

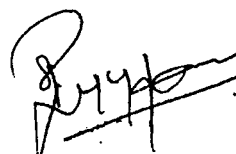
NAVCOM INDUSTRIES LIMITED
B-12 CHICHOLI MIDC
PUNE SOLAPUR ROAD, SOLAPUR 413006

NOTICE

NOTICE is hereby given that the 18th Annual General Meeting of the Shareholders of Navcom Industries Limited will be held on Tuesday, 29th day of September, 2009 at 11.30 A.M. at the Registered Office of the Company at B-13 Chicholi MIDC, Pune Solapur Road, Solapur 413006, to transact the following business :-

- 1) To receive consider and adopt the Audited Statement of Accounts for the year ended 31st March 2009, together with the Director's Report and the Auditor's Report thereon.
- 2) To appoint a Director in place of Mr. Sambhaji Satpute, who retires by rotation and being eligible offers himself for re-appointment.
- 3) To appoint Auditors for the current year and to fix their remuneration.

By Order of the Board of Directors
Navcom Industries Limited



Pravin Lunkad
Director

Place :- Pune
Date :- 03/09/2009

NOTES :-

1. A MEMBER ENTITLED TO ATTEND & VOTE AT THIS MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY

NAVCOM INDUSTRIES LIMITED
B-12 CHICHOLI MIDC,
PUNE SOLAPUR ROAD, SOLAPUR 413006.

DIRECTOR'S REPORT

To,
The Members,

The Directors have pleasure in presenting the 18th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 2009.

REVIEW OF OPERATIONS

During the year under Report, the Sales of the Company were Rs. 5.43 Lacs and the Company suffered the Net Loss of Rs. 0.74 Lacs.

DIRECTORS

Pursuant to the provisions of Articles of Association Mr. Vilas Bagate the Director retires by rotation, and being eligible offers himself for re-appointment. .

AUDITORS

The present Auditors V. S. Mehta & Co., Chartered Accountants will retire at the conclusion of this Annual General Meeting. They have expressed their willingness to continue for the current year. You are requested to reappoint them and to fix their remuneration.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217 (2AA) as amended by the Companies (Amendment) Act, 2000 the Directors hereby state:

- a) that while preparing the annual accounts for the period ended 31st March, 2009, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Loss of the Company for that period.
- c) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

d) that the Directors had prepared the annual accounts on a going concern basis.

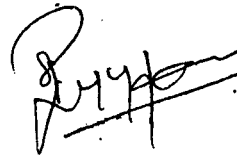
PARTICULARS OF EMPLOYEES

The statement under Section 217(2A) of the Companies Act, 1956 is not furnished as none of the Employees have drawn salary above the limits prescribed therein.

ADDITIONAL INFORMATION UNDER SECTION 217(1) (e) OF THE COMPANIES ACT, 1956

Information required in respect of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo in terms of Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, is NIL.

By Order of the Board of Directors
Navcom Industries Limited



Pravin Lunkad
Director

Place :- Pune
Date :- 03/09/2009

**ANNEXURE TO THE DIRECTOR'S REPORT FOR THE YEAR ENDED
31ST MARCH, 2009**

REPORT ON CORPORATE GOVERNANCE

(As required under Clause No. 49 of the Listing Agreement entered in to with the Stock Exchange)

1. The Company's philosophy on the code of Corporate Governance.

The Company strongly believes that the system of Corporate Governance protects the interest of all the Shareholders by calculating transparent business operations and accountability form management and monitor and ensures compliance with Law and Regulations.

2. Board of Directors.

The strength of the Board at the close of the financial year 2008-2009 was Four Directors, comprising of all the Four Directors as Non-Executive Directors. During the financial year under review i.e. 2008-2009 Nine Board Meetings were held.

All the Directors were present to these Board meetings.

