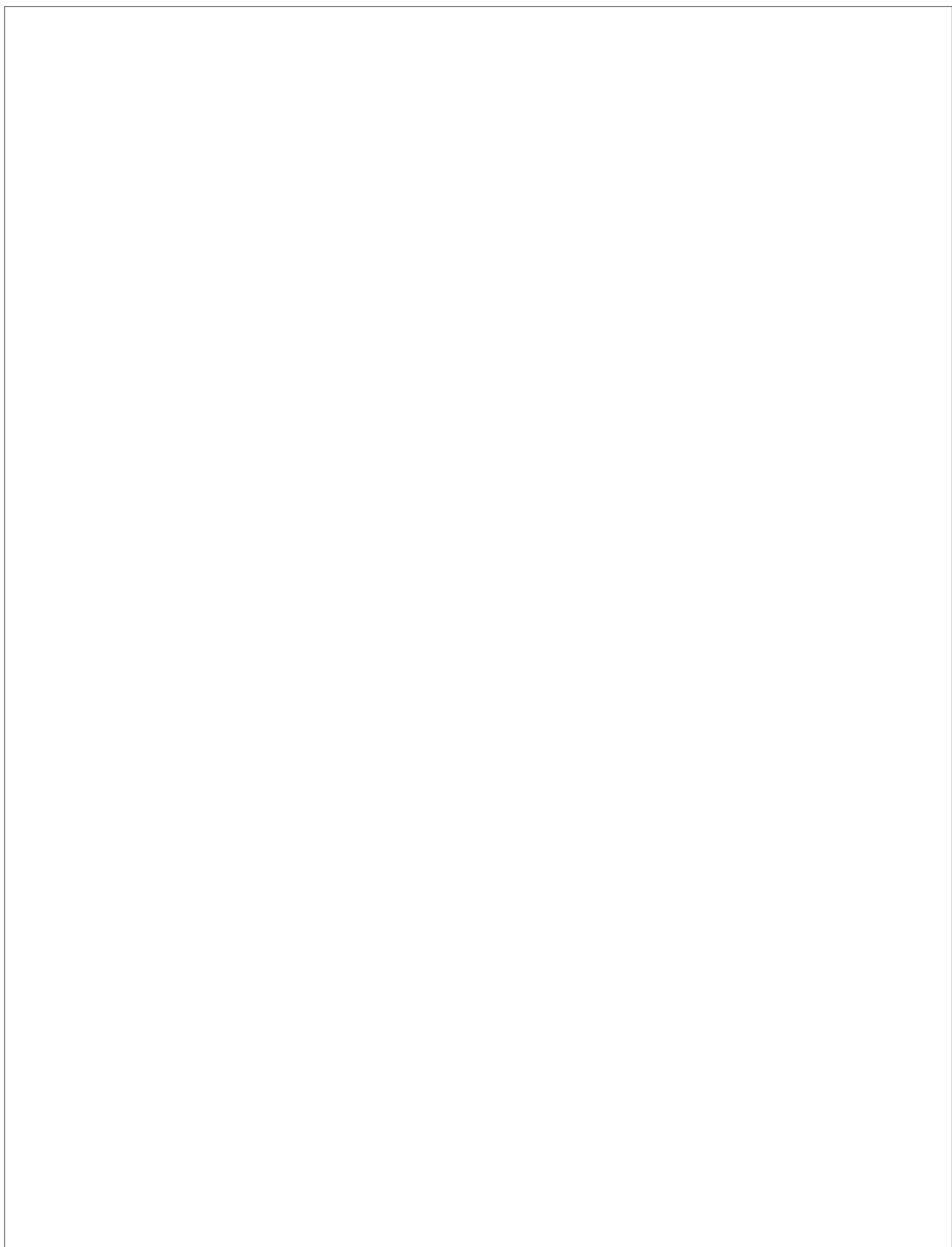


# **Simplex Realty Limited**



**95th  
ANNUAL REPORT  
2007-2008**





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**BOARD OF DIRECTORS**

Shri Nandan S. Damani

*Chairman & Managing Director*

Shri M. P. Jatia

Shri V. B. Haribhakti

Shri S. K. Somany

Smt Anna Malhotra

Smt Gopa Ray

**SECRETARY**

Shri R. L. Saboo

**AUDITORS**

M/s. Vijay Rungta &amp; Co.

Chartered Accountants

Mumbai

**BANKERS**

State Bank of India, Mumbai

**SOLICITORS**

Mulla &amp; Mulla &amp; Craigie Blunt &amp; Caroe

Mumbai

**REGISTERED OFFICE**

30, Keshavrao Khadye Marg,

Sant Gadge Maharaj Chowk,

Mumbai - 400 011.

Tel. : 2308 2951

**SHARE TRANSFER AGENT**

Amtrac Management Services Limited

Plot No. 101/102, MIDC,

19th Street, Satpur,

Nashik - 422 007

Tel. : 95253 - 2354032 / 2351892

Email: amtrac\_nsk@sancharnet.in

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Annual General Meeting of the Company will be held on Thursday, the 28th August, 2008 at 11.00 A.M. at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2nd Floor, 18/20, Kaikhushru Dubash Marg, Mumbai - 400001.

# SIMPLEX REALTY LIMITED

## FINANCIAL REVIEW

(Rs. in lacs)

	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00	1998-99
<b>FINANCIAL POSITION</b>										
Share Capital	299	299	299	299	299	299	299	299	299	299
Application Money for Warrants	61	-	-	-	-	-	-	-	-	-
Reserves & Surplus	1,443	144	144	144	861	861	861	861	937	992
Net Worth	1,803	443	443	443	1,160	1,160	1,160	1,160	1,236	1,291
Loan Funds	-	4,302	4,787	3,945	5,037	3,013	2,940	3,173	3,381	3,379
Gross Block	137	147	138	160	3,887	5,878	6,328	6,496	6,479	6,401
Depreciation	88	85	79	102	2,614	4,155	4,460	4,328	4,116	3,842
Net Block	49	62	59	58	1,273	1,723	1,868	2,168	2,363	2,559
Net Current & Other Assets	1,754	4,683	5,171	4,330	4,924	2,450	2,232	2,165	2,254	2,111
Capital Employed	1,803	4,745	5,230	4,388	6,197	4,173	4,100	4,333	4,617	4,670
<b>OPERATING RESULTS</b>										
Sales & Other Income	7,677	25	33	2,983	5,795	7,565	8,730	9,365	9,137	8,710
Manufacturing & Other Expenses	4,841	169	180	2,759	6,130	7,186	8,010	8,908	8,507	8,177
Depreciation	7	6	5	53	110	161	235	255	282	333
Interest	59	61	42	150	137	411	499	440	616	640
Prior Year's adjustments	272	-	-	-	-	-	(12)	(8)	(19)	18
Profit/(Loss) Before Tax	3,042	(211)	(194)	21	(582)	(193)	(14)	(238)	(268)	(440)
Taxation	670	124	(134)	11	702	23	64	-	-	-
Profit/(Loss) After Tax	2,372	(87)	(328)	32	120	(170)	50	(238)	(268)	(440)
Compensation under VRS	-	-	-	(185)	(60)	(59)	(52)	(44)	(44)	(42)
Dividend for the Year	437	-	-	-	-	-	-	-	-	-
Dividend %	125	-	-	-	-	-	-	-	-	-



## NOTICE

Notice is hereby given that the Ninety Fifth Annual General Meeting of the Members of Simplex Realty Limited will be held at M. C. Ghia Hall, Bhogilal Hargovindas Building, 2nd Floor, 18/20, Kaikhushru Dubash Marg, Mumbai-400001 on Thursday, the 28th August, 2008 at 11.00 A. M. to transact the following business.

### ORDINARY BUSINESS:

- 1 To receive, consider and adopt the audited Balance Sheet as at 31st March, 2008 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on equity shares for the year ended 31st March, 2008.
3. To appoint a Director in place of Shri S. K. Somany, who retires by rotation and is eligible for re-appointment.
4. To appoint a Director in place of Shri M. P. Jatia, who retires by rotation and is eligible for re-appointment.
5. To appoint Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration and for the purpose to pass following Resolution which will be proposed as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of section 224 A and other applicable provisions, if any, of the Companies Act, 1956 M/s Dayal & Lohia, Chartered Accountants, be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting of the Company and that the Board of Directors of the Company be and is hereby authorised to fix their remuneration and payment of service tax as applicable and reimbursement of out of pocket expenses incurred by them for the said period.”

### SPECIAL BUSINESS:

6. To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution:

RESOLVED THAT pursuant to the provisions of Sections 198 and 309 (4) and other applicable provisions, if any, of the Companies Act, 1956, consent and approval of the Company be and is hereby accorded to the payment of commission at the rate not exceeding 1% of the net profit of the company for the period from 1<sup>st</sup> April, 2007 to 31<sup>st</sup> March, 2008 (such profits to be computed in the manner prescribed under section 349 of the said Act) to Non-Executive Directors of the Company.

7. To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED that pursuant to the provisions of Sections 198, 269, 309, 311 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII to the said Act as amended up-to date, consent and approval be and is hereby accorded to modify remuneration payable to Shri Nandan S. Damani, Managing Director of the Company for the period from 1st April, 2008 for his remaining tenure upto 28th June, 2011.

### REMUNERATION:

- I. Salary: Rs. 1,25,000/- (Rupees One Lac Twenty Five Thousand Only) per month, payable monthly or such other amount of salary as may be permissible according to law from time to time in force, and as may be determined by the Board of Directors and agreed to by Shri Nandan S. Damani, from time to time.
- II. Perquisites: Perquisites shall be restricted to an amount equal to the annual salary or such other amount of perquisites as may be permissible according to law from time to time in force, and as may be determined by the Board of Directors.

