

17th
ANNUAL REPORT
2010-2011



Indo Thai
Trade with Confidence

INDO THAI
SECURITIES LTD.

MEMBER : ● NSE ● BSE ● MCX'SX ● USE ● DP-CDSL

INDO THAI SECURITIES LIMITED



CORPORATE INFORMATION

Board of Directors	Mr. Parasmal Doshi Mr. Dhanpal Doshi Mr. Rajendra Bandi Mr. Omprakash Gauba Mr. Sunil Kumar Soni Mr. Sanjay Parmar Mr. V.N. Nitsure	Chairman cum Whole-time Director cum Chief Executive Officer Managing Director Whole-time Director Independent Director Independent Director Independent Director (w.e.f. 20.08.2010) Independent Director (upto 20.08.2010)
Company Secretary & Compliance Officer	Mr. Anurag Kumar Saxena	
Statutory Auditors	S Ramanand Aiyar & Co. Chartered Accountants 307, Nariman Point Building, 96, Maharani Road, Indore – 452 007	
Internal Auditors	Shah & Ramaiya Chartered Accountants B-3/4, Jay Gokul Dham, S V Road, Opp. Shimpoli Flyover, Borivali (W), Mumbai – 400 092 Abhijeet Jain & Associates Chartered Accountants B-15, Prem Varsha, Parsiwada, Sahar Road, Andheri East, Mumbai – 400 099	
Registered Office*	16, 4 th Floor, Dawa Bazar, R.N.T. Marg, Indore - 452 001 Madhya Pradesh, India Ph : (0731) 2705420/22 *w.e.f. 15.11.2010	
Share Transfer Agent	Sharepro Services (India) Pvt. Ltd. 607/608, Sagar Tech Plaza, A Wing, Sakinaka Junction, Andheri (East), Mumbai-400 072, Tel: +91-22- 61915402/5404, Fax: +91-22- 61915444	
Bankers	Indusind Bank Ltd. Bank of India Canara Bank Axis Bank Ltd. Union Bank of India	

INDO THAI SECURITIES LIMITED



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INDO THAI SECURITIES LIMITED



NOTICE

NOTICE is hereby given that the 17th Annual General Meeting of the members of Indo Thai Securities Limited the Company will be held as under:

- Day : Friday
- Date : September 30, 2011
- Time : 2.00 PM
- Place : 16, 4th Floor, Dawa Bazar, R.N.T. Marg, Indore-452001(M.P.)

to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Accounts Sheet for the year ended 31st March, 2011 and report of Director's and Auditors' Reports thereon.

To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT the Audited Balance Sheet as at March 31, 2011 and Profit and Loss Account for the year ended on that date together with the Auditors' Report And Directors' Report as circulated to the shareholders and now laid before the meeting be and are hereby approve and adopted."

2. To appoint a director in place of Mr. Sunil Kumar Soni who retires by rotation and being eligible, offers himself for re-appointment.

To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Sunil Kumar Soni, who retires by rotation at this meeting and being eligible, offers himself for re-appointment for re-appointment, be and is hereby re-appointed as the Director of the Company."

3. To appoint Statutory Auditors and fix their remuneration

To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

"RESOLVED THAT M/s. S. Ramanand Aiyar & Company, Chartered Accountants, the retiring auditors, be and are hereby reappointed as auditors of the Company to hold office until the conclusion of the next Annual General Meeting of the Company for auditing the accounts of the Company for the financial year 2011-2012 and the Board of Directors /Committee of the board be and are hereby authorized to fix their remuneration plus traveling and other out of pocket expenses incurred by them in connection with statutory audit and/or continuous audit and also such other remuneration as may be decided to be paid by the Board/committee of the Board, for performing duties other than those referred to herein above."

By Order of the Board
For Indo Thai Securities Ltd.

Date : August 6, 2011
Place : Indore

Sd/-
Anurag Kumar Saxena
(Company Secretary)

INDO THAI SECURITIES LIMITED



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 of the company. Proxy form duly completed should be deposited at the registered office of the company not less than 48 hours before the schedule time of the annual general meeting.
2. Corporate Members intending to send their Authorized Representative to attend the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. Members are requested to bring their copies of the annual report and attendance slips at the meeting.
4. Members are requested to quote their Folio Nos / ID Nos in all correspondence.
5. Members are requested to notify immediately any change of address to the company at its registered office in respect of their folio number, Banker's Name and Account Number.
6. Company had appointed M/s Sharepro Services (India) Pvt. Ltd. as Registrar & Transfer Agent, so the member who wish to dematerialization his shares, are requested to open a Beneficiary Account with a DP and complete the dematerialization formalities.
7. All documents referred to in the accompanying notice are open for inspection at the registered office of the company during office hours on all working days except Saturday and holidays, between 11.00 a.m. And 1.00 p.m. upto the date of the annual general meeting.
8. Queries on accounts and operations of the company, if any, may please be sent to the company at least seven days in advance of the meeting so that the answers may be made readily available at the meeting.

By Order of the Board
For Indo Thai Securities Ltd.
Sd/-

Date : August 6, 2011
Place : Indore

Anurag Kumar Saxena
(Company Secretary)

DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to submit 17th Annual Report alongwith the Audited Financial Statements for the year ended on March 31, 2011.

FINANCIAL HIGHLIGHTS & PERFORMANCE

Particulars	2010-2011 Amount in Rs.	2009-2010 Amount in Rs.
Income from Brokerage & Depository Operation	37904568	32630982
Other Income	10642101	18908290
Total Income	48546669	51539272
Total Expenditure	32262113	26098450
Profit Before Tax (PBT)	16284556	25440822
Provision for Income tax (including deferred tax)	5629877	5871079
Profit After Income tax (PAT)	10654679	19515007
Surplus brought forward from previous year	48299143	28784136
Amount available for appropriations	18953822	48299143
Earnings per share	1.78	3.25

Note : EPS are computed based on current equity base of 6000000 shares as 31-Mar-11 (After considering Bonus Shares issued in financial year 2010-11)

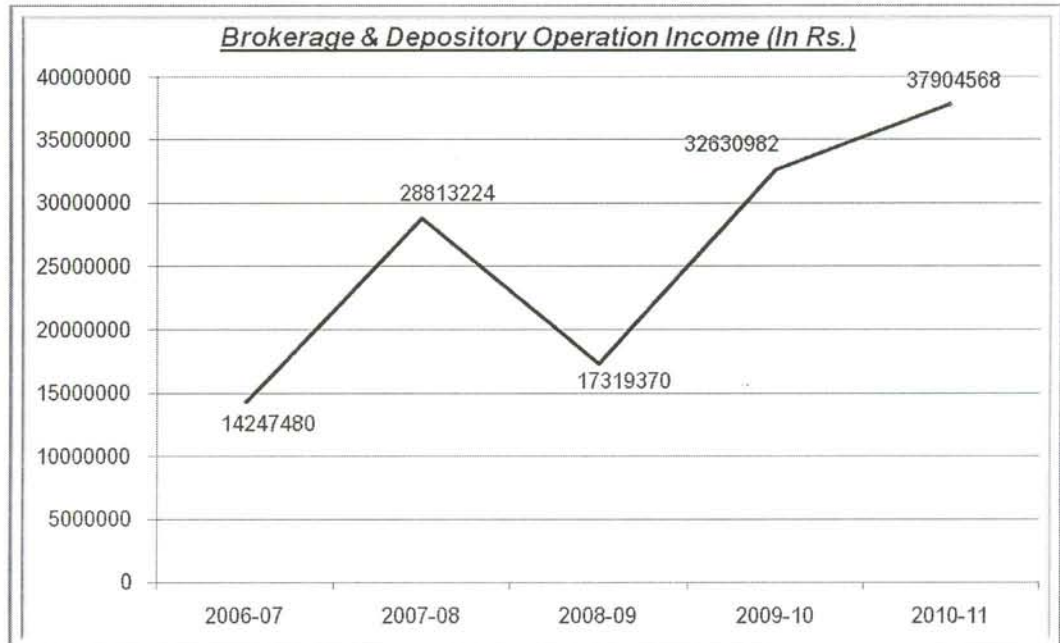
The financial figure of the company shows that income of the Company has slightly reduced by 5.80% as compared to previous year. The total income for the year decreased from Rs. 5,15,39,272/- to Rs. 4,85,46,669/-. Even though your company has recorded Brokerage Income of Rs. 3,66,55,271/- for the year ended 31.03.2011 and increased by Rs. 54,92,956/- as compared to previous year's corresponding income of Rs. 3,11,62,315/- representing a healthy growth of our Company. Your Company earned Rs. 12,49,297/- as Depository Operation Income in the financial year 2010-11, this income is based on transaction & dematerialization charges collected from the BOs.

