

J. K. INVESTO TRADE (INDIA) LIMITED

61st Annual Report & Accounts 2008-09

J. K. INVESTO TRADE (INDIA) LIMITED

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors have pleasure in presenting the 61st Annual Report, together with the audited statements of account of the Company for the year ended 31st March, 2009.

FINANCIAL RESULTS

	Rs. in Lacs	
	Year ended 31.3.2009	Year ended 31.3.2008
Income during the year	861.81	595.35
Depreciation	0.68	1.38
Interest	2.37	2.70
Provision for taxation	36.05	32.12
Profit after Tax	756.46	490.45
Profit brought forward	1124.76	732.31
Transfer to Statutory Reserve Fund under RBI Act.	151.30	98.00
Profit carried forward to Balance Sheet	1729.92	1124.76

PERFORMANCE OF JOINT VENTURE COMPANY – J. K. ANSELL LIMITED

During the year under review the turnover of J. K. Ansell Limited was Rs. 5531.89 lacs (Previous Year Rs. 7079.42 lacs). The profit after tax was Rs. 305.82 lacs (Previous Year Rs. 716.78 lacs).

SUBSIDIARY

As required under Section 212 of the Companies Act, 1956, the audited statements of account, along with the report of the Board of Directors and Auditor's Report thereon of the wholly owned subsidiary, J.K. Helene Curtis Limited, for the year ended on 31st March, 2009 is annexed.

The turnover of our wholly owned subsidiary, J.K. Helene Curtis Limited was Rs. 10915.87 lacs (Previous year Rs. 9277.35 lacs). The profit after tax was Rs. 471.94 lacs (Previous year Rs. 391.97 lacs)

ACCOUNTING STANDARDS

The accounts have been prepared as per the applicable Accounting Standards and necessary disclosures have been made in the annual accounts.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors state that:

- i. in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- ii. the directors have 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 at the end of the financial year and of the profit or loss of the company for that period;
- iii. the directors have 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;
- iv. the directors have prepared the annual accounts on a going concern basis.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION ETC.

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 is not applicable.

PERSONNEL

There is no employee whose particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956.

PUBLIC DEPOSIT

The Company has not accepted any deposit from the public during the year under review.

DIRECTORS

Shri Gautam Hari Singhania, retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for reappointment.

Term of three years of Shri R.K.Ganeriwala as Whole-time Director will expire on 23rd April, 2009. Board of Directors recommends re-appointment of Shri R.K.Ganeriwala as Whole-time Director for a further term of three years w.e.f. 24th April, 2009.

AUDITORS

Your Company's Auditors, M/s. Lodha & Company, Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. You are requested to appoint Auditors and fix their remuneration.

ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation of the co-operation and assistance received from the shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff during the year.

For and on behalf of the Board

SD/-
DR. VIJAYPAT SINGHANIA
CHAIRMAN

Date : 22nd April, 2009
Place : Mumbai

AUDITORS' REPORT

J. K. Investo Trade (India) Limited

AUDITORS' REPORT TO THE MEMBERS

1. We have audited the attached Balance Sheet of **J. K. Investo Trade (India) Limited** as at 31st March, 2009, the Profit and Loss Account annexed thereto and also the Cash Flow Statement for the year ended on that date. 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. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 (hereinafter referred to as the "Act"), we enclose in the Annexure a statement on the matters specified in paragraphs 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:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;

- (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211 (3C) of the Act, to the extent applicable;
- (e) On the basis of written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2009, from being appointed as a director in terms of Section 274 (1)(g) of the Act;
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies, Contingent Liabilities and other Notes in the Schedule 15 and those appearing elsewhere in the accounts give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009 ;
- (ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
- (iii) in the case of Cash Flow Statement , of the cash flows for the year ended on that date.

Mumbai,
22nd April, 2009

For LODHA & CO.
Chartered Accountants

SD/-
(A.M. HARIHARAN)
Partner
Membership No. 38323

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2009 OF J K INVESTO TRADE (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) All the fixed assets have been physically verified by the management at regular intervals, which is reasonable considering the size and nature of its business. No discrepancies were noticed on such verification.
 - c) No substantial part of the fixed assets has been disposed off by the Company during the year.
2.
 - a) The inventory of shares have been held in dematerlised form and are verified with the demat account statements at reasonable intervals. The Company, however, did not have any inventory at the close of the year.
 - b) The procedures for verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) The Company has maintained proper records of inventory and no discrepancies were noticed on physical verification.
3.
 - a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Act.
 - b) The rate of interest and other terms and conditions of loan of Rupees Thirty Lakhs taken from a company, (repaid during the year) listed in the register maintained under section 301 of the Act were, prima facie, not prejudicial to the interest of the Company. The Company was regular in payment of interest.
4. There is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of trading shares, fixed assets and for the sale of shares. During the course of our audit, no major weakness has been noticed in the internal control system.
5.
 - a) In respect of premises given on lease to a company covered under section 301 of the Act, the transaction has been entered in the register maintained under the aforesaid section.
 - b) As explained, the transaction being of special nature, no alternative quotations are available for the same and hence, prevailing market price cannot be ascertained.

6. The Company has not accepted any deposits within the meaning of the Section 58A, 58AA or any other relevant provisions of the Act and the Rules framed thereunder and directions issued by the Reserve Bank of India.
7. The Company has an adequate internal audit system commensurate with the size and nature of its business.
8. As informed, the Central Government has not prescribed the maintenance of Cost records under section 209(1)(d) of the Act in respect of service/activities carried out by the Company.
9.
 - a) According to the records of the Company, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investors Education and Protection Fund, Employees' State Insurance, Income Tax, Wealth Tax, Sales Tax, Service Tax, Customs Duty, Cess and other material statutory dues with the appropriate authorities, to the extent applicable. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2009 for a period of six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of sales tax/income-tax/custom duty/wealth-tax/service tax/excise duty/cess, which have not been deposited on account of any dispute, except as under:

Nature of Dues	Amount (Rs.)	Forum where dispute is pending	Period to which the amount relates
Income-tax	94,05,651	Commissioner of Income-tax (Appeals)	A.Y.1997-98 and 1998-99
Income-tax	31,15,996	Bombay High Court, Mumbai	A.Y.1970-71 to 1976-77 and 1989-90
Wealth-tax	11,13,566	Commissioner of Income-tax (Appeals), Mumbai	A.Y.2004-05
Wealth-tax	13,64,823	Income-tax Appellate Tribunal, Mumbai	A.Y.1993-94 to 1995-96
Custom Duty	4,00,000	Custom, Excise Service Tax Appellant Tribunal	Year 1991

10. The Company has no accumulated losses as at 31st March, 2009 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.

11. As the Company has not borrowed any funds from financial institutions or banks, the provision of clause 4(xi) of the order is not applicable to the Company.
12. As the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provision of clause 4(xii) of the Order is not applicable to the Company.
13. As the Company is not a nidhi / mutual benefit fund / society, the provisions of clause 4(xiii) of the Order is not applicable to the Company.
14. The Company has kept adequate records of its transactions and contracts in respect of dealing in shares and other investments and timely entries have been made therein. The shares and other investments have been held in the name of the Company.
15. As the Company has not given any guarantee for loans taken by others from banks or financial institutions. the provision of clause 4(xv) of the Order is not applicable to the Company.
16. As the Company has not availed any term loan during the year, the provision of clause 4(xvi) of the Order is not applicable to the Company.
17. As the Company has not raised any funds during the year, the provision of clause 4(xvii) of the Order is not applicable to the Company.
18. As the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act, the provision of clause 4(xviii) of the Order is not applicable to the Company.
19. As the Company has not issued any debentures during the year, the provision of clause 4(xix) of the Order is not applicable to the Company.
20. As the Company has not raised any money by way of public issue during the year, the provision of clause 4(xx) of the Order is not applicable to the Company.
21. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For LODHA & CO.
Chartered Accountants

SD/-
(A.M. HARIHARAN)
Partner
Membership No. 38323

Mumbai,
22nd April, 2009

J.K. INVESTO TRADE (INDIA) LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule No	As at 31st March, 2009 Rs.	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
SOURCES OF FUNDS :				
SHAREHOLDERS' FUNDS				
Share Capital	1	7,32,22,000		7,32,22,000
Reserves and Surplus	2	23,85,59,602		16,29,13,810
LOANS				
Secured Loans	3	-	31,17,81,602	23,61,35,810
Unsecured Loans	4	1,05,17,069		30,00,000
			1,05,17,069	1,05,17,069
TOTAL			32,22,98,671	24,96,52,879
APPLICATION OF FUNDS :				
FIXED ASSETS				
Gross Block	5	33,30,254		33,30,254
Less : Depreciation		26,15,694		25,48,180
Net Block			7,14,560	7,82,074
INVESTMENTS				
	6		29,13,89,823	21,60,75,745
CURRENT ASSETS, LOANS AND ADVANCES				
	7			
Inventories		-		41,850
Sundry Debtors		9,304		1,23,788
Cash and Bank balances		25,45,991		61,72,560
Other Current Assets		73,750		4,075
Loans and Advances		3,00,36,440		2,83,69,349
		3,26,65,485		3,47,11,622
LESS : CURRENT LIABILITIES AND PROVISIONS	8	24,71,197		19,16,562
NET CURRENT ASSETS			3,01,94,288	3,27,95,060
TOTAL			32,22,98,671	24,96,52,879
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF FINANCIAL STATEMENTS				
	15			
PARTICULARS AS PER NBFC DIRECTIONS				
	16			
Schedules form an integral part of the Balance Sheet				

As per our attached report of even date
For **LODHA & COMPANY,**
Chartered Accountants

SD/-
(A.M.HARIHARAN)
Partner

SD/-
(MUKESH DARWANI)
Company Secretary

On behalf of the Board

SD/-
Dr. VIJAYPAT SINGHANIA Chairman
SD/-
GAUTAM HARI SINGHANIA]
SD/-
NABANKUR GUPTA] Directors
SD/-
R.K.GANERIWALA Whole-time Director

Place : Mumbai,
Dated : 22nd April, 2009

J.K. INVESTO TRADE (INDIA) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule No	Year ended 31st March, 2009		Year ended 31st March, 2008	
		Rs.	Rs.	Rs.	Rs.
INCOME :					
Operating income	9	8,58,83,371		5,93,72,997	
Other income	10	2,98,089		1,62,252	
			8,61,81,460		5,95,35,249
Add: Increase / (Decrease) in Stocks	11		(41,850)		(1,91,400)
			<u>8,61,39,610</u>		<u>5,93,43,849</u>
EXPENDITURE :					
Employment Cost	12	44,93,342		40,82,587	
Administrative and other expenses	13	20,91,300		25,96,235	
Interest	14	2,36,250		2,70,000	
Depreciation	5	67,514		1,37,723	
			68,88,406		70,86,545
PROFIT BEFORE TAX			<u>7,92,51,204</u>		<u>5,22,57,304</u>
Provision for Tax :					
Income Tax		34,80,000		31,00,000	
Fringe Benefit Tax		1,20,000		1,10,000	
			36,00,000		32,10,000
PROFIT AFTER TAX			<u>7,56,51,204</u>		<u>4,90,47,304</u>
Taxation adjustments for earlier year			5,412		2,233
NET PROFIT AFTER TAX			<u>7,56,45,792</u>		<u>4,90,45,071</u>
Balance of Profit brought forward			11,24,76,001		7,32,30,930
Balance available for appropriation			18,81,21,793		12,22,76,001
APPROPRIATIONS :					
Reserve Fund Under RBI Act for the year		1,51,30,000		98,00,000	
			1,51,30,000		98,00,000
BALANCE CARRIED TO BALANCE SHEET			<u>17,29,91,793</u>		<u>11,24,76,001</u>
Basic and diluted Earnings per Equity Share (Refer Note No.8 in Schedule 15)			10.33		6.70
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF FINANCIAL STATEMENTS	15				
Schedules form an integral part of the Profit and Loss Account.					

