

ARIHANT TOURNESOL LIMITED

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DIRECTORS' REPORT

To
The Members:

Your Directors have pleasure in presenting the TWENTIETH Annual Report of Arihant Tournesol Ltd., together with the Statement of Accounts for the year ended 31st March, 2011.

1. ECONOMIC SCENARIO:

During the year under review, the company's factory was running satisfactorily under Dry Lease Arrangement with M/s Betail Oils & Flours Pvt Ltd. M/s Vision Millennium Exports Pvt Ltd, had raised the issue of refund of interest free advance given by them under the First Charge on the Solapur assets of the company. The company has requested to continue the dry lease arrangement as stipulated in the agreement with them.

Due to dry lease arrangement, the turnover and the profits under lease have not been taken into account.

The company's management will have to continue under lease the operations until other liabilities are settled with other and prepare the revival scheme after such settlement. The company hopes to prepare and get the proper revival scheme settled in the near future.

2. FINANCIAL PERFORMANCE:

The company has incurred a loss of Rs 16,98,475/-

3. FUTURE PROSPECTS:

The management of the company engaged in discussions and restructuring the management and the capital structure of the company after the revival scheme is settled satisfactorily.

4. **DIVIDEND:**

No dividend has been declared during the year.

5. **DIRECTORS:**

Mr. D.N. Jha, Director of the company retires by rotation and being eligible offer himself for reappointment.

6. **PARTICULARS OF EMPLOYEES:**

There are no employees of the company who are drawing such salary as is required to be disclosed under Section 217(2A) read with the Companies (Particulars of Employees) Rules, 1975.

7. **DIRECTORS' RESPONSIBILITY STATEMENT:**

- (k) the preparation of the annual accounts for the financial year ended on 31st March, 2011, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- (ii) the Directors have selected appropriate accounting policies and applied them consistently, and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2011 and of the profit of the company for the said period.
- (iii) 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, and
- (iv) the Directors have prepared the accounts for the financial year ended on 31st March, 2011 on a "going concern" basis.

8. **AUDIT COMMITTEE:** As per requirement for compliance of Companies Act 1956, w/s.292A, the company has constituted Audit Committee comprising of all the three directors viz. Shri S.Ramkrishna, Miss Sharmishta Jadhav and Shri D.N.Jha

9. **AUDITORS' REPORT:**

The Auditors' Report referred certain points which are clarified as under:

- (a) The company has made lot of efforts to appoint a Company Secretary and is hopeful of appointing one very soon. However, the company has full-fledged secretarial department to handle all the matters on regular basis and it also

seeks professional advises from time to time from practicing Company Secretary.

10. **AUDITORS:**

The company's Auditors, M/s. R.B. Pandya & Co., Chartered Accounts are eligible for re-appointment.

11. **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

There has been no foreign exchange earnings or outgo. There has been no technology absorption in the current year. The energy consumption has been rationalised and economised.

12. **INDUSTRIAL RELATIONS:**

The Management has been successful in maintaining industrial peace and enjoys cordial relations with all its workers and staff.

13. **ACKNOWLEDGEMENT:**

Your Directors would also like to place on record their appreciation to the Banks, Institutions, Staff and Shareholders for their co-operation in the operation of the company.

For and on behalf of the Board of Directors


Varsha Sethi
Chairperson.

Place: Mumbai
Date : 2.9.2011

AUDITOR'S REPORT

To,
The Members of,
Arihant Tournesol Limited

1.	We have audited the attached Balance Sheet of Arihant Tournesol Limited as at 31 st March 2011 Profit and Loss Account and Cash flow Statement of the Company for the year ended on that date annexed thereto. The 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 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 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 as amended by the Companies (Auditor's Report)(Amendment) Order 2004, hereinafter the "Order", issued by the Central Government in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we give 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 purpose of our Audit ;
ii.	In our opinion proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books ;
iii.	The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by the report are in agreement with the Books of Accounts ;
iv.	In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ;
v.	On the basis of written representations received from directors and taken on record by the board of directors, we report that none of the directors are disqualified as on 31 st March, 2011 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 explanation given to us, the said accounts read together with and subject to the following :



R.B. Pandya & Co.,
Chartered Accountants

308, Venkatesh Chambers,
Ghanshyam Talwatkar Marg,
Fort, Mumbai - 400 001.
Phone : 2207 0840 / 2207 6799

AUDITOR'S REPORT

1.	Non provision in the accounts for an amount of Rs.33.13 Lacs (Previous Year Rs.33.13 lacs) on account of claims filed against the company, not acknowledged as debts, the matter being under dispute (Refer Notes On Accounts Point No.6).
2.	The company doesn't have a whole time company secretary as required by Section 383A of the Companies Act, 1956.
3.	Refer Notes on Accounts Point No.3 regarding non-confirmation of balances.

