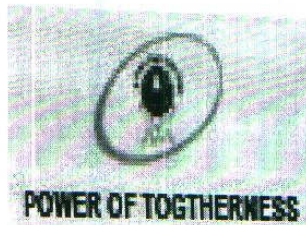


KEDIA INFOTECH LTD



15th ANNUAL REPORT 2008-09

BOARD OF DIRECTORS

Shri.Ashok Kumar Kedia	Director
Shri.Vishwamberlal Kedia	Director
Shri Dhantu Rama Krishna	Director
Shri Subhash Chander	Director
Shri Vikram Singh	Director

Auditors

M/s Sandeep Jhawar & Associates
Chartered Accountants
4-4-50, Sultan Bazar,
Hyderabad - 500095

Registrar & Share Transfer Agents

M/s Beetal Financial and Computer
99 Madangir, New Delhi - 110062

Corporate Office

517, Swapnalok Complex,
S.D Road, Secunderabad – 500 003

Registered Office

312,G.K House, 187A,
Santhnagar,
East of Kailash,
New Delhi – 110 065

Listing

The Stock Exchange, Mumbai
1st Floor, Rotunda Building,
B.S Marg, Fort,
Mumbai- 400 001

Delhi Stock Exchange Limited
#3/1, Asad Ali Board,
New Delhi – 110 002.

Madras Stock Exchange Limited
No.30, Second Line Beach,
Chennai – 600 001.

Jaipur Stock Exchange Limited,
JLN Marg , Malviya Nagar ,
Jaipur – 302 017.

KEDIA INFOTECH LIMITED

Regd Off: 312, G.K.House, 187A, Santnagar, East of Kailash, Delhi - 110065

NOTICE

Notice is hereby given that the Fifteenth Annual General Meeting of the Members of KEDIA INFOTECH LIMITED. will be held on Tuesday, 29th day of September, 2009 at the registered office of the Company at 11.00 a.m. to transact the following business:

- 1) To receive, consider approve and adopt the Audited Balance Sheet of the Company as at 31st March,2009 and Profit and Loss Account for the year ended on that and the report of the directors and the Auditors.
- 2) To appoint Director in place of Sri Subhash Chander, who retires by rotation and being eligible, offer him for reappointment.
- 3) To Appoint Auditors *M/s Sandeep Jhavar & Associates, Chartered Accountants* for the current year to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

**BY ORDER OF THE BOARD
For KEDIA INFOTECH LTD**

Place: DELHI
Date: 25-08-2009

sd/-
Ashok Kumar Kedia
Director

sd/-
Vishwamberlal Kedia
Director

NOTES

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. Proxy Form, in order to be effective, can be deposited on any day during business hours at the Registered Office of the Company, but not less than 48 hours before the commencement of the Meeting.
- 2) The Members desirous of any information on the accounts are requested to write to the Company atleast a week before the Meeting so as to enable the Management to keep the information ready and replies will be provided only at the meeting.
- 3) The Members attending the meeting are required to bring the enclosed attendance Slip and deliver the same at the entrance of the Meeting Hall. Admission at the Annual General Meeting Venue will be allowed only on producing the attendance slip duly signed.
- 4) Duplicate attendance slips shall not be issued at the Annual General Meeting Venue. However the same shall be issued at the Registered Office of the Company upto two days proceeding the day of the Annual General Meeting
- 5) Shareholders are requested to intimate the change of address, if any, by quoting the Folio Number.
- 6) Shareholders are requested to bring their Copy of the Annual Report to the Meeting Venue.

**BY ORDER OF THE BOARD
For KEDIA INFOTECH LTD**

Place: DELHI
Date: 25-08-2009

sd/-
Ashok Kumar Kedia
Director

sd/-
Vishwamberlal Kedia
Director

DIRECTOR'S REPORT TO THE SHAREHOLDERS

Your Directors have pleasure in presenting the Fifteenth Annual Report on the business and operations of the Company and Audited Statement of Accounts of the Company for the year ended 31st March, 2009.

DIVIDENDS

Your Board of Directors do not recommend any dividend for the year 2008-09.

OPERATIONS

During the year company has incurred a losses before taxes of Rs. 56,79,915.30 as in comparison to last year losses of Rs. 1,41,35,323.80

PARTICULARS TO EMPLOYEES

None of the employee of the company-received remuneration in excess of the limit specified u/s 217 (2A) of the Companies Act, 1956.

DISCLOSURE OF PARTICULARS WITH RESPECT OF CONSERVATION OF ENERGY

Pursuant to Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of the Particulars in the Report of the Board of Directors) Rules, 1988. Your Company being a non-manufacturing company, the Directors have nothing to report on "Conversation of Energy and Technology Absorption." However, the Board is taking all necessary steps to conserve energy wherever is possible.