3. Audit Committee

The Audit Committee was constituted in June 2002. At close of financial year 2008-2009 i.e. as on 31st March, 2009 it comprises of three Directors. Audit Committee held total Four Meetings during the Financial Year under review. All the members were present to all Meetings. The terms of reference of the Audit Committee includes the matters specified in Clause 49 (II) of Listing Agreement with Stock Exchanges.

4. Remuneration Committee

The Remuneration Committee was constituted in June 2002. However as the Company does not have any Executive Directors and the Managerial staff, it did not meet during the Year under report.

5. Shareholder's / Investor's Grievance Committee

The Shareholder's / Investor's Grievance Committee was constituted in June 2002. At close of financial year 2008-2009 i.e. as on 31st March, 2009 it comprises of three Directors. As the Shares of the Company are suspended for trading w.e.f. 10th September, 2001 there are no transfers, payment of Dividend and as such there are hardly any complaint Letters received by the Company. The details of complaints received and resolved are NIL. The numbers of pending share transfers are NIL.

6. General Body Meetings

Details of Last Three Annual General Meetings held:

The 15th, 16th and 17th Annual General Meetings were held by the Company at its Registered Office on 30th September, 2006, 29th September 2007 and 29th September, 2008. There were no Special Resolutions required to be passed through Postal Ballot at any of the above Annual General Meetings.

7. Disclosures

There are no materially significant transactions made by the Company with its Promoters, Directors, Relatives or the Management which have potential conflict with the Interest of the Company at large. There were no penalties strictures imposed on the Company by the Stock Exchanges or SEBI or any Statutory Authority on any matter relating to Capital markets during the last three years.

8. Particulars of Directors eligible for reappointment

Mr. Sambhaji Satpute, Age 40 years seeks reappointment in the ensuing Annual General Meeting. His particulars are as under:-

Sr. No.	Name of the Director / Qualification (Age)	Shareholding in the Company (No. of equity Shares held)	Committee Positions in the Company	Relationship with other Directors if any	Directorships held in other companies/ Committee positions held in other companies
1	Mr. Sambhaji Satpute Age: 40	Nil	3	Nil	Nil

9. Means of Communication

- Half yearly / Quarterly Results: The results of the Company are not published in the newspapers; half yearly / Quarterly results are not sent to each household of shareholders.

- Website:

The Company does not have any Website.

- Presentation to Institutional Investors or Analysis's.

No presentations were made to Institutional Investors or to Analysts during the year under review.

- MD&A Reports

The Management Discussion and Analysis Report is a part of the Annual Report.

10. General Shareholder Information

AGM: - Date, Time and Venue

18th Annual General Meeting on 29th September, 2009 at 11.30 A. M at the Registered Office of the Company.

Financial Calendar April – March

Date of book closure 24/09/2009 to 29/09/2009

Dividend Payment Dates Not Applicable since Company has not declared any Dividend

Listing on Stock Exchanges The Company's Shares are presently listed on Mumbai, Pune, Ahmedabad and Delhi Stock Exchanges. The Annual Listing Fees of these Stock Exchanges have not been paid since 2001. The Trading of the Shares on Mumbai Stock Exchange has been suspended w.e.f 10th September, 2001.

BSE Stock Code 519200

ISIN Number The Company has not applied to NSDL & CDSL the Depositories for Dematerialization of Shares.

Market Price Data & Price during Financial Year under Report, Performance in comparison To BSE Sensex.	The Shares of the Company are suspended from Trading on Mumbai Stock Exchange w.e.f 10 th September, 2001 and hence Not Applicable.
Share Transfer Agents	The Company so far has not appointed any Share Transfer Agents
Address for Correspondence:	Nav Maharashtra House, 5 th Floor 43 Shaniwar Peth, Pune - 411030
Email Id	pslnmcom@pn3.vsnl.net.in
Phone	020-32944144

Distribution of shareholding: The shareholding pattern as of 31/03/2009 is as follows:
& shareholding pattern

Category	No. of Shares	%
Promoters & their Relatives	42,25,200	47.81
Resident Individuals	33,69,997	38.14
Mutual Funds & UTI	6,65,300	7.53
Private Corporate Bodies	26,800	0.30
Banks / Financial Institutions	3,41,300	3.86
NRIS / OCBs	2,08,400	2.36
TOTAL	88,36,997	100

Plant Location: The Company at present does not have any Plant/Factory

11. **Monthly High and low quotations along with the volume of shares traded at Bombay Stock Exchange Ltd., during 2008-2009:**

The Shares of the Company are suspended from Trading on Mumbai Stock Exchange w.e.f 10th September, 2001 and hence Not Applicable.

