)	4,000,000	-
ECL Finance Ltd (Secured, pursuant to an agreement with the lender against collateral securities of the client held by the company as pledgee.)	85,600,000	-
	89,600,000	-

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 4		
Unsecured Loans		
From Holding Company		
Inventure Growth & Securities Ltd.	196,575,000	129,725,000
From Other Companies		
Inventure Insurance Broking Private Ltd.	-	1,850,000
Inventure Commodities Ltd.	-	26,700,000
Interest accrued and due on unsecured loans	10,378,103	-
TOTAL	206,953,103	158,275,000

Name of the Company	Face Value Rs.	Nos.	As At 31.03.2010 Rs.	Nos.	As At 31.03.2009 Rs.
SCHEDULE - 5					
Investments (Long Term - Non Trade - At Cost)					
Equity Shares : (Fully paid up)					
Quoted:					
Euro Ceramics Limited	10	611,660	92,766,209	609,226	99,689,570
Sejal Architectural Glass Limited	10	341,580	17,742,442	555,621	25,580,830
Sundaram Multipap Limited	10	-	-	1,160,198	11,694,859
Un-quoted					
Bombay Stock Exchange Limited (65,000 Equity shares acquired and sold during the year)	1	-	-	-	-
Units of Mutual Funds (un-quoted)					
LIC Mutual Fund (CMF Top Hundred Fund)	10	388,236	3,882,361	388,236	3,882,361
TOTAL			114,391,012		140,847,620
Book Value of quoted Investments			110,508,651		136,965,259
Book Value of unquoted Investments			3,882,361		3,882,361
Aggregate market value of quoted investments			54,214,010		33,923,393

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 6		
Current Assets, Loans & Advances		
A) Current Assets:		
Cash in hand	6,009	4,140
Balance with Scheduled Banks : In Current Accounts	1,914,733	431,289
(A)	1,920,742	435,429

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
B) Loans And Advances:		
Loans to Others (Considered Good)		
- Secured (including interest accrued thereon)	160,965,192	2,500,000
- Unsecured (including interest accrued thereon)	86,955,501	68,129,287
Advance & prepaid Taxes (Net of Provision for Taxation) (B)	1,815,773	-
	249,736,466	70,629,287
TOTAL (A) + (B)	251,657,208	71,064,716
SCHEDULE - 7		
Current Liabilities & Provisions		
Current Liabilities :		
Other Liabilities	19,63,970	75,412
Provisions:		
Proposed Dividend	8,00,000	-
Corporate Dividend Tax	1,32,870	-
Provision for Taxation (Net of Advance and Prepaid Taxes)	-	30,13,656
TOTAL	28,96,840	30,89,068
PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 8		
Income from Operations		
a) Sale of Shares (Net)	1,085,670,209	19,108,125
Less : Purchase of Shares	1,074,865,482	(25,520,640)
	10,804,727	(6,412,515)
Increase / (Decrease) in Stock-In- Trade Profit/(Loss) from share trading (Delivery)	-	-
	10,804,727	(6,412,515)
Share Trading Profit/(Loss)(Squarred up transactions) Profit/(Loss) from share trading	(3,144,049)	2,155
	7,660,678	(6,410,360)
Profit from Derivatives Trading	637,706	8,134,171
	8,298,384	1,723,811
Less: Expenses related to share/derivatives trading		
Stamp Duty	(210,458)	(35,843)
Service Tax	(84,013)	(11,480)
Transaction Charges	(289,039)	(64,323)
Profit from share/derivative trading (Net)	7,714,874	1,612,165
b) Interest Income (T.D.S. Rs. 25,00,492/-) [Previous year (T.D.S. Rs. 17,36,725/-)]	23,461,764	8,910,680
TOTAL (a+b)	31,176,638	10,522,845
SCHEDULE - 9		
Personnel Expenses		
Salaries, Bonus & Allowances	1,401,360	871,796
Directors Remuneration	900,000	900,000
TOTAL	2,301,360	1,771,796

PARTICULARS	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
SCHEDULE - 10		
Operation and Establishment Expenses		
Rent	60,000	-
Demat Expenses	90,157	-
Professional Fees	30,000	33,136
ROC Filing Fees	7,050	4,01,510
Profession Tax	2,500	2,500
Legal & Stamping Charges	3,410	-
Printing & Stationery	920	697
Miscellaneous expenses	532	1,572
Securities Transaction Tax on shares/securities trading	1,020,679	1,89,295
Securities Transaction Tax on Investments	94,620	59,796
TOTAL	1,309,868	6,88,506
SCHEDULE - 11		
Interest & Other Financial Charges		
Interest Paid on Loans	16,984,044	9,56,063
Bank Interest Paid	345	-
Bank Charges	4,550	-
TOTAL	16,988,939	9,56,063

Notes Forming Part of Accounts For the Year Ended 31st March, 2010

SCHEDULE - 12

SIGNIFICANT ACCOUNTING POLICIES

- 1) **Basis of Accounting :**
The financial statements are prepared under the historical cost convention and income and expenses are accounted for on accrual basis.
- 2) **Fixed Assets and Depreciation :**
Fixed Assets are stated at Cost less Depreciation. Depreciation is provided at the rates prescribed under the Income Tax Rules, 1962.
During the year no depreciation has been provided as the opening written down value of the Gross Block is Rs. NIL.
- 3) **Recognition of Transactions in Shares & Other Securities :**
Transactions in Shares and Securities are accounted on Trade Dates.
- 4) **Investments :**
 - a) Investments are accounted at cost inclusive of brokerage, stamp duty and incidental expenses but excluding Securities Transaction Tax, which are written off as expenses. Long Term Investments are valued at cost. Provision is made for diminution in the value of Investments, where the diminution is other than temporary.
 - b) Profit/Loss on disposal of Investments is accounted as per Weighted Average cost method prescribed in the Accounting Standard (AS) 13.
- 5) **Securities Transaction Tax**
Securities Transaction Tax related to Company's own transactions in Shares & Securities are charged to Profit & Loss account.

- 6) Valuation of Stock-in-trade :
Stock-In-trade is valued at cost or market value whichever is lower and as per First-In-First-Out (FIFO) method.
- 7) Employees Retirement Benefits :
As none of the employees has completed the minimum length of services prescribed under the Payment of Gratuity Act, no provision for accrued gratuity is considered necessary. As per company's policy, accumulated leave are not entitled to be carried forward. Hence the leave encashment expenses is charged off to Profit & Loss account.
- 8) Provisions, contingent Liabilities & Contingent Assets
Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

SCHEDULE - 13

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

- 1) The Company is Wholly Owned Subsidiary of Inventure Growth & Securities Limited.
- 2) Previous year's figures have been regrouped / rearranged wherever considered necessary to make it comparable with current year.
- 3) Contingent liabilities are Nil (Previous Year Nil).
- 4) Earning Per Share :

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2010 Rs.
Net Profit After Tax Available to Equity Shareholders	16,819,621	860,927
Weighted Average Number Of Equity Shares	800,000	669,808
Earnings Per Share	21.02	1.29

- 5) Details of Directors' Remuneration

PARTICULARS	Whole-time Director Rs.
Salaries	900,000 (9,00,000)
Contribution to Provident Fund	- (-)
Perquisites	- (-)

Figures stated in bracket are for previous year

- 6) Details of Auditor's Remuneration :

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2010 Rs.
Audit Fees	25,000	20,000
Tax Audit Fees	5,000	5,000

7) Related Party Disclosures.

The following details give the information pursuant to Accounting Standard (AS) 18 "Related Party Disclosures".

A) Name of the Related Parties and the Nature of Relationship

Name of the Related Parties	Nature of Relationship
Inventure Growth & Securities Ltd	Holding Company
Nagji Keshavji Rita	Director and Key Management Personnel
Kanji Bhachu Rita	Director and Key Management Personnel
Nishit Vinod Shah	Director and Key Management Personnel
Shanti K. Rita	Relative of Director and Key Management Personnel

B) Details of Related Party transactions during the year ended 31.03.2010

PARTICULARS	Subsidiaries / Holding Company	Directors & Key Management Personnel	Relatives of Directors & Key Management Personnel	Enterprises significantly influenced by the Directors	Total (Rs.)
Remuneration paid	-	900,000	-	-	900,000
Loans Received	562,150,000	-	5,000,000	-	567,150,000
Loans Repaid	495,300,000	-	5,000,000	-	500,300,000
Interest	10,379,683	-	127,083	-	10,506,766
Rent	60,000	-	-	-	60,000
Staff Welfare Expenses Reimbursed	26,700	-	-	-	26,700
Outstanding Credit/(Debit) Balance	196,575,000	-	-	-	196,575,000

- 8) Pursuant to Accounting Standard (AS 22), the Company has recognised Deferred Tax Liability of Rs. 5,83,144/- being tax effect of timing difference arising out of loss on disposal of Investments computed as per Weighted Average Method in the books of accounts as per Accounting Standard (AS 13) as against computation of the said profit as per FIFO method as per Income-tax Act.
- 9) A schedule to the Balance Sheet as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is appended herewith.
- 10) The Company has not received any intimation from "suppliers" regarding their status under the Micro Small and Medium Enterprises Development Act, 2006 and hence disclosure requirements in this regard as per Schedule XI of the Companies Act, 1956 could not be provided.
- 11) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- 12) For the year under consideration the Company is liable to Minimum Alternate Tax (MAT) of Rs. 33,75,000/- on Book Profits, while its tax liability as per regular provisions of Income Tax Act would be Rs. 29,25,000/-. The management is of the view that the differential payment of MAT of Rs. 4,50,000/- over and above the regular tax payment will be set off against the future tax liability and hence the current tax provision has been made for the aforesaid amount of Rs. 29,25,000/-.
- 13) Balance Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details		(Rupees in '000)
I	Registration No.	U65990MH1990PTC056454
	State Code	11
	Balance Sheet Date	31.03.2010
II	Capital Raised During The Year :	
	Public Issue	-
	Rights Issue	-
	Bonus Issue	-
	Private Placement	-
III	Position Of Mobilisation And Deployment Of Funds :	
	Total Liabilities	363,151
	Total Assets	363,151
	Sources Of Funds :	
	Paid -up Capital	8,000
	Reserves & Surplus	58,015
	Secured Loans	89,600
	Unsecured Loans	206,953
	Deferred Tax Liability	583
		363,151
	Application Of Funds :	
	Net Fixed Assets	-
	Investments	114,391
	Net Current Assets	248,760
	Miscellaneous Expenditure	-
	363,151	
IV	Performance Of The Company For the year ended 31st March, 2010 :	
	Turnover	40,507
	Total Expenditure	20,600
	Profit Before Tax	19,907
	Profit After Tax	16,820
	Earning Per Share (Face Value Rs. 10/-)	21.02
	Dividend Rate (%)	NIL
V	Products Of The Company :	
	Item Code No	N. A.
	(ITC Code)	N. A.
	Product Description	N. A.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
Proprietor
Membership No. 46115
Place : Mumbai
Date : 25th June, 2010