No Foreign Exchange is earned during the year.

DIRECTOR RESPONSIBILITY STATEMENT

Pursuant to section 217(2AA) of the Companies Act, 1956 the Directors confirm that:

1. In presentation of the annual accounts, the applicable standards had been followed along with proper explanation relation to material departures;
2. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company at the end of the financial year and of the profit of your Company for that period;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your Company and for preventing and detection fraud and other irregularities;
4. The Directors had prepared the annual accounts on a going concern basis.

DIRECTORS

Sri. Subhash Chander who retires by rotation and being eligible, offer himself for reappointment

AUDITORS

M/s. SANDEEP JHAWAR & ASSOCIATES Chartered Accountants, Statutory Auditors of your Company hold office until the conclusion of the Annual General Meeting. The Board of Directors proposes the appointment of M/s Sandeep Jhavar & Associates Chartered Accountants, as the Statutory Auditors the Company has received a certificate from them to the effect that their appointment if made would be within the limits prescribed under Section 224(1) of the Companies Act, 1956.

APPRECIATION

We wish to place on record our deep and sincere appreciation for the contribution made by the workers, staff and executives to the performance of the Company.

BY ORDER OF THE BOARD
For KEDIA INFOTECH LTD

Place: DELHI
Date: 25-08-2009

sd/-
Ashok Kumar Kedia
Director

sd/-
Vishwamberlal Kedia
Director

CORPORATE GOVERNANCE

ANNEXURE – “A” TO DIRECTORS REPORT – CORPORATE GOVERNANCE (PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT.)

1. Company’s Philosophy on Corporate Governance

The Company has adopted adequate control systems and adherence to Corporate Governance to enable its Board of Directors to effectively discharge its responsibilities in the best interest of its stakeholders, customers, employees and the society.

Kedia Infotech’s philosophy on Corporate Governance ensures the fullest commitment of the Management and envisages the attainment of the highest level of transparency, accountability and equity, in all facets of its activities and operations.

2. Board of Directors

(a) Composition of the Board

To be in line with the Company’s philosophy of Corporate Governance, all statutory subjects are placed before the Board to discharge its responsibilities as trustees to the Shareholders.

(b) Attendance of each Director at Board Meetings and the last Annual General Meeting (AGM)

Five Board Meetings were held during the financial year.

The dates on which the meetings were held are 28.04.2008, 28.07.2008, 27.10.2008, 28.01.2009 and 31.03.2009. The last Annual General Meeting was held on 20.09.2008.

The attendance of each director is under:

S.No	Name of the Director	Category of Directorship	No. of other directorships	No. of committees in which members	No. of Board meetings attended	Whether attended last AGM
1.	Ashok Kumar Kedia	Promoter Executive Director	3	Nil	5	Yes
2.	Vishwamberlal Kedia	Promoter Executive Director	1	Nil	5	Yes
3.	Dhantu Ramakrishna	Independent Non-Executive Director	2	Nil	5	Yes
4.	Subhash Chander	Independent Non-Executive Director	Nil	Nil	5	Yes
5.	Vikram Singh	Independent Non-Executive Director	Nil	Nil	5	Yes

3. Audit Committee

(a) Brief description of terms of reference

- 1) It shall have authority to investigate into any matter in relation to the items specified in Section 292A of the Companies Act, 1956 or referred to it by the Board and for this purpose, shall have full access to information contained in the records of the Company and external professional advice, if any.
- 2) To seek information from any employee and obtain outside legal or professional advice.
- 3) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- 4) Reviewing with the management the annual financial statements before submission to the Board, internal and external auditors and the adequacy of the internal control systems.
- 5) Reviewing the Company's financial and risk management policies and compliance with internal control systems.

(b) Composition, Names of Members and Chairperson

During the year under review Five (5) meetings were held for approval of Un-audited Financial Results for the quarter ended 28.04.2008, 28.07.2008, 27.10.2008, 28.01.2009 and 31.03.2009.

The meetings of Audit Committee are also attended by the heads of finance and Statutory Auditors as invitees. The Un-audited results for each quarter are approved by the Audit Committee before passed on to the Board of Directors for approval and adoption.

4. Remuneration Committee

The Board of Directors of the Company have constituted the Remuneration Committee with effect from 01.12.2003. During the year there was no committee meeting held.

5. Shareholders/Investors Grievances Committee

The committee oversees share transfers and monitors investors grievances. Committee also looks into the redressal of shareholders and investor's complaints like transfer of shares, non-receipt of balance sheet, change in address, non-receipt of declared dividends etc.

6. General Body Meetings

(a) Details of the location and time of the last three Annual General Meetings (AGMs) of the Company.