The year under review was extremely challenging and in this difficult year several sectors are threatened by slowdown consequently markets goes on reaction trend in full financial year. In spite of all in the year under review the total income jumped by 13.71% as compare to total income (excluding LTCG) for the year ended on 31st March, 2010.

By the variation in the market your Company brought bonus issue and allotted 2 (Two) bonus share for 1 (One) equity share to its shareholder, as a consequence of the such issue the equity of the company is increased by 200%, hence the Earning Per Share (EPS) for the year 2010-11 on the face value of Rs.10/- work out to Rs. 1.78/- compared to Rs. 3.25/- for the previous year.

Your Company has taken aggressive steps to meet the challenges of the difficult times through major initiatives in sustaining growth, process improvement and efficient management of working capital. In order to weather the tough economic environment over the last year, your company affected a strategy which allowed it to be liquid, whilst it tested the right market conditions where it could significantly sustain the existing clients and attract new numbers of client. Value position was the key element of this strategy. Your company met all its commitments in time to Clients, Banks & all the business partners.

INDO THAI SECURITIES LIMITED



FUTURE PROSPECTS AND GROWTH

As stated in previous Annual Report, the company is about to bring its Initial Public Offer (IPO) in coming few months. The Company is in the process of seeking further approvals in this regard. Company is also proceeding to upgrade its existing softwares and provide new facility in the form of Internet Based Trading (IBT) Software linked with Banking and Depository facilities and very soon the same will be installed. The increased turnover of Indian capital Market witnessed a compound annual growth which provides an efficient and transparent platform for various types of securities such as equity shares, preference shares, debentures etc. and so the company is looking for better business opportunity. Company is also planning to extend its branches in other cities for the purpose of expansion of business. Increased expansion needs indicate the requirement of new corporate office and to fulfill that Company's management is discussing with the Board to acquire the land.

INITIAL PUBLIC OFFERING

The development process of IPO is moving rapidly and by this way we are expecting that IPO of your company will be on floor in near future. Company's Management, IPO Team and other concern agencies are in regular touch/conversation and doing utmost efforts for listing of shares in near future. Your Director's are pleased to announce that your company's Initial Public Offer (IPO) will be launched within few months. The Progress Report on IPO shown as under:

Date	Particulars
28.04.2011	Draft Red Herring Prospectus filed with SEBI
28.04.2011	Draft Red Herring Prospectus filed with NSE
29.04.2011	Draft Red Herring Prospectus filed with BSE
04.07.2011	In principle approval letter issued by NSE
08.07.2011	ISIN for Shares of ITSL issued & activated by NSDL
11.07.2011	ISIN for Shares of ITSL activated by CDSL
22.07.2011	In principle approval letter issued by BSE
29.07.2011	Observation letter issued by SEBI
03.08.2011	IPO Grading letter issued by CARE Ratings

Your Company has executed an agreement with M/s Sharepro Services (India) Private Limited on 11.01.2011 and appointed such company as Registrar to the Issue. All Shareholders (Members) are invited & requested to surrender their physical shares with your concern DPs and get your shares in dematerialize form.

INDO THAI SECURITIES LIMITED



DIVIDEND

In order to meet the investment requirement for various ongoing projects related to proposed Initial Public Offering (IPO) and In view of augmenting funds for its increased working capital requirements, your directors have decided not to recommend any dividend for the year ended 31-March-2011.

PUBLIC DEPOSITS

Your company has not accepted any deposits from the public falling within the purview of Section 58A and 58AA of the Companies Act, 1956. As such, there was no principal or interest outstanding as on the date of the Balance sheet

STATUTORY AUDITORS

The auditors of the company M/s S. Ramanand Aiyar & Company, Indore retire at the ensuing Annual General Meeting and eligible offer themselves for re-appointment. M/s S. Ramanand Aiyar & Company have sought re-appointments confirmed that their re-appointment, if made, would be within prescribed limit under Section 224(1B) of the Companies Act, 1956.

The Notes to Accounts referred to in the Auditor's Report are self explanatory and therefore do not call for any future comment.

INTERNAL CONTROLS AND SYSTEM AND THEIR ADEQUACY

The company has invested in ensuring that its Internal Audit and control system are adequate and commensurate with the nature of our business and size of our operations. The company also retains a few specialized Audit firms to carry out specific / concurrent audit of some critical function such as half yearly Internal Audit of broking business mandate by SEBI / Exchanges, KYC process, demat transfers, payouts, system audit, branches & sub brokers audits etc. The Internal Audit process has been designed to ensure complete checks and balances at every stage M/s Shah & Ramaiya, Chartered Account, Mumbai has been appointed for conducting Audit under SEBI Compliance for Brokers and Depository Participants. The Internal Audit Reports for half year ended on 30.09.2010 & 31.03.2011 issued by M/s Shah & Ramaiya are submitted alongwith Management Comment to Exchange(s)/Depository where your company is registered as Member/DP. A Chartered Account firm M/s Abhijeet Jain & Associates is appointed for conducting Concurrent Audit of all operational activities of your Company.

DIRECTORS' RESPONSIBILITY STATEMENT

As required by Section 217 (2AA) of the Companies act, 1956, your Director's confirm that:

- a. in preparation of the annual accounts, the applicable accounting standard were followed except the non compliance with the recommendation of accounting standard 15 "Employee Benefit" in respect of gratuity provision (shown in note no. 11 of notes to accounts) and it will be complied in current financial year 2011-12."
- b. Appropriate accounting policies were selected and applied consistently and that judgments and estimates made were reasonable and prudent so as to give true and fair view of the state affairs of your company as at March 31,2011 and of its profit for the year ended on that date.
- c. Proper and sufficient care was taken to maintain adequate accounting records in accordance with the provision of the Act to safeguard the assets of your company and for preventing and detecting fraud and other irregularities.
- d. The annual accounts were prepared on an ongoing concern basis.

DIRECTORS

Shri Sunil Kumar Soni, Director of the Company retire by rotation at the ensuing Annual General Meeting and being eligible, offered himself for re-appointment. Necessary resolution is submitted for your approval.

Apart from this, Shri Vinayak Narayan Nitsure resigned from the Board citing personal reasons. The Board expresses its sincere appreciation and gratitude to the out going Director for his valuable

assistance and advice rendered by him during the tenure of his association with the Board. Shri Sanjay Parmar joined the Board on 18.08.2010 and the company appreciate his appointment and hoped that his participation in discussions and making policies for the business prospects will be most beneficial to the Company.

CHANGE IN REGISTERED OFFICE

To satisfying need of administrative convenience, your Company's Registered Office shifted from 33, Shiv Vilas Palace, Rajwada, Indore (M.P.) to '16, 4th Floor, Dawa Bazar, R.N.T Marg, Indore (M.P.)', w.e.f 15.11.2010. Company made all the necessary changes wherever required & complied with all condition of Section 146 of Companies Act 1956.

MEMBERSHIP OF UNITED STOCK EXCHANGE LIMITED

Your Company is gradually enhancing trading platform for its Clients and in this context your Company has obtained Trading Membership of United Stock Exchange of India Limited for Currency Derivative Segment and registered with SEBI as TM on 22.09.2010.

INSURANCE

Your Company has taken adequate steps for insurance of properties of your company. Different kinds of policies taken for that i.e. Standard Fire and Special Perils Policy, Burglary B.P., Electronic Equipment Insurance. In addition to cover the risk arising from operation, your company has also taken Stock Broker Indemnity Insurance Policy for exchange(s).

