

**TWELTH ANNUAL REPORT**

**2008-09**

**NEEDS FINVEST LIMITED**

**REGD. OFFICE :**

**D.No.3-4-186, Behind Lane to Mahakali Temple,  
Tobacco Bazar, Secunderabad – 500003.**

**NEEDS FINVEST LIMITED**

**REGISTERED OFFICE:**

D.No.3-4-186,  
Behind Lane to Mahakali Temple,  
Tobacco Bazar,  
Secunderabad – 500003.

**BOARD OF DIRECTORS**

Smt. K. Varalakshmi  
Sri K. Satyanarayana  
Sri K.V. Reddy Pantulu  
Sri G. Ramamurthi  
Sri B. Ashwini Kumar

Managing Director.  
Wholetime Director  
Director  
Director  
Director

**AUDITORS**

M/s.P.S.N.RAVISHANKER & ASSOCIATES  
Chartered Accountants  
Flat 205, B-Block  
Kushal Towers, Khairatabad  
Hyderabad.

**BANKERS**

- 1) The Federal Bank Limited.  
Abids Branch , Orient Estate,  
Abids, Hyderabad- 500 001
- 2) The Corporation Bank  
Siddhi Amber Bazar  
Hyderabad

## NOTICE TO THE ANNUAL GENERAL MEETING

NOTICE is hereby given that the Twelfth Annual General Meeting of the company **M/s.NEEDS FINVEST LIMITED** will be held on 28<sup>th</sup> day of September, 2009 at 11.30 a.m. at the registered office of the company situated at D.No.3-4-186, Behind Lane to Mahakali Temple, Tobacco Bazar, Secunderabad – 500003 to transact the following business :

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit & Loss account for the year ended 31st March, 2009, the Balance Sheet as on that date and the Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Sri B.Aswni Kumar, who retire by rotation and being eligible, offer himself for reappointment.
3. To appoint a Director in place of Sri K.V.Reddy Pantulu, who retire by rotation and being eligible, offer himself for reappointment.
4. To appoint Auditors of the company from the Conclusion of the Annual General Meeting up to the conclusion of the next Annual General Meeting and for this purpose to consider and if thought fit, to pass with or without modification the following resolution as an ordinary resolution :

"RESOLVED THAT M/s.P.S.N.RAVISHANKER & ASSOCIATES, Chartered Accountants, Hyderabad the retiring Auditors of the company be and are hereby reappointed as auditors of the company to hold office from the conclusion of this Annual General Meeting up to the conclusion of the next Annual General Meeting on such remuneration as may be determined by the Board of Directors of the Company, in addition to the payment for other services and reimbursement of actual out of pocket expenses".

### NOTES :

- i) A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself. A proxy need not be a member of the company.
- ii) The proxy form duly filled in must be deposited at the Registered Office of the company not less than 48 hours before the time for holding the meeting.

**For NEEDS FINVEST LIMITED**

Place : Hyderabad  
Date : 02-09-2009

Sd/-  
(K. VARALAKSHMI)  
Managing Director

**M/s.NEEDS FINVEST LIMITED**  
**DIRECTORS' REPORT**

To  
The Share Holders  
M/s. NEEDS FINVEST LIMITED  
D.No.3-4-186,  
Behind Lane to Mahakali Temple,  
Tobacco Bazar,  
Secunderabad – 500003.

Your directors are presenting this annual report of our company's activities during the Twelvth year of operations ending on 31<sup>st</sup> day of March, 2009 :

**FINANCIAL RESULTS :**

The Performance of the company during the year 2008-09 is as under :