## SIMPLEX REALTY LIMITED

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- A. In addition to salary, Shri Nandan S. Damani will be entitled to perquisites and allowances like accommodation or house rent allowance in lieu thereof, expenses in respect of gas, electricity and water, furnishing and repairs, medical reimbursement and leave travel concession for self and his family, club fees, personal accident insurance and such other payments in nature of perquisites and allowances as may be decided by the Board of Directors from time to time.
- B. Shri Nandan S. Damani will also be eligible to the following benefits, which shall not be included in the computation of the ceiling on remuneration specified above.
- a) Contribution to provident fund, superannuation fund or annuity fund to the extent these either singly or put together are not taxable under the Income-Tax Act, 1961,
  - b) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service, and
  - c) Leave: One month with full pay and allowances as per Rules of the Company but not exceeding one month's leave for every 11 months of service. The leave accumulated but not availed of will be allowed to be encashed at the end of the tenure.
- C. The Company will provide a car for use on Company's business and telephone at the residence of Shri Nandan S. Damani. He will be billed by the Company for personal long distance calls on telephone and use of car for personal purposes.
- D. The Managing Director will not be paid any sitting fees for attending the meetings of the Board of Directors or Committees thereof.

RESOLVED FURTHER THAT pursuant to the provisions of Sections 198 and 309(3) and other applicable provisions, if any, of the Companies Act, 1956, consent and approval be and is hereby accorded for the payment of commission upto 5% including salary and perquisites of the net profit of the Company computed in the

manner laid down in the section 349 of the Companies Act, 1956 to Shri Nandan S. Damani, Managing Director of the Company for the period from 1<sup>st</sup> April, 2007 to 31<sup>st</sup> March, 2008.

By Order of the Board of Directors

**R. L. Saboo**

Secretary

Mumbai, June 19, 2008

Registered Office:

30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk,  
Mumbai-400011.

### NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, TO VOTE INSTEAD OF HIMSELF, AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE VALID, SHOULD BE DULY COMPLETED, STAMPED AND SIGNED AND MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956, and forming part of the Notice is annexed hereto.
3. Members are requested to notify the change in address, if any, immediately to the Company quoting their folio numbers.
4. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday the 14th August, 2008 to Thursday, the 28th August, 2008, both days inclusive.
5. Payment of dividend, if approved, will be paid to the Members, whose names appear on the Register of Members of the Company as on 28th August, 2008.



**Details of the Directors seeking re-appointment in the forthcoming Annual General Meeting**

Name of Director	Shri S. K. Somany	Shri M. P. Jatia
Date of Birth	29.03.1931	01.01.1931
Date of Appointment	02.11.1991	29.12.1984
Qualification	B. Com.	—
Experience in Specific Functional Areas	Shri S. K. Somany has enriched himself with a business experience of over 5 decades and has a rich and vast all-round knowledge and experience in the business of Ceramic, Glass and Textiles Industry.	Shri M. P. Jatia has an overall experience of over 55 years in Business Administration and Corporate Finance and is a Director of many renowned Companies.
Directorship held in other Companies	<ol style="list-style-type: none"><li>1. Jamsbri Ranjitsinghji Spg. &amp; Wvg. Mills Co. Ltd.</li><li>2. The Nav Bharat Refrigeration and Industries Ltd.</li><li>3. Soma Textiles &amp; Industries Ltd.</li><li>4. Somany Evergreen Knits Ltd.</li><li>5. Shreelekha Global Finance Ltd.</li></ol>	<ol style="list-style-type: none"><li>1. Apollo Mumbai Hospital Ltd.</li><li>2. Aristo Realty Developers Ltd.</li><li>3. Chem-Mach Pvt. Ltd.</li><li>4. Pudumjee Investment &amp; Finance Co. Ltd.</li><li>5. Pudumjee Plant Laboratories Ltd.</li><li>6. Pudumjee Pulp &amp; Paper Mills Ltd.,</li><li>7. Rajendra Mechanical Industries Ltd.</li><li>8. Wires &amp; Fabriks (S. A.) Ltd.</li></ol>
Committee position held in other Companies		Pudumjee Pulp & Paper Mills Ltd. (Share Transfer Committee)

## **SIMPLEX REALTY LIMITED**

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### **EXPLANATORY STATEMENT UNDER SECTION 173 ( 2 ) OF THE COMPANIES ACT, 1956, AND FORMING PART OF THE NOTICE DATED JUNE 19, 2008**

#### **Item No.5**

M/s Bharat Bhuta & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company by the members of the Company at the Annual General Meeting held on 25<sup>th</sup> September, 2007. Shri Bharat Bhuta, Proprietor of M/s Bharat Bhuta & Co. expired on 2<sup>nd</sup> March, 2008. Your Directors at their Meeting held on 27<sup>th</sup> March, 2008 filled the causal vacancy caused by the demise of Shri Bharat Bhuta by appointing M/s Vijay Rungta & Co., Chartered Accountants as Statutory Auditors of the Company till this Annual General Meeting.

M/s Vijay Rungta & Co. retiring Auditors of the Company have informed the Company vide their letter dated 17<sup>th</sup> June, 2008 that they are not in a position to continue as the Statutory Auditors of the Company beyond this Annual General Meeting due to their prior professional commitments. Your Directors have considered the above letter. Your Directors recommend to appoint M/s Dayal & Lohia , Chartered Accountants, as Statutory Auditors of the Company and has received a letter from them expressing their willingness and eligibility to take up the Audit u/s 224 ( 1 B ) of the Companies Act, 1956, if appointed.

Under Section 224A of the Companies Act, 1956, it is necessary to pass a Special Resolution for the appointment of Statutory Auditors, M/s Dayal & Lohia , Chartered Accountants, as the shareholdings in the Company of the Public Financial Institutions and Nationalised Banks on the date of the Notice are in excess of 25% of the subscribed share capital of the Company.

None of the Directors is concerned or interested in the said Resolution.

The Directors commend the Special Resolution No. 5 of the accompanying Notice for your approval.

#### **Item No. 6**

Second provision to section 309(4) of the Companies Act, 1956, empowers the company to pay upto 1% of the net profit by way of commission to all the directors together, other than the Managing or Whole time Director. As the shareholders are aware, entire management of the company vests only in the Board of Directors. In view of greater involvement of the directors in the affairs of the company, it is desirable that they should be paid commission at the rate not exceeding 1% of the net profit of the company (including Sitting Fees). Remuneration Committee and the Board of Directors at their meeting held on 19<sup>th</sup> June, 2008 recommended to pay commission to Directors other than Managing or Whole time Director at the rate not exceeding 1% of the net profit of the Company.

All the Directors of the company except the Managing Director are interested in the resolution to the extent of the commission payable to them in accordance with the proposed resolution.

The Directors commend the Ordinary Resolution No. 6 of the accompanying Notice for your approval.

#### **Item No. 7**

At the meeting held on 19<sup>th</sup> June, 2008, Remuneration Committee recommended to the Board of Directors about modified terms of remuneration payable to Shri Nandan S. Damani, the Managing Director of the Company from 1<sup>st</sup> April, 2008 for his remaining tenure upto 28<sup>th</sup> June, 2011. The Board of Directors approved the modified terms of remuneration, as recommended by the Remuneration Committee.

The shareholders' approval authorising the Board of Directors to vary and/or alter the terms and conditions relating to the remuneration, perquisites and allowances of Shri Nandan S. Damani was earlier obtained at the Annual General Meeting held on 26<sup>th</sup> September, 2006.





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The Managing Director is entitled to get 5% commission as per sections 198 and 309 ( 3 ) of the Companies Act, 1956 of the net profit of the Company computed in the manner laid down under section 349 of the Companies Act, 1956. The Remuneration Committee has recommended to Board to give commission upto 5% of the net profit including salary and perquisites to Shri Nandan S. Damani for the period from 1<sup>st</sup> April, 2007 to 31<sup>st</sup> March, 2008. The Board has decided to give commission as per the recommendation of Remuneration Committee for the period from 1<sup>st</sup> April, 2007 to 31<sup>st</sup> March, 2008.

Except Shri Nandan S. Damani, Managing Director and Shri S. K. Somany, Director, none of the Directors are interested in the above modification of terms of remuneration and commission to Shri Nandan S. Damani as Managing Director.

Directors commend the Ordinary Resolution contained at item No. 7 of the accompanying Notice for your approval.

By Order of the Board of Directors

**R. L. Saboo**  
Secretary

Mumbai, June 19, 2008

Registered Office  
30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk,  
Mumbai - 400011.

## SIMPLEX REALTY LIMITED

### NINETY FIFTH REPORT OF THE BOARD OF DIRECTORS

To,  
The Members ,

The Directors present their Annual Report, together with the Audited Accounts for the year ended 31<sup>st</sup> March, 2008.

#### FINANCIAL RESULTS

	<b>Year ended 31.03.2008 Rs.</b>	Previous Year ended 31.03.2007 Rs.
Profit / (Loss) before Interest, Depreciation and Taxation	<b>28,36,64,715</b>	(1,43,55,454)
Less: Interest	<b>59,70,390</b>	62,54,315
Less: Depreciation	<b>7,33,446</b>	5,69,593
Net Profit / (Loss) before Tax & Prior Period Adjustments for the year	<b>27,69,60,879</b>	(2,11,79,362)
Prior Period Adjustments	<b>2,72,17,113</b>	-
Net Profit / (Loss) before Tax	<b>30,41,77,992</b>	(2,11,79,362)
Provision for Taxation (MAT/FBT)	<b>2,84,62,877</b>	2,84,096
MAT Credit Entitlement	<b>(2,67,05,060)</b>	-
Provision for Deferred Tax Liability / (Assets)	<b>6,51,90,690</b>	(1,27,58,984)
Net Profit / (Loss) for the year	<b>23,72,29,485</b>	(87,04,474)
Balance brought forward from Previous Year	<b>(6,35,69,564)</b>	(5,48,65,090)
Amount available for Appropriation	<b>17,36,59,921</b>	-
<b>Appropriations:</b>		
Proposed Dividend on Equity Shares	<b>3,73,92,275</b>	-
Tax on Dividend	<b>63,54,817</b>	-
Transfer to General Reserve	<b>10,00,00,000</b>	-
Balance Carried Forward	<b>2,99,12,829</b>	(6,35,69,564)

#### DIVIDEND

Keeping in mind the overall performance during the year and positive outlook of your Company, the Directors are pleased to recommend, for approval of the Members the payment of dividend at the rate of 25% and special dividend at the rate of 100% on equity shares of Rs. 10/- each on 29,91,382 Equity Shares of the Company for the year ended 31<sup>st</sup> March, 2008. The total equity dividend outgo for the financial year 2007-08, including dividend distribution tax would be Rs. 437.47 lacs.