COMMITTEES

Three committees were constituted on 20.08.2010 with comprises following Directors:

Committee/Director	Mr. Sanjay Parmar	Mr. Omprakash Gauba	Mr. Sunil Soni
Audit Committee	Chairman	Member	Member
Remuneration Committee	Member	Member	Chairman
Investor's Grievance Committee	Member	Chairman	Member

PARTICULARS OF EMPLOYEES

During the year there were no employees whose particulars are required to be disclosed under Section 217(2A) of the Companies Act, 1956 of read with Companies (particulars of employees) Rules, 1975, as amended vide notification no. GSR 289(E) dtd. 31.03.2011.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company is engaged in providing services and as such the information in respect of Conservation of Energy as required U/s 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of Board of director's) rules, 1988 is not required to be given. The company has no specific Research & Development department. There is no foreign exchange earning or out go during the year under review.

ACKNOWLEDGMENTS / APPERCIATION

Your Directors wish to express their appreciation of the benefaction support, co-operation of the shareholders, clients, business associates. banks, exchanges, government & all other governing authorities and seeks their patronage in future as well.

For & on behalf of the Board
Indo Thai Securities Limited
Sd/-
Parasmal Doshi
(Chairman)

Date : August 6, 2011
Place: Indore

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INDO THAI SECURITIES LIMITED



AUDITOR'S REPORT

TO
THE MEMBERS
INDO THAI SECURITIES LIMITED

We have audited the attached Balance Sheet of INDO THAI SECURITIES LIMITED, 16, 4th Floor, Dawa Bazar, Indore (M.P.) as at 31st March 2011 and also the Profit And Loss Account of the company for the period 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.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit plan includes examining, on 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 managements, as well as evaluating the overall financial presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956. We enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to our comments in the annexure referred to above, we report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
2. In our opinion, proper books of accounts as required by law have been kept by the company, so far as it appears from our examination of such books of accounts;
3. The balance Sheet and the Profit & Loss Account dealt by this report are in agreement with books of accounts;
4. In our opinion the Profit & Loss Account and Balance Sheet comply with the mandatory accounting standards referred to in sub sec. (3C) of sec. 211 of the Companies Act, 1956; **except the non compliance with the recommendations of accounting standard 15 "Employee Benefits" in respect of Gratuity provision. (refer note no. 11 of notes to accounts)**
5. On the basis of the written representation received from the directors as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31 March 2011 from being appointed as a director in the terms of clause (G) of sub-section (1) of section 274 of the Companies Act, 1956;
6. In our opinion and to the best of our information and according to the explanation given to us the accounts read together with significant accounting policies and subject to notes to the account, given the information required by the Companies Act, 1956 in the manner so required and given a true and fair view;
 - A. In the case of Balance Sheet, of the state of affairs of the company As on 31st March 2011, and
 - B. In the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date.

For S.Ramanand Aiyar & Co.
Chartered Accountants
sd/-

Amit Singhvi
Partner

Date: August 6th, 2011
Place: Indore

Membership No. 129331
Firm Registration No. 000990N

INDO THAI SECURITIES LIMITED



AUDITORS' REPORT

We have audited the attached Balance Sheet of Indo Thai Securities Limited, 16, 4th Floor, Dawa Bazar, Indore as at 31st March 2011 and also the attached Profit & Loss account of the company for the year ended on that date annexed thereto and report that;

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 2. In our opinion, proper books of accounts and records as specified in Rule 15 of the Securities Contracts (regulation) Rules, 1957 have been kept by the company so far as it appears from our examination of such books of accounts;
 3. The Stock Broker has complied with the requirements of the stock exchange so far as they relate to maintenance of account and was regular submitting the required accounting information to the stock exchange as informed and explanation given to us;
 4. the Balance Sheet and the Profit & Loss Account dealt by this report are in agreement with books of account;
 5. In our opinion and to the best of our information and according to the explanation given to us the accounts subject to notes to the account, given a true & fair view
- A. In the case of Balance Sheet, of the state of affairs of the company as on 31st March 2011, and
- B. In case of the Profit & Loss Account, of the profit of the company for the year ended on that date.

For S.Ramanand Aiyar & Co.
Chartered Accountants

Date: August 6th, 2011
Place: Indore

Sd/-
Amit Singhvi
Partner
Membership No. 129331
Firm Registration No. 000990N

ANNEXURE TO THE AUDITOR'S REPORT**TO
THE MEMBERS
INDO THAI SECURITIES LIMITED**

- I.
 - a. The company is maintaining proper records showing full particulars, including quantitative and situation of fixed assets;
 - b. All the fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies have been noticed on such verification.
 - c. During the year in our opinion, company has not disposed off substantial part of fixed assets.
- ii.
 - a. As explained to us the stock of shares during the year was in demat form and management has verified the same from the demat account statement. In our opinion, the frequency of verification is reasonable.
 - b. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation the size of company and the nature of its business;
 - c. The company is maintaining proper records of inventory and no material discrepancies were noticed on verification between electronic records and book records.
- iii. In our opinion, the company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the companies Act 1956. clauses iii(b) and iii(d) of paragraph 4 of the Order, are not applicable.
- iv. In our opinion company's internal control procedures are 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) In our opinion, the transactions that need to be entered into a register maintained under section 301 of the Companies Act, 1956 have been so complied with.
 - (b) In our opinion there are no such transactions exceeding Rs. Five lacs each which have been made at prices, which are not reasonable having regard to the prevailing market prices, materials or services at the relevant time.
- vi. The Company has not accepted deposits from the public and the provisions of sections 58A and 58AA of the Act and the rules framed there under, where not applicable.
- vii. In our opinion the company has an internal audit system commensurate with size and nature of its business;
- viii. Maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the companies Act, 1956.
- ix.
 - (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Cess and other material statutory dues as and wherever applicable to the Company, with the appropriate authorities. Based on the information furnished to us, there are no undisputed statutory dues as on March 31, 2011, which are outstanding for a period exceeding six months from the date they became payable.
 - (b) According to the information and explanations given to us and records of the Company examined by us, there are no disputed statutory dues as on March 31, 2011.
- x. The Company has neither accumulated losses as at 31st March 2011 nor has incurred cash losses during the financial year ended on that date or in the immediately preceding financial year.

INDO THAI SECURITIES LIMITED



- xi. The Company has not defaulted in repayment of its dues to a financial institution or bank or debenture holders.
- xii. The company has not granted any loans and advances on the basis of security by way of pledge of shares debentures and other securities.
- xiii. The provisions of any special statute as specified under clause (xiii) of paragraph 4 of the order are not applicable to the company.
- xiv. Proper records have been maintained by the company of the transactions and contracts and timely entries have been made therein in respect of dealing & trading in shares, securities, debentures and other investments and no shares, securities, debentures and other securities have been held by the company, in its own name except to the extent of the exemption, if any, granted under section 49 of the Companies Act 1956.
- xv. The Company has not given any guarantee for loans taken by other from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company.
- xvi. The Company has not obtained any term loans that were not applied for the purpose for which the loans were obtained.
- xvii. Based on the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there are no funds raised on short-term basis which have been used for long term investment and vice versa.
- xviii. The Company has not made any preferential allotments of shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act, 1956.
- xix. No securities have been created by the Company in respect of debenture issued.
- xx. The company has not raised any money by public issue during the year.
- xxi. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For S.Ramanand Aiyar & Co.
Chartered Accountants

Date: August 6th, 2011
Place: Indore

Sd/-
Amit Singhvi
Partner
Membership No. 129331
Firm Registration No. 000990N

INDO THAI SECURITIES LIMITED



BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	SCHE.	AMOUNT 2010-11 Rs.	AMOUNT 2009-10 Rs.
SOURCES OF FUNDS :			
SHAREHOLDER'S FUNDS:			
SHARE CAPITAL	A	60,000,000.00	20,000,000.00
RESERVES & SURPLUS	B	18,953,821.95	48,299,142.70
LOAN FUNDS:			
SECURED LOANS	C	15,131,774.00	17,169,747.00
DEFERRED TAX LIABILITY		109,911.00	181,134.00
TOTAL Rs.		94,195,506.95	85,650,023.70
APPLICATION OF FUNDS:			
FIXED ASSETS:			
GROSS BLOCK	D	36,491,513.51	36,771,961.51
LESS: DEPRECIATION		14,572,948.09	13,734,603.96
NET BLOCK		21,918,565.42	23,037,357.55
INVESTMENT	E	7,823,333.25	8,140,496.25
CURRENT ASSETS, LOANS & ADV.:			
INVENTORIES		833,560.00	209,244.17
SUNDRY DEBTORS			
More than Six Months		6,186,932.62	3,062,346.12
Others		13,833,292.72	13,249,938.51
CASH & BANK BALANCES	F	67,689,562.73	67,321,993.71
OTHER CURRENT ASSETS	G	4,317.51	58,900.01
LOANS, ADVANCES & DEPOSITS	H	21,343,656.99	21,029,750.37
(A)		109,891,322.57	104,932,172.89
LESS:			
CURRENT LIABILITIES & PROVISIONS:			
SUNDRY CREDITORS		40,973,262.43	43,631,496.38
OTHER LIABILITIES & PROVISIONS	I	5,799,107.86	6,841,554.61
(B)		46,772,370.29	50,473,050.99
NET CURRENT ASSETS (A - B)		63,118,952.28	54,459,121.90
MISC. EXPENDITURE TO THE EXTENT NOT WRITTEN OFF / ADJUSTED	J	1,334,656.00	13,048.00
TOTAL Rs.		94,195,506.95	85,650,023.70
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS			
O			

