

DIRECTORS' REPORT

Dear Members,

We have pleasure in presenting the Annual General Meeting of the Company along with the audited statements of Accounts for the year ended 31st March, 2011.

Financial Performance

Financial Results	2010-11	2009-10
Profit / (Loss) before Depreciation, & Taxation	(185771)	(101485)
Depreciation	12179	13757
Profit Before Taxation	(173592)	(87728)
Prior Period Items	243162	0.00
Provision for Taxation including Deferred Tax	0.00	0.00
Profit / (Loss) After Tax	(416754)	(87728)

Operations

During the year under review Company has not carried out any commercial activities and therefore, Company has incurred a loss of Rs. 4,16,754 as compared to loss of Rs. 87,728/- for the previous year. Your directors are hopeful of getting better results in the forthcoming year.

Dividend

Since Company has incurred a loss in the current financial year therefore your directors are unable to recommend any dividend.

Deposits

The Company has not accepted any Deposits from the public within the meaning of Section 58 A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.

Directors

At the ensuing Annual General Meeting Mr. Pankhil Desai, retires by rotation and being eligible offers himself for reappointment.

There being no other changes in directorship of the Company.

Directors Responsibility Statement

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, which requires company to give a Directors Responsibility Statement, your directors hereby confirm –

That in preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure.

That Company has selected Mercantile 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 the company at the end of the financial year and of the profit or loss of the company for that period.

That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for the safeguarding the assets of the company and for preventing and detecting fraud and other regulations.

That the directors had prepared the Annual accounts on a going concern basis for the year ending on 31st March, 2011.

Auditors

The Auditors M/s. B. S. Rajput & Associates, Chartered Accountants retire at the ensuing Annual General Meeting and offer themselves for reappointment. The Auditors have stated that if appointed their appointment would be within the limit stated in Section 224 of the Companies Act, 1956.

Comment on Auditors' Report

There is no adverse comment in the Auditors' Report which requires any further explanation under Section 217 (3) of the Companies Act, 1956.

Particulars of Employees and Others

The Company does not have any employee receiving remuneration of Rs. 5,00,000/- per month or Rs. 60,00,000/- per annum and therefore no particulars are required to be furnished under Section 217 (2A) of the Companies Act, 1956

Information on Energy Conservation, Technology Absorption and Foreign Exchange Earnings

As the Company is not engaged in any manufacturing activities, Particulars regarding conservation of energy, Technology up gradation and Foreign Exchange earnings and outgo, pursuant of Companies (Disclosure of particulars in the report of Board of directors) Rules, 1988 is Nil.

Appreciation

The Company places on record its deep appreciation for all those who are associated with the company and have continued their support towards the growth and stability of the company.

Place: Ahmedabad
Date: 03/08/2011

For and on behalf of
PANKHIL FINLEASE LIMITED



DIRECTOR

REPORT ON CORPORATE GOVERNANCE

(1) COMPANY'S PHILOSOPHY

As a measure of good corporate governance the company adheres to all laws, rules, regulations, procedures. The Company is striving to provide its members all the necessary and materially important information wherever and whenever possible in the Annual Report of the Company.

(2) BOARD OF DIRECTORS

Composition and category of directors of March 31, 2011 is as follows.

Category	No. of directors	%
Promoter directors	3	100
Non-executive, independent directors	NIL	N.A.
Total	3	100

(3) DETAILS OF BOARD MEETINGS & ATTENDANCE RECORD OF THE MEMBERS OF PRESENT BOARD OF DIRECTORS (Since Last Annual General Meeting) IS AS UNDER:

Sr. No.	Name of Director(s)*	No. of Meeting Attended		
		Board Meeting	Audit Committee	S / I G* Committee
1	Shri Dinesh N Desai	6	6	1
2	Shri Mayur N Desai	6	6	1
3	Shri Pankhil D Desai	6	6	1

* - S / I G Committee: - Shareholders / Investors' Grievances Committee.

None of the Directors on the Board holds the office of Director in more than 15 Companies or memberships in committees or Chairmanship in committees across all companies in which they are Directors.

