

R.G.N.PRICE & CO.
CHARTERED ACCOUNTANTS

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Post Box No.335
861, Anna Salai,
CHENNAI - 600 002.

April 23, 2010

**REPORT OF THE AUDITORS TO THE MEMBERS OF
TI FINANCIAL HOLDINGS LIMITED**


We have audited the attached Balance Sheet of **TI Financial Holdings Limited** as at 31st March 2010 and 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.

We conducted our audit in accordance with the 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.

1. The Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) Amendment Order, 2004, issued by the Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 is not applicable to the company.
2. Further to our comments in the Annexure referred to above, we report that:
 - 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;
 - I. 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 those books;
 - II. The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account;

- III. In our opinion, the Balance Sheet and the Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- IV. On the basis of written representations received from the Directors and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2010 from being appointed as Director in terms of Section 274(1)(g) of the Companies Act, 1956.
- V. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- a) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2010;
 - b) in the case of Profit and Loss Account, of the **LOSS** for the year ended on that date;

For R. G. N. PRICE & CO.
Chartered Accountants


K. Venkatakishnan
Partner
M. No. 208591
FR No. 002785S

TI FINANCIAL HOLDINGS LIMITED

BALANCE SHEET AS AT 31st March 2010

PARTICULARS	Schedules	in Rs.	
		As at 31.03.2010	As at 31.03.2009
SOURCES OF FUNDS			
Share Capital	A	700,000	700,000
Reserves and Surplus	B	(321,612)	(264,165)
Total		378,388	435,835
APPLICATION OF FUNDS			
Current Assets, Loans and Advances			
Cash and Bank	C	422,508	700,000
Total		422,508	700,000
Less: Current Liabilities and Provisions			
Current Liabilities	D	44,120	264,165
Net Current Assets		378,388	435,835
		378,388	435,835
Accounting Policies	E		
Notes on Accounts	F		

As per our report of even date

On behalf of the board

**For RGN Price & Co
Chartered Accountants**


K. Venkatakrisnan
Partner


M.No: 208591




L. Ramkumar
Chairman

Place: Chennai
Date : 23rd April 2010


S. Suresh
Director


K. Balasubramanian
Director

TI FINANCIAL HOLDINGS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2010

in Rs.

PARTICULARS	Schedules	For the Year	For the Year Ended
		Ended	31.03.2009
		31.03.2010	
INCOME			
Income		-	-
Other Income		-	-
		<u>-</u>	<u>-</u>
EXPEDITURE			
Bank Charges		55	-
Professional fees		4,412	28,090
Filing Fees		8,860	208,000
Postage & Courier		-	500
Audit fees		40,000	25,000
Rates and Taxes		4,120	2,575
		<u>57,447</u>	<u>264,165</u>
Profit (Loss) Before Tax		(57,447)	(264,165)
Less: Provision for Income Tax		-	-
Profit (Loss) After Tax		<u>(57,447)</u>	<u>(264,165)</u>
Add: Balance Brought Forward from Previous Year		<u>(264,165)</u>	
Balance Carried to Balance Sheet		<u>(321,612)</u>	<u>(264,165)</u>

Accounting Policies E
Notes on accounts F

As per our report of even date

On behalf of the board

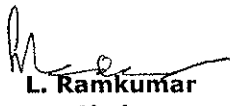
**For RGN Price & Co
Chartered Accountants**



K. Venkatakrishnan
Partner
M.No: 208591



Place: Chennai
Date : 23rd April 2010


S. Suresh
Director


L. Ramkumar
Chairman


K. Balasubramanian
Director

TI FINANCIAL HOLDINGS LIMITED

SCHEDULES	As at 31.03.2010	in Rs. As at 31.03.2009
A.SHARE CAPITAL		
1. Authorised Share Capital 20,00,000 Equity Shares of Rs. 10 each	20,000,000	20,000,000
	<u>20,000,000</u>	<u>20,000,000</u>
2. Issued, Subscribed and Paidup Share capital 70,000 Equity Shares of Rs. 10 each fully paid up	700,000	700,000
	<u>700,000</u>	<u>700,000</u>
B.RESERVES AND SURPLUS		
Opening Balance in P&L account	(264,165)	-
Profit (Loss) for the year	(57,447)	(264,165)
Amount Carried over to Balance Sheet	<u>(321,612)</u>	<u>(264,165)</u>
C. CASH & BANK		
Balance With Scheduled Bank in Current A/C Bank of Baroda	422,508	700,000
	<u>422,508</u>	<u>700,000</u>
D. CURRENT LIABILITIES		
Sundry Creditors for Expenses	-	236,590
Provision for Audit Fees	44,120	27,575
	<u>44,120</u>	<u>264,165</u>

TI FINANCIAL HOLDINGS LIMITED

Schedule E

Accounting Policies

1. **Financial statements** : The financial statements are prepared under historical cost convention in accordance with applicable accounting standards and provisions of the Companies Act,1956.
2. **Revenue and expenditure** : These are recognised under accrual system of accounting.

Schedule F

Notes on Account

	For the Year Ended	in Rs. For the Year Ended
	31.03.2010	31.03.2009
1. Auditors' Remuneration		
Statutory Audit	40,000	25,000
Service Tax /Cess	4,120	2,575
Total	<u><u>44,120</u></u>	<u><u>27,575</u></u>

As per our report of even date

On behalf of the board

**For RGN Price & Co
Chartered Accountants**



K.Venkatakrishnan
Partner
M.No: 208591




Place:Chennai
Date : 23rd April 2010



S.Suresh
Director



L. Ramkumar
Chairman



K.Balasubramanian
Director