Particulars	(Rs. in Lakhs)	
	2008-09	2007-08
Income from operations	6.33	5.55
Add : Provisions on NPAs written back	17.58	--
Total :	23.91	5.55
Less: Expenditure before writing off	3.15	3.06
	20.76	2.49
Less : Bad Debts & Unrealized Discounting Charges / Interest written off	13.82	--
Profit for the year	6.94	2.49
Less: Provision for taxation for the year-MAT	-	0.26
Less: Provision for FBT	-	-
Profit after taxation	6.94	2.23
Less : Provision for Taxation	-	0.02
Profit before Appropriations	6.94	2.21
Less : Appropriations - Transfer to Reserve Fund	1.39	0.90
Balance in Profit& Loss A/c. after Appropriations	5.55	1.31
Add: Loss brought forward from previous year	(29.40)	(30.71)
Total Loss carried forward to Balance Sheet	(23.85)	(29.40)

The Gross income of the company has increased during the year when compared to the previous year from Rs.5.55 lakhs to Rs.6.33 lakhs. The Company has earned a profit of Rs.6.94 lakhs during the year after taking into account the write back of provisions and write off of bad debts, when compared to the profit of Rs.2.49 lakhs for the previous year.

During the year the company has made substantial efforts and reduced the non-performing assets to Rs.2.99 lakhs when compared to Rs.20.58 lakhs in previous year by way of recoveries and settlements with parties, write off of accounts.

### **DEPOSITS :**

The company has not accepted deposits during the year, to which the provisions of Section.58A and Section 58AA of the Companies Act, 1956, and (Acceptance of Deposits) Rules, 1975 apply and the outstanding balance as on 31-03-2009 is NIL. (31.03.2008 was NIL)

### **DIRECTORS :**

Sri B.Aswini Kumar and Sri. K.V. Reddy Panthulu retire by rotation and are eligible for reappointment, and offer themselves for reappointment.

### **AUDITORS :**

M/s. P.S.N. RAVISHANKER & ASSOCIATES, Chartered Accountants retire from the office of auditors and being eligible offer themselves for re-appointment as auditors of the company till the conclusion of the next Annual General Meeting.

### **PARTICULARS OF EMPLOYEES :**

There are no employees drawing a salary exceeding the limits mentioned in Section 217(2A) of the Companies Act, 1956.

### **ENERGY CONSERVATION, FOREIGN EXCHANGE, ETC. :**

The provisions relating to energy conservation etc., do not apply to our company, since ours is not a manufacturing concern. The company has not dealt with any foreign exchange transactions during the year.

### **EXPLANATIONS TO QUALIFICATIONS IN AUDIT REPORT:**

#### **Qualification in Point (4) of the Statement to the Audit Report:**

During the year the company has extended advances significantly against the security of the tangible securities. The company has taken personal guarantees from all these borrowers and has been extending the loans only to the trustworthy people, after discrete enquiries and also making efforts to advance more of secure loans. The secured advances outstanding on 31-03-2009 stood at Rs.27.51 lakhs at 61.58% against total advances of Rs.44.66 lakhs (the same stood on 31-03-2008 at Rs.19.00 lakhs at 38.92% against the total advances of Rs.48.82 lakhs).

### **DIRECTORS' RESPONSIBILITY STATEMENT :**

- 1) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 2) that the directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as on 31<sup>st</sup> March, 2009 and of the profit of the company for the year ended 31<sup>st</sup> March, 2009;

- 3) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4) that the directors had prepared the annual accounts on a going concern basis.

**APPRECIATION :**

Your Directors place on record the appreciation for the dedication and hard work of the staff and others who have assisted the company directly or indirectly during the year. Your Directors also place on record their appreciation for the services rendered by the Bankers of the company.

Place : Hyderabad,  
Date : 02-09-2009.

For and on behalf of the Board of Directors of  
NEEDS FINVEST LIMITED

Sd/-  
(K. VARALAKSHMI)  
Managing Director.

## AUDITORS' REPORT

To

The Members of  
M/s.NEEDS FINVEST LIMITED  
D.No.3-4-186, Behind lane to  
Mahakali Temple, Tobacco Bazar  
Secunderabad - 500003.

From

P.S.N.RAVISHANKER & ASSOCIATES  
Chartered Accountants  
Flat No.205, B-Block  
Second Floor, Kushal Towers  
Khairatabad, Hyderabad – 500004.

