

AF-TAAB INVESTMENT COMPANY LIMITED

DIRECTORS REPORT

To The Members
AF-TAAB INVESTMENT COMPANY LIMITED

The Directors hereby present their Thirty-Second Annual Report on the business and operations of the Company and the statement of accounts for the year ended 31st March, 2011.

1. FINANCIAL RESULTS

The summarized financial results are:

	2010-11 Rupees In lakhs	2009-10 Rupees In lakhs
Profit/(Loss) before tax	20197.38	2147.18
Less : Income tax adjustment for earlier year	-	172.58
Less : Provision for Taxation	3890.00	324.00
Add/(Less) : Provision for Taxation : Deferred tax	(0.40)	143.61
Profit /(Loss) after tax	16307.78	1506.99
Balance brought forward from the previous year	198.46	239.39
Amount available for appropriation	16506.24	1746.38
Appropriations		
Interim Dividend	9039.60	535.68
Proposed Dividend	619.10	401.76
Tax on Dividend	1604.19	157.76
Transfer to Capital Redemption Reserve	101.00	-
Transfer to Special Reserve	3261.56	302.01
Transfer to General Reserve	1630.78	150.71
	16256.23	1547.92
Balance to be carried forward	250.01	198.46

2. OPERATIONS

The Company made a profit before tax of Rs. 20197.38 Lakhs as against a profit of Rs. 2147.18 Lakhs during the previous year. The Profits for the year were mainly on account of sale of 22,00,000 equity shares of Tata Consultancy Services Ltd.

3. DIVIDEND

During the year the Board had declared an Interim Dividend @ 675% (Rs. 675 per share) each on 13,39,200 equity shares for the year 2010-11 amounting to Rs. 105,40,96,457/- (Inclusive of Rs. 15,01,36,457/- Dividend Tax)-. The Directors now recommend a Final Dividend of 50% (Rs. 50 per share) (Previous Year Final Dividend Rs. 30/- per share) on 12,38,200 equity shares for the year under review amounting to Rs. 7,21,92,477/- (Inclusive of Rs. 1,02,82,477/- Dividend Tax) subject to approval of Shareholders at the Annual General Meeting

AF-TAAB INVESTMENT COMPANY LIMITED

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4. **BUYBACK OF SHARES**

During the year, the company has in accordance with Section 77A of the Companies Act, 1956 bought back 101,000 equity shares @ Rs. 2250 per shares from its parent Company by utilizing the Securities Premium account.

5. **AMALGAMATION**

The Company has filed a petition before Mumbai High Court for merger of its wholly owned subsidiary Vantech Investments Limited (VIL) with itself, effective 1st April, 2010 which is held pending approval.

4. **SUBSIDIARY COMPANIES**

The Company has a wholly owned subsidiary viz Vantech Investments Limited. During the year the company has sold its shareholding in two wholly owned subsidiaries viz. Industrial Power Utility Ltd and Industrial Power Infrastructure Ltd. Subsequently on 5th January, 2011 the Company has incorporated a subsidiary viz. Tata Power Green Energy Private Limited.

Statement required under Section 212 (2) (a) of the Companies Act is attached.

5. **DIRECTORS**

In accordance with the Companies Act, 1956 and the Articles of Association of the Company, Dr H S Vachha retires by rotation and is eligible for re-appointment.

Mr A Charan, retires by rotation and has conveyed his decision to not seek re-election. The Board has placed on record his appreciation of the valuable contribution made to the Company by Mr A Charan during his tenure as Director of the Company.

The Company has an Audit Committee comprising of three Directors viz. Dr H S Vachha, Mr P D Karkaria and Mr S Dube. Mr P D Karkaria is the Chairman of the Audit Committee.

6. **AUDITORS**

Members are requested to appoint Auditors for the current year and to fix their remuneration. M/s Deloitte Haskins & Sells, the existing Auditors, have under Section 224(1) of the Companies Act, 1956, indicated their eligibility for re-appointment.

7. **AUDITORS' REPORT**

The Notes to the Accounts referred to in the Auditors' Report of the Company are self-explanatory and, therefore, do not call for any further explanation under Section 217(3) of the Act.

8. **PARTICULARS OF EMPLOYEES**

The Company had no employees of the category specified under section 217(2A) of the Companies Act, 1956.

9. **CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

There are no particulars to be furnished in this report as required by Section 217(1) (e) of the Companies Act, 1956, relating to conservation of energy and technology absorption. There are no foreign exchange earnings or outgo during the year.

AF-TAAB INVESTMENT COMPANY LIMITED

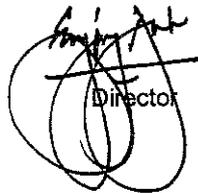
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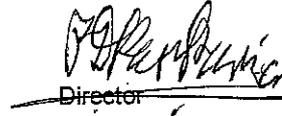
10. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:-

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departure;
- ii) they have, in the selection of the accounting policies consulted the Statutory Auditors and have 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 Profit of the Company for that period;
- iii) they have taken proper and sufficient care, to the best of knowledge and ability 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;
- iv) they have prepared the annual accounts on a going concern basis;

On behalf of the Board of Directors


Director


Director

Mumbai, 9th May, 2011

Deloitte Haskins & Sells

Chartered Accountants
12, Dr. Annie Besant Road
Opp. Shiv Sagar Estate
Worli, Mumbai - 400 018
India

Tel: +91 (22) 6667 9000
Fax: +91 (22) 6667 9100

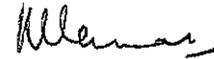
AUDITORS' REPORT TO THE MEMBERS OF AF-TAAB INVESTMENT COMPANY LIMITED

1. We have audited the attached Balance Sheet of **AF-TAAB INVESTMENT COMPANY LIMITED** ("the Company") as at 31st March, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date, both 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 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 the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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.
3. As required by the Companies (Auditor's Report) Order, 2003 (CARO) issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report as follows:
 - (a) we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956;
 - (e) 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;

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- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
 - (iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on 31st March, 2011 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration Number: 117366W)



N. VENKATRAM
Partner
(Membership Number: 71387)

MUMBAI, 9th May, 2011

Deloitte Haskins & Sells

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 3 of our report of even date)

Having regard to the nature of the Company's business/activities, clauses (viii), (x) and (xiii) of CARO are not applicable.