The details in respect of the last three Annual General Meetings of the Company are as follows:

Date of the Meeting	AGM held relating to accounting year ended	Venue of the Meeting	Time of Meeting
20.09.2008 (2007-2008)	2008	312, G.K. House, 187A, Sant Nagar, East of Kailash, New Delhi-110 065.	11:00 A.M
29.09.2007 (2006-2007)	2007	312, G.K. House, 187A, Sant Nagar, East of Kailash, New Delhi-110 065.	11.30 A.M
30.09.2006 (2005-2006)	2006	Govindas Sree Radha PArthy, Shathy Mandir complex, Hari Krishna Hills, Sant Nagar Main Road, East of Kailash, New Delhi -110 065.	12.30 P.M

7. Disclosures

(A). Disclosures on materially significant related party transactions i.e., transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large.

As mentioned in Sch.18 Point No.19

(B). Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

None.

8. Notes on Directors Appointment/Re-appointment

None.

9. Means of Communication

As per the listing requirements, the Company publishes financial results, notices of the board meetings, annual general meetings, extraordinary general meeting, if any held, in the leading English and Regional Newspapers. The Management Discussion and Analysis Report forms part of the Annual Report.

10. General Shareholder information

(a) As indicated in the Notice to our Shareholders, the Annual General Meeting of the Company will be held on 29.09.2009 at 11.00 A.M at the Registered Office of the Company. The financial year is 1st April to 31st March.

(b) **Date of book closure:** 25th Sep 2009 to 29th Sep 2009 (both the days inclusive) for the purpose of the Annual General Meeting.

(c) Listing of the Stock Exchanges

The Company is in process of paying listing fees to all the Stock Exchanges where it is listed for the financial year ended 2008-2009.

(d) Stock Code

Demat ISIN Number : INE245D01017

(e) Stock performance in comparison to broad-based indices such as BSE, Sensex, BZX200, Nifty.

The share price of the Company has been moving with the trend of the indices.

(f) Registrar & Share Transfer Agents

M/s Beetal Financial and Computer Services Private Limited
99 Madangir, New Delhi – 110062

(g) Share Transfer system

The shareholders are advised to contact the Registrar and Share Transfer Agents at their address for effecting transfer of shares both in physical and electronic form.

(h) Dematerialization of Shares:

The Company has entered into an arrangement with both NSDL and CDSL for dematerialization of shares.

(i) Outstanding GDRs/ADRs/Warrants or any other Convertible instruments, conversion date and likely impact on equity.

The Company has not issued any GDRs/ADRs/Warrants or any other convertible instruments so far.

(j) Dividend Payment Date :

Not Applicable

(k) Compliance Officer

Ashok kumar kedia

312, G.K.House, 187A, Santnagar, East of Kailash, New Delhi – 110 065.

(l) Address for correspondence:

312, G.K.House, 187A, Santnagar, East of Kailash, New Delhi – 110 065.

Chartered Accountant

SANDEEP JHAWAR & ASSOCIATES

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

TO THE MEMBERS OF M/S. KEDIA INFOTECH LIMITED

We have examined the compliance of the conditions of Corporate Governance by Kedia Infotech Limited for the year ended 31st March, 2009 as stipulated in Clause 49 of the Listing Agreement of the said Company, with the stock exchanges.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the directors and the management, we certify that the company has complied with the conditions of corporate governance as stipulated in clause 49 of the above mentioned listing agreement.

We state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained by the shareholders/investor grievance committee.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For SANDEEP JHAWAR & ASSOCIATES
Chartered Accountant

Sd/-

Place: Hyderabad
Dated: 25-08-2009

SANDEEP JHAWAR
PROPRIETOR
M. NO. 219330

H No : 4-4-50, Sultan Bazar, Hyderabad - 500 095 Ph No : 040-66635759
EMAIL : jhawarsandeep@gmail.com

Chartered Accountant

SANDEEP JHAWAR & ASSOCIATES

AUDITOR'S REPORT

To
The Members
Kedia Infotech Limited

1. We have audited the attached Balance Sheet of M/s **KEDIA INFOTECH LIMITED** as at 31st March, 2009 and also the Profit and Loss Account for the year ended on that date 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 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.

As required by the Companies (Auditor's Report) Order 2003, issued by the Central Government of India in terms of Subsection (4A) of section 227 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:

Closing Balance of cash is as certified by the management

3. 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 accounts as required by law have been kept by the company so far as appears from our examination of the books of accounts;

(c) The Balance Sheet dealt with by this report is in agreement with the books of accounts;

(d) In our opinion, the Balance Sheet of the company comply with the Accounting Standards as referred in Sub-Section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable;

(e) As per information and explanations given to us, none of the directors of the company are disqualified from being appointed as a director under clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956;

H No : 4-4-50, Sultan Bazar, Hyderabad - 500 095 Ph No : 040-66635759
EMAIL : jhawarsandeep@gmail.com

Chartered Accountant

SANDEEP JHAWAR & ASSOCIATES

(f) In our opinion and to the best of our information and according to explanations given to us, the said accounts, read together with Significant Accounting Policies and Notes forming part of 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 case of Balance Sheet, of the state of the affairs of the company as at 31st March 2009.
- ii. In case of Profit & Loss Accounts, the profit of the company as at 31st March 2009.