We have audited the attached Balance Sheet of M/S.NEEDS FINVEST LIMITED as at 31st March, 2009 and the Profit & Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the management and our responsibility is to express an opinion on these financial statements based on our audit.

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 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 the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

I. As required by the Companies (Auditors' Report) Order, 2003 issued by company Law Board, in terms of Section 227(4A) of the Companies Act, 1956, we have enclosed a statement on the matters specified in paragraphs 4 and 5 of the said order.

II. Further to our statement referred to in paragraph I above, we report that :

- a) We have obtained all the information and explanations, which to the best our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of accounts as referred to by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
- d) In, our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act , 1956.
- e) On the basis of written representations received from the directors, as on 31-03-2009, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31-03-2009 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 the explanation given to us, the said accounts give the information required by 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 so far as it relates to the Balance Sheet, of the state of affairs of the company as at 31st March, 2009; and
  - (ii) In so far as it relates to the Profit & Loss Account, of the Profit of the company for the year ended on that date.

For P.S.N.RAVISHANKER & ASSOCIATES  
Chartered Accountants

Place: Hyderabad  
Date : 02-09-2009

Sd/-  
(Y. SAI KARUNAKAR)  
Partner



**STATEMENT REFERRED TO IN PARAGRAPH I OF OUR REPORT OF EVEN DATE**

1. a) The company maintains records showing the particulars, including quantitative details, situation of assets.  
b) The fixed assets of the company have been physically verified by the management at reasonable intervals and we are informed that no material discrepancies were noticed on such verification.  
c) During the year the company has not disposed off any fixed assets of the company.
2. The company does not maintain any stocks hence the points ii) (a), (b) and (c) do not apply to the company.
3. a) The company has not accepted or granted any loans, secured or unsecured, from to the companies, firms or other parties covered in the register maintained under section 301 of the Act except as under. During the year the company has accepted and granted Short term loans, in the form of Inter-corporate Deposits to a company in which two directors of the company are interested and Unsecured loans to a Proprietary Firm of the Wholetime Director coming under the purview of the Section 301 of the Act, in the normal course of its business, and the outstanding balance in the account as on 31-03-2009 stood at Rs.4.70 lakhs and Rs.6.60 lakhs respectively and the same stood outstanding on 31-03-2008 at Rs.5.00 lakhs and Rs.5.24 lakhs respectively.  
b) The rate of interest and other terms and conditions of loans granted by the company do not, prima-facie appear to be prejudicial to the interest of the company.  
c) The payment of principal and interest are regular in respect of these accounts.
4. There is an internal control system commensurate with the size of the company and the nature of its business, for the purpose of purchase of fixed assets and making advances. However, the system of extending advances without tangible security may be further reduced. The outstanding unsecured advances constitute 38.42% of the total outstanding advances as at 31-03-2009 while the same stood at 61.08% on 31-03-2008.
5. a) As per the information and explanations furnished to us during the year, the Company has granted Short Term loans in the form of ICD, unsecured loan, referred to above under clause No.3 of this Statement to a private limited company in which two directors of the company are interested and a Proprietary Firm of a Wholetime Director, which parties come under the purview of Section 301 of the Companies Act, 1956, during the normal course of its business.  
b) According to the information and explanations furnished to us, prima facie, it appears that these loan transactions have been made at the prevailing market rates at the relevant time as stated under point No.3 of this statement above and the rate of interest and other terms and conditions do not, prima facie appear to be prejudicial to the interest of the company.