As per our attached report of even date
For **LODHA & COMPANY,**
Chartered Accountants

SD/-
(A.M.HARIHARAN)
Partner

SD/-
(MUKESH DARWANI)
Company Secretary

On behalf of the Board

SD/-
Dr. VIJAYPAT SINGHANIA Chairman
SD/-
GAUTAM HARI SINGHANIA]
SD/-
NABANKUR GUPTA] Directors
SD/-
R.K.GANERIWALA Whole-time Director

J.K. INVESTO TRADE (INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2009

	Year ended 31st March 2009		Year ended 31st March 2008	
	Rs.	Rs.	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before taxation and extra-ordinary items		7,92,51,204		5,22,57,304
Adjustments for				
Depreciation	67,514		1,37,723	
Interest expenses	2,36,250		2,70,000	
Profit on sale of units	(1,26,433)		(1,05,120)	
Interest income	(2,98,089)		(162,252)	
		(1,20,758)		1,40,351
Operating Profit before Working Capital Changes		7,91,30,446		5,23,97,655
Adjustments for				
(Increase) / Decrease in Trade and Other Receivables	74,697		29,02,048	
(Increase) / Decrease in Inventories	41,850		191,400	
Increase / (Decrease) in Trade Payables	5,80,634		(4,06,085)	
		6,97,181		26,87,363
Cash Generated from Operations		7,98,27,627		5,50,85,018
Direct Taxes Paid (Net of Refunds)		53,29,753		62,72,501
NET CASH FROM OPERATING ACTIVITIES (TOTAL A)		7,44,97,874		4,88,12,517
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of investments	(15,68,11,912)		(10,09,80,962)	
Sale of investments	8,16,24,267		6,01,80,097	
Interest received	2,98,089		1,62,252	
		(7,48,89,556)		(4,06,38,613)
NET CASH FROM INVESTING ACTIVITIES (TOTAL B)		(7,48,89,556)		(4,06,38,613)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Unclaimed Dividend Paid	(1,375)		433	
Unpaid Preference Shares Paid	(24,624)		-	
Interest paid	(2,36,250)		(2,70,000)	
Dividend paid on equity shares	-		(36,61,100)	
Tax paid on dividend distribution	-		(6,22,204)	
Secured loan repaid	(30,00,000)		-	
		(32,62,249)		(45,52,871)
NET CASH USED IN FINANCING ACTIVITIES (TOTAL C)		(32,62,249)		(45,52,871)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (TOTAL A+B+C)		(36,53,931)		36,21,033
CASH AND CASH EQUIVALENTS - OPENING BALANCE		41,03,601		4,82,568
CASH AND CASH EQUIVALENTS - CLOSING BALANCE		4,49,670		41,03,601

Notes:

- The above cash flow statement has been prepared by using indirect method as per Accounting Standard 3 - Cash Flow Statement issued by the
- Cash and cash equivalents exclude balance in Term Deposit account, unpaid Preference Shares Dividend account, Preference Shares Redemption account and Unpaid Interim Dividend account aggregating to Rs.20,96,321 (Previous Year Rs. 20,68,959).
- Previous year's figures have been regrouped / rearranged / recast, wherever necessary, to confirm to current year's presentation.

As per our attached report of even date
For LODHA & COMPANY,
Chartered Accountants

SD/-
(A.M.HARIHARAN)
Partner

SD/-
(MUKESH DARWANI)
Company Secretary

On behalf of the Board

SD/-
Dr. VIJAYPAT SINGHANIA Chairman
SD/-
GAUTAM HARI SINGHANIA]
SD/-
NABANKUR GUPTA] Directors
SD/-
R.K.GANERIWALA Whole-time Director

Place : Mumbai,
Dated : 22nd April, 2009

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULES 1 TO 16 ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2009****SCHEDULE 1 : SHARE CAPITAL**

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
Authorised		
20,000, 6% Free of Income tax fixed Cumulative Preference shares of Rs.100 each	20,00,000	20,00,000
40,000, 14% 10-year Redeemable Cumulative Preference shares of Rs.100 each	40,00,000	40,00,000
74,00,000 Equity shares of Rs.10 each	7,40,00,000	7,40,00,000
	<u>8,00,00,000</u>	<u>8,00,00,000</u>
Issued, subscribed and paid up		
73,22,200 Equity shares of Rs.10 each, fully paid up	7,32,22,000	7,32,22,000
TOTAL	<u>7,32,22,000</u>	<u>7,32,22,000</u>
NOTES :		
Of the above shares :		
i) 1,40,000 Equity Shares of Rs. 10 each fully paid-up were allotted pursuant to a contract without payment being received in cash.		
ii) 2,40,880 Equity Shares of Rs.10 each, fully paid-up were allotted as bonus shares by capitalisation of General Reserve.		

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 2 : RESERVES AND SURPLUS**

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
A) CAPITAL RESERVE		
As per last Balance Sheet	1,61,50,709	1,61,50,709
B) CAPITAL REDEMPTION RESERVE ACCOUNT		
As per last Balance Sheet	37,35,000	37,35,000
C) GENERAL RESERVE		
As per last Balance Sheet	4,99,100	4,99,100
D) RESERVE FUND UNDER RBI ACT		
As per last Balance Sheet	3,00,53,000	2,02,53,000
Transferred from Profit and Loss account	<u>1,51,30,000</u>	<u>98,00,000</u>
	4,51,83,000	3,00,53,000
E) PROFIT AND LOSS ACCOUNT		
Surplus as per annexed account	17,29,91,793	11,24,76,001
TOTAL	<u><u>23,85,59,602</u></u>	<u><u>16,29,13,810</u></u>

J.K. INVESTO TRADE (INDIA) LIMITED

SCHEDULE 3 : SECURED LOANS

**As at 31st March, 2009
Rs.**

As at 31st March, 2008
Rs.

From Raymond Limited

Secured by an equitable mortgage over the land situated at Thane (by deposit of title deeds) together with building and structures, electrical installations and fixtures and fittings erected/installed and hypothecation of all movable properties (situated therein) both present and future.

-

30,00,000

TOTAL

-

30,00,000

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 4 : UNSECURED LOANS**

	As at 31st March, 2009		As at 31st March, 2008	
	Rs.	Rs.	Rs.	Rs.
Deposits from Bodies Corporate	42,00,000		42,00,000	
Interest accrued and due on above	<u>63,17,069</u>		<u>63,17,069</u>	
(Refer note no.2(c) in Schedule `15')		1,05,17,069		1,05,17,069
TOTAL		<u><u>1,05,17,069</u></u>		<u><u>1,05,17,069</u></u>

J.K. INVESTO TRADE (INDIA) LIMITED										
SCHEDULE 5 : FIXED ASSETS										
GROSS BLOCK (AT COST)					DEPRECIATION				NET BLOCK	
PARTICULARS	AS AT 01.04.2008	ADDITIONS DURING THE YEAR	DEDUCTIONS/ ADJUSTMENTS DURING THE YEAR	AS AT 31.03.2009	UPTO 01.04.2008	FOR THE YEAR	DEDUCTIONS/ ADJUSTMENTS DURING THE YEAR	UPTO 31.03.2009	AS AT 31.03.2009	AS AT 31.03.2008
	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES	RUPEES
Freehold Land	3,52,670	---	---	3,52,670	---	---	---	---	3,52,670	3,52,670
Building	18,62,629	---	---	18,62,629	16,00,389	20,729	---	16,21,118	2,41,511	2,62,240
Electical installations and air-conditioning machinery	1,70,668	---	---	1,70,668	1,62,133	---	---	1,62,133	8,535	8,535
Computer hardware and software	8,49,066	---	---	8,49,066	6,97,410	45,725	---	7,43,135	1,05,931	1,51,656
Furniture and Office equipment	95,221	---	---	95,221	88,248	1,060	---	89,308	5,913	6,973
TOTAL	33,30,254	---	---	33,30,254	25,48,180	67,514	---	26,15,694	7,14,560	7,82,074
Previous Year	33,30,254	---	---	33,30,254	24,10,457	1,37,723	---	25,48,180	7,82,074	

J.K. INVESTO TRADE (INDIA) LIMITED				
SCHEDULE 6 : INVESTMENTS				
	As at 31st March, 2009		As at 31st March, 2008	
	Rs.	Rs.	Rs.	Rs.
I. LONG TERM (OTHER THAN TRADE) IN SHARES				
A. Quoted :				
20,11,325 (Previous Year 16,58,923) Equity Shares of Rs.10 each, fully paid-up, in Raymond Limited.		27,67,51,872		20,38,35,537
B. Unquoted :				
a) In a Subsidiary Company : 9,80,000 Equity shares of Rs.10 each, fully paid up, in J.K. Helene Curtis Ltd.		20,92,912		20,92,912
b) Others				
(i) 10,00,000 equity shares of Rs.10 each, fully paid-up, in J.K. Ansell Ltd. (A jointly promoted company with Pacific Dunlop Ltd. of Australia as a 50:50 Joint Venture)	1,00,00,000		1,00,00,000	
(ii) 7,00,000 equity shares of Rs.10 each, fully paid-up, in Radha Krishna Films Ltd.	70,00,000		70,00,000	
	1,70,00,000		170,00,000	
Less: Provison for diminution in the value of Investment	70,00,000		70,00,000	
		1,00,00,000		1,00,00,000
II. CURRENT INVESTMENTS (OTHER THAN TRADE)				
MUTUAL FUNDS (UNQUOTED)				
Birla Mutual Fund				
Nil. Units of Birla Cash Plus (Growth) Scheme of Rs. 10 each (Previous Year 8,233.019 units) [Repurchase value Rs. Nil, (Previous Year Rs. 1,79,182.)] During the year the Company has purchased 1,36,895.038 units and sold 1,45,128.057 units of Rs. 10 each.		-		1,47,296
SBI Mutual Fund				
2,46,820.3622 Units of SBI Magnum Insta Cash Plus Liquid Floater Plan - Dividend, of Rs. 10 each. [Repurchase value Rs.25,46,001. (Previous Year Rs. Nil.)] During the year the Company has purchased 78,64,588.4384 units and sold 76,17,768.0762 units of Rs. 10 each.		25,45,039		-
		29,13,89,823		21,60,75,745
TOTAL		29,13,89,823		21,60,75,745
Aggregate amount of :				
		Book value as at		Market value as at
		31.03.2009	31.03.2008	31.03.2009
		Rs.	Rs.	Rs.
Quoted Investments		27,67,51,872	20,38,35,537	15,37,65,796
Unquoted Investments		1,46,37,951	1,22,40,208	
TOTAL		29,13,89,823	21,60,75,745	

J.K. INVESTO TRADE (INDIA) LIMITED

SCHEDULE 7 : CURRENT ASSETS, LOANS AND ADVANCES

As at 31st March, 2009
Rs. Rs. As at 31st March, 2008
Rs. Rs.

CURRENT ASSETS

Inventories :

(As taken, valued and certified by the management)

Equity Shares	-		41,850
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Sundry Debtors (Unsecured, considered good) :

Debts outstanding for more than six months	-		-
Others	9,304	123,788	123,788
	9,304	123,788	

Cash and Bank Balances :

(i) Cash on hand	1,400		703
(ii) Balances with Scheduled Banks			
(a) Current Accounts *	7,41,230	44,21,857	
(b) Term Deposit			
(against issue of a bank guarantee)	18,03,361	17,50,000	
		25,45,991	61,72,560

Other Current Assets :

Interest accrued on fixed deposit with a bank		73,750	4,075
---	--	--------	-------

LOANS AND ADVANCES

(Unsecured, considered good unless otherwise stated)

Advances recoverable in cash or in kind or for value to be received

(Excluding considered doubtful of recovery fully provided for Rs.11,244; Previous year 11,244)	17,323		61,073
--	--------	--	--------

(Refer note no. 7 in Schedule '15')

Income-tax payments, including tax deducted at source (net of provision for taxation of Rs.82,60,500; Previous year 48,07,500)	2,96,18,926		2,78,94,585
--	-------------	--	-------------

Other Deposits	4,00,191		4,13,691
	3,00,36,440	4,13,691	2,83,69,349

TOTAL	3,26,65,485		3,47,11,622
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* Includes balance in Unpaid Preference Shares Redemption account Rs.1,63,021; (Previous Year Rs.1,87,645), and in Unpaid Dividend account Rs.1,29,039 (Previous Year Rs. 1,30,414).

