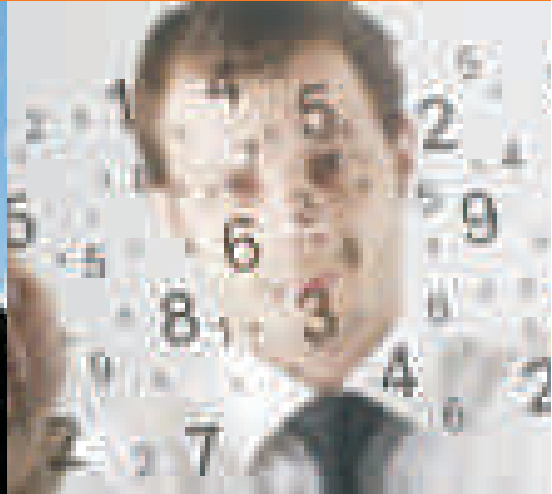
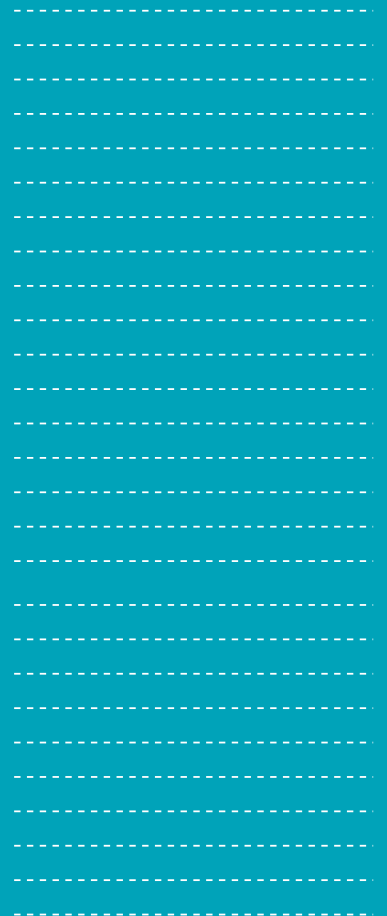


17th Audited Annual Report

2009 - 2010



**Investment Options
for a changing India.**



CANARA ROBECO

Canara Robeco Asset Management Company Ltd.
Investment Manager to
CANARA ROBECO MUTUAL FUND

BOARD OF DIRECTORS

Mr. A. C. Mahajan (Chairman)
Mr. M. Ramkumar
Ms. Hester W. D. G. Borrie
Mr. Constant T. L. Korthout
Mr. Arvind Sethi
Mr. Deveshwar Kumar Kapila
Mr. V. H. Ramakrishnan
Mr. Shital Kumar Jain

EXECUTIVES

Rajnish Narula, Chief Executive Officer
Edwin Rietkerk, Chief Operating Officer
J. Anantha Kumar, Asst. General Manager (on deputation)

AUDITORS

M/s Khimji, Kunverji & Co,
Chartered Accountants,
Suite no. 52, Bombay Mutual Bldg,
P. M. Road, Fort, Mumbai - 400 001

REGISTERED OFFICE

Construction House, 4th Floor, 5, Walchand Hirachand Marg,
Ballard Estate, Mumbai 400 001

D

irectors' Report

TO THE MEMBERS :

Your Directors present their Seventeenth Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 2010.

	Year ended 31.3.2010 (Rs. Lacs)	Year ended 31.3.2009 (Rs. Lacs)
Profit/(Loss) before depreciation	840.52	(1493.50)
Depreciation	95.97	123.99
Profit/(Loss) before tax	744.55	(1617.49)
Less: Prior period items	4.90	-
Profit/(Loss) for the year before impairment loss and taxation	739.65	(1617.49)
Less : Impairment Loss	1.52	3.80
Provision for Income Tax	102.00	-
Provision for Wealth Tax	7.18	10.34
Provision for Fringe Benefit Tax	-	14.48
Add: (Charge)/Credit for deferred tax asset	-	57.81
Tax Adjustment for prior periods	(6.04)	13.58
Profit/(Loss) for the year	622.91	(1717.50)
Add : Balance brought forward	(333.97)	1383.53
Balance carried to Balance-Sheet	289.97	(333.97)

Canara Robeco Asset Management Company, the joint venture between Canara Bank and Robeco Groep N.V., completed 30 months of operations on 31st March 2010.

BUSINESS RESULTS & DIVIDEND:

For the year ended March 31, 2010 the revenue of the company by way of management fees and other income earned was higher at Rs. 3,816.18 Lacs as compared to Rs. 2,025.31 Lacs earned in the year ended March 31, 2009. The average assets under management grew from Rs. 4743.9 Crores to Rs. 9219.9 Crores, a growth of 94.4% over the one year period. The AMC crossed the 10,000 Crores mark in terms on average assets under management in February 2010.

The company has incurred expenses over the past year, to the tune of Rs. 3072.83 Lacs as compared to Rs. 3642.80 Lacs incurred in the last financial year. While expenditure under personnel costs were kept under tight control, one of the significant items under expenditure was the marketing and distribution expenses incurred.

In view of the need to conserve resources of the Company to meet planned expenditure, your Directors express their inability to recommend any dividend for the year ended 31st March, 2010.

KEY PERSONNEL:

Ms. Trupti Vyas, Head- Compliance and Company Secretary resigned from the services of the Company with effect from 31st January 2010.