#### OPERATIONS

The Board is happy to inform you that during the year we have recognized revenue for our project "Planet Godrej" tower 1 & 2 for which Occupation Certificate has been received and also possession has been given to the buyers. Work for remaining towers is in full swing and we are expecting to complete tower 3 & 4 and will be handed over by March, 2009 and tower 5 by December, 2009.



#### **FIXED DEPOSITS**

The Company has not accepted or renewed any fixed deposits during the year.

#### **DIRECTORS**

Shri S. K. Somany and Shri M. P. Jatia, Directors of the Company who retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

None of the Directors is disqualified under section 274 (1) (g) of the Companies Act, 1956.

#### **AUDITORS**

During the year, the Board has appointed M/s Vijay Rungta & Co., Chartered Accountants to fill up casual vacancy caused by sudden demise of Shri Bharat Bhuta, proprietor of M/s. Bharat Bhuta & Co., Chartered Accountants. M/s Vijay Rungta & Co., Chartered Accountants retire as Auditors of the Company at the forthcoming Annual General Meeting. Present Auditors M/s Vijay Rungta & Co. have informed the company that they do not wish to be re-appointed as Statutory Auditors of our Company for the year ended 31<sup>st</sup> March, 2009 due to their prior commitment for other assignments. Consequently, the Directors recommend the appointment of M/s Dayal & Lohia, Chartered Accountants as Statutory Auditors of your company and has received a letter from them expressing their willingness and eligibility to take up the Audit u/s 224(1B) of the Companies Act, 1956, if appointed.

#### **PARTICULARS OF EMPLOYEES:**

There was no employee in receipt of remuneration as prescribed under Section 217 (2A) of the Companies Act, 1956.

#### **CORPORATE GOVERNANCE:**

The guidelines regarding Corporate Governance are not applicable to the Company as the paid - up capital of the Company is below Rs. 3 crores.

#### **DIRECTOR'S RESPONSIBILITY:**

Pursuant to Section 217 (2AA) of the Companies Act,

1956, on the basis of information placed before them, the Directors state that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) appropriate accounting policies have been selected and applied consistently, and the judgments and estimates that have been made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2008 and of the profit of the Company for the said period;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis.

#### **ACKNOWLEDGEMENT**

Your Directors place on record their appreciation for the assistance and support extended by all government authorities, financial institutions, banks, consultants, solicitors and shareholders of the company. The directors express their appreciation for the dedicated and sincere services rendered by the employees of the company.

For and on behalf of the Board

Chairman & Mg. Director

Mumbai, June 19, 2008

Registered Office:  
30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk,  
Mumbai - 400011.

## SIMPLEX REALTY LIMITED

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### AUDITORS' REPORT TO THE MEMBERS OF SIMPLEX REALTY LIMITED.

- 1) We have audited the attached Balance Sheet of **Simplex Realty Limited** (the Company') as at March 31, 2008 and also the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date, annexed thereto (all together referred to as 'financial statements'). 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 ('the Act'), and on the basis of such check of the books and records, as we considered necessary and appropriate and according to the information and explanations given to us during the course of the audit, 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 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 Section 211(3C) of the Act;
  - e) On the basis of written representations received by the Company from its directors and taken on record by the Board of Directors, we report that none of the directors is disqualified as at March 31, 2008 from being appointed as a director in terms of clause (g) of subsection (1) of Section 274 of the Act;
  - f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements 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 affairs of the Company as at March 31, 2008;
    - 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 case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

**For Vijay Rungta & Co.**  
Chartered Accountants

**Ajay Rungta**  
Partner

Membership No.: F - 40333

Mumbai, June 19, 2008



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## ANNEXURE TO AUDITORS' REPORT

[Referred to in paragraph 3 of our report of even date to the members of Simplex Realty Limited on the financial statements for the year ended March 31, 2008]

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to information and explanations given to us, during the year, the management conducted physical verification of certain fixed assets in accordance with its policy of physical verification in a phased manner. In our opinion, such frequency is reasonable having regard to the size of the Company and the nature of its fixed assets. As explained to us, the discrepancies noticed on physical verification as compared to book records maintained, were not material and have been properly dealt with in the books of account.
- (c) The Company has not disposed of a substantial portion of fixed assets during the year under report; accordingly, there is no question of the going concern assumption being affected.
- (ii) (a) During the year under report, the Company did not hold any inventories other than its realty stock. According to the information and explanations given to us, the management conducted verification as to the title and the area of the land comprised in the inventories as at the balance sheet date.
- (b) In our opinion and according to the information and explanations given to us, the procedures followed by the management for physical verification of inventory of land, are reasonable and adequate in relation to the size of the Company and the nature of the business.
- (c) On the basis of our examination of the inventory records, and having regard to what is stated in (iii) (a) above, we are of the opinion that the Company has maintained proper records of inventory. No significant discrepancies were noticed as compared to the book records maintained.
- (iii) (a) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured and unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Consequently, the provisions of sub clauses (b), (c) and (d) of clause (iii) of paragraph 4 of the Order are not applicable.
- (b) In our opinion and according to the information and explanations given to us, the Company has availed unsecured loans from three companies listed in the register maintained under Section 301 of the Act. The aggregate of the maximum amount of the loans outstanding during the year, and the year-end balance (including accrued interest) of such loans was Rs.509.92 lacs and Rs.Nil respectively.
- (c) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which the loans are availed are prima facie, not prejudicial to the interest of the Company.
- (d) According to the information and explanations given to us, the loans availed by the Company referred to in paragraph (b) above, are repayable at call. Having regard to this explanation, and the fact that during the year the Company has made payments of interest and repayments of principal to the lender as and when called upon to do so, in our opinion, the Company is regular in the payment of principal and interest.
- (iv) In our opinion and according to information and explanations given to us, during the year under report, there were adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchase of fixed assets. Further, on the basis of our examination of books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of any continuing failure to correct major weaknesses in the internal control procedures.

## SIMPLEX REALTY LIMITED

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- v) (a) To the best of our knowledge and belief, and according to the information and explanations given to us, we are of the opinion that particulars of contracts or arrangements referred to in Section 301 of the Act that are required to be entered in the register maintained under that Section, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, during the year under report, there were no transactions of the nature referred to in paragraph v(a) above, exceeding the value of Rupees Five hundred thousand in respect of any party.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public, to which the directives issued by the Reserve Bank of India and the provisions of Sections 58A, 58AA or any other provisions of the Act or the rules framed there under, apply.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Act for any activities of the Company.
- (ix)(a) According to the information and explanations given to us, the Company was regular in depositing with the appropriate authorities, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Wealth-tax, Income tax, Service Tax, Sales Tax and other material statutory dues. As at the balance sheet date, the Company did not have arrears of such undisputed dues that remained unpaid for a period exceeding six months from the date on which they were payable.
- (b) In our opinion and according to the information and explanations given to us, as at the balance sheet date, there are no dues of the specified nature that remained to be deposited on account of pending disputes.
- (x) As at the balance sheet date, the Company has no accumulated losses and has not incurred cash loss during the financial year covered by our audit, but incurred cash loss in immediately preceding financial year.
- (xi) According to the information and explanations given to us, during the year under report, the Company has not committed default in repayment of dues to banks and financial institutions and also in respect of its debentures issued.
- (xii) In our opinion and according to the information and explanations given to us, during the year under report, the Company has not granted any loans or advances against security by way of pledge of shares and securities; accordingly, the provisions of clause (xii) of paragraph 4 of the Order are not applicable.
- (xiii) In our opinion, the Company is not a chit fund / nidhi/mutual benefit fund/society and accordingly, the provisions of clause (xiii) of paragraph 4 of the Order are not applicable.
- (xiv) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities and other investments, and accordingly the provisions of clause (xiv) of paragraph 4 of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, as at the balance sheet date, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, during the year the Company applied its term loans for the purposes for which they were obtained.
- (xvii) In our opinion and according to the information and explanations given to us, and on an overall



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examination of the balance sheet of the Company, we report that no funds raised on a short-term basis have been used for long-term investment.

- (xviii) According to the information and explanations given to us, during the year under report, the Company did not make any preferential allotment of shares to parties listed in the Register maintained under Section 301 of the Act.
- (xix) The Company has not issued any debentures during the year under report.
- (xx) During the year under report, the Company did not raise any money through a public issue; consequently, the provisions of clause (xx) of paragraph 4 of the Order are not applicable.

- (xxi) To the best of our knowledge and belief, and according to the information and explanations given to us, there have been no cases of fraud on or by the Company noticed or reported during the year under report.

