

AUGUST AGENTS LIMITED

REPORT AND ACCOUNTS

FOR

THE YEAR ENDED 31ST MARCH 2010

KOLKATA

AUGUST AGENTS LIMITED

NOTICE


To the Shareholders

NOTICE is hereby given that the Annual General Meeting of the Shareholders of the Company will be held at 96, Jawahar Lal Nehru Road, Kolkata - 700 071 on Thursday, the 6th May, 2010 at 3.00 p.m. for the following purposes:

1. To receive and consider the Report of the Directors and to pass the audited Accounts of the Company for the year ended 31st March, 2010.
2. To appoint a Director in place of Shri Krishna Damani, who retires by rotation and being eligible, offers himself for re-election.
3. To appoint Auditors and to fix their remuneration.

Regd. Office:
'Birla Building'
9/1, R. N. Mukherjee Road,
Kolkata - 700 001.

By Order of the Board


S. K. Daga
(Whole time Director)

Dated: the 8th day of April, 2010

Notes:

1. A member entitled to attend and vote at the above Meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member. Proxies in order to be effective must be received by the Company not less than 48 hours before the Meeting.

AUGUST AGENTS LIMITED

DIRECTORS' REPORT

To

The Shareholders

Your Directors present their Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2010.

	For the year ended 31st March, 2010	For the year ended 31st March, 2009
	Rs.	Rs.
The year's working shows a Gross Profit of -	44951330	27990733
Out of which provision has been made for- Taxation	350000	600000
Leaving a surplus of-	44601330	27390733
To which is added-		
Balance brought forward from previous year	61952903	40040370
Making a total disposable surplus of -	106554233	67431103
Which has been appropriated as follows:		
Transfer to Reserve Fund (under RBI Act, 1934)	8920300	5478200
and Balance carried to Balance Sheet	97633933	61952903
	106554233	67431103

With a view to conserve the resources of the Company, the Board has decided not to declare dividend on Equity Shares for the year.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Provision of Section 217(1)(e) of the Companies Act, 1956, in regard to conservation of energy, technology absorption and foreign exchange earnings and outgo are not applicable to your Company.

PARTICULARS OF EMPLOYEES:

Provision of Section 217(2A) of the Companies Act, 1956, and the Rules made thereunder, are not applicable as no employee was in receipt of such remuneration as prescribed under the section.

DIRECTORS:

Shri Krishna Damani retires by rotation and, being eligible, offers himself for re-election.

AUDITORS:

Messrs. A. Singhi & Co., Chartered Accountants, retire as Auditors of your Company and being eligible, offer themselves for re-appointment.

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DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217(2AA) of the Companies Act, 1956, your Directors state:

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) that the such accounting policies selected and applied are consistent and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- iii) that 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;
- iv) that the annual accounts have been prepared on a going concern basis.

Yours faithfully,

Regd Office:

"Birla Building"
9/1, R. N. Mukherjee Road
Kolkata - 700 001

Dated: the 8th day of April, 2010



Director



Whole-time
Director



AUDITORS' REPORT

To the Shareholders,

1. We have audited the attached Balance Sheet of **M/S. AUGUST AGENTS LIMITED** as at 31st March 2010 and the Profit and Loss Account of the said company for the year ended on that date, both annexed hereto. 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 have 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 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 (as amended) issued by the Ministry of Finance (Department of Company Affairs) in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we annex hereto a statement on the matter specified in paragraphs 4 and 5 of the said Order on the basis of such checks as we considered appropriate.

We further report that:

- a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion proper books of accounts as required by the law have been kept by the company so far as appears from our examination of those books.
- c. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
- d. In our opinion, the Balance Sheet Profit & Loss Account and dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- e. On the basis of the 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.
- f. In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and



give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2010 and
- ii) in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.

As required under "Non-Banking Financial Companies Auditors Report (Reserve Bank) Directions, 1988, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further state that ;

The company has received the "Certificate of Registration" from Reserve Bank of India for registration as "Non Banking Financial Company" on 30th August,2001. (Certificate No.B.05.04319).

The Board of Directors has passed a board resolution for the non – acceptance of any public deposits.

The Company has not accepted any public deposits during the year.

The Company has complied with the Prudential Norms relating to Income Recognition, Accounting

FOR A. SINGHI & CO.
Chartered Accountants



(Anil Singhi)
Partner

Membership No. 054596
27/9, Waterloo Street,
Kolkata - 700 069.