(Nagji K. Rita) (Kanji B. Rita) (Nishit V. Shah)
Director Director Director

INVENTURE FINANCE PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A) Cash Flow From Operating Activities :		
Net profit before taxation and exceptional items	19,906,879	5,854,337
Adjustments for :		
(Profit)/Loss on sale of Investments	(9,175,188)	2,001,116
Dividend Income	(155,220)	(748,973)
Operating Profit Before Working Capital Changes	10,576,471	7,106,480
Adjustments for :		
Loans and Advances	(177,291,406)	(70,450,454)
Trade payables and other Liabilities	1,888,558	40,412
Income Taxes Paid	(7,753,429)	(1,736,725)
Net Cash From Operating Activities (A)	(172,579,806)	(65,040,287)
B) Cash Flow From Investing Activities :		
Purchase of Investments	(33,925,902)	(37,960,818)
Sale of Investments	69,557,698	5,092,710
Dividend received	155,220	748,973
Net Cash From Investing Activities (B)	35,787,016	(32,119,135)
C) Cash Flow From Financing Activities :		
Share capital Received	-	5,400,000
Share Premium Received	-	29,700,000
Loans Received	860,728,103	61,375,000
Loans Repayment	(722,450,000)	-
Net Cash Used In Financing Activities (C)	138,278,103	96,475,000
Net Increase in Cash and Cash Equivalents (A+B+C)	1,485,313	(684,422)
Cash and Cash Equivalents as at beginning	435,429	1,119,851
Cash and Cash Equivalents as at end	1,920,742	435,429

Notes:

Cash and Cash Equivalents are as under:

PARTICULARS	As on 31st March, 2010	As on 31st March, 2009
Cash in hand	6,009	4,140
In Current Accounts	1,914,733	431,289
	1,920,742	435,429

Notes:

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard -3 on "Cash Flow Statements" issued by the Institute of Chartered accountants of India.
- Previous year's figures have been regrouped / rearranged wherever necessary to conform to the current year's presentation.

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.
 Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
 Proprietor

(Nagji K. Rita) (Kanji B. Rita) (Nishit V. Shah)
 Director Director Director

Place : Mumbai
 Date : 25th June, 2010

INVENTURE FINANCE PRIVATE LIMITED
SCHEDULE TO THE BALANCE SHEET AS ON 31ST MARCH, 2010

(As required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(Rs. In lakhs)

PARTICULARS			
Liabilities side:			
		Amount Outstanding	Amount Overdue
1	Loans and advances availed by the non banking financial company inclusive of interest accrued thereon but not paid		
	(a) Debenture : Secured : Unsecured (Other than falling within the meaning of public deposit)	-	-
	(b) Deferred Credits	-	-
	(c) Term Loans	896.00	-
	(d) Inter-corporate loans and borrowing	2,069.53	-
	(e) Commercial Paper	-	-
	(f) Other Loan	-	-
	: Loans from Directors and their Relatives	-	-
	: Other Loan	-	-
	Assets side:		
		Amount Outstanding	
2	Break-up of Loans and Advances including bills receivables [Other than those included in (4) below]:		
	(a) Secured	1,609.65	
	(b) Unsecured	869.56	
3	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities		
	(I) Lease 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) Other loans counting towards AFC activities		
	(a) Loans where assets have been repossessed		-
	(b) Loans other than (a) above		-
4	Break-up of Investments:		
	Current Investments:		
	1. Quoted:		
	(i) Shares: (a) Equity		-
	(b) Preference		-
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others		-

	Amount Outstanding
2.Unquoted:	
(i) Shares: (a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others	-
Long term Investments:	
1.Quoted:	
(i) Shares: (a) Equity	1,105.09
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others	-
2.Unquoted:	
(i) Shares: (a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	38.82
(iv) Government Securities	-
(v) Others	-
	1,143.91

5 Borrower group-wise classification of assets financed as in (2) and (3) above:

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	1,609.65	869.56	2,479.21
Total	1,609.65	869.56	2,479.21

6 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	573.77	1,143.91
Total	573.77	1,143.91

7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

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 debt	-

As Per Our Attached Report Of Even Date

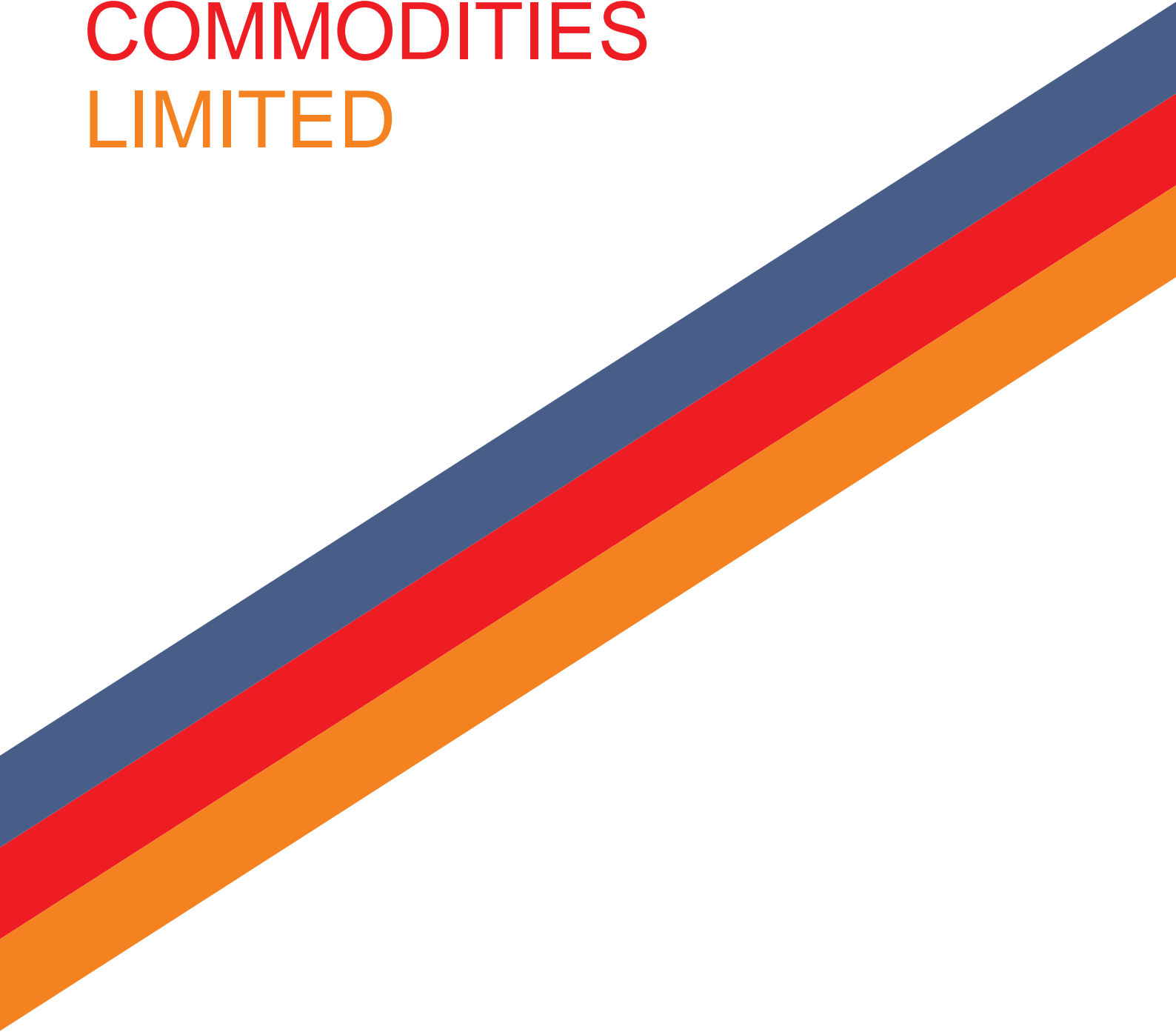
For D. V. Vakharia & Co.
Chartered Accountants

For And On Behalf Of The Board

D.V.Vakharia
Shah)
Proprietor
Director
Place : Mumbai
Date : 25th June, 2010

(Nagji K. Rita)	(Kanji B. Rita)	(Nishit V.
Director	Director	Executive

INVENTURE COMMODITIES LIMITED



INVENTURE COMMODITIES LTD.**Directors' Report**

To,
The Members,

Your Directors have pleasure in presenting the Fifteenth Annual Report together with the audited accounts of your Company for the year ended March 31, 2010.

FINANCIAL RESULTS:

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Gross Income	35,868,257	14,672,362
Profit/(Loss) Before Depreciation, & Taxation	32,123,486	(23,591,008)
Less : Depreciation	1,30,212	162,712
Profit/(Loss) Before Tax	31,993,274	(23,753,720)
Provision for Tax	1,931,000	622,319
Fringe Benefit Tax	-	2,500
Deferred Tax adjustments	(41,362)	(32,156)
Net Profit/(Loss) after Tax	30,103,636	(24,346,383)
Add : Profit/(Loss) brought forward from earlier years	(6,273,845)	18,072,539
Profit/(Loss) available for Appropriation	23,829,791	(6,273,844)
Appropriations		
Transfer to General Reserve	-	-
Balance carried to Balance sheet	23,829,791	(6,273,844)
Basic and Diluted Earning Per Share	13.74	(11.11)

DIVIDEND

Your Directors did not recommended dividend for the year during the financial year under review.