Mr. Jignesh B. Modi, Associate Company Secretary, Bachelor of General Law was appointed Head – Compliance and Company Secretary with effect from 22nd March, 2010. Mr. Jignesh has about a decade of experience in compliance and secretarial matters. Before joining Canara Robeco, he was working with Birla Sunlife Asset Management Company.

OPERATIONS:

In tune with the market demand, the following schemes were launched during the year:

Name	Type	Initial Subscription
CR Dynamic Bond Fund	Open Ended Income Fund	Rs. 338.65 Crores
CR F.O.R.C.E Fund	Open Ended Equity Fund	Rs. 272.00 Crores
CR Interval Series 2 – Quarterly Plan 2	Open-Ended Interval Plan	Rs. 338.95 Crores
CR Fixed Maturity Plan Series 5 -13 Months Plan A	Close-Ended Fixed Maturity Plan	Rs. 99.44 Crores
CR Fixed Maturity Plan Series 5 -13 Months Plan B	Close-Ended Fixed Maturity Plan	Rs. 18.47 Crores

Pursuant to SEBI circular SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, from August 1, 2009 no entry load is being charged on any scheme of Canara Robeco.

Apart from capital appreciation under growth plans of various Schemes and daily/weekly dividends in Canara Robeco Liquid, Canara Robeco Treasury Advantage, Canara Robeco Floating Rate and Canara Robeco Interval Funds and Canara Robeco Fixed Maturity Plans, the following Schemes declared dividends during the year under dividend plans:

- Canara Robeco Infrastructure: 10%
- Canara Robeco Multicap: 10%
- Canara Robeco Balance: 10%
- Canara Robeco Dynamic Bond: 1% (twice during the year)
- Canara Robeco Equity Diversified: 20% (twice during the year)
- Canara Robeco Equity Tax saver: 20% (twice during the year)

As on 31st March, 2010, your Company was managing twenty schemes of Canara Robeco Mutual Fund, of which 11 were debt oriented schemes, 7 were equity oriented schemes and 2 were hybrid schemes.

As on 31st March, 2010, the Average Assets under Management of Canara Robeco Mutual Fund stood at Rs. 9220.45 Crores (previous year: Rs. 4743.88 Crores).

RECOGNITION AND AWARDS:

The Canara Robeco Investment Team delivered good performance throughout the year in the fixed income and equity asset classes. This performance has been recognized by the various awards conferred upon us recently. For the second consecutive year, Lipper felicitated us as the Bond Fund House of the Year at the Lipper Fund Awards India 2010.

Lipper also presented the Best Indian Rupee Bond Fund for five- and three-years to the Canara Robeco Income Fund. This fund was also awarded the 7 star (3 Years) and 5 star (1 Year) award by ICRA Mutual Fund Awards 2010 in the open ended debt long term category. At the CNBC TV18 CRISIL Mutual Fund Awards 2010 and Businessworld Mutual Fund Awards 2010, Canara Robeco Income Fund was named the Best Income Fund. The Canara Robeco Gilt PGS Fund was awarded the Best India Intermediate/Long Term Fund award by Morningstar at their awards ceremony held in March 2010.

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.

Expenditure in foreign currency aggregated to Rs. 97.24 Lacs (previous year : Rs. 125.11 lacs).

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:

Information required to be provided under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, is given in the separate Annexure.

DIRECTORS :

During the year, the following changes in the composition of the Board of Directors took place:

Appointment:

1. Mr. V. H. Ramakrishnan was appointed as an Independent Director on the Board of Directors w.e.f. 29th September, 2009.
2. Ms. Hester W. D. G. Borrie was appointed as a Director on the Board of Directors w.e.f. 10th December, 2009.
3. Ms. Maria Klerkx was appointed as an Alternate Director for Mr. C. T. L. Korthrout w.e.f. 10th December, 2009
4. Mr. Shital Kumar Jain was appointed as an Independent Director on the Board of Directors w.e.f. 10th December, 2009.
5. Mr. M. Ramkumar was appointed as a Nominee Director from Canara Bank on the Board of Directors w.e.f. 27th March, 2010
6. Mr. Paulus J. M. Vrancken was appointed as an Alternate Director to Ms. Hester W. D. G. Borrie w.e.f. 27th March, 2010.

Resignation:

1. Mr. Pankaj Jain resigned from the Board and ceased to be a Director with effect from 16th April, 2009.
2. Mr. Naveen Kumar Kshatriya resigned from the Board and ceased to be a Director with effect from 1st May, 2009.
3. Mr. F. L. Kusse resigned from the Board and ceased to be a Director with effect from 1st October, 2009.
4. Mr. M. V. Shenoy nominee director from Canara Bank resigned from the Board and ceased to be a Director with effect from 1st March, 2010.

Your Directors place on record their deep appreciation of the services rendered by Mr. Pankaj Jain, Mr. Naveen Kshatriya, Mr. F. L. Kusse and Mr. M. V. Shenoy during their tenure on the Board.

Mr. Arvind Sethi & Mr. C.T.L. Korthrout hold the office of Director liable to retirement by rotation and accordingly retire by rotation at the Annual General Meeting and are eligible for re-appointment.

Pursuant to Section 260 of the Companies Act, 1956 read with Article 145(2) of the Articles of Association, Mr. V. H. Ramakrishnan, Mr. M. Ramkumar, Mr. Shital Kumar Jain, Ms. Hester W. D. G. Borrie Additional Directors hold office of Director upto the date of the Annual General Meeting.