- (i) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) Physical verification of fixed assets was carried out during the year by the Management, the frequency of which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) During the year no material fixed assets were disposed off by the Company.
- (ii) In respect of its inventory:
 - (a) The stock of inventories has been verified at the reasonable intervals by the Management.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the Management were found reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) On the basis of our examination of records of inventory, in our opinion, the Company has maintained proper records of inventory and no discrepancies were noticed on physical verification as compared with the book records.
- (iii) According to the information and explanations given to us, the Company has neither granted nor taken any loans secured or unsecured, to or from Companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956. Accordingly, clause (iii) b, (iii) c, (iii) d, (iii) f, and (iii) g of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for purchase of inventory, fixed assets and with regard to the sale of shares. Further, on the basis of our examination, and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control system.

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- (v) According to the information and explanations given to us, the Company has not entered into any contracts or arrangement with parties, which needs to be entered in the Register maintained under Section 301 of the Companies Act, 1956.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public as per the directives issued by the Reserve Bank of India and the provision of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975 and rules framed there under.
- (vii) In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the Management have been commensurate with the size of the Company and nature of its business.
- (viii) (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, the Company has been generally regular in depositing undisputed statutory dues, income tax, sales tax, service tax, cess and any other material statutory dues with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, service tax and cess were in arrears as at 31st March, 2011 for a period of more than 6 months from the date they became payable.
- (b) As at 31st March, 2011, according to the information and explanations given to us, the following are the particulars of disputed dues on account of income tax that have not been deposited.

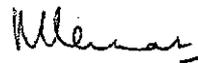
Name of the statute	Nature of the dues	Amount	Period to which the amount relates	Forum where pending
Income Tax Act, 1961	Income Tax	6,099,780/-	2001-02	Appellate Authority - Commissioner

- (ix) In our opinion and according to the information and explanations given to us, the Company has during the year not defaulted in repayment of dues to any financial institution, bank or to debenture holders.
- (x) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

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- (xi) In our opinion and according to the information and explanations given to us, we are of the opinion that proper records have been maintained of the transactions and contracts of shares, securities, debentures and other investments as applicable and timely entries have been made therein. The Investments are held by the Company in its own name.
- (xii) In our opinion and 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.
- (xiii) In our opinion and according to the information and explanations given to us, no term loans have been raised by the Company during the year and hence, the provision of clause 4 (xvi) of the Order are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us and on an overall examination of the Balance Sheet, we report that funds raised on short-term basis have not been used during the year for long- term investment.
- (xv) According to the information and explanations given to us, 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.
- (xvi) According to the information and explanations given to us and the records examined by us, the Company has not issued any debentures during the year.
- (xvii) According to the information and explanations given to us and the records examined by us, the Company has not raised any money by public issue during the year.
- (xviii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

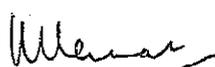
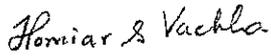
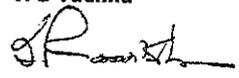
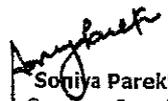
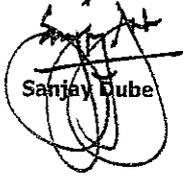
For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration Number: 117366W)



N. VENKATRAM
Partner
(Membership Number: 71387)

MUMBAI, 9th May, 2011

**AF-TAAB INVESTMENT COMPANY LIMITED
BALANCE SHEET AS AT 31st MARCH, 2011**

	<u>SCHEDULE</u>	<u>AS AT</u> <u>March 31, 2011</u> <u>Rs.</u>	<u>AS AT</u> <u>March 31, 2010</u> <u>Rs.</u>
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share Capital	A	123,820,000	133,920,000
Reserves and Surplus	B	1,324,347,835	1,037,008,957
DEFERRED TAX LIABILITIES		4,294,400	4,334,000
		<u>1,452,462,235</u>	<u>1,175,262,957</u>
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	C	27,186,541	33,159,302
Less: Depreciation		9,483,238	15,039,195
Net Block		<u>17,703,303</u>	<u>18,120,107</u>
INVESTMENTS	D	1,345,091,693	742,656,317
CURRENT ASSETS, LOANS AND ADVANCES			
Inventories	E	174,852,915	209,306,318
Sundry Debtors	F	-	363,763
Cash and Bank Balances	G	3,742,401	273,361,137
Other Current Assets	H	-	2,397,699
Loans and Advances	I	839,984	61,252,870
		<u>179,435,300</u>	<u>546,681,787</u>
Less:			
CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	J	483,561	74,991,606
Provisions		89,284,500	57,203,648
		<u>89,768,061</u>	<u>132,195,254</u>
NET CURRENT ASSETS		89,667,239	414,486,533
		<u>1,452,462,235</u>	<u>1,175,262,957</u>
Notes Forming Part of the Accounts	K		
In terms of our report attached FOR DELOITTE HASKINS & SELLS Chartered Accountants		For and on behalf of the Board	
	A Sardana		H S Vachha
N.VENKATRAM Partner			S Ramakrishnan
	A Charan		Sanjay Dube
Soniya Parekh Company Secretary	Directors		
MUMBAI, 9th May, 2011		MUMBAI, 9th May, 2011	

AF-TAAB INVESTMENT COMPANY LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