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 8 : CURRENT LIABILITIES AND PROVISIONS**

	As at 31st March, 2009		As at 31st March, 2008	
	Rs.	Rs.	Rs.	Rs.
A. Current Liabilities :				
Sundry Creditors :				
Micro, small and medium enterprises (Refer note No.5 in Schedule 15)	-	-	-	-
Others	12,73,674		9,72,767	
Unclaimed amount of redeemed Preference shares	1,63,021		1,87,645	
Unpaid Dividend *	1,29,039		130,414	
		<u>15,65,734</u>	<u>12,90,826</u>	
B. Provisions :				
Employee benefits	9,05,463		6,25,736	
		<u>9,05,463</u>	<u>6,25,736</u>	
TOTAL		<u><u>24,71,197</u></u>	<u><u>19,16,562</u></u>	

* There are no amounts due and outstanding to be credited to Investors Education and Protection Fund and outstanding for more than seven years.

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 9 : OPERATING INCOME**

	Year ended 31st March, 2009		Year ended 31st March, 2008	
	Rs.	Rs.	Rs.	Rs.
Sales :				
Shares		12,733		-
Dividend (Gross) :				
From long term investment in shares	6,41,47,309		3,69,63,310	
From Current Investments in units of Mutual Funds	<u>4,95,577</u>		<u>11,89,294</u>	
		6,46,42,886		3,81,52,604
Interest (Gross) (Tax deducted at source Rs.31,922; Previous year Rs.34,402)		1,54,959		168,913
Profit on sale of units of Mutual Funds (Current Investments)		1,26,433		1,05,120
Compensation/rent for use of office/other premises (Tax deducted at source Rs.48,70,936, previous year Rs.51,64,864)		2,09,46,360		2,09,46,360
TOTAL		<u>8,58,83,371</u>		<u>5,93,72,997</u>

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 10 : OTHER INCOME**

	Year ended 31st March, 2009 Rs.	Year ended 31st March, 2008 Rs.
Interest on staff loans	1,494	3,161
Interest on Income Tax Refund	2,96,595	1,59,091
TOTAL	2,98,089	1,62,252

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 11 : INCREASE / (DECREASE) IN STOCKS**

	Year ended 31st March, 2009 Rs.	Year ended 31st March, 2008 Rs.
Opening Stock of Shares	41,850	233,250
Closing Stock of Shares	-	41,850
Increase / (Decrease) in Stocks	<u><u>(41,850)</u></u>	<u><u>(191,400)</u></u>

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 12 : EMPLOYMENT COST**

	Year ended 31st March, 2009 Rs.	Year ended 31st March, 2008 Rs.
Salaries and Wages	32,10,399	28,82,154
Contribution to Provident and Other Funds	6,06,138	5,39,897
Workmen and Staff Welfare Expenses	6,76,805	6,60,536
TOTAL	44,93,342	40,82,587

J.K. INVESTO TRADE (INDIA) LIMITED**SCHEDULE 13 : ADMINISTRATIVE AND OTHER EXPENSES**

	Year ended 31st March, 2009 Rs.	Year ended 31st March, 2008 Rs.
Insurance	15,115	18,200
Rent	3,831	3,831
Rates and taxes	3,34,088	3,34,088
Directors' fees	95,000	73,000
Auditors' remuneration :		
Audit fees	70,000	70,000
Tax Audit fees	12,000	12,000
Certification	14,500	47,000
Out of Pocket expenses (including service tax)	13,500	26,000
	1,10,000	1,55,000
Legal and Professional fees	1,92,000	4,14,059
Miscellaneous expenses	13,41,266	15,98,057
TOTAL	20,91,300	25,96,235

J.K. INVESTO TRADE (INDIA) LIMITED

SCHEDULE 14 : INTEREST

	Year ended 31st March, 2009 Rs.	Year ended 31st March, 2008 Rs.
Interest :		
On Secured Loan	2,36,250	2,70,000
TOTAL	<u>2,36,250</u>	<u>2,70,000</u>

J.K. INVESTO TRADE (INDIA) LIMITED

SCHEDULE `15': NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2009

1. SIGNIFICANT ACCOUNTING POLICIES

I) General

The financial statements are prepared on the basis of historical cost convention and on the accounting principles of a going concern, complying with the accounting standards, referred to in section 211(3C) of the Companies Act, 1956. All expenses and income to the extent ascertainable with reasonable certainty, considered payable and receivable, respectively, are accounted for on accrual basis.

II) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements and reported amount of revenue expenses for that year. Ultimate actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively.

III) Fixed Assets

All Fixed assets are stated at cost of acquisition, inclusive of inward freight, duties and taxes and other incidental expenses related to acquisition. All costs attributable to fixed assets are capitalised till the date they are installed and put to use.

IV) Impairment of Assets

At each balance sheet date, whether there is any indication that any asset may be impaired, the carrying value of such assets is reduced to its recoverable amount and the amount of such impairment loss is charged to profit and loss account. If at the balance sheet date there is any indication that a previously assessed impairment loss no longer exist, then such loss is reversed and the asset is restated to that effect.

V) Depreciation

Depreciation on Fixed assets is provided on Straight Line Method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

VI) Investments

Investments are classified into long-term and current investments.

Long term investments are stated at cost less provision for diminution in value which is other than temporary.

Current investments are valued at lower of the cost and realisable value.

VII) Inventories

The inventories are valued at lower of cost and estimated net realisable value. In determining the cost, the first-in-first-out method is used.

VIII) Employee Benefits

a) The Company makes regular monthly contribution to provident fund and pension fund and an annual contribution to superannuation fund all of which are based on a percentage of salary.

b) Gratuity is provided on the basis of an actuarial valuation as at the year end and is not funded.

c) Leave encashment liability is accrued on the basis of an actuarial valuation as at the year end.

IX) Revenue Recognition

Dividend income is accounted for in the year in which right to receive payment is established. Rent income is accounted as per the terms of the agreements.

X) Borrowing cost

Borrowing cost attributable to acquisition and construction of qualifying assets are capitalised as a part of the cost of such assets up to the date when such asset is ready for its intended use. Other borrowing costs are charged to the Profit and Loss Account.

XI) Taxation

- a) Provision for current tax is made on the basis of the estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.
- b) The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.
- c) The provision for Fringe Benefit Tax has been made in respect of employee benefits and other specified expenses, in accordance with the Income Tax Act, 1961.
- d) Tax credit is recognised in respect of Minimum Alternate Tax (MAT) as per the provisions of section 115JAA of the Income-tax Act, 1961 based on convincing evidence that the Company will pay normal Income-tax within the statutory time frame and is reviewed at each balance sheet date.

XII) Provision, Contingent Liabilities and Contingent Assets

- a) Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources.
- b) Contingent Liabilities (excluding those, liability whereof is not ascertainable) are not recognised but are disclosed in the notes forming part of accounts.
- c) Contingent Assets are neither recognised nor disclosed in the financial statements.

2. NOTES FORMING PART OF ACCOUNTS

Contingent liabilities not provided for in respect of:

- a) Claims against the Company (excluding those, liability whereof is not ascertainable), not acknowledged as debts:
 - i) Demand for excess rent Rs.7,89,48,488 (Previous Year Rs.7,80,48,488) by National Textile Corporation Limited (NTC). The Company has obtained stay from the City Civil Court against the eviction order of The Estate Officer of NTC, pending filing of appeal by the Company before the Bombay High Court.
 - ii) Demand of Thane District Central Co-operative Bank Limited for recovery of loan outstanding from ex-workmen Rs.17,50,000 (Previous Year Rs.17,50,000) against which equivalent amount of Bank guarantee has been provided by the Company.
 - iii) Other matters pending for disposal in Bombay High Court Rs.5,88,734 (Previous Year Rs.5,88,734).
- b) Disputed Income-tax / Wealth tax / Custom Duty demands under appeal excluding interest liability, if any, as may arise on conclusion of the following matters:

- i) Demand of disputed Wealth-tax Rs.43,04,480 (Previous Year Rs.43,04,480).
 - ii) Demand of disputed Income-tax Rs.3,49,58,777 (Previous Year Rs.3,49,58,777).
 - iii) Custom Duty matters estimated at Rs.4,00,000 (Previous Year Rs.4,00,000).
 - c) Interest on certain inter corporate deposits Rs.1,03,35,000 (Previous Year Rs.96,00,000).
3. In terms of acquisition proceedings initiated by Thane Municipal Corporation, about 6827.35 sq. meters (previous year 6827.35 sq. meters) of the Company's land at Thane costing Rs.29,127 (Previous Year Rs.29,127) was acquired for the purpose of widening of municipal roads. Necessary accounting effect for the same and for the compensation to be received there against, in cash or in kind, will be given in the year in which the compensation amount is finally settled.
 4. Conveyancing of Wadala leasehold land, sold in earlier years, in favour of M/s. Kalpak Development Corporation (purchaser)/ultimate acquirers is still pending in respect of part of the property.
 5. There are no Micro, Small and Medium Enterprises to whom the Company owes dues as at 31st March, 2009. This disclosure, takes into account, only those creditors who have responded to the enquiries made by the Company for the purpose of determining its creditors who are Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. This has been relied upon by the Auditors.

6. RELATED PARTY DISCLOSURES

1 (a) Parties where control exists

(i) Wholly owned subsidiary	J.K. Helene Curtis Limited
(ii) Parties under common control	
Raymond Limited	J.K. Investors (Bombay) Limited
Raymond Apparel Limited	Ring Plus Aqua Limited
Pashmina Holdings Limited	Scissors Engineering Products Limited
Everblue Apparel Limited	R & A Logistics Inc., USA
Jaykayorg AG	Raymond Fedora Private Limited
J.K. (England) Limited	Raymond Zambaiti Private Limited
Regency Texteis Portuguesa, Limitada	Raymond UCO Denim Private Limited
Hindustan Files Limited	GAS Apparel Pvt. Ltd.
JK Talabot Limited	Rose Preci-Form Pvt. Ltd.
Raymond Europe S.r.l.	UCO General Holding LLC
Colorplus Fashions Limited	UCO Spinning Ltd. Partnership
Silver Spark Apparel Limited	UCO Fabrics Inc.
Celebrations Apparel Limited	UCO Sportswear International
P.T. Jakay Files Indonesia	UCO Testatura
Silver Soaps Private Limited	UCO Raymond Denim Holding NV
Radha Krshna Films Limited	UCO Ltd. LLC
Rose Engineered Products India Pvt. Ltd.	Rayves Automotive Textiles Co. Pvt. Ltd.
	Raymond Woolen Outerwear Ltd.

Note: During the year transactions were entered into only with Raymond Limited .

(b) **Associates / Joint Ventures and others** J.K. Ansell Limited

(c) **Key Managerial Personnel** Shri R.K. Ganeriwala (Whole-time Director)

Note: Related parties are as identified by the Company and relied upon by the Auditors.

2. Transactions carried out with related parties referred in 6.1 above, in the ordinary course of business:

(Figures in Rs.)