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors, based on the representation received from the Management Team, confirm that:

- (a) in the preparation of the Annual Accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures ;
- (b) they have, in the selection of accounting policies, consulted the statutory auditors and have 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/(loss) for that period ;
- (c) they 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) they have prepared the Annual Accounts on a going concern basis.

AUDIT COMMITTEE :

The Audit Committee of the Board comprises of Mr. D. K. Kapila, Mr. M. Ramkumar, Mr. C. T. L. Korthout and Mr. Arvind Sethi.

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

AUDITORS:

Under Section 619 of the Companies Act, the Auditor of the Company shall be appointed by the Comptroller of Auditor General of India, New Delhi. 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, Notice of the Annual General Meeting will include an item pertaining to remuneration of the Auditors for the year 2010-2011.

ACKNOWLEDGEMENTS :

Your Directors wish to place on record their gratitude for the support and guidance received from SEBI, Board of Trustees of Canara Robeco Mutual Fund, joint venture partners, Canara Bank and Robeco Groep N.V., 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: Bangalore

Date: 26th April, 2010

A.C. Mahajan

CHAIRMAN

Auditors' Report

The Members

CANARA ROBECO ASSET MANAGEMENT COMPANY LIMITED

- 1 We have audited the attached Balance Sheet of CANARA ROBECO ASSET MANAGEMENT COMPANY LIMITED (hereinafter referred to as 'the Company') as at March 31, 2010 and also the Profit and Loss Account 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
- 2 We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion
- 3 As required by the Companies (Auditor's Report) Order, 2003 (hereinafter referred to as 'the Order') issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, (hereinafter referred to as 'the Act') we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order
- 4 Further to our comments in the Annexure referred to above, we report that:
 - 4.1 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;
 - 4.2 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;
 - 4.3 The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the aforesaid books of account;
 - 4.4 In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the applicable accounting standards referred to in Section 211 (3C) of the Act;
 - 4.5 On the basis of written representation received from directors as on March 31, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of section 274 (1)(g) of the Act
 - 4.6 In our opinion and to the best of our information and according to the explanations given, the said accounts give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
 - 4.6. 1 In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
 - 4.6. 2 In the case of the Profit and Loss Account, of the 'Profit' of the Company for the year ended on that date; and
 - 4.6. 3 In the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For and on behalf of
KHIMJI KUNVERJI & CO.
Chartered Accountants

Sd/-

HASMUKH B DEDHIA
Partner (F-33494)

Place: Mumbai
Dated: 30th April, 2010

A

Annexure to the Auditors' Report

Annexure referred to in paragraph 3 of our Auditors' Report of even date of CANARA ROBECO ASSET MANAGEMENT COMPANY LIMITED as at March 31, 2010

- i.
 - 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 management at reasonable intervals. As informed, no material discrepancies were noticed on such verification.
 - c The Company has not disposed off substantial part of its fixed assets during the year.
- ii. As the Company does not have inventory, Clause 4 (ii) (a), (b) and (c) of paragraph 4 of the Order relating to inventories is not applicable to the Company
- iii. The Company has neither taken nor granted any Loans, secured or unsecured from/ to companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, clause (iii)(b) to (iii)(g) of paragraph 4 of the order are not applicable to company for the year
- iv. In our opinion and according to the information and explanations given, there is 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 sale of services. Further, on the basis of examination of books and records of the Company and according to the information and explanations given, and as per the checking carried out in accordance with the auditing standards generally accepted in India, neither we have observed nor we have been reported for any continuing failure to correct major weaknesses in the internal control system relating to the aforesaid.
- v. According to the information and explanations provided by management, we are of the opinion that there were no transactions made in pursuance of contract or arrangements that need to be entered in the register maintained under section 301 of the Companies Act, 1956 .
- vi. The Company has not accepted any deposit from the public, within the meaning of the provisions of Sections 58A and 58AA of the Act and the Rules framed there under.
- vii. In our opinion, the company has an internal audit system commensurate with the size and the nature of its business.
- viii. As informed, the Company is not required to maintain any cost records prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act.
- ix.
 - a According to the information and explanation given, the Company is regular in depositing undisputed statutory dues in respect of Provident Fund, Investors Education and Protection Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise duty, Customs duty, Cess and any other statutory with appropriate authorities.
According to the information and explanation given, no undisputed amount payable in respect of above statutory dues were outstanding as at March 31, 2010 for a period of more than six months from the date they become payable.
 - b According to the information and explanations given, there are no dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited on account of any dispute.
- x. The company does not have accumulated losses at March 31, 2010 but had accumulated losses in the immediately preceding financial year; the Company has not incurred cash losses during the financial year under audit but had incurred cash losses in the immediately preceding financial year
- xi. In our opinion and according to the information and explanations given, the Company does not have any dues payable to financial institutions or bank or debenture holders and hence there is no question of default in repayment of such dues during the year.
- xii. According to the information and explanations given and based on the documents and records produced, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. Since the Company is not a chit fund, nidhi, mutual benefit fund or a society, clause 4(xiii) of the Order is not applicable to the Company.
- xiv. In our opinion and on the basis of information and explanations given, the company has maintained proper record of transactions and contracts in respect of dealing of investment in securities and timely entries have been made for the same. All the securities have been held by the company in its own name.
- xv. According to the information and explanations given, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. During the year, the Company has not taken/ availed any term loans.
- xvii. According to the information and explanations given and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term investment.
- xviii. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act.
- xix. According to the information and explanations given, no debentures have been issued by the Company.
- xx. Since the Company has not raised any money through a public issue during the year, clause 4(xx) of paragraph 4 of the Order is not applicable to the Company.

xxi During the course of our examination of the books and records of the Company, carried out in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of such case by the management.

