



Canbank Investment Management Services Ltd.

Wholly owned subsidiary of
CANARA BANK

Asset Management Company of
CANBANK MUTUAL FUND

BOARD OF DIRECTORS

N. K. Thingalaya, *Chairman*

B. Sukumaran, *Managing Director*
(from 20th February, 2006)

P. V. Ramana
(from 20th February, 2006)

Pankaj Jain
(from 17th April, 2006)

S. Ravi
(upto 25th August, 2005)

J. L. Gupta
(upto 21st October, 2005)

K. V. Hegde
(upto 24th August, 2005)

M. Gokuldas

N. R. Ramanujam, *Managing Director*
(upto 31st December, 2005)

EXECUTIVES

S. L. Manjrekar, *Senior Vice President*

S. R. Ramaraj, *Senior Vice President*

V. Ramesh Nayak, *Senior Vice President*

S. Santhanam, *Senior Vice President (On Deputation)*

U. Raghurama Rao, *Senior Vice President*

AUDITORS

M/s. Shah Gupta & Co.,

Chartered Accountants,

38, Bombay Mutual Building, 2nd Floor,

Dr. D.N.Road, Fort, Mumbai 400 001.

● Registered Office ●

Construction House, 4th Floor,

5, Walchand Hirachand Marg, Ballard Estate, Mumbai 400 001



DIRECTORS' REPORT

TO THE MEMBERS :

Your Directors have pleasure in presenting the Thirteenth Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2006.

FINANCIAL RESULTS :

	Year ended 31.3.2006 (Rs. Lacs)	Year ended 31.3.2005 (Rs. Lacs)
Profit before depreciation	603.59	555.04
Depreciation	86.96	89.17
Profit before tax	516.63	465.87
Less : Loss on sale of fixed assets	0.13	-
Write off of diminution in value of Longterm investments	0.96	3.12
Profit for the year before impairment loss and taxation	515.54	462.75
Less: Impairment Loss	5.46	0.60
Provision for Income Tax	123.00	115.60
Provision for Wealth Tax	5.13	6.61
Provision for Deferred Tax liability (net)	-	18.56
Provision for Fringe Benefit Tax	6.57	-
Add : Credit for deferred tax asset (net)	18.92	-
Profit for the year	394.30	321.38
Add : Balance in Profit & Loss Account brought forward	2394.13	2389.95
Amount available for appropriations	2788.43	2711.33
Appropriations :		
Dividend (proposed)	300.00	250.00
Tax on proposed dividend	42.07	35.06
Transfer to General Reserve	39.43	32.14
	381.50	317.20
Profit & Loss Account Balance carried forward	2406.93	2394.13



OPERATIONS :

The Company's revenue, mainly in the form of management fees from Canbank Mutual Fund, aggregated to Rs. 1375.24 lacs for the year ended 31st March, 2006 (previous year : Rs 1343.54 lacs).

During the year Caninfrastructure, an open ended equity Scheme was launched during October, 2005. In the new fund offer, the Scheme collected Rs. 144.38 crores.

Pursuant to the take-over of the Schemes of GIC Mutual Fund by Canbank Mutual Fund, the Company assumed management of the following Schemes of GIC Mutual Fund with effect from 15th October, 2005:

Schemes under GIC Mutual Fund	New names under Canbank Mutual Fund
GIC Balanced Fund	Canbalance II
GIC Fortune' 94	Canfortune' 94
GIC Growth Plus II	Cangrowth Plus
GIC D'Mat	CanD'Mat

Besides the above Schemes, the Company is also managing redeemed Schemes of GIC Mutual Fund viz., GIC Rise 91, GIC Rise II, GIC Big Value, GIC Suraksha 96, GIC Growth Plus, GIC Taxsavers Growth Plan, GIC Tax saver' 95.

Apart from capital appreciation under growth plans of various Schemes and daily/weekly dividends in Canliquid Scheme, the following Schemes declared dividends during the year under income plans :

Canequity Tax Saver: 40%, Canexpo : 25%, Canemerging Equities: 20%, Cangilt: 12.25%, Cancigo : 7%, Canfloating Rate: 4% and Cangilt PGS: 2.25%.

As on 31st March, 2006, your Company was managing eighteen Schemes of Canbank Mutual Fund, of which seven were debt oriented Schemes, nine were equity oriented Schemes and two were balanced Schemes.

As on 31st March, 2006, the corpus and the net asset base of Canbank Mutual Fund stood at Rs. 1742.08 crores (previous year : Rs. 1451.42 crores) and Rs. 2210.99 crores (previous year : Rs. 1622.84 crores), respectively.

DIVIDEND :

Your Directors recommend payment of a dividend of Rs. 3/- per equity share of Rs. 10/- each i.e., 30% (previous year : 25%). As per the current tax law, the dividend is tax free in the hands of the shareholders.

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

Your Company, being a non-banking non-financial Company, no specific comments in terms of the provisions of Section 217 (1) (e) of the Companies Act, 1956 are called for on conservation of energy and technology absorption. Your Company has, however, used information technology relevant to its business in keeping with the size of its operations.

Details of expenditure in Foreign Currency are furnished in Note No. 12 of Schedule 'O' relating to Accounting Policies and Notes on Accounts.



FIXED DEPOSITS :

The Company has not invited/accepted deposits from members/public. The Reserve Bank of India has classified the Company as a non-banking non-financial company.

PARTICULARS OF EMPLOYEES :

None of the employees was covered by the disclosure requirement of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended.

DIRECTORS :

Dr. N.K.Thingalaya retires by rotation at the Annual General Meeting and is eligible for re-appointment.

Shri Pankaj Jain was appointed as an Additional Director with effect from 17th April, 2006. Pursuant to Section 260 of the Companies Act, 1956, read with Article 145 of the Articles of Association, Shri Pankaj Jain holds office of Director upto the date of this Annual General Meeting. The Company has received a Notice in writing from a Member proposing his candidature for the office of Director under the provisions of Section 257 of the Companies Act, 1956.

Your Company commends the re-appointment of Dr. N.K.Thingalaya as a Director retiring by rotation. Your Company also commends the appointment of Shri Pankaj Jain as a Director retiring by rotation.

Shri K.V.Hegde, nominee of the Promoter, Canara Bank ceased to be a Director of the Company upon withdrawal of nomination by Canara Bank with effect from 24th August, 2005.