Particulars	Related Parties				Total
	Referred in 6.1(a)(i) above	Referred in 6.1 (a)(ii) above	Referred in 6.1 (b) above	Referred in 6.1 (c) above	
A. Transactions:					
Sales and other Operating Income					
I Dividend Received	-	41,47,309	6,00,00,000	-	6,41,47,309
	-	(69,63,310)	(3,00,00,000)		(3,69,63,310)
ii Compensation / Rent for use of Office / Other Premises	-	2,04,00,000	-	-	2,04,00,000
	(-)	(2,04,00,000)	(-)	(-)	(2,04,00,000)
iii Reimbursement of Expenses	-	8,46,732	-	-	8,46,732
	(-)	(8,05,952)	(-)	(-)	(8,05,952)
Expenses:					
i Interest Paid	-	2,36,250	-	-	2,36,250
	(-)	(2,70,000)	(-)	(-)	(2,70,000)
ii Directors' Remuneration	-	-	-	22,41,019	22,41,019
	(-)	(-)	(-)	(23,25,750)	(23,25,750)
iii Reimbursement of expenses	-	1,44,320	-	-	1,44,320
	(-)	(1,34,051)	(-)	(-)	(1,34,051)
iv Dividend paid	-	-	-	-	-
	(-)	(27,01,514)	(-)	(-)	(27,01,514)

B. Outstandings:						
Secured (Borrowing)	Loan	-	-	-	-	-
		<i>(-)</i>	<i>(30,00,000)</i>	<i>(-)</i>	<i>(-)</i>	<i>(30,00,000)</i>
Investments		20,92,912	27,67,51,872	1,00,00,000	-	28,88,44,784
		<i>(20,92,912)</i>	<i>(20,38,35,537)</i>	<i>(1,00,00,000)</i>	<i>(-)</i>	<i>(21,59,28,449)</i>
Sundry Debtors		-	-	-	-	-
		<i>(-)</i>	<i>(84,241)</i>	<i>(-)</i>	<i>(-)</i>	<i>(84,241)</i>
Sundry Creditors			187730			187730
		<i>(-)</i>	<i>(-)</i>	<i>(-)</i>	<i>(-)</i>	<i>(-)</i>

Previous year's figures are shown in italics within brackets.

Note: No amounts pertaining to related parties have been provided as doubtful debts. Also, no amount has been written off / back.

7. Loans and advances include Rs.10,500 (Previous Year Rs.50,000) given to employees at concessional rate of interest of 5% per annum. Maximum amount outstanding during the year Rs.35,500 (Previous Year Rs.89,600).

8. Basic and Diluted Earnings Per Share

For the purpose of calculation of Basic and Diluted Earnings Per Share the following amounts are considered:

Particulars	Current year Rs.	Previous year Rs.
a Numerator Profit available for equity shareholders (Net Profit after tax)	7,56,45,792	4,90,45,071
b) Denominator Number of equity shares of Rs.10/- each	73,22,200	73,22,200
c) Basic and diluted Earnings Per Share arrived at by dividing Numerator by Denominator	10.33	6.70

9. Deferred Tax Assets:

As a matter of prudence, the management has not recognised deferred tax assets in respect of carried forward business losses of Rs.11,26,906 (Previous year Rs.47,88,496).

10. Remuneration paid to Whole-time Director:

	<i>(Figures in Rs.)</i>	
	Current year	Previous year
(a) Salary and allowances*	18,11,969	18,96,700
(b) Contribution to Provident and Superannuation Funds	3,79,050	3,79,050
(c) Other perquisites	50,000	50,000
Total	22,41,019	23,25,750

* Includes Rs.11,037 Gratuity and Rs.38,382 Leave encashment

11. Details of Stock of Shares

	Current year		Previous year	
	Qty. in Nos	Amount in Rs.	Qty. in Nos.	Amount in Rs.
Silverline Technologies Limited	Nil	0	1,500	41,850
Silverline Animation Technologies Limited	Nil	0	600	-
Total	Nil	0	2,100	41,850

12. Details of defined benefit plan, being gratuity as per actuarial valuation as on 31st March, 2009:

	Current Year	Previous Year
	Rupees	Rupees
1 Components of Employer Expenses		
(a) Current Service Cost	34,052	40,145
(b) Interest Cost	40,828	48,602
(c) Actuarial (Gain)/Loss	(1,65,264)	(32,107)
(d) Total expense/(gain) recognised in the Profit and Loss account	2,40,144	56,640
2 Net Asset/(Liability) recognized in Balance Sheet as at 31 st March, 2009		
(a) Net liability as on 31 st March, 2008	5,44,372	6,50,990
(b) Expenses as above	2,40,144	56,640
(c) Benefits Paid	-	(1,63,258)
(d) (Asset)/ Liability recognized in the Balance Sheet	7,84,516	5,44,372
3 Change Benefit Obligation during the year ended 31 st March, 2009		
(a) Liability at beginning of the year	5,44,372	6,50,990
(b) Current Service Cost	34,052	40,145
(c) Interest Cost	40,828	48,602
(d) Benefits Paid	-	(1,63,258)
(e) Actuarial (Gain)/Loss	1,65,264	(32,107)
(f) Liability at the end of the year	7,84,516	5,44,372
4 Change in Fair Value of Plan Assets		
(a) Present Value of Plan Assets as at 31 st March, 2008	Nil	Nil
(b) Actuarial (Gain)/Loss	Nil	(32,107)
(c) Actual Company Contribution	Nil	Nil
(d) Benefits Paid	Nil	(1,63,258)
(e) Fair Value of Plan Assets as at 31 st March, 2009	Nil	Nil

- 5 Actuarial Assumptions
- | | | |
|-------------------------------|------|----|
| (a) Discount Rate (per annum) | 7.5% | 8% |
| (b) Salary Escalation Rate | 5% | 5% |

- 6 Percentage of each Category of Plan Assets to total Fair Value of Plan Assets
As at 31st March,2009 N.A.

13. Particulars of opening stock, closing stock, purchases and sales:

(Figures in Rs.)

Class of Goods	Unit	Opening Stock		Purchases		Sales		Closing Stock	
		Qty	Value	Qty	Value	Qty	Value	Qty	Value
Shares	In Nos.	2,100 (15,000)	41,850 (2,33,250)	- (-)	- (-)	2100 (-)	41850 (-)	Nil (2,100)	0 (41,850)
Total		2,100 (2,100)	41,850 (2,33,250)		- (-)	2100 (-)	41850 (-)	Nil (2,100)	0 (41,850)

- 14.** Previous year's figures have been regrouped/rearranged/recasted, wherever necessary, to conform to the current year's presentation.

SD/-
(MUKESH DARWANI)
Company Secretary

On behalf of the Board
SD/-
Dr. VIJAYPAT SINGHANIA Chairman
SD/-
GAUTAM HARI SINGHANIA]
SD/-
NABANKUR GUPTA] Directors
SD/-
R.K. GANERIWALA Whole-time Director

J.K. INVESTO TRADE (INDIA) LIMITED

Schedule 16

*Particulars as per NBFC Directions
(as required in terms of Paragraph 13 of*

Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

(Rs.in lakhs)

Particulars				Previous Year	
Liabilities side :					
(1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount out-standing	Amount overdue	Amount out-standing	Amount overdue
	(a) Debentures : Secured				
	: Unsecured (other than falling within the meaning of public deposits*)	-	-	-	-
	(b) Deferred Credits				
	(c) Term Loans	-	-	-	-
	(d) Inter-corporate loans and borrowing	105.17	-	135.17	-
	(e) Commercial Paper	-	-	-	-
	(f) Public Deposits*	-	-	-	-
	(g) Other Loans (specify nature)	-	-	-	-
	* Please see Note 1 below				
		Amount outstanding		Amount outstanding	
(2)	Break-up of Loans and Advances including bills receivables (other than those included in (4) below :				
	(a) Secured	-		-	
	(b) Unsecured	-		-	
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	-		-	
	(i) Lease assets including lease rentals under sundry debtors :				
	(a) Financial lease				
	(b) Operating lease				
	(ii) Stock on hire including hire charges under sundry debtors :				
	(a) Assets on hire				
	(b) Repossessed Assets				
	(iii) Other loans counting towards AFC activities				
	(a) Loans where Assets have been repossessed				
	(b) Loans other than (a) above				
(4)	Break-up of Investments :				
	Current Investments :				
	1. Quoted :				
	(i) Shares : (a) Equity	-		-	
	(b) Preference	-		-	
	(ii) Debentures and Bonds	-		-	
	(iii) Units of mutual funds	-		-	
	(iv) Government Securities	-		-	
	(v) Others (please specify)	-		-	
	2. Unquoted :				
	(i) Shares : (a) Equity	-		-	
	(b) Preference	-		-	
	(ii) Debentures and Bonds	-		-	
	(iii) Units of mutual funds	25.45		1.47	
	(iv) Government Securities	-		-	
	(v) Others (Please specify)	-		-	

Long Term investments :						
1. Quoted :						
(i) Share : (a) Equity		2767.75		2038.36		
(b) Preference		-		-		
(ii) Debentures and Bonds		-		-		
(iii) Units of mutual funds		-		-		
(iv) Government Securities		-		-		
(v) Others (Please specify)		-		-		
2. Unquoted :						
(i) Shares : (a) Equity		120.93		120.93		
(b) Preference		-		-		
(ii) Debentures and Bonds		-		-		
(iii) Units of mutual funds		-		-		
(iv) Government Securities		-		-		
(v) Others (Please specify)		-		-		
(5) Borrower group-wise classification of assets financed as in (2) and (3) above :						
Please see Note 2 below						
Category	Amount net of provisions			Amount net of provisions		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties **						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	-	-	-	-	-
2. Other than related parties						
Total	-	-	-	-	-	-
(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):						
				Previous Year		
Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)		
1. Related Parties **						
(a) Subsidiaries	2284.09	20.93	1815.07	20.93		
(b) Companies in the same group	-	-	-	-		
(c) Other related parties	2585.52	2867.75	6531.66	2138.37		
2. Other than related parties						
Total	4895.07	2914.13	8348.52	1751.70		
** As per Accounting Standard of ICAI (Please see Note 3)						
(7) Other information :						
Particulars						
(i) Gross Non-Performing Assets						
(a) Related parties						
(b) Other than related parties						
(ii) Net Non-Performing Assets						
(a) Related parties						
(b) Other than related parties						
(iii) Assets acquired in satisfaction of debt						

NOTES :

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

J.K. INVESTO TRADE (INDIA) LIMITED

**Additional Information as required under Part IV of Schedule VI to the Companies Act, 1956 :
Balance Sheet Abstract and Company's General Business Profile :**

I.	Registration Details :		
	Registration No. :		5 7 3 5
	State Code :		1 1
	Balance Sheet Date :	3 1 0 3 2 0 0 9	
II.	Capital raised during the Year :		
	Public Issue :		N I L
	Rights Issue :		N I L
	Bonus Issue :		N I L
	Private Placement :		N I L
III.	Position of Mobilisation and Deployment		
	Funds : (Amount in Rupees)		
	Total Liabilities :	3 2 4 7 6 9 8 6 8	
	Total Assets :	3 2 4 7 6 9 8 6 8	
	Sources of Funds		
	Paid-up Capital :	7 3 2 2 2 0 0 0	
	Reserves & Surplus :	2 3 8 5 5 9 6 0 2	
	Secured Loans :		N I L
	Unsecured Loans :	1 0 5 1 7 0 6 9	
	Application of Funds		
	Net Fixed Assets :	7 1 4 5 6 0	
	Investments :	2 9 1 3 8 9 8 2 3	
	Net Current Assets :	3 0 1 9 4 2 8 8	
	Misc. Expenditure :		
	Accumulated Losses :		
IV.	Performance of Company : (Amount in Rupees)		
	Turnover :	8 6 1 8 1 4 6 0	
	Total Expenditure :	6 9 3 0 2 5 6	
	Profit before Tax :	7 9 2 5 1 2 0 4	
	Profit after Tax :	7 5 6 4 5 7 9 2	
	Earning per share in Rs. :	1 0 . 3 3	
			N I L
V.	Generic Names of Three Principal Products of the Company : (As per Monetary Terms)		
	Item Code No. (ITC Code) :		N. A.
	Products description :		

For and on behalf of the Board

SD/-
Dr.VIJAYPAT SINGHANIA Chairman

SD/-
GAUTAM HARI SINGHANIA]

SD/-
NABANKUR GUPTA] Directors

SD/-
R.K.GANERIWALA Whole-time Director

SD/-
(MUKESH DARWANI)
Company Secretary

Place : Mumbai,
Dated : 22nd April, 2009

J.K. INVESTO TRADE (INDIA) LIMITED

STATEMENT PURSUANT TO SECTION 212(3) OF THE COMPANIES ACT, 1956

Name of Subsidiary Company	Extent of interest in the Subsidiary at the end of Financial Year of the Subsidiary			Net aggregate amount of the Subsidiary's profits after deducting its losses or vice-versa (so far as it concerns members of the Holding Company)			
	Subsidiary's Financial year ended on	No. of Shares Held	% of total Paid-up Capital	Profits/(Losses) not dealt with in the Holding Company's accounts		Profits dealt with or (Losses) provided in the Holding Company's accounts	
				For the Financial year of the Subsidiary	For the previous Financial year since it became the holding Company's Subsidiary	For the Financial year of the Subsidiary	For the previous Financial year since it became the holding Company's Subsidiary. Dividend for the year 2007-08
				(Rs.)	(Rs.)	(Rs.)	(Rs.)
J.K. Helene Curtis Ltd. Shares of Rs.10/- each fully paid	31.03.2009	9,80,000	100	4,71,94,023	17,59,79,632	NIL	NIL

For and on behalf of the Board

SD/-

Dr. VIJAYPAT SINGHANIA Chairman

SD/-

GAUTAM HARI SINGHANIA]

SD/-

NABANKUR GUPTA] Directors

SD/-

R.K.GANERIWALA Whole-time Director

SD/-

(MUKESH DARWANI)

Company Secretary

Place : Mumbai

Dated : 22nd April, 2009

J. K. HELENE CURTIS LIMITED

ACCOUNTS OF THE SUBSIDIARY

J. K. HELENE CURTIS LIMITED

REPORT OF THE DIRECTORS

TO

THE MEMBERS

Your Directors have pleasure in placing before you their Forty Fifth Annual Report for the year ended March 31, 2009.