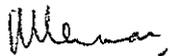
	<u>SCHEDULE</u>	March 31, 2011 Rupees	March 31, 2010 Rupees
INCOME			
Sales		112,790,280	285,720,125
Income From Operations	1	1,953,675,342	109,760,689
Other Income	2	9,171,594	22,783,349
TOTAL INCOME		2,075,637,216	418,264,163
EXPENDITURE			
Purchases		4,765,485	165,126,936
Operating and Administration expenses	3	16,175,161	44,997,181
Interest on Intercompany Deposits paid		88,151	-
Depreciation		416,804	5,588,436
		21,445,601	215,712,553
(Increase)/Decrease in Inventories	4	34,453,403	(12,166,638)
TOTAL EXPENDITURE		55,899,004	203,545,915
PROFIT BEFORE TAXES		2,019,738,212	214,718,248
PROVISION FOR TAXATION			
Current Tax		389,000,000	32,400,000
Current Tax in respect of earlier years		-	17,258,000
Deferred Tax		(39,600)	14,361,055
PROFIT AFTER TAXES AND BEFORE APPROPRIATIONS		1,630,777,812	150,699,193
BALANCE BROUGHT FORWARD FROM PREVIOUS YEAR		19,845,957	23,939,437
AMOUNT AVAILABLE FOR APPROPRIATIONS		1,650,623,769	174,638,630
APPROPRIATIONS			
Interim Dividend		903,960,000	53,568,000
Proposed Final Dividend		61,910,000	40,176,000
Tax on Dividend		160,418,934	15,776,613
Transferred to Capital Redemption Reserve		10,100,000	-
Transferred to General Reserve Fund		163,078,000	15,070,912
Transferred to Special Reserve Fund as per section 45(1)(c) of Reserve Bank of India Act, 1934.		326,156,000	30,201,148
		1,625,622,934	154,792,673
BALANCE CARRIED TO BALANCE SHEET		25,000,835	19,845,957
Basic and Diluted Earning Per Share (in Rs.) (Face Value Rs.100)			
		1,241.06	112.53

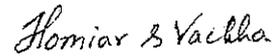
Notes forming part of the Accounts

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In terms of our report attached
FOR DELOITTE HASKINS & SELLS
 Chartered Accountants

For and on behalf of the Board



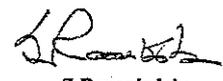


N.VENKATRAM
 Partner

A Sardana

H S Vachha


 P D Karkaria


 S Ramakrishnan


 Sonita Barekh
 Company Secretary

A Charan

Directors


 Sanjay Dube

MUMBAI, 9th May, 2011

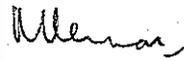
MUMBAI, 9th May, 2011

AF-TAAB INVESTMENT COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

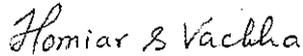
	March 31, 2011		March 31, 2010	
A. Cash Flow from Operating Activities				
Profit before Taxes		2,019,738,212		214,718,248
Adjustments for:				
Profit on sale of Long Term Investments	(1,860,075,930)		(37,824,202)	
Profit on sale of Current Investments	(7,377,597)			
Profit on sale of Fixed Assets	(99,000)			
Premium on Debenture Accrued	-		(2,227,246)	
Provision for Diminution in value of Long Term Investment	10,825,600		41,770,100	
Depreciation	416,804		5,588,436	
Operating Profit before Working Capital Changes		(1,856,310,123)		7,307,088
Adjustments for:		163,428,089		222,025,336
Trade and Other Receivables	2,763,929			
Inventories	34,453,404		(522,144)	
Trade and other Payables	(11,836,163)		(12,166,638)	
			219,284	
Operating Profit after Working Capital Changes		25,381,170		(12,469,498)
		188,809,259		209,555,838
Intercorporate Deposits Given (including Interest)	-		(40,134,854)	
Intercorporate Deposits Received back (including Interest)	60,410,418			
Sale of Investments	3,677,010,120		781,853,832	
Sale of Investments - Subsidiaries	2,200,000			
Purchase of Investments- Subsidiaries	(10,925,580)		(16,238,400)	
Purchase of Investments -Others	(2,414,091,989)		(600,561,300)	
Cash Generated from Operations		1,314,602,969		124,919,278
Taxes Paid		1,503,412,228		334,475,116
		(382,262,894)		(31,795,117)
Net Cash from Operating Activities -	(A)	1,121,149,334		302,679,999
B. Cash Flow from Investing Activities				
Sale of Fixed Assets	99,000			
		99,000		
Net Cash from Investing Activities -	(B)	99,000		-
C. Cash Flow from Financing Activities				
Dividend Paid	(997,704,000)		(26,784,000)	
Amount paid towards Buy Back of Equity Shares	(227,250,000)			
Income-tax on Dividend Paid	(165,913,070)		(4,551,941)	
		(1,390,867,070)		(31,335,941)
Net Cash used in Financing Activities -	(C)	(1,390,867,070)		(31,335,941)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		(269,618,736)		271,344,058
Cash and Cash Equivalents as at 1st April, 2010		273,361,137		2,017,079
Cash and Cash Equivalents as at 31st March, 2011		3,742,401		273,361,137

In terms of our report attached
FOR DELOITTE HASKINS & SELLS
Chartered Accountants

For and on behalf of the Board

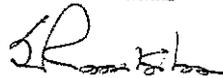

N. VENKATRAM
Partner


A Sardana


H S Vachha


Sphiya Parekh
Company Secretary


A Charan


S Ramakrishnan


Sanjay Dube

Directors
MUMBAI, 9th May, 2011

MUMBAI, 9th May, 2011

AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE A:

	As at March 31, 2011 Rupees	As at March 31, 2010 Rupees
AUTHORISED CAPITAL-		
1,500,000 Equity Shares of Rs. 100 each	<u>150,000,000</u>	<u>150,000,000</u>
Issued, Subscribed and Paid up Capital:		
1,238,200 Equity Shares of Rs.100 each (31st March,2010 - 1,339,200 Equity Shares)	<u>123,820,000</u>	<u>133,920,000</u>
Of the above equity shares:		
1. 101,000 Shares @ Rs.2,250 per share have been bought back during the year.		
2. 74,400 Equity Shares are allotted as fully paid Bonus Shares by capitalising Rs. 7,440,000 out of General Reserve.		
3. The entire capital is held by The Tata Power Company Limited, the Holding Company		

SCHEDULE B:

RESERVES AND SURPLUS

Securities Premium Account		
Balance brought forward	678,776,000	678,776,000
Less : Utilised towards buy back of Equity Shares	<u>217,150,000</u>	<u>-</u>
	461,626,000	678,776,000
Special Reserve Fund under Section 45(1)(c) of Reserve Bank of India Act, 1934		
Balance brought forward	261,705,000	231,503,852
Add : Transfer from Profit and Loss account	<u>326,156,000</u>	<u>30,201,148</u>
	587,861,000	261,705,000
General Reserve Fund		
Balance brought forward	76,682,000	61,611,088
Add : Transfer from Profit and Loss account	<u>163,078,000</u>	<u>15,070,912</u>
	239,760,000	76,682,000
Capital Redemption Reserve		
Balance brought forward	-	-
Add : Transfer from Profit and Loss account	<u>10,100,000</u>	<u>-</u>
	10,100,000	-
Profit and Loss Account	25,000,835	19,845,957
	<u>1,324,347,835</u>	<u>1,037,008,957</u>

AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE C:

FIXED ASSETS

Description	GROSS BLOCK (at cost)				DEPRECIATION AND AMORTISATION				NET BLOCK	
	As at April 1, 2010	Additions During the Year	Deductions During the Year	As at March 31, 2011	As at April 1, 2010	Additions During the Year	Deductions During the Year	As at March 31, 2011	As at March 31, 2011	As at March 31, 2010
Owned Assets (Not Leased Out)										
Computers	165,830	-	-	165,830	165,830	-	-	165,830	-	-
Office Equipment	1,450,000	-	-	1,450,000	1,450,000	-	-	1,450,000	-	-
(A)	1,615,830	-	-	1,615,830	1,615,830	-	-	1,615,830	-	-
Owned Assets (Leave and Licence/Leased out)										
Building	25,570,711	-	-	25,570,711	7,450,604	416,804	-	7,867,408	17,703,303	18,120,107
Transformers	5,784,397	-	5,784,397	-	5,784,397	-	5,784,397	-	-	-
Office Equipment	39,986	-	39,986	-	39,986	-	39,986	-	-	-
Computer	148,378	-	148,378	-	148,378	-	148,378	-	-	-
(B)	31,543,472	-	5,972,761	25,570,711	13,423,365	416,804	5,972,761	7,867,408	17,703,303	18,120,107
Total (A)+(B)	33,159,302	-	5,972,761	27,186,541	15,039,195	416,804	5,972,761	9,483,238	17,703,303	18,120,107
Previous year	33,159,302	-	-	33,159,302	9,450,759	5,588,436	-	15,039,195	18,120,107	-

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AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE D:

INVESTMENTS

	Quantity				Face Value	Cost as at March 31, 2011	Cost as at March 31, 2010
	Opening Balance	Additions	Deductions	Closing Balance			
1. INVESTMENTS IN SUBSIDIARY COMPANIES- NON TRADE- LONG TERM					Rupees	Rupees	Rupees
A. Ordinary Shares - (Unquoted) fully paid up							
Industrial Power Utility Ltd	110,000	-	110,000 *	-	-	-	1,100,000
Industrial Power Infrastructure Ltd	110,000	-	110,000 *	-	-	-	1,100,000
Tata Power Green Energy Pvt Ltd	-	9,998 @	-	9,998	99,980	99,980	-
Vantech Investments Ltd	1,592,000	398,000 †	-	1,990,000	19,900,000	52,595,700 **	41,770,100 **
						52,695,680	43,970,100
2. INVESTMENTS- NON TRADE- LONG TERM							
A. Ordinary Shares - (Quoted) fully paid up							
Trent Ltd.	327,265	-	-	327,266	3,272,660	77,738,818	77,738,818
Tata Motors Ltd.	67,705	-	-	67,705	677,050	53,632,576	53,632,576
Tata Motors Ltd. - DVR	9,672	-	-	9,672	96,720	2,949,960	2,949,960
Tata Investment Corporation Ltd.	750,000	-	-	750,000	7,500,000	91,200,081	91,200,081
Tata Consultancy Services Ltd.	2,961,952	-	2,200,000 *	761,952	761,952	236,205	918,205
Neico Ltd.	318,460	-	-	318,460	3,184,600	29,512,977	29,512,977
						255,270,617	255,952,617
B. Ordinary Shares-(Unquoted) fully paid up							
AGL Advanced Systems Private Ltd.	180,000	-	-	180,000	1,800,000	1,800,000	1,800,000
Brihat Trading Private Ltd.	3,350	-	-	3,350	33,500	33,500	33,500
Hemisphere Properties Ltd.	25,000	-	-	25,000	250,000	250,000	250,000
Neito Systems Ltd.	570,000	-	-	570,000	5,700,000	159,616,300	159,616,300
Rujwalika Investments Ltd.	183,333	-	-	183,333	1,833,330	3,000,000	3,000,000
Tata International Ltd.	12,000	-	-	12,000	12,000,000	69,948,002	69,948,002
Tata Industries Ltd.	1,000,543	-	-	1,000,543	100,054,300	127,751,700	127,751,700
Tata Services Ltd.	552	-	-	552	552,000	594,739	594,739
The Associated Building Co. Ltd.	425	-	-	425	382,500	394,415	394,415
Taj Air Ltd.	4,200,000	-	-	4,200,000	42,000,000	42,000,000	42,000,000
Tata Capital Ltd	-	2,106,039 ††	-	2,106,039	21,060,390	31,590,585	-
						436,929,241	405,338,656
C. Preference Shares-(Unquoted) fully paid up							
Natural Plants Products India Ltd.	4,993	-	-	4,993	499,300	499,300 **	499,300 **
						499,300	499,300
D. Debentures - (Quoted) fully paid up							
Trent Ltd (Partly Non Convertible Debentures with Warrants) - 2010	22,727	-	22,727 *	-	-	-	11,363,500
Tata Investment Corporation Ltd (Warrants)-2011	107,143	-	-	107,143	-	-	-
							11,363,500
E. Preference Shares - (Quoted) fully paid up							
Trent Ltd.- Series A (Cumulative Convertible Preference Shares)- 2011	-	72,724 ††	-	72,724	727,240	39,998,200	-
Trent Ltd.- Series B (Cumulative Convertible Preference Shares)- 2012	-	72,724 ††	-	72,724	727,240	39,998,200	-
						79,996,400	-
						772,695,558	673,194,073
3. INVESTMENTS- CURRENT - (Unquoted)							
ICICI Prudential Liquid Super Institutional Plan-Daily Dividend	-	1,534,852 †	1,379,688 *	154,364	15,436,380	15,439,868	-
ICICI Prudential Liquid Super Institutional Plan-Growth	-	349,577 †	-	349,577	34,957,652	49,500,000	-
Tata Liquid Super High Investment Fund - Daily Dividend	60,835	1,165,591 †	1,210,219 *	16,207	16,207,220	16,062,990	67,801,544
Tata Liquid Super High Investment Fund - Growth	-	463,770 †	183,563 *	280,207	280,206,660	469,792,597	-
						572,795,455	67,801,544
						1,398,186,693	784,825,717
						(53,095,000)	(42,269,400)
						1,345,091,693	742,656,317

