

NEEDS FINVEST LIMITED

THIRTEENTH ANNUAL REPORT

2009 -2010

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 Mahankali Temple,
Tobacco Bazar,
Secunderabad - 500 003.

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 - 500004.

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 Thirteenth Annual General Meeting of the company **M/s.NEEDS FINVEST LIMITED** will be held on 29th day of September, 2010 at 11.30 a.m. at the registered office of the company situated at D. No.3-4-186, Behind Lane to Mahankali Temple, Tobacco Bazar, Secunderabad – 500 003 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit & Loss account for the year ended 31st March, 2010, the Balance Sheet as on that date and the Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Sri K.Satyanarayana who retires by rotation and being eligible, offer himself for reappointment.
3. To appoint a Director in place of Sri G.Ramamurthi, who retires 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 : 02-09-2010

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 Mahankali Temple,
Tobacco Bazar,
Secunderabad – 500 003.

Your directors have pleasure in presenting this 13th annual report of our company's activities for the year ending on 31st day of March, 2010.

FINANCIAL RESULTS :

The Performance of the company during the year 2009-10 is as under :

Particulars	(Rs. in Lakhs)	
	2009-10	2008-09
Income from operations - Interest	11.13	6.33
Add : Provisions on NPAs written back-as no longer required	3.00	17.58
Total :	14.13	23.91
Less: Expenditure before writing off advances	2.89	3.15
	11.24	20.76
Less : Bad Debts & Unrealized Discounting Charges / Interest Written off	0.96	13.82
Profit before taxation for the year	10.29	6.94
Less : Provision for Taxation – M.A.T.	1.20	-
Net Profit After Taxation	9.09	6.94
Less : Prior period adjustments - Short Provision for Taxation	0.27	--
Net Profit before appropriations	8.81	6.94
Less : Appropriations :		
-- Transfer to Reserve Fund	2.06	1.39
Balance in the Profit & Loss A/c. after appropriations	6.75	5.55
Add: Loss brought forward from previous year	(23.85)	(29.40)
Loss carried to Balance Sheet	(17.10)	(23.85)

The Gross interest income of the company has increased during the year to Rs.11.13 lakhs when compared to the previous year interest income of Rs.6.33 lakhs. The Company has earned a profit of Rs.10.29 lakhs during the year after writing back of provisions for NPAs no longer required when compared to the profit of Rs. 6.94 lakhs for the previous year.

During the year the company has made efforts and reduced the non-performing assets and by the end of the year, no NPAs have been identified when compared to Rs.2.99 lakhs in previous year by way of recoveries and settlements with parties, write off in the accounts. The Board of Directors is proud to announce that the NPA Provision has become totally NIL by the end of the year. Due to the selection of good borrowers by the company, the NPA position has been NIL and there is no provision for Non-Performing Assets as on 31.03.2010.

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 increase secured loans. The secured advances outstanding on 31.03.2010 stood at Rs.37.50 lakhs at 67.34% of total advances of Rs.55.69 lakhs (the same stood on 31.03.2009 at Rs.27.51 lakhs at 61.60% of the total advances of Rs.44.66 lakhs).

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 31-03-2010 is NIL. (31.03.2009 was NIL)

DIRECTORS :

Sri K.Satyanarayana and Sri G. Ramamurthi 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.

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 31st March, 2010 and of the profit of the company for the year ended 31st March, 2010;
- 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 : 02.09.2010

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
Mahankali Temple, Tobacco Bazar
Secunderabad – 500003.

From
P.S.N.RAVISHANKER&ASSOCIATES
Chartered Accountants
Flat No.205, B-Block
II Floor, Kushal Towers
—Khairatabad
Hyderabad

We have audited the attached Balance Sheet of M/s.NEEDS FINVEST LIMITED as at 31st March, 2010 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 31-03-2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31-03-2010 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 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 :

- g) In so far as it relates to the Balance Sheet, of the state of affairs of the company as at 31st March, 2010; and
- h) 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 : 02-09-2010 .

