

JUMBO FINANCE LIMITED

REGD.OFF.: 7/5, MALAD CHS LTD., PODDAR ROAD, MALAD (EAST), MUMBAI 400097

NOTICE

NOTICE is hereby given that the 24th Annual General Meeting of the members of the company will be held at the registered office of the company at 7/5, Malad C.H.S. Ltd., Poddar Road, Malad (East), Mumbai 400097 on Thursday 25th September, 2008 at 2: 00 P.M. for transacting the following business.

ORDINARY BUSINESS

1. To consider and adopt the Audited Profit & Loss Account of the company for the year ending 31st March, 2008 and the Balance Sheet as at 31st March, 2008 together with the report of the Board of Directors and Auditors thereto.
2. To re-appoint Smt. Smriti Ranka, a Director of the Company, who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

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 / herself and the proxy need not be a member of the company. A blank form of proxy is enclosed and if intended to be used it should be returned to the Company not less than forty-eight hours before the commencement of the Annual General Meeting, duly completed.
2. The Share Transfer Books and Register of Members of the company will remain closed from 23-09-2008 to 25-09-2008 (both days inclusive).

By order of the Board

Dated: 5th August 2008
Mumbai

Sd/-
(SMRITI RANKA)
DIRECTOR

JUMBO FINANCE LIMITED

REGD.OFF.: 7/5, MALAD CHS LTD., PODDAR ROAD, MALAD (EAST), MUMBAI 400097

DIRECTOR'S REPORT

To,

The Members,

The Directors of your company have pleasure in presenting their Report and Audited Statements of Accounts for the year ended March 31, 2008.

FINANCIAL RESULTS

The salient features of the Company's financial results for the year under review are summarized below:

Particulars	Current year 2007-08 (Amount in Rs.)	Current year 2006-07 (Amount in Rs.)
Profit before Depreciation and Taxes	8,08,206	5,63,554
Less : Depreciation	17,612	29,353
Profit after depreciation	7,90,594	5,34,201
Less : <u>Provision for Taxation</u>		
Current Tax	81,500	63550
Deferred Tax	19,040	(47,800)
Fringe Benefit Tax	-----	2,333
Income tax for earlier year	1,092	-----
Profit for the year	6,88,962	5,16,118
Add : Balance brought forward	47,80,152	4,264,034
Balance carried to Balance Sheet	54,69,114	4,780,152

DIVIDEND

In view of meager amount of profit during the year and to strengthen the financial position of the company, your directors have not recommended any dividend for the year under review.

PARTICULARS OF EMPLOYEES

There was no employee during the year, covered by section 217 (2A) of the Companies Act 1956, read with the Companies (Particulars of Employees) Rules, 1975.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO

The company is not covered under any of the industry specified in schedule under rule 2(A) of the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 as such the company is not required to submit particulars of Energy Conservation as required under Rule 2(A) and there is no activity which should be disclosed as per Rule 2(B) and 2(C) about Technology Absorption and Foreign Outgo.

AUDITORS

M/s Karnavat & Co., Chartered Accountants, Mumbai will cease to be Auditors of the Company at the conclusion of the ensuing Annual General Meeting and being eligible, they offered themselves for re-appointment.

COMPLIANCE CERTIFICATE

Your company has complied with all the provisions of companies Act, 1956, a certificate to this effect has been obtained from M/s. Alka Modi & Associates, Company Secretaries, Mumbai, a copy of which is enclosed.

RESPONSIBILITY STATEMENT

Your Directors confirm:

- a) That in the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- b) That they 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 affairs of the Company at the end of the financial year and of the Profit or Loss of the Company for the period;
- c) That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) That they have prepared the Annual accounts on a going concern basis.

CORPORATE GOVERNANCE

The Company is making all efforts for complying the provisions relating to Corporate Governance pursuant to clause 49 of the Listing Agreement with Stock Exchange.

