



CHOKSI IMAGING LIMITED

18th ANNUAL REPORT
2009 - 2010

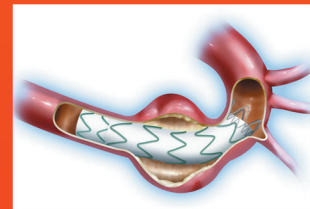


IMAGE & VISION

CHOKSI IMAGING LIMITED**EIGHTEENTH ANNUAL REPORT 2009 - 2010**

BOARD OF DIRECTORS	:	SHARADCHANDRA PENDSE - Chairman
	:	ANIL V. CHOKSI - Managing Director
	:	SURESH V. CHOKSI
	:	NAIMISH N. CHOKSI
	:	SAMIR K. CHOKSI
	}	Whole Time Directors
	:	VIKRAM V. MANIAR
	:	TUSHAR M. PARIKH
	:	HIMANSHU KISHNADWALA
COMPANY SECRETARY	:	MANDVI SHARMA
BANKERS	:	BANK OF BARODA
AUDITORS	:	PARIKH & AMIN ASSOCIATES Chartered Accountants Mumbai 400 057. Fax : 2617 4646
SHARE TRANSFER AGENTS	:	ADROIT CORPORATE SERVICES PVT. LTD. 19/20, Jaferbhoy Industrial Estate, Makwana Road, Marol Naka, Mumbai - 400 059. Tel. : 2859 6060 / 2859 4060 Fax : 2850 3748
REGISTERED OFFICE	:	Gala No. D-10, Prasad Indl. Estate, Survey No. 2 & 66, Sativali, Vasai Kaman Road, Vasai Road (East), Dist. Thane - 401 208. Tel. : 2480941
GRIEVANCE REDRESSAL DIVISION	:	compliance.officer@choksiworld.com
FACTORY	:	Plot No. 10, Survey No. 121/P, Off. 66 K.V.A. Road, Amli, Silvassa - 396 230 (U.T.)

CONTENTS	PAGE (Nos.)
FINANCIAL HIGHLIGHTS	1
NOTICE	2
DIRECTOR'S REPORT	4
AUDITOR'S REPORT	16
BALANCE SHEET	19
PROFIT AND LOSS ACCOUNTS	20
SCHEDULES FORMING PART OF ACCOUNTS	21
CASH FLOW STATEMENT	32

CHOKSI IMAGING LIMITED**FINANCIAL HIGHLIGHTS**

(Rs. In Lakhs.)

	2009-10	2008-09	2007-08	2006-07	2005-06
Grosss Turnover	14741.70	11907.39	6177.47	4662.33	3461.76
Profit before tax	752.89	423.53	300.88	247.50	223.01
Profit after tax (after extraordinary / prior period items)	495.21	270.31	190.81	156.68	137.46
Dividend (incl. Dividend tax and surcharge ,if any)	90.95	59.32	54.75	50.19	48.91
Net Worth	1561.02	1173.10	964.53	804.26	697.78
Book value per share(Rs.)	40.03	30.08	24.73	20.62	17.89
Earnings per share(Rs.)	12.28	6.93	4.89	4.02	3.52
Dividend %	20 % (15%+5%)	13%	12%	11%	11%

CHOKSI IMAGING LIMITED

NOTICE

THE EIGHTEENTH ANNUAL GENERAL MEETING of the MEMBERS OF CHOKSI IMAGING LIMITED will be held on Monday, 20th September 2010 at 11.00 a.m. at Daras Dhaba, Western Express Highway, Near Laxmi Baugh, Post Mira, Dist. Thane - 401104 to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as on 31st March 2010, and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and the Auditors thereon.
2. To declare Dividend on Equity Shares.
3. To appoint a Director in place of Mr. Suresh V. Choksi, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. Samir K. Choksi, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Mr. Tushar M. Parikh who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint M/s. Parikh & Amin Associates, Chartered Accountants, Mumbai as Statutory Auditors of the company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

7. To consider and if thought fit, to pass with or without modification, the following resolution as special resolution:

"RESOLVED THAT pursuant to the provisions of Section 146(2) and other applicable provisions, if any, of the Companies Act, 1956, the Registered Office of the Company be shifted from Gala No. D -10, Prasad Indl. Estate, Survey No. 2 & 66, Sativali, Vasai Kaman Road, Vasai Road (East), Dist. Thane – 401208 to 4th Floor, C Wing, Classique Centre, Plot No. 26, Mahal Industrial Estate, Off. Mahakali Caves Road, Andheri (East), Mumbai - 400093 with effect from 01.10.2010."

BY ORDER OF THE BOARD OF DIRECTORS

Registered Office :
Gala No. D-10, Prasad Indl. Estate,
Survey No. 2 & 66, Sativali,
Vasai Kaman Road, Vasai Road (E),
Dist. Thane - 401 208.

Mandvi Sharma
Company Secretary

Date : 11th August, 2010

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 A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY, NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and the Share Transfer Book shall remain closed from 13th September, 2010 to 20th September, 2010 (both days inclusive).
3. Pursuant to the provisions of Section 205A of the Companies Act, 1956, the Company has transferred dividend for the financial year ended 2001, which remained unclaimed for a period of 7 years to the 'Investor Education and Protection Fund', established by the Central Government under Section 205C of the Companies Act, 1956. Members who have not claimed dividends declared by the Company for the year ended 31st March, 2005 onwards are requested to write to the Company for obtaining duplicate warrants or for revalidating warrants, before the balance in the respective account gets transferred to the said Fund.
4. Members are encouraged to utilize Electronic Clearing System (ECS) for receiving dividends. Shareholders who would like to avail of the ECS Mandate Facility (if not done earlier) are requested to write to Registrar & Share Transfer Agents of the Company for ECS Mandate Form.
5. The information as required in terms of Listing Agreement with the Stock Exchanges regarding the Directors who are proposed to be re-appointed is as under:
 - (a) Name: Mr. Suresh V. Choksi Age: 70, Qualification: M.S in Chemical Engineering., U.S.A. Expertise: Mr. Suresh V. Choksi is one of the Promoter Director and is associated with Photosensitised Industry since last 36 years having indepth knowledge of Industry. He is one of the key decision makers of the Company. Other Directorship: He is Director in 1 private limited company. Number of shares held: 255792.
 - (b) Name: Mr. Samir K. Choksi, Age: 46, Qualification: Diploma in Automobile. Expertise: Mr. Samir K. Choksi is one of the Promoter Director and is associated with Photosensitised Industry since last 23 years having good experience in manufacturing of Companies product. Other Directorship: He is Director in 7 companies. Number of shares held : 77932.
 - (c) Name: Mr. Tushar M. Parikh, Age: 52, Qualification: B.Com, C.A. Expertise: Mr. Tushar M. Parikh is a fellow member of Institute of Chartered Accountants of India. He is well known Sales Tax Practioner operating from Mumbai. Other Directorship: He is Director in 6 Companies. Number of Shares held : 5100.

BY ORDER OF THE BOARD OF DIRECTORS

Registered Office :
Gala No. D-10, Prasad Indl. Estate,
Survey No. 2 & 66, Sativali,
Vasai Kaman Road, Vasai Road (E),
Dist. Thane - 401 208.

Date: 11th August, 2010

Mandvi Sharma
Company Secretary

**EXPLANATORY STATEMENT PURSUANT TO
SECTION 173 OF THE COMPANIES ACT, 1956.****ITEM NO. 1**

The Company has its godown and office at Vasai, which is also the registered office of the Company. The Company also has its premises at Andheri (East), Mumbai.

In view of consolidating its operations, it would be feasible to shift the Registered office of the Company from Vasai to Andheri. This will also facilitate efficient management of the Company. With change in Registered office as stated hereinabove, business of the Company can be carried out more economically and efficiently.

In light of the above, consent of the Shareholders of the Company is solicited through a Special Resolution in terms of Section 146(2) of the Companies Act, 1956 for shifting the Registered Office of the Company.

The Directors recommend the Resolution for approval of the Shareholders.

None of the Directors is concerned or interested in the Resolution.

DIRECTOR'S REPORT TO THE MEMBERS

Your Directors are pleased to present the 18th Annual Report of the Company along with the Audited Annual Accounts for the year ended 31st March 2010.

The Directors are pleased to report significant increase in the turnover and profitability of the Company as indicated by the key financials given below:

FINANCIAL RESULTS

	2009-2010 (Rs. in lakhs)	2008-2009 (Rs. in lakhs)
Gross Profit	799.78	460.69
Less: Depreciation	46.89	37.16
Profit before tax	752.89	423.53
Provision for tax (Including Deferred tax, Wealth Tax and FBT)	257.68	153.21
Net Profit	495.21	270.32
Add : Prior Period Adj. Net of Tax	---	---
Less: Short Provision of Tax	16.34	2.42
Add: Surplus brought forward	728.11	534.52
Profit available for Appropriation	<u>1206.98</u>	<u>802.42</u>

APPROPRIATION

Proposed Dividend	78.00	50.70
Tax on proposed Dividend	12.95	8.61
General Reserve	50.00	15.00
Balance carried to balance sheet	<u>1066.03</u>	<u>728.11</u>

DIVIDEND

Your Directors have pleasure in recommending a Dividend of Rs.1.5 and a Special Dividend of Rs.0.50, totaling to Rs.2.0 per share on the equity share capital of the Company for the Financial Year 2009 – 2010. If approved the dividend will absorb an amount of Rs.90.95 Lakhs (including dividend distribution tax). The dividend pay out for the year would be 18.37 % of the Net Profits for the year.