Sd/-
(Y. SAI KARUNAKAR)
Partner

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

1. a) The company maintains proper records showing the broad 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) of the said order 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. However, the company has accepted and granted Short term unsecured loans, in the form of Inter-corporate Deposits to a company in which two directors of the company are interested and Unsecured loan to a Proprietary Firm in which one of the company's Wholetime Directors is interested and, coming under the purview of the Section 301 of the Act, in the normal course of its business, and the outstanding balance in the accounts as on 31-03-2010 stood at Rs.6.79 lakhs and Rs.9.33 lakhs respectively (Rs.4.70 lakhs and Rs.6.60 lakhs respectively on 31-03-2009).
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.
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 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. As per the information and explanations furnished to us, the company has not accepted any Deposits during the year under the directives issued by the Reserve Bank of India and the provisions of section 58A, 58AA of the Act and rules framed there under apply.
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, 2010 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 17.09 lakhs as on 31-03-2010 (Rs.23.85 lakhs as at 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 not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Companies Act.
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 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
 - 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) 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 : 02-09-2010

Sd/-
(Y. SAI KARUNAKAR)
Partner

NEEDS FINVEST LIMITED					
BALANCE SHEET AS ON 31-03-2010					
	Schedule No	As on 31.03.2010	As on 31.03.2010	As on 31.03.2009	As on 31.03.2009
			Rs.		Rs.
SOURCES OF FUNDS:					
I. SHAREHOLDERS FUNDS:					
1. Share Capital	A		75,83,000		75,83,000
2. Reserves & Surplus	B		9,54,500		7,48,500
3. Secured Loans	C		3,48,090		8,44,830
TOTAL			88,85,590		91,76,330
II. APPLICATION OF FUNDS:					
1. Fixed assets - Gross Block	D	2,43,880		243880	
Less : Depreciation		2,30,956	12,924	226486	17,394
2. Current Assets, Loans & Advances	E	73,73,887		72,05,054	
Less: Current Liabilities & Prvisions	F	2,11,124		4,31,225	
Net Current Assets			71,62,763		67,73,829
3. Miscellaneous Expenditure (to the extent not written off or adjusted)	G		17,09,904		23,85,107
(to be read along with notes on accounts)					
TOTAL			88,85,590		91,76,330
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 : 02-09-2010			Sd/- (K.SATYANARAYANA) WHOLE TIME DIRECTOR		
			Sd/- (G.RAMAMURTHI) DIRECTOR		

NEEDS FINVEST LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2010

	Schedule No	As on 31.03.2010 Rs.		As on 31.03.2009 Rs.
A. INCOME:				
Income from Operations :				
Discounting Charges/Interest Income		9,91,753		5,87,605
Add : 1) Reversal of Provision for Unrealised Discounting Charges for the year (As per RBI guidelines)		41,329		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		2,59,000	12,92,082	3,76,775
Miscellaneous Income			1,21,368	45,775
Total (A)			14,13,450	23,91,206
B. EXPENDITURE :				
Administrative Cost	H	57,365		71,561
Personnel cost	I	84,000		78,000
Finance cost	J	23,487		39,190
Remuneration to Directors		1,20,000		1,20,000
Depreciation	D	4,470		6,533
Unrealized Interest Written Off				3,70,551
Bad Advances Written Off			95,525	10,11,029
Total (B)			3,84,847	16,96,864
Profit for the year (A) - (B)			10,28,603	6,94,342
Provision for Minimum Alternative Tax			1,20,000	-
Profit after taxation for the year			9,08,603	6,94,342
Less : Prior Period Taxes			27,399	-
			8,81,204	6,94,342
<u>Less : Appropriations :</u>				
Transfer to Reserve Fund			2,06,000	1,39,000
			6,75,204	5,55,342
Add: (loss) brought forward from previous years			(23,85,107)	(29,40,449)
Balance of (Loss) transferred to Balance Sheet			(17,09,904)	(23,85,107)

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 : 02-09-2010

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

NEEDS FINVEST LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET

Particulars	As on 31.03.2010 (Rupees)	As on 31.03.2009 (Rupees)
Schedule - A : SHARE CAPITAL		
<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)	75,83,000	75,83,000
Schedule - B : RESERVES & SURPLUS		
a) General Reserve	4,08,000	4,08,000
b) Reserve Fund	5,46,500	3,40,500
	9,54,500	7,48,500
Schedule - C: SECURED LOANS:		
Bid amounts received from:		
Konapala Chits Private Limited	3,48,090	8,44,830
(Secured by personal guarantees of Directors and others)	3,48,090	8,44,830

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 : 02-09-2010

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

NEEDS FINVEST LIMITED
Schedule - D: FIXED ASSETS SCHEDULE

Name of the Asset	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As on 01-04-2009	Adds./Dels. during the year 09-10	As on 31-03-2010	Upto 31-03-2009	For the year 2009-10	Del. during the year 09-10	Upto 31-03-2010	As on 31-03-2010	As on 31-03-2009
Furniture & Fixtures	Rs. 68,942	-	Rs. 68,942	Rs. 57,580	Rs. 2,057	-	Rs. 59,637	9,305	Rs. 11,362
Computer & other office equipment	1,74,938	-	1,74,938	1,68,906	2,413	-	1,71,319	3,619	6,032
Total	2,43,880	-	2,43,880	2,26,486	4,470	-	2,30,956	12,924	17,394