For and on behalf of
KHIMJI KUNVERJI & CO.
Chartered Accountants
Firm Registration No: 105146W

Sd/-

HASMUKH B DEDHIA
Partner (F-33494)

Place: Mumbai
Dated: 30th April, 2010

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF CANARA ROBECO ASSET MANAGEMENT COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2010.

The preparation of financial statements of Canara Robeco Asset Management Company Limited for the year ended 31 March 2010 in accordance with the financial Reporting framework prescribed under the Companies Act, 1956 is the responsibility of The management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 is Responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and Assurance standards prescribed by their professional body the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report Dated 30 April 2010.

I, on behalf of the Comptroller and Auditor General of India, have decided not to Review the report of the Statutory Auditor on the account of Canara Robeco Asset Management Company Limited for the year ended 31 March 2010 and as such have no comments to make under Section 619(4) of the companies Act,1956.

For and on the behalf of the
Comptroller and Auditor General of India

Sd/-
(Alka R.Bhardwaj)
Principal Director of Commercial Audit
& Ex-Officio Member, Audit Board-I, Mumbai

Place : Mumbai
Date : 6 July 2010

B

alance Sheet as at 31st March, 2010

	Sch	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
I SOURCES OF FUNDS			
(1) Shareholder's funds			
(a) Share Capital	A	201,043,570	101,043,570
(b) Reserves & Surplus	B	147,004,678	84,713,038
TOTAL		348,048,248	185,756,608
II APPLICATION OF FUNDS			
(1) Fixed Assets	C		
(a) Gross Block		192,637,148	223,724,608
(b) Less : Depreciation		98,408,151	110,118,200
Net Block		94,228,997	113,606,408
(2) Investments	D	202,032,655	50,869,939
(3) Current Assets, Loans & Advances			
(a) Sundry Debtors	E	28,953,995	39,773,587
(b) Cash and Bank Balances	F	9,321,992	7,014,262
(c) Loans & Advances	G	103,513,843	98,548,417
TOTAL		141,789,831	145,336,266
Less : (a) Current Liabilities	H	86,028,257	116,410,206
(b) Provisions	I	3,974,978	7,645,799
TOTAL		90,003,235	124,056,005
Net Current Assets		51,786,596	21,280,261
TOTAL		348,048,248	185,756,608

Significant Accounting Policies & Notes to Accounts
Schedules referred in above form an integral part of the Accounts

As per our report of even date
For Khimji Kunverji & Co.,
Chartered Accountants

A.C. Mahajan
Chairman

D.K.Kapila
Director

Hashmukh B. Dedhia
Partner

C.T.L. Korthout
Director

Rajnish Narula
Chief Executive Officer

Place : Mumbai
Date : 30th April, 2010

Paul J M Vrancken
Chief Operating Officer
Place : Bangalore

Jignesh Modi
Company Secretary
Date : 26th April, 2010

P

Profit & Loss Account for the year ended 31st March, 2010

	Sch	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
INCOME			
Management Fee		358,548,508	179,576,096
(TDS Rs 2,36,69,285 Pr.Yr.Rs 17,417,180)			
Dividend on current investments		2,807,983	7,424,504
Profit on sale of investments			
- Current Investments		3,225,322	-
- Long Term Investments		-	11,910,000
Profit/Loss on sale of Fixed Assets		14,576,266	-
Other Income	J	2,460,272	3,620,278
TOTAL		381,618,351	202,530,878
EXPENDITURE			
Employees' Remuneration and Benefit (Net) (Refer Note no. B.3 of Schedule M)	K	139,992,635	207,680,322
Administrative Expenses	L	157,572,946	144,052,169
Depreciation		9,597,691	12,399,027
Loss on sale of fixed assets		-	148,857
TOTAL		307,163,273	364,280,375
PROFIT/(LOSS) FOR THE YEAR BEFORE IMPAIRMENT LOSS, TAXATION & PRIOR PERIOD ITEMS		74,455,078	(161,749,497)
Less : Prior Period Items		490,000	-
PROFIT/(LOSS) FOR THE YEAR BEFORE IMPAIRMENT LOSS & TAXATION		73,965,078	(161,749,497)
Less : Impairment Loss		152,150	379,760
Deferred Tax (Credit) / Charge		-	5,781,165
Provision for taxation		10,200,000	-
Provision for Wealth Tax		717,500	1,033,467
Provision for Fringe Benefit Tax		-	1,448,000
Tax adjustments for prior periods		(603,788)	1,358,223
PROFIT/(LOSS) FOR THE YEAR AFTER IMPAIRMENT LOSS & TAXATION		62,291,641	(171,750,112)
Balance brought forward		(33,397,192)	138,352,920
Balance carried to Balance-Sheet		28,894,449	(33,397,192)
Earnings Per Share (Face value of Rs. 10/- each)			
Basic and Diluted		5.55	(17.08)
(Refer Note no. B.10 of Schedule M)			
Significant Accounting Policies & Notes to Accounts Schedules referred in above form an integral part of the Accounts	M		