Shri S.Ravi and Dr. J.L.Gupta resigned from the Board with effect from 25th August, 2005 and 21st October, 2005, respectively.

Shri N.R.Ramanujam who was on deputation with your Company as Managing Director ceased to be Managing Director with effect from 1st January, 2006. Upon withdrawal of his nomination by the Promoter, Canara Bank, Shri N.R.Ramanujam also ceased to be Director of the Company with effect from 20th February, 2006. In his place, Canara Bank nominated Shri B.Sukumaran and the Company appointed him as a Director not liable to retire by rotation as also Managing Director for the period from 20th February, 2006 to 30th January, 2008. The resolution for his appointment is proposed at item No. 7 of the Notice.

Your Directors place on record their deep appreciation of the services rendered by Shri K.V.Hegde, Shri S.Ravi, Dr. J.L.Gupta and Shri N.R.Ramanujam during their tenure on the Board.

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors give hereunder the Directors' Responsibility Statement pertaining to the Accounts of the Company :

- (a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures.
- (b) The Directors have selected such accounting policies and applied them consistently and made judgements 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 for that period.



- (c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, as amended, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) The Directors have prepared the Annual Accounts on a going concern basis.

AUDIT COMMITTEE :

The Audit Committee of the Board comprises of Prof. P.V.Ramana, Shri Pankaj Jain, Shri M.Gokuldas and Shri B.Sukumaran.

The Committee reviews reports of the internal and statutory auditors placed before them, from time to time.

AUDITORS :

The Comptroller and Auditor General of India, New Delhi appointed M/s. Shah Gupta & Co., Chartered Accountants, as Auditors of the Company for the year 2005-2006. Under Section 224(8)(aa) of the Companies Act, 1956, the remuneration of Auditors appointed under Section 619 by the Comptroller and Auditor General of India, shall be fixed by the Company in the General Meeting. Accordingly, Item No. 4 of the Notice of the Annual General Meeting pertains to remuneration of the Auditors for the year 2006-2007.

CASH FLOW :

Cash Flow Statement for the year ended 31st March, 2006 is annexed to the Accounts.

ACKNOWLEDGEMENTS :

Your Directors record their gratitude for the support and guidance received from SEBI and the Board of Trustees of Canbank Mutual Fund. Your Directors also record their sincere appreciation of the support extended by Canara Bank, promoter of the Company, confidence reposed by the investor community and the dedicated work put in by the staff at all levels in the Company.

For and on behalf of the Board of Directors

Place : Mumbai

Date : 22nd April, 2006

N.K.THINGALAYA
CHAIRMAN



AUDITORS' REPORT

To,
The Members,
Canbank Investment Management Services Limited

We have audited the attached Balance Sheet of Canbank Management Services Limited, as at 31st March, 2006 and the related Profit and Loss Account for the year ended on that date annexed thereto and the Cash Flow Statement for the year ended on that date, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion.

As required by the Companies (Auditors' Report) Order, 2003 as amended by the Companies (Auditors' Report) 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 given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the annexure referred to in paragraph (3) 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 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, 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, 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 the written representations received from the Directors of the Company, as on 31st March, 2006 and taken on record by the Board of Directors of the Company, none of the Directors of the Company is disqualified as on 31st March, 2006 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Act;
- 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 the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2006;
 - ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date and
 - iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date

For and on behalf of
M/S SHAH GUPTA & CO.
Chartered Accountants

Place : Mumbai
Date : 22 April, 2006

VIPUL K CHOKSI
Partner
M. No: 37606



ANNEXURE TO THE AUDITORS' REPORT

[REFERRED TO IN PARAGRAPH 3 OF THE AUDITORS' REPORT OF EVEN DATE TO THE MEMBERS OF CANBANK MANAGEMENT SERVICES LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2006]

1. a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b. The fixed assets have been physically verified by the management during the year. No material discrepancies between the book records and physical verification were noticed on such verification. In our opinion frequency of verification is reasonable.
- c. There was no substantial disposal of fixed assets during the year.
2. As the Company does not have inventory, the Clauses (ii)(a) to (ii)(c) of the paragraph of the order are not applicable to the Company.
3. a. According to the information and explanations given to us, the Company has, during the year, not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, clause (iii)(b) to (iii)(d) of paragraph 4 of the Order are not applicable to the Company for the year.
- b. According to the information and explanations given to us, the Company has, during the year, not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, clause (iii)(f) and (iii)(g) of paragraph 4 of the Order are not applicable to the Company for the year.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for providing services. Further, on the basis of our examination of the books of account and according to the information and explanations given to us, during the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.
5. According to the information and explanations given to us, there are no contracts or arrangements referred to in Section 301 of the Act, the particulars of which has to be entered in the register to be maintained under that section, during the year. Accordingly, clause (v)(b) of paragraph 4 of the Order is not applicable to the Company for the year.
6. The Company has not accepted any deposit, during the year, from the public, within the meaning of directives issued by the Reserve Bank of India and the provisions of sections 58A, 58AA or any other relevant provisions of the Act and the rules framed there under.
7. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
8. Rules made by the Central Government of India for Maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act are not applicable to the Company.
9. (a) According to the books of account and records as produced and examined by us the Company is regular in depositing undisputed statutory dues in respect of provident fund, investor education and protection fund,



employees' state insurance, income-tax, sales-tax, wealth tax, service tax, customs duty, excise duty, cess and any other statutory dues as applicable with the appropriate authorities in India.

- (b) According to the books of account and records as produced and examined by us there are no dues of income tax, sales tax, wealth tax, service tax, excise duty, customs duty and cess which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as at 31st March, 2006 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
 11. The Company does not have any dues payable to a financial institution or bank or debenture holders and hence there is no question of default in repayment of such dues during the year.
 12. In our opinion and according to information and explanations given to us, the Company has maintained adequate documents and records where it has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.
 14. In our opinion and the information and explanations given to us, the Company has maintained proper records of the transactions and contracts in respect of dealing of investments in securities and timely entries have been made for the same. All the securities have been held by the Company in its own name.
 15. According to information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
 16. The Company has not obtained any term loans.
 17. The Company has not raised any funds during the year.
 18. During the year, the Company has not made any preferential allotment of shares.
 19. The Company has not issued any debentures.
 20. The Company has not raised any money by public issue during the year.
 21. During the course of our examination of the books of account and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have not come across any instance of fraud on or by the Company noticed or reported during the year, nor have we been informed of such case by the management.