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

Sd/-
(Y. SAI KARUNAKAR)
PARTNER

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

Place : Hyderabad
Date : 02-09-2010

NEEDS FINVEST LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET

Particulars	As on	As on
	31.03.2010	31.03.2009
Schedule - E : CURRENT ASSETS, LOANS AND ADVANCES		
a) Loan debtors	(Rupees)	(Rupees)
b) Cash in hand	55,68,965	44,66,890
c) Balance with scheduled banks in current accounts	2,49,131	13,820
d) Subscription to Chits :	3,73,425	13,73,248
Konapala Chits private Limited		
e) TDS effected by Others	3,43,255	7,31,704
f) Rent Receivable	25,711	86,469
g) Intercorporate Deposit a/c	-	28,344
h) Electricity Charges Receivable	6,79,700	4,70,000
i) Interest receivable on ICD	-	3,984
Total :	1,33,700	30,595
	73,73,887	72,05,054

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

Particulars	31.03.2010			31.03.2009		
	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 Equitable mortgage of immovable properties - considered good	20,00,000	17,50,000	37,50,000	27,51,387	-	27,51,387
Loans - Unsecured - considered good	20,00,000	17,50,000	37,50,000	27,51,387	-	27,51,387
- considered Doubtful	13,38,965	4,80,000	18,18,965	8,80,978	4,80,000	13,60,978
	13,38,965	4,80,000	18,18,965	8,80,978	3,54,525	3,54,525
Total	33,38,965	22,30,000	55,68,965	36,32,365	8,34,525	44,66,890

Schedule F - CURRENT LIABILITIES & PROVISIONS:

	As on 31.03.2010	As on 31.03.2009
A) CURRENT LIABILITIES:		
a) Interest received in Advance	51,709	46,710
b) TDS payable	14,255	-
c) Audit Fee Payable	22,660	22,660
d) Directors Sitting Fee Payable	2,500	2,500
e) Income Tax Payable	-	18,853
f) Rent Payable	-	14,172
Total (A)	91,124	1,04,895
B) PROVISIONS:		
a) Provision for taxation for the year (MAT)	1,20,000	26,000
b) Provision for non-performing assets as per RBI guidelines	-	2,59,000
c) Unrealised discounting charges as per RBI guidelines	-	41,329
Total (B)	1,20,000	3,26,329
Total (A) + (B)	2,11,124	4,31,225
Schedule - G: MISCELLANEOUS EXPENDITURE: (to the extent not written off or adjusted)		
Profit & Loss a/c-Debit Balance	17,09,904	23,85,107
	17,09,904	23,85,107

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 : 02-09-2010

NEEDS FINVEST LIMITED			
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT			
Particulars		For the year	For the year
		2009-10	2008-09
		(Rupees)	(Rupees)
Schedule - H: ADMINISTRATION COST			
Rent, Rates & Taxes		26,186	39,278
Printing & Stationery		300	1,081
Office Maintenance & other general expenses		5,319	7,487
Postage, Telephones & Telegrams		3,500	1,655
Auditors Remuneration :			
Statutory Audit fees	15,000		15,000
Tax Audit Fees	5,000		5,000
Service Tax	2,060	22,060	2,060
	Total :	57,365	71,561
Schedule - I: PERSONNEL COST			
Salaries		84,000	78,000
	Total :	84,000	78,000
Schedule - J: FINANCE COST			
Bank Charges		832	434
Loss on Chits		22,655	38,756
	Total :	23,487	39,190
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 : 02-09-2010		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.

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)

Particulars	2009-10	2008-09
Salary & other perquisites paid to 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

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

Sd/-
(Y. SAI KARUNAKAR)
Partner

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

Place : Hyderabad
Date : 02.09.2010

Sd/-
(K.SATYANARAYANA)
Whole time Director

NEEDS FINVEST LIMITED
Regd. Office : D.No. 3-4-186,
Behind Lane to Mahankali 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 may proxy to voted for me/us on my/our behalf of the 13th Annual General Meeting of the Company to be held at Regd. Office : D.No.3-4-186, Behind lane to Mahankali Temple, Tobacco Bazar, Secunderabad – 500 003 on Wednesday the 29th day of September, 2010 at 11:30 a.m. and at any adjournment thereof.

Signed this Day of, 2010.

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 Thirteenth Annual General Meeting of NEEDS FINVEST LIMITED at D.No.3-4-186, Behind lane to Mahankali Temple, Tobacco Bazar, Secunderabad – 500 003

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.