6. The company has not accepted any Deposits during the year and the directives issued by the Reserve Bank of India and the provisions of section 58A, 58AA of the Act and rules framed there under and the outstanding balance as on 31.03.2009 is NIL. (Previous year NIL)
7. The Company does not have any formal Internal Audit system during the year.
8. Maintenance of Cost records does not apply to the company.
9. a) The company has not adopted the Provident Fund and Employees State Insurance Laws and we are informed by the management that as such these laws do not apply to the Company.  
b) As per the information and explanations given to us, the company does not have any undisputed statutory dues relating to Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and any other statutory dues as at 31st March, 2009 outstanding for a period of more than six months from the date they became payable.
10. The company has been registered for a period of not less than five years. The accumulated loss of the company stood at Rs.23.85 lakhs as on 31-03-2009 and is less than 50% of its net worth. The company has not incurred any cash loss during the financial year and also in the financial year immediately preceding the financial year.
11. The company has not borrowed any loans from the Banks, financial institutions or in the form of debentures.
12. The company has not granted loans and advances on the basis of security by way of pledge of shares.
13. The company is not a Chit fund/Nidhi/Mutually Benefit Fund/ Society and is a Non-Banking Financial Company(NBFC) registered with RBI.
14. The company has not dealt with or traded in shares, securities, debentures and other investments.
15. As per the information and explanations furnished to us the company has not given any guarantees for loans taken by others from bank or financial institutions.
16. The company has not obtained any term loans during the year.
17. The company has not generally used the funds on short-term basis for long term investment.
18. During the year the company has made allotment of shares to the existing shareholders and the promoters at par on a preferential basis and the terms of allotment do not prima facie prejudicial to the interest of the company.
19. The company has not issued any debentures.
20. The company has not raised any money by way of public issue.

21. As per the information and explanations furnished to us, no fraud on or by the company has been reported during the year.

Matters to be included in the Auditors Report as per the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 1998 issued by RBI.

- A) The company is registered with RBI as per Section 45-IA of the Reserve Bank of India Act, 1934 and the company has obtained the certificate of registration from RBI vide COR No.09.00006 dt.30.12.1997.
- B) As per the information and explanations furnished to us by the management and on the basis of books and records examined by us, we are of the opinion that
- i) The Board of directors of the company has passed a resolution for the non-acceptance of public deposits
  - ii) The company has not accepted any public deposits during the year and the outstanding balance as on 31.03.2009 is NIL (Previous year NIL)
  - iii) There are no group/holding/subsidiary companies as identified by the Board as per the Board minutes recorded by the company. However there are two entities which come under the provisions of section 301 of the Companies Act, 1956 as noted in para 3(a) of the CARO Report.
  - iv) The company has not made any investments in another entity during the year
  - v) Subject to our observation in Clause I) (a) of the Audit Report, the company has complied with the prescribed and applicable prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it.

For P.S.N. RAVISHANKER & ASSOCIATES  
Chartered Accountants

Place : Hyderabad  
Date : 02-09-2009.

Sd/-  
(Y. SAI KARUNAKAR)  
Partner

<b>NEEDS FINVEST LIMITED</b>					
<b>BALANCE SHEET AS ON 31-03-2009</b>					
	Schedule No	As on 31.03.2009	As on 31.03.2009	As on 31.03.2008	As on 31.03.2008
			Rs.		Rs.
<b><u>SOURCES OF FUNDS:</u></b>					
<b><u>I. SHAREHOLDERS FUNDS:</u></b>					
1. Share Capital	A		75,83,000		60,83,000
2. Reserves & Surplus	B		7,48,500		6,09,500
3. Secured Loans	C		8,44,830		5,02,940
<b>TOTAL</b>			<b>91,76,330</b>		<b>71,95,440</b>
<b><u>II. APPLICATION OF FUNDS:</u></b>					
1. Fixed assets - Net block	D		17,394		23,927
2. Current Assets, Loans & Advances	E	72,05,054		64,40,118	
Less: Current Liabilities & Provisions	F	4,31,225		22,09,054	
Net Current Assets			67,73,829		42,31,063
3. Miscellaneous Expenditure (to the extent not written off or adjusted)	G		23,85,107		29,40,449
<i>(to be read along with notes on accounts)</i>					
<b>TOTAL</b>			<b>91,76,330</b>		<b>71,95,438</b>
As per the report of even date attached For P.S.N. RAVI SHANKER & ASSOCIATES CHARTERED ACCOUNTANTS			For and on behalf of board of directors of NEEDS FINVEST LIMITED		
Sd/- (Y. SAI KARUNAKAR) PARTNER			Sd/- (K.VARALAKSHMI) MANAGING DIRECTOR		
Place : Hyderabad Date : 02-09-2009			Sd/- (K.SATYANARAYANA) WHOLE TIME DIRECTOR		
			Sd/- (G.RAMAMURTHI) DIRECTOR		