For and on behalf of
M/S SHAH GUPTA & CO.
Chartered Accountants

Place : Mumbai
Date : 22 April, 2006

VIPUL K CHOKSI
Partner
M. No: 37606



CANBANK INVESTMENT MANAGEMENT SERVICES LIMITED			
BALANCE SHEET AS AT 31ST MARCH, 2006			
	SCH	As at 31st March, 2006 (Rs.)	As at 31st March, 2005 (Rs.)
I SOURCES OF FUNDS			
(1) Shareholder's funds			
(a) Share Capital	A	100,000,000	100,000,000
(b) Reserves & Surplus	B	333,435,237	328,212,593
TOTAL		433,435,237	428,212,593
II APPLICATION OF FUNDS			
(1) Fixed Assets	C		
(a) Gross Block		203,218,634	203,689,836
(b) Less : Depreciation		89,943,731	84,343,352
(c) Less : Provision for write off of assets held for disposal		142,606	234,082
(d) Net Block		113,132,297	119,112,402
(2) Investments	D	285,629,640	247,194,797
(3) Deferred Tax Asset (Net)		2,893,232	1,000,995
(4) Current Assets, Loans & Advances			
(a) Sundry Debtors	E	18,798,305	13,915,543
(b) Cash and Bank Balances	F	18,859,248	42,891,721
(c) Other Current Assets	G	3,143,103	3,177,919
(d) Loans & Advances	H	95,259,005	76,803,545
Total Current Assets		136,059,661	136,788,728
Less: a) Current Liabilities	I	7,262,416	4,718,773
b) Provisions	J	107,674,227	87,151,132
Total Current Liabilities & Provisions		114,936,643	91,869,905
Net Current Assets		21,123,018	44,918,823
(5) Miscellaneous Expenditure (to the extent not written off or adjusted)	K	10,657,050	15,985,576
TOTAL		433,435,237	428,212,593

Accounting Policies & Notes on Accounts

O

As per our report of even date
For Shah Gupta & Co.,
Chartered Accountants

N K Thingalaya
Chairman

B. Sukumaran
Managing Director

(Vipul K Choksi)
Partner

M. Gokuldas
Director

Pankaj Jain
Director

Place : Mumbai
Date : 22 April, 2006

S L Manjrekar
Company Secretary
Place : Mumbai

G Chandrasekaran
Vice President
Date : 22 April, 2006



CANBANK INVESTMENT MANAGEMENT SERVICES LIMITED			
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2006			
	SCH	For the year ended 31st March, 2006 (Rs.)	For the year ended 31st March, 2005 (Rs.)
INCOME			
Management Fee		109,718,439	106,666,161
Dividend income		8,054,944	442,633
Profit on sale of investments		11,039,497	14,802,483
Profit on sale of fixed assets		-	67,314
Other Income	L	8,711,537	12,375,517
TOTAL		137,524,417	134,354,108
EXPENDITURE			
Employees' Remuneration and Benefit	M	29,516,396	27,081,277
Administrative Expenses	N	47,648,694	51,768,885
Depreciation		8,695,710	8,917,143
Loss on sale of fixed Assets		13,150	-
Write off of diminution in value of long term investments		96,467	311,938
TOTAL		85,970,417	88,079,243
PROFIT FOR THE YEAR BEFORE IMPAIRMENT LOSS & TAXATION		51,554,000	46,274,865
Less: Impairment Loss		546,033	60,282
Provision for Income Tax		12,300,000	11,560,000
Provision for wealth tax		513,060	660,510
Provision for deferred tax liability (net)		-	1,855,835
Provision for Fringe Benefit Tax		657,000	-
Add : Credit for deferred tax asset (net)		1,892,237	-
PROFIT FOR THE YEAR		39,430,144	32,138,238
Balance brought forward		239,413,170	238,995,006
Amount Available for Appropriations		278,843,314	271,133,244
APPROPRIATIONS			
- Proposed Dividend		30,000,000	25,000,000
- Tax on Proposed Dividend		4,207,500	3,506,250
Transfer to General Reserve		3,943,014	3,213,824
Balance carried to Balance Sheet		240,692,800	239,413,170
TOTAL		278,843,314	271,133,244
Earnings Per Share (Refer note no.10 of Schedule 'O') Basic and Diluted		3.94	3.21

Accounting Policies & Notes on Accounts

O

As per our report of even date

For Shah Gupta & Co.,
Chartered Accountants

N K Thingalaya
Chairman

B. Sukumaran
Managing Director

(Vipul K Choksi)
Partner

M. Gokuldas
Director

Pankaj Jain
Director

Place : Mumbai
Date : 22 April, 2006

S L Manjrekar
Company Secretary
Place : Mumbai

G Chandrasekaran
Vice President
Date : 22 April, 2006



CANBANK INVESTMENT MANAGEMENT SERVICES LTD		
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2006		
	As at 31st March, 2006 Rs.	As at 31st March, 2005 Rs.
SCHEDULE 'A' - SHARE CAPITAL		
AUTHORISED		
10,000,000 Equity Shares of Rs. 10 each	100,000,000	100,000,000
ISSUED, SUBSCRIBED AND PAID UP :		
10,000,000 Equity Shares of Rs. 10 each	100,000,000	100,000,000
Fully paid up		
(All the shares are held by Canara Bank and its nominees).		
Of the above shares :		
5,000,000 shares were allotted as fully paid-up		
by way of Bonus shares by Capitalisation of		
Surplus in the Profit & Loss Account		
TOTAL	100,000,000	100,000,000
SCHEDULE 'B' - RESERVES AND SURPLUS		
GENERAL RESERVE		
Balance as per Last Balance Sheet	88,799,423	85,585,599
Add: Transfer from Profit & Loss Account	3,943,014	3,213,824
TOTAL (A)	92,742,437	88,799,423
PROFIT & LOSS ACCOUNT	240,692,800	239,413,170
(BALANCE AS PER ACCOUNTS ANNEXED)		
TOTAL (B)	240,692,800	239,413,170
TOTAL (A+B)	333,435,237	328,212,593