Six board meetings were held during the year. The dates on which the meetings were held are as follows:

On 30th April, 2010, 28th July, 2010, 4th August, 2010, 26th October, 2010, 12th January, 2011 and 12th March, 2011.

None of the non-executive directors of the company have any pecuniary relationships or transactions with the company.

There is no compensation package for non-executive directors and Company has an executive chairman.

4) AUDIT COMMITTEE:

Company has formed audit committee but since Company has no independent directors in the Board, the audit committee comprising of Promoter Directors. The audit committee meetings are held prior to the meeting of Board of Directors approving the provisional / un-audited results of the Company and audited results.

Composition, name of members

The Audit Committee met 5 times during the year On 30th April,2010, 28th July,2010, 4th August,2010, 26th October,2010 and 12th January, 2011 and the attendance of members at the meeting was as follows:

Name of the Member	Status	No. of Meetings attended
Mr. Mayur N Desai	Chairman	5
Mr. Dinesh N Desai	Member	5
Mr. Pankhil D Desai	Member	5

Brief description of terms of reference

The audit committee is looking at effective supervision of the financial reporting process and ensuring financial and accounting controls. The committee periodically interacts with the statutory auditors and Head accounts & finance to discuss internal control and financial reporting issues. The committee provides the overall direction on the risk management policies, including the focus of management Audit. The committee has full access to financial data and to members of the company's staff. The committee reviews the annual and half yearly financial statements before they are submitted to the board. The committee also monitors proposed changes in accounting policies, reviews internal audit functions and discusses the accounting implications of Major transactions.

(5) INFORMATION REGARDING PAYMENT OF REMUNERATION TO DIRECTORS:

During the Year under review Company has not paid any remuneration to it's directors.

(6) SHAREHOLDERS / INVESTORS GREIVANCE COMMITTEE:

Company has formed Investor grievance committee. The committee oversees the share transfers as well as takes care of investor grievances.

The Committee met on 26th October, 2010 and the attendance of members at the meeting was as follows:

Name of the Member	Status	No. of Meetings attended
Mr. Mayur Desai	Chairman	1
Mr. Dinesh N Desai	Member	1
Mr. Pankhil Desai	Member	1

Name and designation of compliance officer:

Dinesh N Desai, Managing Director

(7) SHAREHOLDERS' / INVESTORS' COMPLAINTS:

No. of Total Complaints Received During the Year	Resolved / action taken	Pending as on 31.03.2011
Nil	Nil	Nil

(8) CHANGE IN THE DIRECTORSHIP:

There being no change in directorship of the Company during the year under review.

(9) VENUE AND TIME OF THE LAST THREE GENERAL BODY MEETINGS:

Sr. No.	Date	Category	Venue	Time
1.	30/09/2010	AGM	201, 2nd Floor, Maulik Arcade, Above Karnavati Pagarkha Bazar, Mansi Cross Road, Vastrapur Ahmedabad- 380015	11.00 A.M.
2.	30/09/2009	AGM	B-1, Surbhi Complex, Behind Navrangpura Telephone Exchange, Ellisbridge, Ahmedabad - 380009	11.00 A.M.
3.	30/09/2008	AGM	B-1, Surbhi Complex, Behind Navrangpura Telephone Exchange, Ellisbridge, Ahmedabad - 380009	11.00 A.M.

Disclosures :

None of the transactions with any of the related parties were in conflict with the interest of the Company.

Details of non-compliance by the company, penalties, and strictures imposed on the company by stock exchange or SEBI or any statutory authority, or any matter related to capital markets, during the last three years.

None

(10) MEANS OF COMMUNICATION:

Quarterly Provisional Financial Results subject to a limited review of the Company are submitted to Stock Exchanges

(11) GENERAL SHAREHOLDERS INFORMATION:**Annual General Meeting:**

Date	Day	Time	Venue
30/09/2011	Friday	11.00 A.M.	201, 2nd Floor, Maulik Arcade, above Karnavati Pagarkha Bazar, Mansi Cross Road, Vastrapur Ahmedabad- 380015

Financial Year / Calendar Year: 1st April, 2010 to 31st March, 2011

Book Closure: Book Closure: 23rd Day of September, 2011 to 30th Day of September, 2011.
(Inclusive of Both the days)

Listing on Stock Exchanges (where listed);

1. The Stock Exchange, Ahmedabad,
2. The Stock Exchange, Vadodra,
3. The Stock Exchange, Pune

Registrar & Transfer Agent: N.A.