OPERATIONS OF THE COMPANY

In addition to existing Commodity Exchanges of MCX, NCDEX, the Company had obtained Registration for National Spot Exchange Ltd. The Company is also into commodity arbitrage and share trading business during the year under review.

OUTCOME

Due to prolonged recession brokerage from Commodity Brokerage reduced from Rs.36,14,255/- to Rs.23,88,001/-. The Company had earned profit of Rs.44,61,100/- from Commodity trading and earned profit of Rs.26,798,635/- in securities trading during the year under review. Also, Company had earned interest of Rs.14,90,527/-.

INFORMATION CONCERNING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE, EARNING AND OUTGO :

As the Company is not owing any of the manufacturing facility, requirement of disclosure, in terms of Sub-section (1)(e) of Section 217 of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are not applicable.

Company has not earned or spent any Foreign Exchange and also the Company do not hold any Foreign Exchange during the financial year 2009-10.

PARTICULARS OF EMPLOYEES:

The Company had no employee during the year to which the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, apply.

DIRECTORS

Shri Virendra D. Singh retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

DIRECTORS RESPONSIBILITY STATEMENT

As required by Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

1) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

2) The directors had 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 your Company at the end of March 31, 2010 and of the profit or loss of the company for March 31, 2010;

3) The directors had taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

4) The directors had prepared the annual accounts for the financial year ended March 31, 2010 on a going concern basis.

AUDITORS:

The present Auditors Shri Dhiren V. Vakharia, Proprietor of D.V. Vakharia & Company, Chartered Accountants has become a partner of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069 and hence expressed unwillingness for re-appointment in his proprietary Firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

ACKNOWLEDGMENT:

Your Directors place on record their gratitude to the Government, regulators, other statutory bodies and the Company's bankers for the assistance, co-operation and encouragement extended to the Company. The Directors also wish to place on record their gratitude and appreciation of the employees' hard work, dedication, team work and professionalism which made the phenomenal growth possible year after year. Last but not the least; the Directors would like to thank valuable shareholders for their support and contribution. We look forward to their continued support in the future.

For and on Behalf of the Board

Nagji K. Rita
Director

Place: Mumbai
Date: 24th June, 2010

Registered Office:
201, 2nd Floor, Viraj Towers,
Near Landmark Bldg.,
Western Express Highway,
Andheri - East, Mumbai - 400 069

Auditor's Report to the Members of Inventure Commodities Ltd.

- 1) We have audited the attached Balance Sheet of Inventure Commodities Ltd. as at 31st March, 2010, 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 (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, 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
 - 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 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors 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;
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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;
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 24th June, 2010

Annexure referred to in paragraph 3 of the Auditors' Report of even date to the members of Inventure Commodities Ltd. on the accounts for the year ended 31st March, 2010

- 1) We have audited the attached Balance Sheet of Inventure Commodities Ltd. as at 31st March, 2010, 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 (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, 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
 - 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 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors 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;
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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;
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 24th June, 2010

Auditor's Report to the Members of Inventure Commodities Ltd.

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets in respect of all items of fixed assets.
 (b) All the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
 (c) The Company has not disposed off substantial part of its fixed assets.
- (ii) (a) The inventory being stock-in-trade of securities (all held in dematerialized form) has been verified during the year by the management with the holding certificates from the respective depositories. In our opinion, the frequency of verification is reasonable.
 (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 (c) The Company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the depository certificates and the book records.
- (iii) (a) The Company had granted loans and advances to one company covered in the register maintained under section 301 of the Companies Act, 1956. The year end outstanding balance was Rs. NIL/- and the maximum amount outstanding during the year was Rs. 2,67,00,000/-.
 (b) As per the information & explanations given to us the company has given the loans & advances, the rate of interest & other terms & conditions where of are prima facie not prejudicial to the interest of the company.
 (c) The loans are repayable on demand basis and as such there is no specific stipulation for repayment.
 (d) The Company has taken interest free Loan from one party covered in the register maintained under Section 301 of the Companies Act, 1956. The year end balance of the aforesaid loan was Rs. NIL/- and the maximum amount due in respect of the aforesaid loan was Rs. 78,00,000/-.
 (e) In our opinion, other terms and conditions of the loans referred to in paragraph (d) above are not, prima facie, prejudicial to the interest of the Company.
 (f) The loans are repayable on demand basis and as such there is no specific stipulation for repayment.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of securities, fixed assets and for the sale of securities and services. In the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 (b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices.
- (vi) According to the information and explanations given to us, the Company has not accepted any public deposit within the meaning of Section 58 A of the Companies Act read with the Companies (Acceptance of Deposits) Rules 1975.
- (vii) The Company has an internal audit system commensurate with the size of the Company and nature of business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1) (d) of the Companies Act, 1956.
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including, Income Tax, Service Tax, Cess and other material statutory dues applicable to it.
 (b) According to information and explanations given to us, there are no dues of Income Tax, Service Tax, and Cess which have not been deposited on account of any dispute.

- (x) The company has not incurred cash losses during the current year. However it had incurred cash losses in the immediately preceding financial year & does not have accumulated losses as at the end of the current financial year.
- (xi) The Company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.
- (xii) The Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities and as such the requirement for maintenance of records in respect thereof does not arise.
- (xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Hence, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In respect of Company's dealing in shares and securities, proper records have been maintained of these transactions and contracts and timely entries have been made therein. The investment in shares and securities are held by the Company in its own name except to the extent of exemption granted under section 49 of the Companies Act, 1956.
- (xv) According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) According to information & explanations given to us the Company has not obtained any Term Loans.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, the Company has not made preferential allotment of shares to parties and / or companies covered in the register maintained under section 301 of the Act.
- (xix) The Company has not issued any debentures. As such, the question of creation of security in respect thereof does not arise.
- (xx) The Company has not raised any money by way of issue of shares to public and as such the question of disclosure and verification of end use thereof does not arise.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 24th June, 2010

INVENTURE COMMODITIES LTD.
BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	As At 31.03.2010 Rs	As At 31.03.2009 Rs
SOURCES OF FUNDS			
1) Shareholders' Fund			
Share Capital	1	21,907,000	21,907,000
Reserves & Surplus	2	53,797,791	23,726,155
3) Deferred Tax Liability		70,451	111,813
TOTAL		75,775,242	45,744,968
APPLICATION OF FUNDS			
1) Fixed Assets			
Gross Block	3	967,498	967,498
Less: Depreciation /Amortization		701,052	570,840
Net Block		266,446	396,658
3) Current Assets, Loans & Advances	4	87,176,894	84,231,668
Less : Current Liabilities & Provisions	5	11,668,098	38,883,358
Net Current Assets		75,508,796	45,348,310
TOTAL		75,775,242	45,744,968
Significant Accounting Policies Notes to Accounts	11 12		

As per our attached report of even date

For D. V. Vakharia & Co.
Chartered Accountants

For and On Behalf Of The Board

(D. V. Vakharia)
Proprietor
Membership No. 46115

(Nagji K. Rita)
Director

(Virendra D. Singh)
Director

Place: Mumbai
Date: 24th June, 2010

INVENTURE COMMODITIES LTD.

PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs	Year Ended 31.03.2009 Rs
INCOME			
Brokerage (Net)		2,388,001	3,614,255
Profit on Commodity Trading	6	4,461,100	3,826,016
Profit / (Loss) on Securities Trading	7	26,798,635	(25,167,912)
Dividends		21,029	80,188
Interest (Gross) (TDS Rs.1,18,401 /-) (Previous Year TDS Rs. 4,66,484/-)		1,490,527	2,264,485
Other Income		708,964	710,606
TOTAL		35,868,257	(14,672,362)
EXPENDITURE			
Personnel Expenses	8	1,524,898	1,423,321
Operation & Establishment Expenses	9	1,819,345	3,963,711
Interest & Other financial charges	10	400,528	3,531,615
Depreciation /Amortization		130,212	162,712
TOTAL		3,874,983	9,081,359
Profit/(Loss) for the year before taxation		31,993,274	(23,753,720)
Less : Provision for Taxation			
-Current Tax (Refer Note 10 of Schedule 12)		1,963,000	650,000
-Fringe Benefit Tax		-	2,500
-Deferred Tax Adjustments		(41,362)	(32,156)
-Tax Adjustment for earlier years		-	(27,681)
		1,921,638	592,663
Net Profit/(Loss) for the year		30,071,636	(24,346,383)
Add : Balance brought forward		(6,273,845)	18,072,539
Balance carried to Balance Sheet		23,797,791	(6,273,845)
Basic and Diluted Earning Per Share (Refer Note No. 6 of Notes to Accounts)		13.73	(11.11)
Significant Accounting Policies	11		
Notes to Accounts	12		

As per our attached report of even date
For D. V. Vakharia & Co.
Chartered Accountants

For and On Behalf Of The Board

(D. V. Vakharia)
Proprietor
Membership No. 46115

(Nagji K. Rita)
Director

(Virendra D. Singh)
Director

Place: Mumbai
Date: 24th June, 2010

INVENTURE COMMODITIES LTD.