CANBANK INVESTMENT MANAGEMENT SERVICES LTD
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 2006

SCHEDULE 'C' FIXED ASSETS

Description	GROSS BLOCK					DEPRECIATION					Provision for write off on assets held for disposal	NET BLOCK		
	As At 31.03.2005	Additions	Deletion	As At 31.03.2006	Of assets held for disposal	As At 31.03.2005	Additions	Loss on impairment	Deletion	As At 31.03.2006		As At 31.03.2006	Of assets held for disposal	As At 31.03.2006
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Residential Flats	169,267,610	-	-	169,267,610	-	62,755,061	5,325,627	-	-	68,080,688	-	101,186,922	-	106,512,549
Office Equipments	5,987,487	459,569	633,632	5,813,424	-	3,281,289	473,048	191,033	540,016	3,405,354	-	2,408,070	-	2,706,198
Air Conditioners	2,551,893	66,750	68,933	2,549,710	1,539,960	1,347,657	105,212	355,000	58,315	1,749,554	142,606	657,550	-	1,061,630
Comp & Peripherals	13,119,215	1,178,584	2,098,851	12,198,948	-	10,532,713	1,175,240	-	2,034,027	9,673,926	-	2,525,022	-	2,586,502
Electrical Fittings	1,598,379	-	88,312	1,510,067	-	1,000,712	116,604	-	73,714	1,043,602	-	466,465	-	597,667
Furniture & Fixtures	8,325,625	665,713	434,108	8,557,230	-	4,281,285	954,689	-	393,928	4,842,046	-	3,715,184	-	4,044,340
Motor Vehicle	2,839,627	1,113,572	631,554	3,321,645	-	1,144,635	545,290	-	541,364	1,148,561	-	2,173,084	-	1,694,992
TOTAL	203,689,836	3,484,188	3,955,390	203,218,634	1,539,960	84,343,352	8,695,710	546,033	3,641,364	89,943,731	142,606	113,132,297	0	119,203,878
PREVIOUS YEAR	208,208,691	4,269,714	8,788,569	203,689,836	3,173,803	83,192,039	8,917,143	60,282	7,826,112	84,343,352	234,082	119,112,402	355,000	-

Notes:

- The amounts shown in column no.6 under Gross Block represent the cost of the assets which are retired from active use and held for disposal. The amounts stated in this column are included in column no. 5 of Gross Block as at 31.03.2006.
- The amounts shown in column no. 12 represent the provision for write off on assets held for disposal. These amounts represent the difference between the net realisable value of the asset and its net book value on the date of the retirement of such asset from their active use.
- The assets retired from active use and held for disposal are shown at the lower of their net book value and net realisable value and these are shown in column no. 14. The amounts stated in column no. 14 are included in the column no.13 for Net Block as on 31.03.2006.



**CANBANK INVESTMENT MANAGEMENT SERVICES LTD.
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2006**

	As at 31st March, 2006 (Rs.)	As at 31st March, 2005 (Rs.)
SCHEDULE 'D' INVESTMENTS		
NON TRADE		
A) LONG TERM		
1) Quoted		
(a) Investment in Tax-free Bonds:		
7.99% HUDCO (2007) Bonds F.V. Rs. 300 LACS (Pr. yr. FV Rs.300.00 lacs)	30,095,675	30,192,142
10.00% HUDCO (2006) Bonds (Pr. yr. FV Rs.100.00 lacs)	-	10,166,475
8.50% HUDCO (2007) Gujrat Punarnirman Bonds F. V. Rs.150 lacs (Pr. Yr. F.V. Rs.150 lacs)	15,000,000	15,000,000
TOTAL (A)	45,095,675	55,358,617
B) CURRENT		
Unquoted		
Investment in units of Canliquid F.V. Rs.2395.52 Lacs (Pr. yr. 1174.84 Lacs) NAV Rs. 24,05,33,965/- (Pr. Yr Rs.14,16,24,802/-)	240,533,965	141,607,180
Investment in units of CanFloating Rate Scheme F.V. Rs.NIL (Pr. yr. Rs.500 Lacs) NAV Rs. NIL (Pr.Yr. Rs. 5,02,44,500/-)	-	50,229,000
TOTAL (B)	240,533,965	191,836,180
TOTAL (A+B)	285,629,640	247,194,797

NOTE :		
1. The Aggregate Value of quoted Investments		
Long Term Investments		
Cost :	45,095,675	55,358,617
Market Value :	48,013,290*	58,410,465
2. The Aggregate Value of unquoted Investments		
Current Investments		
Cost :	240,533,965	191,836,180

* As per the latest available quotation of

7.99% HUDCO 2007 Bonds as on 17 Sep 03

31,813,290

8.50% HUDCO 2007 Bonds as on 28 Aug 04

16,200,000



CANBANK INVESTMENT MANAGEMENT SERVICES LTD		
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2006		
	As at 31st March, 2006 (Rs.)	As at 31st March, 2005 (Rs.)
SCHEDULE 'E'- SUNDRY DEBTORS		
(Unsecured and considered good)		
More than 6 months	-	-
Others	18,798,305	13,915,543
TOTAL	18,798,305	13,915,543
SCHEDULE 'F'- CASH & BANK BALANCES		
Cash on Hand	36,394	34,521
Balance with Scheduled Banks in		
- Current Accounts	3,822,854	2,357,200
- In Term Deposits	15,000,000	40,500,000
TOTAL	18,859,248	42,891,721
SCHEDULE 'G' - OTHER CURRENT ASSETS		
Interest accrued on Investments	3,143,103	3,177,919
TOTAL	3,143,103	3,177,919
SCHEDULE 'H' - LOANS & ADVANCES		
- Secured and considered good:		
Staff Loans	1,510,417	2,001,727
- Unsecured and considered good:		
Security Deposit	6,098,119	5,098,971
Other Deposit	670,736	664,634
Income Tax	76,632,602	59,662,167
Wealth Tax	5,163,796	4,503,282
Staff Loans & Advances	3,805,820	3,483,314
Advances recoverable in cash or kind or for value to be received	1,377,515	1,389,450
TOTAL	95,259,005	76,803,545
SCHEDULE 'I' - CURRENT LIABILITIES		
Sundry Creditors		
— Dues to small scale industrial undertakings	-	-
— Others	25,585	424,747
— Security Deposits	540,000	540,000
— Other Liabilities	6,680,381	3,643,332
— Retention Money	16,450	110,694
TOTAL	7,262,416	4,718,773
SCHEDULE 'J' - PROVISIONS		
Proposed Dividend	30,000,000	25,000,000
Tax on Proposed Dividend	4,207,500	3,506,250
Leave Encashment	5,954,326	4,577,268
Gratuity	93,632	118,905
Bonus	749	749
Taxation		
— Income tax	66,761,020	53,947,960
— Fringe benefit tax	657,000	-
TOTAL	107,674,227	87,151,132