Company has not appointed Registrar and Transfer Agent.

Share Transfer System:

All the requests lodged with the Company for the transfer of Shares in physical form are processed and Transfer of them registered and returned within a period of 25 to 30 days from the date of receipt, provided the documents filed with the Company with this respect are complete, properly filled with the information required in that respect and the shares for transfer are not under dispute.

Share holding Pattern: (As on 31-03-2011)

Category	No. of Shares held	% of holding
Promoters	2,113,600	60.39
Mutual Funds	-	-
Banks and Financial Institutions	-	-
Insurance Companies	-	-
Foreign Institutional Investors	-	-
Private Bodies Corporate	2,51,900	7.20
Indian Public	1098600	31.38
NRIs/OCBs	35,900	1.03
GDR/ADR	-	-
Grand Total	35,00,000	100.00

Distribution of Shareholding: (As on 31-03-2011)

No. of Equity Shares	No. of Shareholders	% to Total	No. of Shares	% Share Holding
1 to 500	473	66.95	113900	3.25
501 to 1000	170	24.01	154000	4.40
1001 to 2000	17	2.41	30400	0.87
2001 to 3000	9	1.27	23700	0.68
3001 to 4000	2	0.28	6900	0.19
4001 to 5000	1	0.14	4500	0.13
5001 to 10000	11	1.55	104500	2.99
10001 to *****	24	3.39	3062100	87.49
Total	707	100	3500000	100

Stock Market Data:

During the year under review Listing of the Company has been suspended so no trading was taken place on Ahmedabad Stock Exchange, Vadodara Stock Exchange and Pune Stock Exchange.

Plant Locations:

Company being a finance company details regarding location of plant did not applicable.

I) Address for Correspondence: 201, 2nd Floor, Maulik Arcade, above Karnavati Pagarkha Bazar, Mansi Cross Road, Vastrapur Ahmedabad- 380015

II) Name of Compliance Officer : Dinesh N Desai
(Managing Director)

Certificate from Auditor:

Company has obtained the certificate from the Auditor of the company regarding Compliance of Conditions of Corporate Governance under clause 49 of Listing Agreement which is annexed as per "Annexure-C".

Certification from CEO of the Company

To
The Board of Directors
Pankhil Finlease Limited
Ahmedabad

CERTIFICATE

I have reviewed the financial results and the cash flow statement of Pankhil Finlease Limited for the financial year ended 31st March, 2011 and certify that:

- (a) These results and statements, to the best of my knowledge and belief:
 - (i) do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

- (b) To the best of my knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.

- (c) I accept responsibility for establishing and maintaining internal controls and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls of which I am aware, and the steps taken and proposed to be taken to rectify these deficiencies.

- (d) I have also indicated to the Auditors and the Audit committee:
 - (i) Significant changes in the internal controls with respect to financial reporting during the year;
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) To the best of my knowledge and belief, there are no instances of fraud involving either the Management or employees having a significant Role in the Company's internal control systems with respect to financial reporting.



Dinesh Desai
Managing Director & CEO
Ahmedabad, August 3, 2011

CODE OF CONDUCT

The Board has laid down a code of conduct for all the Board Members and Senior Management of the company. All the Board Members and Senior Management Personnel have affirmed compliance with the Code on an annual basis.



Dinesh Desai
Managing Director & CEO
Ahmedabad, August 3, 2011

DECLARATION

As provided under Clause 49 of the Listing Agreement signed with the Stock Exchanges, the Board Members and the Senior Management personnel have confirmed compliance with the code of conduct for the financial year ended 31st March, 2011.