MANAGEMENT DISCUSSIONS AND ANALYSIS**Industry structure and developments :**

Your Company is in the business of manufacturing and trading of Photosensitised materials and other products for Health care Industry, especially supplies to Hospitals and Diagnostic Centres all over India.

During the current year we saw a spate of mergers and acquisitions in the Hospital Segment in India especially the takeover of Wockhardt Hospitals by Fortis Group. This we feel is a very significant event in the Indian Healthcare Industry as it signifies the advent of Consolidation in the crowded Hospital Segment. All these years the Hospital Industry has been identified with Government and Charitable Hospitals, which is slowly changing in favour of the entry of Private Corporates. India as a country needs immense investment in this segment and the entry of Private Corporates along with the right incentives by the Government will lead to substantial increase in Hospitals.

Similarly in the Diagnostic Centres, we see a trend of increase in the no of centres and also consolidation happening in the near future.

We feel that we are fortunate to be in an Industry which is likely to see immense investments and growth in the coming years. As such your Company with an all India presence and infrastructure is ideally placed to serve the needs of the Hospitals and Diagnostic Centres

Year at a Glance:

We are pleased to inform that your Company has been able to achieve a lot of first time events in the year gone by. For the first time in our History the Gross Turnover of the Company has crossed Rs.150 crores ie Rs.156.5 crores. This is an increase of almost 20%. The Net turnover has increased to Rs.147 crores (increase of almost 24%), leading to overall increase in Profitability. The PBIDT of the Company has increased by almost 67 % and the PBIDT margin has gone up from 5.12% to 6.90%. The PBT has increased by almost 78 % and the PBT margin from 3.56% to 5.11%. The margins would have been higher but for the extreme volatility in the Foreign Exchange movement during the year as most of the Raw Material and the Trading goods are imported.

Product-wise performance:

Your Company primarily supplies to the Hospitals and Diagnostic Centres. Broadly we classify the Companys Products in Manufacturing and Trading. During the year the manufacturing goods turnover increased from Rs.102 crores to Rs.112 crores at Gross level and Rs.90 crores to Rs.103 crores at Net level. The trading goods turnover has increased from Rs.28 crores to Rs.44 crores..

Outlook:

Going forward in FY 2010 – 2011 we do not expect similar growth rates as per previous years. Your Company has grown almost four fold in the last 4 years. As such your Company is now looking at streamlining and strengthening the Systems and Infrastructure, which will lead to some investments. This may impact the profitability in the short term but will create the base for future growth. Also with the sizeable growth in turnover the interest burden has also gone up significantly and as such the Company will look at increasing the Capital Base in the current year.

At the same time looking at the growth and opportunities in the Healthcare Industry, where in your Company is one of the few All India players supplying to most of the Hospitals and Diagnostic Centres, it is looking at adding more and more products in the Healthcare Industry. The new products may take a few years before they stabilize and start contributing to the Profitability of the Company. Also as a policy your Company, always first ties up the Sales and Marketing of the products before venturing into manufacturing. As such the trading turnover of the Company is likely to increase rather than manufacturing in the short term.

Also your Company has always been increasing its reach to every nook and corner of the country either through its own Offices, Field Force or through increase in the Dealer Network. Your Company is as such able to service its customers through out the Country. As such your Company today is a preferred Company for many Multinational Companies with Hi-tech Medical products wanting to enter India

Opportunities and Threats :

With the sizeable increase in the purchasing power in India, the increase in the Hospitals and Diagnostic Centres and the objective of the Government to ensure Healthcare delivery across India, the opportunity for sale of the Company Products is increasing all the time. Further your Company being one of the few all India Players, it will be able to tie up with more Companies to sell and market their products.

The main threat for the Company is the low entry barrier in this field wherein a lot of new players are entering the Distribution of Healthcare products. However due to the All India infrastructure and base your Company is confident of growing in the increased competitive landscape. Another major threat that the Company faces is the direct entry of Multinational Companies in India. Even here we do not foresee much of a threat as they eventually need an All India player like your Company to enable them to be a have a proper Sales and Distribution Network.

Risks and Concerns:

One of the key risk and concern for your Company is the advent of Computer Radiology in India. Though not an immediate risk, this is a matter of concern in the long run. Your Company as a strategy has been adding more and more products in its portfolio to negate this risk in the long run. Infact, inspite of the advent of Computer Radiology your Company has been able to increase the turnover and profitability.

Another key risk is the extreme volatility in the Foreign Exchange rates. This is something that is affecting majority of the Industries whether Import or Export Based. However looking at the Global Scenario and higher growth rates in GDP in India, we feel in the medium and long range the INR to be range bound. Also your Company has been able to neutralize the effect of this volatility by passing on the benefits or losses to some extend down the chain i.e. Dealer Network.

Internal Control systems and their adequacy:

The company has instituted adequate internal control systems commensurate with the nature of its business and the size of its operation. An Audit Committee consisting of four independent, non-executive directors is in place. Internal Audit is conducted on regular intervals at plant and covers key areas of operations. All significant audit observations and follow-up actions thereon are reported to the Audit Committee.

Human Resources:

Your Company has 204 Employees, who form the experienced, educated and hard working pool of Human resources. Your Company's industrial relations continued to be cordial during the year under review. Your Company conducts regular in-house training programs for employees at various levels. Employees are also sent for selected external training programs.

DIRECTORS

In accordance with the provisions of Articles of Association of the Company and Companies Act, 1956 Mr. Suresh V. Choksi, Mr. Samir K. Choksi and Mr. Tushar M. Parikh retire by rotation and being eligible, offer themselves, for re-appointment.

"DIRECTORS' RESPONSIBILITY STATEMENT":

As stipulated in 217(2AA) of Companies Act, 1956, your Directors subscribe to the Directors Responsibility Statement and confirm as under:

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the Company for that period;
- iii) that the Directors have 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;
- iv) that the Directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE

The Corporate Governance Report is annexed herewith at Annexure III.

AUDITORS

The Auditors of the Company M/s. Parikh & Amin Associates, retire at this Annual General Meeting and are eligible for re appointment. They have confirmed their willingness to accept the office, if re-appointed.

DEMAT AND LISTING DETAILS

The total number of Equity Shares held in dematerialized form as on 31st March, 2010 are 3,411,510 which represents 87.47 % of the total paid up Equity Shares of the Company.

The Equity Shares of the Company are listed on the Stock Exchange at Mumbai.

The Company has paid the annual listing fees to these exchanges till 31st March, 2010.

All those Shareholders holding shares in physical form are requested to please get their shareholding converted in Demat form through their Bankers/Depository Participants at the earliest. This is necessary as any trading in Equity Shares of the Company is only permitted in de-mat form as per SEBI Rules.

CHOKSI IMAGING LIMITED

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Information in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosures of particulars in the Report of Board of Directors) Rules, 1988 pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo, are given in the Annexure "I" to this Report.

PARTICULARS OF EMPLOYEES

Information in accordance with the provisions of section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975, as amended and forming part of Directors Report for the year ended 31st March, 2010 has been provided in Annexure "II" to this Report.

ACKNOWLEDGEMENT

The Board of Directors would like to place on record their sincere thanks for the co operation and support received from various agencies of the Central and State Governments, Administration of Dadra and Nager Haveli and also Bank of Baroda, Suppliers, Customers for their patronage of the company's products and all the shareholders for their support. The Directors also take this opportunity to place on record their appreciation for the dedication and sense of commitment shown by all the employees of the company at all levels and their wholehearted efforts and impressive contribution towards the growth of the company.

For and on behalf of the Board of Directors

Place : MUMBAI
Dated : 11th August, 2010.

Sharadchandra Pendse
Chairman

ANNEXURE "I" TO THE DIRECTORS' REPORT

Information under Section 217(1)(e) of the Companies Act 1956 read with companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY : Not Applicable.

B. TECHNOLOGY ABSORPTION

FORM B

1. RESEARCH AND DEVELOPMENT

- Special Areas :** Our Research and Development activities are concentrated mainly on improving quality of existing product.
- Benefits Derived :** The Company has established itself in the market.
- Plan of Action :** The Company is continuously making improvements in quality of its products.
- Expenditure on R & D:** Existing facilities being used.

2. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

- Efforts Made:** Continuous efforts are being made in improving the quality of films, productivity and testing method.
- Benefits:** Company could make its impact in the items manufactured.
- Imported Technology:** The Company is presently using Indian Technology.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

	<u>Current Year</u>	<u>Previous Year</u>
1. Foreign Exchange Earning (Rs.)	11,604,437	33,912,606
2. Foreign Exchange Outgo (Rs.)		
a) Travelling	1,212,844	519,843
b) Equipment, Spares & X-Ray Accessories & Other Finished Goods.	1,135,120,079	736,670,119

For and on behalf of the Board of Directors

Place : MUMBAI
Dated : 11th August, 2010.

Sharadchandra Pendse
Chairman

CHOKSI IMAGING LIMITED**ANNEXURE “II” TO THE DIRECTORS’ REPORT**

Information as per Section 217(2A) of the Companies Act, 1956 as amended, read with Companies (Particulars of Employees) Rules, 1975 and forming part of the Directors’ Report for the year ended 31st March, 2010.