Dated : The 8th day of April, 2010.





ANNEXURE TO AUDITOR'S REPORT OF EVEN DATE OF
M/S. AUGUST AGENTS LIMITED

(i) IN RESPECT OF FIXED ASSETS :

- (a) The Company has no Fixed Assets and hence the question of maintaining records, physical verification and revaluation does not arise.

(ii) IN RESPECT OF INVENTORIES :

- (a) As explained to us, stock of shares & securities were physically verified during the year by the Management.
- (b) In our opinion and according to the information and explanations given to us the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us the company has maintained proper records of its inventories and the discrepancies noted on such physical verification of stock and shares were not material in relation to the operation of the company and has been properly dealt with in the books of account.

(iii) IN RESPECT OF LOAN

According to the information and explanations given to us, the company has neither granted nor taken any loans to/ from companies, firm or other parties covered in the register maintained under section 301 of the Act during the year. Thus the question of rate of interest and other terms and conditions of loan including amount repayable does not arise.

(iv) IN RESPECT OF INTERNAL CONTROL FOR PURCHASES :

In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase and sale of goods/ shares, inventory and investment. During the course of our audit, no major weakness has been noticed in the Internal Controls.

v) IN RESPECT OF TRANSACTION UNDER SECTION 301

To the best of our information and belief and according to information & explanations given to us, the transaction that needs to be entered into the register in pursuance of section 301 of the Companies Act, 1956 have been so entered.

According to information & explanation given to us, where the value of each such transaction is in excess of Rs.5 lacs, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market price at the relevant time.

(vi) IN RESPECT OF DEPOSITS :

According to the information and explanations given to us, the Company has not accepted deposits under the provisions of section 58A and 58AA of the Act and a rule framed there under and has not accepted any deposits from the public.



(vii) **IN RESPECT OF INTERNAL CONTROL SYSTEM :**

In our opinion, the company has a good internal control system, which is commensurate with the size and nature of its business.

(viii) **COST RECORDS**

According to the information and explanations given to us, maintenance of cost records has not been prescribed by the Central Govt. under clause (d) of sub section (1) of section 209 of the Companies act.

- (ix) According to information and explanations given to us, no undisputed amount payable in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess were outstanding as at 31st March, 2010 for a period of more than six month from the date they become payable.

According to information and explanations given to us, no undisputed demand relating to Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess which have not been deposited on account of any dispute.

- (x) The company has neither accumulated losses as at March 31, 2010 nor has it incurred any cash loss in such financial year and in the financial year immediately preceding such financial year.
- (xi) The company has not taken any loan from banks or financial institution or debenture holders during the year.
- (xii) According to the information and explanations given to us the company has not granted loans or advances on the basis of securities by way of pledge of shares, debentures or other securities.
- (xiii) According to information and explanations given to us, the provisions clause 4 (xiii) of the companies (Auditors Report) order, 2003 related to chit fund / nidhi / mutual benefit fund / society is not applicable to the company during the year.
- (xiv) We have broadly reviewed the books of accounts and records maintained by the company and state that prima-facie, proper records have been maintained of the transactions and contracts relating to purchase of investments and timely entries have been made therein. All the investments have been held by the company in its own name except to the extent exempted under section 49 of the Companies Act, 1956.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) To the best of our knowledge and belief and according to the information and explanations given to us, no short term or long term loans were availed by the company during the year.



- (xvii) Also since no loan is availed hence there does not arise the question of fund raised for short term basis have been used for long term investment and visa versa.
- (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 Companies Act, 1956 during the year and hence the question of whether the price at which the shares have been issued is prejudicial to the interest of the company does not arise.
- (xix) The company has not issued any debentures in current or prior years.
- (xx) The company has not raised monies by public issues during the year; hence the question of disclosure and verification of end use of such monies does not arise.
- (xxi) To best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed and reported during the year.

FOR A. SINGHI & CO.
Chartered Accountants


(Anil Singhi)
Partner

Membership No. 054596
The 8th day of April, 2010
27/9, Waterloo Street, Kolkata-69.



