

GARNET International Ltd.

**28th Annual Report
2009-2010**

BOARD OF DIRECTORS

MR. SUERSH GAGGAR
MR. DEVEN MEHTA
MR. DINESH NANDWANA
MR. SHARAD RATHI
MR. RAMAKANT GAGGAR

BANK

HDFC BANK LIMITED
MANEKJI WADIA BLDG., GR. FLOOR,
NANIK MOTWANI MARG,
FORT, MUMBAI - 400 001

AUDITORS

M/S. R.S. AGRAWAL & ASSOCIATES

REGISTERED OFFICE

901, RAHEJA CHAMBERS
NARIMAN POINT
MUMBAI - 400 021. INDIA

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NOTICE

NOTICE IS HEREBY GIVEN THAT the 28th Annual General Meeting of Garnet International Limited will be held on Wednesday, 29th day of September 2010 at 10.00 A.M at 901, Raheja Chambers, Nariman Point, Mumbai - 400 021 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Statement of Accounts for the year ended 31st March 2010 and Balance Sheet as on that date along with the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Ramakant Gaggar who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Dinesh Nandwana who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. R.S. Agrawal & Associates, Chartered Accountants, the retiring Auditors as Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

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

"RESOLVED THAT Mr. Sharad Rathi, who was appointed as an Additional Director of the Company with effect from 21.07.2010 pursuant to the provisions of Section 260 of the Companies Act, 1956 and in accordance with the Articles of Association of the Company and whose terms expires at the 28th Annual General Meeting of the Company and for the appointment of whom the Company has received a notice under Section 257 of the said act from a shareholder proposing the candidature of Mr. Sharad Rathi for the office of a Director of the Company, be and is hereby appointed as a Director of the Company whose period of office shall be subject to retirement by rotation."

By order of the Board

Place: Mumbai
Dated: 3rd August 2010

**SURESH GAGGAR
DIRECTOR**

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, TO VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. Proxies, if any, in order to be effective must be received at the Company's Registered Office not later than 48 hours (forty eight hours) before the time fixed for holding the meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, 28th September 2010 to Wednesday, 29th September 2010 (both days inclusive).

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No. 5

Mr. Sharad Rathi was appointed as an Additional Director of the Company with effect from 21.07.2010. Pursuant to the provisions of the Section 260 of the Companies Act, 1956, the term of office as Additional Director of the aforesaid person shall expire at the 28th Annual General Meeting of the Company. In the meantime, the Company has received notice under section 257 of the said act from a shareholder proposing the candidature of Mr. Sharad Rathi for the office of Director of the Company. The Board recommends the appointment of Mr. Sharad Rathi as a Director of the Company.

The resolution vide Item No. 5 is therefore proposed for the approval of the Members.

Mr. Sharad Rathi shall be deemed to be concerned or interested in the resolution for his respective appointment. Apart from the said Director, no other director shall be deemed to be concerned or interested in the said resolution

By order of the Board

Place: Mumbai
Dated: 3rd August 2010

**SURESH GAGGAR
DIRECTOR**

DIRECTOR'S REPORT

The Members

The Directors of **Garnet International Limited** take pleasure in presenting the Annual Report on the operations of the company, together with the audited accounts for the year ended March 31, 2010.

Financial Results

Rs. in Lacs

Particulars	Year ended 31 st March 2010	Year ended 31 st March 2009
Total Income	2410.55	27434.46
Profit/(Loss) before Depreciation and Tax	476.81	19.43
Less: Depreciation	1.95	1.26
Profit/(Loss) before Tax	474.87	18.17
Less: Provision for Tax	61.86	10.72
Net Profit /(Loss) after Tax	413.01	7.45

Year and Period under review

During the period under review, your Company registered a total income of Rs.2410.55 lacs as against Rs.27434.46 lacs in the previous year. Profit before depreciation and tax stood at Rs.476.81 lacs as against Profit of Rs.19.43 lacs in the previous year. Your company reported net profit of Rs.413.01 lacs.

Dividend

Your Directors have recommended a dividend of Re.1.00 per equity share for the financial year ended on 31st March, 2010.

Management's Discussion and Analysis Report

Management's Discussion and Analysis Report for the year under review, which also deals with the opportunities, challenges and the future outlook for the Company as stipulated under Clause 49 of the Listing Agreement with the Stock Exchange in India, is presented in a separate section forming part of the Annual Report.

Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors to the best of their knowledge and belief confirm that:

- The applicable standards have been followed in the preparation of the annual accounts.
- The Directors have 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 the company as at March 31, 2010 and the profit of the company for the year ended on that date.
- The Directors have taken appropriate and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; and
- The Directors have prepared the attached Statement of Accounts for the year ended March 31, 2010 on a going concern basis.

Garnet International Limited

Corporate Governance

Your Company is committed to maintain the highest standards of Corporate Governance. Your Directors adhere to the requirements set out by the Securities and Exchange Board of India, Corporate Governance practice and have implemented all the prescribed stipulations.

Directors

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company, Mr. Ramakant Gaggar and Mr. Dinesh Nandwana, Directors of the Company, shall retire by rotation at the forthcoming Annual General Meeting and are eligible for re-appointment. The Board of Directors recommends their re-appointment.

Mr. Sharad Rathi who was appointed as an Additional Director of the Company as on 21.07.2010 pursuant to the provisions of Section 260 of the Companies Act, 1956 would vacate his office on the date of ensuing Annual General Meeting of the Company. The Company has received Notice under Section 257 of the said act from a shareholder proposing the candidature of the aforesaid person as a Director of the Company. Accordingly, resolution has been proposed in the Notice of the forthcoming Annual General Meeting of the Company for the appointment of the aforesaid person as a Director of the Company.

Mr. Pankaj Goel had tendered resignation due to his other pre-occupations. Your Directors place on record their deep appreciation for the valuable contribution made by the outgoing Director during his association with the Company.

Fixed Deposits

During the year under review, the company had neither accepted nor renewed any deposit from public within the meaning of Section 58 A of the Companies Act, 1956.

Auditors

M/s. R.S. Agrawal & Associates, the Statutory Auditors of the Company retire at the ensuing Annual General Meeting and are eligible for re-appointment. The retiring Auditors have furnished a certificate of their eligibility for re-appointment under Section 224(1B) of the Companies Act, 1956 and have indicated their willingness to continue in the said office.

Auditors' Comments

The company is in the process of taking remedial measures on the observations made by the Auditors in their Report.

Conservation of Energy, Research & Development, Technology absorption, Foreign exchange Earnings and Outgo:

(A) Conservation of Energy and Technology Absorption

Considering the Company's business activities, the Directors have nothing to state in connection with Conservation of Energy and Technology Absorption.

(B) Foreign Exchange Earnings And Outgo

During the year under review, the Company did not have any Foreign Exchange Earnings or Outgo.

Particulars as per section 217(2A) of Companies Act, 1956

Statement containing particulars of employees as required under Section 217(2A) of the Companies Act, 1956, is not given as none of the employees of the Company is covered under the provisions of the said section.

Acknowledgements

The Directors greatly value the support and co-operation received during the year from the Financial Institution, the Company's Bankers, Statutory Authorities and all organizations connected with its business. The Directors also take pleasure in commending the valuable contributions made by the Company's employees at all levels during the year under review.

For and on behalf of the Board

Place: Mumbai
Date: 3rd August, 2010

Suresh Gaggar Ramakant Gaggar
Director Director

Report on Corporate Governance

1. Company's Philosophy on Corporate Governance

The Company's philosophy on Corporate Governance lays strong emphasis on transparency, accountability and integrity. Corporate Governance assumes a great deal of importance in the business life of the Company through adoption of best governance practices and its adherence in the true spirit at all times. The Company believes that proper Corporate Governance facilitates effective management and control of business. The Company's goal is to find creative and productive ways of delighting its stakeholders, while fulfilling the role of a responsible corporate representative committed to best practices. The Company has implemented the mandatory requirements of the 'Code of Corporate Governance' as mentioned in the clause 49 of the Listing Agreement. The company does not have its own website, however in future as and when the web-site is launched the code of conduct will be posted on that site. In the meantime the code of conduct is available at registered office of the company for inspection of shareholders.

2. Board of Directors

a) Composition of the Board

The Board, during the year, comprised of 5 Directors all of whom are Non-Executive Directors. 2 out of them are independent Directors. The company does not have chairman. All the Directors are liable to retire by rotation.