And other notes thereon give the information as 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 Balance Sheet, of the state of affairs of the Company as at 31 st March, 2011
b.	in the case of 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 for the year ended on that date.

For R. B. Pandya & Co.,
Chartered Accountants

R. B. Pandya

Rajesh B. Pandya
Proprietor



Place : Mumbai

Date : 2nd September, 2011

**Annexure referred to in paragraph 3 of our report of even date on the Balance Sheet of
ARIHANT TOURNESOL LIMITED at 31st March, 2011 and Profit & Loss Account
for the year ended on that date**

- I. a) The company has maintained proper records showing full particulars including quantitative details and situation 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.
- II. The company has no inventory during the year under the review and hence question of maintenance of proper records and physical verification of stocks does not arise.
- III. The company has granted Advance of Rs.55,65,000/- to one company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum balance outstanding was Rs.59,35,000/- and the year end balance was Rs.55,65,000/-. (Previous year: 4,35,000/-)
In our opinion and according to the information and explanations given to us, the Advance is Interest free and repayable on demand, and other terms and conditions are not prima facie prejudicial to the interest of the company.
- IV. In our opinion and according to the information and explanations given to us internal control procedures are adequate and commensurate with the size of the Company and nature of business with regard to cash transactions and cash management, plant and machinery, equipment and other assets.
- V. a) According to the information and explanations given to us, we are of the opinion that there are no transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956.
- b) In our opinion and according to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained Under section 301 of the Companies Act, 1956, aggregating during the year to Rs.5,00,000/- (Rupees Five Lacs only) or more in respect of any party.
- VI. The Company has not accepted any deposits from public.
- VII. In our opinion the internal audit system of the Company is commensurate with its size and nature of its business
- VIII. Since maintenance of cost records is not applicable to the Company under section 209(1)(d) of the Companies Act, 1956, clause 4 (viii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company
- IX. a) The Company does not have any liability towards employees during the year, under the Provident Fund Act and Employees State Insurance Act, hence the question of timely deposit of the Provident Fund dues and Employees State Insurance Scheme, does not arise.
- b) According to the information and explanation given to us, there are no undisputed amount payable in respect of income tax, wealth tax, customs duty, excise duty, cess, Service Tax and any other statutory dues as at 31st March, 2011 for a period of more than six months from the date they became payable.



Annexure referred to in paragraph 3 of our report of even date on the Balance Sheet of
ARIHANT TOURNESOL LIMITED at 31st March, 2011 and Profit & Loss Account
for the year ended on that date

- X. In our opinion the accumulated losses at the end of the financial year are more than fifty percent of its net worth. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- XI. The Company has not defaulted in repayment of dues to the Bankers.
- XII. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- XIII. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- XIV. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investment. Accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- XV. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from bank or financial institutions.
- XVI. The Company has not raised any Term Loan during the Year.
- XVII. According to the information and explanation given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long term investment by the Company.
- XVIII. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- XIX. The Company has not issued any debentures during the year.
- XX. The Company has not raised any money by way of public issue during the year
- XXI. 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 R. B. Pandya & Co.,
Chartered Accountants
CHARTERED ACCOUNTANTS

Rajesh B. Pandya
Proprietor



Place : Mumbai
Date : 2nd September, 2011

Arihant Tournesol Ltd.