EMPLOYED THROUGHOUT THE YEAR AND WERE IN RECEIPT OF REMUNERATION IN AGGREGATE EXCEEDING REMUNERATION DRAWN BY MANAGING DIRECTOR AND WHOLETIME DIRECTOR

Name of the Employee	Designation/ Nature of Duties	Relation with Director/Manager	Remuneration Received(Rs.)	Qualification	Experience	Date of Commencement Of Employment	Age	Last Employment held before joining the Company
Mr. Tushar K. Choksi	President – Administration	Brothers son of Mr. Anil V. Choksi, Managing Director of the Company	15,52,074	B.Com.	27	01.04.2001	47	Choksi Brothers Private Limited
Mr. Sunil A. Choksi	President – Marketing	Son of Mr. Anil V. Choksi, Managing Director of the Company	15,52,074	B Engineering	21	01.04.2001	44	Choksi Brothers Private Limited
Mr. Gaurav S. Choksi	President – Finance	Son of Mr. Suresh V. Choksi, Director of the Company	15,52,074	B.Com.,FCA.	13	01.04.2001	35	Choksi Brothers Private Limited

Notes :

- Nature of Employment : As per special resolution passed by the Shareholders in 14thAnnual General Meeting held on 26.08.2006 and at Extraordinary General Meeting held on 18.12.2007.
- Other terms and conditions : As per special resolution passed by the Shareholders in 14th Annual General Meeting held on 26.08.2006 and at Extraordinary General Meeting held on 18.12.2007
- Percentage of Equity shares held by the Employee in the company within the meaning of sub-clause (iii) of clause (a) of sub-section (2A) of Section 217 of the Companies Act, 1956 :
 - Mr. Tushar K. Choksi : 82,133
 - Mr. Sunil A. Choksi : 81,514
 - Mr. Gaurav S. Choksi : 2,71,510

ANNEXURE “III” TO THE DIRECTOR’ S REPORT**Report of the Directors on Corporate Governance****1. COMPANY’S PHILOSOPHY ON CORPORATE GOVERNANCE**

The Company believes that good Corporate Governance lead to enhancement of the value of the Company to the shareholders and other stakeholders such as customers, vendors, employees and financiers and to the society in general.

2. BOARD OF DIRECTORS

- Composition of Board of Directors:** The Board of Directors of the Company comprises of 8 Directors with optimum combination of executive and independent directors. The Board met 6 times during the year on various dates and the nature of the directorship of all the Directors are as follows:

CHOKSI IMAGING LIMITED

Mr. Sharadchandra Pendse	Chairman
	Independent Non - Executive Director
Mr. Anil V. Choksi	Executive Director
Mr. Suresh V. Choksi	Executive Director
Mr. Naimish N. Choksi	Executive Director
Mr. Samir K. Choksi	Executive Director
Mr. Vikram V. Maniar	Independent Non-Executive Director
Mr. Tushar M. Parikh	Independent Non-Executive Director
Mr. Himanshu Kishnadwala	Independent Non-Executive Director

(ii) Board Meetings

The Board of Directors held 6 meetings during the year on 18th April 2009, 20th June 2009, 31st July 2009, 11th September 2009, 30th October 2009, and 30th January 2010.

(iii) Attendance of Directors

	Number of meeting attended Board Meeting	Attendance at Last AGM held on 11.09.2009
Mr. Sharadchandra Pendse	5	Yes
Mr. Anil.V.Choksi	6	Yes
Mr. Suresh V. Choksi	6	Yes
Mr. Naimish N. Choksi	3	Yes
Mr. Samir K. Choksi	6	Yes
Mr. Vikram V. Maniar	6	Yes
Mr. Tushar M. Parikh	6	Yes
Mr. Himanshu Kishnadwala	6	Yes

Name of Directors	Number of Directorship held		Number of Committees of Board	
	Public	Private	Membership	Chairmanship
Mr. Sharadchandra Pendse	Nil	1	Nil	Nil
Mr. Anil.V.Choksi	Nil	1	Nil	Nil
Mr. Suresh V. Choksi	Nil	1	Nil	Nil
Mr. Naimish N. Choksi	Nil	1	Nil	Nil
Mr. Samir K. Choksi	Nil	7	Nil	Nil
Mr. Vikram V. Maniar	Nil	2	Nil	Nil
Mr. Tushar M. Parikh	1	5	Nil	Nil
Mr. Himanshu Kishnadwala	Nil	Nil	Nil	Nil

(iv) Audit Committee

The Audit Committee comprises of 4 directors all being independent non-executive directors. The composition of Audit Committee is as follows:

CHOKSI IMAGING LIMITED

Mr. Himanshu Kishnadwala

Chartered Accountant — Independent Non-Executive Director & Chairman

Mr. Tushar Parikh

Chartered Accountant — Independent Non-Executive Director

Mr. Sharadchandra Pendse

Ex-Banker — Independent Non-Executive Director

Mr. Vikram V. Maniar

— Independent Non-Executive Director

The Audit Committee met 6 times during the year on 18th April 2009, 20th June 2009, 31st July 2009, 30th October 2009, 30th January 2010 and 23rd February 2010. Except Mr. Sharadchandra Pendse who did not attend the Audit Committee on 30th January 2010 and 23rd February 2010, all members of the Audit Committee had attended all the meetings of the Committee.

The statutory Auditor was invited to attend Audit Committee meeting.

(v) Remuneration Committee

The Remuneration Committee comprises of 3 directors all being independent non-executive directors. The composition of Remuneration Committee is as follows:

Mr. Tushar Parikh

Chartered Accountant — Independent Non-Executive Director & Chairman

Mr. Himanshu Kishnadwala

Chartered Accountant — Independent Non-Executive Director

Mr. Sharadchandra Pendse

Ex-Banker — Independent Non-Executive Director

Remuneration Committee Meeting was held on 20th June 2009 during the year.

The details of Remuneration paid to Whole-time Directors for the year ended March 31, 2010 are as under:

Name of Directors	Salary (Rs.)	Perquisites (Rs.)	Contribution to P.F (Rs.)	Total (Rs.)
Mr. Anil.V.Choksi	11,40,000	25,274	1,36,800	13,02,074
Mr. Suresh V.Choksi	11,40,000	25,274	1,36,800	13,02,074
Mr. Naimish N. Choksi	11,40,000	25,274	1,36,800	13,02,074
Mr. Samir K Choksi	11,40,000	24,794	1,36,800	13,01,594

The details of Remuneration paid to Non-Executive Directors for the year ended March 31, 2010 are as under:

Name of Directors	Sitting fees paid for Board Meeting (Rs.)	Sitting fees paid for Committee Meetings (Rs.)
Mr. Sharadchandra Pendse	25,000	13,000
Mr. Vikram V Maniar	30,000	18,000
Mr. Tushar M Parikh	30,000	19,000
Mr. Himanshu Kishnadwala	30,000	19,000

* Mr. Tushar Parikh is a proprietor of M/s. T.M Parikh and Company, Chartered accountants, who has professional relationship with the company. The Professional fees paid to the Company during the year Rs. 1,00,000/-.

CHOKSI IMAGING LIMITED

* Mr. Himanshu Kishnadwala is a partner of M/s.Contractor, Nayak and Kishnadwala, a Firm of Chartered Accountants, who has Professional relationship with the company. The Professional fees paid to the firm during the year Rs. 1,20,000/-.

The details of number of shares held by non-executive Directors as on 31st March, 2010 are as follows:

Name of Directors	Number of Shares Held
Mr. Sharad Chandra Pendse	NIL
Mr. Tushar M. Parikh	5100
Mr. Himanshu Kishnadwala	5100
Mr. Vikram V. Maniar	1900

(vi) Shareholders Grievance Committee

The Shareholders Grievance Committee comprises of 3 directors. The composition of Committee is as follows:

Mr. Tushar Parikh	---	Independent Non-Executive Director & Chairman
Mr. Himanshu Kishnadwala	---	Independent Non-Executive Director
Mr. Anil V. Choksi	---	Executive Director

As Company had received 8 Grievance which was replied, No Shareholders Grievance Committee Meeting was held during the year.

Name & Designation of Compliance Officer: Ms. Mandvi Sharma, Company Secretary.

Details of Shareholders Complaints received from April - 2009 to March - 2010:

Total Number of Grievances received: 8 Total Number of Grievances redressed: 8

3. GENERAL BODY MEETINGS

Details of Annual General Meeting held during last three years:

Year	Venue	Date	Time
2006-2007	Dara's Dhaba, Mira Road, Thane.	September 01, 2007	10.00 a.m
2007-2008	Dara's Dhaba, Mira Road, Thane.	September 20, 2008	11.00 a.m
2008-2009	Dara's Dhaba, Mira Road, Thane.	September 11, 2009	11.00 a.m

The shareholders passed all the resolutions set out in the respective notices.

Special Resolution proposing the alteration of the existing object clause III(B) of Memorandum of Association by inserting new sub-clause (50) "To create one or more divisions of the Company and/or to carry out the manufacturing activities by one or more divisions of the Company named or styled as "Asset Healthcare" and to open such other division with such name as the Board of Directors may deem fit." was passed through postal ballot on 16.09.2009. Shri Nilesh Shah, Practising Company Secretary, who was appointed as Scrutinizer, received a total of 65 number of ballots. Out of 65 ballots received by Shri Shah, 63 were valid ballots and 2 were invalid ballots. Out of 63 valid ballots, 99.99% had assented for the resolution. There is no business at the ensuing AGM requiring implementation of the postal ballot under applicable rules.

4. DISCLOSURE

There had been no materially significant related party transactions with the Directors or the Management, subsidiaries or relatives of Directors during the Financial Year 2009-2010 that have potential conflict with the interest of the Company at large. Details of related party transactions are given in Note 15(B) to the Notes to accounts.

There have neither been any instances of non-compliance nor any penalty have been imposed on the Company

by Stock Exchanges or by Securities and Exchange Board of India or by any other statutory authority on any matter related to the capital markets during the last three years.