The composition of the Board and other relevant details relating to Directors are given below:

Name of the Director	Designation	Category of Directorship	No. of Other Directorships*	No. of Other Committee Memberships #	
				Chairman	Member
Mr. Suresh Gagar	Director	Promoter, Non-Executive; Non Independent	1	Nil	Nil
Mr. Ramakant Gagar	Director	Promoter; Non-Executive; Non-Independent	1	Nil	Nil
Mr. Deven Mehta	Director	Promoter; Non-Executive; Non-Independent	1	Nil	2
Mr. Dinesh Nandwana	Director	Non-Executive; Independent	4	Nil	Nil
Mr. Pankaj Goel@	Director	Non-Executive; Independent	1	Nil	Nil

* Directorships in Private and Foreign Companies, if any are excluded.

Memberships of only Audit Committee, Shareholders/investors' Grievance Committee and Remuneration Committee have been considered.

@ resigned with effect from 21st July 2010 and Shri Sharad Rathi has been appointed as director in his place.

b) Reappointment of Directors:

Resume of the Directors whose appointment/re-appointment is proposed at the forthcoming Annual General Meeting is as under:

i) **Mr. Ramakant Gaggar**

Mr. Ramakant Gaggar is a Commerce Graduate having vast experience in administration and secretarial matter. Mr. Ramakant Gaggar is the Compliance officer of the Company having good knowledge of Corporate and other allied laws

Directorships held by Mr. Ramakant Gaggar in other companies are as under:

Sr. No.	Name of the Company
1.	ARSS Engineering Limited
2.	Bhuta Investment P. Ltd.
3.	Maxwell Management Services P. Ltd.
4.	Sukartik Clothing P Ltd.
5.	Evergreen Infotech & Datacom P. Ltd.
6.	MCG Commodities Services P. Ltd.
7.	Minex Explore Pvt. Ltd.

Mr. Ramakant Gaggar does not hold any Chairmanship/Membership in committees of other companies.

Mr. Ramakant Gaggar holds 912950 equity shares in the Company as on 31st March 2010

ii) **Mr. Dinesh Nandwana**

Mr. Dinesh Nandwana is a member of Institute of Chartered Accountants of India having over 23 years of experience of administration. He is Chairman of Vakrangee Softwares Limited, a company involved in development of administrative aspect of both digitized photo and multilingual technology.

Directorships held by Mr. Nandwana in other companies are as under:

Sr. No.	Name of the Company
1	Vakrangee Softwares Limited
2.	Vakrangee Technologies Limited
3.	Vakrangee IT Solutions Limited
4.	Vakrangee Infraprojects Limited
5.	NJD Holdings Private Limited
6.	NJD Biotech Private Limited
7.	eDoc Vision Infotech Private Limited
8.	Dream River (Neral) Developers Private Limited
9.	MDN Shares & Stock Brokers P. Ltd.
10.	MDM Multi Commodities P. Ltd.
11.	Vakrangee Energy Private Limited

Mr. Nandwana does not hold any Chairmanship/Membership in committees of other companies.

Mr. Nandwana does not hold any equity shares in the Company as on 31st March 2010

iii) **Mr. Sharad Rathi**

Mr. Sharad Rathi is a member of Institute of Chartered Accountants of India having over 17 years of varied experience in the field of merchant banking, project financing, syndication of loans, IOP's, PE, debt assignments etc..

Directorships held by Mr. Sharad Rathi in other companies are as under:

Sr. No.	Name of the Company
1.	Blue Square Corporate Service P. Ltd.

Mr. Rathi does not hold any Chairmanship/Membership in committees of other companies.

Mr. Rathi does not hold any equity shares in the Company as on 31st March 2010

c) Board Meetings and Annual General Meeting:

During the financial year 2009-2010, 6 Board Meetings were held on 24th April 2009, 30th June 2009, 31st July 2009, 30th October 2009, 29th January 2010 and 22nd February, 2010,. The last Annual General Meeting of the Company was held on 29th September 2009. The details of attendance of Directors in Board Meetings and the last Annual General Meeting are as follows.

Name of the Director	No. of Board Meetings Attended	Attendance at Last Annual General Meeting
Mr. Suresh Gagar	6	Yes
Mr. Deven Mehta	5	Yes
Mr. Dinesh Nandwana	6	No
Mr. Pankaj Goel	6	Yes
Mr. Ramakant Gagar	5	Yes

d) Code of Conduct

The Board has laid down a code of conduct for all Board members and senior management of the company. The Company has obtained the confirmation of the Compliance with the Code from all its Board members and senior management personnel.

3. Audit Committee

a) Constitution of Audit Committee:

The Committee comprises three Non-executive Directors majority of whom are independent directors. All members of the Committee are financially literate.

b) Composition of Audit Committee and Number of Meetings Attended:

During the Financial year 2009-10, Five Audit Committee Meetings were held on 30th April 2009, 30th June 2009, 31st July 2009, 30th October 2009 and 29th January 2010.

The composition of the Audit Committee and the number of meeting attended were as under:

<i>Committee Members Attending the Meeting</i>	Designation	No. of Meetings Attended
Mr. Pankaj Goel	Chairman	5
Mr. Dinesh Nandwana	Member	5
Mr. Suresh Gagar	Member	5

c) Attendees:

The Audit Committee invites such of the executives, as it considers appropriate to be present at its meetings. The Executive- Accounts attend such meetings. The Statutory Auditors are also invited to these meetings.

d) The Terms of Reference of the Audit Committee:

The terms of reference of the Audit Committee as defined by the Board are as under:

- i) Hold discussions with the auditors periodically about internal control systems, the scope of audit including the observations of the auditors and review the quarterly, half-yearly and annual financial statements before submission to the Board and also ensure compliance of internal control systems.
- ii) 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.
- iii) Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
- iv) Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- v) Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - (a) Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of clause (2AA) of section 217 of the Companies Act, 1956.
 - (b) Changes, if any, in accounting policies and practices and reasons for the same.
 - (c) Major accounting entries involving estimates based on the exercise of judgment by management.
 - (d) Significant adjustments made in the financial statements arising out of audit findings.
 - (e) Compliance with listing and other legal requirements relating to financial statements.
 - (f) Disclosure of any related party transactions.
 - (g) Qualifications in the draft audit report.
- vi) Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
- vii) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems.

- viii) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- ix) Discussion with internal auditors on any significant findings and follow up there on.
- x) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- xi) Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- xii) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.
- xiii) Review of information as prescribed under Clause 49 (II)(E) of the listing agreement.

e) Powers of the Audit Committee:

The Board has delegated the following powers to the Audit Committee:

- i) Investigating any activity within its terms of reference as above, or in relation to the items specified in Section 292A of the Companies Act, 1956, or as may be referred to it by the Board, from time to time and for this purpose, it shall have full access to information contained in the records of the Company and external professional advice, if necessary
- ii) Seek information from any employee.
- iii) Obtain outside legal or other professional advice, if necessary.
- iv) Secure attendance of outsiders with relevant expertise, if it considers necessary.

4. Remuneration Committee

- a) Composition of Remuneration Committee and the number of meetings attended:
During the financial year 2009-2010, Mr. Deven Mehta, Mr. Suresh Gaggar and Mr. Ramakant Gaggar were Members of the Remuneration Committee but there were no meetings of the remuneration committee held.
- b) Terms of reference:
The committee has the mandate to review and recommend compensation payable to the executive directors and senior management of the company. It shall also administer the company's stock option plans, if any, including the review and grant of the stock options to eligible employees under plans. The committee may review the performance of the Executive Directors, if any and for the said purpose may lay down requisite parameters for each of the executive directors at the beginning of the year.
- c) Remuneration Policy:
 - i) Management Staff :
Remuneration of employees largely consists of basic remuneration and perquisites. The components of the total remuneration vary for different grades and are governed by industry patterns, qualifications and experience of the employee, responsibilities handled by him, his individual performance, etc.
 - ii) Non-Executive Directors :
The Company does not pay any sitting fees to the Non-executive Directors.

5. Shareholders' / Investors' Grievance Committee

a) Constitution and Composition of Shareholders' Grievance Committee:

The Shareholders' / Investors' Grievance Committee has been constituted to look into investor's complaints like transfer of shares, non-receipt of declared dividends, etc. and take necessary steps for redressal thereof. The Committee is a Board level committee under the Chairmanship of Mr. Suresh Gaggar, a Non-Executive Director. 2 Shareholders' / Investors' Grievance Committee Meetings held during the financial year 2009-10, on 26th September 2009 and 22nd March 2010. The Composition of the Shareholders/Investors' Grievance Committee and the number of meeting attended were as under:

Name of Director	Designation	No. of Meetings Attended
Mr. Suresh Gaggar	Chairman	2
Mr. Ramakant Gaggar	Member	2
Mr. Deven Mehta	Member	0

b) Mr. Ramakant Gaggar is the Compliance officer of the Company.

c) During the year 2009-2010, the Company has received 11 complaints from shareholders / investors which were redressed timely. There were no complaints pending as at end of the year.

d) Share Transfers in Physical Mode

Shares sent for physical transfer are generally registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respects. The Shareholders' Committee of the Company meets as often as required.