FOR AND ON BEHALF OF THE BOARD

Sd/-
(Smriti Ranka)
DIRECTOR

Place: Mumbai
Dated: 5th August, 2008

JUMBO FINANCE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2008

	Sche dule	As at 31-03-2008 (Rupees)	As at 31-03-2007 (Rupees)
SOURCES OF FUNDS			
<i>Shareholders Funds</i>			
Share Capital	1	3,700,000	3,700,000
Reserves and Surplus	2	7,955,684	7,266,722
Total		<u>11,655,684</u>	<u>10,966,722</u>
APPLICATION OF FUNDS			
<i>Fixed Assets</i>			
Gross Block	3	402,561	402,561
Less : Depreciation		<u>376,144</u>	<u>358,532</u>
Net Block		<u>26,417</u>	<u>44,029</u>
<i>Investments</i>	4	8,841,255	8,443,439
Current Assets, Loans and Advances	5	2,813,839	2,513,930
Less: Current Liabilities and Provisions	6	<u>90,087</u>	<u>124,526</u>
<i>Net Current Assets</i>		2,723,752	2,389,404
<i>Miscellaneous Expenditure</i>			
Share Capital increase exp (To the extent not written-off or adjusted)		-	6,550
<i>Deferred Tax Asset</i>		64,260	83,300
Total		<u>11,655,684</u>	<u>10,966,722</u>

Significant Accounting Policies and
Notes Forming Part of Accounts

10

As per our Report of even date attached
For and on behalf of
KARNAVAT & CO.
Chartered Accountants

sd/-
(Smriti Ranka)

192, Dr.D.N.Road
Mumbai 400 001
Dated : 05-08-2008

sd/-
(Shashikant Gupta)
Partner
Membership No. 45629

sd/-
(Pawankumar Varma)
Directors

JUMBO FINANCE LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2008

	Sche dule	2007-2008 (Rupees)	2006-2007 (Rupees)
INCOME			
Other Income	7	862,702	775,426
Total		862,702	775,426
EXPENDITURE			
Administrative and Other Expenses	8	54,496	211,872
		54,496	211,872
Profit/(Loss) before depreciation		808,206	563,554
Less : Depreciation		17,612	29,353
Profit before Taxation		790,594	534,201
Less :Provision for Taxation			
Current		81,500	63,550
Deferred Tax		19,040	(47,800)
Fringe Benefit Tax		-	2,333
		690,054	516,118
Less: Income Tax For earlier year		1,092	-
Net/(Loss) profit after Tax		688,962	516,118
Balance brought forward		4,780,152	4,264,034
Balance carried to Balance Sheet		5,469,114	4,780,152
Earning per Equity Share (Face value of Rs. 10/- per share)			
Basic and diluted		1.86	1.39

Significant Accounting Policies and
Notes Forming Part of Accounts

9

As per our Report of even date attached

For and on behalf of

KARNAVAT & CO.

Chartered Accountants

sd/-

(Smriti Ranka)

sd/-

192, Dr.D.N.Road

Mumbai 400 001

Dated : 05-08-2008

(Shashikant Gupta)

Partner

Membership No. 45629

sd/-

(Pawankumar Varma)

Directors

JUMBO FINANCE LIMITED
SCHEDULES FORMING PART OF ACCOUNTS

	As at 31-03-2008 (Rupees)	As at 31-03-2007 (Rupees)
SCHEDULE - 1 SHARE CAPITAL		
<i>Authorised</i>		
5,00,000 Equity shares of Rs.10 each	5,000,000	5,000,000
	5,000,000	5,000,000
<i>Issued, Subscribed & paid up</i>		
3,70,000 Equity shares of Rs. 10 each fully paid up	3,700,000	3,700,000
	3,700,000	3,700,000
SCHEDULE - 2 RESERVE AND SURPLUS		
Capital Reserve	66,570	66,570
Securities Premium	2,420,000	2,420,000
Profit and Loss Account	5,469,114	4,780,152
	7,955,684	7,266,722

(Cont..2)