**For Vijay Rungta & Co.**  
Chartered Accountants

**Ajay Rungta**  
Partner

Membership No.: F - 40333  
Mumbai, June 19, 2008

## SIMPLEX REALTY LIMITED

### BALANCE SHEET AS AT 31ST MARCH, 2008

I SOURCES OF FUNDS	Schedule	31.3.2008		31.3.2007	
	No.	Rs.	Rs.	Rs.	Rs.
<b>SHAREHOLDERS' FUNDS</b>					
Share Capital	(1)	2,99,36,870		2,99,36,870	
Application Money for Warrants		60,71,263		-	
Reserves and Surplus	(2)	14,42,36,733		1,43,23,904	
			<b>18,02,44,866</b>		4,42,60,774
<b>LOAN FUNDS</b>					
Secured Loans	(3)	43,494		6,59,822	
Unsecured Loans	(4)	-		42,95,86,158	
			<b>43,494</b>		43,02,45,980
<b>TOTAL</b>			<b>18,02,88,360</b>		<b>47,45,06,754</b>
<b>II APPLICATION OF FUNDS</b>					
<b>FIXED ASSETS</b>					
Gross Block	(5)	1,36,54,807		1,47,07,583	
Less : Depreciation		88,16,298		84,56,630	
			<b>48,38,509</b>		62,50,953
<b>INVESTMENTS</b>	(6)		<b>4,09,61,248</b>		3,03,57,931
<b>DEFERRED TAX ASSETS (Net)</b>			<b>2,58,77,871</b>		9,10,68,561
(Refer note 11 of schedule 15)					
<b>CURRENT ASSETS,</b>					
<b>LOANS AND ADVANCES</b>					
Inventories	(7)	17,08,96,456		31,72,17,409	
Cash and Bank Balances	(8)	8,52,69,867		2,09,961	
Loans and Advances	(9)	59,52,33,610		16,03,72,578	
		<b>85,13,99,933</b>		<b>47,77,99,948</b>	
Less: <b>CURRENT LIABILITIES AND PROVISIONS</b>					
Current Liabilities	(10)	66,67,59,517		30,27,72,519	
Provisions		7,60,29,684		30,34,591	
			<b>10,86,10,732</b>		17,19,92,838
<b>MISCELLANEOUS EXPENDITURE</b>	(11)		-		11,12,66,907
(To the extent not written off or adjusted)					
<b>PROFIT AND LOSS ACCOUNT</b>			-		6,35,69,564
<b>TOTAL</b>			<b>18,02,88,360</b>		<b>47,45,06,754</b>
<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS (15)</b>					

As per our report of even date attached

For **Vijay Rungta & Co.**

Chartered Accountants

**Ajay Rungta**

Partner

Membership No. F - 40333

Mumbai, June 19, 2008

**R. L. Saboo**

Secretary

For and on behalf of the Board

**Nandan S. Damani** - Chairman & Managing Director

**S. K. Somany** - Director

Mumbai, June 19, 2008





## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2008

	Schedule No.	2007-08 Rs.	2006-07 Rs.
<b>INCOME</b>			
Revenue arising from Developable Land		56,64,82,068	-
Other Income	(12)	6,07,53,526	25,99,182
Surplus on conversion of Land into Stock in Trade		14,05,11,057	-
		<u>76,77,46,651</u>	<u>25,99,182</u>
<b>EXPENDITURE</b>			
Operating Expenses	(13)	48,40,81,936	1,69,54,636
Depreciation		7,33,446	5,69,593
Interest	(14)	59,70,390	62,54,315
		<u>49,07,85,772</u>	<u>2,37,78,544,</u>
<b>Profit/ (Loss) before Tax &amp; Prior Period Adjustments</b>		<b>27,69,60,879</b>	<b>(2,11,79,362)</b>
Prior Period Adjustments		2,72,17,113	-
<b>Profit/ (Loss) before Tax</b>		<b>30,41,77,992</b>	<b>(2,11,79,362)</b>
Current Tax (MAT)		2,81,42,877	-
MAT Credit Entitlement		(2,67,05,060)	-
Fringe Benefit Tax		3,20,000	2,84,096
Deferred Tax Liability/(Assets)		6,51,90,690	(1,27,58,984)
<b>Net Profit/ (Loss) for the year</b>		<b>23,72,29,485</b>	<b>(87,04,474)</b>
Balance brought forward		(6,35,69,564)	(5,48,65,090)
<b>NET PROFIT AVAILABLE FOR APPROPRIATION</b>		<b>17,36,59,921</b>	<b>(6,35,69,564)</b>
Proposed Dividend		3,73,92,275	-
Tax on Proposed Dividend		63,54,817	-
Transfer to General Reserve		10,00,00,000	-
<b>Balance carried to Balance Sheet</b>		<b>2,99,12,829</b>	<b>(6,35,69,564)</b>
Basic and diluted earnings per share of Rs.10 each		79.30	(2.91)

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS (15)

As per our report of even date attached hereto  
For **Vijay Rungta & Co.**

Chartered Accountants

**Ajay Rungta**  
Partner

Membership No. F - 40333  
Mumbai, June 19, 2008

**R. L. Saboo**  
Secretary

For and on behalf of the Board

**Nandan S. Damani** - Chairman & Managing Director  
**S. K. Somany** - Director

Mumbai, June 19, 2008

## SIMPLEX REALTY LIMITED

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2008

	2007- 08	2006 - 07
	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
<b>NET PROFIT / (LOSS) BEFORE TAX</b>	<b>30,41,77,992</b>	<b>(2,11,79,362)</b>
Adjustments for :		
Depreciation	7,33,446	5,69,593
Diminution in value of Investments	25,45,740	32,143
Interest Expense	59,70,390	62,54,315
Dividend Income	(6,80,856)	(37,072)
Interest Income	(5,72,79,392)	(1,14,831)
Prior Period Interest Income	(2,72,17,113)	-
Loss/(Profit) on sale of Fixed Assets(net)	2,99,315	-
Sundry Balances Written Off	-	59,960
Loss on Sale of Investments	11,495	-
	<u>(7,56,16,975)</u>	<u>67,64,108</u>
<b>OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES</b>	<b>22,85,61,017</b>	<b>(1,44,15,254)</b>
(Increase)/ decrease in working capital : (outflow) / inflow		
Trade and other Receivables	(37,03,56,008)	(11,93,36,237)
Inventories	25,76,03,852	2,55,95,849
Trade and other Payables	36,70,45,806	16,05,58,360
	<u>25,42,93,650</u>	<u>6,68,17,972</u>
<b>CASH GENERATED FROM OPERATIONS</b>	<b>48,28,54,667</b>	<b>5,24,02,718</b>
Direct Taxes (Paid)/ Received	(2,62,77,864)	(67,58,333)
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>	<b>(A) <u>45,65,76,803</u></b>	<b><u>4,56,44,385</u></b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of Fixed Assets/Capital Advances paid	(1,87,415)	(8,81,014)
Purchase of Investments	(1,31,60,552)	(55,000)
Sale of Fixed Assets	5,51,106	-
Dividend Received	6,80,856	37,072
Interest Received	7,29,74,406	1,14,831
Application Money for Warrants	60,71,263	-
<b>NET CASH GENERATED FROM/ (USED IN) INVESTING ACTIVITIES</b>	<b>(B) <u>6,69,29,664</u></b>	<b><u>(7,84,111)</u></b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Net change in Borrowings (outflow) / inflow	(42,91,16,328)	(4,88,74,101)
Interest paid	(93,30,233)	(60,85,913)
<b>NET CASH (USED IN) FINANCING ACTIVITIES</b>	<b>(C) <u>(43,84,46,561)</u></b>	<b><u>(549,60,014)</u></b>



	2007- 08 Rs.	2006 - 07 Rs.
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C) 8,50,59,906</b>	<b>(1,00,99,740)</b>
<b>CASH AND CASH EQUIVALENTS - AT START OF THE YEAR</b>	<b>2,09,961</b>	<b>1,03,09,701</b>
<b>CASH AND CASH EQUIVALENTS - AT END OF THE YEAR</b>	<b>8,52,69,867</b>	<b>2,09,961</b>
<b>Cash and cash equivalents comprise of :</b>	<b>As on 31.03.08</b>	<b>As on 31.03.07</b>
Cash on hand	<b>2,44,043</b>	<b>1,26,549</b>
Balances with Scheduled Banks :		
- in Current Accounts	<b>30,25,824</b>	<b>83,412</b>
- in Term Deposits	<b>8,20,00,000</b>	<b>-</b>
	<b><u>8,52,69,867</u></b>	<b><u>2,09,961</u></b>

NOTES TO THE ACCOUNTS - SCHEDULE 15

As per our report of even date attached

For **Vijay Rungta & Co.**

Chartered Accountants

**Ajay Rungta**

Partner

Membership No. F - 40333

Mumbai, June 19, 2008

**R. L. Saboo**

Secretary

For and on behalf of the Board

**Nandan S. Damani** - Chairman & Managing Director

**S. K. Somany** - Director

Mumbai, June 19, 2008

## SIMPLEX REALTY LIMITED

### SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 1	31.3.2008	31.3.2007
SHARE CAPITAL	Rs.	Rs.
<b>AUTHORISED :</b>		
1,00,00,000 Equity Shares of Rs. 10/- each	<u>10,00,00,000</u>	<u>10,00,00,000</u>
<b>ISSUED, SUBSCRIBED AND PAID UP:</b>		
29,91,382 Equity Shares of Rs. 10/- each fully paid up (of which 360 shares remain to be exchanged for fractional Certificates.)	2,99,13,820	2,99,13,820
Add: Shares Forfeited Account	<u>23,050</u>	<u>23,050</u>
	<u>2,99,36,870</u>	<u>2,99,36,870</u>
Of the above shares :		
(a) 1,00,000 Shares were allotted as fully paid up pursuant to a contract without payment being received in cash and		
(b) 17,71,840 Shares were allotted as fully paid up Bonus Shares by Capitalisation of Reserves		

SCHEDULE 2	31.3.2008	31.3.2007
RESERVES AND SURPLUS	Rs.	Rs.
SECURITIES PREMIUM ACCOUNT	1,43,23,904	1,43,23,904
GENERAL RESERVE		
As per last Balance Sheet	-	-
Add: Transferred from Profit & Loss Account	<u>10,00,00,000</u>	-
PROFIT AND LOSS ACCOUNT	<u>2,99,12,829</u>	-
	<u>14,42,36,733</u>	<u>1,43,23,904</u>



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**SCHEDULES FORMING PART OF THE BALANCE SHEET**

	31.3.2008	31.3.2007
	Rs.	Rs.
<b>SCHEDULE 3</b>		
<b>SECURED LOANS</b>		
Vehicle Loans	43,494	6,59,822
Secured by hypothecation of vehicles. [Repayable within one year Rs. 0.43 lacs (Previous Year Rs. 6.16 lacs)]		
	<u>43,494</u>	<u>6,59,822</u>

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	31.3.2008	31.3.2007
	Rs.	Rs.
<b>SCHEDULE 4</b>		
<b>UNSECURED LOANS</b>		
(a) Short Term Loans from others	-	4,56,00,000
Interest accrued but not due on above	-	10,86,158
(b) Term Loan (Against a guarantee of a body corporate)	-	35,45,00,000
(c) 5% Non-Convertible Debentures (placed with bodies corporate)	-	2,84,00,000
	<u>-</u>	<u>42,95,86,158</u>