6. General Body Meetings

i) Location, time and date of holding of the last three Annual General Meetings are given below:

Financial Year	Date	Time	Location of the Meeting
2006-07	21/08/07	4:30 P.M.	28, Bombay Samachar Marg, Fort, Mumbai - 400 023
2007-08	30/09/08	4:30 P.M.	Raheja Chambers, Nariman Point Mumbai - 400 021
2008-09	29/09/09	4.30 P.M.	Raheja Chambers, Nariman Point Mumbai - 400 021

ii) Special Resolutions during previous three Annual General Meetings:

<i>Financial Year</i>	Particulars of Special Resolutions Passed
2006-07	Nil
2007-08	Nil
2008-09	Nil

iii) No Special resolution is proposed to be passed through postal ballot at the ensuing Annual General Meeting.

7. Disclosures

a) Related Party Transactions:

There are no materially significant related party transactions made by the Company with its Promoters, Directors or Management, their subsidiaries or relatives, etc that may have potential conflict with the interest of the Company at large.

Attention of members is drawn to the disclosures of transactions with the related parties set out in Notes on Accounts – Note No.9 of Schedule '18', forming part of the Annual Report.

The Company's major related party transactions are generally with its Associates considering various business and other factors.

All related party transactions are negotiated on arms length basis and are only intended to further the interest of the Company.

b) Statutory Compliance, Penalties and Strictures:

The Company has complied with requirements of the Stock Exchange/SEBI and Statutory Authorities on all matters related to capital markets during the last year. There are no penalties or strictures imposed on the Company by the Stock Exchange or SEBI or any Statutory Authorities relating to the above.

The Company has complied with all the mandatory requirements of Clause 49 of the Listing Agreements. The Company does not have Whistle Blower Policy. No employee of the Company has been denied access to the Audit Committee of the Company.

c) The Company has complied with the non-mandatory requirements relating to remuneration Committee. The financial statements of the Company are unqualified.

8. General Shareholder Information

a) Means of Communication:

The quarterly results of the Company are generally published in Free Press Journal and Dainik Navshakti. The Company proposes that all quarterly, half-yearly and full year audited results be published at least in 2 newspapers. The quarterly results shall further be submitted to the Bombay Exchange Limited shortly after the conclusion of the respective meetings.

No presentations were made to institutional investors or to the analysts during the year under review.

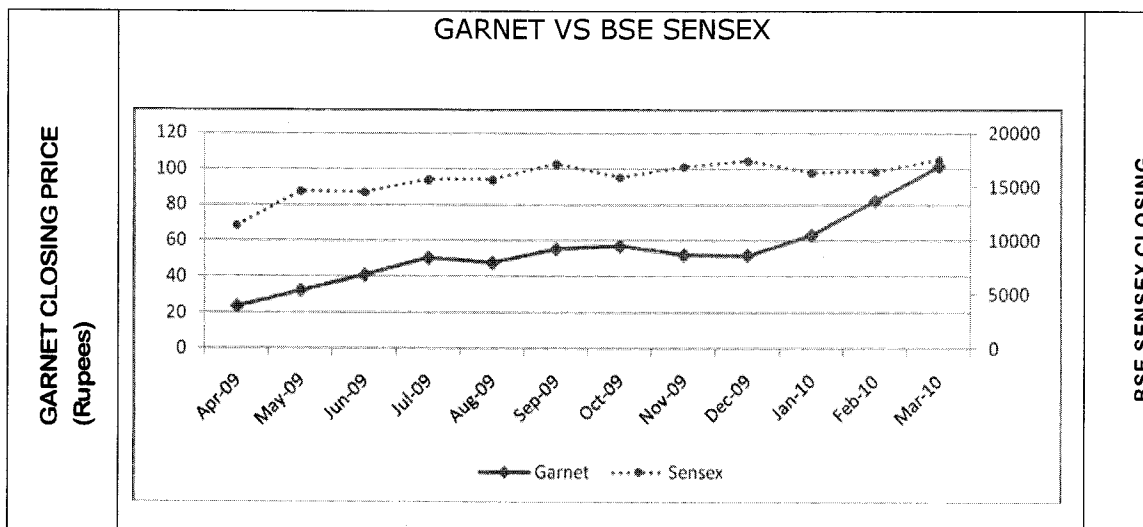
Garnet International Limited

- b) Annual General Meeting:
- Day, Date and Time : Wednesday, 29th September 2010 at 10.00 a.m.
 - Venue : 901, Raheja Chambers, Nariman Point, Mumbai – 400 021
 - Financial Year : 2009-2010
The Company follows April-March as its financial year. The results for every quarter beginning from April are declared in the month following the quarter.
 - Date of Book Closure : 28th September 2010 to 29th September 2010 (both days inclusive).
 - Dividend payment date : dividend will be paid on or after 30th September, 2010.
 - Listing on Stock Exchanges : The Company's shares are listed on Bombay Stock Exchange Limited ("BSE") and Calcutta Stock Exchange Association Limited ("CSE"). The Company has paid the listing fees to the Bombay Stock Exchange Limited.
- c) Stock Code / Symbol : BSE - 512493
CSE - 35007
ISIN No. - INE590B01010
(fully paid up shares having face value of Rs. 10)

- d) Market Price Data:
The monthly high and low quotations of shares traded on the Bombay Stock Exchange Ltd. During each month post listing is as follows:

Month	BSE	
	High (Rs.)	Low (Rs.)
April 2009	25.85	16.05
May 2009	32.40	20.00
June 2009	42.90	34.00
July 2009	59.75	39.00
August 2009	52.85	44.40
September 2009	65.00	44.80
October 2009	67.75	52.00
November 2009	59.90	49.40
December 2009	54.50	47.55
January 2010	71.40	50.30
February 2010	105.45	63.70
March 2010	105.75	82.00

e) Share Price Movement for the period April,2009 to March 2010 Garnet International Limited vs BSE Sensex.



f) Share Transfer System:

Applications for transfer of shares held in physical form are received at the office of the Registrars and Share Transfer Agents of the Company. They attend to share transfer formalities at least once in 15 days.

Shares held in the dematerialized form are electronically traded in the Depository and the Registrars and Share Transfer Agents of the Company periodically receive from the Depository the beneficiary holdings so as to enable them to update their records for sending all corporate communications, dividend warrants, etc.

Physical shares received for dematerialisation are processed and completed within a period of 21 days from the date of receipt, provided they are in order in every respect. Bad deliveries are immediately returned to Depository Participants under advice to the shareholders.

g) Category wise Shareholding as at March 31, 2010:

Sr. No.	Category	No. of Shares held	%
1.	Promoter Group	2751552	58.23%
2.	Non-Resident Indians	29907	0.63%
3.	Private Bodies Corporate	500403	10.60%
4.	Indian Public	1376294	29.13%
5.	Market Maker	66844	1.41%
	Total	4725000	100.00%

h) Distribution of Shareholding as at March 31, 2010:

Shareholding of Nominal Value (Rs.)	No. of Shareholders	% of Total	Share Capital Amount (Rs.)	% of Total
1 - 5,000	600	64.7950	1026050	2.1720
5,001 - 10,000	107	11.5550	906800	1.9190
10,001 - 20,000	74	7.9910	1108800	2.3470
20,001 - 30,000	33	3.5640	860530	1.8210
30,001 - 40,000	13	1.4040	464480	0.9830
40,001 - 50,000	15	1.6200	684580	1.4490
50,001 - 100,000	35	3.7800	2369450	5.0150
100,001 and above	49	5.2920	39829310	84.2950
TOTAL	926	100.0000	47250000	100.0000

i) Dematerialisation of Shares and Liquidity:

About 99.5% of the shares have been dematerialized as on March 31, 2010. The equity shares of the Company are traded at Bombay Stock Exchange Ltd. (BSE) and Calcutta Stock Exchange Association Limited (CSE).

j) Outstanding GDRs / ADRs / Warrants or any Convertible Instruments, conversion date and likely impact on equity:

The Company has not issued any GDRs / ADRs. There were no outstanding convertible warrants as on March 31, 2010.

k) Registrar and Share Transfer Agents:

Link Intime India Pvt Ltd.
C-13, Pannalal Silk Mills Compound,
L. B. S. Marg, Bhandup, Mumbai-400078.

l) Plant Locations: The Company does not have any manufacturing activities.

m) Address for Correspondence:

For any assistance regarding dematerialisation of shares, share transfers, transmissions, change of address, non-receipt of dividend or any other query relating to shares:

Link Intime India Pvt Ltd.
C-13, Pannalal Silk Mills Compound,
L. B. S. Marg, Bhandup, Mumbai-400078.
Tele: 022 - 25963838
Fax: 022 - 25946969 / 25960329

For general correspondence:

Garnet International Limited
Secretarial Department
901, Raheja Chambers,
Free Press Journal Marg,
Nariman Point Mumbai - 400 021.
Tel: 022 - 66369942
Fax: 022 - 66369943

CODE OF CONDUCT DECLARATION

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, all Board Members and Senior Management Personnel have affirmed compliance with Code of Conduct for the year ended on 31st March, 2010.