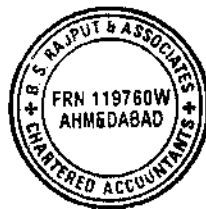
Dinesh Desai
Managing Director & CEO
Ahmedabad, August 3, 2011

AUDITOR'S REPORT

To the Members of
PANKHIL FINLEASE LIMITED

1. We have audited the attached Balance Sheet of PANKHIL FINLEASE LIMITED as at March 31, 2011 and the Profit and Loss Account of the Company for the year ended on March 31, 2011 both annexed thereto and report 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 auditing standards generally accepted in India. These 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 amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements 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 Company Law Board in terms of subsection (4A) of Section 227 of the Companies Act, 1956 and in terms of information and explanation given to us and also on the basis of such checks as we considered appropriate, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 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 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 appears from our examination of the books.
 - iii) The Balance Sheet and Profit and Loss Account, dealt with by this report, are in agreement with the books of Accounts.
 - iv) In our opinion, the Profit & Loss Account and Balance Sheet comply with the Accounting Standard referred to in subsection (3C) of Section 211 of the Companies Act, 1956.
 - v) On the basis of the written representation received from the directors /Board of directors, we report that none of the Directors of the Company is disqualified as at March 31, 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 explanations given to us, the said accounts subject to the Note. B(iv) of Schedule 11 and read together with the notes thereon/attached thereto and the significant accounting policies 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 the Balance Sheet, of the state of affairs of the Company as at March 31, 2011 and
 - b) In the case of the Profit and Loss Account, of the Profit/ Loss for the year ended on that date.
 - c) In the case of Cash Flow statement, of the cash flows for the year ended on that date

PLACE: AHMEDABAD
DATE: 03/08/2011



B.S. Rajput & Associates
Chartered Accountants
(FRN:119760W)


(B.S. Rajput)
Partner (Mem.No.106729)

ANNEXURE OF THE AUDITORS' REPORT

TO THE MEMBERS OF
PANKHIL FINLEASE LIMITED
(Referred to in paragraph 3 there of)

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to us, physical verification of fixed assets was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the company and the nature of its assets. As informed to us no material discrepancies have been noticed on such physical verification.
- (ii) a) The inventory has been physically verified at regular intervals during the year by the management. In our opinion, the frequency of such 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 nature of its business.
- c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stock and the book records were not material.
- (iii) a) According to the information and explanation given to us, the rate of interest and other terms and conditions on which loans have been taken from / granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the Company.
- b) Parties to whom the advances in the nature of loans have been given by the company are not paying the same as stipulated. The company is yet to take any concrete steps for the recovery of the same.
- (iv) 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 with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During 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 there is no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- b) In our opinion and according to the information and explanations given to us, that there is no transactions made in pursuance of contract or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public, thus the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable. The Company Law Board has not passed any order.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under clause (d) of subsection (1) of Section 209 of the Companies Act, 1956 for any of the products manufactured by the company.
- (ix) According to the information and explanation given to us and on the basis of our examination of books of accounts, we are in the opinion that, the Provident fund, Employees' State Insurance, Investor Education Protection Fund and Wealth tax are not applicable to the company, however Company has been generally regular in depositing undisputed other statutory dues including Investor Education Protection Fund, Employees' state insurance, Income tax, Sales tax, cess, Custom duty and Excise duty and other statutory dues with appropriate authorities, wherever applicable to it and there are no



arrears of outstanding statutory dues except tax deducted at sources of Rs. 29142, as at the last day of the financial year for a period of more than six month from the date they became payable.

- (x) The company has accumulated losses as at the end of the year which is not more than 50% of its net worth.
- (xi) According to the information and explanations given to us, the company does not have any loan from financial institution or bank.
- (xii) According to the information and explanations given to us, we are of the opinion that the company has not granted loans and advances 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, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) According to information and explanation given to us, we are in opinion that the company is not dealing in or trading in shares, securities, debenture and other investments during the year . 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 explanation given to us, we are of the opinion that the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) According to the information and explanations given to us, we are of the opinion that the company has not obtained any term loans.
- (xvii) According to the information and explanations given to us, we report that the funds raised on short-term basis have not been used for long-term investment and vice versa.
- (xviii) According to the information and explanations given to us, 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.
- (xix) The company has not issue any debentures during the year.
- (xx) During the year covered by our audit report the company has not raised any money by way of public issue.
- (xxi) To the best of our knowledge and belief and accordingly 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.