Balance Sheet As At 31.03.2011

Particulars	Sch. No.	As On 31.03.2011		As On 31.03.2010	
		Amount (Rs.)		Amount (Rs.)	
<u>Sources Of Funds</u>					
Share Capital	01		98,983,000		98,983,000
Reserves & Surplus	02		2,467,500		2,467,500
Unsecured Loans	3		27,156,755		27,156,755
Deferred Tax Liability (Net)			1,043,851		1,196,919
TOTAL			129,651,106		129,804,174
<u>Application Of Funds</u>					
Fixed Assets (Gross Block)	4	93,785,829		93,785,829	
Less : Accumulated Depreciation		<u>80,387,027</u>	13,398,803	<u>78,671,452</u>	15,114,377
Capital work in progress			4,131,034		4,131,034
Investments	5		23,700		23,700
<u>Current Assets, Loans & Advances</u>					
Sundry Debtors	6	30,000		3,540,961	
Cash & Bank Balance	7	85,166		1,892,535	
Loans & Advances	8	<u>9,008,100</u>		<u>3,672,420</u>	
		9,123,266		9,105,916	
Less: Current Liabilities & Provisions	9	<u>1,993,714</u>	7,129,552	<u>1,993,464</u>	7,112,452
Profit And Loss Account			104,968,017		103,422,611
Total			129,651,106		129,804,174

Notes On Accounts

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As Per Our Report On Even Date
For **R. B. Pandya & Co. CO.**
Chartered Accountants
R. B. Pandya
Rajesh B. Pandya
Proprietor
Mumbai, 2nd September 2011



For Arihant Tournesol Ltd.
Varsha Sethi
Varsha Sethi
Director
Mumbai, 2nd September 2011

D.N. Jha
D.N. Jha
Director

Arihant Tournesol Ltd.

Profit and Loss Account For The year Ended 31st March, 2011

Particulars	Sch. No.	For the yr ended 31.03.11 Amount (Rs.)	For the yr ended 31.03.11 Amount (Rs.)
<u>Income</u>			
Sales (Soyabean Meal)		-	7,020,966
Other Income	10	2,039,130	4,054,401
TOTAL (A)		<u>2,039,130</u>	<u>11,075,367</u>
<u>Expenditure</u>			
Purchase (Soyabean)		-	6,883,300
Personnel expenses	11	503,847	148,444
Administrative Expenses	12	1,518,183	509,600
TOTAL (B)		<u>2,022,030</u>	<u>7,541,344</u>
Net Profit Before Dep. & Tax (A-B)		17,100	3,534,023
Less : Depreciation		1,715,575	1,963,610
Profit Before Tax		<u>(1,698,475)</u>	<u>1,570,413</u>
Less : Provision For Income Tax		-	243,000
Add : Provision For Deferred Tax Liability		153,068	174,985
Profit After Tax		<u>(1,545,407)</u>	<u>1,502,398</u>
Add : Balance B/F. from previous year		(103,422,611)	(104,925,009)
Balance C/f. to Balance Sheet		<u><u>(104,968,017)</u></u>	<u><u>(103,422,611)</u></u>
Earning Per Share		Nil	0.152

Notes to Accounts

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For R. B. Pandya & Co.
Chartered Accountants
CHARTERED ACCOUNTANTS

R. B. Pandya
Proprietor

Mumbai, 2nd September 2011



For Arihant Tournesol Ltd.

Varsha Sethi
Director

Mumbai, 2nd September 2011

D.N. Jha

D.N. Jha
Director

Arthant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Balance Sheet As At 31st March, 2011

Schedule : "1" : Share Capital

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
<u>Authorised</u>		
1,00,00,000 Equity Shares of Rs. 10/- each	<u>100,000,000.00</u>	<u>100,000,000.00</u>
<u>Issued</u>		
99,50,000 Equity Shares of Rs. 10/- each	<u>99,500,000.00</u>	<u>99,500,000.00</u>
<u>Subscribed</u>		
98,99,500 Equity Shares of Rs. 10/- each	<u>98,995,000.00</u>	<u>98,995,000.00</u>
<u>Paid - Up</u>		
98,98,300 (Previous Year 98,98,300/-) Equity Shares of Rs. 10/- each	<u>98,983,000.00</u>	<u>98,983,000.00</u>
Total	<u>98,983,000.00</u>	<u>98,983,000.00</u>

Schedule : "2" : Reserves & Surplus

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
Capital Reserve :		
Opening Balance :	2,461,500.00	2,461,500.00
Add : 1200 Equity Shares (Previous Year Nil) of Rs. 10 each Rs.5 paid up forfeited not reissued, trfd to Capital Reserve	<u>6,000.00</u>	<u>6,000.00</u>
Total	<u>2,467,500.00</u>	<u>2,467,500.00</u>



Arihant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Balance Sheet As At 31st March, 2011

Schedule : "3" : Unsecured Loan

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
Financing Arrangement from Body corporate	27,156,754.68	27,156,754.68
Total	27,156,754.68	27,156,754.68

Schedule : "5" : Investments

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
National Savings Certificate	23,700.00	23,700.00
Total	23,700.00	23,700.00



Arbhan Transport Ltd.