For Garnet International Limited

Place: Mumbai
Date: 3rd August, 2010

Sharad Rathi
Chairman - Audit Committee

CEO/CFO Certification

I, Sharad Rathi, Chairman of Audit Committee of Garnet International Limited to the best of my knowledge and belief, certify that:

- a. I have reviewed financial statements and the cash flow statement for the financial year 2009-2010 and that to the best of my knowledge and belief :
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors and the Audit committee
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Place: Mumbai
Date: 3rd August 2010

Sharad Rathi
Chairman – Audit Committee

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members,
GARNET INTERNATIONAL LIMITED

We have examined the compliance of conditions of Corporate Governance by GARNET INTERNATIONAL LIMITED ("the company"), for the year ended on March 31, 2010, as stipulated in clause 49 of the Listing Agreement of the company with Stock Exchange(s) in India, with the relevant records and documents maintained by the company and furnished to us and the report of Corporate Governance as approved by the Board of Directors of the Company.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the 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 representation made by the directors and management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement subject to that *the company does not have the whole time company secretary to act as the secretary of the audit committee which is not in conformity with the requirements of clause 49 of the listing agreements with the stock exchanges.*

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 and on behalf of
R. S. AGRAWAL & ASSOCIATES
Chartered Accountants

R. S. Agrawal
Partner
M. No. 033216

Place : Mumbai
Dated : 3rd August 2010

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Forward-Looking Statements

This report contains forward-looking statements, which may be identified by their use of words like 'plans', 'expects', 'will', 'anticipates', 'believes', 'intends', 'projects', 'estimates' or other words of similar meaning. All statements that address expectations or projections about the future, including but not limited to statements about the company's strategy for growth, product development, market position, expenditures, and financial results, are forward-looking statements. Forward-looking statements are based on certain assumptions and expectations of future events. The company cannot guarantee that these assumptions and expectations are accurate or will be realized. The company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements. The company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

INDUSTRY STRUCTURE AND DEVELOPMENTS

Your Directors have been constantly exploring available opportunities. The Company has taken constructive steps to undertake activities pertaining to construction and/or dealing in real estate.

Opportunities and Threats

Construction sector provides various opportunities and different segments. Opportunities exist in undertaking contracts for various construction projects for Government, Semi-Government bodies or for private sectors. Similarly, the demand for commercial spaces in metropolis is constantly witnessing an upward trend. With increase in the disposable income of middle class families and concept of nuclear families, the gap between demand and supply for residential premises seems to increase further.

Your Company shall be a new entrant in the proposed diversified activities. Recently, it has been noticed that big corporate houses have been focusing on realty sector. These big players possess sound infrastructure, manpower and expertise.

Outlook

The proposed new activities promises a bright future. It is believed that the boom in the realty sector is just a beginning. The profit margins in the sector may increase further with expected liberalized government policies.

Internal control systems and their adequacy

Garnet's internal control systems and procedures are adequately commensurate with the magnitude of its current business. The operating and business control procedures have been planned and implemented in a manner that ensures efficient use of resources, as well as compliance with procedures and regulatory requirements. The internal control system is being further strengthened by laying out well-documented guidelines, approval and authorization procedures.

Human Resources

During the year under review, the Company has enjoyed cordial professional relations with employees at all levels.

AUDITORS' REPORT

TO,
THE MEMBERS,
GARNET INTERNATIONAL LIMITED
(Formerly known as Gslot Entertainment Limited)

We have audited the attached Balance Sheet of M/s. **GARNET INTERNATIONAL LIMITED (Formerly known as Gslot Entertainment Limited)** as at 31st March 2010 and also the Profit and Loss Account and Cash Flow Statement of the company for the year ended on that date. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. 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 test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by Companies (Auditors' Report) Order 2003 (hereinafter referred to as "the CARO 2003"), issued by the Central Government of India in terms of the section 227 (4A) of the Companies Act, 1956 (hereinafter referred to as "the Act"), we give in the annexure a statement on the matters specified in the paragraph 4 & 5 of the said order.
3. Further to our comments in the Annexure referred to above, we report that:
 - a. we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of the books;
 - c. the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the mandatory accounting standards referred to in sub-section (3C) of Section 211 of the Act;
 - e. based on the representation made by the directors of the company and information and explanation given to us, none of the directors is prima-facie disqualified as on 31st March, 2010, from being appointed as director in terms of clause (g) of sub section (1) of section 274 of the Act, on the said date; and
 - f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to:

- i) Loans & Advances, involving an amount of Rs. 477.86 lacs, given during the year under review, are in contravention of provisions of Section 295 of the Act;
- ii) Contracts of purchase and sale of shares, amounting to Rs.435.43 lacs, in which directors are interested, entered in to during the year, are in contravention of provisions of section 297 of the Act; and

read together with significant accounting policies and notes forming part of the accounts, give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) in case of Balance Sheet, of the state of affairs of the company as at 31st March, 2010;
- ii) in the case of Profit and Loss Account, of the profit for the year ended on that date and;
- iii, in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For and on behalf of
R.S.AGRAWAL & ASSOCIATES
Chartered Accountants
(Registration no. 100156W)

Place: Mumbai
Date: 3rd August, 2010

R.S. Agrawal
Partner
Membership No. 033216

ANNEXURE TO THE AUDITORS' REPORT

ANNEXURE REFERRED IN PARAGRAPH (2) OF AUDITORS' REPORT OF EVEN DATE ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010 OF GARNET INTERNATIONAL LIMITED (FORMERLY KNOWN AS GSLOT ENTERTAINMENT LIMITED) ON THE BASIS OF SUCH CHECKS AS WE CONSIDER APPROPRIATE AND IN TERMS OF THE INFORMATION AND EXPLANATIONS GIVEN TO US, WE STATE THAT:

1. in respect of fixed assets:
 - a) the company has maintained records, showing particulars including quantitative details and situation of its Fixed Assets;
 - b) as explained to us, all the fixed assets have been physically verified by the management at the end of year. We are informed that no material discrepancies have been noticed by the management on such verification as compared to the aforesaid records of fixed assets; and
 - c) during the year company has not disposed off any of its fixed assets.
2. In respect of inventory:
 - a) as explained to us, inventories of shares and securities have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable;
 - b) the procedures, explained to us, that followed by the management for physical verification of shares and securities, are, in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business; and
 - c) on the basis of our examination of the records of shares and securities of the company, we are of the opinion that, the company is maintaining proper records. No material discrepancies have been noticed on physical verification of shares and securities held as stock-in-trade as compared to book records.
3. according to information and explanation given to us :
 - a) the company has granted unsecured loan to the companies, firm and other parties covered in the register maintained under section 301 of the Act. The maximum amount involved during the year was Rs. 477.86 lacs to 8 parties. The year end balance was Rs. 65.00 lacs from such 3 parties;
 - b) the terms and conditions of the aforesaid loan granted are prima facie not prejudicial to the interest of the company and *such loans were granted free of interest;*
 - c) the receipt of principal amount of the aforesaid loans granted is regular;

- d) since the aforesaid loans granted, as informed to us, are receivable on demand, therefore no amount has been classified as overdue;
 - e) the company has taken unsecured loan from the companies, firm and other parties covered in the register maintained under section 301 of the Act. The maximum amount involved during the year was Rs. 40.95 lacs from 5 parties. The year end balance was Rs. Nil;
 - f) the terms and conditions of the aforesaid loans taken were prima facie not prejudicial to the interest of the company and such loans were taken free of interest; and
 - g) since the aforesaid unsecured loans taken, as informed to us, were repayable on demand, therefore the payment of the principal amount of same is considered to be regular.
4. on the basis of selective checks carried out during the course of audit and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and nature of its business for purchase of fixed assets and for sale of services. During the course of our audit, we have not observed any major weaknesses in internal control system.
5. a) according to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Act, have been entered in the register required to be maintained under that section; and
- b) in our opinion and according to information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time where such market prices are available. *However, in respect of certain transactions of purchase and sale of shares, we are unable to comment in respect thereof in absence of similar transactions with other parties at the relevant time.*
6. *the company had, during the earlier years, accepted deposits which were repaid during the year, amounting to Rs.27.61 lacs, in contravention to section 58A of the Act and Directives issued by the Reserve Bank of India without complying with the provisions governing the acceptance of deposits from public. We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any Tribunal.*
7. *the company has no internal audit system.* However, in our opinion, the company has an internal check system commensurate with its size and nature of its business.
8. we are informed that the Central Government has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Act.