	As at 31-03-2008 (Rupees)	As at 31-03-2007 (Rupees)
SCHEDULE - 4 INVESTMENTS (At Cost)		
<i>Non-Trade UNQUOTED</i>		
Investments in Bonds		
Icici Bonds - Regular Income Bonds	1,890,000	-
Investments in Mutual Fund		
Tata Fixed Horizon Fund Series - 13 M Sch. B RG G 50000 Units [Prev. Year Nil Units]	500,000	-
Tata Fixed Income Portfolio Fund Sch. C3 Reg. G 60000 Units [Prev. Year Nil Units]	600,000	-
Franklin Templeton Fix. Ten. Fund Series V 13 months- Growth Nil Units [Prev. Year 50000 Units]	-	500,000
HDFC FMP 367D Sep. 07 (2) (VI Retail Growth Plan) 143281.525 Units [Prev. Year Nil Units]	1,432,815	-
HDFC FMP 13 Month August 2007 (1)- Ret. Growth Nil Units [Prev. Year 132500 Units]	-	1,325,000
HDFC FMP 26 Month August 2007 (1) - Ret. Growth Nil Units [Prev. Year 50000 Units]	-	500,000
HDFC FMP 14 Month March 2008 (3) Retail Growth 281843.942 Units [Prev. Year 281843.942 Units]	2,818,439	2,818,439
HDFC MF MIP Long Term - Growth Nil Units [Prev. Year 93587.796 Units]	-	1,300,000
HSBC Fixed Term Series 9 Growth Nil Units [Prev. Year 150000 Units]	-	1,500,000
Prudential ICICI FMP Series 30 -13 Month - Retail-Gr. Nil Units [Prev. Year 50000 Units]	-	500,000
Prudential ICICI FMP36- 18 Month Plan B Retail G 160000 Units [Prev. Year Nil Units]	1,600,000	-
	8,841,255	8,443,439
[Aggregate Value of Unquoted Investments (repurchase price of units in case of unquoted Mutual Funds is Rs.93,41,631 Prev.yr. 87,23,837Rs.)		
SCHEDULE - 5 CURRENT ASSETS, LOANS AND ADVANCES		
A) CURRENT ASSETS		
<i>Sundry Debtors</i>		
Unsecured, considered good Outstanding exceeding six months	132,500	132,500
<i>Cash and Bank Balances</i>		
Cash in Hand	9,530	10,622
Balance with Scheduled Banks :		
In Current Accounts	236,470	236,092
In Fixed Deposit Accounts		
Bank of Rajasthan	2,000,000	2,000,000
Uco Bank	52,367	-
	2,430,867	2,379,214
B) LOANS AND ADVANCES		
Advance recoverable in cash or in kind or for value to be received.	248,221	23,669
Income Tax Deposits	134,752	111,047
	382,973	134,716
	2,813,839	2,513,930

(cont.. 4)

	As at 31-03-2008 (Rupees)	As at 31-03-2007 (Rupees)
SCHEDULE - 6 CURRENT LIABILITIES AND PROVISIONS		
<i>CURRENT LIABILITIES</i>		
Sundry Creditors	42,975	33,643
Advance against services	25,000	25,000
	<u>67,975</u>	<u>58,643</u>
<i>PROVISIONS</i>		
Provision for Taxation (Net of Advance-tax)	22,112	63,550
Fringe Benefit Tax payable	-	2,333
	<u>90,087</u>	<u>124,526</u>
	<u>90,087</u>	<u>124,526</u>
	Year ended 31-03-2008 (Rupees)	Year ended 31-03-2007 (Rupees)
SCHEDULE - 7 OTHER INCOME		
Interest on Bank deposits (Gross)	192,282	129,920
(TDS Rs. 23,705/- Prev. year Rs.13,252/-)		
Dividend from Mutual Funds	-	14,587
Interest from Icici Bonds	89,618	-
Profit on Sale of Investments	580,801	623,593
Sundry Balance W/Back	-	7,326
	<u>862,702</u>	<u>775,426</u>
	<u>862,702</u>	<u>775,426</u>
SCHEDULE - 8 ADMINISTRATIVE AND OTHER EXPENSES		
Salary & Other Allowances	-	115,000
Travelling & Conveyance	-	29,650
Telecommunication Expenses	-	5,000
Listing Fees	10,000	10,000
Repair & maintenance	-	11,681
Filing Fees	3,742	1,528
Bank Charges	381	131
Miscellaneous Expenditure Written Off	6,550	13,100
Legal & Professional Charges	17,093	12,872
Auditor's Remuneration		
Audit Fees	14,000	11,000
Service tax On audit fees	1,730	
Reimbursement of expenses	400	1,360
Demat Expenses	600	550
	<u>54,496</u>	<u>211,872</u>
	<u>54,496</u>	<u>211,872</u>