Schedules Annexed To And Forming Part Of The Balance Sheet As At 31st March, 2011

Schedule : "A" : Fixed Assets

Particulars	Rate of Dep.	Gross Block			Depreciation			Net Block			
		Bal. As On 1.4.2010 Rs.	Addition Rs.	Deduction Rs.	Bal. As On 31.3.2011 Rs.	Dep. As On 1.4.2010 Rs.	Depn. During the year Rs.	Depn. On sale the year Rs.	Total Dep. As on 31.3.2011 Rs.	As on 31.3.2011 Rs.	As on 31.3.2010 Rs.
Freehold Land	0.00%	1,156,795.00	-	-	1,156,795.00	-	-	-	-	1,156,795.00	1,156,795.00
Buildings	10.00%	27,367,383.00	-	-	27,367,383.00	577,813.34	-	22,167,062.94	22,167,062.94	5,200,320.06	5,778,133.40
Plant & Machinery	13.91%	62,836,234.27	-	-	62,836,234.27	1,103,400.91	-	56,007,205.95	56,007,205.95	6,829,028.32	7,932,429.23
Technical Installation	13.91%	2,425,417.00	-	-	2,425,417.00	34,360.44	-	2,212,757.74	2,212,757.74	212,659.26	247,019.70
Total		93,785,829.27	-	-	93,785,829.27	1,715,574.69	-	80,387,026.63	80,387,026.63	13,398,802.64	15,114,577.33
Capital Work-in Progress										4,131,034.00	4,131,034.00
										17,529,836.64	19,245,411.33

Previous Year	93,785,829.27	-	-	93,785,829.27	76,707,841.94	1,963,610.00	-	78,671,451.94	78,671,451.94	19,245,411.33	21,209,021.33
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Arihant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Balance Sheet As At 31st March, 2011

Schedule : "6" : Sundry Debtors

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
(Unsecured, considered good) Outstanding for a period less than six months	30,000.00	3,540,961.00
Total	30,000.00	3,540,961.00

Schedule : "7" : Cash & Bank Balances

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
Cash in hand	1,944.17	14,221.17
Balance with Scheduled Bank In current Account	83,221.68	1,878,313.68
Total	85,165.85	1,892,534.85



Arihant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Balance Sheet As At 31st March, 2011

Schedule : "8" : Loans & Advances

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
(Unsecured, considered Good unless otherwise stated)		
Advances recoverable in cash or in kind or for value to be received		
Other Advances	7,111,970.00	1,770,290.00
Deposits	1,896,130.00	1,896,130.00
Loans		
Considered Doubtful	6,000.00	6,000.00
Less: written off	6,000.00	6,000.00
		6,000.00
Total	9,008,100.00	3,672,420.00

Schedule : "9" : Current Liabilities & Provisions

Particulars	Amount As On 31.03.2011	Amount As On 31.03.2010
Current Liabilities		
Sundry Creditors	222,315.00	219,113.00
Other Liabilities	26,168.00	29,120.00
Advance from Customers	247,431.00	247,431.00
Security Deposits	340,800.24	340,800.24
Provisions		
Provision for tax	1,157,000.00	1,157,000.00
Total	1,993,714.24	1,993,464.24



Arthant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Profit and Loss Account
For the year ended 31st March 2011

Schedule : "10" : Other Income

Particulars	for the Y.E.31.03.11	for the Y.E.31.03.11
Commission Income (Tax deducted at source Rs.211,680/-) previous year Rs.3,93,440/-)	1,919,130.00	3,934,401.00
Lease Rent	120,000.00	120,000.00
Total	2,039,130.00	4,054,401.00

Schedule : "11" : Personnel Expenses

Particulars	for the Y.E.31.03.11	for the Y.E.31.03.10
Salaries, Bonus & Perquisites	494,347.00	65,175.00
Leave Salary	9,500.00	2,500.00
Gratuity	-	80,769.00
Total	503,847.00	148,444.00



Arihant Tournesol Ltd.