AUGUST AGENTS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

Schedule	As at 31st March, 2010 Rs.	As at 31st March, 2009 Rs.
SOURCES OF FUNDS :		
SHAREHOLDERS' FUND		
Share Capital	A 152502000	152502000
Reserves & Surplus	B 122209133	77607803
TOTAL	<u><u>274711133</u></u>	<u><u>230109803</u></u>
APPLICATION OF FUNDS :		
INVESTMENTS : Long Term - Other than Trade (At cost) :	C 274460401	229727863
CURRENT ASSETS, LOANS & ADVANCES	D	
Cash and Bank Balances	54904	186112
Other Current Assets	1426343	1076343
	<u>1481247</u>	<u>1262455</u>
Less: CURRENT LIABILITIES AND PROVISIONS:	E	
Liabilities	5515	5515
Provisions	1225000	875000
	<u>1230515</u>	<u>880515</u>
Net Current Assets	250732	381940
TOTAL	<u><u>274711133</u></u>	<u><u>230109803</u></u>

NOTES ON ACCOUNTS

As per our attached Report of even date

For A. Singhi & Co.
Chartered Accountant


Anil Singhi
(Partner)

Membership No. 054596

Dated: the 8th day of April, 2010



AUGUST AGENTS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH , 2010

Schedule	For the year ended 31st March, 2010 Rs.	For the year ended 31st March, 2009 Rs.
INCOME :		
	43476886	24512572
	1556019	3601909
	<u>45032905</u>	<u>28114481</u>
EXPENDITURE :		
Administration and other Expenses	F 81575	123748
	<u>81575</u>	<u>123748</u>
PROFIT / (LOSS) BEFORE TAXATION	44951330	27990733
Provision for Taxation	350000	600000
PROFIT / (LOSS) AFTER TAXATION	44601330	27390733
Transfer to Reserve Fund (Under Reserve Bank of India Act, 1934)	8920300	5478200
	<u>35681030</u>	<u>21912533</u>
Balance brought forward from previous year	61952903	40040370
Balance being profit, Carried to Balance Sheet	<u>97633933</u>	<u>61952903</u>
Earnings per share		
-Basic / Diluted (Rs.) [Note 2 (vi) on Schedule ' G ']	2.92	1.80

NOTES ON ACCOUNTS

G

As per our attached Report of even date

For A. Singhi & Co.
Chartered Accountant

Anil Singhi
(Partner)

Membership No. 054596
27 / 9, Waterloo Street, Kolkata -700 069



Dated: the 8th day of April, 2010

AUGUST AGENTS LIMITED

SCHEDULES annexed to and forming part of Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the year ended on that date.

	<u>As At 31st March, 2010</u>	<u>As At 31st March, 2009</u>
	Rs.	Rs.
SCHEDULE A: SHARE CAPITAL		
Authorised		
1,55,00,000 Equity Shares of Rs. 10/- each.	<u>155000000</u>	<u>155000000</u>
Issued, Subscribed and Paid up :		
1,52,50,200 Equity Shares of Rs.10/- each (Fully paid up) :		
(Held by Vindhya Telelinks Ltd., the Holding Company)	<u>152502000</u>	<u>152502000</u>
	<u><u>152502000</u></u>	<u><u>152502000</u></u>
 SCHEDULE B: RESERVES & SURPLUS		
Reserve Fund (Under Reserve Bank of India Act ,1934)		
As per last Year	15654900	10176700
Additions during the year	<u>8920300</u>	<u>5478200</u>
	<u>24575200</u>	<u>15654900</u>
Surplus in Profit & Loss Account	<u>97633933</u>	<u>61952903</u>
	<u><u>122209133</u></u>	<u><u>77607803</u></u>



AUGUST AGENTS LIMITED

SCHEDULE C: INVESTMENTS - Long Term other than Trade (At Cost) :

FULLY PAID UP ORDINARY SHARES:

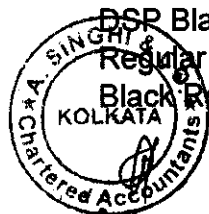
<u>Name Of Body Corporate</u> (Quoted)	<u>No. of Shares/Units</u>	<u>As At 31st March, 2010</u> Rs.	<u>As At 31st March, 2009</u> Rs.
Birla Corporation Ltd.	6015912	151850742	151850742
Universal Cables Ltd.	71915	8466640	8466640
		<u>160317382</u>	<u>160317382</u>

Redeemable Non Convertible Secured Debentures (Unquoted):

Debenture Series- 201 ALT-2 of Citicorp Finance (India) Ltd.	---	---	2050000
CL Debenture Series 2007 of DSP Merrill Lynch Capital Limited (HDFC Debenture Series - II of HDFC Mutual Fund)	50	5000000	5000000
		<u>5000000</u>	<u>7050000</u>