# SIMPLEX REALTY LIMITED

## SCHEDULE FORMING PART OF THE BALANCE SHEET SCHEDULE 5 FIXED ASSETS

	GROSS BLOCK						DEPRECIATION				NET BLOCK	
	As at 1st April 2007	Additions during the year	Deductions during the year	As at 31st March 2008	Upto 31st March 2007	Provided during the year	On Deductions	Upto 31st March 2008	As at 31st March 2008	As at 31st March 2007		
Freehold Land (at cost)	1,61,452	-	15,991	1,45,461	-	-	-	-	1,45,461	1,61,452		
Buildings	42,89,098	-	-	42,89,098	22,81,139	81,524	-	23,62,663	19,26,435	20,07,959		
Plant and Machinery including computers	17,35,005	-	-	17,35,005	15,55,165	1,29,875	-	16,85,040	49,965	1,79,840		
Electrical Installations	17,76,496	-	-	17,76,496	17,33,420	11,958	-	17,45,378	31,118	43,076		
Furniture and Office Equipments	31,43,436	45,427	55,500	31,33,363	20,79,094	1,62,879	53,411	21,88,562	9,44,801	10,64,342		
Vehicles	34,87,397	-	11,68,700	23,18,697	7,95,778	3,14,922	3,20,367	7,90,333	15,28,364	26,91,619		
Computer & Accessories	1,14,699	1,41,988	-	2,56,687	12,034	32,288	-	44,322	2,12,365	1,02,665		
	<b>1,47,07,583</b>	<b>1,87,415</b>	<b>12,40,191</b>	<b>1,36,54,807</b>	<b>84,56,630</b>	<b>7,33,446</b>	<b>3,73,778</b>	<b>88,16,298</b>	<b>48,38,509</b>	<b>62,50,953</b>		
Previous Year	1,38,26,569	8,81,014	-	1,47,07,583	78,87,037	5,69,593	-	84,56,630	62,50,953	59,39,532		

**NOTES :**

1. The Company holds leasehold land at Mumbai whose lease has expired on 22nd April, 1983. The Company is pursuing the matter with the Collector of Mumbai for renewal of the lease. (Refer note 4 of Schedule 15)
2. Includes vehicles taken on Hire purchase amounting to Rs. 15,84,583/- (Previous Year Rs. 15,84,583/-)
3. Deduction in the Gross Block of Land represents conversion of Land into Stock in trade.



## SCHEDULE FORMING PART OF THE BALANCE SHEET

SCHEDULE 6	31.03.2008				31.03.2007	
	Face Value Rupees	Holdings	Book Value Rupees Rupees		Holdings	Book Value Rupees Rupees
<b>INVESTMENTS - AT COST</b>						
<b>Long Term Investments</b>						
<b>In Shares of Companies :</b>						
<b>Non Trade Investments :</b>						
<b>Quoted Equity Shares - Fully Paid</b>						
(a) Peninsula Land Ltd.	2(10)	10,750	5,61,097		2,150	5,61,097
(b) Prime Textiles Ltd.	2	2,500	36,180		2,500	36,180
(c) APS Star Industries Ltd.	10	320	6,925		320	6,925
(d) HDFC Ltd.	10	280	4,483		280	4,483
(e) Nicholas Piramal India Ltd.	2	2,763	2,85,743		2,763	2,85,743
(f) Hindustan Unilever Ltd.	1	360	2,38,835		360	2,38,835
(g) G P Electronics Ltd.	10	750	68,450		750	68,450
(h) Gujarat Glass Ltd.*	10	125	-		125	-
(i) Morarjee Textiles Ltd.	10	2,109	55,000		2,109	55,000
(j) Piramal Life Science Ltd.**	10	276	-		-	-
			<b>12,56,713</b>			<b>12,56,713</b>
<b>Unquoted Equity Shares - Fully Paid :</b>						
Simplex Mills Company Ltd.	10	14,70,000	1,46,10,800		14,70,000	1,46,10,800
Simplex Papers Ltd.	10	14,71,000	1,47,25,431		14,71,000	1,47,25,431
Mafatlal Engineering Industries Ltd.	100	46	3,904		46	3,904
Universal Conveyor Beltings Ltd.	10	27,500	2,75,000		27,500	2,75,000
			<b>2,96,15,135</b>			<b>2,96,15,135</b>
<b>Unquoted Preference Shares - Fully Paid :</b>						
Nicholas Piramal India Ltd.	10	-	-		2,580	-
<b>Current Investments In Mutual Funds</b>						
DSP Meryll Lynch T.I.G.E.R Fund	10	83,618	25,00,000		-	-
JM BASIC Dividend Plan	10	96,906	25,00,000		-	-
Reliance Growth Fund	10	41,909	27,39,570		-	-
RNRL Growth Fund	10	2,44,499	25,00,000		-	-
<b>Others</b>						
Motilal Oswal Trillion Dollar Scheme			29,09,487		-	-
			<b>1,31,49,057</b>			<b>-</b>
			<b>4,40,20,905</b>			<b>3,08,71,848</b>
Less : Provision for diminution in value of Investments			<b>30,59,657</b>			<b>5,13,917</b>
			<b>4,09,61,248</b>			<b>3,03,57,931</b>
<b>As at 31.03.08</b>						
			<b>Cost</b>	<b>Market Value</b>		<b>As at 31.03.07</b>
			<b>Rs.</b>	<b>Rs.</b>		<b>Cost</b>
						<b>Rs.</b>
Aggregate Value of quoted Investments			<b>12,56,713</b>	<b>27,88,978</b>		12,56,713
Aggregate Value of unquoted Investments			<b>4,27,64,192</b>	<b>-</b>		2,96,15,135
			<b>4,40,20,905</b>	<b>27,88,978</b>		<b>3,08,71,848</b>
						<b>21,36,415</b>

\* In the scheme of arrangement involving Amalgamation of Kojam Fininvest Ltd. with Gujarat Glass Ltd., received shares of Gujarat Glass Ltd. in the ratio of 1:1.

\*\* In the scheme of demerger of Nicholas Piramal India Ltd., received shares of Piramal Life Science Ltd. in the ratio of 10:1.

## SIMPLEX REALTY LIMITED

### SCHEDULES FORMING PART OF THE BALANCE SHEET

	31.3.2008	31.3.2007
	Rs.	Rs.
<b>SCHEDULE 7</b>		
<b>INVENTORIES</b>		
Realty Stock - at conversion cost or fair market value whichever is lower	-	18,81,25,000
Property Development Account	<u>17,08,96,456</u>	<u>12,90,92,409</u>
	<u>17,08,96,456</u>	<u>31,72,17,409</u>

	31.3.2008	31.3.2007
	Rs.	Rs.
<b>SCHEDULE 8</b>		
<b>CASH AND BANK BALANCES</b>		
Cash on hand	2,44,043	1,26,549
With Scheduled Banks		
- in Current Accounts	30,25,824	83,412
- in Term Deposits	<u>8,20,00,000</u>	-
	<u>8,52,69,867</u>	<u>2,09,961</u>

	31.3.2008	31.3.2007
	Rs.	Rs.
<b>SCHEDULE 9</b>		
<b>LOANS AND ADVANCES</b>		
<b>(Unsecured, considered good)</b>		
Advance payment of Income - Tax/Fringe Benefit Tax and Tax deducted at source	3,49,56,428	86,78,564
Advance Recoverable in cash or in kind or for value to be received	25,89,10,848	15,03,71,315
Inter Corporate Deposits	30,00,00,000	-
Deposits	<u>13,66,334</u>	<u>13,22,699</u>
	<u>59,52,33,610</u>	<u>16,03,72,578</u>





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**SCHEDULES FORMING PART OF THE BALANCE SHEET**

<b>SCHEDULE 10</b>	<b>31.3.2008</b>		<b>31.3.2007</b>	
	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
<b>CURRENT LIABILITIES AND PROVISIONS</b>				
<b>A. Current Liabilities</b>				
Sundry Creditors (Refer note 3 of Schedule 15)	<b>94,725</b>		1,65,785	
Other Liabilities	<b>66,66,64,792</b>		30,03,33,049	
Interest accrued but not due	<b>-</b>		<u>22,73,685</u>	
		<b>66,67,59,517</b>		30,27,72,519
<b>B. Provisions</b>				
Provision for Gratuity	<b>22,29,857</b>		16,60,514	
Provision for Leave Benefits	<b>6,92,211</b>		4,76,430	
Provision for Current Tax	<b>2,83,10,259</b>		1,67,382	
Provision for Fringe Benefit Tax	<b>10,50,265</b>		7,30,265	
Proposed Dividend	<b>3,73,92,275</b>		-	
Tax on Proposed Dividend	<b>63,54,817</b>		-	
		<b>7,60,29,684</b>		30,34,591
		<u><b>74,27,89,201</b></u>		<u>30,58,07,110</u>

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<b>SCHEDULE 11</b>	<b>31.3.2008</b>		<b>31.3.2007</b>	
	<b>Rs</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
<b>MISCELLANEOUS EXPENDITURE</b> (to the extent not written off or adjusted)				
<b>Expenses on Voluntary Retirement Scheme</b>				
As per last Balance Sheet	<b>11,12,66,907</b>		12,87,94,008	
Less: Amortised / Transferred during the year	<b>11,12,66,907</b>		<u>1,75,27,101</u>	
		<b>-</b>		11,12,66,907
		<u><b>-</b></u>		<u>11,12,66,907</u>