**NEEDS FINVEST LIMITED**  
**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2009**

	Schedule No	As on 31.03.2009	As on 31.03.2008
		Rs.	Rs.
<b>A. INCOME:</b>			
Income from Operations :			
Discounting Charges/Interest Income		5,87,605	5,38,583
Add : 1) Reversal of Provision for Unrealised Discounting Charges for the year (As per RBI guidelines)		3,70,022	-
2) Reversal of Provision for NPAs on Written Off A/cs		10,11,029	-
3) Reversal of excess Provision for NPAs on Recovered A/c		3,76,775	-
		23,45,431	5,38,583
Miscellaneous Income		45,775	15,953
Total (A)		<b>23,91,206</b>	<b>5,54,536</b>
<b>B. EXPENDITURE :</b>			
Administrative Cost	H	71,561	73,253
Personnel cost	I	78,000	78,000
Finance cost	J	39,190	24,869
Remuneration to Directors		1,20,000	1,20,000
Depreciation	D	6,533	9,768
Unrealized Interest Written Off		3,70,551	-
Bad Advances Written Off		10,11,029	-
Total (B)		<b>16,96,864</b>	<b>3,05,890</b>
Profit for the year (A) - (B)		6,94,342	2,48,646
Provision for Minimum Alternative Tax (Loss) after taxation for the year		-	26,000
		6,94,342	2,22,646
Less : Prior Period Taxes		-	1,807
		6,94,342	2,20,839
Less : Appropriations :			
Transfer to Reserve Fund		1,39,000	90,000
		5,55,342	1,30,839
Add: (loss) brought forward from previous years		(29,40,449)	(30,71,288)
Balance of (Loss) transferred to Balance Sheet		(23,85,107)	(29,40,449)

As per the report of even date attached  
For P.S.N.RAVI SHANKER & ASSOCIATES  
CHARTERED ACCOUNTANTS

Sd/-  
(Y. SAI KARUNAKAR)  
PARTNER

Place : Hyderabad  
Date : 02-09-2009

For and on behalf of board of directors of  
NEEDS FINVEST LIMITED

Sd/-  
(K.VARALAKSHMI)  
MANAGING DIRECTOR

Sd/-  
(K.SATYANARAYANA)  
WHOLE TIME DIRECTOR

Sd/-  
(G.RAMAMURTHI)  
DIRECTOR

<b>NEEDS FINVEST LIMITED</b>		
<b>SCHEDULES FORMING PART OF BALANCE SHEET</b>		
Particulars	As on 31.03.2009 (Rupees)	As on 31.03.2008 (Rupees)
<b>Schedule - A : SHARE CAPITAL</b>		
<u>Authorised Capital</u>		
10,00,000 Equity shares of Rs.10/- each	1,00,00,000	1,00,00,000
<u>Issued, Subscribed and paid-up capital</u>		
(758300 Equity shares of Rs.10/- each fully paid up)		
(6,08,300 Equity shares of Rs.10/- each fully paid up)	75,83,000	60,83,000
<b>Schedule - B : RESERVES &amp; SURPLUS</b>		
a) General Reserve	4,08,000	4,08,000
b) Reserve Fund	3,40,500	2,01,500
	7,48,500	6,09,500
<b>Schedule - C: SECURED LOANS:</b>		
Bid amounts received from:		
Konapala Chits Private Limited	8,44,830	5,02,940
(Guaranteed by personal sureties of Directors and others)	8,44,830	5,02,940
As per the report of even date attached For P.S.N.RAVI SHANKER & ASSOCIATES CHARTERED ACCOUNTANTS	For and on behalf of board of directors of NEEDS FINVEST LIMITED	
Sd/- (Y. SAI KARUNAKAR) PARTNER	Sd/- (K.VARALAKSHMI) MANAGING DIRECTOR	
	Sd/- (K.SATYANARAYANA) WHOLE TIME DIRECTOR	
Place : Hyderabad Date : 02-09-2009	Sd/- (G.RAMAMURTHI) DIRECTOR	