Units of Mutual Fund (Unquoted):

Birla Sun Life Dynamic Bond Fund Growth of Birla Sun Life Mutual Fund	382923.555	5800000	---
Birla Sunlife Frontline Equity Fund Plan A Dividend of Birla Sun Life Mutual Fund	207503.693	4820120	---
Birla Sun Life Interval Income Fund Institutional Quarterly. Series-1-Growth of Birla Sun Life Mutual Fund	334968.071	3349681	---
Birla Sun Life Income Plus- Growth of Birla Sun Life Mutual Fund	---	---	3129570
Canara Robeco Short Term Fund- Growth of Canara Rebeco Mutual Fund	193815.352	2000000	---
DWS Short Maturity Fund - Growth of Deutsche Mutual Fund	121841.642	1582384	1582384
DSP Black Rock Bond Fund Regular Plan- Growth of DSP Black Rock Mutual Fund	---	---	10200000
	(346771.287)		



AUGUST AGENTS LIMITED

SCHEDULE C: INVESTMENTS - Long Term (Contd.)

other than Trade (At Cost) :

	No. of <u>Shares/Units</u>	As At 31st <u>March, 2010</u>	As At 31st <u>March, 2009</u>
		Rs.	Rs.
DSP Black Rock Floating Rate Fund- Regular- Growth of DSP Black Rock Mutual Fund	709168.076	10318679	---
DSP Black Rock Equity Fund Regular Plan Dividend of DSP Black Rock Mutual Fund	48176.061	2509934	---
HDFC High Interest Fund- Short Term Plan-Growth of HDFC Mutual Fund	475298.570	6300000	6300000
HDFC High Interest Fund Growth of HDFC Mutual Fund	---	---	5275405
	(181053.932)		
HDFC Equity Fund - Dividend-Payout of HDFC Mutual Fund	109248.495	5024740	---
HDFC Monthly Income Plan- Long Term Plan - Growth of HDFC Mutual Fund	356215.213	7200000	---
ICICI Prudential Income Plan Growth of ICICI Prudential Mutual Fund	---	---	1172844
	(42492.035)		
ICICI Prudential Gilt Fund Investment Plan of ICICI Prudential Mutual Fund	---	---	2500000
	(88769.583)		
ICICI Prudential Liquid Plus- Growth of ICICI Prudential Mutual Fund	12635.820	2766167	---
IDFC Money Manager Fund Investment-B- Growth of IDFC Mutual Fund	726534.010	10300000	---
JM Money Manager Fund Regular Plan- Growth of JM Financial Mutual Fund	---	---	5609965
	(482220.882)		
JM Fixed Maturity Fund Series XVI Yearly Plan Institutional - Growth of JM Financial Mutual Fund	595706.000	5957060	---



AUGUST AGENTS LIMITED

SCHEDULE C: INVESTMENTS - Long Term (Contd.)

other than Trade (At Cost) :

	<u>No. of Shares/Units</u>	<u>As At 31st March, 2010</u> Rs.	<u>As At 31st March, 2009</u> Rs.
Reliance Income Fund Retail Plan- Growth of Reliance Mutual Fund	-- (30909.147)	---	890313
Reliance Medium Term Retail Plan- Growth of Reliance Mutual Fund	594374.052 (583884.780)	10700000	10500000
Reliance Diversified Power Sector Fund- Retail- Dividend of Reliance Mutual Fund	54961.399	2642686	---
Reliance Money Manager Fund- Institutional-Growth of Reliance Mutual Fund	8045.286	10000000	---
Reliance Monthly Income Plan- Growth of Reliance Mutual Fund	126847.534	2500000	---
Templeton India Government Securities Fund Long Term Plan of Franklin Templeton Mutual Fund	--- (126233.937)	---	2500000
Templeton India Floating Rate Income Fund-Long Term Plan- Growth of Franklin Templeton Mutual Fund	302302.944	5000000	---
Templeton Ultra Short Bond Fund- Growth of Franklin Templeton Mutual Fund	216307.884	2500000	---
Templeton India Short Term Income Retail Fund- Growth of Franklin Templeton Mutual Fund	1583.766	2871568	---
UTI Bond Fund Regular Growth Plan of UTI Mutual Fund	--- (474810.730)	---	12700000
UTI Treasury Advantage Fund - Growth of UTI Mutual Fund	2169.036	5000000	---