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 1		
Share Capital		
Authorised Capital : 5,000,000 Equity Shares of Rs. 10/- each	50,000,000	50,000,000
TOTAL	50,000,000	50,000,000
Issued, subscribed & paid up : 2,190,700 Equity Shares of Rs. 10/- each fully paid up (Of the above equity shares, 2,190,100 equity shares are held by the holding company Inventure Growth and Securities Limited)	21,907,000	21,907,000
TOTAL	21,907,000	21,907,000
SCHEDULE - 2		
Reserve & Surplus General Reserves Balance Brought forward	30,000,000	30,000,000
Profit & Loss Account Balance	23,797,791	(6,273,845)
TOTAL	53,797,791	23,726,155

SCHEDULE - 3

FIXED ASSETS

PARTICULARS	G R O S S B L O C K				D E P R E C I A T I O N / A M O R T I Z A T I O N				N E T B L O C K	
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	Upto 31.03.2009	For the year	Upto 31.03.2010	As At 31.03.2010	As At 31.03.2009	As At 31.03.2009
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A) Intangible Assets : Computer Software	130,000	-	-	130,000	130,000	-	130,000	-	-	-
B) Tangible Assets : 1 Computers	789,098	-	-	789,098	789,098	127,913	560,056	229,042	356,955	
2 Air Conditioners	48,400	-	-	48,400	48,400	2,299	10,996	37,404	39,703	
T O T A L	967,498	-	-	967,498	967,498	130,212	701,052	266,446	396,658	
Previous Year	967,498	-	-	967,498	967,498	162,712	570,840	396,658	559,370	

PARTICULARS	Schedule	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 4			
Current Assets, Loans & Advances			
A) Current Assets :			
Sundry Debtors: (Unsecured)			
Due for more than six months			
- Considered Good	7,324,279	3,448,108	
Due for less than six months			
- Considered Good	<u>2,454,372</u>	<u>8,372,211</u>	
	9,778,651		11,820,319
Cash in hand	32,179		28,633
Balance with Scheduled Banks:			
In Current Accounts	52,876,592		5,936,838
In Fixed Deposits (Pledged with Commodity Exchanges/Bank) (A)	14,000,000		14,000,000
	<u>76,687,422</u>		<u>31,785,790</u>
B) Loans And Advances :			
(Unsecured - Considered good)			
Advances recoverable in cash or in kind or for value			
to be received	253,778		11,781,578
Deposits	7,456,224		9,456,224
Advances to Others	-		26,700,000
Advance and Prepaid Taxes (Net of Provision for Tax) (B)	2,779,470		4,508,076
	<u>10,489,472</u>		<u>52,445,878</u>
TOTAL (A) + (B)	87,176,894		84,231,668
PARTICULARS		As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 5			
Current Liabilities & Provisions			
Current Liabilities:			
Due to Clients		4,261,024	17,893,889
Security Deposits		7,267,762	20,556,600
Other Liabilities		139,312	432,869
Total (A)		<u>11,668,098</u>	<u>38,883,358</u>
Provisions :			
Provision for Income Tax (Net)		-	-
Total (B)			
TOTAL (A) + (B)		11,668,098	38,883,358

INVENTURE COMMODITIES LTD.
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR
THE YEAR ENDED 31 ST MARCH , 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE - 6		
Profit / (Loss) from Commodity trading		
Profit from Commodity Trading	4,960,373	4,820,985
Less : Direct Expenses incurred	(499,272)	(994,969)
TOTAL	4,461,100	3,826,016
SCHEDULE - 7		
Profit / (Loss) on share /derivatives trading		
Sale of Shares	160,056,498	100,097,638
Less : Purchase of Shares	(157,984,133)	(126,489,067)
	2,072,365	(26,391,429)
Add / (Less) : Increase / (Decrease) in stock-in- trade	-	(38,580)
Profit/(Loss) from share trading (Delivery)	2,072,365	(26,430,009)
Share Trading Profit (Squared up transactions)	25,114,751	885,500
Profit/(Loss) from share trading (Net) (a)	27,187,116	(25,544,509)
Derivatives Trading Profit (b)	125,410	1,164,330
Profit/(Loss) from share/derivative trading (a+b)	27,312,526	(24,380,179)
Less: Expenses related to share/derivatives trading	(513,891)	(787,733)
TOTAL	26,798,635	(25,167,912)
SCHEDULE - 8		
Personnel Expenses		
Salaries, Bonus & Other allowances	1,506,079	1,422,441
Staff welfare Expenses	18,819	880
TOTAL	1,524,898	1,423,321
SCHEDULE - 9		
Operation and Establishment Expenses		
Electricity Charges	28,690	62,140
Rent	60,000	-
Printing & Stationery	18,405	60,420
Telephone Expenses	151,857	228,614
Repairs & Maintenance	62,157	11,765
Professional Fees	144,500	927,295
Insurance Charges	13,324	4,972
Conveyance & Travelling Expenses	14,592	4,696
Stamp Duty & Share stamp expenses	2,340	607,217
Commodity Exchange Expenses	219,340	768,149
Demat Expenses	18,647	5,371
Securities Transaction Tax on Share Trading	1,072,644	1,266,735
Miscellaneous Expenses	12,849	16,337
TOTAL	1,819,345	3,963,711

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE - 10		
Interest & Other Financial Charges		
Bank Interest on overdraft	109,479	722,898
Bank Commission	132,729	295,133
Bank Charges	8,320	5,849
Interest on Loan	150,000	2,507,735
TOTAL	400,528	3,531,615

SCHEDULE - 11**SIGNIFICANT ACCOUNTING POLICIES FOR THE PERIOD ENDED 31st MARCH, 2010****1. System of Accounting**

- (i) The financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles and provisions of the Companies Act, 1956, except where otherwise stated.
- (ii) The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis, except where otherwise stated

2. Revenue Recognition

Income from brokerage activities is recognized as income on the trade date of transaction. Brokerage is stated net of sub brokerage/rebates.

3. Taxation**Current Tax**

Current tax is provided on the basis of tax payable on estimated taxable income computed in accordance with the applicable provisions after considering the tax allowances and exemptions.

Deferred Taxes

In accordance with Accounting Standard 22 - Accounting for Taxes on Income, issued by the Institute of Chartered Accountants of India, the deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantially enacted as of the balance sheet date.

4. Fixed Assets & Depreciation

Fixed assets are stated at cost less depreciation/amortization.

Tangible fixed Assets are depreciated on Straight Line basis in accordance with the rates prescribed under Schedule XIV of the Companies Act, 1956.

Intangible assets, being Computer Software are amortized over a period of four years.

5. Inventory

The stocks of securities are valued at lower of cost and market value.

6. Securities Transaction Tax

Securities Transaction Tax related to Company's own transactions in Shares & Securities are charged to Profit & Loss account.

7. Provisions, contingent Liabilities & Contingent Assets

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

8. Employees Retirement Benefits :

As none of the employees has completed the minimum length of services prescribed under the Payment of Gratuity Act, no provision for accrued gratuity is considered necessary. As per company's policy, accumulated leave are not entitled to be carried forward. Hence the leave encashment expense is charged off to Profit & Loss account.

SCHEDULE - 12**Notes forming part of Accounts for the year ended 31st March, 2010**

1) Previous year's figures have been regrouped and / or rearranged wherever necessary to make them comparable.

2) Contingent Liabilities

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
Claims against the Company not acknowledged as debts	Nil	Nil
Estimated amount of Contracts remaining to be executed on Capital Account - but not provided for (Net of Advances)	Nil	Nil
Disputed Income Tax Demands (excluding interest, if any)	Nil	Nil

3) Break-up of Brokerage (net) credited to Profit & Loss Account

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Gross Brokerage receipts	2,883,544	4,637,292
Less : Sub-brokerage / incentives paid	(495,543)	(1,023,037)
Net Brokerage	2,388,001	3,614,255

4) Details of Directors' Remuneration

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Salaries	- (150,000)	150,000 (320,750)
Contribution to Provident Fund	- (-)	- (-)
Perquisites	- (-)	- (-)

5) Details of Auditor's Remuneration (excluding Service Tax)

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
Statutory Audit Fees	10,000	10,000
Tax Audit Fees	8,000	8,000
Other Matters	7,000	7,000
Total	25,000	25,000

6) Computation of E.P.S.

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
a) Net Profit after Tax	30,071,636	(24,346,383)
b) Weighted average number of equity shares	2,190,700	2,190,700
c) Earnings/ (Loss) per share	13.73	(11.11)

7) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

8) Pursuant to Accounting Standard "Accounting for Taxes on Income" (AS 22), the Company has recorded Deferred Tax adjustments as follows:

Details of Deferred Tax Liabilities / (Assets)

PARTICULARS	Balance as on 01.04.2009 Rs.	Balance as on 01.04.2009 Rs.	Closing Balance as on 31.03.2010 Rs.
Depreciation/Amortization of Fixed Assets	111,813	(41,362)	70,451
Net Deferred Tax Liabilities / (Assets)	111,813	(41,362)	70,451

9) Related Party Disclosures.

The following details give the information pursuant to Accounting Standard (AS) 18 " Related Party Disclosures".

A) Name of the Related Parties and the Nature of Relationship

Name of the Related Parties	Nature of Relationship
Inventure Growth & Securities Ltd	Holding Company
Inventure Finance Pvt. Ltd.	Fellow subsidiary

B) Details of Related Party transactions during the year ended 31.03.2010

PARTICULARS	Subsidiaries/ Holding Company	Directors & Key Management Personnel	Relatives of Directors & Key Management Personnel	Enterprises significantly influenced by the Directors/ Relatives	Total (Rs.)
Loans/Advances Received	80,492,500	-	-	-	80,492,500
Loans/Advances Repaid	53,792,500	-	-	-	53,792,500
Rent	60,000	-	-	-	60,000
Expenses Reimbursed	200,000	-	-	-	200,000
Outstanding Credit/(Debit) Balance	-	-	-	-	-

10) For the year under consideration the Company is liable to Minimum Alternate Tax (MAT) of Rs. 35,75,000/- on Book Profits, while its tax liability as per regular provisions of Income Tax Act would be Rs. 19,63,000/-. The management is of the view that the differential payment of MAT of Rs. 16,12,000/- over and above the regular tax payment will be set off against the future tax liability and hence the current tax provision has been made for the aforesaid amount of Rs. 19,63,000/-.

11) The Company has not received any intimation from "suppliers" regarding their status under the Micro Small and Medium Enterprises Development Act, 2006 and hence disclosure requirements in this regard as per Schedule XI of the Companies Act, 1956 could not be provided.

12) Business Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details		(Rupees in '000)
I	Registration No.	U67120MH1995PTC094485
	State Code	11
	Balance Sheet Date	31.03.2010
II	Capital Raised During The Year :	
	Public Issue	-
	Rights Issue	-
	Bonus Issue	-
	Private Placement	-
III	Position Of Mobilisation And Deployment Of Funds :	
	Total Liabilities	75,775
	Total Assets	75,775
	Sources Of Funds :	
	Paid -up Capital	21,907
	Reserves & Surplus	53,798
	Secured Loans	-
	Unsecured Loans	-
	Deferred Tax Liability	70
		75,775
	Application Of Funds :	
	Net Fixed Assets	266
	Investments	-
	Net Current Assets	75,509
		75,775
IV	Performance Of The Company For the year ended 31st March, 2010	
	Turnover	35,868
	Total Expenditure	3,875
	Profit Before Tax	31,993
	Profit After Tax	30,072
	Earning Per Share in Rupees (Face Value Rs. 10/-)	13.73
	Dividend Rate (%)	-
V	Products Of The Company :	
	Item Code No	N. A.
	(ITC Code)	N. A.
	Product Description	N. A.