**NEEDS FINVEST LIMITED**  
**Schedule - D: FIXED ASSETS SCHEDULE**

Name of the Asset	GROSS BLOCK		DEPRECIATION			NET BLOCK			
	As on 01-04-2008	Adds./Deles. during the year 08-09	As on 31-03-2009	Upto 31-03-2008	For the year 2008-09	Del. during the year 08-09	Upto 31-03-2009	As on 31-03-2009	As on 31-03-2008
Furniture & Fixtures	Rs. 68,942	-	Rs. 68,942	Rs. 55,069	Rs. 2,511	-	Rs. 57,580	11,362	Rs. 13,873
Computer & other office equipment	1,74,938	-	1,74,938	1,64,884	4,022	-	1,68,906	6,032	10,054
<b>Total</b>	<b>2,43,880</b>	<b>-</b>	<b>2,43,880</b>	<b>2,19,953</b>	<b>6,533</b>	<b>-</b>	<b>2,26,486</b>	<b>17,394</b>	<b>23,927</b>

As per the report of even date attached  
For P.S.N.RAVISHANKER & ASSOCIATES  
CHARTERED ACCOUNTANTS

For and on behalf of board of directors of  
NEEDS FINVEST LIMITED

Sd/-  
(Y. SAI KARUNAKAR)  
PARTNER

Sd/-  
(K.VARALAKSHMI)  
MANAGING DIRECTOR

Sd/-  
(K.SATYANARAYANA)  
WHOLE TIME DIRECTOR

Sd/-  
(G.RAMAMURTHI)  
DIRECTOR

Place : Hyderabad  
Date : 02-09-2009

NEEDS FINVEST LIMITED			
SCHEDULES FORMING PART OF BALANCE SHEET			
Particulars	As on		
	31.03.2009	31.03.2008	
Schedule - E : CURRENT ASSETS, LOANS AND ADVANCES			
	(Rupees)	(Rupees)	
a) Loan debtors E(a)	44,66,890	48,82,651	
b) Cash in hand	13,820	50,054	
c) Balance with scheduled banks in current accounts	13,73,248	4,28,576	
d) Subscription to Chits :			
Konapala Chits private Limited	7,31,704	5,20,685	
e) TDS effected by Others	86,469	56,212	
f) Rent Receivable	28,344	-	
g) Intercorporate Deposit a/c	4,70,000	5,00,000	
h) Electricity Charges Receivable	3,984	-	
i) Interest receivable on ICD	30,595	1,940	
	72,05,054	64,40,118	

**SUB-SCHEDULE - E(a) - LOAN DEBTORS :**

Particulars	31.03.2009			31.03.2008		
	Outstanding for less than 6 months	Outstanding for more than 6 months	Total	Outstanding for less than 6 months	Outstanding for more than 6 months	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Loans - Secured by mortgage of immovable properties						
- considered good	27,51,387	-	27,51,387	11,36,092	4,13,792	15,49,884
- considered Doubtful	-	-	-	-	3,50,283	3,50,283
	27,51,387	-	27,51,387	11,36,092	7,64,075	19,00,167
Loans - Unsecured						
- considered good	8,80,978	4,80,000	13,60,978	10,09,766	2,07,201	12,16,967
- considered Doubtful	-	3,54,525	3,54,525	-	17,65,517	17,65,517
	8,80,978	8,34,525	17,15,503	10,09,766	19,72,718	29,82,484
Total	36,32,365	8,34,525	44,66,890	21,45,858	27,36,793	48,82,651