For SANDEEP JHAWAR & ASSOCIATES
Chartered Accountants

Sd/-

CA Sandeep Jhawar
Proprietor
Membership. No 219330

Place: Hyderabad
Date: 25-08-2009

H No : 4-4-50, Sultan Bazar, Hyderabad – 500 095 Ph No : 040-66635759
EMAIL : jhawarsandeep@gmail.com

Chartered Accountant

SANDEEP JHAWAR & ASSOCIATES

ANNEXURE 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 its fixed assets.
- (b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, the company has not made any substantial disposals of fixed assets during the year.
- (ii) (a) The inventory of the Company has been physically verified by the management during the year at reasonable intervals.
- (b) In our opinion, the procedures for physical verification of stock followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- (c) The company is maintaining proper records of inventory, the discrepancies noticed on verification between the physical stock and book records were not material.
- (iii) The company has granted loans, secured or unsecured, to one companies, firms and other parties listed in the register maintained under section 301 of the Companies Act, 1956. The rate of interest and other terms and conditions of loans given by the company, secured or unsecured, are not prima facie prejudicial to the interest of the company. The payment of principal amount is regular & there are no overdue amounts.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations give to us, the transactions for the purchase of goods, materials and services, sale of goods made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rs.5,00,000/- in respect of any party during the year have been made at prices which are reasonable having regard to prevalent market prices for such goods/materials/services a the relevant time.
- (vi) In our opinion, the company's inter audit system is commensurate with its size and nature of its business.

H No : 4-4-50, Sultan Bazar, Hyderabad – 500 095 Ph No : 040-66635759
EMAIL : jhawarsandeep@gmail.com

Chartered Accountant

SANDEEP JHAWAR & ASSOCIATES

(vii) (a) The company is regular in depositing with the appropriate authorities the undisputed statutory dues relating to provident fund, employees state insurance, investor education protection fund, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, there are no disputed amounts payable in respect of income tax, sales tax, customs duty, excise duty and cess as at the end of the financial year covered report, for a period or more than six months from the date they became payable.

(viii) The Company neither have accumulated losses at the end of the year, the company has incurred cash losses during the current year but not incurred cash losses in the immediately preceding financial year.

(ix) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.

(x) According to the records examined by us and the information and explanations give to us proper records have been maintained of the transactions and contracts & timely entries have been made therein in respect of dealing in shares, securities, debentures and other investments. The shares, securities, debentures and other securities have been held by the company in its own name.

(xi) According to the records examined by us and 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 and no long-term funds have been used to finance short-term assets except working capital.

(xii) The Company has not made any preferential allotment during the year.

(xiii) The Company has not raised any money by public issue during the year.

(xiv) 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.

(xv) The other clauses are not applicable to the company.

For Sandeep Jhavar & Associates
Chartered Accountants

Sd/-

CA Sandeep Jhavar
Proprietor
Membership. No 219330

Place: Hyderabad
Date: 25-08-2009

H No : 4-4-50, Sultan Bazar, Hyderabad – 500 095 Ph No : 040-66635759
EMAIL : jhawarsandeep@gmail.com

KEDIA INFOTECH LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2009

PARTICULARS	SCHEDULE NO.	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
I. SOURCES OF FUNDS			
1. SHAREHOLDERS' FUNDS:			
a) SHARE CAPITAL	1	54,075,500.00	54,075,500.00
b) RESERVES AND SURPLUS	2	(774,263.85)	5,341,815.47
2. LOAN FUNDS:			
a) SECURED LOAN	3	154,806.64	216,841.64
3. DEFERRED TAX LIABILITY (NET)		6,590,746.12	6,161,134.10
TOTAL		60,046,788.91	65,795,291.21
II. APPLICATION OF FUNDS			
1. FIXED ASSETS:			
a) GROSS BLOCK	4	145,748,883.83	145,748,883.83
b) LESS : DEPRECIATION		137,648,085.56	133,472,445.22
c) NET BLOCK		8,100,798.27	12,276,438.61
2. INVESTMENTS	5	15,812,987.00	2,812,987.00
3. A. CURRENT ASSETS, LOANS & ADVANCES:			
a) SUNDRY DEBTORS	6	5,137,008.00	31,106,098.11
b) CASH & BANK BALANCES	7	666,489.15	1,072,182.01
c) OTHER CURRENT ASSETS.	8	657,202.44	594,475.44
d) LOANS AND ADVANCES.	9	45,601,878.92	35,725,952.69
SUB TOTAL (A)		52,062,578.52	68,498,708.25
LESS: B.CURRENT LIABILITIES & PROVISIONS:			
a) CURRENT LIABILITIES	10	12,915,705.19	15,156,299.19
b) PROVISIONS	11	3,013,869.69	3,012,115.69
SUB TOTAL (B)		15,929,574.88	18,168,414.88
NET CURRENT ASSETS (A-B)		36,133,003.64	50,330,293.37
4. MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)	12	-	375,572.23
TOTAL		60,046,788.91	65,795,291.21
NOTES ON ACCOUNTS	18	(0.00)	-