PLACE: AHMEDABAD
DATE: 03/08/2011



B.S. Rajput & Associates
Chartered Accountants

(B.S. Rajput)
Partner (M.No.106729)

PANKHIL FINLEASE LIMITED
BALANCE SHEET AS AT 31 ST MARCH , 2011

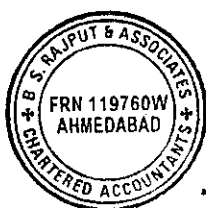
	SCHEDULE	As At 31.03.2011 (₹)	As At 31.03.2010 (₹)
SOURCES OF FUNDS			
Share Capital	[1]	35,000,000	35,000,000
Reserves & Surplus	[2]	-	-
Secured Loans		-	-
Unsecured Loans		-	-
Total		35,000,000	35,000,000
APPLICATION OF FUNDS			
Fixed Assets :	[3]		
Gross Block		1,030,677	1,030,677
Less: Depreciation		892,344	880,165
Net Block		138,333	150,512
Investments :		-	-
Current Assets, Loans & Advances	[4]	-	-
Inventories		-	-
Sundry Debtors	[5]	152,677	204,702
Cash & Bank Balances	[6]	18,121,456	18,441,456
Loans & Advances & Deposits		18,274,133	18,646,158
Less : Current Liabilities & Provisions	[7]	699,572	667,022
Net Current Assets		17,574,561	17,979,136
Miscellaneous Expenditure (to the extent not written-off or adjusted)	[8]	-	-
Preliminary Exp.		17,287,107	16,870,352
Profit & Losses Account		35,000,000	35,000,000
Total			

NOTES FORMING PART OF ACCOUNTS SCHEDULE-11

In terms of our report of even date
For B.S. Rajput & Associates
Chartered Accountants
(FRN:119760W)

(B.S. Rajput)
Partner

Place : Ahmedabad
Dated : 03/08/2011



On behalf of the Board of Directors
PANKHIL FINLEASE LIMITED

(Dinesh N. Desai) (Mayur N. Desai)
Director Director

PANKHIL FINLEASE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 ST MARCH, 2011

	SCH.	Year Ended 31.03.2011 (₹)	Year Ended 31.03.2010 (₹)
INCOME :			
Sales of Shares		-	-
Other Income		-	-
Increase (Decrease) in Stock	[9]	-	-
TOTAL		-	-
EXPENDITURE :			
Purchase of Shares		-	-
Administration Expenses	[10]	161,413	73,971
Depreciation		12,179	13,757
Interest		-	-
TOTAL		173,592	87,728
Profit / (-) Loss Before Tax		(173,592)	(87,728)
Provision for Taxation		-	-
Deferred Tax Liability		-	-
Prior Period Items		243,162	-
Profit / (-) Loss after Tax		(416,754)	(87,728)
Balance Brought Forward		(16,870,352)	(16,756,093)
Short\ Excess Provision of Taxation of Earlier Year		-	(26,531)
Balance Carried to Balance Sheet		(17,287,107)	(16,870,352)

NOTES FORMING PART OF ACCOUNTS 'SCHEDULE-11

In terms of our report of even date

For B.S. Rajput & Associates

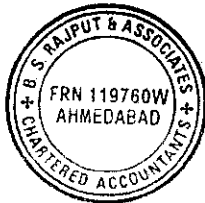
Chartered Accountants

(FRN:119760W)

(B.S. Rajput)
Partner

Place : Ahmedabad

Date : 03/08/2011



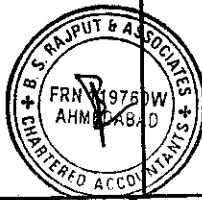
On behalf of the Board of Directors
PANKHIL FINLEASE LIMITED

(Dinesh N. Desai) (Mayur N. Desai)
Mg. Director Director

PANKHIL FINLEASE LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31 ST MARCH, 2011