FINANCIAL RESULTS

Profit before tax for the year under review was Rs.746.84 Lakhs, as against Rs. 614.47 Lakhs for the previous year. After making a provision for tax of Rs.274.90 Lakhs (Rs. 222.49 lakhs for the previous year), the net profit stood at Rs. 471.94 Lakhs as compared to Rs. 391.97 Lakhs for the previous year.

APPROPRIATIONS

In order to conserve the resources of the Company to meet the requirements of the future expansion plans, the Directors do not recommend any dividend.

OPERATIONS

During the year under review, the gross turnover of the Company is higher by 17.49% at Rs12115 Lakhs compared to Rs. 10312 Lakhs in the previous year.

The Company introduced a new range of Park Avenue Body Deodorants,Perfumes, After Shave Lotion and Styling Gel. These products are well accepted in the market and are major contributors to the increased sales of the Company.

DIRECTORS

Dr. Vijaypat Singhania, Director retires by rotation, and being eligible, offers himself for reappointment.

Shri B.K.Kedia, resigned from the office of the Director of the Company with effect from May 22, 2008. The Board places on records its appreciation of the valuable advice and contribution by him, during his tenure.

AWARDS

On 29th August 2008, the Company was presented the CIOL – Dataquest Enterprise Connect Award 2008 for its Navision ERP Implementation Project.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to sub-section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that :

- (i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed;
- (ii) 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 at the end of the financial year and of the profit of the Company for that period;
- (iii) 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;
 - (iv) the Directors had prepared the annual accounts on a going concern basis.

FINANCE AND ACCOUNTS

The Observations made by the Auditors in their Report has been clarified in the relevant notes forming part of the accounts, which are self explanatory.

COMPLIANCE CERTIFICATE

Pursuant to the proviso to Section 383A of the Companies Act, 1956, a certificate from a secretary in Whole-time practice in respect of compliance by the Company with all the provisions of the Companies Act, 1956 is attached to this Report.

AUDITORS

Your Company's Auditors, Messrs. A.F.Ferguson & Company, Chartered Accountants, retire and are eligible for reappointment. You are requested to appoint Auditors and fix their remuneration.

STATUTORY INFORMATION

Since the Company has no manufacturing facility, information pursuant to sub-section 1(e) of Section 217 of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 is not furnished.

The Company has no employees in respect of whom the information as per the provisions of Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 is required to be given.

ACKNOWLEDGEMENT

Your Directors express their warm appreciation to all the employees for their dedication and contribution.

For and on behalf of the Board

Mumbai

April 22, 2009

SD/-
Dr. Vijaypat Singhania
Chairman

COMPLIANCE CERTIFICATE

Company No: 11- 12865

Nominal Capital: 100 Lacs

To,
The Members
J. K. Helene Curtis Limited
New Hind House, Narotham Morarji Marg,
Ballard Estate, Mumbai – 400 001

I have examined the registers, records, books and papers of J. K. Helene Curtis Limited as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the year ended on **31st March, 2009**. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year.

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities.
3. The company being public limited, the provision of section 3(1) (iii) are not applicable.
4. The Board of Directors duly met Four times on 24/04/2008, 30/07/2008, 04/11/2008 and 10/02/2009 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The company has not closed its Register of Members, during the financial year under review.

6. The Annual General Meeting for the financial year ended on 31/03/2008 was held on 12/06/2008 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The company has not advanced any loans to its directors or persons or firms or companies referred to under section 295 of the Act.
9. The company has not entered into any contracts to which the provisions of section 297 of the Act.
10. The company has made necessary entries in the Register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the company has not obtained any approvals from the Board of Directors, members and previous approval of the Central Government pursuant to section 314 of the Act during the financial year under review.
12. The Board of Directors has not approved any issue of duplicate share certificates during the financial year under review.
13. The company has:
 - a. Not made any transfer/transmission and allotment of securities during the financial year;
 - b. The Company has not deposited any amount in separate Bank Account as no dividend was declared during the financial year under review.
 - c. The Company has not posted warrants to any member of the Company as no dividend was declared during the financial year.
 - d. The Company is not having any unclaimed dividend amount, application money due for refund, matured deposit, matured debentures and interest accrued thereon which is required to be transferred to Investor Education and Protection Fund;
 - e. Duly complied with the requirements of Section 217 of the Act
14. The Board of Directors of the company is duly constituted.
15. The company has not appointed any Managing Director / Whole Time Director / Manager during the financial year under review.

16. The company has not appointed any sole-selling agents during the financial year under review.
17. The company did not seek any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies during the financial year under review.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued any shares/ debentures/other securities during the financial year.
20. The company has not bought back any shares during the financial year under review.
21. The company has not redeemed any preference shares/debentures during the financial year under review.
22. There were no transactions necessitating the company to keep in abeyance the right to dividend, right shares, and bonus shares pending registration of transfer of shares.
23. The company has not invited/accepted any deposits falling within the purview of Section 58A and 58AA of the companies Act, 1956 during the financial year.
24. The amount borrowed by the company from directors, members, public, financial institutions, banks and others during the year ended 31/03/2009 are within the borrowing limits of the Board of Directors of the Company.
25. The company has not made any loans and investments or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.

29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The company has not altered its articles of association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company, during the financial year, for offences under the Act.
32. The provisions of Section 417(1) of the Act are not applicable, as the Company has not collected any security deposits from the employees of the Company during the year under scrutiny.
33. The company is regularly depositing both the employer and employee contribution to prescribe provident fund authority.

For Ashish Bhatt & Associates

SD/-
Ashish Bhatt
Practicing Company Secretary
C.P. No. 2956

Place: Thane
Date: April 22, 2009

Annexure A

Registers as maintained by the Company:

1. Register of Members under Section 150 of the Act.
2. Register of Directors U/S 303 of the Act.
3. Register of Directors shareholding U/s. 307 of the Act.
4. Register of Charges U/S 143 of the Act.
5. Minutes of the General Meeting & Board Meetings U/S 193 of the Act.
6. Register of Attendance for Board Meetings.
7. Register of Investments U/S 372A of the Act

Annexure B

Forms and Returns as filed by the Company, during the financial year ended 31st March 2009:

1. Balance Sheet (Schedule VI) for the year ending 31/3/2008 & adopted at the Annual Meeting held on 12/06/2008, filed on 27/06/2008.
2. Compliance certificate for the financial year ended 31/03/2008 was filed on 27/06/2008.
3. Annual Return (Schedule V) made up to 12/06/2008 was filed on 29/07/2008.
4. Form no. 32 filed on 25/04/2008 for resignation of Smt. Veena Sighania.
5. Form no. 32 filed on 21/06/2008 for resignation of Mr. B.K. Kedia.

For Ashish Bhatt & Associates

SD/-
Ashish Bhatt
Practicing Company Secretary
C.P. No. 2956

Place: Thane
Date: April 22, 2009

AUDITORS' REPORT TO THE MEMBERS OF J. K. HELENE CURTIS LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

1. We have audited the attached balance sheet of J. K. Helene Curtis Limited, as at 31st March, 2009, and also the profit and loss account and the cash flow statement for the year ended on that date, both annexed 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 the 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (a) we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;

 - (b) in our opinion, proper books of account as required by law have been kept by the company, so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the sales offices/ depots not visited by us;

 - (c) the balance sheet, the profit and loss account and the cash flow statement dealt with by this report are in agreement with the books of account;

...2

(d) in our opinion, the balance sheet, the profit and loss account and the cash flow statement dealt with by this report comply with the accounting standards referred to in section 211(3C) of the Companies Act, 1956;

(e) in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(i) in the case of the balance sheet, of the state of affairs of the company as at 31st March, 2009;

(ii) in the case of the profit and loss account, of the profit for the year ended on that date; and

(iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.

5. On the basis of written representations received from the directors, as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of section 274(1)(g) of the Companies Act, 1956.

For **A. F. Ferguson & Co.**,
Chartered Accountants

SD/-
R. K. Hiranandani
Partner

Place: Mumbai

Date: 22nd April, 2009

Membership No. 36920

ANNEXURE TO THE AUDITORS' REPORT TO THE MEMBERS OF J. K. HELENE CURTIS LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

(Referred to in paragraph 3 of our report of even date)

- (i)
 - (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) The assets have been physically verified by the management during the year which in our opinion is reasonable. According to the information and explanation given to us, the particulars of assets physically verified have not been reconciled with the book records. We are therefore unable to comment on the discrepancies, if any.
 - (c) In our opinion and according to the information and explanations given to us, the fixed assets disposed off during the year are not substantial so as to affect going concern and therefore the question of reporting on clause 4(i)(c) of the Companies (Auditor's Report) Order, 2003 (hereinafter referred to as the said Order) does not arise.

- (ii)
 - (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of 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 the nature of its business.
 - (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.

- (iii)
 - (a) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, paragraphs 4(iii) (b), (c) and (d) of the said Order, are not applicable.
 - (b) According to the information and explanations given to us, the company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, paragraphs 4(iii) (f) and (g) of the said Order, are not applicable.

- (iv)

In our opinion and according to the information and explanations given to us, there is an adequate internal control system 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 sale of goods; there is no sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system in respect of these areas.

- (v)
 - (a) According to the information and explanations given to us, we are of the opinion that there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
 - (b) In view of the foregoing, the question of reporting on clause 4(v) (b) of the said Order does not arise.

- (vi) The company has not accepted any deposits from the public to which the provisions of section 58A, section 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under would apply.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and the nature of its business.
- (viii) We are informed that the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956, in respect of the activities carried on by the company. Therefore, the question of reporting under clause 4(viii) of the said Order does not arise.
- (ix) (a) According to the records of the company, the company has been regular in depositing with the appropriate authorities, undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed statutory dues, including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to the company, were in arrears, as at 31st March, 2009, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of income-tax, wealth-tax, service tax, sales tax, customs duty, excise duty and cess which have not been deposited on account of any dispute, except as stated below.

Name of the statute	Nature of the dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
The Medicinal & Toilet Preparations (Excise duties) Rules 1956 & Act, 1955	Excise duty	47,34,752	F.Y. 1994-1995 to 1996-1997	Commissioner of State Excise, Maharashtra State, Mumbai

...3

- (x) In our opinion, the accumulated losses of the company at the end of the financial year are not more than fifty percent of its net worth. Further, the company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to banks. The company has not taken any loan from financial institutions nor has it issued any debentures.