As per our report of even date
For Khimji Kunverji & Co.,
Chartered Accountants

A.C. Mahajan
Chairman

D.K.Kapila
Director

Hashmukh B. Dedhia
Partner

C.T.L. Korthout
Director

Rajnish Narula
Chief Executive Officer

Place : Mumbai
Date : 30th April, 2010

Paul J M Vrancken
Chief Operating Officer
Place : Bangalore

Jignesh Modi
Company Secretary
Date : 26th April, 2010

S

Schedules forming part of the Balance Sheet as at 31st March, 2010

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE 'A' - SHARE CAPITAL		
AUTHORISED		
5,00,00,000 Equity Shares of Rs. 10 each (Previous year 11,000,000 equity shares of Rs. 10 each)	500,000,000	110,000,000
ISSUED, SUBSCRIBED AND PAID UP :		
20,104,357 Equity Shares of Rs. 10 each fully paid up (Previous year 10,104,357 shares) (10,253,222 Shares held by Canara Bank (Previous Year 5,153,222) and its nominees and 9851,135 shares held by Robeco India Holding B.V. (Previous year 4,951,135 shares) (Of the above shares:5,000,000 shares were allotted to Canara Bank as fully paid-up by way of Bonus Shares by capitalization of surplus in the Profit & Loss Account)	201,043,570	101,043,570
TOTAL	201,043,570	101,043,570
SCHEDULE 'B' - RESERVES AND SURPLUS		
General Reserve	96,758,788	96,758,788
TOTAL (A)	96,758,788	96,758,788
Share Premium Account	21,351,442	21,351,442
TOTAL (B)	21,351,442	21,351,442
Profit & Loss Account	28,894,449	(33,397,192)
TOTAL ©	28,894,449	(33,397,192)
TOTAL (A+B+C)	147,004,678	84,713,038

S

Schedules forming part of the Balance Sheet as at 31st March, 2010

SCHEDULE 'C' FIXED ASSETS

Description	GROSS BLOCK			DEPRECIATION					NET BLOCK		
	As at 01.04.2009 Rs.	Addition Rs.	Deletion Rs.	As at 31.03.2010 Rs.	Upto 31.03.2009 Rs.	For the Year Rs.	Loss on impairment Rs.	Adjustments Rs.	Upto 31.03.2010 Rs.	As at 31.03.2010 Rs.	As at 01.04.2009 Rs.
Residential Flats	112,802,060	1,860,754	28,763,250	85,899,564	55,033,066	2,176,125		- 13,997,863	43,211,328	42,688,237	86,755,136
Office Equipments	8,513,874	616,928	465,998	8,664,805	2,822,143	819,950	152,150	434,886	3,359,357	5,305,448	5,691,732
Air Conditioners	2,747,168	90,000	0	2,837,168	825,539	269,801		- 0	1,095,340	1,741,828	1,921,629
Comp & Peripherals	23,627,800	2,776,833	4,639,643	21,764,991	13,721,109	4,576,539		- 4,444,306	13,853,342	7,911,649	9,906,692
Electrical Fittings	1,778,613	-	141,700	1,636,913	1,431,135	55,629		- 112,440	1,374,324	262,589	347,478
Furniture & Fixtures	11,124,019	405,404	1,546,952	9,982,471	5,970,973	878,678		- 1,371,969	5,477,683	4,504,788	5,153,048
Motor Vehicle	5,173,237	-	2,265,561	2,907,676	2,750,460	435,010		- 1,098,428	2,087,042	820,634	2,422,776
Leasehold Improvements	1,492,287	985,723	-	2,478,011	84,368	385,960		-	470,327	2,007,684	1,407,919
Subtotal	167,259,058	6,735,642	37,823,103	136,171,598	82,638,793	9,597,691	152,150	21,459,891	70,928,744	65,242,856	113,606,408
Assets held for disposal											
Residential flats	56,465,550			56,465,550	27,479,407				27,479,407	28,986,143	
Total	223,724,608	6,735,642	37,823,103	192,637,148	110,118,200	9,597,691	152,150	21,459,891	98,408,151	94,228,997	113,606,408
Previous Year	211,612,636	15,364,934	3,252,962	223,724,608	99,580,876	12,399,027	379,760	2,241,464	110,118,200	113,606,408	

Schedules forming part of the Balance Sheet as at 31st March, 2010

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE 'D'- INVESTMENTS		
CURRENT		
Trade Investment		
Unquoted		
Investment in units of Canara Robeco Liquid Fund F.V. Rs.NIL (Pr. Yr. Rs. 8.66 lacs) NAV Rs. NIL (Pr. Yr. Rs. 8.69 lacs)	-	869,939
Investment in units of Canara Robeco Treasury Advantage Fund F.V. Rs.1628.36 lacs (Pr. Yr. Rs. 390.85 lacs) NAV Rs.2020.33 lacs (Pr. Yr. Rs. 517.75 lacs)	202,032,655	50,000,000
TOTAL	202,032,655	50,869,939
Note:		
The Aggregate value of unquoted investments Cost:	202,032,655	50,869,939