(cont.. 5)

JUMBO FINANCE LIMITED

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

	2007-08 (In lakhs)	2006-07 (In lakhs)
A <u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net profit before Tax and Extra Ordinary Activities	7.90	5.35
Adjustments for :		
(Profit)/ Loss on Sale of Investments	(5.81)	(6.24)
Depreciation	0.18	0.29
Capital Issue Exps. W/off	0.07	0.13
Operating Profit before Working Capital Changes	2.34	(0.47)
Adjustments for :		
Trade & other receivables		0.33
Trade payables and Provisions	0.07	0.77
Cash Generated from Operations	2.41	0.43
Direct Taxes (paid)/refund received	(1.25)	(0.77)
Cash flow before Extra Ordinary Items	1.16	(0.34)
Net Cash from Operating Activities	1.16	(0.36)
B <u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Increase in Loans, advances and deposits	(2.48)	2.49
Sale/(Purchase) of Fixed Assets (net)	-	-
Sale/(Purchase) of Investments	1.83	(0.15)
Net Cash from Investing Activities	(0.65)	2.34
C <u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Proceeds from short term loans (Net of repayments)	-	-
Net Cash from Financing Activities	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	0.51	1.98
Cash and Cash Equivalents Opening Balance	22.47	20.49
Cash and Cash Equivalents Closing Balance	22.98	22.47
NET INCREASE IN CASH AND CASH EQUIVALENTS	0.51	1.98

AS PER OUR REPORT OF EVEN DATE ATTACHED

For and on behalf of
KARNAVAT & CO.
Chartered Accountants

Sd/-
(Shashikant Gupta)
Partner
Membership No. 45629

Sd/-
(Smriti Ranka)

Sd/-
(Pawankumar Varma)
Directors

192, Dr.D.N.Road
Mumbai 400 001
Dated : 05-08-2008

SCHEDULE - 3 FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 31-03-2007	Additions during the year	Deductions during the year	Balance As at 31-03-2008	Upto 31-03-2007	for the year	Written back	Total Upto 31-03-2008	As at 31-03-2008	As at 31-03-2007
Computers	402,561	-	-	402,561	358,532	17,612	-	376,144	26,417	44,029
Total	402,561	-	-	402,561	358,532	17,612	-	376,144	26,417	44,029
Previous Year	402,561	-	-	402,561	329,179	29,353	-	358,532	44,029	44,029

(cont..3)

SCHEDULE – 10 ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS

A BASIS OF PREPARATION:

Accounting Convention:

The accounts have been prepared under historical cost convention on accrual basis and comply with the applicable Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956.

B USE OF ESTIMATES

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimate and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statement and the result of operation during the reporting period end. Although these estimate are based upon management's best knowledge of current events and action, actual result could differ from these estimates.

C SIGNIFICANT ACCOUNTING POLICIES :

1. REVENUE RECOGNITION:

The Income and Expenses are accounted on accrual basis.

2. INVENTORIES:

Stock of shares is valued on average cost basis.

3. FIXED ASSETS AND DEPRECIATION:

(a) Fixed assets are stated at cost less depreciation.

(b) Depreciation is provided on written down value at the rates and manner in Schedule XIV of the Companies Act, 1956.

4. INVESTMENTS:

Investments held for long term are stated at cost.

5. CONTINGENT LIABILITIES:

Contingent Liabilities are not provided for in accounts.

6. IMPAIRMENT OF ASSETS:

The carrying amount of cash generating unit / assets is reviewed at Balance sheet date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount is estimated as higher of net selling price and value in use. Impairment loss is recognized wherever carrying amount exceeds recoverable amount.

7. PROVISION FOR CURRENT AND DEFERRED TAX:

Provision for the current tax is made on the basis of estimated taxable income for the current accounting year in accordance with Income Tax Act, 1961.

The Deferred Tax for the timing difference between the books and tax profits has been recognized by the company in terms of Accounting Standard 22, issued by the Institute of Chartered Accountants of India.