		As At 31.03.2011 (₹)	As At 31.03.2010 (₹)
SCHEDULE : 1			
<u>AUTHORIZED CAPITAL :</u> 4,000,000 Equity Shares of ₹ 10/- each		40,000,000	40,000,000
<u>ISSUED SUBSCRIBED & PAID UP :</u>			
3,500,000 (3,500,000) Equity Shares of of ₹ 10/- each Fully paid-up		35,000,000	35,000,000
		35,000,000	35,000,000
SCHEDULE : 2			
<u>RESERVE & SURPLUS</u>		-	-
		-	-
SCHEDULE : 4			
<u>INVENTORIES</u> (At Cost or Market Value whichever is lower) (As valued and certified by the Directors)			
Stock of Shares		-	-
		-	-
SCHEDULE : 5			
<u>CASH & BANK BALANCE</u>			
Cash on Hand		115,465	167,379
Balance with Banks			
In Current Accounts		32,641	32,752
Bank Of Baroda		4,571	4,571
The Bhuj Mer. Co.Op. Bank Ltd.			
		152,677	204,702
SCHEDULE : 6			
<u>Loans, Advances & Deposits : (Unsecured)</u>			
Advances recoverable in cash or kind or for value to be received		18,009,491	18,329,491
Deposits		6,000	6,000
Advance Income Tax & TDS		105,965	105,965
		18,121,456	18,441,456



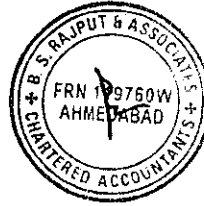
PANKHIL FINLEASE LIMITED

AS AT 31/03/2011

SCHEDULE : 3

FIXED ASSETS

PARTICULARS	RATE OF DEP. %	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK			
		OPENING BALANCE	ADDITION	DEDUCTION	TOTAL	OPENING BALANCE	ADDITION	DED.	TOTAL	Current Year	Previous Year
Office Building	5.00%	225,000	-	-	225,000	121,659	5,167	-	126,826	98,174	103,341
Furniture & Fixtures	18.10%	55,888	-	-	55,888	52,856	549	-	53,405	2,483	3,032
Office Equipment	13.91%	372,896	-	-	372,896	331,337	5,781	-	337,118	35,778	41,559
Vehicles	25.89%	224,393	-	-	224,393	221,913	642	-	222,555	1,838	2,480
Computer	40.00%	152,500	-	-	152,500	152,400	40	-	152,440	60	100
TOTAL		1,030,677	-	-	1,030,677	880,165	12,179	-	892,344	138,333	150,512
PREVIOUS YEAR		1,030,677	-	-	1,030,677	866,408	13,757	-	880,165	150,512	164,269



PANKHIL FINLEASE LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31 ST MARCH, 2011

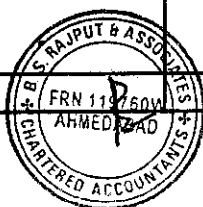
	As At 31.03.2011 (₹)	As At 31.03.2010 (₹)
SCHEDULE : 7		
<u>Current Liabilities & Provision</u>		
Sundry Creditors	7,500	5,000
Sundry Creditors for Expenses	692,072	662,022
	699,572	667,022
SCHEDULE : 8		
<u>Miscellaneous Expenditure :</u>		
(To the extent not written off or adjusted)		
Pre-Operative Expenses	17,287,107	16,870,352
Profit & Loss Account	17,287,107	16,870,352



PANKHIL.FINLEASE LIMITED

SCHEDULE FORMING PART OF PROFIT AND LOSS ACCOUNT FOR YEAR ENDED ON 31 ST MARCH ,2011

		Year Ended 31.03.2011 (₹)	Year Ended 31.03.2010 (₹)
SCHEDULE : 9			
<u>Increase / (Decrease) in Stock</u>			
Closing Stock		-	-
Less : Opening Stock		-	-
Increase / (Decrease) in Stock		-	-
SCHEDULE : 10			
Administration Expenses			
Accounting Charges		5,000	5,000
Auditors' Remuneration		7,500	5,000
Bank Charges		1,496	89
DEMAT Charges		-	221
Office Expense		6,140	3,560
Legal Fees		39,678	-
Listing Fees		27,640	-
Professional Fees		33,185	34,950
Postage		1,579	870
Printing & Stationery Expenses		3,195	281
Salary & Bonus		36,000	24,000
		161,413	73,971