As per our attached report of even date
For D. V. Vakharia & Co.
Chartered Accountants

For and On Behalf Of The Board

(D. V. Vakharia)
Proprietor
Membership No. 46115
Place: Mumbai
Date: 24th June, 2010

(Nagji K. Rita)
Director

(Virendra D. Singh)
Director

INVENTURE COMMODITIES LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A) Cash Flow from Operating Activities		
Net Profit before taxation and exceptional items	31,993,274	(23,753,720)
Adjustment for		
Dividend Income	(21,029)	(80,188)
Interest received	(1,490,527)	(2,264,485)
Depreciation	130,212	162,712
Interest & other financial charges	400,528	3,531,615
Operating profit before Working Capital Changes	31,012,458	(22,404,067)
Adjustment for :		
Stock in Trade (Increase) / Decrease	-	38,580
Advances Recoverable in Cash / Kind	15,619,081	(11,623,021)
Income Taxes (paid)/refund (Net)	(234,394)	393,584
Trade payables and other Liabilities	(27,215,260)	32,526,655
Net cash from operating activities - A	19,181,885	(1,068,268)
B) Cash Flow form Investing Activities:		
Interest received	1,440,914	2,264,485
Loans & Advances	26,700,000	(26,700,000)
Term Deposits with Banks (Net)	-	19,613,378
Dividend received	21,029	80,188
Net cash from Investing Activities - B	28,161,943	(4,741,949)
C) Cash Flow from Financing Activities :		
Loans Paid	-	(13,000)
Interest & other financial charges	(400,528)	(3,531,615)
Bank overdraft (Net)	-	(205,764)
Net cash used in Financing Activities - C	(400,528)	(3,750,379)
Net Increase in Cash and Cash Equivalents (A+B+C)	46,943,299	(9,560,596)
Cash and Cash Equivalents as at beginning	5,965,471	15,526,067
Cash and Cash Equivalents as at end	52,908,771	5,965,471

Notes:

1) Cash and Cash Equivalents are as under:

PARTICULARS	As on 31st March, 2010	As on 31st March, 2009
Cash in hand	32,179	28,633
In Current Accounts	52,876,592	5,936,838
	52,908,771	5,965,471

2 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard -3 on "Cash Flow Statements" issued by the Institute of Chartered accountants of india.

3 Previous year's figures have been regrouped / rearranged wherever necessary to conform to the current period's presentation.

As per our attached report of even date
For D. V. Vakharia & Co.
Chartered Accountants

For and On Behalf Of The Board

(D. V. Vakharia)
Proprietor
Membership No. 46115

(Nagji K. Rita)
Director

(Virendra D. Singh)
Director

Place: Mumbai
Date: 24th June, 2010

INVENTURE WEALTH MANAGEMENT LTD



INVENTURE WEALTH MANAGEMENT LTD**Directors' Report**

To,
The Members,

Your Directors have pleasure in presenting the Second Annual Report together with the Audited statements of accounts of the Company for the year ended on 31st March, 2010.

FINANCIAL HIGHLIGHTS

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31-03-2009 Rs.
Gross Income	39,94,454	213,331
Profit/(Loss) Before Tax	4,78,905	(13,45,025)
Provision for Tax	74,000	-
Fringe Benefit Tax	-	2,600
Net Profit/(Loss)After Tax	4,04,905	(13,47,625)
Add: Profit brought forward from the earlier years	(13,47,625)	-
Profit available for Appropriation	-	-
Balance Carried to Balance Sheet	(9,42,720)	(13,47,625)
Basic & Diluted Earning Per Share	0.62	(2.70)

DIVIDEND

Your Directors did not recommended dividend during the financial year under review.

OPERATIONS OF THE COMPANY

During the year under review, the Company had started Mutual Funds distribution for variuos Asset Management Companies (AMC). The Company is in process of registering itself with the remaining AMC/Fund Houses.

OUT COME

The Company had earned commission of Rs.13,61,564/- from Mutual Fund distribution, Rs.12,12,294/- from Insurance business and Rs.14,20,596 from Fixed Deposit business.

DIRECTORS

Shri Vinod K. Shah retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

DIRECTOR'S RESPONSIBILITY STATEMENT

As required by Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- (a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) The directors had 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 your Company at the end of 31st March, 2010 and of the profit or loss of the company for 31st March, 2010;
- (c) The directors had taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts for the financial year ended 31st March, 2010 on a going concern basis.

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

The requirement of disclosure, in terms of Sub-section (1) (e) of Section 217 of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988, relating to the steps taken for conservation of energy, technology absorption is not applicable to the Company as the Company dose not own any manufacturing facility.

During the year under review, your Company has not earned or spent any Foreign Exchange and also the Company do not hold any Foreign Exchange.

PARTICULARS OF EMPLOYEES

The Company had no employee during the year to which the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, apply.

AUDITORS

The present Auditors Shri Dhiren V. Vakharia, Proprietor of D.V. Vakharia & Company, Chartered Accountants has become a partner of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069 and hence expressed unwillingness for re-appointment in his proprietary Firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

ACKNOWLEDGEMENT

Your Directors place on record their gratitude to the Government, regulators, other statutory bodies and the Company's bankers for the assistance, co-operation and encouragement extended to the Company. The Directors also wish to place on record their gratitude and appreciation of the employees' hard work, dedication, team work and professionalism which made the phenomenal growth possible year after year. Last but not the least; the Directors would like to thank valuable shareholders for their support and contribution. We look forward to their continued support in the future.

For and on Behalf of the Board of Directors

Nagji K. Rita
Director

Place: Mumbai
Date: 25th June, 2010

Registered Office:
201, 2nd Floor, Viraj Tower,
Near Landmark,
Western Express Highway,
Andheri - East,
Mumbai - 400 069.

AUDITOR'S REPORT TO THE MEMBERS OF INVENTURE WEALTH MANAGEMENT LTD

- 1) We have audited the attached balance sheet of Inventure Wealth Management Ltd as at 31st March, 2010 and the Profit and Loss Account and the Cash Flow 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 (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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, to the extent applicable to the Company for the year under consideration.
- 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 and profit and loss account dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the balance sheet and 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 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;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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.
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

**Annexure referred to in paragraph 3 of the Auditors' Report
of even date to the members of Inventure Wealth Management Ltd
on the accounts for the year ended 31st March, 2010**

- (i) The company does not own any fixed assets. Also considering the size & nature of business activities undertaken by the company, the reporting requirements of clause no. (I), (ii), (iv), (viii), (x) of the order are not applicable.
- (ii) (a) The Company had granted interest free loans and advances to one company covered in the register maintained under section 301 of the Companies Act, 1956. The year end outstanding balance was Rs. NIL/- and the maximum amount outstanding during the year was Rs. 6,47,000/-.
- (b) Other terms & conditions are prima facie not prejudicial to the interest of the company.
- (c) The loans are repayable on demand basis and as such there is no specific stipulation for repayment.
- (d) The Company has taken Loan from one party covered in the register maintained under Section 301 of the Companies Act, 1956. The year end balance of the aforesaid loan was Rs. 20,00,000/- and the maximum amount outstanding was Rs. 25,50,000/-.
- (e) The rate of interest & other terms and conditions of the loan taken are prima facie not prejudicial to the interest of the company
- (f) The loans are repayable on demand basis and as such there is no specific stipulation for repayment. The Company has been regular in the payment of interest.
- (iii) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices.
- (iv) According to information and explanations given to us, the company has not accepted any public deposit within the meaning of Section 58 A of the Companies Act read with the Companies (Acceptance of Deposits) Rules 1975.
- (v) The Company has an internal audit system commensurate with the size of the Company and nature of business.
- (vi) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including, Income Tax, Service Tax, Cess and other material statutory dues applicable to it.
- (b) According to information and explanations given to us, there are no dues of Income Tax, Service Tax, and Cess which have not been deposited on account of any dispute.
- (vii) The company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.
- (viii) The company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities and as such the requirement for maintenance of records in respect thereof does not arise.
- (ix) 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.
- (x) During the year under consideration, there were no dealing in shares and securities. Hence the reporting on maintenance of records in respect thereof as is not applicable. The Investment of the Company are held in its own name.

- (xi) Accordingly to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions.
- (xii) According to the information and explanations given to us the company has not obtained any term loan.
- (xiii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xiv) The company has not issued any shares on preferential basis during the year.
- (xv) The company has not issued any debentures. As such, the question of creation of security in respect thereof does not arise.
- (xvi) The Company has not raised any money by way of issue of shares to Public and as such the question of disclosure and verification of end use thereof does not arise.
- (xvii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

INVENTURE WEALTH MANAGEMENT LTD.
BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	As At 31.03.2010 Rs	As At 31.03.2009 Rs
SOURCES OF FUNDS			
1) Shareholders' Fund Share Capital	1	6,500,000	6,500,000
2) Loan Funds Unsecured Loans	2	2,000,000	467,000
TOTAL		8,500,000	6,967,000
APPLICATION OF FUNDS			
1) Fixed Assets		-	-
2) Investments	3	6,000,200	6,000,000
3) Current Assets, Loans & Advances	4	1,895,759	26,725
Less : Current Liabilities & Provisions	5	269,679	407,350
Net Current Assets		1,626,080	(380,625)
4) Profit & Loss Account (Debit Balance)		873,720	1,347,625
TOTAL		8,500,000	6,967,000
Significant Accounting Policies Notes to Accounts	10 11		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.,
 Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
 Proprietor
 Membership No. 46115