** Provision for diminution in value of Investments other than temporary

		As at March 31, 2011	As at March 31, 2010
		Rupees	Rupees
Notes (1)	Aggregate of Quoted Investments- Cost	335,267,017	267,316,117
	Market Value.....	1,860,091,118	3,060,696,535
(2)	Aggregate of Unquoted Investments- Cost	1,062,919,676	517,609,600
†	Acquired during the year		
††	Subscribed during the year		
*	Sold/redeemed during the year		
@	Incorporated during the year		

AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE E:

INVENTORIES

	As at March 31, 2011		As at March 31, 2010	
	Holding	Amount Rupees	Holding	Amount Rupees
1 BHEL	100	140,291	100	140,291
2 Cairn India Ltd.	7,260	951,423	10,260	1,344,573
3 CESC Ltd.	100	21,015	100	21,015
4 Coal India Ltd	18,003	4,410,735	-	-
5 Eicot Power Controls Ltd.	1,000	1	1,000	1
6 Gujarat Industries Ltd.	100	4,670	100	4,670
7 GVK Power Ltd.	1,000	23,350	1,000	23,350
8 Hindustan Unilever Ltd.	-	-	1,500	197,625
9 ICICI Bank Ltd.	-	-	78,890	26,238,814
10 Indowind Energy Ltd.	100	1,885	100	1,890
11 Infosys Technologies Ltd.	5,696	2,625,183	11,696	5,390,475
12 J.P. Hydro Ltd.	100	2,915	100	2,915
13 Jindal Power & Steel Ltd.	300	60,078	300	60,078
14 KEC International Ltd.	220	6,690	44	6,690
15 Kirloskar Electric Ltd.	100	2,285	100	2,285
16 NHPC Ltd.	25,366	641,760	25,366	772,395
17 Neyveli Lignite Ltd.	100	8,375	100	8,375
18 NTPC Ltd.	249,852	48,246,421	249,852	50,224,654
19 NMDC Ltd.	166,660	47,414,770	166,660	49,064,704
20 Oil India Ltd.	-	-	5,248	5,510,400
21 Power Finance Corporation Ltd.	100	14,480	100	14,480
22 Power Grid Corporation Ltd.	4,457	308,822	4,457	308,822
23 Reliance Infrastructure Ltd.	100	51,535	100	51,535
24 Reliance Industries Ltd.	20,900	12,348,503	20,900	12,348,503
25 State Bank of India Ltd.	35,150	57,567,584	35,150	57,567,584
26 Torrent Cables Ltd.	2	144	2	194
		<u>174,852,915</u>		<u>209,306,318</u>

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AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at March 31, 2011 Rupees	As at March 31, 2010 Rupees
SCHEDULE F:		
SUNDRY DEBTORS		
Other Debtors considered good	-	363,763
<i>Notes:</i>		
Debts outstanding for more than six months	-	-
Other Debts	-	-
	363,763	363,763
SCHEDULE G:		
CASH AND BANK BALANCE		
Current Accounts with Scheduled Banks	3,742,401	273,361,137
	3,742,401	273,361,137
SCHEDULE H:		
OTHER CURRENT ASSETS		
Interest accrued on Investments	-	170,453
Premium accrued on investment in debenture	-	2,227,246
	-	2,397,699
SCHEDULE I:		
LOANS & ADVANCES		
(Unsecured-considered good unless otherwise stated)		
Intercorporate Deposits (including Interest Rs. Nil, Previous Year Rs.410,418/-)	-	60,410,418
Security Deposit	814,355	814,355
Other Advances	25,629	28,097
	839,984	61,252,870
SCHEDULE J:		
CURRENT LIABILITIES		
Sundry Creditors- Total outstanding dues of creditors other than Micro and Small Enterprises	412,278	409,293
Security Deposit received from Customers	38,193	11,879,420
Liability for Interim Dividend	-	53,568,000
Liability for Tax on Interim Dividend	-	9,103,882
Other Liabilities	33,090	31,011
	483,561	74,991,606
PROVISIONS		
Provision for Proposed Dividend	61,910,000	40,176,000
Provision for Tax on Proposed Dividend	10,282,477	6,672,731
Provision for Taxation (Net of Advance tax)	17,092,023	10,354,917
	89,284,500	57,203,648

AF-TAAB INVESTMENT COMPANY LIMITED
SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE 1:	March 31, 2011	March 31, 2010
	Rupees	Rupees
INCOME FROM OPERATIONS		
Dividend from Long Term Investments	69,568,680	49,771,293
Dividend from Current Investments	9,174,313	10,843,915
Dividend from Stock (Inventories)	3,605,575	5,724,940
Interest on Debentures	56,817	397,723
Profit on Sale of Long Term Investments	1,860,075,930	37,824,202
Profit on Sale of Current Investment	7,377,597	-
Premium on Debenture Accrued	-	2,227,246
Interest on Intercompany Deposit (Tax deducted at Source Rs.8,45,312 /-, Previous Year Rs. 5,36,349/-)	3,816,430	2,971,370
	1,953,675,342	109,760,689
SCHEDULE 2:		
OTHER INCOME		
Leave and License Fees (Tax deducted at Source Rs. 8,10,035/- Previous Year Rs. 36,62,674/-)	8,101,139	22,525,188
Interest on Income Tax Refund	937,653	-
Lease Rental (Tax deducted at Source Rs 5,739/- Previous Year Rs. 4,074/-)	17,914	70,471
Profit on Sale of Assets	99,000	-
Miscellaneous Income	15,888	187,690
	9,171,594	22,783,349
SCHEDULE 3:		
OPERATING AND ADMINISTRATION EXPENSES		
Advances Written off	-	30,000
Custodian Charges	25,451	-
Rates and Taxes	924,804	924,808
Profession Tax	2,500	2,500
Legal Expenses	14,500	3,500
Professional Fees	1,613,215	998,386
Directors' Sitting Fees	112,000	114,000
Internal Audit Fees	55,152	55,152
Auditors' Fees	1,316,982	882,309
Dematerialisation Charges	879,392	149,159
Provision for Diminution in value of Long Term Investment	10,825,600	41,770,100
Insurance	38,693	31,337
Maintenance Charges	255,755	-
Electricity Charges	80,815	-
Miscellaneous Expenses	30,302	35,930
	16,175,161	44,997,181
SCHEDULE 4:		
(INCREASE)/DECREASE IN INVENTORIES		
Stock -1st April,	209,306,318	197,139,680
Stock - 31st March,	174,852,915	209,306,318
(INCREASE)/DECREASE IN STOCK	34,453,403	(12,166,638)