AS PER OUR ATTACHED REPORT OF EVEN DATE FOR & ON BEHALF OF BOARD OF DIRECTORS

FOR S. RAMANAND AIYAR & CO.
CHARTERED ACCOUNTANTS

sd/-
AMIT SINGHVI
(PARTNER)
M.NO: 129331
FIRM REG NO. 000990N
INDORE, 6th Aug 2011

sd/-
DHANPAL DOSHI
(MANAGING DIRECTOR)

sd/-
PARAS DOSHI
(WHOLE TIME DIRECTOR)

sd/-
ANURAG KUMAR SAXENA
(COMPANY SECRETARY)

INDO THAI SECURITIES LIMITED

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
ON 31st MARCH, 2011**

PARTICULARS	SCHE.	AMOUNT 2010-11	AMOUNT 2009-10
INCOME :			
BROKERAGE INCOME	K	36,655,271.22	31,162,314.72
INCOME FROM DEPOSITORY OPERATION		1,249,296.73	1,468,666.83
MISCELLANEOUS INCOME	L	10,642,101.31	10,061,224.43
LONG TERM CAPITAL GAIN		-	8,847,066.07
TOTAL Rs.		48,546,669.26	51,539,272.05
EXPENDITURE :			
OPERATING EXPENSES	M	2,988,209.96	2,248,369.21
ADMINISTRATIVE EXPENSES	N	27,962,411.05	22,359,061.98
DEPRECIATION		1,311,492.00	1,491,019.00
TOTAL Rs.		32,262,113.01	26,098,450.19
PROFIT BEFORE TAX		16,284,556.25	25,440,821.86
INCOME TAX PREVIOUS YEAR		-	54,736.00
INCOME TAX CURRENT YEAR	5,701,100.00		5,938,909.00
DEFERRED TAX (AS PER NOTES)	(71,223.00)	5,629,877.00	(67,830.00)
PROFIT AFTER TAX		10,654,679.25	19,515,006.86
BALANCE B/F.FROM PREVIOUS YEAR		48,299,142.70	28,784,135.84
PROFIT FOR THE YEAR TRANSFERRED TO BALANCE SHEET		58,953,821.95	48,299,142.70
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS	0		

AS PER OUR ATTACHED REPORT OF EVEN DATE FOR & ON BEHALF OF BOARD OF DIRECTORS

FOR S. RAMANAND AIYAR & CO.
CHARTERED ACCOUNTANTS

sd/-
AMIT SINGHVI
(PARTNER)
M.NO: 129331
FIRM REG NO. 000990N
INDORE, 6th Aug 2011

sd/-
DHANPAL DOSHI
(MANAGING DIRECTOR)

sd/-
PARAS DOSHI
(WHOLE TIME DIRECTOR)

sd/-
ANURAG KUMAR SAXENA
(COMPANY SECRETARY)

INDO THAI SECURITIES LIMITED



SCHEDULE-A : SHARE CAPITAL FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-10
AUTHORISED SHARE CAPITAL (1,20,00,000 Equity Shares of Rs.10/- each)	1,20,000,000.00	120,000,000.00
ISSUED, SUBSCRIBED & PAID UP CAPITAL (60,00,000 Equity Shares of Rs.10/- each)	6,00,000,000.00	20,000,000.00
TOTAL Rs.	6,00,00,000.00	20,000,000.00

SCHEDULE - B : RESERVES AND SURPLUS FORMING PART OF BALANCE SHEET AS ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
RESERVES BROUGHT FORWARD FROM PREVIOUS YEAR	48,299,142.70	28,784,135.84
PROFIT AS PER P&L ACCOUNT	10,654,679.25	19,515,006.86
LESS : BONUS SHARES ALLOTTED OUT OF RESERVES Refer note No 16	40,000,000.00	-
TOTAL Rs.	18,953,821.95	48,299,142.70

SCHEDULE-C : SECURED LOANS FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-10
CASH CREDIT FROM BANK	13,781,986.00	15,219,747.00
LOAN FROM FINANCIAL INSTITUTIONS	1,349,788.00	1,950,000.00
TOTAL Rs.	15,131,774.00	17,169,747.00

SCHEDULE - E : INVESTMENT FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-10
QUOTED INVESTMENT:		
INVESTMENT IN SHARES (Quoted)	3,571,333.25	3,688,496.25
UNQUOTED INVESTMENT:		
INDO THAI COMMODITIES PVT. LTD. (Unquoted)	4,252,000.00	4,252,000.00
INVESTMENT IN MUTUAL FUND	-	200,000.00
TOTAL Rs.	7,823,333.25	8,140,496.25

*Market Value of quoted Investment as on 31-Mar-11 is Rs. 2016299/-

SCHEDULE-D : FIXED ASSETS

FORMING PART OF BALANCE SHEET AS AT 31st MARCH,2011

DESCRIPTION	RATE OF DEP.	GROSS BLOCK			DEPRECIATION				NET BLOCK	
		AS AT 01/04/10	ADDITIONS (DELETION)	AS AT 31/03/2011	AS AT 01/04/10	WRITTEN BACK	FOR THE PERIOD	TOTAL 31/03/2011	AS AT 31/03/2011	AS AT 31/03/2010
AGRICULTURE LAND		1,212,900	-	1,212,900	-	-	-	-	1,212,900	1,212,900
PLOT AT SCH NO 71		16,303,348	-	16,303,348	-	-	-	-	16,303,348	16,303,348
OFFICE PREMISES	5.00%	380,000	(380,000)	-	145,460	154,328	8,868	-	-	234,540
FAX MACHINE	13.91%	18,500	-	18,500	15,747	-	383	16,130	2,370	2,753
CD PLAYER	13.91%	10,312	-	10,312	7,850	-	342	8,192	2,120	2,462
AIR CONDITIONER	13.91%	721,889	66,300	788,189	429,264	-	46,555	475,819	312,370	292,625
OFFICE EQUIPMENTS	13.91%	35,977	36,465	72,442	25,674	-	5,010	30,684	41,758	10,303
TELEVISION	13.91%	47,680	-	47,680	28,986	-	2,600	31,586	16,094	18,694
VSAT & EQUIPMENTS	13.91%	212,500	-	212,500	72,782	-	19,435	92,217	120,283	139,718
MODEMS,ROUTERS & ICON CORDS	13.91%	2,574,912	-	2,574,912	1,572,586	-	139,424	1,712,010	862,902	1,002,326
REFRIGERATOR & WATER COOLER	13.91%	39,600	-	39,600	28,078	-	1,603	29,681	9,919	11,522
EPABX	13.91%	122,090	-	122,090	70,908	-	7,119	78,027	44,063	51,182
COMPUTER PRINTER	13.91%	592,531	12,000	604,531	270,548	-	44,901	315,449	289,082	321,983
FURNITURE & FIXTURES	18.10%	3,092,898	9,322	3,102,220	2,233,369	-	156,592	2,389,961	712,259	859,529
UPS	20.00%	907,030	100,300	1,007,330	678,749	-	59,341	738,090	269,240	228,281
BATTERY (FOR UPS)	20.00%	285,400	-	285,400	65,752	-	43,930	109,682	175,718	219,648
CAR MARUTI SWIFT	25.89%	544,290	(544,290)	-	252,347	318,820	66,473	-	-	291,943
CAR SANTRO XL NEW	25.89%	350,346	-	350,346	202,829	-	38,192	241,021	109,325	147,517
CAR HONDA CITY	25.89%	794,950	-	794,950	146,042	-	168,002	314,044	480,906	648,908
HONDA ACTIVA	25.89%	41,086	-	41,086	32,455	-	2,235	34,690	6,396	8,631
SCOOTER SUZUKI	25.89%	46,130	-	46,130	14,732	-	8,129	22,861	23,269	31,398
SCOOTER TVS PEP+	25.89%	39,615	-	39,615	5,170	-	8,918	14,088	25,527	34,445
COMPUTERS	40.00%	6,604,600	419,455	7,024,055	6,118,221	-	292,911	6,411,132	612,923	486,379
COMPUTER SOFTWARE	40.00%	1,793,378	-	1,793,378	1,317,055	-	190,529	1,507,584	285,794	476,323
GRAND TOTAL		36,771,962	(280,448)	36,491,514	13,734,604	473,148	1,311,492	14,572,948	21,918,565	23,037,358