(Nagji K. Rita) (Virendra D. Singh) (Vinod K. Shah)
 Director Director Director

Place : Mumbai
 Date: 25th June, 2010

INVENTURE WEALTH MANAGEMENT LTD.
PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
INCOME			
Income from Operations	6	3,994,454	2 213,331
TOTAL		3,994,454	213,331
EXPENDITURE			
Personnel Expenses	7	2,602,960	955,280
Operation and Establishment Expenses	8	730,841	603,016
Interest & Other Financial Charges	9	186,747	60
TOTAL		3,520,548	1,558,356
Profit/(Loss) For The year Before Taxation		473,905	(1,345,025)
Less : Provision for Taxation			
-Current Tax (Refer Note 6 of Schedule 11)		-	-
-Fringe Benefit Tax		-	2,600
		-	2,600
Net Profit For The Year/Period		473,905	(1,347,625)
Add : Balance Brought Forward		(1,347,625)	-
Balance Carried to Balance Sheet		(873,720)	(1,347,625)
Basic and Diluted Earning Per Share		0.73	(2.70)
Significant Accounting Policies	10		
Notes to Accounts	11		

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.,
 Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
 Proprietor
 Membership No. 46115

(Nagji K. Rita) (Virendra D. Singh) (Vinod K. Shah)
 Director Director Director

Place : Mumbai
 Date: 25th June, 2010

INVENTURE WEALTH MANAGEMENT LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 1		
Share Capital		
Authorised Capital : 10,00,000 Equity Shares of Rs. 10/- each	10,000,000	10,000,000
TOTAL	10,000,000	10,000,000
Issued, subscribed & paid up : 650,000 Equity Shares of Rs. 10/- each fully paid up (Of the above 5,19,994 equity shares are held by the holding Company, Inventure Growth & Securities Limited)	6,500,000	6,500,000
TOTAL	6,500,000	6,500,000
SCHEDULE - 2		
Unsecured Loans Inventure Growth & Securities Limited (Holding Company)	2,000,000	467,000
TOTAL	2,000,000	467,000

Name of the Company	Face Value Rs.	Nos.	As At 31.03.2010 Rs.	Nos.	As At 31.03.2009 Rs.
SCHEDULE - 3					
Investments (Long Term - At Cost) (Fully Paid-up)					
Trade Investments (Unquoted) Equity Shares of Subsidiary Inventure Insurance Broking Pvt. Ltd.	10	600,020	6,000,200	600,000	6,000,000
TOTAL			6,000,200		6,000,000
(since, there are no quoted investments as on the balance sheet date, the details of book value and Market Value for the same have not been furnished)					

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 4		
Current Assets, Loans & Advances		
Current Assets :		
Cash in Hand	3,520	2,469
Balance with Scheduled Banks :		
Current Account	1,240,159	-

Sundry Debtors : (Unsecured)		
Due for more than Six months		
- Considered Good	-	-
- Considered Doubtful	-	-
Other Debts		
- Considered Good	356,813	2,804
(A)	1,600,492	5,273
Loans & Advances		
Advances recoverable in cash or in kind or for value to be received	20,164	20,230
Advances & Prepaid Taxes (Net of Provision for Tax)	275,103	1,222
(B)	295,267	21,452
TOTAL (A+B)	1,895,759	26,725
SCHEDULE - 5		
Current Liabilities & Provisions		
Current Liabilities		
Bank Overdraft	-	119,793
Creditors for expenses	4,778	244,865
Other Liabilities	264,901	42,692
	269,679	407,350

INVENTURE WEALTH MANAGEMENT LIMITED
SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE - 6		
Income from Operations		
Commission Income - Mutual fund business	1,361,564	209,705
Commission Income - Insurance business (TDS Rs. 1,31,809, Previous Year TDS Rs. NIL)	1,212,294	3,626
Commission Income - Others (Fixed Deposit etc.) (TDS Rs. 1,39,572, Previous Year TDS Rs. NIL)	1,420,596	-
	3,994,454	213,331
SCHEDULE - 7		
Personnel Expenses		
Salaries, Bonus & Other Allowances	2,596,404	953,866
Staff Welfare	6,556	1,414
	2,602,960	955,280
SCHEDULE - 8		
Operation and Establishment Expenses		
Sub-brokerage/commission paid	432,357	29,706
Printing & Stationery	34,330	36,542
Rent	60,000	-
Conveyance & Vehicle expenses	91,622	32,675
Telephone Expenses	39,887	1,814
Professional Fees	10,000	261,500
Profession Tax	2,500	-
Advertisement Expenses	5,363	-
ROC filing fees	1,500	5,000
Internet & Communication charges	-	33,200
Preliminary Expenses written off	-	178,440
Miscellaneous Expenses	53,282	24,139
TOTAL	730,841	603,016

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE - 9		
Interest & Financial Charges		
Bank Interest & Charges	4,191	60
Interest paid	182,556	-
	186,747	60
Miscellaneous Expenses		
Postage & Telegram	18,114	1,806
Repairs & Maintenance	39	600
Computer & Software charges	23,503	1,924
Legal & Stamping Charges	3,155	398
Miscellaneous Expenses	500	-
Office Expenses	2,592	350
Business Promotion Expenses	2,579	-
Seminar & Training Fee	2,800	-
Membership, subscription	-	16,000
	53,282	21,078

SCHEDULE - 10

SIGNIFICANT ACCOUNTING POLICIES

- 1) **Basis of Accounting :**
The financial statements are prepared under the historical cost convention and income and expenses are accounted for on accrual basis.
- 2) **Investments :**
Investments are accounted at cost inclusive of brokerage, stamp duty and incidental expenses but excluding Securities Transaction Tax, which are written off as expenses. Long Term Investments are valued at cost. Provision is made for diminution in the value of Investments, where the diminution is other than temporary.
- 3) **Employees Retirement Benefits :**
As none of the employees has completed the minimum length of services prescribed under the Payment of Gratuity Act, no provision for accrued gratuity is considered necessary. As per company's policy, accumulated leave are not entitled to be carried forward. Hence the leave encashment expenses is charged off to Profit & Loss account.
- 4) **Provisions, contingent Liabilities & Contingent Assets**
Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.
- 5) **Preliminary Expenses**
The Preliminary expenses incurred for incorporation of the Company are fully written off in the year of incorporation.

INVENTURE WEALTH MANAGEMENT LIMITED
SCHEDULES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2010
SCHEDULE 11:
Notes Forming Part of Accounts

- 1) The Company is a subsidiary of Inventure Growth & Securities Limited.
- 2) Contingent liabilities are Nil (Previous Year Nil).
- 3) The Earning/(Loss) Per Share has been calculated as follows:

PARTICULARS	Year Ended 31.03.2010	Year Ended 31.03.2009
Net Profit/(Loss) for the year/period	473,905	(1,347,625)
Weighted average number of equity shares (Basic and Diluted)	650,000	650,000
Face Value of Equity Shares (in Rs.)	10	10
Basic and Diluted Earnings/(Loss) per share (inRs.)	0.73	(2.07)

4) Details of Auditor's Remuneration :

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Audit Fees	10,000	5,000

5) Related Party Disclosures.

The following details give the information pursuant to Accounting Standard (AS) 18 " Related Party Disclosures".

A) Name of the Related Parties and the Nature of Relationship

Name of the Related Parties	Nature of Relationship
Inventure Growth & Securities Ltd	Holding Company
Inventure Insurance Broking Pvt. Ltd.	Subsidiary Company

B) Details of Related Party transactions during the year ended 31.03.2010

PARTICULARS	Subsidiaries /Holding Company
Loans & Advances given	677,000
Loans & Advances received back	677,000
Loans Received	2,100,000
Loans Repaid	567,000
Rent	60,000
Interest Paid	182,556
Outstanding Credit/(Debit) Balance	2,000,000

- 6) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- 7) For the year under consideration the Company is liable to Minimum Alternate Tax (MAT) of Rs. 74,000/- on Book Profits, while its tax liability as per regular provisions of Income Tax Act would be Rs. NIL. The management is of the view that the differential payment of MAT of Rs. 74,000/- over and above the regular tax payment will be set off against the future tax liability and hence no current tax provision has been made for the year under consideration.

8) Business Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details		(Rupees in '000)
I	Registration No.	U66000MH2008PTC177574
	State Code	11
	Balance Sheet Date	31.03.2010
II	Capital raised during the year :	
	Public Issue	-
	Rights Issue	-
	Bonus Issue	-
	Private Placement	-
III	Position of Mobilisation and Deployment of funds :	
	Total Liabilities	8,500
	Total Assets	8,500
	Sources of Funds :	
	Paid -up Capital	6,500
	Reserves & Surplus	-
	Secured Loans	-
	Unsecured Loans	2,000
		8,500
	Application of Funds :	
	Investments	6,000
	Net Current Assets	1,626
	Profit & Loss Account Debit Balance	874
		8,500
	IV	Performance of the Company for the year ended 31st March, 2010 :
Turnover		3,994
Total Expenditure		3,521
Profit before Tax		474
Profit after Tax		(874)
Earning per share (Face Value Rs. 10/-)		0.73
Dividend Rate (%)		-
V	Products of the Company :	
	Item Code No.	N. A.
	ITC Code	N. A.
	Product Description	N. A.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.,
Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
Proprietor
Membership No. 46115

(Nagji K. Rita) (Virendra D. Singh) (Vinod K. Shah)
Director Director Director

Place : Mumbai
Date: 25th June, 2010

INVENTURE WEALTH MANAGEMENT LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A) Cash Flow from Operating Activities		
Net Profit before taxation and exceptional items	473,905	(1,345,025)
Adjustment for		
Interest and other Financial charges	186,747	-
Operating profit before Working Capital Changes	660,653	(1,345,025)
Adjustment for :		
Increase in Current Assets	(353,944)	(23,034)
Increase in Current Liabilities	(17,878)	407,350
Income Taxes Paid	(273,881)	(3,822)
Net cash from operating activities - A	14,950	(964,531)
B) Cash Flow from Investing Activities:		
Investment in subsidiary	(200)	(6,000,000)
Net cash from Investing Activities - B	(200)	(6,000,000)
C) Cash Flow from Financing Activities :		
Issuance of Equity Share capital	-	6,500,000
Interest and other Financial charges	(186,747)	-
Loans From Holding Company	1,533,000	467,000
Bank Overdraft (Net)	(119,793)	-
Net cash used in Financing Activities - C	1,226,460	6,967,000
Net Increase in Cash and Cash Equivalents (A+B+C)	1,241,210	2,469
Cash and Cash Equivalents as at beginning	2,469	-
Cash and Cash Equivalents as at end	1,243,679	2,469

Notes:

1 Cash and Cash Equivalents are as under:

PARTICULARS	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
Cash in hand	3,520	2,469
In Current Accounts	1,240,159	-
	1,243,679	2,469

2) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard 3 on "Cash Flow Statements".