- (xii) In our opinion and according to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the said Order are not applicable to the company.
- (xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause 4(xiv) of the said Order are not applicable to the company.
- (xv) In our opinion and according to the information and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) The company has not obtained any term loans. Accordingly, the question of our reporting on its application does not arise.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the question of our reporting on whether the price at which such shares have been issued is prejudicial to the interest of the company does not arise.
- (xix) The company has not issued any debentures. Accordingly, the question of creating a security or charge for debentures does not arise.
- (xx) The company has not raised any money by public issues during the year. Accordingly, the question of disclosure of end use of such monies does not arise.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **A. F. FERGUSON & CO.**
Chartered Accountants

SD/-
R. K. HIRANANDANI
Partner

Membership Number 36920

Mumbai:
Date : 22nd April, 2009

J. K. HELENE CURTIS LIMITED

**BALANCE SHEET AS AT
31ST MARCH, 2009**

	Schedule	As at 31st March, 2009 Rupees	As at 31st March, 2008 Rupees
I. SOURCES OF FUNDS:			
Shareholders' funds:			
a) Share capital	A	9,800,000	9,800,000
b) Reserves and surplus	B	<u>218,609,256</u>	<u>171,415,233</u>
		228,409,256	181,215,233
TOTAL		<u><u>228,409,256</u></u>	<u><u>181,215,233</u></u>
II. APPLICATION OF FUNDS:			
1) Fixed assets			
a) Gross block	C	39,909,034	35,305,049
b) Less: depreciation		<u>18,686,484</u>	<u>13,773,515</u>
c) Net block		21,222,550	21,531,534
d) Capital advances		<u>-</u>	<u>432,500</u>
		21,222,550	21,964,034
2) Investments			
	D	40,958,187	13,500
3) Deferred tax asset (net) (see Note 13)			
		736,804	291,616
4) Current assets, loans and advances:			
a) Interest accrued on investments		3,270	2,461
b) Inventories		102,233,909	139,592,114
c) Sundry debtors	E	120,346,605	107,031,147
d) Cash and bank balances	F	62,845,382	43,607,714
e) Loans and advances	G	11,430,108	16,087,419
		<u>296,859,274</u>	<u>306,320,855</u>
Less : Current liabilities and provisions:			
a) Current liabilities	H	125,385,044	142,872,091
b) Provisions		<u>5,982,515</u>	<u>4,502,681</u>
		<u>131,367,559</u>	<u>147,374,772</u>
Net current assets		165,491,715	158,946,083
TOTAL		<u><u>228,409,256</u></u>	<u><u>181,215,233</u></u>
Notes to the accounts	M		

Per our report attached
For **A. F. FERGUSON & CO.**
Chartered Accountants

SD/-
R. K. HIRANANDANI
Partner

Mumbai :
Date : 22nd April. 2009

On behalf of the Board

SD/-
DR. VIJAYPAT SINGHANIA Chairman

SD/-
NABANKUR GUPTA Director

J. K. HELENE CURTIS LIMITED
**PROFIT AND LOSS ACCOUNT FOR
THE YEAR ENDED 31ST MARCH, 2009**

	Schedule	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
INCOME			
Sales (Gross)		121,14,54,592	103,11,50,734
Less: Rebates and discounts		<u>128,440,207</u>	<u>109,303,731</u>
		108,30,14,385	921,847,003
Other income	I	<u>8,572,958</u>	<u>5,888,152</u>
		<u>109,15,87,343</u>	<u>927,735,155</u>
EXPENDITURE			
Cost of goods sold	J	714,751,179	604,344,323
Employment costs	K	73,300,950	56,541,725
Administrative and selling expenses	L	223,088,090	200,956,138
Depreciation	C	5,026,106	3,450,702
Interest		737,391	995,733
		<u>101,69,03,716</u>	<u>866,288,621</u>
PROFIT BEFORE TAXATION		74,683,627	61,446,534
Provision for taxation - Current tax		25,800,000	20,000,000
- Deferred tax		<u>(445,188)</u>	<u>329,264</u>
		25,354,812	20,329,264
- Fringe benefit tax		<u>2,134,792</u>	<u>1,920,000</u>
		27,489,604	22,249,264
PROFIT AFTER TAXATION		<u>47,194,023</u>	<u>39,197,270</u>
Add: Balance in profit and loss account brought forward		102,800,159	63,602,889
Balance carried to balance sheet		<u>149,994,182</u>	<u>102,800,159</u>
Notes to the accounts	M		
Numerator - Profit after taxation		47,194,023	39,197,270
Denominator - Number of equity shares (no change during the period 1-4-2007 to 31-3-2009)		980,000	980,000
Basic, as well as diluted, earnings per equity share		48	40
Nominal value per equity share		10	10

Per our report attached
For **A. F. FERGUSON & CO.**
Chartered Accountants

SD/-
R. K. HIRANANDANI
Partner

Mumbai :
Date : 22nd April. 2009

On behalf of the Board

SD/-
DR. VIJAYPAT SINGHANIA Chairman

SD/-
NABANKUR GUPTA Director

J. K. HELENE CURTIS LIMITED

**SCHEDULES ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS AT 31ST MARCH, 2009**

Schedule 'A' - Share capital

	As at 31st March, 2009 Rupees	As at 31st March, 2008 Rupees
Authorised:		
1000000 Equity shares of Rs. 10 each	<u>1,00,00,000</u>	<u>1,00,00,000</u>
Issued and subscribed:		
980000 Equity shares of Rs. 10 each fully paid-up [all equity shares held by the holding company, J. K. Investo Trade (India) Limited and its nominees]	9,800,000	9,800,000
[of the above, 918750 equity shares are issued as fully paid-up bonus shares by capitalisation of general reserve]		
Per balance sheet	<u>9,800,000</u>	<u>9,800,000</u>

Schedule 'B' - Reserves and surplus

	As at 31st March, 2009 Rupees	As at 31st March, 2008 Rupees
General reserve:		
Per last balance sheet	68,615,074	69,897,319
Less: Incremental liability as at 1st April, 2007 consequent to implementation of Accounting Standard 15 (Revised) Employee Benefits (net of tax Rs. 6,60,256) see note 14a.	-	1,282,245
	<u>68,615,074</u>	<u>68,615,074</u>
Balance in profit and loss account	149,994,182	102,800,159
Per balance sheet	<u>218,609,256</u>	<u>171,415,233</u>

J. K. HELENE CURTIS LIMITED

SCHEDULE ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS AT 31ST MARCH, 2009

Schedule 'C' - Fixed assets

	GROSS BLOCK - AT COST				DEPRECIATION				NET BLOCK	
	Opening balance as at 31-3-2008	Additions	Deductions	Closing balance as at 31-3-2009	Opening balance as at 31-3-2008	For the year	On deductions	Closing balance as at 31-3-2009	As at 31-3-2009	As at 31-3-2008
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Buildings	172,205	-	-	172,205	36,337	1,880	-	38,217	133,988	135,868
Plant and machinery	11,543,507	2,341,608	-	13,885,115	4,655,931	1,849,280	-	6,505,211	7,379,904	6,887,576
Furniture, fixtures and office equipment	14,108,933	1,490,872	124,750	15,475,055	7,606,873	1,528,844	113,137	9,022,580	6,452,475	6,502,060
Vehicles	6,468,084	758,600	-	7,226,684	804,970	610,780	-	1,415,750	5,810,934	5,663,114
Software (intangible)	3,012,320	137,655	-	3,149,975	669,404	1,035,322	-	1,704,726	1,445,249	2,342,916
Total	35,305,049	4,728,735	124,750	39,909,034	13,773,515	5,026,106	113,137	18,686,484	21,222,550	-
Previous year	23,879,954	12,427,808	1,002,713	35,305,049	10,725,211	3,450,702	402,398	13,773,515		21,531,534
Capital advances									-	432,500
Per balance sheet									21,222,550	21,964,034

J. K. HELENE CURTIS LIMITED

SCHEDULE ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS AT 31ST MARCH, 2009

Schedule 'D' - Investments

	Rupees	As at 31st March, 2009 Rupees	Rupees	As at 31st March, 2008 Rupees
Long term (at cost); other than trade:				
A. Unquoted:				
a) Government securities:				
6 Year National Savings Certificates (deposited with sales tax and excise authorities)		8,500		8,500
b) Shares:				
i) 500 equity shares of Rs. 10 each fully paid-up in The Bombay Mercantile Co-operative Bank Limited	5,000		5,000	
iii) 2000000 equity shares of Rs. 10 each fully paid-up in Radha Krshna Films Limited	<u>20,000,000</u>	<u>20,005,000</u>	<u>20,000,000</u>	<u>20,005,000</u>
		<u>20,013,500</u>		<u>20,013,500</u>
B. Quoted:				
a) Shares:				
i) 476795 equity shares of Rs.10 each fully paid-up in Raymond Limited		<u>40,944,687</u>		-
		<u>60,958,187</u>		<u>20,013,500</u>
Less: Provision for diminution in the value of Investment		<u>(20,000,000)</u>		<u>(20,000,000)</u>
Per balance sheet		<u><u>40,958,187</u></u>		<u><u>13,500</u></u>
Aggregate amount of quoted investments [market value Rs. 3,64,50,978 (as at 31.03.08 : Rs. Nil)]		40,944,687		-
Aggregate amount of unquoted investments		13,500		13,500
Investments in mutual funds purchased and sold during the year:				
Sr No.	Name of the Scheme		Number of Units	Cost of acquisition Rupees
1)	Kotak FMP 1M Series 2- Growth		1000000	10,000,000
2)	SBI Debt Fund Series 25- Dividend		1000000	10,000,000
3)	Birla Sun Life Quarterly Interval Series 3 -Dividend Payout		1000000	10,000,000
4)	Tata Floater Fund - Daily Dividend		498226	5,000,000
5)	Canara Robeco Interval Quarterly Institutional Dividend Fund		499675	5,000,000
6)	SBI Debt Fund Series 27- Growth		1000000	10,000,000
7)	ABN Amro Fortis Flexible Short Tem Plan Series A Quarterly Dividend- Red		1250000	12,500,000
8)	Sundaram BNP Paribas Interval Fund Quarterly Plan -C - Institutional Dividend		1000000	10,000,000
9)	Kotak Quarterly Interval Plan Series 4 - Growth		932897	10,000,000

J. K. HELENE CURTIS LIMITED

**SCHEDULES ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS AT 31ST MARCH, 2009**

Schedule 'E' - Sundry debtors (Unsecured, considered good,unless otherwise stated)

	Rupees	As at 31st March, 2009 Rupees	Rupees	As at 31st March, 2008 Rupees
Debits outstanding for a period exceeding six months:				
Considered good	6,000,530		4,830,812	
Considered doubtful	<u>1,191,472</u>		<u>620,392</u>	
		7,192,002		5,451,204
Other debts (considered good)		<u>114,346,075</u>		<u>102,200,335</u>
		121,538,077		107,651,539
Less: Provision for doubtful debts		1,191,472		620,392
Per balance sheet		<u><u>120,346,605</u></u>		<u><u>107,031,147</u></u>

Schedule 'F' - Cash and bank balances

	Rupees	As at 31st March, 2009 Rupees	Rupees	As at 31st March, 2008 Rupees
Cash balance on hand		331,558		284,000
With scheduled banks:				
On current accounts	29,213,543		14,334,152	
Balance of term deposits linked to current accounts	<u>10,060,243</u>		<u>28,154,820</u>	
		39,273,786		42,488,972
On fixed deposits (includes receipts of Rs. 35,000 endorsed in favour of sales tax authorities; as at 31-03-2008 Rs. 40,000)	22,686,000		191,000	
Interest accrued on term/term deposits	<u>294,694</u>		<u>520,517</u>	
		62,254,480		43,200,489
With non-scheduled bank:				
The Municipal Co-operative Bank Limited:				
On current account	242,870		106,751	
On fixed deposit (including interest accrued Rs. 1,474 ; as at 31-3-2008 Rs. 1,474)	16,474		16,474	
(maximum amount outstanding during the year Rs. 3,66,584 ; year ended 31-3-2008 Rs. 2,99,282)		<u>259,344</u>		<u>123,225</u>
Per balance sheet		<u><u>62,845,382</u></u>		<u><u>43,607,714</u></u>

J. K. HELENE CURTIS LIMITED

SCHEDULES ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS AT 31ST MARCH, 2009

Schedule 'G' - Loans and advances (unsecured, considered good)