## SIMPLEX REALTY LIMITED

### SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE 12	2007 - 2008 Rs.	2006 - 2007 Rs.
<b>OTHER INCOME</b>		
Dividend	6,80,856	37,072
Interest Income (Tax deducted at source on Interest Received-Rs.129.45 lacs) previous year Rs. 0.20 lacs)	5,72,79,392	1,14,831
Insurance Claim	-	12,688
Building Rent	23,90,556	23,99,556
Miscellaneous Income	4,02,722	35,035
	<u>6,07,53,526</u>	<u>25,99,182</u>
<b>SCHEDULE 13</b>	<b>Rs.</b>	<b>Rs.</b>
<b>OPERATING EXPENSES</b>		
<b>1. Cost of Development :</b>		
Cost of Developable Land	32,86,52,048	-
Development Cost	11,14,65,538	-
Development Management Fees	2,40,00,000	-
<b>2. Personnel Costs:</b>		
Salaries,Wages,Bonus and Ex-gratia	50,47,906	42,49,740
Gratuity	5,98,974	1,15,399
Leave Benefit	3,21,070	91,639
Contribution to Provident and other Funds	4,33,634	5,46,875
Welfare Expenses	6,87,442	6,72,997
Retainership Fees	16,73,850	16,49,512
	<u>87,62,876</u>	<u>73,26,162</u>
<b>3. Other Expenses :</b>		
Electricity	4,45,301	6,85,672
Repairs to Buildings	91,852	14,35,882
Machinery and Others	4,25,073	3,80,342
Insurance	66,095	1,06,557
Rent	25,003	24,089
Rates and Taxes	1,62,174	68,377
Travelling and Conveyance Expenses [inclusive of Rs.19.53 lacs for Directors (Previous year Rs.12.85 lacs) ]	27,68,834	21,14,625
Legal and Professional Fees	6,26,452	2,31,796
Printing,Stationery & Communication Expenses	6,88,924	13,69,937
Bank Charges	39,122	48,204
Loss on Sale of Fixed Assets (Net)	2,99,315	-
Vehicles Expenses	12,19,707	13,28,490
Sundry Expenses	13,01,889	10,88,930
Provision for Diminution in Value of Investments	25,45,740	32,143
	<u>1,07,05,481</u>	<u>89,15,044</u>
<b>4. Payments to Auditors :</b>		
Audit Fees	1,00,000	1,00,000
Tax Audit	25,000	25,000
In Other Capacity	1,65,000	4,16,682
Reimbursement of Expenses & Service Tax	35,993	71,748
	<u>3,25,993</u>	<u>6,13,430</u>
<b>5. Directors' Sitting Fees</b>	<b>1,70,000</b>	<b>1,00,000</b>
	<u>48,40,81,936</u>	<u>1,69,54,636</u>



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## SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE 14	2007 - 2008 Rs.	2006 - 2007 Rs.
<b>INTEREST</b>		
On Debentures and Fixed Loans	8,32,550	14,20,000
On Other Loans	51,37,840	48,34,315
	<u>59,70,390</u>	<u>62,54,315</u>

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### SCHEDULE 15

#### 1. Significant Accounting Policies:

The accounts have been prepared in line with the relevant laws and generally accepted accounting principles prevailing in India.

##### a) System of Accounting

The Company adopts the accrual basis in the preparation of the accounts except insurance claims and sales tax refunds.

##### (b) Fixed Assets:

All fixed assets (including assets taken on hire purchase) are carried at cost. The cost of fixed assets includes expenses incidental to acquisition. Interest on specific borrowings, obtained for the purposes of acquiring fixed assets is capitalized upto the date of commissioning of the assets.

##### (c) Capital Work-in-progress:

Capital Work -in- progress is carried at cost. Cost comprises direct costs, related incidental expenses and interest on borrowings.

##### (d) Investments:

Long Term investments are carried at cost less provision for permanent diminution in value of such investments (if any). Current investments are valued at cost or fair market value whichever is lower.

##### (e) Inventories:

Realty stock is valued at lower of conversion cost or fair market value.

##### (f) Revenue Recognition:

In respect of realty development activities, revenue is recognized on transfer of all significant risks and rewards of ownership to buyers and when the Company retains no effective control over the real estate.

##### (g) Borrowing Costs:

Borrowing costs attributable to the acquisition, construction or production of qualifying assets are considered as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

## SIMPLEX REALTY LIMITED

### SCHEDULE 15 (Contd.)

**(h) Depreciation:**

Depreciation has been provided on all fixed assets (excluding land, furniture, fixtures and equipments) on straight-line method and on Furniture, Fixtures and Equipments on the written down value basis, at rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

**(i) Miscellaneous Expenditure (to the extent not written off or adjusted):**

Voluntary Retirement Compensation & Gratuity paid to facilitate realty development is treated as property development cost, and has been recognized in the Profit and Loss account as part of realty development costs.

**(j) Retirement Benefits:**

The liability on account of gratuity and leave encashment is based on actuarial valuation. The Company's contribution to provident fund, family pension fund and superannuation fund are charged to Profit and Loss account as incurred.

**(k) Deferred Taxation:**

Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date. Deferred tax assets are recognized only to the extent there is a reasonable certainty of realization, except in case of unabsorbed depreciation and business loss in respect of which, deferred tax asset is recognized only if the Company is virtually certain of having sufficient future taxable income against which the loss/depreciation can be set off.

**(l) Impairment of Assets:**

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

## 2. NOTES TO ACCOUNTS

1. Contingent liabilities not provided for:

Claims against the Company not acknowledged as debts Rs. 2.72 Lacs (Previous Year Rs. 5.74 Lacs)

2. Managerial Remuneration paid to Directors

(a) Payments to and provisions for Employees (under Schedule 13 - Operating Expenses) includes remuneration paid to Chairman & Managing Director and Whole Time Director:

	2007 - 2008	2006 - 2007
	Rs.	Rs.
(i) Salary and Allowances	14,40,000	17,91,183
(ii) Company's Contribution to Provident and Other Funds	2,43,000	3,27,829
(iii) Estimated Value of perquisites	90,000	2,03,274



## SCHEDULE 15 (Contd.)

(b) Remuneration u/s 198 in accordance with Net Profit u/s Section 349 of the Companies Act, 1956:

	Rs.	2007- 08 Rs.
<b>Profit Before Taxation as per Profit and Loss Account</b>		30,41,77,992
Add: Managerial Remuneration	17,73,000	
Provision for Diminution in Value of Investments	25,45,740	
Loss on Sale of Fixed Assets (net)	2,99,315	
Loss on Sale of Investments (net)	<u>11,495</u>	<u>46,29,550</u>
		30,88,07,542
Less: Surplus on Conversion of Land into stock in trade		<u>14,05,11,057</u>
<b>Net Profit in terms of section 349 of the Companies Act</b>		<u>16,82,96,485</u>
Maximum Permissible Managerial Remuneration restricted to 5% as per Section 349 of the Companies Act.		84,14,824

- The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the yearend together with interest paid/ payable as required under the said Act have not been given.
- As indicated in Note 1 under Schedule 5 - Fixed Assets, the lease of the land at Mumbai has expired and it is yet to be renewed by the Collector of Mumbai. Pending renewal of the lease, the previously agreed lease rent continues to be paid by the Company on the basis of the expired lease agreement. The demands previously raised by the Collector of Mumbai ('the Collector') have been set aside by the Honorable High Court of Bombay, and the Court has directed the Collector to re-assess the lease rent. As of balance sheet date, no revised demand is received. As management does not expect any significant liability on this account, no provision is considered necessary.
- During the year, the Company has allotted 2,99,077 warrants on 5<sup>th</sup> June, 2007 to the promoters under Chapter XIII of Securities and Exchange Board of India (Disclosure and Investor Protection) Guidelines, 2000 on the terms and conditions approved by the members at the Extra- Ordinary General Meeting held on 5<sup>th</sup> May, 2007. The company has received an advance of 10 percent for the issued warrants. The warrant holder has an option to convert these warrants into equal number of equity shares of face value of Rs. 10 each at a price of Rs. 203/- per equity share (including share premium of Rs. 193/- per equity share) at any time within 18 months of allotment.
- During the year, pursuant to a decision of the Board of Directors, 6,072 m<sup>2</sup> of freehold land of the company held as 'fixed assets' was converted into stock in trade at the fair market value determined and certified by a Government approved valuer. Consequent to conversion at fair value, the Company has recognized a gain of Rs.1,405.11 lacs during the current year being the excess of fair value over the cost of land.
- During the year, the Company has recognized revenue to the extent of area for which all significant risks and rewards have been transferred to the buyers. The share of net revenue has been recognized as income from operation and proportionate cost of land and other related costs have been charged to the Profit & Loss Account.

## SIMPLEX REALTY LIMITED

### SCHEDULE 15 (Contd.)

8. During the year, the unamortized amount of Voluntary Retirement Expenses has been transferred to Property Development Account. The company has charged proportionate amount of property development account to Profit and Loss account during the year.

9. During the year, the Company has exercised its call option for repayment of outstanding principal amount of the Non Convertible Debentures and paid the outstanding amount along with interest accrued upto the date on which it exercised the call option

#### 10. Retirement Benefits

The Gratuity Scheme and Leave Encashment Scheme are the unfunded defined benefit plan. There are no plan assets attributable to the obligation. The Superannuation Scheme is a defined contribution plan with LIC and accordingly the contribution for the year has been recognized as expenses in the Profit & Loss account.

##### a) Gratuity

###### Actuarial Assumptions

Discount Rate	8.00%
Salary Escalation Rate	10.00%
Attrition Rate	0.50%

###### Changes in value of obligations

	Rs. (In Lacs)
Liability at the beginning of the year	16.60
Interest Cost	1.25
Current Service Cost	0.88
Benefits Paid	-
Actuarial (Gain)/Loss on Obligations	3.57
Liability at the end of the year	22.30

###### Expenses recognized in the Profit & Loss account

Current Service cost	0.88
Interest Cost	1.25
Net Actuarial (Gain)/Loss recognized	3.57
Expenses recognized in Profit & Loss account	5.70

##### b) Leave Encashment

###### Actuarial Assumptions

Discount Rate	8.00%
Salary Escalation Rate	10.00%
Attrition Rate	0.50%

###### Changes in value of obligations

	Rs. (In Lacs)
Liability at the beginning of the year	4.76
Interest Cost	0.36
Current Service Cost	2.64
Benefits Paid	-



## SCHEDULE 15 (Contd.)

Actuarial (Gain)/Loss on Obligations	(0.84)
Liability at the end of the year	6.92

### Expenses recognized in the Profit & Loss account

Current Service cost	2.64
Interest Cost	0.36
Net Actuarial (Gain)/Loss recognized	(0.84)
Expenses recognized in Profit & Loss account	2.16

### 11. Break-up of deferred tax assets/(liability): (Rs. in Lacs)

	<b>31-03-2008</b>	31-03-2007
	<b>Deferred Tax Assets</b>	Deferred Tax Assets/
	<b>(Liability)</b>	(Liability)
1 Unabsorbed Depreciation	-	416.75
2 Carry forward Business Losses	<b>268.96</b>	729.91
3 Difference between books and tax depreciation	<b>13.08</b>	7.61
4 Provision for Gratuity	<b>7.58</b>	5.59
5 Provision for Leave Encashment	<b>2.35</b>	1.60
6 Long Term Capital Gains on conversion of land into stock- in- trade	-	(196.01)
7 Deferred Gratuity	<b>(33.19)</b>	(54.77)
<b>Deferred Tax Assets (net)</b>	<b><u>258.78</u></b>	<u>910.68</u>

Deferred tax assets in respect of the unabsorbed depreciation and brought forward business loss has been recognized, since in view of the management, the taxable profits resulting from the property development activity would be sufficient to fully absorb these losses.