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SCHEDULE - F : CASH & BANK BALANCES
FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	AMOUNT 2010-2011	AMOUNT 2009-2010
CASH IN HAND	655,904.00	217,100.00
<u>BANK BALANCES :</u>		
WITH SCHEDULED BANKS		
— CURRENT ACCOUNTS	10,645,255.96	18,549,210.57
— DEPOSIT ACCOUNTS	56,388,402.77	48,555,683.14
	67,689,562.73	67,321,993.71

SCHEDULE - G : OTHER CURRENT ASSETS
FORMING PART OF BALANCE SHEET AS ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
ACCRUED INTEREST	4,317.51	58,900.01
TOTAL Rs.	4,317.51	58,900.01

SCHEDULE - H : LOANS, ADVANCES & DEPOSITS
FORMING PART OF BALANCE SHEET AS ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
SECURITY DEPOSITS	20,193,304.00	20,395,300.00
PREPAID EXPENSES	1,016,408.99	544,757.00
ADVANCE TAX & TDS RECEIVABLES	62,507.00	68,088.37
OTHER ADVANCES	71,437.00	21,605.00
	21,343,656.99	21,029,750.37

SCHEDULE - I : OTHER LIABILITIES/PROVISIONS
FORMING PART OF BALANCE SHEET AS ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
CREDITORS FOR EXPENSES	1,828,296.64	1,970,955.17
SALARY PAYABLE :		
- TO BRANCHES	705,740.81	-
- TO STAFF	93,155.00	-
<u>DEPOSITS FROM CLIENTS & FRANCHISEE'S:</u>		
SECURITY DEPOSIT FROM BRANCHES	1,131,540.00	1,842,918.00
<u>PROVISIONS:</u>		
PROVISION FOR INCOME TAX	2,034,125.41	3,027,681.44
PROV. FOR LOSS ON CDS OPTION A/C	6,250.00	-
TOTAL :	5,799,107.86	6,841,554.61

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SCHEDULE - J : MISCELLANEOUS EXPENDITURE FORMING PART OF BALANCE SHEET AS ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
IPO EXPENSES	653,210.00	-
ROC CHARGES	681,446.00	-
DEFERRED REVENUE EXPENSES	13,048	
LESS:WRITTEN OFF DURING THE YEAR	13,048	13,048.00
	1,334,656.00	13,048.00

SCHEDULE - K :BROKERAGE INCOME: FORMING PART OF ACCOUNTS FOR THE YEAR ENDING ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
BROKERAGE & OPERATIONAL INCOME	36,655,271.22	31,162,314.72
TOTAL Rs.	36,655,271.22	31,162,314.72

SCHEDULE - L : MISCELLANEOUS INCOME FORMING PART OF ACCOUNTS FOR THE YEAR ENDING ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
OTHER CHARGES COLLECTED	5,031,056.18	5,588,799.27
NET INTEREST ON FDR	4,585,443.68	3,793,242.84
MISC. INCOME	133,785.12	308,938.03
PROFIT FROM PRO TRADING	641,600.15	79,253.05
SHORT TERM CAPITAL GAIN	19,171.06	-
BAD DEBTS RECOVERY	8,000.00	17,600.19
DIVIDEND RECEIVED (LISTED CO.)	19,187.25	9,170.00
DIVIDEND RECEIVED (UNLISTED CO.)	-	212,600.00
PROFIT ON SALE OF ASSETS	203,857.87	51,621.05
TOTAL Rs.	10,642,101.31	10,061,224.43

SCHEDULE - M : OPERATING EXPENSES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
NSE CHARGES	218,126.64	90,053.39
NSE/BSE ANNUAL MEMBERSHIP FEES	120,000.00	127,000.00

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V-SAT EXPENSES	387,600.00	305,200.00
LEASELINE EXPENSES	637,132.51	90,842.17
SOFTWARE MAINT. EXPENSES	207,743.00	362,488.72
ANNUAL MAINTENANCE EXP.	274,992.83	243,366.00
LOSS ON VANDA	512,098.28	147,452.54
DEPOSITORY EXPENSES	323,004.34	525,965.78
BSE CHARGES	58,733.70	95,485.43
OPERATING EXPENSES OF D.P.	248,778.66	260,515.18
TOTAL Rs.	2,988,209.96	2,248,369.21

SCHEDULE - N : ADMINISTRATIVE EXPENSES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2011

PARTICULARS	AMOUNT 2010-11	AMOUNT 2009-2010
EMPLOYEE REMUNERATION & BENEFITS:		
SALARY AND BONUS	6,006,890.00	4,028,143.00
SALARY TO BRANCHES	4,371,343.00	6,117,713.00
PROVIDEND FUND (EMPLOYER'S CONTR 13.61)	189,840.00	77,088.00
ESIC (EMPLOYER'S CONTR. 4.75%)	24,052.00	4,620.00
STIPEND A/C	101,842.00	11,750.00
STAFF WELFARE	354,526.00	380,259.00
CONVEYANCE ALLOWANCE	198,400.00	122,926.00
CHILDREN EDUCATION ALLOWANCE	7,200.00	5,000.00
HOUSE RENT ALLOWANCE	66,153.00	-
DIRECTORS REMUNERATION :		
REMUNERATION	912,000.00	624,000.00
HOUSE RENT ALLOWANCE	120,000.00	120,000.00
TRANSPORT ALLOWANCE	49,200.00	9,600.00
CHILDREN EDU. ALLOWANCE	4,800.00	2,400.00
BANK CHARGES & INTEREST :		
BANK CHARGES	163,694.15	180,536.11
BANK GUARANTEE COMMISSION	972,158.01	765,871.00
BANK INTEREST	2,087,398.95	228,667.04
INTEREST PAID	883,438.00	343,958.00
INTEREST ON SERV.TAX	127,448.00	122,524.00
INTEREST ON TDS	2,046.00	2,262.00
INTEREST ON INCOME TAX	133,438.56	62,897.00
INTEREST PAID ON CAR LOAN	-	5,459.00
OTHER ADMINISTRATIVE EXPENSES		
ADVERTISEMENT EXPENSES	21,600.00	57,064.00
ARBITRATION	848,003.00	1,028,179.75
AUDIT FEES	12,000.00	12,000.00
BATTERY EXP	270,960.00	7,500.00
BOOKS & PERIODICALS	11,002.00	20,244.00