**CANBANK INVESTMENT MANAGEMENT SERVICES LTD.
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2006**

	As at 31st March, 2006 (Rs.)	As at 31st March, 2005 (Rs.)
SCHEDULE 'K'-MISCELLANEOUS EXPENDITURE		
(to the extent not written off or adjusted)		
Expenditure on VRS for Employees		
Balance at the beginning of the year	15,985,576	21,314,102
Less: Written off during the year	5,328,526	5,328,526
TOTAL	10,657,050	15,985,576
SCHEDULE 'L'- OTHER INCOME		
Interest on taxfree bonds	4,444,603	4,989,329
Interest on other bonds	-	1,632,118
(TDS Rs.NIL P.Y. TDS Rs.710746)		
Interest on Term Deposit	968,349	1,473,549
(TDS Rs.165361 P.Y. TDS Rs.181328)		
Interest on Staff Loans	421,248	363,343
Registrar & Transfer charges	1,548,538	2,168,314
(TDS Rs.94488 P.Y. TDS Rs.122015)		
Interest on Security Deposit	-	84,375
License Fees received	1,323,748	1,174,050
Miscellaneous Income	5,051	490,439
TOTAL	8,711,537	12,375,517
SCHEDULE 'M'- EMPLOYEES' REMUNERATION & BENEFITS		
Salaries, Bonus and other allowances	17,046,743	15,001,380
Contribution to PF, Group Gratuity and other Funds	2,432,542	2,403,228
Other Welfare expenses	4,708,585	4,348,143
VRS Expenses written off	5,328,526	5,328,526
TOTAL	29,516,396	27,081,277



**CANBANK INVESTMENT MANAGEMENT SERVICES LTD.
SCHEDULES FORMING PART OF THE PROFIT & LOSS A/C FOR
THE YEAR ENDED 31st MARCH, 2006**

	As at 31st March, 2006 (Rs.)	As at 31st March, 2005 (Rs.)
SCHEDULE 'N' - ADMINISTRATIVE EXPENSES		
Advertisement & Publicity	902,700	1,027,732
Computer software & development	254,900	61,987
Director Sitting Fees	64,000	122,000
Donations	-	15,000
Electricity Charges	2,004,239	1,821,994
Insurance	85,947	73,186
Lease rental	9,613,799	8,859,044
Legal and Professional Charges	836,566	1,599,983
Miscellaneous Expenses	2,670,783	2,400,838
Payment to Statutory Auditors		
— Audit Fee	140,300	147,750
— Certification Fee	-	30,000
Payment to Other Auditors		
— Internal Audit, Tax Audit, Certification Charges	747,110	768,056
Postage, Telegrams & Telephone	3,404,014	2,890,889
Printing & Stationery	3,493,157	2,570,107
Rates & Taxes	239,153	79,923
Rent	1,470,101	1,979,294
Repairs & Maintenance		
- Buildings	1,573,753	2,564,711
- Others	6,587,966	4,706,387
Scheme Expenses	6,261,559	12,426,659
Subscription	3,138,653	3,580,003
Travelling & Conveyance	4,159,994	4,043,342
TOTAL	47,648,694	51,768,885



SCHEDULE FORMING PART OF THE ACCOUNTS
SCHEDULE 'O' ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES:

The following accounting policies have been applied in dealing with items which are considered material in relation to the Company's Accounts :

(a) Basis of preparation of Accounts:

The accounts have been prepared under the historical cost convention on an accrual basis and in accordance with the Accounting Standards referred to in section 211(3C) of the Companies Act, 1956.

(b) Revenue Recognition

Revenue is recognized when there is certainty of ultimate collection

(c) Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition or construction. Depreciation on various assets is provided on written down value method at the rates provided in Schedule XIV of the Companies Act, 1956 except in the case of Electrical Fittings. The rate of depreciation charged on Electrical Fittings is @20% p.a. on Written Down Value.

Depreciation on additions / deletions during the year is provided on pro-rata basis.

The cost of partition/constructions not removable / reusable, which are temporary in nature in Company's rental premises are charged to revenue.

(d) Investment:

Long-term investments are stated at cost. The excess of cost over face value is amortised over the period of holding of investment upto redemption. The provision for diminution in value of investments is made, if such diminution in the opinion of the management is of a permanent nature.

Current investments are stated at lower of cost and fair market value.

(e) Taxes on Income

Current tax is determined as the amount of tax payable in respect of estimated Taxable Income for the year.

Deferred Tax is recognized on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax Assets arising from timing differences are recognized to the extent there is reasonable certainty that the asset can be realized in future.

(f) Employee and Retirement Benefits:

Periodical contributions made to concerned authority towards provident fund are charged to revenue.

Group Gratuity Scheme is administered through policy taken from Life Insurance Corporation of India and the premium is charged to revenue based on actuarial valuation of gratuity liability made as at 1st September each year.

Leave encashment benefits on retirement are provided on accrual basis.

Gratuity and Leave encashment in respect of deputed employees is calculated as per the terms of deputation and provided in the accounts on accrual basis.

The expenses incurred on the voluntary retirement scheme are written off over a period of five years in equal installments.

(g) Preliminary Expenses:

Preliminary expenses are written off over a period of ten years in equal installments.

(h) Earnings Per Share:

In determining earnings per share, the Company considers the net profit after tax and includes the post tax effect of any extra ordinary items

(i) Impairment of Fixed Assets:

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's Fixed Assets. If any indication exists, an asset's recoverable amount is estimated. Impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor.

Reversal of impairment losses recognized in prior years is recorded when there is an indication that impairment losses recognized for the asset no longer exists or have decreased. However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognized to the extent it does not



exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years.

(j) Contingent Liabilities :

Contingent liabilities are disclosed after careful evaluation of the facts and legal aspects of the matter involved.

B. NOTES ON ACCOUNTS:

1. Contingent Liability

i) The amounts that may be payable to Canara Bank for the office premises occupied by the Company in Orient House in case such amounts are determined to be payable arising out of settlement between Canara Bank and the owners of Orient House towards Municipal Taxes for the period of 01.04.1999 to 31.10.2003.