The above referred schedules form an integral part of Balance Sheet
As per our report of even date attached.
for **Sandeep Jhawar & Associates**
Chartered Accountants

sd/-
CA Sandeep Jhawar
Proprietor
M.No. 219330

Place : DELHI
Date : 25-08-2009

For and on behalf of the Board

sd/-
ASHOK KUMAR KEDIA
Director

sd/-
VISHWAMBERLAL KEDIA
Director

KEDIA INFOTECH LIMITED

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

S.No.	PARTICULARS	Schedule No.	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
A	INCOME:			
	1) Income from Operations	13	216,325.79	216,789.00
	2) Other Income	14	670,212.00	747,050.00
	TOTAL		886,537.79	963,839.00
B	EXPENDITURE:			
	2) Operating Expenses	15	177,613.00	115,681.00
	3) Administrative & Selling Expenses	16	1,837,627.52	2,866,236.47
	4) Preliminary Expenses	12	375,572.23	375,567.00
	5) Depreciation	4	4,175,640.34	11,741,678.33
	TOTAL		6,566,453.09	15,099,162.80
C	NET PROFIT BEFORE INCOME TAX		(5,679,915.30)	(14,135,323.80)
D	LESS: PROVISION FOR TAXATION			
	-Current		-	-
	-Deferred Tax		429612.02	(1,911,686.19)
	-Fringe Benefit Tax		6552.00	8,897.00
E	NET PROFIT AFTER TAX		(6,116,079.32)	(12,232,534.61)
F	BALANCE BROUGHT FORWARD FROM LAST YEAR		5,341,815.47	17,574,350.07
G	PROFIT CARRIED FORWARD TO B/S		(774,263.84)	5,341,815.47
	NOTES TO ACCOUNTS	17		
	Basic/ diluted earnings per share.		(1.12)	(2.23)

The above referred schedules form an integral part of Profit & Loss Account

As per our report of even date attached.

for **Sandeep Jhawar & Associates**

Chartered Accountants.

For and on behalf of the Board

sd/-

ASHOK KUMAR KEDIA

Director

sd/-

CA Sandeep Jhawar

Proprietor

M.No. 219330

sd/-

VISHWAMBERLAL KEDIA

Director

Place : DELHI

Date : 25-08-2009

KEDIA INFOTECH LIMITED
SCHEDULES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET & PROFIT AND LOSS A/C

SCHEDULE "1" - SHARE CAPITAL		(Amount in Rupees)	
PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)	
I Authorised Capital			
6500000 Equity Shares of Rs.10/- each	65000000.00	65000000.00	
II Issued, Subscribed, Called and Paid Up Capital			
5484000 Equity Shares of Rs.10/- each	54840000.00	54840000.00	
Less : Allotment money receivable from others	764500.00	764500.00	
	54075500.00	54075500.00	
SCHEDULE "2" - RESERVES & SURPLUS			
PARTICULARS		As at 31.03.2008 (Rs.)	
Profit Brought forward from previous year	5341815.47	17574350.07	
Add: Profit for the year	-6116079.32	-12232534.60	
	-774263.85	5341815.47	
SCHEDULE "3" - SECURED LOAN			
PARTICULARS		As at 31.03.2008 (Rs.)	
Kotak Mahindra Primus Ltd. (Secured on Hypothecation of Motor Car)	154806.64	216841.64	
	154806.64	216841.64	
SCHEDULE "5" - INVESTMENTS			
PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)	
INVESTMENTS (AT COST)			
I 1) Prudential I C I C I Power [3819.9420 (23377.5870) Units of Rs.14.01 Each]	53517.00	53517.00	
UNQUOTED-Long term investments			
M/s. Kedia Infotech Systems Limited.	2759470.00	2759470.00	
TM Constructions	13000000.00	0.00	
	15812987.00	2812987.00	
Market value of quoted investments	61271.87	61271.87	
CURRENT ASSETS, LOANS & ADVANCES			
S.No. PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)	
SCHEDULE "6" - SUNDRY DEBTORS			
(Unsecured & Considered good)			
Debts outstanding for a period exceeding six months.	5137008.00	31080036.10	
Other Debts	0.00	26062.00	
	5137008.00	31106098.11	
SCHEDULE "7" - CASH & BANK BALANCES			
1. Cash on Hand	548674.91	967814.81	
2. Balances with Schedule Bank in Current Accounts	84873.44	71426.40	
3. Balances with Schedule Bank in Fixed Deposit	31827.80	31827.80	
4. Balances with other Bank in Current Account			
Agroha Co-op urban Bank	1113.00	1113.00	
	666489.15	1072182.01	
SCHEDULE "8" - OTHER CURRENT ASSETS			
Deposits	657202.44	594475.44	
	657202.44	594475.44	
SCHEDULE "9" - LOANS & ADVANCES			
(Recoverable in cash or in kind or value to be received and considered good for recovery)			
	45601878.92	35725952.69	
	45601878.92	35725952.69	