<u>109143019</u>	<u>62360481</u>
<u>274460401</u>	<u>229727863</u>

Aggregate amount of Quoted Investment (Market Value as at 31st March, 2010 Rs. 2,39,61,41,123/- Previous year : Rs.1,07,06,96,137/-)

AUGUST AGENTS LIMITED

SCHEDULE C: INVESTMENTS - Long Term (Contd.) other than Trade (At Cost) :

Details of Investments purchased and sold/redeemed during the year

Birla Sun Life Cash Plus - Growth of Birla Sun Life Mutual Fund	206982.771	units
Birla Sun Life Savings Fund - Retail - Growth of Birla Sun Life Mutual Fund	196583.275	units
DSP Black Rock Liquidity Fund. Growth of DSP Black Rock Mutual Fund	115887.209	units
DSP Black Rock Money Manager Fund Regular -Growth of DSP Black Rock Mutual Fund	8253.768	units
HDFC Cash Management Treasury Advantage - Growth of HDFC Mutual Fund	254130.898	units
Reliance Liquid Fund Treasury Plan Retail - Growth of Reliance Mutual Fund	114956.799	units
Templeton India TMA - Regular Plan - Growth of Franklin Templeton Mutual Fund	1279.289	units



AUGUST AGENTS LIMITEDAs At 31st
March, 2010As At 31st
March, 2009

Rs.

Rs.

SCHEDULE D : CURRENT ASSETS, LOANS AND ADVANCES :**CURRENT ASSETS:****I Cash & Bank Balance**

Cash Balance on hand	10026	5751
Balance with Scheduled Bank :		
In Current Account	44878	180361
	<u>54904</u>	<u>186112</u>

II ADVANCES :**(Unsecured , Considered good)**Recoverable in Cash or in kind
or for value to be received

Advance payments of Income Tax (including Tax Deducted at Source and Fringe Benefit Tax)	1426343	1076343
	<u>1426343</u>	<u>1076343</u>
	<u>1481247</u>	<u>1262455</u>

SCHEDULE E : CURRENT LIABILITIES AND PROVISIONS :**I CURRENT LIABILITIES**

For Expenses*	5515	5515
---------------	------	------

II PROVISIONS :

For Taxation	1225000	875000
	<u>1230515</u>	<u>880515</u>

*There are no outstanding dues of micro and small enterprises based on information available with the Company.

For the year ended
31st March, 2010For the year ended
31st March, 2009**SCHEDULE F : ADMINISTRATION AND OTHER EXPENSES :**

Salary	15762	73812
Rates & Taxes	6750	7050
General Charges	12976	12543
Legal Charges	33005	--
Security Transaction Tax	--	13825
Professional Fees	1500	3700

Auditors' Remuneration (including Service Tax)

Audit Fees	5515	5515
Tax Audit Fees	3309	3371
In other capacity	2758	3932
	<u>11582</u>	<u>3932</u>
	<u>81575</u>	<u>123748</u>



AUGUST AGENTS LIMITED

SCHEDULE 'G' - Accounting Policies and Notes on Accounts annexed to and forming part of the Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the year ended on that date

1 Accounting Policies :

i) Basis of Accounting:

The financial statements have been prepared to comply in all material aspects with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 and also as per the guidelines for prudential norms prescribed by the Reserve Bank of India. The financial statement have been prepared under the historical cost convention on an accrual basis.

ii) Investments:

Long Term Quoted Investments are stated at Cost. In case of decline in the value of investments other than temporary in nature, provision is made in the accounts.

iii) Employee Benefits :

- a) Employees benefits of Short Term nature are recognized as expense as and when it accrues.
- b) Employees benefits of Long Term nature, covering eligible employees, are recognized as expense based on Projected Unit Credit Method of Actuarial Valuation
- c) Post Employment benefits, covering eligible employees, are recognized as expenses based on Projected Unit Credit Method of Actuarial Valuation.
- d) Actuarial gains and losses are recognized immediately in the Profit and loss account as income and expense.

iv) Dividend Income:

Dividend Income is accounted for on accrual basis.

v) Contingent liabilities :

Contingent liabilities are generally not provided for in the books of account.

vi) Taxation:

Current Tax is determined on the basis of amount of tax payable for the year under Income Tax Act, 1961. Deferred tax is calculated at current Income Tax rates and is recognized on timing difference between taxable income and accounting income that originate in one period and is capable of reversal in one or more subsequent periods.