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BUSINESS PROMOTION EXP.	430,618.00	43,652.00
CAR HIRING CHARGES	75,000.00	-
COMMISSION PAID A\C	-	80,190.00
COMP MAINT& NETWORKING EXP.	173,870.00	213,653.00
CONVEYANCE EXPENSES	4,000.00	36,430.00
DIWALI EXPENSES	18,306.00	23,085.00
DONATION A/C	14,500.00	15,700.00
ELECTRICITY EXPENSES	1,104,954.00	916,987.00
FEES & SUBSCRIPTON	46,493.00	20,250.00
INSURANCE EXPENSES	109,406.00	133,894.03
KEY-MAN INSURANCE POLICY	16,151.00	41,932.00
LEGAL EXPENSES	19,000.00	12,800.00
MISC BAL WRITTEN OFF	50,642.69	20,365.48
MISC. EXPENDITURE WRITTEN OFF	13,048.00	3,262.00
OFFICE EXPENSES	589,054.69	329,668.18
PHOTOCOPY EXPENSES	-	3,364.00
POSTAGE & TELEGRAMS	274,204.31	220,238.31
PRINTING & STATIONERY	346,327.00	344,985.00
PROFESSIONAL FEES	703,385.00	607,379.00
PROFESSIONAL TAX	2,500.00	2,500.00
PROPERTY TAX	6,804.00	-
RENT PAID A/C	2,034,477.00	2,129,213.00
REPAIR & MAINTENANCE	224,838.00	126,974.33
ROC CHARGES	-	7,000.00
PENALTY FOR LATE RETURN FILLING	4,000.00	4,000.00
NCFM CERTIFICATION FEE	90,328.00	129,500.00
STAMP CHARGES	335,254.00	60,050.00
SUNDRY DEBTORS UNRECOVERABLE W/OFF	1,579,239.26	1,152,719.13
TELEPHONE EXPENSES	789,938.34	948,594.98
TRAVELLING EXPENSES	321,326.62	28,720.00
VEHICLE RUNNING & MAINT EXP	174,956.88	172,151.00
ADMINISTRATION EXPENSES OF DP:		
ADMINISTRATION EXPENSES OF D.P.	470,356.59	189,143.64
TOTAL Rs.	27,962,411.05	22,359,061.98

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**Annexure – 0****(I) SIGNIFICANT ACCOUNTING POLICIES****1. System of Accounting**

The financial statements have been prepared on a going concern and on accrual basis, under the historical cost convention and in accordance with the generally accepted accounting principles, the accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government and relevant provisions of the Companies Act 1956, to the extent applicable.

2. Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumption that affect the reported amount of assets, liabilities, revenues & expenses and disclosure of contingent assets & liabilities. The estimates & assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the Financial Statements. Actual results may defer from the estimates & assumptions used in preparing the accompanying Financial Statements. Any differences of actual results to such estimates are recognized in the period in which the results are known / materialized.

3. Revenue recognition

- a. Income from brokerage activities is recognized as income on the trade date of the transaction.
- b. Income from arbitrage operations is stated net of commission expenses, if any, incurred against it and without deduction of Securities Transaction Tax.
- c. Profit / Loss on sale of investments are recognized on the trade date of the transaction and are stated net of Securities Transaction Tax incurred.
- d. Other Income is accounted for on accrual basis.

4. Fixed Assets

Fixed assets are stated at cost less depreciation/amortization. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

5. Depreciation / Amortization

- a. Tangible fixed assets including computer software are depreciated on Written Down Value (WDV) in accordance with the rates prescribed under Schedule XIV of the Companies Act, 1956, except for the following assets:

Sr No	Assets	Rate of Depreciation
1.	Battery for UPS	20%
2.	UPS System	20%

- b. Intangible assets except computer software are amortized on a straight line basis over a period having regard to their useful economic life and estimated residual value in accordance with Accounting Standard (AS) 26 "Intangible Assets".

6. Stock - in - trade

Shares and Securities acquired for sale in the ordinary course of business are considered as stock in trade, and are valued at lower of cost or market value as at the year/period end.

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7. Investments

Investments of long term nature are valued at cost. Provision is made to recognize a Marline, other than temporary, in the value of such investments.

8. Keyman Insurance

Keyman Insurance premium paid during the financial year is written off as expenditure in the profit and loss account.

9. Employees Retirement Benefits Provident Fund

The Company contributes to a recognized provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the profit and loss account.

Compensated Leave

Unutilized leave of staff lapses as at the year end and is not encashable.

10. Equity Index/Stock – Futures :

Equity Index/Stock Futures are marked-to-market on a daily basis. Debit or credit balance disclosed under Loans and advances or Current liabilities, respectively, in the "Mark-to-Market Margin – Equity Index/Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of Index/Stock Futures till the balance sheet date. As on the Balance Sheet date, the profit/ loss on open position in Index/Stock futures are accounted for as follows:

- a. Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated profit, is ignored and no credit is taken in the profit & loss account.
- b. Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated loss, is recognized in the profit & loss account.

On final settlement or squaring up of contracts for equity index/stock futures, the profit or loss is calculated as difference between settlement/squaring up price and contract price. Accordingly, debit or credit balance pertaining to the settlement/squared up contract in "Mark-to-Market Margin Equity Index/Stock Futures Account" is recognized in the profit & loss account upon expiry of the contracts. "Initial Margin – Equity Index/Stock Futures Account", representing initial margin paid, for entering into contracts for Equity Index/Stock Futures, which are released on final settlement/squaring-up of underlying contracts, is disclosed as under Loans and advances.

11. Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law), deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period) and fringe benefit tax.

Deferred taxation

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the asset can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a

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virtual certainty of realization of the assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonable/virtually certain (as the case may be) to be realized.

12. Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generated unit to which the asset belongs, is less than its carrying amount, the carrying amount is reduced to its recoverable amount.

13. Provisions, Contingent Liabilities & Contingent Assets

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements. A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

II) NOTES TO ACCOUNTS

1. Contingent Liabilities:

A. Contingent liability in respect of delayed or non-compliance of any fiscal statute, amount is uncertainable.

B. Details of Counter guarantees & Fixed Deposits pledge with banks

Particulars	As at 31-Mar-11
Counter guarantees in respect of guarantees given by banks to the Stock Exchanges towards base capital, margin deposits etc.	6,20,00,000
Pledged of fixed deposits with the bank against the above bank guarantees.	3,10,03,329

2. Details of Director's Remuneration

Particulars	for the period ended	
	31-Mar-11	31-Mar-10
Managing Director		
- Salary	4,92,000	4,92,000
- Contribution to Provident Fund	-	-
- Perquisites	1,32,000	1,32,000
Wholetime Directors		
- Salary	4,62,000	1,32,000
Total	10,86,000	7,56,000

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3. Details of Auditor's Remuneration (excluding service tax)

Particulars	for the period ended	
	31-Mar-11	31-Mar-10
Audit Fee (Including Tax Audit Fees)	12,000	12,000
Other Services	-	-
Total	12,000	12,000

4. Deferred Tax Liabilities / (Assets) :

Major components of deferred tax asset/(liability) arising on account of timing differences are:

Deferred Tax Assets:	Nil
Deferred Tax Liability:	
Difference in depreciation and other differences in block of fixed assets as per tax books and financial book	1,09,911
Net deferred Tax Assets / (Liability)	(1,09,911)

5. In the opinion of the Board, Debtors, Current Assets and Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
6. The outstanding balances as at 31st March 2011 in respect of Sundry Debtors, Creditors and loans and Advances are subject to reconciliation & confirmation from the respective parties.
7. The company owes no dues to small and medium enterprises to which the company owes dues which are outstanding for more than 45 days at the balance sheet date.
The above information regarding the micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of the information available with the company.
8. Securities are normally held by the Company in its own name except securities pledged with exchange. Securities, which are not registered in the name of the Company, are held by the company with valid transfer documents.
9. Securities received from clients as collateral for margins are held by the Company in its own name in a fiduciary capacity.
10. The company's operations predominantly consist of "Broking of shares/securities & other related activities". As per the definition of Business Segment and Geographical Segment contained in Accounting Standard 17 "Segment Reporting", the management is of the opinion that the Company's operation comprise of operating in Primary and Secondary market and incidental activities thereto, there is neither more than one reportable business segment nor more than one reportable geographical segment, and, therefore, segment information as per Accounting Standard 17 is not required to be disclosed.
11. The company accounts for Gratuity payable to its employees on payment basis, the above practice is in non compliance of recommendations of Accounting Standard - 15 "Employees

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Benefits" which prescribes actuarial valuation method for the same. Amount of such non provision as per actuarial valuation is currently unascertainable.