While the Company has not formally established a Whistle Blower Policy as a mechanism for its employees to report to the Management about any actual or suspected violation of the Company's code of conduct or the Business Principles or concerns about unethical behaviour, the employees are free to access the Management or the Audit Committee to report any such instances.

The Company has complied with the mandatory requirements of Clause 49 of the Listing Agreement as presently applicable. As regards the mandatory requirement, the Company has a remuneration committee as detailed in the earlier paragraph.

5. CODE OF CONDUCT

The Board of Directors of the Company have laid down a Code of Conduct for all its Members and Senior Management Personnel of the Company, who have affirmed their compliance for the year ended 31st March, 2010. The declaration from Mr. Anil V. Choksi, the Managing Director, regarding the affirmation of the compliance for the year ended 31st March, 2010, is enclosed and forms part of this report.

The Company has also framed a Code of Conduct for prevention of Insider Trading in compliance with the SEBI (Prohibition of Insider Trading) Regulations, 1992. This code is applicable to all the Directors/Officers and Designated Employees of the Company. The Code regulates dealing in shares by the persons having access to the unpublished price sensitive information.

6. MEANS OF COMMUNICATION

Quarterly Results:

Quarterly results are taken on record by the Board of Directors and submitted to the Stock Exchanges in terms of requirements of Clause 41 of the Listing Agreement. Quarterly results are normally published in Economic Times and Mumbai Lakshadweep.

Half Yearly Results:

Half yearly results are not sent to each household of shareholders.

Presentation to Institutional Investors or to analysts: No presentations have been made to institutional investors or to the analysts.

EDIFAR Filing:

As per the requirement of Clause 51 of the Listing Agreement, all the data relating to quarterly financial results, shareholding pattern etc. are being electronically filed on the EDIFAR website www.sebiedifar.nic.in within the time frame prescribed in this regard.

The Management Discussion and Analysis report forms part of this Annual Report.

7. GENERAL SHAREHOLDER INFORMATION

- | | | | |
|-----|-------------------------------|---|---|
| (1) | Annual General Meeting | : | |
| | Date and Time | | 20 th September, 2010 at 11.00 a.m |
| | Venue | | Daras Dhaba, Western Express Highway,
Near Laxmi Baugh, Post. Mira, Dist. Thane - 401104 |
| (2) | Financial Calendar | : | |
| | | | • Publication of Unaudited Results for quarter ending June, 2010, second week of August, 2010. |
| | | | • Publication of Unaudited Results for quarter ending September, 2010, second week of November, 2010. |
| | | | • Publication of Unaudited Results for quarter ending December, 2010, second week of February, 2011. |
| | | | • Publication of audited Results for year ending March, 2011, last week of May, 2011. |
| | | | • Annual General Meeting for the year ending March 2010, Third Week of September, 2010. |

CHOKSI IMAGING LIMITED

- (3) **Book Closure Date** : September 13th to September 20th, 2010 (both inclusive)
- (4) **Dividend payment date** : 4th week of September, 2010
- (5) **Listing of equity shares on stock exchanges at** : The Mumbai Stock Exchange
- (6) **Stock Code** : 530427 at Mumbai Stock Exchange
- (7) **DematISIN Numbers in NSDL & CDSL for equity shares** : ISIN No. **INE 865B01016**
- (8) **Registrar & Transfer Agent** : M/s. Adroit Corporate Services Pvt. Ltd
19/20, Jaferbhoy Industrial Estate, Makwana Road,
Marole Naka, Mumbai-400 059.
Tel. : 2859 6060 • Fax : 28503748
Unit : Choksi Imaging Limited
- (9) **Share Transfer System** : The Company's shares are traded in the Stock Exchanges compulsorily in the Demat mode. Shares sent for physical transfer or dematerialization request are registered within 15 days from the date of receipt of completed and valid executed documents.
- (10) **Dematerialisation of Shares** : 87.47% of the paid up shares have been dematerialised upto March, 2010. Trading in Equity shares of the Company is permitted only in dematerialised form w.e.f. November, 2002 as per notification issued by the Securities and Exchange Board of India.
- (11) **Detail Factory address** : Plot.No.10, Survey No.121/P, off. 66 KVA Road,
Silvassa-396 230 (U.T)
- (12) **Address for Correspondence** : M/s.Adroit Corporate Services Pvt.Ltd
19/20,Jaferbhoy Industrial Estate, Makwana Road,
Marol Naka, Mumbai-400 059.
Tel. : 2859 6060 • Fax : 2850 3748
- (13) **Distribution of shareholding as on March 31, 2010:**

No. of shares	No. of Shareholders	% of Shareholders	Shareholding	Amount Rs.	% Total
UPTO - 500	1890	77.59	310950	3109500	7.97
501-1000	206	8.46	175164	1751640	4.49
1001-2000	95	3.90	143139	1431390	3.67
2001-3000	100	4.11	254699	2546990	6.53
3001-4000	27	1.11	98882	988820	2.54
4001-5000	28	1.15	136661	1366610	3.50
5001-10000	33	1.35	253026	2530260	6.49
10001 & Above	57	2.34	2527479	25274790	64.81
TOTAL	2436	100.00	3900000	3,90,00,000	100.00

CHOKSI IMAGING LIMITED**(14) Categories of Shareholders as on March 31, 2010:**

Category	No. of Shares	% of Shareholding
Directors Relatives and Promoters	16,69,518	42.81
FIIS	Nil	Nil
NRI	1,19,776	3.07
Companies/Body Corporate	1,67,705	4.30
General Public	19,43,001	49.82

(15) Market Price Data: High Low during each month in last financial year:

Date	High (Rs.)	Low (Rs.)	No. of Shares
April 2009	15.54	12.10	8,965
May 2009	19.20	13.61	31,389
June 2009	23.35	18.45	1,99,489
July 2009	30.25	20.65	2,17,420
August 2009	34.75	28.70	3,63,799
September 2009	34.85	30.10	1,36,975
October 2009	43.50	31.25	1,91,375
November 2009	45.00	35.45	1,28,752
December 2009	60.00	41.25	5,02,970
January 2010	72.90	46.70	3,70,474
February 2010	57.50	40.50	62,270
March 2010	48.50	42.00	65,404

(16) Secretarial Audit

A secretarial Audit is done every quarter by the practicing Company Secretary, to reconcile the total admitted capital with National Security Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and paid up capital. The audit confirms that the total issued/ paid up capital is in agreement with the aggregate total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

8. COMPLIANCE CERTIFICATE:

Compliance Certificate dated 11th August, 2010 from our Statutory Auditors, M/s. Parikh and Amin Associates is given at the end of this Corporate Governance Report.

DECLARATION FROM THE MANAGING DIRECTOR

(Under clause 49(D)(ii) of the Listing Agreement)

To

The Members of Choksi Imaging Limited

As provided under clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Personnel have affirmed compliance with the Company's code of Conduct for the year ended 31st March, 2010.

FOR CHOKSI IMAGING LIMITED

ANIL V. CHOKSI
Managing Director

Place : Mumbai
Date : 11th August, 2010.

CHOKSI IMAGING LIMITED

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

(Under clause 49 of the Listing Agreement)

To

The Members of Choksi Imaging Limited

We have examined the compliance of conditions of Corporate Governance by Choksi Imaging Limited, for the year ended 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company, for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our Opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing agreement.

We state that no investor grievance(s) is/ are pending for the period exceeding one month against the company as per the records maintained by the Shareholders Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

FOR PARIKH AND AMIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 107520W

Place : Mumbai
Date : 11th August, 2010.

K. R. PARIKH
PARTNER
Membership No. 36517

AUDITOR'S REPORT**TO THE MEMBERS OF
CHOKSI IMAGING LTD.,**

We have audited the attached balance sheet of **CHOKSI IMAGING LTD.**, as at 31st March 2010, the Profit and Loss account for the year ended on that date and the Cash Flow Statement 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.

1. 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, evidences 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment), Order, 2004 (together the 'Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 of India (the 'Act'), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations give to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph (2) above we report that:
 - a) 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;
 - b) 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;
 - c) The Balance Sheet, the Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors, as on 31st March 2010 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give in the prescribed manner the information required by the Act 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 2010;
 - 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 Cash Flow Statement, of the cash flow for the year ended on that date.

FOR PARIKH AND AMIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No. 107520W

Place : Mumbai
Date : 30th May, 2010.

K. R. PARIKH
PARTNER
Membership No. 36517

ANNEXURE TO THE AUDITOR'S REPORT
(Referred to in paragraph 2 of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its asset. No material discrepancies were noticed on such verification.
- (c) During the year, in our opinion, a substantial part of fixed assets has not been disposed off by the Company.
- (ii) (a) The inventory of the Company at work, godown and branches and with consignment agent has been physically verified during the year by the management.
In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the books record were not material.
- (iii) (a) The company has taken loans from the parties listed in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.14,58,80,948/- and the year end balance of loan taken was Rs.14,54,66,884/-.
- (b) In our opinion the rate of interest and other terms and conditions on which loan have been taken from the parties listed in the register maintained under section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the company.
- (c) There is no stipulation fixed regarding repayment of principal and interest.
- (d) There is no overdue amount of the loan taken from the parties listed in the register maintained u/s.301 of the companies act, 1956.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets for sale goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions made in pursuance of contracts or arrangements 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 explanations given to us, transaction made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacks in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time where such market prices are available.
- (vi) In our opinion and according to the information and explanation given to us, the company has complied with the provision of section 58(A) and 58 (AA) of the Companies Act, 1956 and companies rules (Acceptance of deposit) Rule, 1975 with regard to the deposit accepted from the public.
- (vii) In our Opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The provision of Cost Audit prescribed by the Central Government, u/s 209 (1)(d) of the Companies Act, 1956 are not applicable to the company.
- (ix) (a) The company is generally been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, cess and other material statutory dues applicable to it.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31st March, 2010 for a period of more than six months from the date they became payable.