2 Notes on Accounts :

- i) Deferred Tax Assets of Rs 4,95,969/- (Rs. 87,017/-) has not been accounted for in the absence of virtual certainty of available future profits to utilize the same as required by Accounting Standard-22 (Accounting for Taxes on Income) issued by the Institute of Chartered Accountants of India.
- ii) There is no outstanding amount payable to small scale industrial undertaking which is outstanding for more than 30 days.



iii) RELATED PARTY DISCLOSURES :

Holding Company : Vindhya Telelinks Ltd. *
Fellow Subsidiaries : Insilco Agents Ltd. *
Laneseda Agents Ltd. *
Key Management Personnel : Mr. Sushil Kumar Daga (Whole time Director)

* There has been no transactions during the year .

iv) Whole-time Director's Remuneration:	<u>2009-2010</u>	<u>2008-2009</u>
	(Rs.)	(Rs.)
Salary	12,012/-	12,012/-

v) In accordance with the revised Accounting Standard – 15, i.e. Employee Benefits, the Company has recognized the short term employee benefits and accordingly paid for the services rendered by the employees for that period. Long term benefits are not payable to the employees of the Company, as the Company is not under any Statutory as well as Contractual obligation

vi) Earnings per share (EPS) - The numerators and denominators used to calculate Basic and Diluted Earnings per share

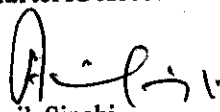
		<u>2009-2010</u>	<u>2008-2009</u>
Profit attributable to the shareholders	A	44601330	27390733
Basic/ Weighted average number of Equity Shares outstanding during the year (Nos)	B	15250200	15250200
Nominal Value of Equity Shares (Rs.)		10/-	10/-
Basic/diluted Earnings per share (Rs.)	A/B	2.92	1.80

vii) Corresponding figures for the previous year which are given in brackets, have been regrouped and/or rearranged, wherever necessary.

Signatures to Schedules A to G

As per our Report annexed

For A. Singhi & Co.
Chartered Accountants


Anil Singhi



(Partner)

Membership No. 054596

27/9, Waterloo Street, Kolkata -700 069

Dated: the 8th day of April, 2010



AUGUST AGENTS LIMITED

Balance Sheet abstract and Company's General Business profile:

I Registration Details :

Registration No: 76597 State Code : 21
CIN: U51109WB1996PLC076597 Balance Sheet Date 31.3.2010

II Capital Raised during the year (Amount in Rs. Thousand)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III Position of Mobilization and Deployment of funds (Amount in Rs. Thousand)

Total Liabilities	274711	Total Assets	274711
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Source of Funds :

Paid up Capital	152502	Reserves & Surplus	122209
Secured Loans	NIL	Unsecured Loans	NIL

Application Of Funds

Net Fixed Assets	NIL	Investments	274460
Net Current Assets	251	Misc. Expenditure	NIL
Accumulated Loss	NIL		

IV Performance of Company (Amount in Rs. Thousand)

Income	44951	Total Expenditure	82
Profit before Tax	44951	Profit after Tax	44601
Earning per share	Rs. 2.92	Dividend Rate %	NIL

V Generic Names of Three Principal Products/Services of the Company - Not applicable

Signatures to Schedules A to G



Dated: the 8th day of April, 2010

AUGUST AGENTS LIMITED
Schedule to the Balance Sheet of a Non-Banking Financial Companies
for the year ended 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)