CURRENT LIABILITIES & PROVISIONS

S.No.	PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
SCHEDULE – "10" - CURRENT LIABILITIES			
	Sundry Creditors	12915705.19	15156299.19
		12915705.19	15156299.19

SCHEDULE – "11" - PROVISIONS

	Provisions	3013869.69	3012115.69
		3013869.69	3012115.69

SCHEDULE – "12" - MISCELLANEOUS EXPENDITURE

PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
<u>Preliminary & Pre-formation Expenses.</u>		
Opening Balance	375572.23	751139.23
Less: 1/10th written off	375572.23	375567.00
TOTAL	0.00	375572.23

INCOME

S.No.	PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
SCHEDULE – "13" - INCOME FROM OPERATIONS			
1	E-Tran Income	92400.00	193800.00
2	E-Tran T/R & card fee	1750.00	4650.00
3	Development centre Registration Fees	16400.00	8200.00
4	Dividend Income	13369.79	7639.00
5	Upgrade	0.00	2500.00
6	ATC Transaction/ Rolls Income	92406.00	0.00
	Total	216325.79	216789.00

SCHEDULE – "14" - OTHER INCOME

1	Interest Income	192000.00	89925.00
2	Misc. Income	478212.00	657125.00
	Total	670212.00	747050.00

EXPENDITURE

S.No.	PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
SCHEDULE – "15" - OPERATING EXPENSES			
1	Computer Peripheral	13365.00	31548.00
2	Leased Line Expenses	164228.00	84133.00
		177613.00	115681.00

SCHEDULE – "16" - ADMINISTRATIVE & SELLING EXPENSES

1	Advertisement Expenses	0.00	2780.00
2	ATC payments	102648.50	248140.00
3	Auditors Remuneration	7000.00	7000.00
4	Bank Charges	17065.25	2433.50
5	Conveyance Expenses	1376.00	840.00
6	Discount Allowed	1500.00	0.00
7	Electrical Repairs	0.00	451.00
8	Electricity Charges	185466.00	232095.00
9	Etran World card payments	5355.00	8330.00
10	Freight	0.00	269.00
11	General Expenses	18594.00	19220.00
12	Indegenius Distribution	0.00	5486.00
13	Insurance	9154.00	0.00
14	Interest	9965.00	14518.78
15	Legal Expenses	15000.00	27440.00
16	Licence & Regn. Fees	5900.00	33736.00
17	GHMC Fees	90815.00	0.00
18	Office Expenses	53671.00	23351.00
19	Postage, courier & Telegrams	53074.77	31091.00
20	Printing and Stationery	14838.00	62659.00
21	Rates & Taxes	0.00	210243.00
22	Rent	141600.00	412740.00
23	Repairs & Maintenance	0.00	15776.40
24	Salaries, wages & other benefits to employees	942269.00	1341312.00
25	Seminar Expenses	0.00	7500.00
26	Telephone Expenses	49402.00	94805.81
27	Travelling Expenses	0.00	5212.00
28	Vehicle parking expenses	4640.00	6260.00
29	Water charges	9954.00	9340.00
30	Finance Charges	0.00	2418.00
31	Tds on Commission	0.00	6789.00
32	Commission & Incentives	98340.00	0.00
33	Citi bank Credit Card No	0.00	34000.00
	Total	1837627.52	2866236.47

SCHEDULE – "17"

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS:

1. The Financial Statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles.
2. All income and expenditure are generally accounted for on accrual basis.
3. Income from e-tran are generated from scheme called e-tran digi cash, out of which membership fee is collected.
4. Fixed Assets are stated at historical cost less accumulated depreciation.
5. Investments are stated at cost of acquisition inclusive of related expenses. No provisions has been made for diminution in the value of long term investments.
6. The retirement benefits are payable as per the internal rules of the company.
7. Provision for taxation has been made based on computations as per the provisions of Income Tax Act.
8. Preliminary & public issue expenses have been treated as deferred revenue expenditure and are amortised as per law.
9. Confirmation of balances from Debtors, Creditors, Banks, Loans & Advances are yet to be received/reconciled in some of the cases.
10. According to the explanation given to us, during the course of Audit, Income Tax Dept. have seized the Bank Account of the company but company is carrying the same balances of Banks in the Books as it was there at the time of Seize.