CHOKSI IMAGING LIMITED

According to the information and explanation given to us, the disputed Income tax Rs.9,80,187/- related to Assessment Year 2001-2002 & matter is pending before Bombay High Court, that have not been deposited on account of disputed matters pending.

- (x) The Company does not have any accumulated losses as at 31st March,2010 and has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
- (xi) Based on our audit procedures and on the information and explanations given by management, we are of the opinion that the Company has not defaulted in repayment of its dues to any financial institution, bank during the year.
- (xii) According to the information and explanation 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. Therefore, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiii) In our opinion, the company is not a chit fund or a *nidhi* mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Reports) Order,2003 are not applicable to the company.
- (xv) The company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) The company has not taken any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, there are no funds raised on a short term basis which have been used for long term investment, and vice versa.
- (xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the year.
- (xix) Company has not made any issue of debentures.
- (xx) During the period covered by our audit report, the company has not raised any money by public issues.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

FOR **PARIKH AND AMIN ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Registration No. 107520W

Place : Mumbai
Date : 30th May, 2010.

K. R. PARIKH
PARTNER
Membership No. 36517

CHOKSI IMAGING LIMITED

BALANCE SHEET AS AT 31ST MARCH 2010

	SCHEDULE	Rupees	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
I. SOURCES OF FUNDS:				
1. SHAREHOLDERS FUNDS :				
a) Share Capital	1		39,000,000	39,000,000
b) Reserves & Surplus	2		117,102,357	78,310,686
2. LOANS FUNDS :				
Secured Loans	3		88,629,336	62,757,966
Unsecured Loans			165,551,884	88,020,124
3. DEFERRED TAX LIABILITY				
Total	4		<u>6,042,804</u>	<u>5,707,862</u>
			<u>416,326,381</u>	<u>273,796,638</u>
II. APPLICATION OF FUNDS :				
1. FIXED ASSETS:				
a) Gross Block	5	104,214,195		85,579,427
b) LESS:Depreciation		<u>30,996,297</u>		<u>26,350,212</u>
c) Net Block			73,217,898	59,229,215
Capital Work in progress			1,887,307	1,837,743
2. CURRENT ASSETS, LOANS & ADVANCES				
a) Inventories	6	235,301,613		194,250,653
b) Sundry Debtors		240,907,074		169,404,130
c) Cash & Bank Balance		21,736,461		42,909,956
d) Loans & Advances		<u>91,483,308</u>		<u>68,184,518</u>
		589,428,456		474,749,257
LESS: CURRENT LIABILITIES & PROVISIONS :				
a) Liabilities	7	211,651,742		227,976,763
b) Provisions		<u>36,555,538</u>		<u>34,042,814</u>
		248,207,280		262,019,577
Net Current Assets			341,221,176	212,729,680
Total			<u>416,326,381</u>	<u>273,796,638</u>

Notes Forming Part of the Accounts 14

As per our Report of even date :

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR **PARIKH AND AMIN ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Regn. No. 107520W

ANIL V. CHOKSI - Managing Director

NAIMISH N. CHOKSI - Whole-Time Director

K. R. PARIKH
PARTNER

MANDVI H. SHARMA - Company Secretary

Place : Mumbai

Date : 30th May, 2010.

CHOKSI IMAGING LIMITED

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

	SCHEDULE	Rupees	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
INCOME				
Sales of Products		1,120,551,472		1,020,753,650
Less : Excise duty recovered on sales		91,153,819		119,062,989
Net Sales		1,029,397,653		901,690,661
Trading Sales		437,610,906		278,233,619
Other income	8	7,161,916		10,814,756
			1,474,170,475	1,190,739,036
EXPENDITURE				
Raw Material Consumed	9	893,230,638		783,631,437
Cost of Trading Goods	10	381,917,374		220,526,658
Manufacturing Expenses	11	26,438,447		22,642,972
Selling & Administrative Expenses	12	81,618,056		128,948,540
			1,383,204,515	1,155,749,607
Less : (Increase)/ Decrease in stock	13		(10,774,226)	(25,966,076)
			1,372,430,289	1,129,783,531
Profit Before Interest, Depreciation & Taxes			101,740,186	60,955,505
Less : Interest			21,761,497	14,886,700
Less : Depreciation			4,689,434	3,715,531
Profit Before Taxation			75,289,255	42,353,274
Less : Provision for Current Tax			25,400,000	14,450,000
Less : Provision for Fringe Benefit Tax			-	800,000
Less : Provision for Wealth Tax			33,000	47,000
Add/(Less) : Provision for Deferred Tax			334,942	24,361
Profit after Tax			49,521,313	27,031,913
Less : Short Provision of Tax			1,634,159	242,476
Add : Balance Brought Forward from Previous Year			72,810,686	53,452,896
Amount available for appropriation			120,697,840	80,242,333
Less : Appropriation				
Proposed Dividend			7,800,000	5,070,000
Tax on Proposed Dividend			1,295,483	861,647
General Reserve			5,000,000	1,500,000
			14,095,483	7,431,647
Balance Carried to Balance Sheet			106,602,357	72,810,686
Basic & Diluted Earning Per Share of Face Value of Rs.10/- each			12.28	6.93
Notes Forming Part of the Accounts	14			

As per our Report of even date :

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR PARIKH AND AMIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 107520W

ANIL V. CHOKSI - Managing Director

NAIMISH N. CHOKSI - Whole-Time Director

MANDVI H. SHARMA - Company Secretary

K. R. PARIKH
PARTNER

Place : Mumbai
Date : 30th May, 2010.

CHOKSI IMAGING LIMITED

SCHEDULE FORMING PART OF THE ACCOUNT

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE: 1		
SHARE CAPITAL		
Authorised :		
50,00,000 Equity Shares of Rs.10/-each	50,000,000	50,000,000
	<u>50,000,000</u>	<u>50,000,000</u>
Issued,Subscribed & Paid-up.		
39,00,000 Equity Shares of Rs.10/- each fully paid-up (Previous year 39,00,000 equity shares of Rs.10/- each)	39,000,000	39,000,000
	<u>39,000,000</u>	<u>39,000,000</u>
SCHEDULE: 2		
RESERVES & SURPLUS		
GENERAL RESERVE		
Opening Balance	5,500,000	4,000,000
Add : Transferred from Profit & Loss Account	5,000,000	1,500,000
	<u>10,500,000</u>	<u>5,500,000</u>
Profit & Loss Account	<u>106,602,357</u>	<u>72,810,686</u>
Total Rs.	<u>117,102,357</u>	<u>78,310,686</u>
SCHEDULE: 3		
i. SECURED LOANS :		
A. Working Capital Facilities		
from Bank of Baroda Cash Credit	88,629,336	62,566,312
(The above Loan have been secured by :		
(1) Hypothecation of raw Material, Stock in Process, Finished goods , Packing Materials, Stores & Book Debts,		
(2) charge on fixed Assets and machineries of the Company		
(3) Personal guarantee of certain Directors)		
B. VEHICLE LOAN		
(The Loan have been secured by hypothecation of Vehicles	-	191,654
Total Rs.	<u>88,629,336</u>	<u>62,757,966</u>
ii. UNSECURED LOAN		
Directors	59,728,951	45,549,385
Others (I.C.D. & Fixed Dep)	105,822,933	42,470,739
Total Rs.	<u>165,551,884</u>	<u>88,020,124</u>
SCHEDULE: 4		
Deferred Tax Liability	5,707,862	5,683,501
Add/ (Less) : Deferred Tax	334,942	24,361
Total Rs.	<u>6,042,804</u>	<u>5,707,862</u>

CHOKSI IMAGING LIMITED

SCHEDULE FORMING PART OF THE ACCOUNT

**SCHEDULE : 5
FIXED ASSETS AS AT 31ST MARCH 2010**

NO.	PARTICULARS	GROSS BLOCK (AT COST)				DEPRECIATION / AMORTISATION				NET BLOCK	
		AS AT 31.03.2009 Rupees	ADDITION Rupees	DEDUCTION Rupees	AS AT 31.03.2010 Rupees	AS AT 31.03.2009 Rupees	FOR THE YEAR Rupees	ADJUSTMENT FOR THE YR. Rupees	AS AT 31.03.2010 Rupees	AS AT 31.03.2010 Rupees	AS AT 31.03.2009 Rupees
1	LAND	1,367,840	-	-	1,367,840	-	-	-	-	1,367,840	1,367,840
2	BUILDING	13,876,345	15,409,854	-	29,286,199	4,309,219	518,962	-	4,828,181	24,458,018	9,567,126
3	PLANT & MACHINERY	28,282,261	88,600	-	28,370,861	13,860,093	1,346,234	-	15,206,327	13,164,534	14,422,168
4	FURNITURE & FIXTURE	5,738,787	928,178	30,479	6,636,486	609,179	360,592	22,955	946,816	5,689,670	5,129,608
5	VEHICLES	7,513,161	-	-	7,513,161	2,019,357	713,750	-	2,733,107	4,780,054	5,493,804
6	GOODWILL	5,000,000	-	-	5,000,000	2,500,000	500,000	-	3,000,000	2,000,000	2,500,000
7	COMPUTER	5,374,748	1,639,326	-	7,014,074	2,446,251	725,339	-	3,171,590	3,842,484	2,928,497
8	OFFICE EQUIPEMENTS	1,112,470	629,889	30,600	1,711,759	606,113	91,712	20,394	677,431	1,034,328	506,357
9	OFFICE PREMISES	17,313,815	-	-	17,313,815	-	432,845	-	432,845	16,880,970	17,313,815
	TOTAL	85,579,427	18,695,847	61,079	104,214,195	26,350,212	4,689,434	43,349	30,996,297	73,217,898	59,229,215
	PREVIOUS YEAR	58,425,700	27,153,727	-	85,579,427	22,634,690	3,715,531	-	26,350,212	59,229,215	35,791,010

Notes : i) Land includes Rs.1000/-10 shares of Rs.100/-each of Silvassa Industrial Co-op.Society Ltd.,Silvassa.
ii) Building includes Rs.500/-towards share capital in Silvassa Estates Pvt.Ltd.