	As at 31st March, 2009 Rupees	As at 31st March, 2008 Rupees
Advances recoverable in cash or in kind or for value to be received	9,551,472	13,881,383
Income-tax paid less provisions there against (other than deferred tax)	1,878,636	2,206,036
Per balance sheet	<u>11,430,108</u>	<u>16,087,419</u>

Schedule 'H' - Current liabilities and provisions

	Rupees	As at 31st March, 2009 Rupees	Rupees	As at 31st March, 2008 Rupees
a) Current liabilities :				
Sundry creditors				
- micro enterprises and small enterprises (refer Note 10)	5,546,138		17,000,398	
- other than micro enterprises and small enterprises	<u>114,012,692</u>	119,558,830	<u>122,945,479</u>	139,945,877
Security deposits	5,801,750		2,901,750	
Interest accrued thereon	<u>24,464</u>		<u>24,464</u>	
		<u>5,826,214</u>		<u>2,926,214</u>
		125,385,044		142,872,091
b) Provisions :				
Compensated absences	5,982,515		4,287,681	
Fringe benefit tax less payment there against	--	5,982,515	215,000	4,502,681
Per balance sheet		<u>131,367,559</u>		<u>147,374,772</u>

J. K. HELENE CURTIS LIMITED

**SCHEDULES ATTACHED TO AND FORMING PART OF
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009**

Schedule 'I' - Other income

	Rupees	Year ended 31st March, 2009 Rupees	Rupees	Year ended 31st March, 2008 Rupees
Sales tax refunds		375,202		--
Sale of scrap		2,700,491		823,877
Dividend on current investments (other than trade)		968,835		2,218,146
Profit on sale of current investments (other than trade)		530,132		--
Interest :				
On long term investments (other than trade)	812		1,181	
On deposits with banks :				
Gross (tax deducted at source Rs. 4,47,171; year ended 31-3-2008 Rs. 3,17,852)	2,086,868		1,541,261	
On Income tax refunds	<u>758,820</u>		<u>--</u>	
		2,846,500		1,542,442
Profit on sale of fixed assets (net)		8,656		--
Insurance claims received		404,756		243,416
Credit balances written back		225,588		70,462
Provision for doubtful debts written back		--		114,571
Miscellaneous		512,798		875,238
Per profit and loss account		<u><u>8,572,958</u></u>		<u><u>5,888,152</u></u>

Schedule 'J' - Cost of good sold

	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
Opening stock	139,592,114	94,658,435
Add: Purchases	677,392,974	649,278,002
Less: Closing Stock	102,233,909	139,592,114
Per profit and loss account	<u><u>714,751,179</u></u>	<u><u>604,344,323</u></u>

J. K. HELENE CURTIS LIMITED

**SCHEDULES ATTACHED TO AND FORMING PART OF
Schedule 'K' - Employment costs THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009**

	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
Salaries, wages and bonus	66,620,526	48,443,238
Contribution to provident fund and other funds	4,156,983	3,843,560
Workmen and staff welfare expenses	2,523,441	3,096,961
Voluntary retirement compensation amortised	--	1,157,966
Per profit and loss account	<u>73,300,950</u>	<u>56,541,725</u>

J. K. HELENE CURTIS LIMITED**SCHEDULES ATTACHED TO AND FORMING PART OF
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31ST MARCH, 2009****Schedule 'L' - Administrative and selling expenses**

	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
Electricity	1,185,767	1,436,897
Rent	7,011,146	5,166,939
Repairs and maintenance	1,301,747	1,850,103
Loss on sale of fixed assets (net)	-	164,434
Insurance	943,193	703,480
Rates and taxes	6,984,167	7,630,420
Freight, clearing and forwarding charges	41,173,986	36,909,886
Travelling and conveyance	25,038,124	21,737,977
Directors' fees	55,000	70,000
Provision for doubtful debts	571,080	-
Advertisement and sales promotion	83,592,089	78,302,172
Commission on sales to agents	9,446,333	6,402,705
Cash discount	14,621,230	13,415,050
Warehousing charges	9,659,074	7,138,663
Postage and telephone	3,213,179	2,759,350
Printing and stationery	1,587,610	1,461,084
Miscellaneous	16,704,365	15,806,978
Per profit and loss account	223,088,090	200,956,138

J. K. HELENE CURTIS LIMITED

Schedule 'M'- Notes to the accounts

1. Significant accounting policies

i) Basis of Accounting

The Financial Statements are prepared under Historical Cost Convention on an accrual basis and are in accordance with the requirements of the Companies Act, 1956, and comply with the accounting Standards as referred to in sub-section (3C) of section 211 of the said Act.

ii) Fixed assets

Fixed assets are stated at cost of acquisition inclusive of inward freight, duties and taxes and other incidental expenses related to acquisition. Fixed assets have been capitalised from the date they are installed and put to use.

iii) Depreciation

The company provides depreciation on the straight line method at the rates prescribed in Schedule XIV to the Companies Act, 1956.

Software is amortised over a period of 36 months.

iv) Inventories

Inventories are valued at lower of cost and net realisable value. In determining cost, the first-in-first out method of valuation is used.

v) Investments

Long term investments are stated at cost. Provision for diminution in value is made where the decline in value is other than temporary in nature. Current investments are stated at lower of cost and fair value.

vi) Revenue recognition

a) The company follows the mercantile system of accounting.

b) Revenue from sales is recognized when the significant risks and rewards of ownership of the goods are transferred to the customers. Sales are net of sales returns.

c) Interest income is recognized on a time proportion basis

d) Interest on income-tax refunds is accounted for on receipt basis.

vii) Advertisement costs

Expenditure on advertising is charged to revenue in the year in which it is incurred.

viii) Employee benefits

a) Short term employee benefits are recognised as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

b) Long term benefits:

(i) Defined Contribution Plans :

1. Provident and Family Pension Fund

The eligible employees of the company are entitled to receive post employment benefits in respect of provident and family pension fund, in which both employees and the company make monthly contributions at a specified percentage of the employees' eligible salary (currently 12% of employees' eligible salary). The contributions are made to the Regional provident Fund Commissioner. Provident Fund and Family Pension Fund are classified as Defined Contribution Plans as the Company has no further obligations beyond making the contribution.

2. Superannuation

The eligible employees of the company are entitled to receive post employment benefits in respect of superannuation scheme in which the Company makes yearly contributions at 13% of employees' eligible salary. The contributions are made to Life Insurance Corporation of India (LIC) under a group gratuity scheme. Superannuation Scheme is classified as Defined Contribution Plan as the Company has no further obligations beyond making the contribution.

The Company's contributions to these Defined Contribution Plans are charged to the profit and loss account as incurred.

(ii) Defined Benefit Plans :

1. Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of continuous service with part thereof in excess of six months on the basis of last drawn eligible salary. Vesting occurs upon completion of five years of service. The Company makes annual contributions to gratuity fund established as a trust for this purpose. The Company accounts for gratuity benefits payable in future based on an independent actuarial valuation as at the year end. Actuarial gains and losses are also recognised in the profit and loss account.

2. Compensated Absences

The Company provides for encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment/availment. The liability is provided based on the number of days of unutilised leave at each balance sheet date on the basis of an independent actuarial valuation. Actuarial gains and losses are also recognised in the Profit and Loss account.

ix) Foreign currency transactions

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. In respect of monetary items denominated in foreign currencies, exchange differences arising out of settlement or on conversion at the closing rate are recognised in the profit and loss account.

x) Voluntary retirement compensation

Compensation paid under the company's Voluntary Retirement Scheme (VRS), before 31st March, 2006, is being amortised equally over a period of 36 months since the company is of the view that these VRS payments would result in continuing benefit over such period.

xi) Taxation

Taxation expenses comprise of current tax, deferred tax and fringe benefit tax expenses.

- a) Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income-tax Act, 1961.
- b) Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.
- c) Fringe benefit tax is the amount of tax payable on value of benefits provided to employees for the year as determined in accordance with the provisions of the Income-tax Act, 1961.

J. K. HELENE CURTIS LIMITED

Schedule 'M'- Notes to the accounts (contd.)

2.	Contingent liabilities not provided for in respect of :	As at 31st March, 2009 Rupees	As at 31st March, 2008 Rupees
	a) Income-tax matters, disputed and under appeal	--	2,620,423
	b) Excise demands where the company is in appeal and has obtained stay orders from the appellate authorities.	4,734,752	4,734,752
3.	a) Managerial remuneration :		
	Whole-time director (excluding gratuity contributed on a global basis) :		
	Salary	--	596,774
	Commission *	--	298,387
	House rent allowance	--	358,065
	Company's contribution to provident fund and other funds	--	149,613
	Other perquisites	--	507,310
		--	1,910,149
	Directors' fees	55,000	70,000
		<u>55,000</u>	<u>1,980,149</u>
	b) Computation of net profits in accordance with section 198 read with sections 349 and 350 of the Companies Act, 1956		
	Profit before taxation as per profit and loss account	Not applicable for the current year	61,446,534
	Add : Managerial remuneration		1,980,149
	Provision for Doubtful Debts written back		(114,571)
	Net profits		<u>1,865,578</u> <u>63,312,112</u>
	* Computation of commission payable		
	Commission payable to the Wholetime director @ 1 percent of net profits, subject to a ceiling of 50% of annual salary.	--	298,387
4.	Auditors' Remuneration :		
	Audit fees (excluding service tax)	425,000	425,000
	Out-of-pocket expenses	<u>14,173</u>	<u>8,661</u>
		439,173	433,661

J. K. HELENE CURTIS LIMITED

Schedule 'M'- Notes to the accounts (contd.)

5. Particulars of opening stock, closing stock, purchases and sales

		Opening Stock		Closing Stock #		Purchases *		Sales (Gross)	
		Quantity	Value in Rupees	Quantity	Value in Rupees	Quantity	Value in Rupees	Quantity	Value in Rupees
Cosmetics and toiletries preparations	Dozens	595838	139,592,114	375051	102,233,909	2716962	655,763,878	2863957	1,189,981,074
		(383160)	(94,658,435)	(595838)	(139,592,114)	(2990684)	(629,453,975)	(2773880)	(1,010,907,473)
Soap noodles	Mt.	--	--	--	--	469	21,629,096	469	21,473,518
		(-)	(-)	(-)	(-)	(476)	(19,824,027)	(476)	(20,243,261)
Total			139,592,114 (94,658,435)		102,233,909 (139,592,114)		677,392,974 (649,278,002)		1,211,454,592 (1,031,150,734)

The closing stocks are after adjustments for damages, obsolescence, shortages, combination packs and consumer offers. Closing stock figures, if derived from opening stock plus purchases and less sales would therefore be different.

* Includes material consumed for packaging and repackaging certain purchased finished goods Rs. 1,88,96,827 (previous year Rs. 1,74,01,920)

Note : Figures in brackets are in respect of the previous year.

J. K. HELENE CURTIS LIMITED

Schedule 'M'- Notes to the accounts (contd.)

	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
6. Value of imports calculated on C.I.F. basis:		
Purchase of goods for trading	--	14,49,662
7. Expenditure in foreign currency :		
Travelling expenses	--	1,60,462
8. Value of exports calculated on F.O.B. basis		
Traded goods	--	42,45,903
9. Exchange differences (credited)/ debited to the profit and loss account	(141,280)	1,17,881

10. The disclosure in respect of Micro and Small Enterprises to whom the Company owes dues as at the year end take into account only those creditors who have responded to the enquiries made by the company for the purpose of determining its creditors who are micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. This has been relied upon by the auditors.

11. As the company's business activity falls within a single segment viz. 'Cosmetics and toiletries' and the sales substantially being in the domestic market, the disclosure requirements of Accounting Standard 17 Segment Reporting is not applicable.