Schedules Annexed To And Forming Part Of The Profit and Loss Account
For the year ended 31st March 2011

Schedule : "12" : Administrative Expenses

Particulars	for the Y.E.31.03.11	for the Y.E.31.03.10
Electricity charges	-	64,410.00
Printing and Stationery	100,400.00	6,500.00
Fees to Registrar & Transfer agents	45,702.00	47,889.00
Conveyance	500.00	-
Filing Fees	2,000.00	3,500.00
Fines and Penalties	600,000.00	-
General Expenses	190.00	730.00
Postage & Telegram	63,390.00	63,470.00
Service tax paid	367,401.00	-
Legal and Professional fees	270,634.00	237,614.00
Processing fees	22,060.00	-
Listing Fees	16,545.00	20,295.00
Bank Charges	1,301.00	754.00
Advances written off	6,000.00	36,863.14
Auditor's remuneration towards :		
Audit	22,060.00	22,060.00
Tax audit	-	5,515.00
	22,060.00	27,575.00
Total	1,518,183.00	509,600.14



ARIHANT TOURNESOL LTD.
SCHEDULE "13": NOTES ON ACCOUNTS

1. Significant Accounting Policies

- i) System of Accounting
The company follows accrual system of accounting for all items of costs and revenue.
- ii) Inflation
Assets and Liabilities are shown at historical costs and no adjustments are made for changes in purchasing power of money.
- iii) Fixed Assets
Fixed Assets are recorded at cost of acquisition or construction plus appropriate share of pre-operative expenses.
- iv) Depreciation
Depreciation on fixed assets has been charged on written down value method at the rates specified in Schedule XIV to the Companies Act, 1956.
- v) Revenue Recognition
Revenue in respect of insurance/other claims, interest, commission etc. is recognised only when it is reasonably certain that the ultimate collection will be made.
- vi) Gratuity
No provision has been made in accounts for gratuity, as the same will be accounted on cash basis.
- vii) Taxes on Income
No provision for deferred tax asset is made on account of the business loss and unabsorbed depreciation carried forward under the Income Tax Act. The deferred tax assets has not been recognised as there is no reasonable certainty of sufficient taxable income being available against which such deferred tax assets can be realized.

2. The company has not made any provision for gratuity payable to the Managing Director. There are no other employees who are eligible for Gratuity payment during the year. The liability as per actuarial valuation has not been determined.
3. The balances in sundry debtors, loans and advances, and sundry creditors are as per the books of accounts for which the company has not obtained confirmations from certain parties. The said balances are therefore subject to the confirmations and consequent reconciliation if any.
4. In the opinion of the Board of Directors, unless otherwise stated in the Balance Sheet and the Schedules annexed thereto, current assets, loans and advances as stated in the Balance Sheet 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.



ARIHANT TOURNESOL LTD.

SCHEDULE "13" : NOTES TO ACCOUNTS

5. In compliance with Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has during the current year followed Deferred Taxation in respect of taxes on income. As a consequence, the company has created Net Deferred Tax Liability of Rs.10,43,851/- in respect of temporary differences mainly due to difference in book value and income tax value of the block of assets as existing on 31.3.2011 by debiting it to Profit & Loss Appropriation Account.

Major items of Deferred Tax :

Sr. No.	Particulars	Opening Balance as on 1.4.2010	Net Increase / (Decrease) during the year	Closing Balance as on 31.3.2011
A.	Deferred Tax Liability			
	Tax effect of timing differences on account of fixed assets (excess of net block over written down value as per the provisions of the income tax act, 1961)	11,96,919	(1,53,068)	10,43,851
	Total A	11,96,919	(1,53,068)	10,43,851
B.	Deferred Tax Asset			
	Tax effect of timing differences on account of brought forward business loss.	Nil	Nil	Nil
	Total B	Nil	Nil	Nil
	Net Tax effect of Timing Differences (A – B)	11,96,919	(1,53,068)	10,43,851

6. Claims against the Company which are under dispute, not acknowledged as debts :-

<u>Sr. No.</u>	<u>Party's Name</u>	<u>Rs. (Lacs)</u>
1	Crompton Greaves Ltd	2.80
2	G.K Investments	13.68
3	Gayatri Devi	16.65
	TOTAL	33.13