Particulars	Amount outstanding	Amount overdue
Liabilities side :		
1. Loans and advances availed by the NBFCs inclusive of interest accrued therein but not paid :		
(a) Debentures : Secured	Nil	Nil
Unsecured (other than falling within the meaning of Public deposits*)	Nil	Nil
(b) Deferred Credits	Nil	Nil
(c) Term Loans	Nil	Nil
(d) Inter-corporate Loans and Borrowing	Nil	Nil
(e) Commercial Paper	Nil	Nil
(f) Other Loans (specify nature)	Nil	Nil
* Please see Note 1 at end of Format.		
Assets side :		
2 Break-up of Loans and Advances Including bills receivables [other than those included in (3) below] :		
(a) Secured	Nil	
(b) Unsecured	Nil	
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	Nil	
(b) Operating Lease	Nil	
(ii) Stock on hire including hire charges under sundry debtors :		
(a) Assets on hire	Nil	
(b) Repossessed Assets	Nil	
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	Nil	
(b) Loans other than (a) above	Nil	
4. Break-up of Investments :		
Current Investments : (Stock in Trade)		
1. Quoted :		
(I) Shares (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of Mutual Funds	Nil	
(iv) Government Securities	Nil	
(v) Others (Please specify)	Nil	
2. Unquoted :		
(I) Shares (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of Mutual Funds	Nil	
(iv) Government Securities	Nil	
(v) Others (Please specify)	Nil	
Long Term Investments :		
1. Quoted :		
(I) Shares (a) Equity	Rs.16,03,17,382/-	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of Mutual Funds	Nil	
(iv) Government Securities	Nil	
(v) Others (Please specify)	Nil	
2. Unquoted :		
(I) Shares (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Rs.50,00,000/-	
(iii) Units of Mutual Funds	Rs. 10,91,43,019/-	
(iv) Government Securities	Nil	
(v) Others (Please specify)	Nil	



Particulars	Amount net of provisions		
5. Borrow group-wise classification of assets financed as in (2) and (3) above :			
* Please see Note 2 at end of Format.			
Category	Secured	Unsecured	Total
1. Related Parties **			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties :	Nil	Nil	Nil
Total :	Nil	Nil	Nil

6. Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :
Please see note 3 at the end of Format.

Category	Market Value/Break up or Fair Value or NAV	Book Value (Net of Provisions)
1. Related Parties **		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
2. Other than related parties :	Rs. 2,51,43,49,307/-	Rs. 27,44,60,401/-
Total :	Rs. 2,51,43,49,307/-	Rs. 27,44,60,401/-

** AS per Accounting Standard of ICAI (Please see Note 3 at the end format)

7. Other Information :

Particular	Amount
(I) Gross Non-Performing Assets	
(a) Related parties	Nil
(b) Other than related parties	Nil
(II) Net Non-performing Assets	
(a) Related parties	Nil
(b) Other than related parties	Nil
(III) Assets acquired in satisfaction of debt	Nil
Total :	Nil

NOTES :

- As defined in Paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in column (4) above.

As per our attached Report of even date

For A. Singhi & Co.
Chartered Accountant

Anil Singhi

(Partner)

Membership No. 054596
27 / 9, Waterloo Street, Kolkata -700 069

Dated: the 8th day of April, 2010



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AUGUST AGENTS LIMITED

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

	For the Year ended 31st March,2010	For the Year ended 31st March,2009
A. Cash Flow from Operating Activities	Rs.	Rs.
Net profit/(Loss) before taxation and extra ordinary items	44951330	27990733
Adjustments For :		
Dividend Income	(43476886)	(24512572)
Surplus on sale of Investments	(1556019)	(3601909)
Operating Profit before Working Capital Changes	<u>(81575)</u>	<u>(123748)</u>
Movement in working Capital :		
(Increase) / Decrease in Current Assets	---	---
Increase / (Decrease) in Current Liabilities	---	(103)
Cash from Operating Activities :	<u>(81575)</u>	<u>(123851)</u>
Direct Taxes Paid - Net (Including TDS on Loans)	(350000)	(600000)
Net Cash from Operating Activities :	A <u>(431575)</u>	<u>(723851)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Dividend Received	43476886	24512572
Sales of Investment	79030853	88385112
Purchases of Investment	(122207372)	(112044460)
Net Cash from Investing Activities	B <u>300367</u>	<u>853224</u>
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Repayment of Loans (Borrowings)	---	---
Interest Paid	---	---
Dividend Paid	---	---
Net Cash from Financing Activities	C <u>NIL</u>	<u>NIL</u>
D. Net increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	(131208)	129373
E. Cash & Cash Equivalents (Opening Balance)	186112	56739
F. Cash & Cash Equivalents (Closing Balance)	54904	186112
Components of cash and cash equivalents as at 31st March		
Cash on hand	10026	5751
Bank Balance with scheduled Banks	44878	180361
	<u>54904</u>	<u>186112</u>

As per our attached Report of even date

For A. Singhi & Co.
Chartered Accountant

Anil Singhi
(Partner)

Membership No. 054596
27/9, Waterloo Street, Kolkata -700 069
Dated: the 8th day of April, 2010



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