9. in respect of statutory dues:
- a) according to the information and explanations given to us, the company has generally been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, FBT, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues with the appropriate authorities as applicable to it. There are no arrears of undisputed statutory dues as at the last day of financial year concerned, outstanding for a period of more than six months from the date they became payable; and
 - b) according to the information and explanations given to us, there are no dues of Income tax/ Sales Tax/ Wealth Tax/ Service Tax/ Custom Duty/ Excise Duty/ Cess, outstanding on account of any dispute.
10. the accumulated losses of the company at the end of the financial year have not exceeded fifty percent of its net worth. The company has not incurred cash losses during the financial year under audit and in the immediately preceding financial year;
11. as per the information and explanation given to us and based on documents and record produced to us, there were no dues payable to any financial institution, bank or debenture holders during the year;
12. according to the information and explanation given to us and based on documents and record produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities;
13. in our opinion, the company is not a chit or a nidhi / mutual benefit fund or a society;
14. in respect of dealing / trading in shares, securities, debentures and other investments, in our opinion and according to the information and explanations given to us, records have been maintained of the transactions and contracts and timely entries have been made therein. The shares and other investments have been held by the company in its own name or in process of transfer in the name of the company;
15. according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions;
16. as per the records of the company, the company has not obtained any term loan during the year;
17. as per the information and explanation given to us and on the overall examinations of the financial statements of the company, we are of the opinion that funds raised on short-term basis have not been utilized for long-term investments;
18. during the year, the company has not made any preferential allotment of share to parties and companies covered in the Register maintained under Section 301 of the Act;

19. the company did not have any outstanding debenture during the year;
20. the company has not raised any money through a public issue during the year; and
21. based on the audit procedures performed and the information and explanations given to us 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 and on behalf of
R.S.AGRAWAL & ASSOCIATES
Chartered Accountants
(Registration no. 100156W)

Place: Mumbai
Date: 3rd August, 2010

R.S. Agrawal
Partner
Membership No. 033216

Garnet International Limited

BALANCE SHEET AS AT 31ST MARCH, 2010

(Amt. in Rs.)

PARTICULARS	Sch	As at 31.03.2010	As at 31.03.2009
SOURCES OF FUNDS :			
SHAREHOLDERS' FUNDS			
Share Capital	1	47250000.00	46623800.00
Reserves & Surplus	2	139000000.00	135994240.00
		186250000.00	182618040.00
Total		186250000.00	182618040.00
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block	3	8307348.05	5998175.05
Less: Depreciation		4859060.92	4664338.96
Net Block		3448287.13	1333836.09
INVESTMENTS	4	42583796.64	98751766.21
CURRENT ASSETS, LOANS & ADVANCES :			
Inventories		55081347.14	0.00
Cash & Bank Balances	5	22913988.50	83652.47
Sundry Debtors	6	39618.74	0.00
Loans & Advances	7	62582568.91	35867789.74
		140617523.29	35951442.21
LESS :CURRENT LIABILITIES & PROVISIONS :			
Current Liabilities	8	239353.47	3931616.90
Provisions	9	16754675.44	4871844.00
		16994028.91	8803460.90
NET CURRENT ASSETS		123623494.38	27147981.31
DEFERRED TAX ASSETS	10	461248.00	0.00
MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)	11	34625.58	71578.66
PROFIT & LOSS ACCOUNT	12	16098548.27	55312877.73
Total		186250000.00	182618040.00
SIGNIFICANT ACCOUNTING POLICIES	17		
NOTES FORMING PART OF ACCOUNTS	18		

Schedules referred to above are integral part of financial statements

As per our attached report of even date
For and on behalf of
R.S.AGRAWAL & ASSOCIATES
Chartered Accountants

R.S.AGRAWAL
Partner
Membership No. 033216
Place : Mumbai
Date : 3rd August, 2010

For and on behalf of the Board
Suresh Gaggar
Director

Ramakant Gaggar
Director

Place : Mumbai
Date : 3rd August, 2010

Garnet International Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

(Amt. in Rs.)

PARTICULARS	Sch	For the year ended 31.03.2010	For the year ended 31.03.2009
INCOME:			
Sales & other income	13	185973480.63	2743446025.33
Increase/(decrease) in finished stock	14	55081347.14	0.00
		<u>241054827.77</u>	<u>2743446025.33</u>
EXPENDITURE :			
Works Contract Payments		0.00	14999365.00
Purchases of shares		179496000.61	2721952717.91
Loss (Profit) on F&O transactions		10621213.80	1670014.00
STT & share trading expenses		900106.39	1289731.10
Personnel Expenses	15	229707.00	207141.00
Administrative & Other Expenses	16	2089434.03	1238684.32
Interest		0.00	93665.00
Depreciation	3	194721.96	125772.68
Miscellaneous Expenditure Written Off	11	36953.08	51958.08
		<u>193568136.87</u>	<u>2741629049.09</u>
PROFIT/ (LOSS) BEFORE TAX		47486690.90	1816976.24
Less/(Add: Prior period items)		0.00	0.00
		<u>47486690.90</u>	<u>1816976.24</u>
PROVISION FOR TAXATION			
Current Tax		8783100.00	1021100.00
Fringe Benefit Tax		0.00	50400.00
MAT credit entitlement		(2136231.00)	0.00
Deferred Tax Liability (Assets)		(461248.00)	0.00
		<u>6185621.00</u>	<u>1071500.00</u>
PROFIT/ (LOSS) AFTER TAX		41301069.90	745476.24
Add/(Less): Tax Adjustments for earlier years		763450.00	211693.00
Add: MAT credit entitlement for earlier years		2659573.00	0.00
		<u>44724092.90</u>	<u>957169.24</u>
Add: Balance brought forward from previous year		(55312877.73)	(56270046.97)
PROFIT AVAILABLE FOR APPROPRIATION		(10588784.83)	(55312877.73)
APPROPRIATIONS			
Proposed dividend		4725000.00	0.00
Tax on distributed profits		784763.44	0.00
Balance carried over to balance sheet		<u>(16098548.27)</u>	<u>(55312877.73)</u>
BASIC AND DILUTED EARNING PER SHARE (See Note No. '14' of Schedule '18')		9.47	0.20
SIGNIFICANT ACCOUNTING POLICIES	17		
NOTES FORMING PART OF ACCOUNTS	18		

Schedules referred to above are integral part of financial statements

As per our attached report of even date

For and on behalf of

R.S.AGRAWAL & ASSOCIATES
Chartered Accountants

R.S.AGRAWAL

Partner

Membership No. 033216

Place : Mumbai

Date : 3rd August, 2010

For and on behalf of the Board

Suresh Gaggar
Director

Ramakant Gaggar
Director

Place : Mumbai

Date : 3rd August, 2010

Garnet International Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

(Amt. in Rs.)

(A) CASH FLOW FROM OPERATING ACTIVITIES	2009-2010	2008 -2009
Net Profit before Tax and Extraordinary Items	47486690.90	1816976.24
Adjustment for		
Depreciation	194721.96	125772.68
Miscellaneous Expenditure written off	36953.08	51958.08
Loss / (Profit) on sale of Fixed Assets	0.00	0.00
Loss / (Profit) on sale of Investments	(56704513.87)	0.00
Investment Income		
- Interest	(441169.45)	(66996.13)
- Dividend	(647736.00)	(341076.00)
Interest Expenses	0.00	0.00
Operating Profit before Working Capital changes	(10075053.38)	1586634.87
Adjustment for		
- Trade and other Receivables	(23543718.87)	(12397052.00)
- Inventories	(55081347.14)	0.00
- Trade Payables	(924435.43)	931041.70
Cash generated from operations	(89624554.82)	(9879375.43)
Advance Tax & TDS	(68525.04)	(1424066.90)
Cash flow before Extraordinary Items	(89693079.86)	(11303442.33)
Extraordinary Items	0.00	0.00
NET CASH FROM OPERATING ACTIVITIES	(89693079.86)	(11303442.33)
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Sale/(Purchase) of Investments (Net)	56167969.57	11079703.07
Purchase of Fixed Assets	(2309173.00)	(5350.00)
Loan (given) / Refund	0.00	0.00
Sale of Fixed Assets	0.00	0.00
Interest / Other income	441169.45	66996.13
Loss / (Profit) on sale of Investments	56704513.87	0.00
Dividend received	647736.00	341076.00
Proceeds from / Payment for Deposits	0.00	0.00
NET CASH USED IN INVESTING ACTIVITIES	111652215.89	11482425.20
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	626200.00	0.00
Premium on Share Capital	3005760.00	0.00
Miscellaneous Expenditure	0.00	0.00
Proceeds from Long Term Borrowings	0.00	0.00
Repayment of Long Term Borrowings	0.00	0.00
Proceeds from Short Term Borrowings	(2760760.00)	(5271740.00)
Repayment of Short Term Borrowings	0.00	0.00
Changes in Working Capital Borrowings from Banks	0.00	0.00
Interest Paid	0.00	0.00
Dividend paid	0.00	0.00
NET CASH FROM FINANCING ACTIVITIES	871200.00	(5271740.00)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	22830336.03	(5092757.13)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	83652.47	5176409.60
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	22913988.50	83652.47

Notes to cash flow statement:

- All figures in brackets are outflow.
- Previous year's figures have been regrouped wherever necessary.