(Cont..6)

8. **MISCELLANEOUS EXPENDITURE:**

Expenses as shown under the head 'Miscellaneous Expenditure' are amortized over a period of 5 years.

B) Notes forming Part of Accounts

- 1) In the opinion of the Board of Directors the current Assets, Loans and Advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the foregoing Balance Sheet and adequate provision for all known liabilities of the company have been made.
- 2) The Company has a single segment namely " Shares and Securities". Therefore the Company's business does not fall under different business segments as defined by AS- 17- " Segmental Reporting" issued by ICAI.
- 3) Related Parties Disclosures (AS-18)
 - a) Information about related parties:
 1. Key Management Personnel
Smriti Ranka
Pawan Kumar Ranka
 2. Enterprises owned or significantly influenced by management (Relating to transaction during the year)
 - (i) Ganesh Holding Limited
 - b) Information about related parties Transaction:
 - i. Enterprises owned or significantly influenced by management

(a)Ganesh Holding Limited	<u>2007-08</u>	<u>2006-07</u>
Loan taken and repaid	4,50,000	--
- 4) EPS is calculated as under:

	<u>Year Ended</u> <u>31-03-2008</u>	<u>Year Ended</u> <u>31-03-2007</u>
i) Numerator – Net Profit disclosed in P & L A/c.	688962	516118
ii) Denominator – No. of Equity Shares	370000	370000
iii) Basic & Diluted (Rs.)	1.86	1.39
iv) Nominal Value of Shares (Rs.)	10.00	10.00
- 5) Additional information pursuant to the provision of part II of Schedule VI of the Companies Act 1956 are not given, as they are not applicable.
- 6)
 - a) Previous year figures have been regrouped and rearranged wherever necessary to make them comparable with current year's figures.
 - b) Figures have been rounded off to nearest rupee.
- 7) Accounting for taxes on income (AS – 22)
The break up of net deferred tax Asset/(Liability) as at 31st March, 2008 is as under:

	<u>2007-2008</u>	<u>2006-2007</u>
Items leading to Deferred Tax Liabilities		
Depreciation	(5220)	(47800)
Items leading to Deferred Tax Assets		
Unabsorbed Losses	69480	0
(Deferred Tax Liability) / Deferred Tax Assets	64260	(47800)

(Cont..7)

8) The Balance Sheet abstract and Company's general business profile :

i) Registration Details :		
Registration No.	:	11-32766
State Code	:	11
Balance Sheet Date	:	31-03-2008
ii) Capital raised during the year (Amount in Rs. thousands)		
Public Issue	:	Nil
Right Issue	:	Nil
Bonus Issue	:	Nil
Private Placement	:	Nil
iii) Payment of funds(Amount in Rs. thousands)		
Total Liabilities	:	11746
Total Assets	:	11746
Source of Funds:		
Paid up Capital	:	3700
Reserves and Surplus	:	7975
Secured Loans	:	--
Unsecured Loans	:	--
Application of Funds:		
Net Fixed Assets	:	26
Investments	:	8841
Net Current Assets	:	2724
Miscellaneous Expenditure	:	--
Accumulated Losses	:	--
Deferred Tax Assets	:	64
iv) Performance of Company (Amount in Rs. thousands)		
Turnover / Income	:	863
Total Expenditure	:	54
Profit / (Loss) before Tax	:	790
Deferred Tax	:	19
Profit / (Loss) after Tax	:	689
Earnings per share (Rs.)	:	1.86
Dividend Rate (Rs.)	:	Nil
v) Generic Names of principal products / services of the Company		
Item Code No. (ITC No.)	:	N.A.
Product Description	:	Shares & Securities

(Signatures to Schedules 1 To 10)

AS PER OUR REPORT OF EVEN DATE ATTACHED

For and on behalf of

KARNAVAT & CO.

Chartered Accountants

Sd/-

(Shashikant Gupta)

Partner

Membership No. 45629

Sd/-

(Smriti Ranka)

Sd/-

(Pawankumar Varma)

Directors

192, Dr. D.N. Road
Mumbai - 400001
Dated: 05-08-2008