### 12. Earnings Per Share:

	<b>2007 - 2008</b>	2006 - 2007
(a) Numerator used for calculating basic and diluted earnings per share - Profit/(Loss) after taxation - Rs.	<b>237,229,485</b>	(8,704,474)
(b) Weighted average number of shares outstanding during the year	<b>2,991,382</b>	2,991,382
(c) Nominal value of shares - Rs.	<b>10/-</b>	10/
(d) Basic / Diluted Earnings per share - Rs.	<b>79.30</b>	(2.91)

13. The Company's main business activity constitutes developing real estate, which is the only sole business activity.

## SIMPLEX REALTY LIMITED

### SCHEDULE 15 (Contd.)

#### 14. Related Party Disclosure (As identified by the management)

##### (i) Related Party Relationship during the year

(a) Associates	Simplex Papers Ltd. Simplex Mills Company Ltd.
(b) Key Management Personnel	Mr. Nandan S. Damani - Managing Director
(c) Relative of Key Management Personnel	Mr. S.K.Somany
(d) Where persons mentioned in (b) or (c) exercise significant influence	Lucky Vyapaar & Holdings Pvt. Ltd. The Navbharat Refrigeration & Industries Ltd. Shreelekha Global Finance Ltd.

##### (ii) Transactions with Related Parties

(Rs. in Lacs)

Type of Related Party	Description of the nature of the Transactions	Volume of Transactions during 2007-08	Volume of Transactions during 2006-07	As on 31.03.08 Receivable/ (Payable)	As on 31.03.07 Receivable/ (Payable)	
(a) Associates Simplex Papers Ltd	Advances Recoverable / (Payable)	823.60	229.07	1,322.91	499.31	
	Redemption of Non-Convertible Debentures	142.00	-			
	Interest on NCD	4.16	7.10			
	Simplex Mills Co. Ltd.	Advances Recoverable / (Payable)	(35.55)	25.91	(38.58)	(3.03)
		Redemption of Non-Convertible Debentures	142.00			
		Interest on NCD	4.16	7.10		
(b) Key Management Personnel	Managerial Remuneration	17.73	23.22	-	-	
(c) Relative of Key Management Personnel	Directors Sitting Fees	0.40	0.20	-	-	
(d) Where persons mentioned in (b) or (c) exercise significant influence	a) Interest Paid					
	Lucky Vyapaar & Holdings Pvt. Ltd	21.21	22.60	-	-	
	The Navbharat Refrigeration & Industries Ltd	20.39	19.35			
	Shreelekha Global Finance Ltd	8.90	7.13			
	b) Building Rent Received					
	Inter Corporate Deposits	(466.86)	116.33	-	(466.86)	





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**SCHEDULE 15 (Contd.)**

15. Additional information pursuant to the provisions of paragraphs 3 & 4 of part II of schedule VI to the Companies Act, 1956 as certified by the Management.

	<b>2007 - 08</b>	2006 - 07
	<b>Rs.</b>	Rs.
Expenditure in Foreign Currency :		
Travelling	<b>1,77,835</b>	4,34,399

16. Previous year's figures have been regrouped wherever necessary to conform to the current year's presentation.

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As per our report of even date attached

For **Vijay Rungta & Co.**

Chartered Accountants

**Ajay Rungta**

Partner

Membership No. F - 40333

Mumbai, June 19, 2008

For and on behalf of the Board

**R. L. Saboo**

Secretary

**Nandan S. Damani** - Chairman & Managing Director

**S. K. Somany** - Director

Mumbai, June 19, 2008

## SIMPLEX REALTY LIMITED

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

### I Registration Details :

Registration No.	:	351
State Code	:	11
Balance Sheet Date	:	31st March 2008

### II Capital raised during the year (Amount in Rs. Thousands)

Public Issue	:	Nil
Right Issue	:	Nil
Bonus Issue	:	Nil
Private Placements	:	Nil

### III Position of Mobilisation and Deployment of funds (Amount in Rs. Thousands)

Total Liabilities	1,80,288	Total Assets	1,80,288
Sources of Funds			
Paid up Capital	29,937	Reserves & Surplus	1,44,237
Application of Monies for Warrants	6,071	Secured Loans	43
Unsecured Loans	-		
Application of Funds			
Net Fixed Assets	4,838	Investments	40,961
Net Current Assets	1,08,611	Deferred Tax Assets	25,878
Misc. Expenditure	-		

### IV Performance of the Company (Amount in Rs. Thousands)

Turnover & Other Income	7,94,964	Total Expenditure	4,90,786
Profit Before Tax	3,04,178	Profit After Tax	2,37,229
		(after considering deferred tax liability)	
Earnings Per Share Rs.	79.30	Dividend @ %	125

### V Generic Names of Principal Products / Services of Company ( as per monetary terms)

Product Description	Item Code No. (ITC Code)
Not Applicable	

For **Vijay Rungta & Co.**

Chartered Accountants

**Ajay Rungta**

Partner

Membership No. F - 40333

Mumbai, June 19, 2008

For and on behalf of the Board

**Nandan S. Damani** - Chairman & Managing Director

**S. K. Somany** - Director

Mumbai, June 19, 2008



### SIMPLEX REALTY LIMITED

Registered Office: 30. Keshavrao Khadye Marg, Sant Gadge Maharaj Chowk, Mumbai - 400 011

#### ATTENDANCE SLIP

I hereby record my presence at the 95<sup>th</sup> ANNUAL GENERAL MEETING held at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2<sup>nd</sup> Floor, 18/20, Kaikhushru Dubash Marg, Mumbai-400001, at 11.00 A.M. on Thursday, the 28<sup>th</sup> August, 2008.

DP. ID. No. \_\_\_\_\_

Client I. D. No. \_\_\_\_\_

Folio. No. \_\_\_\_\_

\_\_\_\_\_  
Full Name of Shareholder

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Full Name of Proxy (in Block Capital)

\_\_\_\_\_  
Signature

Shareholders/proxy holders are requested to bring the attendance slip duly completed when they come to the Meeting and hand them over at the entrance after affixing their signatures on them.



### SIMPLEX REALTY LIMITED

Registered Office: 30. Keshavrao Khadye Marg, Sant Gadge Maharaj Chowk, Mumbai - 400 011

#### PROXY FORM

I / We \_\_\_\_\_

of \_\_\_\_\_ in the district of \_\_\_\_\_

\_\_\_\_\_ being member (s) of the above named Company,

hereby appoint \_\_\_\_\_

of \_\_\_\_\_ in the district of \_\_\_\_\_

or failing him/her \_\_\_\_\_

of \_\_\_\_\_ in the district of \_\_\_\_\_

as my/our proxy and to vote for me/us on my/our behalf at the 95<sup>th</sup> ANNUAL GENERAL MEETING of the Company to be held on Thursday, the 28<sup>th</sup> August, 2008 at 11.00 A. M. at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2<sup>nd</sup> Floor, 18/20, Kaikhushru Dubash Marg, Mumbai- 400001.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2008