As per our attached report of even date
For and behalf of
R.S.AGRAWAL & ASSOCIATES
Chartered Accountants

R.S.AGRAWAL
Partner
Membership No. 033216

Place : Mumbai
Date : 3rd August, 2010

For and on behalf of the Board

Suresh Gaggar
Director

Ramakant Gaggar
Director

Place : Mumbai
Date : 3rd August, 2010

Garnet International Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

(Amt. in Rs.)

PARTICULARS	As at 31.03.2010	As at 31.03.2009
SCHEDULE '1' SHARE CAPITAL :		
AUTHORISED :		
75,00,000 (Previous Year 75,00,000)	75000000.00	75000000.00
Equity Shares of Rs. 10/- each	75000000.00	75000000.00
ISSUED, SUBSCRIBED & PAID UP :		
47,25,000 (Previous Year 47,25,000)	47250000.00	47250000.00
Equity Shares of Rs. 10/- each		
Less : Allotment money in arrears (Other than directors)	0.00	626200.00
Total	47250000.00	46623800.00
SCHEDULE '2' RESERVES & SURPLUS :		
Share Premium	139000000.00	139000000.00
Less : Premium in arrears (Other than directors)	0.00	3005760.00
Total	139000000.00	135994240.00

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

PARTICULARS	GROSS BLOCK						DEPRECIATION				(Amt. in Rs.) NET BLOCK		
	As at 31.03.2009	Addition during the year	Sold / Transfer during the year	As at 31.03.2010	Total up to 31.03.2009	Provided for the year	Written back during the year	Total up to 31.03.2010	Total as at 31.03.2010	Total as at 31.03.2009			
LAND	78090.00	0.00	0.00	78090.00	0.00	0.00	0.00	0.00	0.00	78090.00	78090.00	78090.00	
COMPUTERS	484500.00	42800.00	0.00	527300.00	472896.35	8213.07	0.00	481109.41	46190.59	11603.65	11603.65	11603.65	
OFFICE EQUIPMENTS	1210810.05	0.00	0.00	1210810.05	475399.79	57513.49	0.00	532913.28	677896.77	735410.26	735410.26	735410.26	
COMPUTER SOFTWARES EQUIPMENTS	3481275.00	0.00	0.00	3481275.00	3481275.00	0.00	0.00	3481275.00	0.00	0.00	0.00	0.00	
VEHICLES	192500.00	0.00	0.00	192500.00	121353.66	13609.76	0.00	134963.42	57536.58	71146.34	71146.34	71146.34	
TOTAL	5998175.05	2309173.00	0.00	8307348.05	4664338.96	194721.96	0.00	4859060.92	3448287.13	1333836.09	1333836.09	1333836.09	
PREVIOUS YEAR	5992825.05	5350.00	0.00	5998175.05	4538566.28	125772.68	0.00	4664338.96					

Garnet International Limited

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

(Amt. in Rs.)

PARTICULARS	As at 31.03.2010	As at 31.03.2009
SCHEDULE '4' INVESTMENTS :		
Long Term : At cost		
Non Trade : Quoted		
Fully Paid-up Equity Shares of Rs. 10/- each unless otherwise stated:		
736 (65236) Vakrangee Software Limited	121693.31	14432591.86
0 (250000) Servotech Eng. Ind. Limited	0.00	5325000.00
0 (76) Suryalakshmi Cotton Mills Limited	0.00	13852.54
259890 (265890) Suryajyoti Spinning Mills Limited (See Note No. '8' of Schedule '18')	14047328.04	14371634.36
6513 (581621) Reliable Ventures India Limited	205448.63	34061081.13
415000 (650000) ARSS Infrastructure Projects Limited	15879666.66	16646333.32
	30254136.64	84850493.21
Non Trade : Unquoted		
Fully Paid-up Equity Shares of Rs. 10/- each unless otherwise stated		
0 (20000) Bronge Logistic (P) Ltd.	0.00	1427833.00
0 (1650) Casanova Bulcons Pvt. Ltd.(#)	0.00	145657.00
60000 (60000) Bhuta Investment Private Limited(#)	1200000.00	12000000.00
	12000000.00	13573490.00
In commodities:		
16.445 Kg. (16.445 kg) Silver Bar	304783.00	304783.00
Government securities:		
National Saving Certificates(*)	23000.00	23000.00
Interest on National Saving Certificates	1877.00	0.00
(#)companies in which director(s) is/are director(s) (*) stands in the name of one of the directors		
Total	42583796.64	98751766.21
Aggregate Cost of Quoted Investments	30254136.64	84850493.21
Aggregate Market Value of Quoted Investments (See Note No. '7' of Schedule '18')	391441606.20	12380886.10
Aggregate Cost of Unquoted Investments	12000000.00	13573490.00

Purchase and sale /redemption of investments during the year:

Description	Acquisition		Disposals	
	Nos.	Amount (In Rs.)	Nos.	Amount (In Rs.)
Equity Shares				
Vakrangee Software Limited			64500	2434040.00
Servotech Eng. Ind. Limited	76000	8740000	326000	12424627.00
Suryalakshmi Cotton Mills Limited			76	2477.60
Suryajyoti Spinning Mills Limited			6000	126187.50
Reliable Ventures India Limited	3100	76840	578208	39485554.10
ARSS Infrastructure Projects Limited	10000	2500000	245000	66635000.00
Bronge Logistic (P) Ltd.			2000	1427833.00
Casanova Bulcons Pvt. Ltd.			1650	210000.00

Garnet International Limited

SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

(Amt. in Rs.)

PARTICULARS	As at 31.03.2010	As at 31.03.2009
SCHEDULE '5' CASH AND BANK BALANCES :		
Cash on hand	308847.00	67588.00
Bank Balances with Scheduled Banks		
In Current Account	2659909.61	0.00
In Fixed Deposit Accounts	19887428.00	15753.21
Interest accrued on Fixed Deposits	57803.89	311.26
Total	22913988.50	83652.47
SCHEDULE '6' SUNDRY DEBTORS :		
(Unsecured, Considered good)		
Outstanding for more than six months	0.00	0.00
Others (See Note No. '10' to Schedule '18')	39618.74	0.00
Total	39618.74	0.00
SCHEDULE '7' LOANS & ADVANCES :		
(Unsecured, Considered good)		
Advances recoverable in cash or in kind or for value to be received.	40681.00	900.00
Inter Corporate Loans (See Note No. '11(a)' to Schedule '18')	33014771.13	14755000.00
Advances for Investments (See Note No. '11(b)' to Schedule '18')	22780000.00	17575452.00
Deposits	30000.00	30000.00
Income tax & Tax deducted at source	6717116.78	3506437.74
Total	62582568.91	35867789.74
SCHEDULE '8' CURRENT LIABILITIES :		
Sundry creditors:		
a) Dues of Micro enterprise and small enterprise	0.00	0.00
b) Dues of creditors other than Micro enterprise and Small enterprise (see note no. '6' of schedule '18')	198255.15	1136343.69
Bank Overdraft (Due to cheques overdrawn)	0.00	6450.61
Other Liabilities	41098.32	28062.60
Deposits	0.00	2760760.00
Total	239353.47	3931616.90
SCHEDULE '9' PROVISIONS :		
Provision for tax	11200200.00	4834200.00
Provision for Proposed Dividend	4725000.00	0.00
Provision for tax on distributed profit	784763.44	0.00
Provision for Gratuity	44712.00	37644.00
Total	16754675.44	4871844.00
SCHEDULE '10' DEFERRED TAX ASSET/(LIABILITIES):		
Arising on account of timing difference:		
Deferred tax assets(#):		
Business losses	711368.00	178510.00
Deferred tax liability:		
Depreciation	-250120.00	-178510.00
(#)in previous year restricted to deferred tax liability		
Total	461248.00	0.00
SCHEDULE '11' MISCELLANEOUS EXPENDITURE :		
(To the extent not written off or adjusted)		
Miscellaneous Expenditure	71578.66	123536.74
Less : Written off during the year	36953.08	51958.08
Total	34625.58	71578.66
SCHEDULE '12' PROFIT & LOSS ACCOUNT :		
Debit Balance in Profit & Loss Account	16098548.27	55312877.73
Total	16098548.27	55312877.73

Garnet International Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE PROFIT & LOSS ACCOUNT

(Amt. in Rs.)