PANKHIL FINLEASE LIMITED
Cash flow statement for the year ended on 31/03/2011

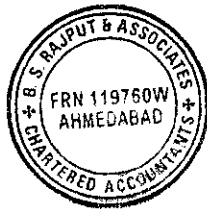
Particulars	F.Y. 2010-11		F.Y. 2009-10	
	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)
A. Cash Flow from Operating Activities				
Net Profit before tax and Extraordinary Items		(173,592)	13,757	(87,728)
Adjusted for	12,179		-	
Depreciation	-		-	
Preliminary Exp. W/off	-		-	
Profit on sale of Assets	-	12,179	-	13,757
Interest Income / Expenses	-		-	
Rebate & Discount	-		-	
Operating Profit before Working Capital Changes		(161,413)	-	(73,971)
Adjusted for	-		-	
Trade and other receivable	-		(546,050)	96,824
Inventories	32,550		642,874	
Trade Payable	320,000	352,550		22,853
Loans & Advances		191,137		(26,531)
Cash generated from Operating Activities		(243,162)		(3,678)
Adjustment related to previous year		(52,025)		
Net Cash flow Operating Activities				
B. Cash Flow from Investing Activities				
Purchase of Fixed Assets	-		-	
Rebate & Discount	-		-	
Increase in Deposits	-		-	
Interest Received	-		-	
Net Cash used in Investing Activities				
C. Cash Flow from Financing Activities				
Increase in Share Capital	-		-	
Increase in Secured Loan	-		-	
Decrease in Unsecured Loan	-		-	
Net Cash used in Financing Activities		(52,025)		(3,678)
Net Increase in Cash and Cash Equivalents (A + B + C)		204,702		208,381
Opening Balance of Cash and Cash Equivalents		152,677		204,702
Closing Balance of Cash and Cash Equivalents				

The previous year's figures have been regrouped and reclassified wherever necessary.

For B.S. Rajput & Associates
Chartered Accountants
(FRN:119760W)

(B.S. Rajput)
Partner

Place : Ahmedabad
Dated : 03/08/2011



On behalf of the Board of Directors
PANKHIL FINLEASE LIMITED

(Dinesh N. Desai) (Mayur N. Desai)
Director Director

NOTES FORMING PARTS OF ACCOUNTS:

1. Significant Accounting Policies of Accounting Standard

Basis of Preparation of Financial Statement

The financial statements have been prepared under the historical cost convention method in accordance with the generally accepted accounting principles and the provisions of the Companies act 1956. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except in the case of significant uncertainty relating to income.

Revenue Recognition

Income and expenditure are recognized and accounted on accrual basis, except in case of significant uncertainties.

Fixed Assets and Depreciation

Fixed assets are stated at their cost on acquisition less accumulated depreciation. Cost of acquisition is inclusive of freight, duties and other directly attributable cost incurred to bring the assets to their working condition for use.

Depreciation on Fixed Assets is provided on Written Down Value method in accordance with the provisions of the Companies Act, 1956 in the manner and at the rates specified in the Schedule XIV to the said Act, on pro-rata basis.

Miscellaneous Expenditure

Preliminary Expenses are written off over a period of ten years.

Investment NIL

Inventories

NIL, However the closing stock of are valued at Cost or Market Value whichever is lower on FIFO basis.

Taxes on Income

Provision for Taxation has been made in accordance with Income Tax Laws and Rules prevailing at the time of relevant assessment year.

(B) Notes to the Accounts.

- i. Balances are subject to confirmation .
- ii. Loans and advances includes Rs. 164.96 lacs (P.Y. Rs. 168.12 lacs) which are doubtful of recovery for which no provisions has been made by the Company

iii. Earning Per Shares :	31/03/2011	31/03/2010
--- Numerator for calculating basic & Diluted earning per Shares (Profit After Tax)	(416754)	(87728)
--- Weighted Average No of Shares used as denominator for calculating basic & Diluted earning per Shares	3500000	3500000
--- Nominal Value Per Shares	10	10
--- Basic & Diluted Earning Per Shares	NA	NA

- iv. The Company has deferred tax assets as at balance Sheet date hence, as a matter of Prudence, the Company is not recognizing the deferred tax assets as provided in the Accounting Standard 22 issued by the Institute of Chartered Accountants of India.