AUDITOR'S REPORT

To,

The Members of NAVCOM INDUSTRIES LIMITED

1. We have audited the attached Balance Sheet of **NAVCOM INDUSTRIES LIMITED** as at 31st March 2009, and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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 *except in some cases confirmation of balances of Debtors, Creditors, banks and other parties under Loans and Advances*
4. In our opinion proper books of account as required by law have been kept by the Company.
5. In our Opinion, the Profit and Loss Account and the Balance Sheet comply with the Accounting Standards except As 22, referred to in sub-section (3C) of the section 211 of the Company's Act, 1956.
6. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of Account.
7. On the basis of the written representations, etc. received from the directors and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2009 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.
8. In our opinion and to the best of our knowledge and according to the information and explanations given to us, the said accounts, together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) In the case of the Balance Sheet of the State of affairs of the Company as at 31st March, 2009 ;
- ii) In the case of the Profit and Loss Account, of the Loss for the year ended on that date; and
- iii) In case of Cash Flow Statement, of cash flows for the year ended on that date.

9. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we further report that:

(i) (a) The company has maintain record showing full particulars, including quantitative details and situation of fixed assets.

(b) All the fixed assets have been physically verified by the management at the year-end and no discrepancies have been noticed.

(ii) Since there being no inventory, question of physically verification and maintenance of its records does not arise.

(iii) As per information and explanation given, the Company has not granted / taken loans secured or unsecured to / from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.

(iv) As there being no business activity carried over by the company during the year question of adequate internal control system for the purchase of inventory and fixed assets and for the sale of goods and services does not arise.

(v) (a) On the basis of the audit procedures performed by us, and according to the information, explanation and representation given to us, we are of the opinion that, the transactions required to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.

(b) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 exceeding the value of rupees five lakh in respect of any party during the year have been made at price which are reasonable having regard to prevailing market price at the relevant time.

(vi) The Company has not accepted any deposits from the public.

(vii) In our opinion, company's internal audit system is commensurate with size and nature of its business.

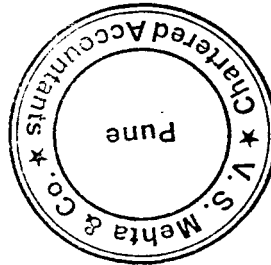
- (viii) Since there is no manufacturing activity during the year, maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 is not applicable to the Company.
- (ix) (a) According to the information and explanations given to us the Company is *generally* regular in depositing undisputed statutory dues with the appropriate authorities, relating to sales tax, service tax, income tax and other statutory dues as applicable and there are no undisputed statutory dues outstanding as at 31st March 2009, for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, there are no dues outstanding of sales tax, income tax under Income Tax Act, 1961 ('IT Act'), custom duty, wealth tax, excise duty under Central Excise Act, 1944 ('Excise Duty') except as stated under contingent liability in note no 1 in sch 4 to accounts.
- (x) Accumulated losses of the Company at the end of the financial year are more than fifty per cent of its net worth. The company has incurred cash loss during the financial year and there was a cash loss in the financial year immediately preceding the financial year.
- (xi) According to the information and explanation given to us, the Company has not granted loans or advances on the basis of security by way of pledge or shares, debentures and other securities.
- (xii) According to the information and explanation given to us and in our opinion, the Company is not a chit fund or nidhi mutual benefit fund / society. Therefore, the provision of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiii) According to the information and explanation given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) According to the information and explanation given to us, the Company has not given any guarantee during the year for loans taken by others from banks or financial institutions.
- (xv) According to the information and explanation given to us, during the year no term loans were raised and as regards for earlier years the term loans were applied for the purpose for which the same were obtained.
- (xvi) According to the information and explanation given to us and on an overall examination of the balance sheet of the Company, we report that, prima facie, no funds raised on short-term basis have been used for long-term investments.