PARTICULARS	For the year ended 31.03.2010	For the year ended 31.03.2009
SCHEDULE '13' SALES & OTHER INCOME :		
Works contracts sales (Gross, TDS N.A. Pr. Yr. Rs. 345311/-)	0.00	27393642.00
Sale of Shares	128180061.31	2715495803.20
Profit (Loss) on sale of shares (intra-day)	1445481.24	0.00
Profit (Loss) on sale of Investments	55259032.63	148508.00
Dividend	647736.00	341076.00
Interest (Gross, TDS Rs.29036.04/- Pr. Yr. Rs.5985.74/-)	441169.45	66996.13
Total	185973480.63	2743446025.33
SCHEDULE '14' : INCREASE/(DECREASE) IN STOCK :		
Closing Stock	55081347.14	0.00
Less: Opening Stock	0.00	0.00
Total	55081347.14	0.00
SCHEDULE '15' : PERSONNEL EXPENSES :		
Salaries and other allowances	198724.00	175968.00
Contribution to PF & other funds	12456.00	11286.00
Staff Welfare	18527.00	19887.00
Total	229707.00	207141.00
SCHEDULE '16' ADMINISTRATIVE & OTHER EXP.:		
Rent	0.00	1772.00
Advertisement & Publicity	102193.00	65102.00
Auditors Remuneration (See note No. '4' of Schedule '18')	190269.00	141405.00
Bank Charges & Commission	22.06	2387.76
Travelling & Conveyance	26465.00	33885.00
Miscellaneous Expenses	79259.93	51076.04
Communication Expenses	58557.04	109747.52
Printing & Stationery	51901.00	18315.00
Repairs & Maintenance	1640.00	6250.00
Legal & Professional Charges	41575.00	75573.00
Insurance expenses	2552.00	0.00
Donation	1535000.00	206000.00
Business Promotion Expenses	0.00	527171.00
Total	2089434.03	1238684.32

SCHEDULE 17: SIGNIFICANT ACCOUNTING POLICIES

1. SYSTEM OF ACCOUNTING

(a) The Company generally, except under uncertain circumstances, follows mercantile method of accounting and recognizes income and expenditure on accrual basis.

(b) Financial statements are based on historical cost.

Accounting Policies not specifically referred to otherwise, are consistent and in consonance with generally accepted accounting principles followed by the company.

2. FIXED ASSETS

All fixed assets except land are stated at cost of acquisition less accumulated depreciation.

3. INVESTMENTS

(a) Long term Investments are being valued at cost of acquisition. Provision is made to recognize a decline, other than temporary, in the carrying amount of long term investments.

(b) Short term investments are being valued at cost or market value whichever is lower.

4. VALUATION OF STOCK OF SHARES AND SECURITIES

(a) Valuation of shares and securities is exclusive of Securities Transaction Tax, Stamp duty, Transaction Charges and Service Tax incurred and on FIFO basis.

(b) Shares and securities held as "stock-in-trade" are valued at cost or net realizable value whichever is lower.

5. DEPRECIATION

(a) No depreciation is provided on land.

(b) Depreciation on fixed assets is being provided on "Straight line method basis" at the rates specified in Scheduled XIV to the Act except the computer software which are depreciated over a period of 3 years based on evaluation of the useful economic life of the software.

(c) Depreciation in respect of addition to fixed assets is provided on pro-rata basis from the month in which such assets are acquired/ installed.

- (d) Depreciation on fixed assets sold, discarded or demolished during the year is being provided at their respective rates up to the month in which such assets are sold, discarded or demolished.

6. EXPENDITURE FOR BENEFIT OF ENDURING NATURE

Miscellaneous expenditure, such as preliminary expenditure and share issue expenditure is amortised over a period of 10 years from the financial year in which it is incurred.

7. INCOME FROM INVESTMENTS

Incomes from Investments, where appropriate, are taken into revenue in full on declaration or receipt and tax deducted at source thereon is treated as advance tax.

8. TREATMENT OF CONTINGENT LIABILITIES

Contingent liabilities are disclosed by way of note to the accounts. Disputed demands in respect of Income Tax, Sales Tax etc. are disclosed as contingent liabilities. Payments in respect of such demands, if any, are shown as advances till the final disposal of the matter.

9. TAXATION

Income tax expense comprises of Current Tax and Deferred Tax charge or credit. Provision for current tax is made on the assessable income at the rate applicable for the relevant assessment year. The Deferred Tax Assets and Deferred Tax Liability are calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets, arising mainly on account of unabsorbed depreciation and losses under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred Tax Assets on account of other timing differences are recognized, only to the extent there is a reasonable certainty of its realization. At each balance sheet date the carrying amount of deferred tax assets are reviewed to reassure realization.

SCHEDULE 18: NOTES FORMING PART OF THE ACCOUNTS

1. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated if recognize in the ordinary course of business. The provision for all the known liabilities is adequate.
2. Figures of the previous year have been regrouped, rearranged and recasted to make them comparable with the figures of the current year.
3. In the financial statements, any discrepancies in any total and the sum of the amounts listed are due to rounding off.

Garnet International Limited

4. Auditors' Remuneration:

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Audit Fees	1,32,360.00	71,180.00
Tax Audit Fees	33,090.00	22,472.00
Income tax matters	5,515.00	28,090.00
Certifications	19,303.00	19,663.00
Total	1,90,268.00	1,41,405.00

5. No managerial remuneration has been paid to any of its director, hence, no computation of managerial remuneration u/s. 349 of the Companies Act. 1956 is given.

6. As per the information available with the Company in response to the enquiries from all existing suppliers with whom Company deals, none of the suppliers are registered as micro, small or medium enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006 as at 31st March 2010.

7. The market value of quoted investments are based on the quotations of the Stock Exchange, Mumbai as on 31.03.2010 wherever available or the nearest date to the close of year.

8. The company has given 200000 equity shares of Suryajyoti Spinning Mills Limited, held as investments, by way of security to VSB Investment Private Limited, towards margin for trading in shares and securities.

9. Related Party Disclosure:

(a) Where control exists: Nil

(b) Persons having, directly or indirectly, significant influence over the enterprise:

- (i) Shri Suresh Gagger
- (ii) Shri Ramakant Gagggar
- (iii) Shri Deven Mehta

(c) Other related parties/enterprises where transactions have taken place:

- (i) Pals Overseas Private Limited
- (ii) Noble Impex
- (iii) S. J. Impex
- (iv) Bhuta Investment Private Limited
- (v) Maxwell Management Services Private Limited
- (vi) Sukartik Export Private Limited
- (vii) Vakrangi Softwares Limited
- (viii) Reliable Reality Pvt. Ltd.
- (ix) Evergreen Infotech & Datacom Pvt. Ltd.
- (x) Senorita Impex Pvt. Ltd.
- (xi) Amgis Holding Pvt. Ltd.
- (xii) Noble Impex (I)
- (xiii) Sarika Gagggar
- (xiv) Minex Explore Pvt. Ltd
- (xv) Sukartik Clothing Pvt. Ltd.