**Schedule F - CURRENT LIABILITIES & PROVISIONS:**

	As on 31.03.2009	As on 31.03.2008
<b>A) CURRENT LIABILITIES:</b>		
a) Discounting charges received in Advance	46,710	38,016
b) TDS payable	-	38,838
c) Audit Fee Payable	22,660	45,544
d) Directors Sitting Fee Payable	2,500	2,500
e) Income Tax Payable	18,853	-
f) Rent Payable	14,172	-
Total (A)	1,04,895	1,24,898
<b>B) PROVISIONS:</b>		
a) Provision for taxation for the year (MAT)	26,000	26,000
b) Provision for non-performing assets as per RBI guidelines	2,59,000	16,46,804
c) Unrealised discounting charges as per RBI guidelines	41,329	4,11,351
Total (B)	3,26,329	20,84,155
Total (A) + (B)	4,31,225	22,09,054
<b>Schedule - G: MISCELLANEOUS EXPENDITURE:</b>		
(to the extent not written off or adjusted)		
Profit & Loss a/c-Debit Balance	23,85,107	29,40,449
	23,85,107	29,40,449

As per the report of even date attached  
For P.S.N.RAVI SHANKER & ASSOCIATES  
CHARTERED ACCOUNTANTS

For and on behalf of board of directors of  
NEEDS FINVEST LIMITED

Sd/-  
(Y. SAI KARUNAKAR)  
PARTNER

Sd/-  
(K.VARALAKSHMI)  
MANAGING DIRECTOR

Sd/-  
(K.SATYANARAYANA)  
WHOLE TIME DIRECTOR

Sd/-  
(G.RAMAMURTHI)  
DIRECTOR

Place : Hyderabad  
Date : 02-09-2009



NEEDS FINVEST LIMITED			
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT			
Particulars		For the year	For the year
		2008-09	2007-08
		(Rupees)	(Rupees)
<b>Schedule - H: ADMINISTRATION COST</b>			
Rent, Rates & Taxes		39,278	40,727
Printing & Stationery		1,081	653
Office Maintenance & other general expenses		4,748	7,549
Postage, Telephones & Telegrams		1,655	272
Legal charges		539	530
Audit Expenses		600	600
Misc. expenses		1,600	450
Auditors Remuneration :			
Statutory Audit fees	15,000		
Taxation matters	5,000		
Taxes thereon	2,060		
		22,060	22,472
	Total :	71,561	73,253
<b>Schedule - I: PERSONNEL COST</b>			
Salaries		78,000	78,000
	Total :	78,000	78,000
<b>Schedule - J: FINANCE COST</b>			
Bank Charges		434	1,519
Loss on Chits		38,756	23,350
	Total :	39,190	24,869
As per the report of even date attached For P.S.N.RAVI SHANKER & ASSOCIATES CHARTERED ACCOUNTANTS		For and on behalf of board of directors of NEEDS FINVEST LIMITED	
Sd/- (Y. SAI KARUNAKAR) PARTNER		Sd/- (K.VARALAKSHMI) MANAGING DIRECTOR	
Place : Hyderabad Date : 02-09-2009		Sd/- (K.SATYANARAYANA) WHOLE TIME DIRECTOR	
		Sd/- (G.RAMAMURTHI) DIRECTOR	

## **NOTES ON ACCOUNTS FORMING PART OF THE BALANCE SHEET :**

### **1. SIGNIFICANT ACCOUNTING POLICIES :**

#### **a) ACCOUNTING ASSUMPTIONS :**

These Financial Statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the company and the accounting standards prescribed by the Institute of Chartered Accountants of India on going concern basis with revenues recognized and expenses accounted for on their accrual, including provisions/adjustments for committed obligations and amount determined payable or receivable during the year.

#### **b) FIXED ASSETS :**

Fixed Assets are stated at historical cost of acquisition, which is inclusive of freight, installation charges, duties and other incidental expenses.