7. Related Party Disclosures:

Disclosures as required by Accounting Standard 18 "Related Party Disclosures" are given below:

List of Related Parties (Enterprises commonly controlled or influenced by the Major Shareholders or Directors of the Company) :

1. Omega Investment & Properties Ltd.

Key Management Personnel & Relatives

- A.K.Sethi, Director
- Varsha Sethi, Director
- Sharmishta Jadhav, Director
- D.N. Jha, Director



8. Previous year's figures have been regrouped and rearranged wherever necessary.
9. Schedules '1' to '13' form an integral part of the Balance Sheet as at 31st March, 2011 and Profit and Loss Account for the period ended on that date and have been duly authenticated.

		<u>2010-2011</u>	
		(Amount in Thousands)	
a) Registration Details			
Registration No.	:	61079/TA/IC	
State Code	:	11	
Balance Sheet Date	:	31.03.2011	
b) Capital Raised During the Year			
Private Placement	:	NIL	
Bonus Issue	:	NIL	
c) Position of mobilization and Deployment of funds			
Total Liabilities	:	Rs.	1,29,651
Total Assets	:	Rs.	1,29,651
<u>Sources of Funds</u>			
Paid-up Capital	:	Rs.	98,983
Reserves and Surplus	:	Rs.	2,467
Deferred Tax Liability	:	Rs.	1,044
Secured Loans	:	Rs.	
Unsecured Loans	:	Rs.	27,157
<u>Application of Funds</u>			
Net Fixed Assets	:	Rs.	17,530
Investments	:	Rs.	24
Net Current Assets	:	Rs.	7,129
Misc. Expenditure	:	Rs.	NIL
Profit & Loss Account	:	Rs.	1,04,968
d) Performance of Company			
Turnover	:	Rs.	NIL
Other Income	:	Rs.	2,039
Total Expenditure	:	Rs.	3,737
Loss after Depreciation	:	Rs.	(1,698)
Loss After Deferred Tax	:	Rs.	(1,545)
Earning per share	:	Rs.	NIL
Dividend %	:		N.A

As per our Report of even date

For R. B. Pandya & Co.,
Chartered Accountants
CHARTERED ACCOUNTANTS

R. B. Pandya
RAJESH PANDYA
Proprietor



FOR AND ON BEHALF OF THE BOARD

Varsha Sethi
VARSHA SETHI
(Director)

D. N. Jha
D. N. JHA
(Director)

PLACE: MUMBAI

DATE: 2nd September, 2011

ARIHANT TOURNESOL LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2011

(Amount Rs.)

<u>CASH FLOW FROM OPERATING ACTIVITIES :</u>	<u>2010-11</u>	<u>2009-10</u>
Profit/(Loss) before Tax as per Profit and Loss Account	(1,698,474.69)	1,570,412.86
<u>Adjustment for :</u>		
Depreciation	1,715,574.69	1,953,610.00
Provision for Tax	0.00	(243,000.00)
	17,100.00	3,291,022.86
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES :		
Sundry Debtors	3,510,961.00	(3,540,961.00)
Loans and Advances	(5,335,680.00)	1,758,157.00
Current Liabilities	250.00	(1,598,398.86)
	(1,807,369.00)	1,692,624.00
OPERATING PROFIT/(LOSS) BEFORE EXTRA ORDINARY ITEMS		
	(1,807,369.00)	1,692,624.00
NET CASH FROM OPERATING ACTIVITIES : (A)	(1,807,369.00)	1,692,624.00
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Increase in Unsecured loan	0.00	0.00
	0.00	0.00
NET CASH FROM FINANCING ACTIVITIES (B) :		
	(1,807,369.00)	1,692,624.00
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS (A+B)		
	1,892,534.85	199,910.85
CASH AND CASH EQUIVALENTS AS AT 01.04.2010		
	85,165.85	1,892,534.85
CASH AND CASH EQUIVALENTS AS AT 31.03.2011		

As per our Report of even date

For **R.B. Pandya & Co.**
Chartered Accountants

R. B. Pandya
Rajesh B. Pandya
Proprietor

Mumbai, 2nd September, 2011



For Arihant Tournesol Ltd.

Varsha Sethi
Varsha Sethi
Director

Mumbai, 2nd September, 2011

D.N. Jha
D.N. Jha
Director