The actual amount is not yet quantified.

ii) The amount payable on account of subletting charges to Mumbai Port Trust in the case of Plot of land on which Canara Bank building is constructed and part of the building occupied by the Company as sub-lettee of Canara Bank upto 30.09.2003. The actual amount is not yet quantified.

iii) The amount payable for Canara Bank Building occupied by Company upto 30.09.2003, towards claim made by Canara Bank for reimbursement of Municipal Taxes charged by Municipal Corporation of Greater Mumbai arising out of enhancement of rateable value for the period 01.04.2000 to 30.09.2003. The enhanced rateable value was the matter of complaint with Municipal Commissioner and the same had been disposed during the year 2002-2003. The Municipal Corporation of Greater Mumbai during the year 2003-2004 has raised the issue of enhancement of rateable value, which has been appealed in the Small Cause Court, Mumbai by Canara Bank. This is pending for decision and hence amount of the claim is not quantifiable.

2. During the year an amount of Rs.28,00,100/- being expenditure incurred by following schemes in excess of the limit prescribed by SEBI (Mutual Fund) Regulation 1996, has been absorbed by the Company.

Sr. No.	Name of the Scheme	Amount (Rs.)
1	CanD'mat	69,500/-
2	CanEmerging Equities	11,40,000/-
3	CanEquity Tax Saver	14,00,000/-
4	CanIndex	1,90,600/-
	Total	28,00,100/-

In addition to above, the Company has also incurred an amount of Rs.34,61,459/- towards marketing & selling expenses of various Schemes.

3. Income from Management Fee includes Rs.1,25,59,848/- from Canbank Mutual Fund - General Administration Dept. (CMF - GAD) for the year 2005-2006. The accounts of Canbank Mutual Fund - General Administration Department for the year 2005-2006 are not yet audited and hence the amount of Rs.1,25,59,848/- has been taken as income on the basis of certificate obtained from the statutory auditors of CMF - GAD.

4. Income from Management fee includes Rs.20,901/- received from Canbank Offshore Mutual Fund towards sub-manager services. The fees for the period 01.04.2005 to 31.12.2005 as per the certificate obtained from the statutory auditors of the Fund is Rs. 16,565/-. The fees for the period 01.01.2006 to 31.03.2006 amounting to Rs. 4,336/- has been taken as income as certified by the authorised official of the Fund.

5. Sri N. R. Ramanujam, Managing Director of the Company was on deputation from Canara Bank upto 31.12.2005. The remuneration of the Managing Director was in accordance with the service rules of the said Bank and the same was approved by the shareholders of the Company at the Annual General Meeting.

Canara Bank has deputed Sri. B. Sukumaran, as the Managing Director of the Company from 20.02.2006. The remuneration of the Managing Director is in accordance with the service rules of the said Bank and the same is subject to approval of the shareholders of the Company at the forthcoming Annual General Meeting.

6. Managerial remuneration:

	2005-2006 (Rs.)	2004-2005 (Rs.)
Salary and Allowances	6,44,829.49	3,32,282.00
Contribution to Provident Fund and other funds	68,475.18	52,750.00
Total	7,13,304.67	3,85,032.00

7. Segment Reporting :

Based on guiding principles given in Accounting Standard - 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the Company's primary business segment is administering Mutual Fund Schemes. As the Company has a single primary business segment, the disclosure requirements of AS - 17 in this regard are not applicable.



8. Related party transactions:

Related party disclosure as required by the Accounting Standard 18, "Related party Disclosures", issued by the Institute of Chartered Accountants of India are given below :

Parent	:	Canara Bank
Fellow Subsidiaries	:	Canbank Computer Services Ltd. Canbank Financial Services Ltd. Canbank Factors Ltd. Canbank Venture Capital Fund Ltd. GILT Securities Trading Corporation Ltd. Indo-Hong Kong International Finance Ltd.
Under Common Control of Parent	:	Canfin Homes Ltd.
Key Management Personnel	:	Managing Director and other Directors

Sr. No.	Nature of Transactions	Relationship	Expenditure Rs.	Income Rs.	Assets Rs.	Liabilities Rs.
1.	Rent	Parent	682479 (586789)			55499 (48899)
		Fellow Subsidiary	90000 (90000)			7500 (7500)
		Under Common Control	14450 (19800)			700 (1650)
2.	Interest Subsidy	Under Common Control	298700 (364636)			
3.	Bank Charges	Parent	65648 (60258)			
4.	Collection charges	Parent	(60000)			
5.	Reimbursement of property Tax	Parent	40268			
		Fellow Subsidiary	23620 (23620)			
6.	Salary & other benefits	Managing Director	713305 (385032)			(52750)
7.	Medical Reimbursement	Managing Director	49594 (6000)			
8.	Sitting Fees	Directors	64000 (122000)			
9.	R & T charges for Scheme & ARN holders database management	Fellow	230295			29092
		Subsidiary	(118263)			(61084)
10.	Reimbursement of Electricity Charges	Fellow Subsidiary	68276 (88115)			5000 (21275)
11.	Reimbursement of Maintenance charges	Parent	370913 (447031)			(105806)
12.	Dividend paid (for the year 2004-05)	Parent	25000000 (20000000)			
13.	Bank Balance	Parent			3822854 (2357200)	
14.	Fixed Deposits (Note 1)	Parent			15000000 (40500000)	
15.	Interest on Fixed Deposits	Parent		968349 (1473549)	799269 (606688)	
16.	Rent Income	Parent		230400 (172800)	19200 (19200)	

Note 1: The Company has cumulatively kept fixed deposits of Rs.7,45,00,000/- (previous year Rs.8,55,00,000/-) and encashed Rs.5,95,00,000/- (previous year Rs.4,50,00,000/-) during the year.

9. Disclosure as required by Accounting Standard - 19 'Leases', issued by the Institute of Chartered Accountants of India :

The Company has taken various office premises under operating or lease & license agreements. These are generally not non cancelable and range between 11 months and 3 years under lease and license, or longer for other leases and are renewable by mutual consent on mutually agreeable terms. The Company has given refundable interest free security deposits under certain agreements.



Lease payments are recognized in the Profit & Loss Account under "Lease Rentals" in Schedule 'N'.

The future minimum lease payments under not non-cancelable operating lease

- Not later than 1 year Rs.105.00 lacs
- Later than 1 year & not later than 5 years Rs.153.16 lacs
- Later than five years NIL

The Company has given various residential premises under leave & license agreement . This agreement is for 11 months and is renewable by mutual consent on mutually agreeable terms. The Company has taken refundable interest free security deposit.