As at
31st March 2010
Rupees

As at
31st March 2009
Rupees

**SCHEDULE : 6
CURRENT ASSETS, LOANS & ADVANCES**

(A) Current Assets

a) Inventories

(as valued and certified by managements)

Raw Materials & Packing Material (at cost)	56,500,192	44,577,344
Finished Products (at cost)	46,073,213	35,298,987
Trading Goods (at cost)	105,948,674	66,692,131
Goods in Transit (at cost)	26,779,534	47,682,191
	<u>235,301,613</u>	<u>194,250,653</u>

b) Sundry Debtors

(Unsecured, considered good)

Outstanding for a period exceeding six months	25,806,247	12,496,698
Others	<u>215,100,827</u>	<u>156,907,432</u>
	<u>240,907,074</u>	<u>169,404,130</u>

c) Cash & Bank Balances

Cash on Hand	309,639	372,732
Balances with scheduled banks in current Accounts	14,045,003	32,256,932
Unclaimed Dividend Account	543,886	452,721
Margin Money Account with scheduled bank	6,837,933	9,827,571
	<u>21,736,461</u>	<u>42,909,956</u>

CHOKSI IMAGING LIMITED

SCHEDULE FORMING PART OF THE ACCOUNT

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
d) Loans & Advances		
(Unsecured Considered Good)		
Deposits	5,263,319	4,587,982
Loans & Advances to Staff	516,585	92,596
Balances with Central Excise A/c.	49,951,434	30,559,037
Balances with Central Excise A/c.(Piparia)	-	388,151
Taxes Paid in Advance	28,861,081	29,244,384
Advance Recoverable in Cash or in Kind or for Value to be Received	6,207,847	2,604,487
Accrued Interest	-	330,950
Prepaid Expenses	683,042	376,931
	<u>91,483,308</u>	<u>68,184,518</u>
Total Rs.	<u>589,428,456</u>	<u>474,749,257</u>
SCHEDULE : 7		
CURRENT LIABILITIES & PROVISIONS		
a) Current Liabilities		
Sundry Creditors	203,756,236	215,724,003
Advances from Customers	7,351,620	11,800,039
Unclaimed Dividend	543,886	452,721
	<u>211,651,742</u>	<u>227,976,763</u>
b) Provisions		
For Taxation	27,380,055	28,064,167
For Dividend	7,800,000	5,070,000
For Dividend Tax on Proposed Dividend	1,295,483	861,647
For Wealth Tax	80,000	47,000
Total Rs.	<u>36,555,538</u>	<u>34,042,814</u>
SCHEDULE : 8		
OTHER INCOME		
a) Interest Received(Gross)	731,203	794,600
b) Sale of Scrap	324,297	232,546
c) Miscellaneous Income	858,927	153,994
d) Debit Credit Earlier written off	48,595	-
e) Service Charges	5,198,894	9,633,616
Total Rs.	<u>7,161,916</u>	<u>10,814,756</u>
SCHEDULE : 9		
RAW MATERIAL CONSUMED		
a) Opening Stock	44,577,344	17,573,164
Add:Purchased during the Year	905,153,486	810,635,617
Less : Closing Stock	56,500,192	44,577,344
Raw Material Consumed	<u>893,230,638</u>	<u>783,631,437</u>
SCHEDULE :10		
COST OF TRADING GOODS		
a) Opening Stock	66,692,131	83,838,883
Add:Purchased during the Year	421,173,917	203,379,906
Less :Closing Stock	105,948,674	66,692,131
Cost of Goods Sold	<u>381,917,374</u>	<u>220,526,658</u>

CHOKSI IMAGING LIMITED

SCHEDULE FORMING PART OF THE ACCOUNT

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE :11		
MANUFACTURING EXPENSES		
Salaries including Allowances & Provident funds	8,045,261	6,134,494
Labour Charges	7,487,926	6,232,553
Freight & Transport - Inward	984,118	922,346
Stores & Spares Consumed	153,504	120,941
Power & Fuel	2,562,050	2,855,453
Insurance Charges	992,576	1,182,538
Repairs to Machineries	970,357	1,817,380
Repairs to Factory Building	1,492,990	502,220
Repairs to Others	306,532	292,388
Staff Welfare Expenses	319,095	235,490
Rent Rates & Taxes	1,427,744	823,144
Excise Duty on Closing Stock	1,696,294	1,524,025
	<u>26,438,447</u>	<u>22,642,972</u>
SCHEDULE :12		
SELLING & ADMINISTRATIVE EXPENSES		
Salaries Including Allowances & Provident Funds	24,485,568	17,964,162
Group Gratuity Premium	619,858	350,551
Printing & Stationery	1,542,835	1,347,135
Communication Expenses	2,336,609	2,007,071
Travelling & Conveyance	17,019,809	10,128,372
Legal & Professional Fees	11,546,271	8,656,741
Freight & Transport - Outward	11,079,286	11,243,595
Freight & Transport - Courier	4,572,156	4,211,732
Transit Insurance	86,938	122,119
Indenting Commission on Sales	14,309,874	10,152,854
Motor car Expenses(Repairs/Petrol)	1,232,625	1,172,815
Advertisement & Sales Promotion Expenses	10,612,437	8,573,792
Auditors Remuneration	275,750	210,000
Bank Charges	1,298,664	2,200,355
Remuneration to Directors Including Provident Funds	5,207,816	4,430,273
Conference Expenses	4,284,459	2,813,913
Miscellaneous Expenses	9,436,876	9,247,432
Baddebts	2,119,502	1,658,523
Exchange Rate Difference	(40,476,754)	32,397,254
Donation	-	5,000
Loss on sale of Fixed Assets	3,335	-
Debit/Credit Balance Written Off	24,142	54,851
	<u>81,618,056</u>	<u>128,948,540</u>
SCHEDULE :13		
INCREASE / DECREASE IN STOCK		
Opening Stock of Finished Goods	35,298,987	9,332,911
Less :		
Closing Stock of Finished Goods	46,073,213	35,298,987
(Increase)/Decrease	<u>(10,774,226)</u>	<u>(25,966,076)</u>

SCHEDULE : 14

NOTES FORMING PART OF ACCOUNTS

1. Significant Accounting Policies:

i) Accounting Convention:

The Company maintains accounts on historical cost convention in accordance with applicable standards. The current assets, loans and advances and liabilities are approximately of the value stated, if realised in the ordinary course of business, otherwise those stated separately.

ii) Recognition of Income and Expenditure:

Revenues/Income and Costs/Expenditure are generally recognised on accrual as they are earned or incurred.

iii) Valuation of Inventories:

- (a) Inventories of raw materials, packing materials and spares are valued at cost.
- (b) The stock of scrap is valued at realisable value.
- (c) For valuation of finished goods the cost is determined by taking materials, labour and related factory overheads excluding depreciation.
- (d) The goods in transit are stated at actual cost upto the date of Balance Sheet.
- (e) Finished goods lying with the consignment agent is valued at cost.

iv) Fixed Assets:

- a) Fixed Assets are stated at cost of acquisition inclusive of inward freight, duties, taxes and incidental expenses related to acquisition. In respect of construction period, related pre-operational expenses form part of value of the assets capitalised. The purchase cost of Fixed Assets has been considered net of CENVAT credit availed on such purchases.
- b) Tangible Fixed Assets are stated at historical cost less depreciation.

v) Depreciation:

- a) Depreciation on fixed assets has been provided on a straight line basis at the rates prescribed in Schedule XIV to the Companies Act, 1956.
- b) In respect of assets acquired/sold/discarded during the financial period, depreciation is provided on Prorata basis with reference to the period each assets was put to use during the financial period.

vi) Foreign Currency Transactions:

Transactions in foreign currencies to the extent not covered by forward contracts, are accounted at the prevailing exchange rate on the date of the transaction. Gains and losses arising out of subsequent fluctuations in exchange rates are accounted for on realisation, conversion losses and gains at the year end in respect of current assets and current liabilities are dealt with in the Profit and Loss Account under appropriate head.

vii) Taxation:

Current tax is determined as the amount of tax payable to the taxation authorities in respect of taxable income for the period. Deferred tax is recognised, subject to the consideration of prudence, on timing difference being differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

viii) Retirement Benefits:

Provident fund is accrued on monthly basis in accordance with the terms of contract with the employees and is deposited with the Statutory Provident Fund. The company has also set up an Employees Gratuity fund through Group Gratuity and Life Assurance scheme of the Life Insurance Corporation of India. The contributions to the fund are charged to revenue every year. Leave encashment is being made on yearly basis as per rules.