Schedules forming part of the Balance Sheet as at 31st March, 2010

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE 'E' - SUNDRY DEBTORS		
(Unsecured and considered good)		
Debts outstanding for a period exceeding six months	-	-
Others	28,953,995	39,773,587
TOTAL	28,953,995	39,773,587
SCHEDULE 'F' - CASH & BANK BALANCES		
Cash on Hand	64,366	60,758
Balance with Scheduled Banks in		
- Current Accounts	9,257,627	6,953,504
TOTAL	9,321,992	7,014,262
SCHEDULE 'G' - LOANS & ADVANCES		
(Secured and considered good)		
Staff Loans	283,030	407,685
(Unsecured and considered good)		
Security Deposit	9,363,297	8,864,890
Other Deposit	633,585	636,085
Taxes paid in respect of earlier years (Net of Provisions)	49,317,260	39,317,221
Taxes paid for A.Y.2010-11 (Net of Provisions)	13,617,615	20,828,698
Staff Loans & Advances	332,768	592,438
Other advances	29,966,287	27,901,400
TOTAL	103,513,843	98,548,417

Schedules forming part of the Balance Sheet as at 31st March, 2010

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE 'H' - CURRENT LIABILITIES		
Sundry Creditors		
- Dues to Small Scale Industrial Undertakings (Refer Note (B)(5)(a) of Schedule'M')		
- Others	203,665	315,266
Other Liabilities	85,685,534	116,094,940
Retention Money	139,058	-
TOTAL	86,028,257	116,410,206
SCHEDULE 'I' - PROVISIONS		
Provision For Taxation	717,500	2,481,467
Leave Encashment	2,794,025	4,101,342
Gratuity	463,453	1,062,990
TOTAL	3,974,978	7,645,799

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Schedules forming part of the Profit & Loss A/C for the Year ended 31st March, 2010

	As at 31st March 2010 Rupees	As at 31st March 2009 Rupees
SCHEDULE 'J' - OTHER INCOME		
Interest on Staff Loans/Security Deposits	57,372	313,812
Interest on IT Refund	699,103	1,358,487
Registrar & Transfer charges (Previous year TDS Rs. 18,870)	-	149,016
Rent Income (TDS Rs. 33,330/- Pr. Yr. Rs. 47,460/-)	1,682,400	1,664,400
Miscellaneous Income	21,397	134,563
TOTAL	2,460,272	3,620,278
SCHEDULE 'K' - EMPLOYEES' REMUNERATION & BENEFITS		
Salaries, Bonus and other allowances	125,349,558	176,046,990
Contribution to PF, Group Gratuity and other Funds	5,330,169	7,138,097
Other Welfare expenses	9,312,909	24,495,235
TOTAL	139,992,635	207,680,322
SCHEDULE 'L' - ADMINISTRATIVE EXPENSES		
Advertisement & Publicity	9,659,852	2,871,982
Business Development Expenses	5,324,814	3,707,251
Computer software & development	12,245,296	13,065,638
Directors Sitting Fees	400,000	340,000
Distribution & Marketing Expenses	43,427,940	20,107,883
Donations	225,000	5,000
Doubtful Debts written off	-	253,730
Electricity	5,333,998	4,187,584
Foreign Exchange Loss/(Gain)	(3,097,445)	1,650,862
Fund Accounting	8,198,692	4,072,532
Insurance	161,513	132,990
Legal and Professional Charges	4,845,887	12,460,355
Payment to Statutory Auditors		
— Audit Fees	300,000	300,000
— Tax Audit	100,000	-
Payment to other Auditors		
— Internal Audit	566,925	456,925
Miscellaneous Expenses	4,677,095	2,420,808
Postage , Telegrams & Telephone	7,968,747	8,460,992
Printing & Stationery	5,419,966	4,674,973
Rates & Taxes	180,072	446,301
Recruitment, Seminar & Training	1,835,696	6,425,356
Rent	17,666,162	17,834,027
Repairs & Maintenance		
- Buildings	3,165,474	3,455,967
- Others	5,725,495	8,678,304
Scheme Expenses	805,530	6,803,852
Subscription	9,847,081	8,956,562
Travelling & Conveyance	12,589,158	12,282,294
TOTAL	157,572,946	144,052,169

SCHEDULE FORMING PART OF THE ACCOUNTS**SCHEDULE 'M' 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.1 Basis of preparation of Accounts

The financial statements have been prepared and presented under the historical cost convention on an accrual basis of accounting and comply with the applicable Accounting Standards prescribed in the Companies (Accounting Standard) Rules, 2006 and the relevant provisions of the Companies Act, 1956 (the Act). Except otherwise mentioned, the accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. The preparation of the financial statements in conformity with generally accepted accounting principles ('GAAP') requires that the Company's management make estimates and assumptions that affect the reported amounts of income and expenses for the year, reported balances of assets and liabilities and disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from these estimates/assumptions.

A.2 Revenue Recognition

Revenue is recognized when there is certainty of ultimate collection. Management fee is recognized at specified rates provided in the offer document of the relevant schemes applied on the average daily net assets of each scheme on accrual basis as per SEBI regulations. Divided income is recognised when the right to receive payment is established. All expenses and income to the extent ascertainable with reasonable certainty are accounted on accrual basis. (Advisory fees)

A.3 Fixed Assets

Fixed Assets are stated at cost of acquisition or construction including incidental costs related to their acquisition /installation less accumulated depreciation /amortization

A.4 Depreciation

Depreciation on various assets is provided on written down value method at the rates provided in Schedule XIV of the Act except in the case of Electrical Fittings which is based on management's estimates of useful life of the asset on which depreciation is charged @20%. Expenditure on fixtures in leased premises is depreciated over the lease period. Depreciation on the Fixed Assets added/disposed off/discarded during the year is provided on pro rata basis.