Schedule "K"

Notes forming part of the Accounts

1. Significant Accounting Policies :

a) Basis of Preparation of Financial Statements:

The financial statements are prepared under historical cost convention, on accrual basis and in accordance with requirements of the Companies Act, 1956 and comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the said Act, which have been notified by the Companies (Accounting Standards) Rules, 2006.

b) Use of Estimates:

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosures relating to the contingent liabilities. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Further results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods. Examples of such estimates include provision for income taxes.

c) Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation, amortisation and impairment loss if any. Cost includes purchase price, borrowing costs and all other applicable expenses incurred to bring the assets to its present location and condition.

d) Depreciation:

The Company is providing depreciation on fixed assets at the rate prescribed in the Schedule XIV of the Companies Act, 1956 on Straight Line Method (SLM) basis. Depreciation on addition/deduction of assets is provided on pro-rata basis. Assets costing less than Rs. 5,000 are depreciated at the rate of 100%.

e) Investments:

Purchases of securities of Tata Group Companies other than investment in Mutual Funds are considered as Long Term Investments. Long Term investments are carried at cost, less provision for diminution other than temporary, if any, in the value of such investments. Current Investments are carried at lower of cost and fair value.

f) Inventories:

Inventories are valued at lower of Average Cost or fair value.

g) Revenue Recognition:

Dividend income is accounted for when the right to receive income is established.

Interest/Premium income is recognised on a time proportion basis, taking into account the amount outstanding and the rate applicable.

h) Taxes on Income:

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Credit in respect of Minimum Alternate Tax paid is recognised only if there is convincing evidence of realisation of the same.

Deferred tax, which is computed on the basis of enacted / substantively enacted rates, is recognised on timing differences, being the difference between taxable incomes and accounting incomes that originate in one period and are capable of reversal in one or more subsequent periods. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future.

i) Segment Reporting:

The accounting policies adopted for segment reporting are in line with the accounting policy of the Company. Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocated income/expenses".

j) Provision, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the Notes. Contingent Assets are neither recognised nor disclosed in financial statements.

2. Pursuant to the approval of the Board of Directors/shareholders of the Company, the Company has in accordance with Section 77A of the Companies Act, 1956 bought back 101,000 equity shares @ Rs. 2,250 per share from its parent Company by utilizing the Securities Premium account. Further in terms of Section 77AA of the Companies Act, 1956, an amount equivalent to the nominal value of equity shares bought back has been transferred to Capital Redemption Reserve.
3. The Company has filed a petition before Mumbai High Court for merger of its wholly owned subsidiary Vantech Investments Limited (VIL) with itself, effective from 1st April 2010 which is pending approval.
4. The Company has an investment in Taj Air Limited (TAL) of Rs.42,000,000/- (*31st March, 2010 – Rs.42,000,000/-*), TAL based on audited accounts as at 31st March, 2010 has accumulated losses, which has significantly eroded its net worth. In the opinion of the Management, having regards to the long term nature of its business, at this point of time there is no diminution other than temporary, in the value of the investment.

5. No enterprises have been identified as "Supplier" under the Micro, Small and Medium Enterprises Development Act, 2006. The aforesaid identification has been done on the basis of information, to the extent provided by the vendors to the Company. This has been relied upon by the Auditors.

6. Contingent Liability:

- a) Taxation Matters in respect of which the Company is in appeal Rs. 6,744,426/- (31st March, 2010 -Rs. 6,744,426/-).
- b) The Company in case of Tata Ceramics Limited (TCL), has given an undertaking to the rating agency that in the event of TCL not having requisite cash flow to timely service its debt obligations, the Company will make all endeavours to repay the principal and interest following due, from its own cash flows in such manner that all the banks of TCL are repaid on or before due dates.
- c) The Company has given guarantee of Rs. 35,000,000 to Tata Investment Corporation Limited and Rs. 40,000,000 to Tata Industries Limited for timely servicing of Intercompany Deposits of Tata Ceramics Limited.

7. Details of Auditor's Remuneration (inclusive of service tax):

Particulars	2010-11	2009-10
Audit Fees	551,500	592,863
Taxation Matters	181,995	237,145
Other Services	109,197	44,710
Out of pocket expenses	-	7,591
Total	842,692	882,309@

@ Includes Rs. Nil (31st March, 2010- Rs. 93,664/-) paid to previous auditor.

The remuneration disclosed above excludes fees of Rs. 474,290 (31st March, 2010- Rs. Nil) for attest and other professional services rendered by firm of accountants in which some partners of the firm of statutory auditors are partners.

8. Deferred Tax:

Deferred Tax (Liability) / Asset comprises of:

Particulars	2010-11	2009-10
Deferred Tax Liability:		
- Depreciation	(4,294,400)	(4,334,000)
Total Deferred Tax Liability	(4,294,400)	(4,334,000)
Total Deferred Tax Asset	-	-
Net Deferred Tax (Liability) / Asset	(4,294,400)	(4,334,000)

9. Earnings Per Share:

Particulars	2010-11	2009-10
Profit Attributable to Equity Share Holders (Rupees)- (A)	1,630,777,812	150,699,193
The weighted average number of Equity Shares (Nos.)- (B)	1,314,019	1,339,200
The nominal value per Equity shares (Rupees)	100	100
Basic Earnings Per Share = (A)/(B)	1,241.06	112.53

10. Disclosure as required by Accounting Standard 18 (AS-18) "Related Party Disclosures" notified by the Companies (Accounting Standards) Rules, 2006 is as follows:

a) List of the related parties and description of relationship:

Name of the related party		Country of origin
Holding Company		
1.	The Tata Power Company Limited (TPCL)	India
Subsidiaries (Related parties where control exists)		
1.	Industrial Power Utility Limited (IPUL) (upto 26 th August, 2010)	India
2.	Industrial Power Infrastructure Limited (IPIL) (upto 22 nd November, 2010)	India
3.	Vantech Investments Limited (VIL)	India
4.	Tata Power Green Energy Private Limited (TGPL) (from 5 th January, 2011)	India
Associates (where transactions have taken place during the year)		
1.	Nelito Systems Limited (NSL)	India
Fellow Subsidiaries (where transactions have taken place during the year)		
1.	NELCO Limited (NELCO)	India
Fellow Associates (where transactions have taken place during the year)		
1.	Tata Ceramics Limited (TCL)	India
2.	Rujuvalika Investments Limited (RIL)	India

b) Related party transactions:

Particulars	Holding Company	Associates	Fellow Subsidiaries	Fellow Associates
Inter Corporate Deposits Given to TCL	-	-	-	5,000,000
	-	-	-	40,000,000
Refunds towards Inter Corporate Deposits given to TCL	-	-	-	65,000,000
	-	-	-	-
Inter Corporate Deposits received from TPCL	90,000,000	-	-	-
	-	-	-	-
Repayment of Inter Corporate Deposits received from TPCL	90,000,000	-	-	-
	-	-	-	-
Interest Received on Inter Corporate Deposits from TCL	-	-	-	3,816,430
	-	-	-	2,971,370
Interest paid on Inter Corporate Deposits to TPCL	88,151	-	-	-
	-	-	-	-
Lease Rentals Received from TPCL	17,914	-	-	-
	70,471	-	-	-
Professional fees Paid to TPCL	972,132	-	-	-
	756,000	-	-	-
Dividend received from NELCO, VIL, NSL and RIL	-	1,425,000	636,920	275,000
	-	1,990,000	191,076	275,000
Dividend Paid to TPCL	997,704,000	-	-	-
	26,784,000	-	-	-
Purchase of Investments from NELCO	-	-	-	-
	-	-	159,600,000	-
Sale of Investments to TPCL	2,200,000	-	-	-
	-	-	-	-
Profit on sale of Fixed Assets to TPCL	99,000	-	-	-
	-	-	-	-
Amount paid on Buyback of Shares from TPCL	227,250,000	-	-	-
	-	-	-	-
Guarantee and undertaking given	-	-	-	Refer Note 6(b) and (c)
	-	-	-	-
Balance Outstanding				
Interim Dividend payable to TPCL	-	-	-	-
	53,568,000	-	-	-
Final Proposed Dividend payable to TPCL	61,910,000	-	-	-
	40,176,000	-	-	-
Lease Rentals Receivable from TPCL	-	-	-	-
	38,236	-	-	-
Inter Corporate deposit receivable (including interest thereon) from TCL	-	-	-	-
	-	-	-	60,410,418
Guarantee and undertaking outstanding	-	-	-	Refer Note 6(b) and (c)
	-	-	-	-

11. Segment Information:

(a) Primary Segment Information:

	Investments in Shares / Securities	Trading in Shares/ Securities	ICD	TOTAL
REVENUE				
Total Segment Revenue	1,946,253,337	116,395,855	3,816,430	2,066,465,622
	<i>101,064,379</i>	<i>291,445,065</i>	<i>2,971,370</i>	<i>395,480,814</i>
RESULT				
Total Segment Results	1,935,427,737	77,176,967	3,816,430	2,016,421,134
	<i>59,294,279</i>	<i>138,484,767</i>	<i>2,971,370</i>	<i>200,750,416</i>
Unallocated Income net of Unallocated Expense				3,317,078
				<i>13,967,832</i>
Income Taxes				(388,960,400)
				<i>(64,019,055)</i>
Profit after Tax				1,630,777,812
				150,699,193
OTHER INFORMATION				
Segment Assets	1,345,091,693	174,852,915	-	1,519,944,608
	<i>745,054,016</i>	<i>209,306,318</i>	<i>60,410,418</i>	<i>1,014,770,752</i>
Unallocated Assets				22,285,688
				<i>292,687,459</i>
Total Assets				1,542,230,296
				1,307,458,211
Segment Liabilities	-	-	-	-
	-	-	-	-
Unallocated Liabilities				94,062,461
				<i>136,529,254</i>
Total Liabilities				94,062,461
				136,529,254
Capital Expenditure	-	-	-	-
	-	-	-	-
Non-cash expenses other than Depreciation	10,825,600	-	-	10,825,600
	<i>41,770,100</i>	-	-	<i>41,770,100</i>
Depreciation	-	-	-	-
	-	-	-	-

Notes: Previous year's figures are in italics.

(b) Secondary Segment Information:

There is no secondary reportable segment relating to the Company's business.

AR

12. Details of Shares traded as Stock:

Script Name	Opening As at 1st April, 2010		Purchase		Sales		Closing As at 31st March, 2011	
	Qty.	Rupees	Qty.	Rupees	Qty.	Rupees	Qty.	Rupees*
BHEL	100	140,291	-	-	-	-	100	140,291
Cairn India Ltd.	10,260	1,344,573	-	-	3,000	393,150	7,260	951,423
CESC Ltd.	100	21,015	-	-	-	-	100	21,015
Coal India Ltd.	-	-	18,003	4,410,735	-	-	18,003	4,410,735
Gujarat Industries Power Company Ltd.	100	4,670	-	-	-	-	100	4,670
GVK Power Ltd.	1,000	23,350	-	-	-	-	1,000	23,350
Hindustan Unilever Ltd.	1,500	197,625	-	-	1,500	197,625	-	-
ICICI Bank Ltd.	78,890	26,238,814	-	-	78,890	26,238,814	-	-
Indowind Energy Ltd.	100	1,890	-	-	-	-	100	1,885
Infosys Technologies Ltd.	11,696	5,390,475	-	-	6,000	2,765,292	5,696	2,625,183
Jaiprakash Power Venture Ltd.	100	2,915	-	-	-	-	100	2,915
Jindal Power & Steel Ltd.	300	60,078	-	-	-	-	300	60,078
Kirloskar Electric Ltd.	100	2,285	-	-	-	-	100	2,285
MOIL Ltd.	-	-	946	354,750	946	354,750	-	-
Nevyeli Lignite Ltd.	100	8,375	-	-	-	-	100	8,375
NTPC Ltd.	249,852	50,224,654	-	-	-	-	249,852	48,246,421
Power Finance Corporation Ltd.	100	14,480	-	-	-	-	100	14,480
Power grid Corporation Ltd.	4,457	308,822	-	-	-	-	4,457	308,822
Reliance Infrastructure Ltd.	100	51,535	-	-	-	-	100	51,535
Reliance Industries Ltd.	20,900	12,348,503	-	-	-	-	20,900	12,348,503
State Bank of India Ltd.	35,150	57,567,584	-	-	-	-	35,150	57,567,584
KEC International Ltd.	44	6,690	176@	-	-	-	220	6,690
Torrent Cables Ltd.	2	194	-	-	-	-	2	144
NHPC Ltd.	25,366	772,395	-	-	-	-	25,366	641,760
Oil India Ltd.	5,248	5,510,400	-	-	5,248	5,510,400	-	-
NMDC Ltd.	166,660	49,064,704	-	-	-	-	166,660	47,414,770
Eicot Power Controls Ltd.	1,000	1	-	-	-	-	1,000	1
Total		209,306,318		4,765,485		35,460,031		174,852,915