- (xvii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956, during the year.
- (xviii) The company has not issued any debenture during the year.
- (xix) The Company has not raised money through any public issue during the year.
- (xx) According to the information and explanation given to us no fraud on or by the company has been noticed or reported during the year.
- (xxi) The other clauses of the CARO are not applicable to the company.

**For V.S.MEHTA & CO.
Chartered Accountants**

V.S. Mehta

V.S.MEHTA
Partner, M. No.32042
Place : Pune
Date : 3rd September 2009.



NAVCOM INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2009

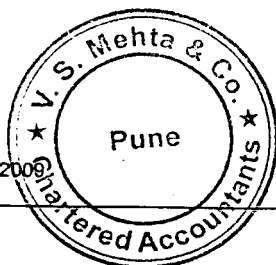
	SCHEDULE	31ST MARCH, 2009		31ST MARCH, 2008
		RUPEES	RUPEES	RUPEES
SOURCES OF FUNDS				
Shareholders' Funds				
Share Capital	A	82,348,470		82,348,470
Reserves & Surplus	B	85,703,500		85,703,500
			168,051,970	168,051,970
	TOTAL		168,051,970	168,051,970
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	C	121,750		121,750
Less: Depreciation		29,559		26,881
Net Block			92,191	94,869
Investments	D		98,950	98,950
Current Assets, Loans & Advances				
Interest Accrued	E	2,599,013		2,599,013
Sundry Debtors		684,239,104		684,784,600
Cash & Bank Balances		18,131,310		18,131,310
Loans, Advances & Deposits		287,211,673		287,211,673
		992,181,100		992,726,596
Less: Current Liabilities and Provisions	F	1,184,986,801		1,185,460,827
Net Current Assets			(192,805,701)	(192,734,231)
Profit and Loss Account	G		360,666,530	360,592,382
	TOTAL		168,051,970	168,051,970
Contingent Liabilities (Note 1, Schedule 3)				
NOTES ON ACCOUNTS				
3				

As per our report of even date attached
FOR V.S. MEHTA & CO.
Chartered Accountants

For and on behalf of the Board of Directors

V.S. MEHTA
Partner
M. No. 32042
Pune

Date : 3rd September, 2009



U.P. Bomble
UMESH P. BOMBLE
Director

Pune
Date : 3rd September, 2009

SAMBHAJI G. SATPUTE
Director

NAVCOM INDUSTRIES LIMITED

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2009

	31ST MARCH, 2009 RUPEES	31ST MARCH, 2008 RUPEES
SCHEDULE A - SHARE CAPITAL		
Authorised 1,50,00,000 Equity Shares of Rs. 10/- each	<u>150,000,000</u>	<u>150,000,000</u>
Issued and Subscribed 88,36,997 Equity shares of Rs. 10/- each	<u>88,369,970</u>	<u>88,369,970</u>
Paid up 88,36,997 Equity Shares of Rs. 10/- each Less : Calls in Arrears	<u>88,369,970</u> <u>6,021,500</u> <u>82,348,470</u>	<u>88,369,970</u> <u>6,021,500</u> <u>82,348,470</u>
SCHEDULE B - RESERVES & SURPLUS		
Share Premium As per last Balance Sheet Less : Calls In Arrears	<u>101,258,000</u> <u>18,064,500</u> <u>83,203,500</u>	<u>101,258,000</u> <u>18,064,500</u> <u>83,203,500</u>
Capital Incentive	<u>2,500,000</u>	<u>2,500,000</u>
	<u>85,703,500</u>	<u>85,703,500</u>