11. The particulars of auditor's remuneration are as under:	Current Year	(in rupees) Previous Year
a) As Audit fee	7000.00	7000.00

12. Particulars relating to Foreign Exchange:
Foreign exchange inflows -Nil

13. Previous year figures have been re-grouped/re-classified wherever necessary to conform to the current year's classification.

14. The company has no sufficient information as to whether its suppliers constitute small scale industrial undertakings and, therefore, the amount due to such suppliers have not been identified.

15. Managerial Remuneration:	Current Year	(in rupees) Previous Year
a. Remuneration to Managing Director	0.00	0.00

15. Contingent Liabilities : Nil

16. Additional Information pursuant to the provisions of para 3, 4c and 4d of the part II of schedule XVI of the companies act, 1956. Nil

17. Deferred tax

a. Deferred tax has been provided in accordance with Accounting standard 22 - Accounting for taxes on income issued by the Institute of Chartered Accountants of India w.e.f. 1st April, 2001. The net deferred asset during the year amounting to Rs. 1911686.19 has been adjusted in the profit and loss account.

b. The breakup of net deferred tax liability as on 31st March, 2009 is as under:

	Deferred tax liability	(in rupees) Deferred tax asset
-Opening Deferred Tax Liability	6161134.10	8072820.29
-Deferred Tax Liability / Asset on account of Difference Of Depreciation as per taxation & books during the year	429612.02	-1911686.19
-Deferred Tax Asset on account of disallowance of expenses on account of late payment of TDS	0.00	0.00
Total deferred tax liability (Net)	6590746.12	6161134.10

18. Related party disclosures (as identified by the management) as per Accounting standard 18 are given below:

a. Details of transaction with related parties:			(In Rupees)
Nature of transaction	Key Management personnel & relatives	Other related Parties	Total Amount
Rent	90815.00	0.00	90815.00

b. Names of related parties, description of relationship and outstanding as on 31st March, 2009

Related Party	Relationship	Balances as on 31st March 2009 Payable/ (Receivable)
i) Key management personnel and relatives:		
Sri Vishwamberlal Kedia	Director	0.00
Sri Ashok Kumar Kedia	Director	-510458.00
ii) Other related parties		
M/s. Kedia infotech Systems Ltd.	3 Common Directors	84610.00
M/s. Kedia Technologies Ltd.	2 Common Directors	12880.00

c. In respect of the above parties, there is no provision for doubtful debts as on 31st March, 2009 and no amount has been written off or written back during the year in respect of debts due from/to them.

19. Earning per share

Particulars	As at March 31, 2009	As at March 31, 2008	As at March 31, 2007
i) Net profit after taxation (in Rupees) used as numerator.	-6116079.32	-12232534.60	-27621719.53
ii) Basic/ weighted average number of Equity shares used as a denominator	5484000.00	5484000.00	5484000.00
iii) Nominal value of equity shares	10.00	10.00	10.00
iv) Basic/ diluted earnings per share.	-1.12	-2.23	-5.04

20. Segment Reporting:

Particulars	E-tran & Software	Un-allocated	Total
A. Primary Segment Information			
Segment Revenue	202956.00	670212.00	873168.00
Segment Expenses	619080.86	375572.23	6566453.09
Segment Result	-5987924.86	294639.77	-5693285.09

Note: Due to nature of business, it is not possible to determine segmentwise assets & liabilities because assets & liabilities is used interchangeably between segments.

B. Secondary Segment information

Note: As the company is carrying on major of its activities in India, hence geographical segment reporting is not required