Lease receipts are recognized in the Profit & Loss Account under 'License Fees' in Schedule 'L'.

The future minimum lease receipts under not non-cancelable operating lease

- Not later than 1 year Rs.3.19 lacs

10. Earnings Per Share :

Basic & Diluted :

Particulars

Profit after Tax (As per Profit and Loss Account)

Total number of shares

Earnings Per Share (Basic & Diluted)

(Face Value Rs. 100/- per share)

	2005-2006	2004-2005
	Rs.3,94,30,144	Rs.3,21,38,238
	1,00,00,000	1,00,00,000
	Rs.3.94	Rs.3.21

11. Deferred Taxation:

The major components of deferred tax liabilities and deferred tax assets are as under:

(A) Deferred tax liability on account of:

Depreciation Difference

	As on 31.03.2006 (Rs.)	As on 31.03.2005 (Rs.)
	NIL	NIL
	NIL	NIL

(B) Deferred tax asset on account of:

Capital Loss

Depreciation difference

Others

Total

Net Deferred Tax Asset / (Liability)

	5,14,398/-	3,27,486/-
	15,74,560/-	6,07,601/-
	8,04,274/-	65,908/-
	28,93,232/-	10,00,995/-
	28,93,232/-	10,00,995/-

**As at
31.03.2006
(Rs.)**

**As at
31.03.2005
(Rs.)**

12. (i) Expenditure and earnings in foreign currency

(ii) Value of import calculated on C.I.F. basis

1,32,035/-

NIL

NIL

NIL

13. The figures of previous year have been regrouped wherever necessary.

SIGNATURE TO SCHEDULES 'A' TO 'O'

N K Thingalaya
Chairman

M. Gokuldas
Director

S L Manjrekar
Company Secretary
Place : Mumbai

B. Sukumaran
Managing Director

Pankaj Jain
Director

G Chandrasekaran
Vice President
Date :22 April, 2006



**CANBANK INVESTMENT MANAGEMENT SERVICES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2006**

	2005-2006 Amount (Rs.)		2004-2005 Amount (Rs.)	
Cash flows from operating activities				
Net profit before impairment loss and taxation		51554000		46,274,865
Adjustments for :				
Depreciation	8,695,710		8,917,143	
Write off of diminution in value of long term investment	96,467		311,938	
Miscellaneous expenditure written off	5,328,526		5,328,526	
Loss/Profit on sale of fixed assets	13,150		(67,314)	
Profit on sale of investments	(11,039,497)		(14,802,483)	
Dividend received	(8,054,944)		(442,633)	
Interest received	(4,444,603)		(6,621,447)	
Provision for leave encashment	1,429,627		1,027,517	
Provision for gratuity	25,510	(7,950,054)	79,885	(6,268,868)
Operating profit before working capital changes		43,603,946		40,005,997
Adjustment for:				
(Increase)/Decrease in sundry debtors	(4,882,762)		4,900,201	
(Increase)/Decrease in other current assets	-		101,250	
Increase/(Decrease) in current liabilities	2,440,291		(4,799,542)	
(Increase)/Decrease in loans and advances	(824,511)	(3,266,982)	659,604	861,513
Cash generated from operations		40,336,964		40,867,510
Income tax & Wealth tax paid		(17,630,949)		(14,519,615)
Net cash from operating activities		22,706,015		26,347,895
Cash flows from investing activities				
Purchase of fixed assets	(3,484,188)		(4,269,714)	
Proceeds from sale of fixed assets	209,400		547,502	
Proceeds from sale of investments	(27,491,813)		23,050,290	
Dividend received	8,054,944		442,633	
Interest received	4,479,419		6,703,788	
Net cash from investing activities		(18,232,238)		26,474,499
Cash flows from financing activities				
Dividend paid	(28,506,250)		(22,562,500)	
Net cash from financing activities		(28,506,250)		(22,562,500)
Net (decrease)/increase in cash and cash equivalents		(24,032,473)		30,259,894
Cash and cash equivalents at beginning of period		42,891,721		12,631,827
Cash and cash equivalents at end of period		18,859,248		42,891,721
Cash and cash equivalents included in cash flow statement comprise the following balance sheet amounts :				
Cash on hand		36,394		34,521
Balance with bank in current account		3,822,854		2,357,200
Short term fixed deposit with bank		15000000		40,500,000
		18,859,248		42,891,721

We have examined the above cash flow statement of Canbank Investment Management Services Ltd. for the year ended March 31, 2006. The statement prepared is based on and is in agreement with the Profit and Loss account and the Balance Sheet of the Company covered by our report of even date to the members of the Company.

As per our report of even date attached, for & on behalf of
M/s Shah Gupta & Co.,
Chartered Accountants

N K Thingalaya
Chairman

B. Sukumaran
Managing Director

(Vipul K Choksi)
Partner
M. No : 37606

M. Gokuldas
Director

Pankaj Jain
Director

Place : Mumbai
Date : 22 April, 2006

S L Manjrekar
Company Secretary
Place : Mumbai
Date : 22 April, 2006

G Chandrasekaran
Vice President



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956, ON THE ACCOUNTS OF CANBANK INVESTMENT MANAGEMENT SERVICES LIMITED, MUMBAI FOR THE YEAR ENDED 31ST MARCH, 2006.

I have to state that the Comptroller and Auditor General of India has no comments upon or supplement to the Auditors' Report under Section 619 (4) of the Companies Act, 1956, on the Accounts of Canbank Investment Management Services Limited, Mumbai for the year ended 31st March, 2006.

(SUSHAMA V DABAK)

Principal Director of Commercial Audit and
Ex-Officio Member, Audit Board-I, Mumbai

Date : May 30, 2006

CANBANK INVESTMENT MANAGEMENT SERVICES LTD
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I Registration Details

Registration No.	1 1 7 1 0 0 3	State code	1 1
Balance Sheet Date	3 1 0 3 2 0 0 6		
	Date Month Year		

II Capital Raised During the Year (Amount in Rs., thousands)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

ACADEMIC GUIDANCE

III Position of Mobilisation and Deployment of Funds (Amount in Rs., Thousands)

	Total Liabilities	Total Assets
	4 3 3 4 3 5	4 3 3 4 3 5
Source of Funds	Paid-up Capital	Reserves and surplus
	1 0 0 0 0 0	3 3 3 4 3 5
	Secured Loans	Unsecured Loans
	NIL	NIL
Application of Funds	Net Fixed Assets	Investments
	1 1 3 1 3 2	2 8 5 6 3 0
	Net Current Assets	Misc. Expenditure
	2 1 1 2 3	1 0 6 5 7
	Accumulated Losses	Deferred Tax Asset
	NIL	2 8 9 3

IV Performance of Company (Amount in Rs.,Thousands)

Turnover	1 3 7 5 2 4	Total Expenditure	8 5 9 7 0
+/- Profit Before Tax	5 1 5 5 4	+/- Profit After Tax	3 9 4 3 0
Earning Per Share in Rs.	3 . 9 4	Dividend Rate %	3 0 . 0 0

V Generic Names of Three Principal products/ Services of Company (as per Monetary terms)

Item Code No. (ITC Code)	Not Applicable
Product Description	INVESTMENT MANAGER

INVESTOR RELATIONS CENTRES
Canbank Investment Management Services Ltd.