	31ST MARCH 2009 RUPEES	31ST MARCH 2008 RUPEES
SCHEDULE D - INVESTMENTS		
Long Term (At Cost, unquoted, Non-trade)		
2,150 Fully paid Shares of Rs. 25/- each in Vasantdada Shetkari Sahakari Bank Ltd.	54,000	54,000
25 Fully paid Shares of Rs. 10/- each in Greater Bombay Co-operative Bank Ltd.	250	250
Kisan Vikas Patra	1,000	1,000
National savings Certificates (Treat as Security Deposit with Government / other Authorities)	43,700	43,700
	<u>98,950</u>	<u>98,950</u>
Note :		
Aggregate Face value of shares	54,250	~ 54,250

NA /COM INDUSTRIES LIMITED

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2009

	31ST MARCH, 2009 RUPEES	31ST MARCH 2008 RUPEES
SCHEDULE E - CURRENT ASSETS, LOANS & ADVANCES		
Interest Accrued		2,599,013
		2,599,013
Sundry Debtors (Unsecured, considered Good, Over six months)		684,784,600
		684,784,600
Cash & Bank Balances		
Cash on hand	378,126	378,126
Balances with Scheduled Banks		
in Current Accounts	2,193,181	2,193,181
in Fixed Deposit	13,551,252	15,551,252
in Current Accounts		
With Masambada Shetkari Co-Op *	3,410	3,410
With Solapur Gram Bank LTD. *	5,341	5,341
* Refer Note No. 9 in Schedule 3)		18,131,310
		18,131,310
Loans, Advances and Deposits (Unsecured, considered Good) Advances recoverable in cash or in kind or for value to be received		
For Expenditure		
Advance Tax (Net)	287,270,120	287,270,121
Deposits	(425,963)	(425,963)
	367,515	367,515
	287,211,673	287,211,673
	<u>992,726,596</u>	<u>992,726,596</u>

NAVCOM INDUSTRIES LIMITED

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2009

	31st MARCH, 2009		31st MARCH 2008
	RUPEES	RUPEES	RUPEES
SCHEDULE F - CURRENT LIABILITIES & PROVISIONS			
<u>Current Liabilities</u>			
Sundry Creditors	1,008,344,376		1008818402
Advances Received	116,940,299		116940299
Unclaimed Dividend	71,750		71750
Retention Money	325,134		325134
Dues to Directors	59,263,685		59263685
Bank Balances Overdrawn	41,557		41557
		<u>1184986801</u>	<u>1185460827</u>
		<u>1184986801</u>	<u>1185460827</u>
SCHEDULE G - PROFIT AND LOSS ACCOUNT			
Balance Brought Forward From Profit and Loss Account		(360,666,530)	(360592382)

NAVCOM INDUSTRIES LIMITED

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

SCHEDULE		2008-2009 RUPEES	2007-2008 RUPEES
INCOME			
Sales		542,602	529,989
	TOTAL	542,602	529,989
EXPENDITURE			
Cost of Goods sold	1	519,750	520,190
Other Expenses	2	94,323	624,022
Depreciation	C	2,676	2,676
	TOTAL	616,749	1,146,888
Loss for the year		(74,148)	(616,899)
Balance Brought forward from Previous Year (Loss)		(360,592,382)	(359,975,483)
Balance carried to Balance sheet		(360,666,530)	(360,592,382)
NOTES ON ACCOUNTS	3		

As per our report of even date attached
For V.S.MEHTA & CO.
Chartered Accountants

V.S. Mehta
V.S.MEHTA
Partner
M. No. 32042

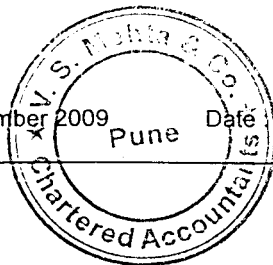
Pune
Date : 3rd September 2009

For and on behalf of the Board of Directors

U.P. Bomble
UMESH P. BOMBLE
Director

Sambhaji G. Satpute
SAMBHAJI G. SATPUTE
Director

Pune
Date : 3rd September 2009



NAVCOM INDUSTRIES LIMITED.

**SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST MARCH, 2009**

	2008-2009 RUPEES	2007-2008 RUPEES
SCHEDULE 1 - COST OF GOODS SOLD		
Opening Stock	0	-
Add Purchases	519750	520,190
Less Closing Stock	0	-
	519750	520,190

NAVCOM INDUSTRIES LIMITED.

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST MARCH,2009

	2008-2009 RUPEES	2007-2008 RUPEES
SCHEDULE 2 - OTHER EXPENSES		
Legal & Professional Fees	22000	5,000
Other Expenses (including ROC filing fees, Trademark renewal fees)	5929	4,000
Advertisement	4189	-
Travelling Expenses	2522	-
Balance W/off	59683	615,022
	94323	624,022

NAVCOM INDUSTRIES LIMITED

SCHEDULE 3 : NOTES ON ACCOUNTS

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2009 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

	2008-2009 RUPEES	2007-2008 RUPEES
1. Contingent Liabilities :		
a) Claims against Company not acknowledged as debts.	*	*
*cannot be ascertained for want of adequate record		
2 Payments provided or made during the year		
Directors		
Meeting fees	* Nil	* Nil
* In view of the heavy losses suffered by the Company, directors of the Company have decided not to accept the meeting fees.		
3 Amount paid and/or provided to the Auditors:		
Audit Fees	5000	5000
4 Taxes on Income:		
The Company provides tax liability on the basis of current tax and deferred tax. Since company has loss for the year and being a sick company and having unabsorbed depreciation and other available deductions, the Company is not liable for Income Tax as well as Tax on profit under section 115 JB of the Income Tax Act, 1961 . Therefore, no provision for current tax liability has been made. As regards deferred tax, no asset has been recognized because of uncertainty of its realization.		
5 Necessary provisions for revenue and expenses have been made in the accounts on the basis of the available record and estimate of the management.		
6 Sick Company :		
The Company has become a 'sick industrial company' within the meaning of provisions of Section 3 (1) (o) of Sick Industrial Companies (Special Provisions) Act, 1985.		

7. Earnings Per Share:

	Rupees	Rupees
Basic and Diluted Earnings Per Share	-0.008	-0.070

8. Related Party Disclosure:

Related Party Disclosures as required under Accounting Standard on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are given below:

A] Description of Relationship

Key Management Personnel	--	--
--------------------------	----	----

B] No transactions were carried out with related parties in the ordinary course of business.

9. Particulars of Banks with Non-Scheduled Bank (No interested Director)

	2008-09	2007-08
Solapur Gramin Bank		
Maximum Balance During the Year	Rs.5341.49	Rs.5341.49
Vasantdada Shetkari Sah. Bank		
Maximum Balance During the Year	Rs.34833.62	Rs.34833.62

10. Stocks & Sale of Goods.

(Qty in KG)

	2008-09	2007-08
	Feed Supplement	Feed Supplement
Purchases		
Quantity	23625	23645
Value	Rs. 519750	Rs. 520190
Sales		
Quantity	23625	23645
Value	Rs. 542602	Rs. 529989

11 Figures for previous year have been regrouped wherever considered necessary and practicable.

12 Significant Accounting Policies

12.1 Accounting System

1] The company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis.

2] Financial statements are based on historical cost. These costs are not adjusted to reflect impact of changing value in the purchasing power of money.

12.2 Revenue Recognition

Sale of goods is recognized on shipment or dispatch to customer, sale of goods on Consignment basis is recognized on sale of the relative goods by consignee.

12.3 Fixed Assets and Depreciation

1] Fixed Assets are stated at cost less depreciation. Cost comprises cost of acquisition or construction and other attributable costs. Administrative Expenses and interest up to the date of commencement of production are capitalized in proportion of cost of major assets.