2. Contingent Liabilities:

Contingent Liability in respect of	As on	As on
	<u>31.03.10</u>	<u>31.03.09</u>
Guarantee Furnished including In respective of Letter of credit	Rs. 1,283,623	Rs. 1,187,710

CHOKSI IMAGING LIMITED

Estimated amount of Contracts
To be executed on capital account
And not provided for

Rs. 8,112,800 Rs. 241,710

3. The outstanding of Micro, Small and Medium scale industrial undertaking has been determined to the extent such parties have been identified on the basis of information available with the company; this has been relied upon by the Auditors.

There is no outstanding from supplier from Micro, Small & Medium undertaking more than 45 days as informed. There are no claims from suppliers under the Interest on delayed payment to small scale Ancillary Industrial Undertaking as informed by the Management.

4. Previous year figures have been regrouped or rearranged wherever necessary to make them comparable with current year.

5. Auditors Fees:

	<u>2009-2010</u> Rupees	<u>2008-2009</u> Rupees
As Auditors	2,10,000/-	2,00,000/-
In other Capacities	40,000/-	10,000/-
	2,50,000/-	2,10,000/-

6. Details of Production, Stock, Sales and Raw Material Consumed.

Licenced capacity : N.A

Installed Capacity : 5 Million sq.mtr. (As certified by Management)

	Production		Sales		Closing Stock as on 31.03.2010		Raw Material Consumed	
	Qty.in Sq.mtr.	Qty.in Sq.mtr.	Value In Rs.	Qty.in Sq.mtr.	Value In Rs.	Qty.in Sq.mtr.	Value In Rs.	
X-ray Films	4,740,787 (4,516,923)	4,683,229 (4,426,318)	1,120,551,472 (1,020,753,650)	204,318 (146,760)	46,073,213 (35,298,987)	5,116,745 (4,841,196)	56,500,192 (723,969,815)	
Trading* Goods			437,610,906 (278,233,619)		105,948,674 (66,692,131)			

Note: * Since there are numerous items, the quantitative details are not mentioned

7. CIF Value of Imports.

	<u>2009-2010</u>	<u>2008-2009</u>
Raw materials (Rs.)	749,033,279	574,517,795
Equipments, Spares X-Ray Accessories & other Finished goods (Rs)	352,641,997	232,875,220

8. Expenditure in Foreign Currency:

	<u>2009-2010</u>	<u>2008-2009</u>
Equipment, Spares & X-Ray Accessories & other Finished goods (Rs.)	1,135,120,079	736,670,119
Travelling (Rs.)	1,212,844	519,843

CHOKSI IMAGING LIMITED

9. Consumption of Raw Materials	<u>2009-2010</u>	<u>2008-2009</u>
Imported (Rs.)	893,230,638	744,419,540
	(100%)	(100%)
Indigenous (Rs.)		

10. Earning in Foreign Exchange (Rs.)	11,604,437	33,912,606
--	-------------------	------------

11. Consequent upon Amendment to Section 205A of the Companies Act 1956 and introduction of Section 205C by the Companies Amend-ment Act (1999), the amount of dividend remaining unclaimed for a period of Seven years from the date of transfer to unpaid divi-dend account in respective years in respect of Accounting year 2004-2005, 2005-2006, 2006-2007, 2007-2008 and 2008-2009 subse-quent dividend payments, shall be transferred to the "Investors Education and Protection Fund" account.

12. Segment Reporting:

The Company is engaged only in one business segment viz. the business of manufacturing and dealing in Photosensitised materials and other products for Healthcare Industry. Hence the Segment wise information as required by AS 17 is not applicable.

13. Deferred Tax:

The break up of deferred tax assets and liabilities is as under :

Nature of timing difference	Deferred tax Asset / Liability as at 1.4.2009 Rs.	Credit for the Current Year charged to Profit and Loss Account Rs.	Deferred Tax Asset / Liability as at 31.3.2010 Rs.
A) Deferred Tax Liabilities			
Depreciation	5,895,042	222,491	6,117,533
TOTAL	5,895,042	222,491	6,117,533
B) Deferred Tax Assets			
Disallowable u/s 40 (a)(ia)			
Rent paid without TDS	68,028	(68,028)	Nil
Disallowable gratuity	119,152	(119,152)	Nil
Disallowable Gratuity		74,729	219,858
Total	187,180	112,451	112,451
Deferred Tax Liabilities (Net)	5,707,862	334,942	6,042,804

14. Earnings per equity share as per Accounting Standard 20:

"Earnings per share" (Basic and diluted):

	<u>2009-2010</u>	<u>2008-2009</u>
Profit after Tax (Rs.)	49,521,313	27,031,914
Add: Prior Period Adj. (Rs.)	-	-
Less: Short Provision of Tax	1,634,159	242,476
Profit after Tax (After Prior Period Adj). (Rs.)	47,887,154	26,789,438
Number of Equity Shares	3,900,000	3,900,000
Earnings per share (Before Prior Period Adj)	Rs. 12.28	Rs. 6.93
Earnings per share (After Prior Period Adj)	Rs. 12.28	Rs. 6.86

15. Related Party Disclosures:

Related party Disclosers as required by AS 18 of the Institute of Chartered Accountants of India is as follows:

CHOKSI IMAGING LIMITED

A) Related Parties and Relationship

- (a) Company and Firm in which Directors and their relatives are Directors or Partners.
Choksi Brothers Private Limited, Medical Solutions (India) Private Limited, Photo Marketing Services, Choksi Brothers Unique Imaging, Innova Investment, Samir K Choksi - Huf
- (b) Directors of the Company
Mr. Sharadchandra Pendse, Mr. Anil V.Choksi, Mr. Suresh V.Choksi, Mr. Naimish N. Choksi, Mr. Samir K.Choksi, Mr. Tushar Parikh, Mr. Himanshu Kishnadwala, Mr. Vikram Maniar.
- (c) Key Management Personnel:
Mr. Sunil A. Choksi, Mr. Tushar K. Choksi, Mr. Gaurav S. Choksi

Details of Transaction with above parties

Particulars	Companies in which the company has substantial Interest Rs.	Directors of the Company & their relatives Rs.	Total Rs.
Purchase of Goods (Rs.)	4,020,304	-	4,020,304
	(877,740)	-	(877,740)
Purchase of Capital Goods (Rs.) from Innova Investment	12,360,000	(NIL)	12,360,000
	(140,250)	(NIL)	(140,250)
Sales of Goods (Rs)	15,792,762	(NIL)	15,792,762
	(13,831)	(NIL)	(13,831)
Expenses (Rent paid to Mr. Samir K. Choksi, HUF Rs. 114000 & Suresh Choksi Rs.150000. Innova Investment (Rs.110000 p.m.)	1,085,806	264,000	1,349,806
	(220,000)	(114,000)	(334,000)
(Rent paid to CBPL-DELHI)	649,833	(NIL)	649,833
Deposit Taken (Rs.)	77,955,056	52,750,000	130,705,056
	(41,198,240)	(49,109,000)	(90,307,240)
Interest Expenses on deposit taken	5,859,547	5,068,059	10,927,606
	(3,055,575)	(3,942,619)	(6,998,194)
Interest Income on Deposit given and extended credit for equipment supply	Nil	Nil	Nil
Outstanding deposit Receivable	Nil	Nil	Nil
Outstanding deposit payable	76,737,933	68,828,951	145,566,884
	(42,000,739)	(45,549,385)	(87,550,124)

- d) Disclosure in respect of material related party transaction during the year:
- Purchase of Goods from Choksi Brothers Private Ltd. is Rs. 340, 272/-
 - Sales of Goods to Choksi Brothers Private Ltd. is Rs. 70,812/-
 - Deposits taken from Choksi Brothers Pvt. Ltd. Is Rs. 74,055,056/- and Medical Solutions (India) Private Ltd is Rs. 3,900,000/-
 - Interest Expenses on deposits taken from Choksi Brothers Private Ltd. is Rs. 5,665,837/- and from Medical Solutions (India) Private Ltd is Rs.193,710/-.
 - Interest expenses on deposit taken from Directors is Rs. 4,371,443/-.
 - Outstanding deposits payable to Choksi Brothers Private Ltd is Rs. 76,737,933/- and to Medical Solutions (India) Private Limited is Rs. NIL/-.

CHOKSI IMAGING LIMITED

- g) Remuneration to Key management personal Mr. Tushar K. Choksi Rs. 1,552,074 /-, Mr. Gaurav S. Choksi is Rs.1,552,074 /- and Mr. Sunil A. Choksi is Rs. 1,552,074 /-.
- h) Rent paid to Director Mr. Samir K. Choksi, (HUF) towards rent is Rs. 114,000/-.
- i) Rent paid to Director Mr. Suresh V. Choksi towards rent is Rs. 150,000/-
- j) Rent paid to Innova Investment towards rent is Rs. 1,085,806/-
- k) Purchase of Gala at Piparia Rs. 12,360,000/-
- l) Purchase of Goods from Unique Imaging Rs. 884,560/-.
- m) Purchase of Goods from Photo Marketing Services is Rs. 1,071,000/-.
- n) Sale of Goods to Photo Marketing Services is Rs. 30,600/-.
- o) Interest paid on Fixed Deposit to Shri Sunil Choksi Rs. 11,000/-, Sunil Choksi HUF Rs. 80,465/- and Smt. Kusum Choksi Rs. 605,151/-

16. Directors Remuneration:

- a) Computation of Net Profit in accordance with Section 309(5) read with Section 198, 349 and 350 of Companies Act, 1956:

	<u>2009-2010</u> (Amount in Rs.)	<u>2008-2009</u> (Amount. in Rs.)
Profit before Tax as per Profit & Loss A/c	75,289,255	42,353,275
Add : Directors Remuneration	5,207,816	4,430,273
Directors Sitting Fees	184,000	160,000
Loss on Sale of Assets	-	-
Prior Period Adjustments	-	-
Total	80,681,071	46,943,548
Maximum Commission payable @1% of Net Profit to each of the Whole Time Directors.	-	-