Signed by the said,

DP. ID. No. \_\_\_\_\_

Client I. D. No. \_\_\_\_\_

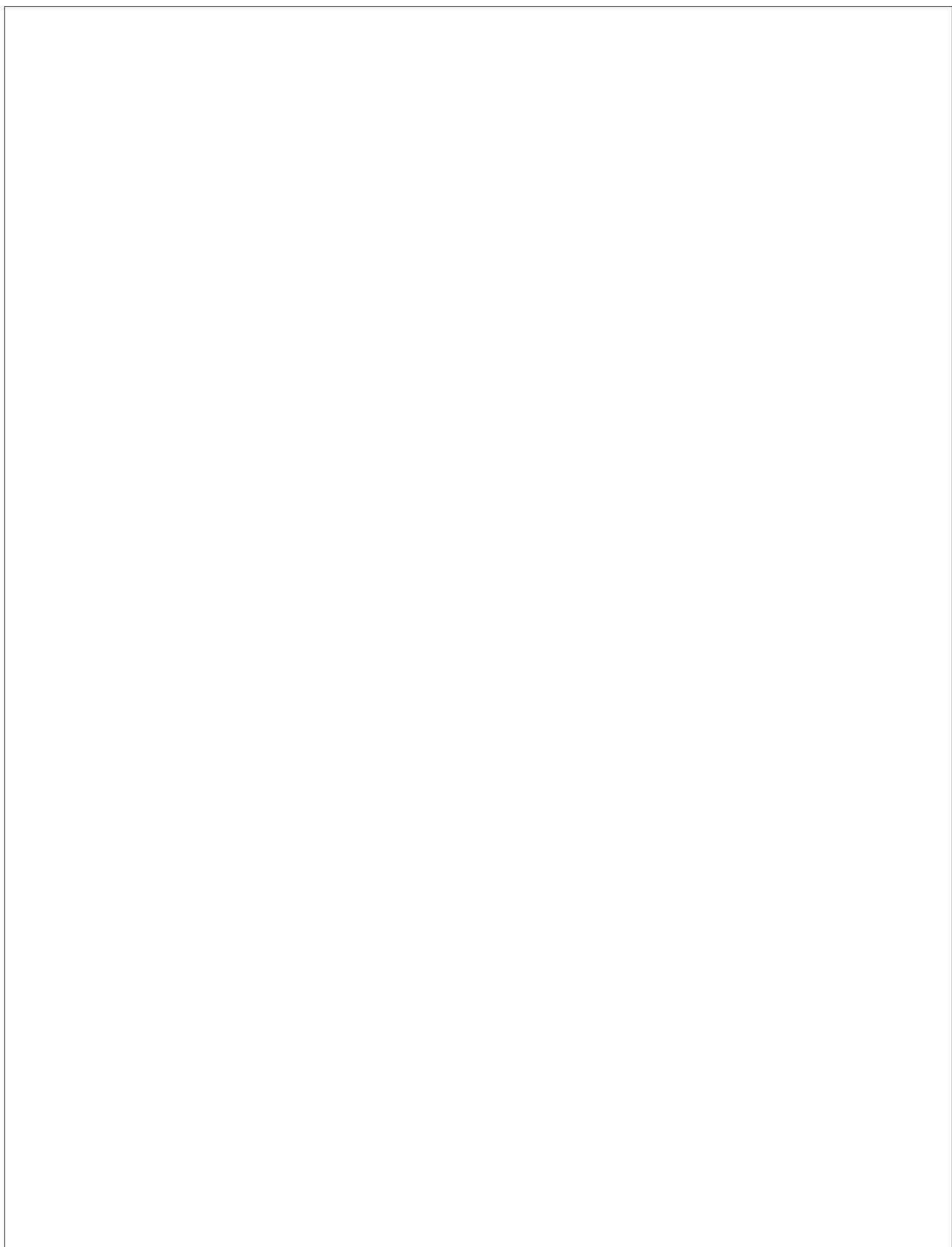
Regd. Folio. No. \_\_\_\_\_

No. of Shares held \_\_\_\_\_

Notes:

1. The Proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the Meeting.
2. The Proxy need not be a Member.

Affix
Re. 1.00
Revenue Stamp
(Signature)



## SIMPLEX REALTY LIMITED

Registered Office: 30. Keshavrao Khadye Marg, Sant Gadge Maharaj Chowk, Mumbai - 400 011



Dear Shareholder ( s )

19<sup>th</sup> June, 2008

### Option for ECS Mandate/Bank Mandate

#### ECS Mandate

As an added service to our shareholders, we are pleased to offer the facility of electronic credit of dividend directly to the respective bank accounts of our shareholders through Electronic Clearing Service (ECS). This facility is currently available to shareholders located at **Ahmedabad, Bangalore, Bhubaneshwar, Chandigarh, Chennai, Guwahati, Jaipur, Hyderabad, Kanpur, Kolkata, Mumbai, Nagpur, New Delhi, Patna, Pune and Thiruvananthapuram**. Shareholders in these locations who would like to avail of this facility are requested to fill up the mandate form provided on the reverse of this letter and submit the same so as to reach the Company's Share Transfer Agent latest by 20<sup>th</sup> August, 2008. This service not only protects a shareholder against fraudulent interception and encashment of dividend warrants but also eliminates dependence on the postal system, loss/damage of dividend warrants in transit and correspondence relating to revalidation/issue of duplicate dividend warrants.

Kindly note that as per directives of Securities and Exchange Board of India (SEBI), in respect of shareholders holding shares in dematerialised form, dividend shall be paid through ECS ( where such facility is available) directly into the bank account furnished by the shareholders to their respective Depository Participant. Such shareholders therefore need not submit the mandate form provided on the reverse of this letter. In case it is desired to receive dividend in a bank account other than the one specified while opening the Demat Account, such shareholders may please inform the same to their respective Depository Participant immediately.

#### Bank Mandate

Shareholders holding shares of the Company in physical form and who, for any reason, would not like to avail of the ECS facility being offered as mentioned above, are requested to furnish ( if not done earlier ) in the mandate form provided on the reverse of this letter, details of their bank account number and name of the bank and the branch, which would be printed on the dividend warrants to avoid fraudulent encashment thereof.

Kindly note the ECS/Bank mandate instructions should be under the signature of the shareholder ( s ) as per specimen lodged with the Company.

Thank you,

Yours sincerely,

For Simplex Realty Limited

R. L. Saboo  
Secretary



To,

Date:

Amtrac Management Services Limited  
Plot No. 101/102, MIDC, 19th Street, Satpur,  
Nashik-422007, Maharashtra.

**FORM FOR ECS MANDATE / BANK MANDATE**

(Not required to be filled by Shareholders holding shares in dematerialised form)

I/We \_\_\_\_\_

do hereby authorise Simplex Realty Limited to:-

1. Credit my dividend amount directly to my Bank Account as per details furnished below by Electronic Clearing Service (ECS) - ECS Mandate\*
2. Print the details of my Bank Account as furnished below, on my dividend warrant which will be mailed to me - Bank Mandate \*

(\* Please strike out whichever is not applicable)

Folio No. ....

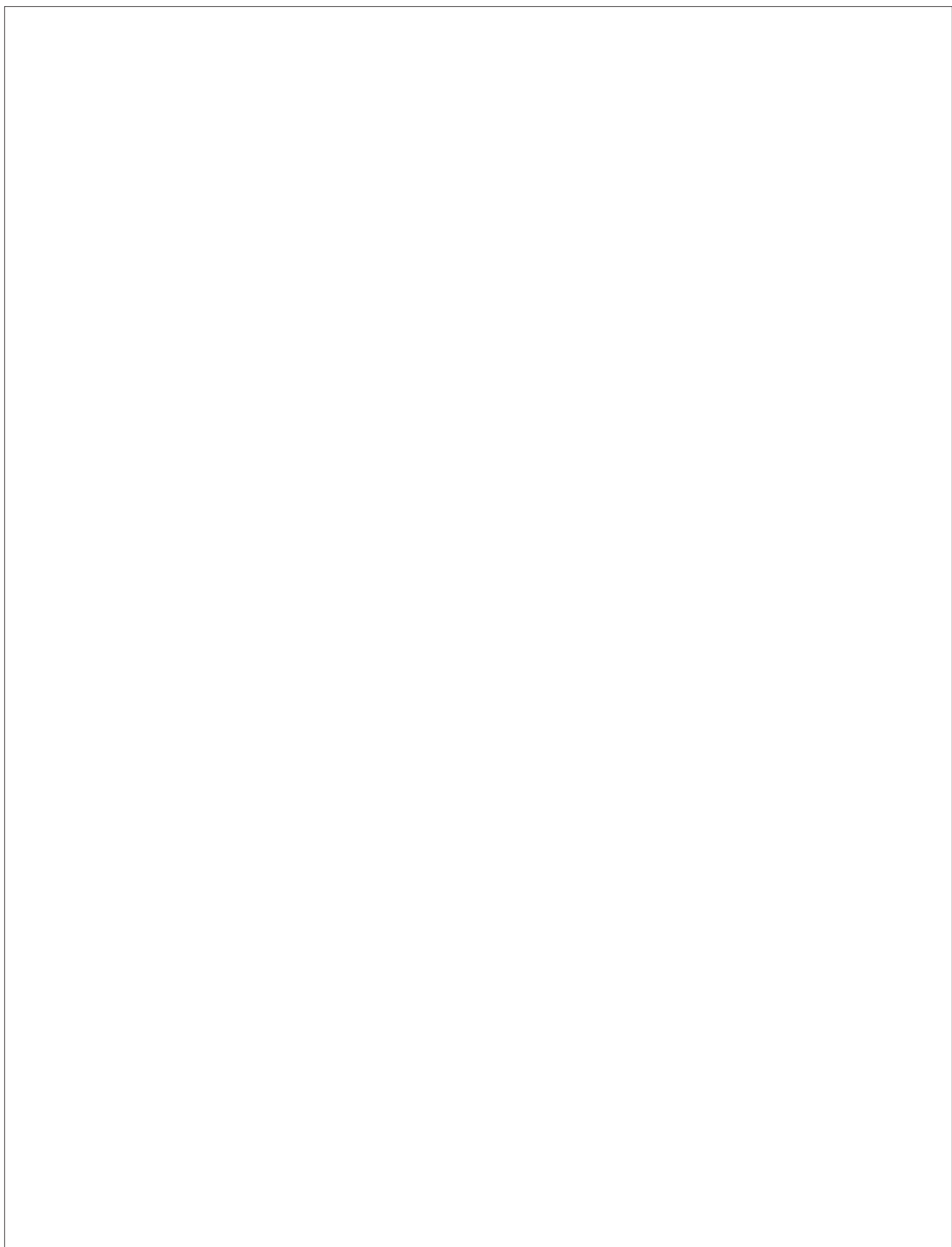
A.	Bank Name	
B.	Branch	
C.	Bank Address	
D.	Bank Account No.	
E.	Account Type (Saving /Current)	
F.	9 Digit Code number of the bank & branch as appearing on the MICR Cheque (for ECS Mandate only) <b>Please attach photo copy of the cheque</b>	
G.	Telephone Number (with STD code) of shareholder (optional)	
H.	Email id of Shareholder (Optional)	

I/We shall not hold the Company responsible if the ECS mandate cannot be implemented for reasons beyond the control of the Company.

\_\_\_\_\_  
Signature of Shareholder  
(as per specimen lodged with the Company)

Note:

1. Kindly note that ECS facility is currently available to shareholders located at **Ahmedabad, Bangalore, Bhubaneshwar, Chandigarh, Chennai, Guwahati, Jaipur, Hyderabad, Kanpur, Kolkata, Mumbai, Nagpur, New Delhi, Patna, Pune and Thiruvananthapuram.**
2. You may contact the Company's Share Transfer Agent, M/s. Amtrac Management Services Limited, for any clarifications you may need on the ECS / Bank Mandate at : Tel: 0253 - 2354032 / 2351892\* Fax: 0253 2351126\* Email: amtrac\_nsk@sancharnet.in (for dialing from Mumbai, the code is 95253 instead of 0253)



# Book - Post

*If undelivered, please return to:*

**Simplex Realty Limited**  
30, Keshavrao Khadye Marg,  
Sant Gadge Maharaj Chowk,  
Mumbai - 400 011.