2] Expenditure on leasehold land is amortized over the period of its tenure.

12.4 Investment

Investments are stated at cost.

12.5 Inventories

Stocks of raw materials, packing materials, stores, spares and fuel are stated at cost and are valued on FIFO basis. Goods in transit in bonded warehouse are valued at costs incurred till the year end. Goods in process are stated at estimated cost ascertained by reducing gross margin, if any from the estimated selling price. Finished goods are valued at cost or selling price whichever is lower, wherein cost includes material costs, labour and Factory overheads.

12.6 Sundry Debtors, Advances and Deposits

Balances considered irrecoverable are written off and those considered doubtful are provided for.

12.7 Contingent liabilities :

Contingent Liabilities are disclosed in the accounts by way of giving note and giving nature of liability and its quantum , if ascertained.

12.8 Deferred Revenue Expenses

Revenue expenses of a substantial magnitude which are expected to benefit for some years in future are charged to Profit & Loss Account over numbers of years considering relative benefit of the expenditure.

13 Retirement benefits.

Retirement benefits to employees are provided for by payments to provident fund and by payment of gratuity on retirement of employees after putting in qualifying years of service.

14 Taxation:

Taxes include current taxes and deferred taxes. Current tax is based on tax payable in respect of taxable income for the year.

Deferred tax is computed on the basis of timing differences between book and tax profits for the year and is accounted for using the prevailing tax rates and law. Deferred tax assets arising from temporary timing differences are recognized to the extent there is a reasonable certainty about its realization in future.

15. In view of uncertainty of realization, no provision for deferred tax asset has been made in the accounts

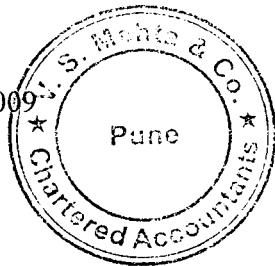
Signatures to Schedules A to G and I To 3

As per our report of even date attached
V.S. MEHTA & CO.
Chartered Accountants

For and on behalf of the
Board of Directors

V.S. Mehta

V.S. MEHTA
Partner
M. No. 32042
Pune
3rd September 2009



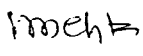
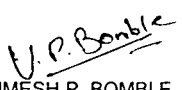
U.P. Bomble

UMESH P. BOMBLE
Director

Sambhaji G. Satpute

SAMBHAJI G. SATPUTE
Director

Pune, 3rd September 2009

NAVCOM INDUSTRIES LIMITED	
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2009	
	2008-2009 Rupees
(A)	CASH FLOW FROM OPERATING ACTIVITIES
	NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS (74,148)
	ADJUSTMENTS FOR DEPRECIATION 2,676
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES (71,472)
	LESS: ADJUSTMENTS FOR:
	TRADE & OTHER RECEIVABLES (542,602)
	TRADE PAYABLES 554,390
	CASH GENERATED FROM OPERATIONS (59,684)
	CASH INFLOW / (OUTFLOW) BEFORE EXTRAORDINARY ITEMS (59,684)
	EXTRAORDINARY ITEMS
	NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES (59,684)
(B)	CASH FLOW INVESTING ACTIVITIES : 0
(C)	CASH FLOW FROM FINANCING ACTIVITIES 0
	NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A) + (B) + (C) (59,684)
	CASH AND CASH EQUIVALENTS AS AT 01.04.2008 (OPENING BALANCE) 18,131,310
	CASH AND CASH EQUIVALENTS AS AT 31.03.2009 (CLOSING BALANCE) 18,071,627
For V.S.MEHTA & CO. Chartered Accountants	For and on behalf of the Board of Directors
	
V.S.MEHTA Partner M. No. 32042 Place : Pune Date : 3rd September, 2009	UMESH P. BOMBLE DIRECTOR SAMBHAJI G. SATPUTE DIRECTOR Place : Pune Date : 3rd September, 2009