- b) Remuneration paid to Directors

	<u>2009-2010</u> (Amount in Rs.)	<u>2008-2009</u> (Amount. in Rs.)
Particulars		
Salary	4,560,000	3,840,000
Commission	-	-
Contribution to Provident Fund	547,200	460,800
Provision of Gratuity	-	-
Perquisites	100,616	129,473
Total	5,207,816	4,430,273

	<u>2009-2010</u> (Amount in Rs.)	<u>2008-2009</u> (Amount. in Rs.)
Remuneration paid to Key Management Personnel	4,656,222	4,079,910
Meeting fees paid	184,000	160,000

17. The Company does not enter into any forward contract or derivatives to cover its expenses in foreign currency, As at the year end, the exposures in foreign currency for the company as under:-

Particulars	2009-2010		2008-2009	
	Foreign Currency	Amount In Rs	Foreign Currency	Amount InRs.
Accounts Receivable	NIL	NIL	Nil	Nil
Accounts Payable	USD1,753,640	79,205,843	USD1,447,985	73,774,816
	Euro 160,263	9,659,062	EURO 14,265	962,618
	Yen 1,803,750	873,737		

CHOKSI IMAGING LIMITED

18. Disclosures in accordance with Revised accounting Standard (AS) – 15 “Employee Benefits”:-

(A) Defined Contribution Plans:

Contribution to Provident Fund is in the nature of defined contribution plan and is made to a recognized fund. Contribution to Defined Contribution Plan, recognized as expense for the year are as under:

	As at Year ended 31.03.2010	As at Year ended 31.03.2009
Employer's Contribution to Provident Fund	Rs. 2,334,358/-	Rs. 1,449,736/-

(B) Defined Benefit Plan

(i) Gratuity

Retirement benefit in the form of Gratuity Liability (being administered by LIC) is a defined benefit obligation and is provided.

The following tables summarize the components of net benefit expenses recognized in the profit and loss account and the funded status and amounts recognized in the balance sheet for the Gratuity.

	As at Year ended 31.03.2010 (Rs. in Lakhs)	As at Year ended 31.03.2009 (Rs. in Lakhs)
Changes in Present value of obligations		
Opening balance of Present value of Obligations	24.76	19.93
Interest Cost	2.17	1.78
Current Service Cost	3.46	2.71
Benefits Paid	(0.32)	(0.15)
Actuarial (gain) / loss on obligations	2.35	0.49
Present value of Obligations as at 31 - 3 - 2010	32.42	24.76
Changes in Fair Value of plan assets		
Opening Fair Value of Plan Assets	24.76	19.93
Expected return on Plan Assets	1.78	1.48
Actuarial gain / (losses) on Plan Assets	-	
Contributions by Employer	6.20	3.51
Benefits Paid	(0.32)	(0.15)
Fair Value of Plan Assets as at 31 - 3 - 2010	32.42	24.76
Amount to be recognised in the Balance Sheet		
Present Value of Funded Obligations as at 31 - 3 - 2010	32.42	24.76
Fair Value of Plan Assets as at 31 - 3 - 2010	32.42	24.76
Expense recognised in the Profit & Loss Account		
Current Service Cost	3.46	2.71
Interest Cost	2.17	1.78
Expected return on Plan Assets	(1.18)	(1.48)
Net Actuarial Loss	2.35	0.49
Expense recognised in the Profit & Loss Account	6.20	3.51
Description of Plan Assets		
Insurer Managed Funds	100%	100%
Assumptions		
Mortality Rate	LIC(1994-96) Ultimate	LIC(1994-96) Ultimate
Withdrawal Rate	1 % to 3 % depending on age	1 % to 3 % depending on age
Discount Rate	8%	8%
Salary Escalation	5.5%	5.5%

CHOKSI IMAGING LIMITED

19. Additional information as required under Part IV of Schedule VI of the Companies Act, 1956 Balance Sheet Abstract and Company's General Business Profile.

I. Registration Details :

Registration No.	68852
State Code	11
Balance Sheet Date	31.03.2010

II. Capital Raised during the Year (Amount Rs. in '000s)**NIL****III. Position of Mobilisation and Deployment of funds.****(Amount Rs. in '000s)**

Total Liabilities	416,326
Total Assets	416,326
Sources of Funds	
Paid up Capital	39,000
Reserve & Surplus	117,102
Secured Loans	88,629
Unsecured Loans	165,552
Deferred Tax Liability	6,043
Application of Funds	
Net Fixed Assets	73,218
Capital Work In Progress	1,887
Net Current Assets	341,221

IV. Performance of Company (Amount Rs. in '000s)

Turnover (Gross Revenue)	1,565,324
Total Expenditure	1,490,035
Profit/ (Loss) before Tax	75,289
Profit/ (Loss) after Tax	49,521
Earnings Per Share	12.28
Dividend Rate (Dividend @ 15% plus 5% Special Dividend)	20%

V. Generic name of Three Principal Products/Services of Company (As per Monetary terms)

Item code No. (ITC Code)	37011000
Product Description	X-Ray Film
Item code No. (ITC Code)	90183990
Product Description	Coronary Stent

Signatories to Schedules

As per our Report of even date attached thereto : FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR PARIKH AND AMIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn. No. 107520W

ANIL V. CHOKSI - Managing Director

NAIMISH N. CHOKSI - Whole-Time Director

MANDVI H. SHARMA - Company Secretary

K. R. PARIKH
PARTNER

Place : Mumbai

Date : 30th May, 2010.

CHOKSI IMAGING LIMITED**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010**

	31st March 2010 (Rs. in Lacs)	31st March 2009 (Rs. in Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	752.89	423.53
Adjustments for:		
Add : Prior Period Adj. Net of Tax		
Depreciation	46.89	37.16
Fixed Assets Written Off	0.18	-
	<u>47.07</u>	<u>37.16</u>
Operating Profit / (Loss) before working Capital changes	<u>799.96</u>	<u>460.69</u>
Adjustments for:		
Current assets	(1358.53)	(1475.23)
Current Liabilities	<u>(138.12)</u>	<u>989.20</u>
Increase / (decrease) in Net current assets	(1496.65)	(486.03)
Taxation	(270.67)	(155.39)
	<u>(1767.32)</u>	<u>(641.42)</u>
Cash Generated from operations	<u>(967.36)</u>	<u>(180.73)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(186.95)	(271.54)
Expenditure in capital work in progress	(0.50)	142.77
Sale of fixed assets		
	<u>(187.45)</u>	<u>(128.77)</u>
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Dividend including dividend tax	(90.95)	(59.31)
Secured borrowings	258.71	20.21
Unsecured borrowings	<u>775.32</u>	<u>585.40</u>
	<u>943.08</u>	<u>546.30</u>
Net increase / (Decrease) in Cash and Cash Equivalents	(211.73)	236.80
Cash and Cash Equivalents at the beginning of the year	429.09	192.29
Cash and Cash Equivalents at the close of the year	<u>217.36</u>	<u>429.09</u>

As per our Report of even date :

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR **PARIKH AND AMIN ASSOCIATES**
 CHARTERED ACCOUNTANTS
 Firm Regn. No. 107520W

ANIL V. CHOKSI - Managing Director**NAIMISH N. CHOKSI** - Whole-Time Director**MANDVI H. SHARMA** - Company Secretary

K. R. PARIKH
 PARTNER

Place : Mumbai
 Date : 30th May, 2010.

CHOKSI IMAGING LIMITED

CHOKSI IMAGING LIMITED

Registered Office :

Gala No. D-10, Prasad Incl. Estate, Survey No. 2 & 66, Sativali,
Vasai Kaman Road, Vasai Road (East), Dist. Thane - 401 208.

ATTENDANCE SLIP

18TH ANNUAL GENERAL MEETING - ON 20TH SEPTEMBER, 2010 AT 11.00 A.M.

Reg. Folio No.:

I Certify that I am a registered Shareholder/Proxy for the registered Shareholder of the company.

I hereby record my presence at the EIGHTEENTH ANNUAL GENERAL MEETING of the Company at Daras Dhaba, Western Express Highway, Near Laxmi Baugh, Post Mira, Dist. Thane - 401 104 on Monday, 20th September, 2010 at 11.00 a.m.

Member's /Proxy's name in BLOCK LETTERS

Member's/Proxy's Signature

Note : Please fill this attendance slip and hand it over at the ENTRANCE OF THE HALL.

TEAR HERE

CHOKSI IMAGING LIMITED

Registered Office :

Gala No. D-10, Prasad Incl. Estate, Survey No. 2 & 66, Sativali,
Vasai Kaman Road, Vasai Road (East), Dist. Thane - 401 208.

FORM OF PROXY

I/We..... of
..... in the district of being a member/members of the
above-named company hereby appoint of
in the district of or failing him
as my/our Proxy to vote for me/us on my/our behalf at the 18th ANNUAL GENERAL MEETING of the
Company to be held on Monday, 20th September, 2010 at 11.00 a.m. and at any adjournment thereof.

Signed this day 2010

Affix a
15 Paise
Revenue
Stamp

Reg. Folio No. Signature

NOTE : This form 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 Meeting.

Book-Post

If Undelivered, Please return to :

CHOKSI IMAGING LIMITED

REGISTERED OFFICE

Gala No. D-10, Prasad Indl. Estate, Survey No. 2 & 66,
Sativali, Vasai Kaman Road, Vasai Road, (East), Dist. Thane - 401 208.