Leasehold improvements are amortized over a period equivalent to the initial period of lease from date of capitalization

A.5 Foreign Exchange Transactions

Transactions in foreign currency are recorded at a rate that approximates the exchange rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currency are translated at the rate of exchange prevailing on the Balance Sheet date. Exchange differences arising on foreign currency transactions are recognized in the Profit and Loss Account.

A.6 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 other than temporary. Current investments are stated at lower of cost and fair market value.

A.7 Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased Assets are classified as operating leases. Operating lease payments/receipts are recognized as an expense/income in the profit and loss Account.

A.8 Employee and Retirement Benefits

- (i) Provident Fund is a defined contribution scheme and the contributions are charged to the Profit & Loss Account of the year when the contributions to the respective funds are due.
- (ii) The Company contributes to an approved Group Gratuity Policy with the Life Insurance Corporation of India. Gratuity liability are defined benefit obligations and are provided for on the basis of an actuarial valuation as per AS 15 (Revised) made at the end of each financial year based on the projected unit cost method.
- (iii) Short term compensated absences are provided for based on estimates.
- (iv) Actuarial gains/losses are immediately taken to the profit and loss account and are not deferred.
- (v) 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.

A.9 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. Basic earning per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earning per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all potential dilutive equity shares.

A.10 Taxes on Income

Tax expense comprises of current and deferred tax. Provision for current tax is made on the basis of estimated taxable income for the current

accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the Balance Sheet Date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future. Deferred tax assets, in case of unabsorbed losses and unabsorbed depreciation, are recognised only if there is virtual certainty that such deferred tax asset can be realised against future taxable profits.

A.11 Impairment of Fixed Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss if any, is charged to Profit and Loss Account in the year in which an asset is identified as impaired. Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

A.12 Contingent Liabilities and Provisions

Contingent liabilities where outflow is possible but not probable to the extent not provided are disclosed by the way of note. Provisions are recognized when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

A.13 Software Expenses

Expenses on subscription, licence fees and costs towards right to use/access of application software are charged to revenue account in the year in which they are incurred.

A.14. Scheme Expenses

Recurring expenses of the schemes of Canara Robeco Mutual Fund in excess of limits prescribed under the SEBI Regulations are charged to P & L account in the year end in which they are incurred.

Upfront brokerage/ commission paid to distributors for Equity Linked Saving Schemes of Canara Robeco Mutual Fund are treated as prepaid expenses incurred for the year and such brokerage and commission are expensed out over a period of three years. Any other brokerage/commission is expensed in the year in which they are incurred.

B NOTES ON ACCOUNTS

B.1 Contingent Liability

Contingent Liability to Canara Bank on receipt of Claim/Settlement of dispute towards property tax & other charges pertaining to the building occupied by the company till 30/9/03. The sum involved is not quantified.

B.2 Income from Management Fee includes Rs.1,08,03,578/- from Canbank Mutual Fund - General Administration Dept. (CMF - GAD) & Erstwhile Unitholders Account for the year 2009-2010. The accounts of CMF - GAD & Erstwhile Unitholders Account for the year 2009-2010 are not yet audited and hence the amount of Rs. 1,08,03,578/- has been taken as income on the basis of certificate obtained from the statutory auditors of CMF - GAD.

B.3 Remuneration payable to the CEO (Manager) appointed with effect from September 26, 2007, being in excess of the limits prescribed under sections 198, 269 of the Act and provisions of Schedule XIII to the Act, though accrued in the books of accounts was not paid. Upon subsequent decision to pay the CEO's remuneration upto the maximum permissible limit in accordance with the provisions of the Act, the excess amount provided in earlier years has been reversed during the year. Had the said excess provision not been reversed, the 'Employee's Remuneration and Benefit' for the year would have been Rs 187,947,206 instead of Rs 139,992,635.

Accordingly the detail of remuneration now paid to CEO stands at

(Rs in '000)

	2009-2010 (Rs.)	2008-2009 (Rs.)
Salary and Allowances	3,000	3,000
Contribution to Provident Fund and other funds	-	
Total	3,000	3,000

B.4 Earnings in foreign currency (on accrual basis)

(Rs in '000)

	CURRENT YEAR (Rs.)	PREVIOUS YEAR (Rs.)
(i) Management and advisory fees	891	NIL

Expenditure in foreign currency – Accrued

(Rs in '000)

	CURRENT YEAR (Rs.)	PREVIOUS YEAR (Rs.)
(i) Expenditure in foreign currency	9,724	12,511

B.5 (a) Current Liabilities and Provisions

Based on the information available with the Company, there are no amounts due to Micro Small and Medium Enterprises as defined in Micro Small and Medium Enterprises Development Act, 2006 on account of principal and/or interest as at the close of the year.

(b) Current Assets Loans & Advances

In the opinion of the management current assets, loans and advances have a value of realization in the ordinary course of business at least equal to the amount at which they are stated.

B.6 Employee Benefits**1. Defined Contribution Plan**

An amount of Rs.41,90,091 (Previous Year. Rs. 5,050,636) has been recognized as an expense towards contribution to Employees Provident fund.

2 (a) Gratuity :

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.

The following tables summarises the components of net benefit expense recognised in the profit and loss account and the funded status and amounts recognised in the balance sheet.