(d) Transactions with related parties:

(Rupees)

Sr. No.	Particulars	Reference of the party concerned	2009-2010	2008-2009
A.	Purchase/Contracts Works Contracts	11(c)(Viii)	0.00	1,49,99,365.00
B.	INVESTMENT & FINANCE			
	Loan Given:	11(c)(ix)	2,09,50,000.00	0.00
		11(c)(vi)	1,92,05,000.00	6,00,000.00
		11(c)(iv)	6,55,000.00	1,45,000.00
		11(c)(xii)	55,00,000.00	0.00
		11(c)(viii)	25,00,000.00	0.00
		11(c)(x)	10,00,000.00	0.00
		11(c)(ii)	24,00,000.00	37,00,000.00
		11(c)(xiii)	0.00	8,70,000.00
	Loans received:	11(c)(ii)	25,00,000.00	2,10,000.00
		11(c)(iv)	8,85,000.00	0.00
		11(c)(vi)	4,35,000.00	0.00
		11(b)(i)	2,40,833.00	0.00
	Purchases of Shares	11(c)(xi)	3,12,83,180.54	2,82,00,53,382.70
		11(c)(i)	9,32,356.59	1,28,03,556.15
	Purchase of Investment	11(c)(xi)	0.00	61,44,875.25
		11(c)(i)	0.00	3,608.64
	Sale of Shares	11(c)(xi)	1,11,57,988.82	2,81,29,87,714.91
		11(c)(i)	1,69,940.00	1,29,18,328.90
		11(c)(viii)	0.00	5,00,000.00
	Sale of Investments	11(c)(xi)	63,200.00	92,85,053.17
		11(c)(i)	20,95,326.20	10,36,476.56
		11(c)(iv)	27,00,000.00	0.00
		11(c)(vi)	2,10,000.00	0.00
		11(c)(viii)	87,40,000.00	0.00
C.	OUTSTANDINGS			
	Loans	11(c)(ix)	30,00,000.00	0.00
		11(c)(viii)	25,00,000.00	0.00
		11(c)(x)	10,00,000.00	0.00
		11(c)(vi)		6,00,000.00
	Advances for Investments	11(c)(xiv)	2,80,000.00	0.00
		11(c)(xv)	75,00,000.00	0.00
		11(c)(vi)	0.00	4,35,000.00
	Debtors	11(c)(xi)	39,618.74	0.00
	Creditor(Work contract)	11(c)(viii)	0.00	10,303.00

10. Sundry Debtors include the following amounts due from directors, their relatives, other parties and companies in which directors or their relatives are interested as proprietors, partners or directors.

(Rupees)

Name of the party	Debit Balance as on		Maximum debit balance at any time during the year	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
S. J. Impex	N.A.	N.A.	N.A.	91,000
Amgis Holding Pvt. Ltd.	39,618.74	N.A.	54,92,855.23	N.A.

11. a) Inter corporate loans include the following amount due from the parties and companies in which director/their relatives are interested as proprietor(s) and director(s) respectively.

(Rupees)

Name of the party	Debit Balance as on		Maximum debit balance at any time during the year	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
Bhuta Investment P L	Nil	Nil	5,40,000.00	6,25,000.00
Sukartik Export P L	Nil	6,00,000.00	1,98,05,000.00	6,00,000.00
Reliable Reality P L	25,00,000.00	Nil	25,00,000.00	Nil
Evergreen Infotech & Datacom P. Ltd	30,00,000.00	Nil	30,00,000.00	Nil
Senorita Impex P L	10,00,000.00	Nil	10,00,000.00	Nil

- b) Advance for investments represents amount given to following companies in which director(s) are interest as director(s):

Name of the party	Debit Balance as on		Maximum debit balance at any time during the year	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
Sukartik Export Pvt. Ltd.(Sh.Appl.Money)	0.00	4,35,000.00	4,35,000.00	4,35,000.00
Minex Explore P L (Sh.Appl. Money)	2,80,000.00	N.A.	2,80,000.00	N.A.
Sukartik Clothing Pvt. Ltd.(Sh. Appl. Money)	75,00,000.00	N.A.	75,00,000.00	N.A.

12. Contingent liabilities not provided for: NIL

13. The Company has provided gratuity payable to its employees at full value without ascertaining the present value of future payment of gratuity as the Payment of Gratuity Act, 1972 is, in view of number of employees, not applicable to the Company. The Company has recognized as an expense, the short term benefits to its employees such as bonus, leave encashment etc.

14. Basic and diluted earning per share:

	Unit	2009-2010	2008-2009
Profit/(Loss) for the year	Rupees	44724093	957169
Weighted Equity Shares	Numbers	4725000	4725000
Basic and Diluted EPS	Rupees	9.47	0.20
Nominal Value of Shares	Rupees	10	10

15. Additional information pursuant to the provisions of paragraph 3, 4C and 4D of Part II of Schedule VI of the Companies Act, 1956 (figures in bracket indicate previous year figures):

a) Capacities

	2009-2010	2008-2009
i) Licensed capacity	N.A.	(N.A.)
ii) Installed capacity	N.A.	(N.A.)
iii) Actual production	N.A.	(N.A.)

b) Opening Stock, Purchases, Sales and Closing Stock (As taken and certified by the Management:

	2009-2010		2008-2009	
	Quantity (In numbers)	Value (In Rupees)	Quantity (In numbers)	Value (In Rupees)
(i) Opening Stock Shares and securities	0	0.00	0	0.00
(ii) Closing Stock				
Shares and Securities	797050	55081347.14	0	0.00
ARSS Infrastructure Projects Ltd	3000	2785500.00	0	0.00
Jayavant Products Limited	1200	42780.00	0	0.00
Pankaj Polymers Limited	720850	13817781.07	0	0.00
Ranbaxy Laboratories Limited	20000	9498000.00	0	0.00
Sterlite Industries (India) Limited	10000	8214130.73	0	0.00
Sesa Goa Limited	35000	15539305.34	0	0.00
Siemens (India) Limited	7000	5183850.00	0	0.00
(iii) Purchases Shares and securities	1173978	179496000.61	5035248	2721952717.91
(iv) Sales Shares and securities	376928	128180061.31	5035248	2715495803.20

(v) Notes:

-Figures of purchases and sales of shares and securities are exclusive of intra-day and F&O transactions.

-The class of items traded in shares and securities, the details of opening and closing stock have been given as an additional information.

Garnet International Limited

		2009-2010	2008-2009
c) Earning in Foreign Exchange (Rupees)		Nil	(Nil)
d) Expenditure in Foreign Currency		Nil	(Nil)
16. Balance Sheet abstract and Company's General Business Profile pursuant to part VI to the Companies Act, 1956.			
I. Registration Details			
Registration No. :	93448	State Code :	11
Balance Sheet Date :	31.03.2010		
II. Capital raised during the year			(Rs. in thousands)
Public Issue			NIL
Right Issue			NIL
Bonus Issue			NIL
Private Placement			NIL
III. Position of Mobilisation and Deployment of Funds			(Rs. in thousands)
Total Liabilities			203244
Total Assets			203244
Source of funds	(Rs. In thousands)	Application of funds	(Rs. in thousands)
Paid-up Capital	47250	Net Fixed Assets	3448
Reserve & Surplus	139000	Investments	42584
Secured Loans	0	Net Current Assets	123623
Unsecured Loans	0	Deferred Tax Asset	461
		Misc. Expenditure	35
		Accumulated Losses	16099
Total	186250	Total	186250
IV. Performance of Company			(Rs. in thousands)
Income from Operation and other income			0
Total Expenditure			193568
Profit/(Loss) before tax			47487
Profit/(Loss) after tax			41301
Earning per share (Rupees)			9.47
Dividend rate			10%
V. Generic Names of Principal Products of Company (as per monetary terms)			
1. Dealing in shares and securities			
2. Making investments			

Signatures to schedules 1 to 18

Schedules referred to above are integral part of financial statements

As per our attached report of even date

For and on behalf of the board

For and on behalf of
R.S. AGRAWAL & ASSOCIATES
Chartered Accountants

Suresh Gaggar
Director

R.S. Agrawal
Partner
Membership No. 033216

Ramakant Gaggar
Director

Place : Mumbai
Date : 3rd August 2010

Place : Mumbai
Date : 3rd August 2010

Garnet International Limited

GARNET INTERNATIONAL LIMITED

PROXY FORM

Registered Office: 901, Raheja Chambers, Nariman Point, Mumbai – 400 021

I / We _____
of _____
being a Shareholder/Shareholders of **GARNET INTERNATIONAL LIMITED** hereby appoint
of _____

of failing him/her _____
of _____
as my/our Proxy to attend and vote for me/us and on my/our behalf at the 28th Annual
General Meeting of the Company to be held on ____ day the ____ day of _____, 2010
at _____ a.m./p.m. and at any adjournment thereof.

Signed on this _____ day of _____ 2010
Signature of Shareholder _____
Note:

Affix
Rs . 1.00
Revenue
Stamp

The Proxy form duly completed and signed must be deposited at the Registered
Office of the Company at _____ not
less than 48 hours before the time for holding the Meeting.

Name _____ Address _____
_____ Regd. Folio. No. _____ No. of Shares held _____
Client I.D. No. _____ DP. ID. No. _____

GARNET INTERNATIONAL LIMITED ATTENDANCE SLIP

Registered Office: : 901, Raheja Chambers, Nariman Point, Mumbai – 400 021

I/We hereby record my/our presence at the Twenty Eighth Annual General Meeting of the
Company at _____ on _____ day, the
____ day of _____, 2010 at _____ a.m/p.m.

Name _____ Address _____
_____ Regd.Folio. No. _____ No. of Shares held _____
Client ID. No. _____ DP. ID. No. _____

Name of Proxy/Representative, if any _____
Signature of the Shareholder(s)/Proxy/Representative _____