3) Previous year's figures have been regrouped / rearranged wherever necessary to conform to the current year's presentation.

As Per Our Attached Report Of Even Date
 For D. V. Vakharia & Co.,
 Chartered Accountants

For And On Behalf Of The Board

(D.V.Vakharia)
 Proprietor
 Membership No. 46115

(Nagji K. Rita) (Virendra D. Singh) (Vinod K. Shah)
 Director Director Director

Place : Mumbai
 Date: 25th June, 2010

INVENTURE INSURANCE BROKING PVT. LTD



INVENTURE INSURANCE BROKING PVT. LTD.**Directors' Report**

To,
The Members,

Your Directors have pleasure in presenting the Third Annual Report together with the Audited statements of accounts of the Company for the year ended on 31st March, 2010.

FINANCIAL HIGHLIGHTS

PARTICULARS	For the year Ended	
	March 31, 2010	March 31, 2009
Gross Income	57,669	695,757
Profit/(Loss) Before Depreciation, & Taxation	(14,52,562)	
Less : Depreciation	3,236	
Profit/(Loss) Before Tax	(14,55,797)	82,903
Provision for Tax		
Fringe Benefit Tax		
Deferred Tax adjustments	4,925	
Net Profit/(Loss) after Tax		82,903
Add : Profit/(Loss) brought forward from earlier years	(381,037)	(463,940)
Profit/(Loss) available for Appropriation	(18,41,759)	(381,037)
Appropriations		
Transfer to General Reserve		
Balance carried to Balance sheet	(18,41,759)	(381,037)
Basic and Diluted Earning Per Share	(2.43)	0.14

DIVIDEND

Your Directors did not recommended dividend for the year under review.

OPERATIONS OF THE COMPANY

The Company had not yet obtained Licence from Insurance Regulatory and Development Authority (IRDA) and same is in the process. Hence, there is no business activity in the year under review.

OUTCOME

The Company had no income from its core business activities. The Company had earned Interest of Rs.57,669/- in the year from the surplus funds invested in the Fixed Deposits.

DIRECTORS

Shri Virendra D. Singh retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

Shri Vinod K. Shah was appointed as an Additional Directors w.e.f 1st February, 2010 .He holds office upto the date of a ensuing Annual General Meeting. The Company has received notices in writing from Members proposing the candidature for the office of Directors under the provision of section 257 of the Companies Act, 1956, for Shri Vinod K. Shah.

The Board of Directors recommends appointment /re-appointment of the above Directors at the ensuing Annual General Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT

As required by Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- The directors had 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 your Company at the end of 31st March, 2010 and of the profit or loss of the company for 31st March, 2010;

- (c) The directors had taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts for the financial year ended 31st March, 2010 on a going concern basis.

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

The requirement of disclosure, in terms of Sub-section (1) (e) of Section 217 of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988, relating to the steps taken for conservation of energy, technology absorption is not applicable to the Company as the Company does not own any manufacturing facility.

During the year under review, your Company has not earned or spent any Foreign Exchange and also the Company do not hold any Foreign Exchange.

PARTICULARS OF EMPLOYEES

The Company had no employee during the year to which the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, apply.

AUDITORS

The present Auditors Shri Dhiren V. Vakharia, Proprietor of D.V. Vakharia & Company, Chartered Accountants has become a partner of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069 and hence expressed unwillingness for re-appointment in his proprietary Firm.

The Company has received Special Notice as required under Section 225 of the Companies Act, 1956, proposing the appointment of M/s PHD & Associates, Chartered Accountants, Mumbai - 400 069, as the Statutory Auditors of the Company. As required, M/s PHD & Associates, Chartered Accountants, have forwarded a certificate to the Company stating that the appointment, if made, will be within the limits specified in the Sub-Section (1B) of Section 224 of the Companies Act, 1956. Further, they have confirmed that they are not disqualified from being appointed as Auditors under Section 226 of the Companies Act, 1956.

It is therefore proposed to appoint M/s PHD and Associates, as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company. The necessary resolution seeking your approval for appointment of Statutory Auditors has been incorporated in the Notice convening the Annual General Meeting.

ACKNOWLEDGEMENT

Your Directors place on record their gratitude to the Government, regulators, other statutory bodies and the Company's bankers for the assistance, co-operation and encouragement extended to the Company. The Directors also wish to place on record their gratitude and appreciation of the employees' hard work, dedication, team work and professionalism which made the phenomenal growth possible year after year. Last but not the least; the Directors would like to thank valuable shareholders for their support and contribution. We look forward to their continued support in the future.

For and on Behalf of the Board of Directors

Nagji K. Rita
Director

Place: Mumbai
Date: 25th June, 2010

Registered Office:
201, 2nd Floor, Viraj Tower,
Near Landmark,
Western Express Highway,
Andheri - East,
Mumbai - 400 069.

Auditor's Report to the Members of Inventure Insurance Broking Pvt. Ltd

- 1) We have audited the attached balance sheet of Inventure Insurance Broking Pvt. Ltd as at 31st March, 2010 and the Profit and Loss Account and the Cash Flow 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 (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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, to the extent applicable to the Company for the year under consideration.
- 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 and profit and loss account dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the balance sheet and 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 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;
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said 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:
 - (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 Loss for the year ended on that date.
 - (c) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

**Annexure referred to in paragraph 3 of the Auditors' Report
of even date to the members of Inventure Insurance Broking Pvt. Ltd
on the accounts for the year ended 31st March, 2010**

- (I) The year under consideration being the third year, and in the absence of commencement of significant business activities, the reporting requirements of clause no. (I), (ii), (iv), (vii), (viii), & (x) of the order are not applicable.
- (ii) (a) The Company had granted loans and advances to one company covered in the register maintained under section 301 of the Companies Act, 1956. The year end outstanding balance was Rs. Nil/- and the maximum amount outstanding during the year was Rs. 18,50,000/-.
- (b) As per the information & explanations given to us the company has given the loans & advances, the rate of interest & other terms & conditions where of are prima facie not prejudicial to the interest of the company.
- (c) The loans are repayable on demand basis and as such there is no specific stipulation for repayment.
- (d) The Company has taken interest free Loans from one party covered in the register maintained under Section 301 of the Companies Act, 1956. The year end balance of the aforesaid loan was Rs. NIL and the maximum amount due in respect of the aforesaid party was Rs. 6,47,000/-.
- (e) In our opinion, other terms and conditions of the loans referred to in paragraph (d) above are not, *prima facie*, prejudicial to the interest of the Company.
- (f) The loan are repayable on demand basis and as such there is no specific stipulation for repayment.
- (iii) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) According to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices.
- (iv) According to the information and explanations given to us, the Company has not accepted any public deposit within the meaning of Section 58 A of the Companies Act read with the Companies (Acceptance of Deposits) Rules 1975.
- (v) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including, Income Tax, Service Tax, Cess and other material statutory dues applicable to it.
- (b) According to information and explanations given to us, there are no dues of Income Tax, Service Tax, and Cess which have not been deposited on account of any dispute.
- (vi) The Company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.
- (vii) The Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities and as such the requirement for maintenance of records in respect thereof does not arise.
- (viii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Hence, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (ix) During the year under consideration, there were no dealing in shares and securities. Hence the reporting on maintenance of records in respect thereof as is not applicable. The Investment of the Company are held in its own name.
- (x) According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xi) According to information & explanations given to us the Company has not obtained any Term Loans.

- (xii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xiii) According to the information and explanation given to us, the Company has not made preferential allotment of shares to parties and / or companies covered in the register maintained under section 301 of the Act.
- (xiv) The Company has not issued any debentures. As such, the question of creation of security in respect thereof does not arise.
- (xv) The Company has not raised any money by way of issue of shares to public and as such the question of disclosure and verification of end use thereof does not arise.
- (xvi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For D. V. Vakharia & Co.
Chartered Accountants
(Firm Registration No.121692W)

(D. V. Vakharia)
Proprietor
Membership No.: 46115
Place: Mumbai
Date : 25th June, 2010

INVENTURE INSURANCE BROKING PVT. LTD.
BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	Schedule	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SOURCES OF FUNDS			
1) Shareholders' Fund Share Capital	1	6,000,200	6,000,200
2) Loan Funds		-	-
3) Deferred Tax Liability		4,925	-
TOTAL		6,005,125	6,000,200
APPLICATION OF FUNDS			
1) Fixed Assets Gross Block	2	31,956	-
Less : Depreciation		3,236	-
Net Block		28,720	-
2) Investments	3	-	3,500,000
3) Current Assets, Loans & Advances	4	4,320,390	2,193,931
Less : Current Liabilities & Provisions	5	185,744	74,768
Net Current Assets		4,134,645	2,119,163
4) Profit & Loss Account Debit Balance		1,841,759	381,037
TOTAL		6,005,125	6,000,200
Significant Accounting Policies	10		
Notes to Accounts	11		

As per our attached report of even date
 For D. V. Vakharia & Co.
 Chartered Accountants

For And On Behalf Of The Board

(D. V. Vakharia)
 Proprietor
 Membership No. 46115

(Nagji K. Rita)
 Director

(Virendra D. Singh)
 Director

Place : Mumbai
 Date: 25th June, 2010

INVENTURE INSURANCE BROKING PVT. LTD.
PROFIT & LOSE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Schedule	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
INCOME			
Other Income	6	57,669	695,757
TOTAL		57,669	695,757
EXPENDITURE			
Loss on Sale of Investment		9,094	-
Personnel Expenses	7	1,332,088	543,244
Operation and Establishment Expenses	8	163,397	69,610
Interest & Other Financial Charges	9	5,652	-
Depreciation		3,236	-
TOTAL		1,513,466	612,854
Profit/(Loss) For the year Before Taxation		(1,455,797)	82,903
Less : Provision for Taxation			
-Current Tax		-	-
-Deferred Tax Liability		4,925	-
		4,925	-
Net Profit/(Loss) for The year		(1,460,722)	82,903
Add : Balance Brought Forward		(381,037)	(463,940)
Balance Carried to Balance Sheet		(1,841,759)	(381,037)
Basic and Diluted Earning Per Share		(2.43)	0.14
Significant Accounting Policies	10		
Notes to Accounts	11		

As per our attached report of even date
 For D. V. Vakharia & Co.
 Chartered Accountants

For and On Behalf Of The Board

(D. V. Vakharia)
 Proprietor
 Membership No. 46115

(Nagji K. Rita)
 Director

(Virendra D. Singh)
 Director

Place: Mumbai
 Date: 25th June, 2010

INVENTURE INSURANCE BROKING PVT. LTD.
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 1		
Share Capital		
Authorised Capital: 5,000,000 Equity Shares of Rs. 10/- each	50,000,000	50,000,000
TOTAL	50,000,000	50,000,000
Issued, subscribed & paid up: 600,020 Equity Shares of Rs. 10/- each fully paid up (Entire share capital is held by the Holding Company, Inventure Wealth Management Ltd. & its nominees) (Previous Year, 6,00,000 equity shares - held by the Holding Company, Inventure Wealth Management Limited)	6,000,200	6,000,200
TOTAL	6,000,200	6,000,200

SCHEDULE - 2

(Amount in Rs.)