KEDIA INFOTECH LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH, 2009

S.No.	PARTICULARS	As at 31.03.2009 (Rs.)	As at 31.03.2008 (Rs.)
A	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit before tax and extraordinary items.	(5,679,915.30)	(14,135,323.80)
	Adjustments for :		
	Depreciation	4,175,640.34	11,741,678.33
	Preliminary Expenses W/o	375,572.23	375,567.00
	Income Tax	-	-
	Interest and Dividend Recd.	(205,369.79)	(97,564.00)
	Operating Profit before working capital changes	(1,334,072.52)	(2,115,642.47)
	Adjustments for Working Capital		
	Decrease/ (Increase) in Inventories	-	-
	Decrease/ (Increase) in Sundry Debtors	25,969,090.11	7,604,860.99
	Decrease/ (Increase) in Other Current Assets	(62,727.00)	648,175.00
	Decrease/ (Increase) in Loans & Advances	(9,875,926.23)	(7,367,061.00)
	(Decrease)/ Increase in Current Liabilities	(2,245,392.00)	80,987.00
	Cash generated from operations	13,785,044.88	966,961.99
	NET CASH FROM OPERATING ACTIVITIES (A)	12,450,972.36	(1,148,680.48)
B	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Fixed Assets	-	(43,530.00)
	Sale of Fixed Assets.	-	-
	Purchase of Investments	(13,000,000.00)	-
	Sale of Investments	-	-
	Interest & Dividend Received	205369.79	97564.00
	NET CASH USED IN INVESTING ACTIVITIES (B)	(12,794,630.21)	54,034.00
C	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from Allotment Money Received		
	Proceeds from long term borrowings	(62,035.00)	(64,042.36)
	Dividends paid		
	NET CASH FROM FINANCING ACTIVITIES (C)	(62,035.00)	(64,042.36)
	Net changes in Cash & Cash Equivalents (A+B+C)	(405,692.85)	(1,158,688.84)
	Cash & cash equivalent at the beginning of period	1,072,182.01	2,230,870.85
	Cash & cash equivalent at the end of period	666,489.15	1,072,182.01

As per our report of even date attached.
for **Sandeep Jhawar & Associates**
Chartered Accountants.

sd/-

CA SANDEEP JHAWAR
Proprietor
M.No. 219330

For and on behalf of the Board

sd/-

ASHOK KUMAR KEDIA
Director

sd/-

VISHWAMBERLAL KEDIA
Director

Place : DELHI
Date : 25-08-2009

KEDIA INFOTECH LIMITED

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

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details :

Registration No.	58040
State Code.	55
Balance Sheet Date.	31.03.2009

II. Capital Raised During the Year (Amount in Rs. '000)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. '000)

Total Liabilities	60,046.79	Total Assets	60,046.79
Sources of Funds		Application of Funds	
Paid Up Capital	54,075.50	Net Fixed Assets	8,100.80
Reserves & Surplus	(774.26)	Investments	15,812.99
Secured Loans	154.81	Net Current Assets	36,133.00
Unsecured Loans	-	Miscellaneous Expenditure	-
Deferred Tax Liability	6,590.75		

IV Performance of the Company (Amount in Rs. '000)

Turnover	886.54
Total Expenditure	6,566.45
Profit Before Tax	(5,679.92)
Profit After Tax	(6,116.08)
Earning Per Share	(1.12)
Dividend Rate	-

V Generic Names of Three Principal Products/Services of the Company (as per Monetary terms)

Item Code No. (ITC Code)	N.A
Prod./Service Description.	1. Information and Technology

For and on behalf of the Board

Place : DELHI
Date : 25-08-2009

sd/-
ASHOK KUMAR KEDIA
Director

sd/-
VISHWAMBERLAL KEDIA
Director

KEDIA INFOTECH LIMITED**ATTENDANCE SLIP**

REGD OFFICE: 312, G.K. HOUSE, 187A, SANT NAGAR, EAST OF KAILASH, NEW DELHI-110065

15th Annual General Meeting on 29th September 2009 at 11.00 A.M.

Please complete this Attendance slip and hand it over at the entrance of the Meeting Hall

Name of the Member	Folio No/Client ID & DP ID	No. of Shares Held

I hereby record my presence at the 15th Annual General Meeting of the company to be held on 29.09.09 at 11.00 A.M at East of Kailash, New Delhi-110065

Signature of the share Holder or Proxy attending the meeting	
If Member, please Sign Below	If Proxy, Please Sign Below

.....**TEAR OFF HERE**.....**KEDIA INFOTECH LIMITED****PROXY**REGD.OFFICE: 312,G.K.HOUSE, 187A,SANT NAGAR, EAST OF KAILASH
NEW DELHI—110065**15th Annual General Meeting**

I/We _____ of _____ in the district
of _____ being a member/members of the company, hereby
appoint _____ of _____ in the district
of _____ Or failing him/her _____ of _____ In the district of

_____ As my/our proxy to vote for me/us on my/our behalf at the Annual
General Meeting of the company to be held on Tuesday the 29th day of September 2009 At 11.00. A.M
at East of Kailash, New Delhi-110065 and at any adjournment thereof.

As witness my/our hand (s) this _____ day of _____ 2009

Affix One Rupee Revenue Stamp
--

Note: this Proxy Form, in order to be effective, should be duly stamped, completed and signed and must be deposited at the registered office of the Company, not less than 48 hours before the meeting.