@ Consequent to stock split.

* valued at lower of Cost or fair value.

13. The Following additional information (other than what is already disclosed elsewhere) is disclosed in terms of RBI Circular (Ref. No. DBNS. 200/CGM CPR-2008) dated 1st August, 2008.

(A). Capital to Risk Assets Ratio (CRAR):-

	Items	2010-11*	2009-10
i)	CRAR %	97.96	144.60
ii)	CRAR- Tier I Capital %	97.96	144.60
iii)	CRAR- Tier II Capital %	-	-

* NBS-7 return yet to be filed.

(B). Exposures to Real Estate Sector:-

	Category	2010-11	2009-10
i)	Direct exposure	N.A.	N.A.
	Commercial Real Estate	N.A.	N.A.
ii)	Indirect exposure	N.A.	N.A.
	Exposure to Housing Finance Companies	N.A.	N.A.

(C). Assets Liability Management:-

Maturity pattern of certain items of assets and liabilities as on 31st March, 2011:

	1 day to 30/31 days (one month)	Over one month to two months	Over two months to three months	Over three months to six months	Over six months to one year	Over one year to three years	Over three years to five years	Over five years	Total
Liabilities									
Borrowing from Banks	-	-	-	-	-	-	-	-	-
Market Borrowing	-	-	-	-	-	-	-	-	-
Assets:									
Advances (ICD) and Investments@	-	-	-	-	-	-	-	-	-

@ Inventories and Investments in Equity Shares, Debentures, Preference Shares and Mutual Funds amounting to Rs. 1,519,944,608 are not included above, since there is no set maturity pattern for the same.

In compiling the information in the above note, certain assumptions have been made by the Company and the same have been relied upon by the Auditors.

4

14. Previous year's figures have been regrouped, wherever necessary, to conform to this year's classification.

Signatures to Notes and Schedules "A" to "J" and "1" to "4"

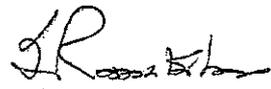
For and on behalf of the Board,

—
A.Sardana


P.D.Karkaria

—
A Charan

Hemraj B Vachha
H.S Vachha


S Ramakrishnan


Sanjay Dube

Directors


Soniya Parekh
Company Secretary

MUMBAI, 9th May, 2011




Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

(as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms Directions, 2007)

(Reserve Bank)

Particulars			
	Liabilities side:		
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	(a) Debentures : Secured	Nil	Nil
	: Unsecured		
	(other than falling within the meaning of public deposits*)		
	(b) Deferred Credits		
	(c) Term Loans		
	(d) Inter-corporate loans and borrowing		
	(e) Commercial Paper		
	(f) Other Loans (specify nature)		
	* Please see Note 1 below		
			Amount outstanding
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]		
	(a) Secured		
	(b) Unsecured		839,984
(3)	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities		
	(i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial Lease		
	(b) Operating Lease		17,703,303
	(ii) Stock on hire including hire charges under sundry debtors :		
	(a) Assets on hire		
	(b) Repossessed Assets		
	(iii) Other loans counting towards AFC activities :		
	(a) Loans where assets have been repossessed		
	(b) Loans other than (a) above		
(4)	Break-up of Investments		
	Current Investments		
	Quoted :		
	(i) Shares : (a) Equity		-
	(b) Preference		-
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others (please specify)		-
	Unquoted :		
	(i) Shares : (a) Equity		-
	(b) Preference		-
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		572,795,455
	(iv) Government Securities		-
	(v) Others (please specify)		-
	Long Term Investments		
	Quoted :		
	(i) Shares : (a) Equity		255,270,617
	(b) Preference		79,996,400
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others (please specify)		-
	Unquoted :		
	(i) Shares : (a) Equity		489,624,921
	(b) Preference		499,300
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others (please specify)		-

(5) Borrower group-wise classification of assets financed as in (2) and (3) above :			
Please see Note 2 below			
	Category	Amount net of provisions	
		Secured	Unsecured
			Total
	1. Related Parties**		Nil
	(a) Subsidiaries		
	(b) Companies in the same group		
	(c) Other related parties		
	2. Other than related parties		Nil
	Total		Nil
(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :			
Please see Note 3 below			
	Category	Market Value / Break-up or Fair Value or NAV	Book Value (Net of Provisions)
	1. Related Parties**		
	(a) Subsidiaries	99,980	99,980
	(b) Companies in the same group	-	Nil
	(c) Other related parties	154,774,963	194,597,192
	2. Other than related parties	2,954,024,112	1,150,394,521
	Total	3,108,899,055	1,345,091,693
** As per Accounting Standard of ICAI (Please see Note 3)			
* Based on the latest available audited accounts.			
(7) Other information			
	Particulars	Amount	
	(i) Gross Non-Performing Assets	Nil	
	(a) Related parties		
	(b) Other than related parties		
	(ii) Net Non-Performing Assets	Nil	
	(a) Related parties		
	(b) Other than related parties		
	(iii) Assets acquired in satisfaction of debt		

Notes :

1.

As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.

2.

Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

3.

All Accounting Standards and Guidance Notes issued by ICAI are applicable including valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

AF-TAAB INVESTMENT COMPANY LIMITED


AUTHORISED SIGNATORY