

KHANNA KAILASH & CO.
CHARTERED ACCOUNTANTS
303-305, Ajiesh House, Abdul Aziz
Road, Karol Bagh, New Delhi-110005
Tel:- 011-45064080, 65426124,
Email:-kailash.khanna@gmail.com

AUDITOR'S REPORT

TO THE MEMBERS INTERADS EXPORT LTD.

I have audited the attached Balance Sheet of Interads Export Ltd. as at 31st March 2008 and also the Income and Expenditure 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.

I have conducted my audit in accordance with auditing standards accepted in India. Those standards require that we plan and perform the audit to obtain reasonable 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 and we report that.

1. As required by the Manufacturing and other companies(Auditor's Report) order, 1988 issued by the Company Law Board in term of section 227(4A) of the Companies Act, 1958. We enclose in the annexure a statement on the matter specified in paragraphs 4 & 5 of the said order.
2. Further to our comments in the annexure referred to in paragraph 1 above, we report that:
 - a) Advances and Sundry Creditors are under reconciliation and subject to confirmation from respective parties. The consequential effect thereof could not be ascertained.

Subject to the foregoing and consequential effect thereof:

- a) I have obtained all the information and explanation which to the best of my knowledge and belief were necessary for the purpose of my audit:
- b) In my opinion, proper books of account as required by law have been kept by the Company so far as appears from my examination of the books:
- c) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account:
- d) In my opinion, the Profit & Loss Account and the Balance Sheet comply with Accounting Standards referred to in sub-section (3C) of section of the Companies Act, 1956 except Accounting Standards- 15 issued by the Institute of Chartered Accounts of India.



For Euro Aisa Exports Limited

Director

- e) According to the information and explanations given to me in relation to the affairs of the company non of the director is disqualified as at 31st March 2007 from being appointed as director in terms of clause (g) of sub-section (I) of section 274 of the Companies act, 1958.

In my opinion and to the best of our information and according to the explanations given to me the accounts read together with the accounting policies and explanatory notes given to in Schedule 9 given the information required by the Companies act, 1956 in the manner so required and give a true and fair view:-

- i) In case of the Balance Sheet of the State of the affairs of the Company as at 31st March 2008 and
ii) In case of the Profit and Loss Account , loss for the year ended on that date.

For

KHANNA KAILASH & CO.
CHARTERED ACCOUNTANTS

KAILASH KHANNA
PROP.

(M.NO. 500627)



Place: New Delhi
Date: 01.09.2008

For Euro Aisa Exports Limited

Director

ANNEXURE TO AUDITOR'S REPORT

(Referred to in paragraph (2) of our report of even date)

- i) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed asset. We are informed that the assets were Physically verified by the management during the year and no discrepancy between the book records and physical inventory has been noticed.
- ii) Non of fixed assets of the Company have been revalued during the year. The stocks of Finished Goods, Stores and Raw Materials have been physically verified by the management at the end of financial period.
- iii) In my opinion and according to the information given to me, the procedures of physical verified of stock Followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- iv) The discrepancies noticed on physical verification of stocks as compared ton books were not material and have been properly dealt with in the books of account.
- v) In my opinion the valuation of stock in fair and proper in accordance with the normally accepted accounting principles
- vi) The Company has not taken any loans, secured or unsecured from companies or firms listed in the register maintained u/s 301 of the Companies Act, 1956. In terms of sub-section (6) of section 370 of the act, the provisions of section 370 are not applicable to the company after the commencement of the Companies (Amendment) Act, 1999 , of the Companies Act, 1956.
- vii) No loans and advances in the nature of loan have been given to companies, firms and other parties as listed in the register maintained u/s 301 of the Companies Act, 1956 and/or to the companies under the same management as defined under sub-section (IB) of section 370of the Companies Act, 1956. However, amount due from companies under the same management are prima facie not prejudicial to the interest of the company. In terms of sub-section (6) of section 370 of the act, the provisions of section 370 are not applicable to the company after the commencement of the Companies (Amendment) Act, 1999 , of the Companies Act, 1956.
- viii) The employees and other parties to whom loans or advances in the nature of loan have been given by the company are repaying the principal amount as stipulated or as rescheduled and also regular in the payment of interest wherever applicable.
- ix) In our opinion there is an adequate internal control procedure commensurate with the size of the company and the nature of its business for the purchase of stores, goods, equipment and other assets and for the sale of goods.
- x) In our opinion and according to the information and explanation given to us , the transaction of purchase of trading goods and sale of trading goods made in pursuance of the contract or arrangement entered in the register maintained u/s 301 of the companies act, 1956, and aggregating during the year to Rs. 50000/- or more in respect of each party, have been made at price which transaction for similar goods have been made with other parties except for items stated to be of specialized nature where no comparison is possible.
- xi) According to the information and explanation given to us, the company has a procedure for determination of unserviceable or damaged stores, raw material and finished goods.