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	Upto 31.03.2009	For the year	Upto 31.01.2010	As At 31.03.2010	As At 31.03.2009
Computers	-	31,956	-	31,956	-	3,236	3,236	28,720	-
Total	-	31,956	-	31,956	-	3,236	3,236	28,720	-
Previous Year	-	-	-	-	-	-	-	-	-

PARTICULARS	Face Value Rs.	Nos.	As At 31.03.2010 Rs.	Nos.	As At 31.03.2009 Rs.
SCHEDULE - 3					
Investments (Long Term - Non Trade - At Cost)					
Un-Quoted:					
ICICI Prudential Income Plan Dividend Investment	10	-	-	272,438	3,500,000
TOTAL			-		3,500,000
(since, there are no quoted investments as on the balance sheet date, the details of book value and Market Value for the same have not been furnished)					

PARTICULARS	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
SCHEDULE - 4		
Current Assets, Loans & Advances		
Current Assets :		
Cash on Hand	7,280	8,400
Balance with Scheduled Banks :		
In fixed Deposits	4,100,000	-
Loans & Advances		
Advance to Others	-	1,850,000
Advances recoverable in cash or in kind or for value to be received	58,082	-
Advances to Staff	-	186,270
Advances & Prepaid Taxes	155,028	149,261
TOTAL	4,320,390	2,193,931
SCHEDULE - 5		
Current Liabilities & Provisions		
Current Liabilities		
Bank Overdraft	170,744	52,663
Other Liabilities	15,000	22,105
TOTAL	185,744	74,768

INVENTURE INSURANCE BROKING PVT. LTD.
SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE - 6		
Other Income		
Interest Gross (T.D.S. Rs. 5,767/-, previous year TDS Rs. 1,48,261)	57,669	662,438
Dividend on Units of Mutual Fund (Income Plan)	-	33,319
TOTAL	57,669	695,757
SCHEDULE - 7		
Personnel Expenses		
Salaries, Bonus & Allowances	1,332,088	543,244
TOTAL	1,332,088	543,244
SCHEDULE - 8		
Operation and Establishment Expenses		
Rent	60,000	-
Application fee for IRDA Licence	25,000	-
Professional Fees	67,475	56,726
Printing & Stationery	-	6,760
ROC filing fees	5,550	3,000
Miscellaneous Expenses	5,372	3,124
TOTAL	163,397	69,610
SCHEDULE - 9		
Interest & Other Financial Charges		
Bank Interest / Charges	5,652	-
Total	5,652	-

**SCHEDULE - 10
SIGNIFICANT ACCOUNTING POLICIES**

- 1) Basis of Accounting :
The financial statements are prepared under the historical cost convention and income and expenses are accounted for on accrual basis.
- 2) Fixed Assets :
Fixed assets are stated at cost less depreciation
- 3) Depreciation
Tangible fixed assets are depreciated on straight line basis in accordance with the rates prescribed under Schedule XIV of the Companies Act, 1956.
- 4) Investments :
Investments are accounted at cost inclusive of brokerage, stamp duty and incidental expenses but excluding Securities Transaction Tax, which are written off as expenses. Long Term Investments are valued at cost. Provision is made for diminution in the value of Investments, where the diminution is other than temporary.
- 5) Employees Retirement Benefits :
As none of the employees has completed the minimum length of services prescribed under the Payment of Gratuity Act, no provision for accrued gratuity is considered necessary. As per company's policy, accumulated leave are not entitled to be carried forward. Hence the leave encashment expenses is charged off to Profit & Loss account
- 6) Provisions, contingent Liabilities & Contingent Assets
Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

**SCHEDULE - 11
NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010**

- 1) With effect from 01st April, 2009, the Company is Wholly Owned subsidiary of Inventure Wealth Management Ltd. & step down Subsidiary of Inventure Growth & Securities Ltd.
- 2) Previous year's figures have been regrouped / rearranged wherever considered necessary to make it comparable with current year.
- 3) Contingent liabilities are Nil (Previous Year Nil)
- 4) Earnings/(Loss) Per Share :

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Net Profit (Loss) After Tax Available to Equity Shareholders	(1,455,797)	82,903
Weighted Average Number Of Equity Shares	600,020	600,020
Earnings/ (Loss) Per Share	(2.43)	0.14

- 5) Details of Auditor's Remuneration :

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
Audit Fees	5,000	5,000

- 6) Related Party Disclosures.
The following details give the information pursuant to Accounting Standard (AS) 18 Related Party Disclosures.
- A) Name of the Related Parties and the Nature of Relationship

INVENTURE INSURANCE BROKING PVT. LTD.
SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2010

Name of the Related Parties	Nature of Relationship
Inventure Wealth Management Limited Inventure Growth & Securities Ltd	Holding Company Ultimate Holding Company

B) Details of Related Party transactions during the year ended 31.03.2010

Name of the Related Parties	Subsidiaries/Holding Company
Loans taken	677,000
Loans Repaid	677,000
Rent	60,000
Outstanding Credit/(Debit) Balance	-

7) In the opinion of the Board, subject to the debts considered doubtful, Current Assets and Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

8) Business Sheet Abstract and Company's General Business Profile (Part IV)

Registration Details	(Rupees in '000)
I Registration No.	U66000MH2008PTC177574
State Code	11
Balance Sheet Date	31.03.2010
II Capital raised during the year :	
Public Issue	
Rights Issue	-
Bonus Issue	-
Private Placement	-
III Position of Mobilisation and Deployment of funds :	
Total Liabilities	6,005
Total Assets	6,005
Sources of Funds :	
Paid -up Capital	6,000
Reserves & Surplus	-
Secured Loans	-
Unsecured Loans	-
Deferred Tax Liabilities	5
	6,005

Registration Details		(Rupees in '000)
	Application of Funds :	
	Net Fixed Assets	29
	Investments	-
	Net Current Assets	4,135
	Profit & Loss Account Debit Balance	1,842
		6,005
IV	Performance of the Company for the year ended 31st March, 2010:	
	Turnover /Other Income	58
	Total Expenditure	1,513
	Profit before Tax	(1,456)
	Profit after Tax	(1,461)
	Earning per share (Face Value Rs. 10/-)	(2.43)
	Dividend Rate (%)	-
V	Products of the Company :	
	Item Code No	N. A.
	(ITC Code)	N. A.
	Product Description	N. A.

As Per Our Attached Report Of Even Date
For D. V. Vakharia & Co.
Chartered Accountants

For And On Behalf Of The Board

(D. V. Vakharia)
Proprietor
Membership No. 46115
Place : Mumbai
Date : 25th June, 2010

(Nagji K. Rita)
Director

(Virendra D. Singh)
Director

INVENTURE INSURANCE BROKING PVT. LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A) Cash Flow from Operating Activities :		
Net Profit before taxation and exceptional items	(1,455,797)	82,903
Adjustment for		
Loss on Sale of Investments	9,094	-
Interest received	(57,669)	(662,438)
Dividend Received	-	(33,319)
Depreciation	3,236	-
	(1,501,136)	(612,854)
Operating profit before Working Capital Changes		
Adjustment for :		
Increase in Loans & Advances	1,978,188	(2,036,270)
Increase in Current Liabilities	(7,105)	17,105
Income Taxes Paid	(5,767)	(149,261)
Term Deposits with Bank	(4,100,000)	-
Net cash from operating activities - A	(3,635,820)	(2,781,280)
B) Cash Flow from Investing Activities :		
Purchase of Fixed Asset	(31,956)	-
Purchase of investments	-	(3,500,000)
Sale of investments	3,490,906	-
Interest received	57,669	662,438
Dividend Received	-	33,319
Net cash from Investing Activities - B	3,516,618	(2,804,243)
C) Cash Flow from Financing Activities :		
Loans Received	677,000	-
Loans Repaid	(677,000)	(100,440)
Bank Overdraft (Net)	118,082	52,663
Net cash used in Financing Activities - C	118,082	(47,777)
Net Increase in Cash and Cash Equivalents (A+B+C)	(1,120)	(5,633,300)
Cash and Cash Equivalents as at beginning	8,400	5,641,700
Cash and Cash Equivalents as at end	7,280	8,400

Notes:

1) Cash and Cash Equivalents are as under:

PARTICULARS	As on 31st March, 2010 Rs.	As on 31st March, 2009 Rs.
Cash in hand	7,280	8,400
In Current Accounts	-	-
	7,280	8,400

2) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard 3 on "Cash Flow Statements".

3) Previous year's figures have been regrouped / rearranged wherever necessary to conform to the current year's presentation.

As per our attached report of even date

For D. V. Vakharia & Co.
Chartered Accountants

(D. V. Vakharia)
Proprietor
Membership No. 46115

For And On Behalf Of The Board

(Nagji K. Rita) (Virendra D. Singh)
Director Director

Place: Mumbai
Date: 25th June, 2010

www.inventuregrowth.com

201, Viraj Tower,
Near Landmark Building,
W.E. Highway, Andheri (E),
Mumbai- 400069
India

Telephone : 91-22-39548500
Fax : 91-22-40751535