12 Related parties disclosures

1. Relationships

a) Holding Company

J. K. Investo Trade (India) Limited

b) Controlled by, or are under common control

(i) with whom there are transactions	(ii) with whom there are no transactions
1. Raymond Limited	1. Pashmina Holdings Limited
2. Raymond Apparel Limited	2. Jaykayorg AG
3. J. K. Investors (Bombay) Limited	3. J. K. (England) Limited
4. J. K. Ansell Limited	4. Regency Texties Portuguesa, Limited
5. Raymond Zambaiti Private Limited	5. Silver Spark Apparel Limited
6. Raymond UCO Denim Private Limited	6. ColorPlus Fashions Limited
	7. P. T. Jaykay Files Indonesia
	8. Radha Krishna Films Limited
	9. Celebrations Apparel Limited
	10. Ring Plus Aqua Limited
	11. R & A Logistics Inc.
	12. Scissors Engineering Products Limited
	13. J.K. Talabot Limited
	14. Hindustan Files Limited
	15. Raymond Woolen Outwear Limited
	16. GAS Apparel Private Limited
	17. Rose Engineered Products India Private Limited
	18. Raymond Europe SRL
	19. UCO Raymond Denim Holding NV
	20. UCO Sportswear International N V, Belgium
	21. UCO Tesatura S R L, Romania
	22. UCO Fabrics Inc., USA
	23. UCO Spinning L.P, USA
	24. UCO General Holding LLC
	25. UCO Limited LLC
	26. Silver Soaps Private Limited
	27. Raymond Fedora Private Limited
	28. Rose Preci-Form Private Limited
	29. Rayves Automotive Textiles Co. Private Limited
	30. Everblue Apparel Limited

c) Key Management personnel

Mrs. Veena Singhania, Wholetime Director (upto 29th March, 2008). Subsequent thereto, the authority and responsibility for planning, directing and controlling the activities of the company is collectively managed by the Board of Directors.

J. K. HELENE CURTIS LIMITED

Schedule 'M'- Notes to the accounts (contd.)

2. Transactions carried out with the related parties in 1 above, in ordinary course of business :

Nature of transactions	Related Parties			Total
	Referred in 1(a) above	Referred in 1(b) above	Referred in 1(c) above	
Sales				
Goods and materials :				
- Raymond Limited	-	5,682,187	-	5,682,187
	(-)	(4,534,999)	(-)	(4,534,999)
- Raymond Apparel Limited	-	353,491	-	353,491
	(-)	(123,362)	(-)	(123,362)
- Others	-	1,011,438	-	1,011,438
	(-)	(445,741)	(-)	(445,741)
Expenses				
Rent and other service charges :				
- Raymond Limited	-	8,641,766	-	8,641,766
	(-)	(5,975,765)	(-)	(5,975,765)
- Raymond Apparel Limited	-	685,452	-	685,452
	(-)	(657,019)	(-)	(657,019)
- Others	-	183,203	-	183,203
	(-)	(36,000)	(-)	(36,000)
Purchase of Goods and Materials :				
- Raymond Apparel Limited	-	-	-	-
		(4,090)	(-)	(4,090)
Remuneration				
- Mrs. Veena Singhania	-	-	-	-
	(-)	(-)	(1,910,149)	(1,910,149)
Directors' fees	-	-	55,000	55,000
	(-)	(-)	(70,000)	(70,000)
Outstandings				
Payable :				
- Raymond Limited	-	337,453	-	337,453
	(-)	(-)	(-)	(-)
- Others	-	-	-	-
	(-)	(-)	(298,387)	(298,387)
Receivable :				
- Raymond Limited	-	-	-	-
	(-)	(196,136)	(-)	(196,136)
- J. K. Ansell Limited	-	168,540	-	168,540
	(-)	(26,736)	(-)	(26,736)
- Others	-	65,561	-	65,561
	(-)	(15,757)	(-)	(15,757)

Note :

No amounts pertaining to related parties have been provided for as doubtful debts. Also, no amounts have been written off or written back during the year.

J. K. HELENE CURTIS LIMITED**Schedule 'M'- Notes to the accounts (contd.)**

13 Deferred taxes :

<u>Nature of timing difference</u>	Deferred tax asset/(liability) as at 31st March, 2008 Rupees	(Charge)/ credit for the year Rupees	Deferred tax asset/(liability) as at 31 st March, 2009 Rupees
a) <u>Deferred tax assets</u>			
- Compensated absences	1,457,383	576,074	2,033,457
- Voluntary retirement compensation	474,023	(339,390)	134,633
- Provision for doubtful debts	210,872	194,108	404,980
Sub-total	2,142,278	430,792	2,573,070
b) <u>Deferred tax liabilities</u>			
- Depreciation	(1,850,662)	14,396	(1,836,266)
Net amount	<u>291,616</u>	<u>445,188</u>	<u>736,804</u>

Schedule 'M'- Notes to the accounts (contd.)

- 14 a) Consequent to compliance with Accounting Standard 15 (Revised) Employee Benefits having come into effect from the previous year, the company had adjusted, in the previous year, an amount of Rs. 12,82,245 (net of tax Rs. 6,60,256) on account of compensated absences to General Reserve.

b) Employee benefits:

1) Defined Contribution Plans:

Contribution to Defined Contribution Plans, recognized in the statement of profit and loss account for the year, under employee costs in schedule K are as under:

	31st March, 2009	31st March, 2008
	Rupees	Rupees
i) Employer's Contribution to Provident Fund	1,372,245	1,170,471
ii) Employer's Contribution to Family Pension Fund	886,685	781,668
iii) Employer's Contribution to Superannuation Fund	726,477	589,710
2) Defined Benefit Plans:		
Gratuity - as per actuarial valuation as at the year end (based on Projected Unit Benefit Method)		
i) Components of employer expenses		
a) Current Service cost	565,343	552,544
b) Interest cost	483,655	439,136
c) Expected return on plan assets	(404,983)	(367,762)
d) Actuarial Losses/(Gains)	(299,099)	449,896
Total expenses recognised in Profit and Loss Account	344,916	1,073,814
ii) Actual Contribution and Benefit Payments for the year		
a) Actual benefit payments	(728,326)	253,252
b) Actual Contributions	584,111	616,294
iii) Net asset/(liability) recognised in balance sheet		
a) Defined Benefit Obligation	6,090,441	6,030,515
b) Fair value of plan assets	5,869,047	5,569,926
Net asset/(liability) recognised in balance sheet	(221,394)	(460,589)
iv) Change in Defined Benefit Obligations (DBO) during the year		
a) Present Value of DBO at beginning of year	6,030,515	5,064,038
b) Current Service cost	565,343	552,544
c) Interest cost	483,655	439,136
d) Actuarial losses/(gains)	(260,746)	228,049
e) Benefits paid	(728,326)	(253,252)
Present Value of DBO at the end of year	6,090,441	6,030,515
v) Change in Fair Value of Assets during the year		
a) Plan assets at beginning of year	5,569,926	5,060,969
b) Expected return on plan assets	404,983	367,762
c) Actuarial gain/(losses)	38,353	(221,847)
d) Actual Company contributions	584,111	616,294
e) Fair value of benefits paid	(728,326)	(253,252)
Fair value of plan assets at the end of year	5,869,047	5,569,926
vi) Contribution expected to be paid next year	700,000	450,000
vii) Actuarial Assumptions		
a) Discount rate	8.00%	7.80%
b) Expected rate of return on plan assets	7.50%	7.50%
c) Salary escalation rate	7.00%	7.00%
d) Mortality table	LIC (1994-96)	LIC (1994-96)
vii) The major categories of plan assets as percentage of total plan assets		
a) Balances with banks	37.00%	100.00%
b) Insurer Managed Funds	63.00%	--

J. K. HELENE CURTIS LIMITED

Notes:

- (i) The expected rate of return on plan assets is based on the average long term rate of return expected on investments of the fund during estimated term of the obligations.
 - (ii) The assumption of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.
- 3) Compensated absences recognized in the statement of profit and loss account for the year, under employee cost in schedule K, is Rs. 16,94,834.

15 Previous year's figures have been regrouped wherever necessary.

Signatures to Schedules 'A' to 'M'

On behalf of the Board

SD/-

DR. VIJAYPAT SINGHANIA

Chairman

SD/-

NABANKUR GUPTA

Director

Mumbai:

Date : 22nd April, 2009

J. K. HELENE CURTIS LIMITED

ANNEXURE REFERRED TO IN NOTE 16 OF THE NOTES TO THE ACCOUNTS

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. Registration Details

Registration No.
 Balance Sheet Date

State Code

2. Capital Raised during the year (Amount in Rs. Thousands)

Public Issue

Right Issue

Bonus Issue

Private Placement

3. Position of Mobilisation and Deployment of Funds

Total Liability

(Amount in Rs. Thousands)

Total Assets

Sources of Funds

Paid-up Capital

Reserves and Surplus

Secured Loans

Unsecured Loans

Application of Funds

Net Fixed Assets

Investments

Net Current Assets

Miscellaneous Expenditure

Deferred tax asset (net)

Deferred tax liability (net)

4. Performance of the Company (Amount in Rs. Thousands)

Turnover (incl. other income)

Total Expenditure

Profit/Loss before tax

Profit/Loss after tax

(+ for profit, - for loss)

Earning per Share in Rs.

Dividend Rate %

5. Generic Names of Three Principal Products/Services of the Company (As per Monetary Terms)

Item Code No. (ITC Code)

Product Description

Item Code No. (ITC Code)

Product Description

Item Code No. (ITC Code)

Product Description

On behalf of the Board

SD/-

DR. VIJAYPAT SINGHANIA) Chairman

SD/-

NABANKUR GUPTA) Director

J. K. HELENE CURTIS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	Year ended 31st March, 2009	Year ended 31st March, 2008
	Rupees	Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax	7,46,83,627	6,14,46,534
Adjustments for :		
Depreciation	5,026,106	3,450,702
Interest expense	737,391	995,733
Interest income	(2,846,500)	(1,542,442)
Credit balances written back	(225,588)	(70,462)
Dividend Income	(968,835)	(2,218,146)
Provision / (write back of provision) for doubtful debts	571,080	(114,571)
(Profit)/ Loss on sale of fixed assets (net)	(8,656)	164,434
Profit on sale of current investments	(530,132)	-
Provision for compensated absences	1,694,834	631,868
	34,49,700	12,97,116
Operating profit before working capital changes and other adjustments	7,81,33,327	6,27,43,650
Changes in		
Trade and other receivables	(9,556,627)	(20,098,897)
Inventories	37,358,205	(44,933,679)
Trade payables	(17,261,459)	33,623,462
Voluntary retirement compensation (to the extent not written off or adjusted)	-	1,157,966
	10,540,119	(30,251,148)
Cash generated from operations	8,86,73,446	3,24,92,502
Direct taxes paid (net of refunds)	(27,822,392)	(25,643,309)
Net cash from operating activities	608,51,054	68,49,193
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of fixed assets (including capital advances)	(4,296,235)	(12,860,308)
Sale of fixed assets	20,269	435,881
Purchase of Investments	(123,444,687)	(125,000,000)
Sale of Investments	83,030,132	125,001,000
Dividend received	968,835	2,218,146
Interest income received	2,845,691	1,541,261
Net cash used in investing activities	(40,875,995)	(8,664,020)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Interest paid	(737,391)	(1,233,955)
Net cash used in financing activities	(737,391)	(1,233,955)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	19,237,668	(3,048,782)
Cash and cash equivalents at the commencement of the year, comprising :		
Cash on hand	284,000	5,39,177
Cheques on hand	-	31,39,910
Balances with banks on current, term deposit and fixed deposit accounts	43,323,714	4,29,77,409
	4,36,07,714	4,66,56,496
Cash and cash equivalents at the end of the year, comprising :		
Cash on hand	331,558	2,84,000
Balances with banks on current, term deposit and fixed deposit accounts	62,513,824	4,33,23,714
	6,28,45,382	4,36,07,714
Net increase/(decrease) as disclosed above	19,237,668	(3,048,782)

Notes : 1) Figures in brackets are outflows/deductions.

2) Previous year's figures have been regrouped wherever necessary.

 Per our report attached to the Balance sheet
 For A. F. FERGUSON & CO.
 Chartered Accountants

 SD/-
 R. K. HIRANANDANI
 Partner

 Mumbai :
 Date : 22nd April, 2009

On behalf of the Board

 SD/-
 DR. VIJAYPAT SINGHANIA Chairman
 SD/-
 NABANKUR GUPTA Director