Centres	Name of the person & Address	Phone, Fax & Mobile No.	E-mail ID
AHMEDABAD	Krunal Shah , Tower A,Unit No:402/B, 4th Floor, Ganesha Plaza, Opp. Navrangpura Bus Stand,Off.C.G.Road Ahmedabad - 380 009.	(079) 55610423. Cell. 9898463830	cmfabad@vsnl.net
BANGALORE	S. Parthasarathy / Mrutyunjaya D. Patil VI Floor, Naveen Complex, 14,M. G. Road, Bangalore-560 001.	(080) 25594730, 25594731 Fax (080) 25584521 S. Parthasarathy: 98453 89764 M. D. Patil: 9886675234	cimblr@airtelbroadband.in
BHOPAL	Saptarshi Ghosh Kay Kay Business Centre, 1st Floor, 133, Zone 1, M.P. Nagar, Bhopal - 462011	(0755) 3013648 Cell : 9827202648	cimsbhopal@ricmail.com
CHANDIGARH	Shivagnanam SCO 333-334, 1st Floor, Sector 35 B, Chandigarh - 160 022.	(0172) 2648007 Cell : 98156 18007	chcims@sify.com
CHENNAI	K. Venkatesan 770-A, 1stFloor, Spencer Annexe, Anna Salai, Chennai-600 002.	(044) 28492598. Fax: (044) 28497023 Cell: 98404 44879	cimmds@md4.vsnl.net.in
COIMBATORE	N. S. Srinivasan Door No. A/1, Thiruvenkataswamy Road (East), R .S Puram, Coimbatore - 641 012.	(0422) 2546453 Cell: 94433 30557	cimsce@vsnl.net
DELHI	Prabhat Kumar 306, Kanchen Junga Bldg.,18, Barakamba Road, New Delhi-110 001.	(011) 23326417, Fax (011) 23354780 Cell : 98180 31699	cimsl@ndb.vsnl.net.in
GOA	Govind Gawas Souza Towers, 1st Floor, Shop No.13,opp. Municipal Garden, Panaji, Goa.	(0832) 645031 Cell : 98812 83854	
HYDERABAD	P. Viswanadh Flat No. 201/202, II nd Floor, Sanatana Eternal, Door No.3-6-108/1, Road No. 19, Himayat Nagar, Hyderabad 500029.	(040) 23261481/1482 Fax : (040) 23261480 Cell : 9440465432	hyd2_cimsltd@sancharnet.in
KOCHI	C. R. Venkitachalam Door No. XL/6030, 1st Floor, Al-Falah Plaza, (Opp. Oriental Bank of Commerce) Broadway North End, Kochi-682 031	(0484) 2364846 Fax: (0484) 2364836 Cell : 94471 64846	cimcoh@md4.vsnl.net.in
KOLKATA	Nilotpal Banerjee Mangalam 'A' Room No. 304, 3rd Floor, 24, Hemanta Basu Sarani Kolkata - 700 001	(033) 30288275,30283275 Fax (033) 30280275 Cell : 98302 81046	cimcal@cal2.vsnl.net.in
KOTTAYAM	C/o. Canara Bank,Western Gate, Temple Road, Thirunakkara, Kottayam - 686 001.	(0481) 2583122	cimcoh@md4.vsnl.net.in
MANGALORE	G. Muralidhar Shenoy 1st Floor Essel Towers,Bunts Hostel Circle, Mangalore - 575 001.	(0824) 2448804 TeleFax: (0824) 2445565 Cell : 94481 46416.	cismlr@sancharnet.in
MUMBAI	Kalpesh Morekar / Shrikant Deshpande Construction House, 4th Floor, 5, Walchand Hirachand Marg, Ballard Estate, Mumbai 400 001.	(022) 22621371/66585000-5010 Fax : (022) 66585012/13 Kalpesh Cell : 9820986257	kalpesh@canbankmutual.com
NAGPUR	Mandar Joshi Unit no. C/6 4th Floor Indu Yash II, 186 Cement Road, Dharam Peth Extention, Nagpur40010.	(0712)5615364 Cell:9823707301	cimsnag@hotmail.com
PATNA	Mani Prakash 401/402,Aashiana, Hariniwas, 4thFloor, Dak Bunglow Road, Patna - 800001.	(0612) 2227950 Cell : 98350 58708	cimspatna@sify.com
PUNE	Kuldeep Thorgule Deccan Mall, Office 1 & 2, 1st Floor, Deccan Gymkhana, Pune-411 004.	(020) 56240556 Fax (020) 56240536 Cell. 9890674503	cimpune@vsnl.com
SURAT	Uday Shanbhag Unit Nols .HG1, 2, Megharatna Complex, Near State Bank of India, Athugar Street, Nanpura Surat - 395001.	(0261) 6554243 Cell. 9898279767	suratirc@yahoo.co.in
TRICHY	S. Sundarajan Srinivasa Complex, No. 145/74 C, Salai Road, Tiruchirapalli.	(0431) 2750130 Cell : 9840867895	canbank@dataone.in
VADODARA	Aparajit Sarkar 116, Siddharth Complex, R. C. Dutt Road, Alkapuri, Vadodara-390007.	(0265) 2326483 Telefax : (0265) 2356843 Cell : 98256 06483	cimsbaroda@ricmail.com
VISAKHAPATNAM	Vidisha Towers, 47-14-10 Flat No. 3, 3rd Floor, Dwarkanagar Main Road, Vishakhapatnam - 530016	(0891) 6556645 Cell: 9885986791 Fax : (0891) 6631646	cims_vizag@eth.net