#### **c) DEPRECIATION ACCOUNTING:**

Depreciation is provided on Written Down Value method at the rates and the manner specified in Schedule XIV of the Company's Act, 1956 as amended from time to time on the Company's fixed Assets.

**d) CURRENT ASSETS & CURRENT LIABILITIES :** In the opinion of Board of Directors, save as otherwise stated, the current assets, loans & advances have been stated at values realizable in the course of business and provisions have been made for all known liabilities.

#### **e) PRUDENTIAL ACCOUNTING NORMS :**

The company compiles its Financial Statements in accordance with the prudential norms prescribed by Reserve Bank of India for Non-Banking Finance Companies, in respect of

- a) Income Recognition
- b) Asset classification and
- c) Provisioning for Bad and Doubtful debts.

#### **f) INCOME RECOGNITION :**

Interest income on loans & advances is recognized on the accrual basis. However Interest on Doubtful Assets (Long outstanding Bad debts) under 100% provision Category as per RBI prudential accounting norms has not been provided as the principal amounts have become doubtful of recovery.

### **3. EXPENSES ACCOUNTING :**

Employee Retirement Benefits : The provisions of the Acts relating to the Employees retirement benefits are not applicable to the company.

### **4. MANAGERIAL REMUNERATION :**

(Amount in Rupees)

Salary & other perquisites paid to		
Particulars	2008-09	2007-08
Managing Director	1,20,000	1,20,000

5. Expenditure in foreign currency : NIL  
Earnings in foreign currency : NIL

6. Paise have been rounded off to the nearest rupee.
7. The outstanding balances in the loan accounts are subject to confirmation from the respective parties.
8. The statement on significant accounting policies forms integral part of financial statement.
9. Previous year's figures have been regrouped and recast wherever necessary, to conform to current year's classification.
10. There are no dues to or from SSI units.
11. Contingent liabilities not provided for – NIL--
12. The other particulars of Schedule - VI are not applicable to the company.

As per our report attached  
For P.S.N.RAVI SHANKER & ASSOCIATES  
Chartered Accountants

Sd/-  
(Y. SAI KARUNAKAR)  
Partner

Place : Hyderabad,  
Date : 02-09-2009.

For and on behalf of the Board of Directors of  
NEEDS FINVEST LIMITED.

Sd/-  
(Smt. K. VARALAKSHMI)  
Managing Director

Sd/-  
(K. SATYANARAYANA)  
Whole time Director

**NEEDS FINVEST LIMITED**  
Regd. Office : D.No.3-4-186,  
Behind Lane to Mahakali Temple,  
Tobacco Bazar,  
Secunderabad – 500003.

**PROXY FORM**

I/We ..... Of ..... in the district of ..... Being a member/members of the above named company, hereby appoint as my proxy to voted for me/us on my/our behalf of the 12<sup>th</sup> Annual General Meeting of the Company to be held at Regd. Office : D.No.3-4-186, Behind Lane to Mahakali Temple, Tobacco Bazar, Secunderabad – 500003 on Monday the 28<sup>th</sup> day of September, 2009 at 11:30 a.m. and at any adjournment thereof.

Signed this ..... Day of ....., 2009.

Ledger Folio No.                      No. of Shares

Signature:

Note: The proxy to be valid should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting. A proxy need not be a member.

**ATTENDANCE SLIP :**

I hereby record my presence at the Twelvth Annual General Meeting of NEEDS FINVEST LIMITED at D.No.3-4-186, Behind Lane to Mahakali Temple, Tobacco Bazar, Secunderabad – 500003.

1. Full Name of the Member :  
(in Block Letters)
2. Full Name of the Proxy\* :
3. Ledger Folio Number :
4. Number of Shares held :
5. Signature of the Member/Proxy attending :

\* To be used only if the member, Second named is not attending  
Please give full name of the first holder  
Mr/Mrs/Miss .....

**Note:** Members attending must fill in this attendance slip and hand it over at the entrance of the venue of the meeting.