12. The Company has taken office premises on operating lease at various locations. Lease rents in respect of the same have been charged to Profit and Loss account. The agreements are executed for a period ranging from one to five years with a renewable clause. Some agreements have a clause for a minimum lock-in period. The agreements also have a clause for termination by either party giving a prior notice period between 30 to 90 days. The Company has also taken some other assets under operating lease. The minimum future Lease rentals outstanding as at March 31, 2011, are as under:

Minimum Lease Rentals	2010-11
Due for:	
- Up to one year	12,92,998
- One to five years	18,79,134
- Over five years	Nil
Total	31,72,132

13. Company has following open position in derivatives as on March 31, 2011

Instrument Name	Expiry Date	Strike Price	Option Type	Qty	Exposure (In Rs.)
OPTCUR-N-USDINR	27-04-11	45.00	CE	-1100	358500
OPTCUR-N-USDINR	27-04-11	44.50	PE	-1200	

14. Company pledged RIIL (300 shares) and TCI share (1300 shares out of 1317 shares) with Globe Fincap Ltd. for margin, these shares held as investment in company account.
15. The company has written off previous amount of deferred revenue expenses in current year. (previous year balance is Rs. 13048/-). Further Company has been incurred IPO expenses of Rs. 6.53 Lacs and ROC expenses of Rs. 6.81 Lac during the financial year 2010-11, the same has been shown under Miscellaneous Asset and as per section 78 of the Company Act, 1956 will be written off against Security Premium Account in future.
16. The company has issued Bonus shares in proportion of 2 equity shares for every 1 existing equity shares at the Extra Ordinary General Meeting held on July 19, 2010 by capitalizing the Reserves and Surplus A/c. The bonus shares have been allotted on July 31, 2010 to the eligible shareholders. Consequently, Equity share capital has since then risen to Rs. 6,00,00,000.
17. During the period under review, the Company has delayed the payment of certain statutory dues. The liability on account of delayed or non compliance of the said fiscal statues is presently unascertainable.
18. Figures of the previous year have been regrouped / reclassified wherever necessary to correspond to the figures of the current financial year.
19. Figures have been rounded off to the nearest rupees.

INDO THAI SECURITIES LIMITED



20. Related party

(As per Accounting Standard 18 - "Related Party Disclosures")

Nature of relationship	Name of the related party
Key Management Personnel	Dhanpal Doshi Parasmal Doshi Rajendra Bandi
Relatives of Key Management Personnel	Shantilal Doshi Awantabai Doshi Sadhana Doshi Varsha Doshi Chandrashekhar Doshi Rajmati Hingad Vijaya Jain Kumkum Jain Master Nishit Doshi Master Sarthak Doshi Nivya Doshi Ritu Doshi Praveen Bandi Sunita Bandi Indermal Bandi Jaya Bandi Anita Khasgiwala
Enterprises where key management personnel exercise significant influence	Paras Doshi (HUF) Dhanpal Doshi (HUF) Rajendra Bandi (HUF) M/s Sun Décor World M/s Balmukund Ramkishan Bang M/s Jaya Securities
Companies where key management personnel exercise significant influence	1. Indo Thai Commodities Pvt. Ltd. 2. Surana Estate & Commodity Trading Pvt. Ltd. 3. Vistar Villas Private Limited 4. Sand & Stone Residency Private Limited 5. Citadel Real Estates Private Limited 6. Future Infraestates Private Limited 7. Rising Infraeal Private Limited 8. Geetanjali Buildcon Private Limited 9. Shakuntal Infracon Private Limited 10. Indo Thai Real Estate Private Limited
Other Group Companies	3M Consultants Limited

INDO THAI SECURITIES LIMITED



Nature of Transactions	Name Party	Nature of Relationship	As at 31-Mar-11
Brokerage Received (During the period)	Dhanpal Doshi	KMP	201,757
	Dhanpal Doshi HUF	HUF of KMP	100,802
	Jaya Bandi	Mother of Mr. Rajendra Bandi	3,625
	Paras Doshi	KMP	486,902
	Paras Doshi HUF	HUF of KMP	6,090
	Praveen Bandi	Brother of Mr. Rajendra Bandi	14,288
	Rajendra Bandi	KMP	20,179
	Rajmati Hingad	Sister of Mr. Paras Doshi	46,556
	Ritu Doshi	Daughter of Mr. Paras Doshi	1,286,362
	Romil Bandi	Son of Mr. Rajendra Bandi	1,744
	Sadhana Doshi	Spouse of Mr. Dhanpal Doshi	889,640
	Sunita Bandi	Spouse of Mr. Rajendra Bandi	40,210
	Varsha Doshi	Spouse of Mr. Paras Doshi	103,520
	Awanta Bai Doshi	Mother of Mr.Paras Doshi	5,663
	Indothai Commodities Pvt.Ltd.	Sister Concern	672
Total			3,208,008
Remuneration paid (During the period)	Dhanpal Doshi (M.D.)	KMP	624,000
	Sadhana Doshi	Spouse of Dhanpal Doshi	240,000
	Paras Doshi	KMP	540,000
	Paras Doshi (Whole Time Director)	KMP	330,000
	Praveen Bandi	Brother of Mr. Rajendra Bandi	193,750
	Rajendra Bandi (Whole Time Director)	KMP	132,000
	Ritu Doshi	Daughter of Mr. Paras Doshi	251,250
Total			2,311,000
Rent paid (During the period)	Paras Doshi HUF	HUF of KMP	144,000
	Dhanpal Doshi HUF	HUF of KMP	162,000
	Praveen Bandi	Brother of Mr. Rajendra Bandi	108,000
	Sadhana Doshi	Spouse of Dhanpal Doshi	330,000
Total			744,000

INDO THAI SECURITIES LIMITED



Receivables (Outstanding as on date)	Rajendra Bandi	KMP	160,380
	Rajendra Bandi HUF	HUF of KMP	1,498
Total			161,878
Payables (Outstanding Balance as on date)	Jaya Bandi	Mother of Mr. Rajendra Bandi	1,097
	Praveen Bandi	Brother of Mr. Rajendra Bandi	73,021
	Romil Bandi	Son of Mr. Rajendra Bandi	2,397
	Vijaya Jain	Sister of Mr. Paras Doshi	31,868
Total			108,383
Investment (Outstanding as on date)	Indothai Commodities Pvt.Ltd.	Sister Concern	4,252,000
Total			4,252,000

21. Fixed deposits with scheduled banks under the lien of (as on 31st March 2011) :

Bank Name	FD Amount	Lien
Canara Bank	25.00 Lacs	Canara Bank VSL A/c
Canara Bank	50.00 Lacs	Canara Bank VSL A/c
Canara Bank	21.59 Lacs	Canara Bank VSL A/c
Canara Bank	13.50 Lacs	Canara Bank VSL A/c
Canara Bank	5.00 Lacs	Canara Bank OD A/c
Canara Bank	42.51 Lacs	Canara Bank OD A/c
Canara Bank	25.00 Lacs	NSE (Margin A/c)
Indusind Bank	60.00 Lacs	Indusind Bank (Bank guarantee of 120 Lacs for Capital Market NSE)
Indusind Bank	5.00 Lacs	Indusind Bank (Bank guarantee of 10 Lacs for Capital Market BSE)
Bank of India	245.03 Lacs	Bank of India (Bank Guarantee of 230 Lacs for F&O, 260 Lacs for CDS)
HDFC Bank	3.44 Lacs	Pledge with Globe Capital Market Ltd.