- No unserviceable or damaged stores, raw materials and finished goods were determined during the year.
- xii) The company has not accepted any deposit from public.
 - xiii) In our opinion, the company maintains reasonable records for sale of scraps.
 - xiv) There was no manufacturing operations during the period. Therefore, the question of generations of any product does not arise.
 - xv) In our opinion, the company has an internal audit system commensurate with the size and of its business.
 - xvi) Provision of section 209(I)(d) of the Companies Act, 1956 regarding maintenance of cost records do not apply to the company.
 - xvii) According to the records of the company, Provident Fund dues, ESI dues generally been regularly deposit during the period with appropriate authorities.
 - xviii) According to the information and explanations given to us, no undisputed Income Tax, Wealth Tax, Sales Tax, Custom duty and Excise duty were outstanding as at 31st March 2008 for a period more then six months from the date they became payable.
 - xix) According to the information and explanation given to us and on the basis of the books of accounts of the company examined by us, no personal expenses have been charged to revenue account other then those payable under contractual obligation or in accordance with generally accepted business practice.
 - xx) The company is sick industrial company within the meaning of clause (O) of sub-section (I) of section 3 of Sick Industrial Companies (Special Provisions) Act, 1985.
 - xxi) According to the information and explanation given to us, no damaged gods, if any have been determined in the case of goods traded in by the company.

For

KHANNA KAILASH & CO.
CHARTERED ACCOUNTANTS

KAILASH KHANNA
PROP.

(M.NO. 500627)



Place: New Delhi
Date: 01.09.2008

INTERADS EXPORT LIMITED

Regd. Office: 1202, Akash Deep Building, 26-A, Barakhamba Road,
New Delhi - 110 001


NOTICE

NOTICE is hereby given that the 27th Annual General Meeting of the Members of Interads Export Limited will be held on the 30th day of September, 2008 at 2.00 p.m. at 1202, Akash Deep Building, 26-A, Barakhamba Road, New Delhi - 110001 to transact the following Ordinary Business:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2008, the Profit & Loss Account for the year ended on that date and the Reports of Directors & Auditors thereon.
2. To appoint Auditors and in this connection to pass, with or without modification, the following as an Ordinary Resolution:-

"RESOLVED that M/s Khanna Kailash & Co., Chartered Accountants, Delhi, the Retiring Auditors be and are hereby appointed Auditors of the Company to hold office from the conclusion of the 27th Annual General Meeting until the conclusion of the Next Annual General Meeting of the Company and the Board of Directors be and is hereby authorized to fix their remuneration for the said period."

By Order of the Board of Directors


SUNIL K. SHARMA
Managing Director

Registered Office :
1202 , Akash Deep Building ,
26 - A , Barakhamba Road ,
New Delhi - 110001.
Date : 1st September, 2008

NOTES

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company. Proxies in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement time of the meeting.
2. The Register of Members and Share Transfer Books of the company will be closed on 26th September, 2008. Members who are holding shares in identical orders of names in more than one folio, are requested to write to the Company, enclosing their certificates to enable the Company to consolidate their holdings in one folio.
3. Members are requested to notify immediately any change in their addresses to the Secretarial Department of the Company situated at 1202, Akash Deep Building, 26 A, Barakhamba Road, New Delhi - 110 001
4. Members/Proxies should bring the attendance slip duly filled in for attending the Meeting.
5. Shareholders seeking any information with regard to accounts are requested to write to the Company at least ten days in advance so as to enable the Company to keep the information ready.
6. Documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during office hours on all working days (Monday to Friday) except holidays between 11 A.M. and 1.00 P.M. upto the date of the Annual General Meeting and will also be available for inspection at the Meeting.

DIRECTORS REPORT

To The Members
The Directors have pleasure in presenting the 27th Annual Report together with the Audited Accounts for the year ended 31st March 2008.

1. **FINANCIAL RESULTS**

	31-3-2007 Amount(Rs.)	31-3-2008 Amount(Rs.)
Turnover	Nil	Nil
Other Income	16484	700920
Profit before taxation	(53824)	599412
Provision for taxation	Nil	Nil
Profit after Tax	(53824)	599412
Transfer to General Reserve	Nil	Nil
Reserves & Surplus	Nil	Nil

2. **PERFORMANCE REVIEW**

Your company despite its best efforts to increase its business activities for profitable results again could not do well during the year under review which is attributed to the fact that the economy both within and outside India remained dull from business point of view. In view of the continuing loss, your directors have decided not to recommend any dividend for the year ended 31st March, 2008.

7. **ENVIRONMENT SAFETY ENERGY CONSERVATION AND TECHNOLOGY ABSORPTION**

Information in accordance with the provisions of section 217(1) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Directors) Rules 1988 regarding Environment Safety, Energy Conservation and Technology Absorption are not given as the company has not undertaken any manufacturing activities except assembling of pen parts which were imported during the year.

4. **FOREIGN EXCHANGE EARNINGS/OUTGO MANUFACTURING**

Earnings in Foreign Exchange is Nil.
Expenditure in Foreign Exchange is Nil.

5. **CORPORATE GOVERNANCE**

The company believes in and practices good corporate governance in all its operations and actions and reiterates its commitments to achieve the highest standards of governance.

6. **PUBLIC FIXED DEPOSIT**

Your company has not invited any fixed deposit from the public.



For Euro Aisa Exports Limited

Director