v. Cash in hand on March 31,2011 is subjected to physical verification.

vi. Managerial Remuneration :

- a) The Company had been advised that the computation of net profit u/s 349 of the Companies Act, 1956 had not been made since no commission is paid / payable to any of the directors for the year.
- b) Payment to and provision for employees include Managerial Remuneration by way of:

	Particulars	Current Year (₹)	Previous Year (₹)
i.	Salaries	---	96000
ii.	Perquisites	---	---
	Total	---	96000

vii. Auditors' remuneration are as under

	Particulars	Current year	Previous year
i.	Audit Fee	7500	5000
ii	Out of Pocket Expenses	Nil	Nil

viii. Company does not have any defined retirement benefit scheme in this respect. Accounting Standard AS- 15 issued by the Institute of Chartered Accountants of India is not considered applicable.

ix. Related Party Disclosure : As per Accounting Standard-18 (AS- 18)

List of related Party

S. No.	Name of the Related Party	Relationship
1.	Dinesh N. Desai	Mg. Director
2	Mayur N. Desai	Director
3.	Satyanarayan Kabra	Director
4.	Leena Deasi	Relative of Director
5.	Hansa Enterprise	Associate Concern
6.	Ila Enterprise	Associate Concern
7.	Navkar Enterprise	Associate Concern

List of transaction : NIL

x. Impairment of Assets (AS-28) : All the assets have been physically verified by the management during the year, in our opinion, is reasonable having regards to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

xi. The inventory is physically verified and valued by the Management at the end of the year and it is taken as certified by them.

xii. In the opinion of the Board of Directors, the Current Assets, Loans and Advances are approximately value stated, if realised in the ordinary course of business .The provisions of all known liabilities are adequately provided and not in the excess of amount reasonably necessary and in opinion of the Board of Directors there are no contingent liabilities which is not provided for.

xiii. (A) Quantative details of the trading activity for the year ended 31/03/2011 :

31/03/2011			31/03/2010	
Equity Shares			Equity Shares	
	Qty	Amount	Qty	Amount
Opening stock	NIL	NIL	NIL	NIL
Purchases	NIL	NIL	NIL	NIL
Sales	NIL	NIL	NIL	NIL
Closing Stock	NIL	NIL	NIL	NIL

xiv. Previous year's figures have been regrouped / rearrange or reclassified wherever necessary to conform to the current years grouping or reclassification.



STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS State Code
 Registration No.
 Balance Sheet

II. CAPITAL RAISED DURING THE YEAR (AMOUNT RS. IN THOUSAND)
 Public Issue
 Bonus Issue
 Right Issue
 Private Placement

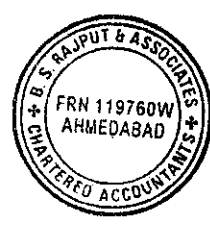
III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT RS. IN THOUSAND)
 Total Liabilities
 Total Assets
 SOURCES OF FUNDS
 Paid-up Capital
 Secured Loans
 Reserves and Surplus
 Unsecured Loans
 APPLICATION OF FUNDS
 Net Fixed Assets
 Defered Tax Assets
 Miscellaneous Expenditure
 Investments
 Net Current Assets
 Accumulated Losses

IV. PERFORMANCE OF COMPANY (AMOUNT RS. IN THOUSANDS)
 Turnover*
 * including other income & increase in stock
 Profit/(Loss) Before Tax
 Earning Per Share (Rs.)
 Total Expenditure
 + - Profit/(Loss) After Tax
 Dividend Rate (%)

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SEVICES OF THE COMPANY
 (AS PER MONETARY TERMS)
 Item Code No. (ITC Code)
 Product Description

As per our report of even date
 For B.S. Rajput & Associates
 Chartered Accountants
 (FRN:119760W)

(B.S. Rajput)
 Partner
 Place: Ahmedabad
 Date: 03/08/2011



On behalf of the Board
 For PANKHIL FINLEASE LIMITED

(Signature)
 (Dinesh N. Desai) (Mayur N. Desai)
 Mg. Director Director