AS PER OUR ATTACHED REPORT OF EVEN DATE FOR & ON BEHALF OF BOARD OF DIRECTORS

FOR S. RAMANAND AIYAR & CO.
CHARTERED ACCOUNTANTS

sd/-
AMIT SINGHVI
(PARTNER)
M.NO: 129331
FIRM REG NO. 000990N
INDORE, 6th Aug 2011

sd/-
DHANPAL DOSHI
(MANAGING DIRECTOR)

sd/-
PARAS DOSHI
(WHOLE TIME DIRECTOR)

sd/-
ANURAG KUMAR SAXENA
(COMPANY SECRETARY)

INDO THAI SECURITIES LIMITED



CASH FLOW FOR THE YEAR ENDED ON 31ST MARCH 2011

Particulars	Year ended 31-Mar-11	Year ended 31-Mar-10
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	16,284,556	25,440,822
Adjustment for:		
Depreciation / Amortization	1,311,492	1,491,019
(Profit) / Loss on sale of Investments (net)	-	(8,847,066)
Interest income	(4,585,444)	(3,793,243)
Interest expenses	3,942,995	1,338,496
Unrealised exchange difference (net)	-	-
Dividend income	(19,187)	(221,770)
(Profit)/ Loss on sale of fixed assets	(203,858)	(51,621)
Miscellaneous expenditure written back	13,048	3,262
Provision for doubtful debts and advances (Net)	-	-
Cash generated from operations before working capital changes	16,743,602	15,359,899
Adjustment for:		
(Increase)/ Decrease in inventories	(624,316)	136,439
(Increase)/ Decrease in trade and other receivables	(3,653,358)	1,112,466
Loans (granted)/ received back (net)	(335,007)	(213,096)
Increase/ (Decrease) in current liabilities and provisions	(3,700,681)	(1,054,369)
Cash generated from/ (used in) operations	8,430,241	15,341,339
Direct tax paid (Net)	(5,701,100)	(5,993,645)
Net cash from/ (used in) Operating Activities (A)	2,729,141	9,347,694
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payments made for purchase of fixed assets/ capital expenditure	(643,842)	(1,355,102)
Proceeds from sale of fixed assets	655,000	244,400
Interest received	4,585,444	3,793,243
(Purchase) / Sale of Investments	317,163	(1,701,373)
Profit / (Loss) on sale of Investments (net)	-	8,847,066
Dividend income	19,187	221,770
Net cash from/ (used in) Investing Activities (B)	4,932,952	10,050,004
C. CASH FLOW FROM FINANCING ACTIVITIES		
Capital introduced/withdrawn (net)	-	-
Proceeds from issue of shares (Refer note 2 below)	-	-
Proceeds from borrowings (net of repayment)	(2,037,973)	581,989
(Increase)/ Decrease in Miscellaneous Assets	(1,334,656)	-
Interest paid	(3,942,995)	(1,338,496)
Net cash from/ (used in) Financing Activities (C)	(7,315,624)	(756,507)
Net increase/ (decrease) in Cash and Cash Equivalents (A+B+C)	346,469	18,641,190
Cash and Cash Equivalents at the beginning of the year/period	67,343,094	48,701,903
Cash and Cash Equivalents at the end of the year/period	67,689,563	67,343,094
Components of Cash and Cash Equivalents at the end of the year/period		
Cash in hand	655,904	238,200
Balance with scheduled banks	-	-
Current account	10,645,256	18,549,211
EEFC account	-	-
Add: Effect of exchange difference (closing)	-	-
Fixed deposit/ margin money	56,388,403	48,555,683
Total	67,689,563	67,343,094

AS PER OUR ATTACHED REPORT OF EVEN DATE

OR S. RAMANAND AIYAR & CO.
CHARTERED ACCOUNTANTS

sd/-
AMIT SINGHVI
(PARTNER)
M.NO: 129331
FIRM REG NO. 000990N

sd/-
DHANPAL DOSHI
(MANAGING DIRECTOR)

sd/-
PARAS DOSHI
(WHOLE TIME DIRECTOR)

INDORE, 6th Aug 2011

INDO THAI SECURITIES LIMITED



QUANTITATIVE STATEMENT FOR THE YEAR ENDED 31/03/2011

SCRIP NAME	OPENING STOCK	PURCHASES	SALES	CLOSING STOCK
AEGISCHEM	0	2	2	0
ALBK	0	53	53	0
AVANCE	0	1000	1000	0
BANKINDIA	1380	0	1380	0
BANKRAJAS	130	0	130	0
BPCL	0	50	50	0
CAMPALLIED	50	0	50	0
CASTROL	40	0	40	0
COREHEALTHCARE	100	0	100	0
COUNCLB	0	2000	2000	0
CROMPGREAV	0	2	2	0
ENGINERSIN	0	750	0	750
FACTENT	100	0	100	0
FORTIS	0	500	500	0
GILLANDERS	0	1	1	0
GUJARAT NRE COKE LTD DVR	0	3	3	0
GULFOILCOR	0	14	14	0
HEXAWARE	50	0	50	0
HIMACHLFUT	0	200	200	0
HINDPETRO	0	400	200	200
HINDUSTAN ZINC LTD*D*	405	3645	4050	0
INDSWFTLAB	50	150	200	0
IOC	0	232	232	0
ITC	0	1	1	0
J M C PROJECTS (I) LTD	100	0	100	0
JPASSOCIAT	0	11	11	0
KOTAKBANK	385	385	770	0
LAKSHMI VILAS BANK LTD	50	0	50	0
LPDC	51	0	51	0
MAGMA FINCORP LIMITED	0	4967	4967	0
OCL IRON & STEEL	51	0	51	0
PETRONET	0	700	700	0
PIXTRANS	0	300	300	0
RAYMOND	301	0	301	0
ROHIT FERRO-TECH LTD	25	0	25	0
RPOWER	0	3	3	0
SAIL	0	100	100	0
SANDUMA	0	500	0	500
SCINTILLA SOFT	100	0	0	100
SHAKTIGAS EQ	400	0	400	0
SHREE ASHTAVINAYAK CINE	0	2275	2275	0
SILVERLINE ANIMATION TECH	56	0	56	0
SILVERLINE INDUSTRIES LTD	140	0	140	0
STCINDIA	0	1000	0	1000
TANEJA AEROSPACE AND AVIA	100	0	100	0
TELEPHONE CABLE	100	0	0	100
TTML	0	1101	1101	0
TV18 EQ	305	0	305	0
TVSMOTOR	0	710	710	0
UB ENGINEERING LTD	50	0	50	0
UNITED SPIRITS LIMITED	0	1	1	0
VIDEOIND	0	137	137	0
WIPRO LTD	0	2	2	0
**	4519	21195	23064	2650

INDO THAI SECURITIES LIMITED



ANNEXURE : INVESTMENT IN SHARES
FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2011

STOCK NAME	QTY	RATE	AMOUNT
TCI IND	1317	2616.71	3446203.25
RIIL	300	417.10	125130.00
TOTAL :			3571333.25

CLOSING STOCK VALUATION AS ON 31/03/2011

(Method: Market price or cost which ever is lower)

Sl.No.	SCRIP NAME	QTY	Rate	Amount (In Rs.)
1	ENGINEERSIN	750	304.70	228,525
2	HINDPETRO	200	319.10	63,820
3	SANDUMA	500	596.45	298,225
4	SCINTILLA SOFT	100	0.70	70
5	STCINDIA	1000	242.75	242,750
6	TELEPHONE CABLE	100	1.70	170
TOTAL :				833,560

INDO THAI SECURITIES LIMITED



INDO THAI SECURITIES LIMITED
16, 4th Floor, Dawa Bazar, R.N.T. Marg, Indore - 452 001

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.	<u>Registration Details</u>		
	Company Identification No.	:	U67120MP1995PLC008959
	State Code	:	10
	Balance Sheet Date	:	31st MARCH, 2011 (Amount Rs. In Lacs)
II.	<u>Capital Raised During The Year</u>		
	Public Issue		NIL
	Rights Issue		NIL
	Bonus Issue		400.00
	Private Placement		-
III.	<u>Position Of Mobilisation & Deployment Of Funds</u>		
	Total Liabilities		1,409.68
	Total Assets		1,409.68
	<u>Sources Of Funds</u>		
	Paid-Up Capital		600.00
	Share Application Money		-
	Reserves & Surplus		189.54
	Secured Loans		151.32
	Unsecured Loans		-
	Deferred Tax Liability		1.10
	<u>Application Of Funds</u>		
	Net Fixed Assets		219.19
	Investments		78.23
	Net Current Assets		631.19
	Miscellaneous Expenditure		13.35
	Accumulated Losses		-
IV.	<u>Performance Of The Company</u>		
	Turnover		485.47
	Total Expenditure		322.62
	Profit/(Loss) Before Tax		162.85
	Profit/(Loss) After Tax		106.55
	Earnings Per Share (In Rupees)		1.78
	Dividend Rate %		N.A.
V.	<u>Generic Names Of Three Principal Products Of The Company</u>		
	(As Per Monetary Terms)		
	Item Code No. (ITC Code) :		Nil

AS PER OUR ATTACHED REPORT OF EVEN DATE FOR & ON BEHALF OF BOARD OF DIRECTORS
FOR S. RAMANAND AIYAR & CO.
CHARTERED ACCOUNTANTS

sd/-
AMIT SINGHVI
(PARTNER)
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