Profit and Loss account

Net employee benefit expense (recognised in Employee Cost)

	Gratuity March 31, 2010 Rs.	Gratuity March 31, 2009 Rs.
Current service cost	917,855	725,434
Interest cost on benefit obligation	447,842	712,229
Expected return on plan assets	(372,208)	(144,506)
Net actuarial(gain) / loss recognised in the year	(650,882)	451,220
Net benefit expense	342,607	1,744,377
Actual return on plan assets	290,518	(27,524)

Balance sheet**Details of Provision for gratuity**

	Gratuity March 31, 2010 Rs.	Gratuity March 31, 2009 Rs.
Defined benefit obligation	5,769,613	5,262,742
Fair value of plan assets	(5,333,700)	(4,250,719)
Less: Unrecognised past service cost	-	-
Plan (asset) / liability	435,913	1,012,023

Changes in the present value of the defined benefit obligation are as follows:

	Gratuity March 31, 2010 Rs.	Gratuity March 31, 2009 Rs.
Opening defined benefit obligation	5,262,742	8,620,534
Interest cost	447,842	712,229
Current service cost	917,855	725,434
Benefits paid	(126,254)	(5,074,645)
Actuarial (gains) / losses on obligation	(732,572)	279,190
Closing defined benefit obligation	5,769,613	5,262,742

Changes in the fair value of plan assets are as follows:

	Gratuity March 31, 2010 Rs.	Gratuity March 31, 2009 Rs.
Opening fair value of plan assets	4,250,719	1,082,662
Expected return	372,208	144,506
Contributions by employer	918,717	8,270,226
Benefits paid	126,254	(5,074,645)
Actuarial gains / (losses)	(81,690)	(172,030)
Closing fair value of plan assets	5,333,700	4,250,719

The Company expects to contribute Rs. 13,00,000 to gratuity funded with Life insurance corporation of India in 2010-11.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The principal assumptions used in determining gratuity and post-employment benefit obligations for the Company's plans are shown below:

	Gratuity March 31, 2010 %	Gratuity March 31, 2009 %
Discount rate	8.25	7.60
Expected rate of return on Plan assets	7.50	7.50
Salary Escalation Rate	10% for first 2 years & 7% thereafter	10% for first 3 years & 7% thereafter

- 2 (b) As per Company's policy, provision of Rs. 27,94,025 (Previous Year Rs. 4,101,342) has been made towards Compensated absences carried forward on actual basis
- 2 (c) The Company has provided for Bonus amounting to Rs 1,76,17,046 (Previous Year R 4,16,09,464) payable to employees based on estimates/judgment of the Management.

B.7 Segment Reporting

Based on guiding principles given in Accounting Standard – 17 "Segment Reporting", 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. The company's operations being confined to India only, there is no reportable secondary segment.

B.8 Related party transactions

Related party disclosure as required by the Accounting Standard 18, "Related party Disclosures", are given below :

Holding Company	Canara Bank
Entity having significant Influence over the Company	Robeco Groep N.V. Robeco India Holding B.V.
Fellow Subsidiaries	Canbank Computer Services Ltd. (CCSL) Canbank Financial Services Ltd. (CFSL) Canbank Factors Ltd. (CFL) Canbank Venture Capital Fund Ltd. (CVCFL) Canara Bank Securities Limited (CBSL) Canara HSBC Oriental Bank of Commerce Life Insurance Co. Ltd (CHOBCL)
Under Common Control of Holding Company	Canfin Homes Ltd. (CHL)
Overseas Joint Venture	Commercial Bank of India LLC
Key Management Personnel	Members of the Management Team Comprising of : Mr. Rajnish Narula (Chief Executive Officer) Mr. Paul Vrancken (Chief Operating Officer) Mr. Sanjay Santhanam (Chief Marketing Officer) Till 28/2/2009

(Rs in '000)

Sr. No.	Nature of Transactions	Relationship	Company/Person Name	Expenditure Rs.	Income Rs.	Assets Rs.	Liabilities Rs.
1	Rent	Holding company	Canara Bank	418			NIL
				(552)			NIL
		Fellow Subsidiary	Canbank Factors Ltd.	105			NIL
				(105)			NIL
2	Bank Charges	Holding company	Canara Bank	33			
				(103)			
3	Salary & other benefits	Key Management Personnel		18,403			186
				(60,372)			(2,461)
		Entity having significant influence over the Co.	Robeco Groep N.V.				3,000
							(68,957)
4	Foreign Exchange Loss on above	Key Management Personnel		NIL	3108		
				(1,650)	NIL		
		Entity having significant influence over the Co.	Robeco Groep N.V.				NIL
							(1,650)

Sr. No.	Nature of Transactions	Relationship	Company/Person Name	Expenditure Rs.	Income Rs.	Assets Rs.	Liabilities Rs.
5	Reimbursement of Salary & Other Benefits	Holding company	Canara Bank	489			50
				(489)			(NIL)
6	Reimbursement of expenses	Entity having significant influence over the Co.	Robeco Groep N.V.	2,258			
				(NIL)			
7	R & T charges for Scheme & ARN holders	Fellow Subsidiary	Canbank Computer Services Ltd.	12			3
				(12)			(3)
8	Reimbursement of Electricity Charges	Fellow Subsidiary	Canbank Factors Ltd.	NIL			0
				(20)			(6)
9	Reimbursement of Maintenance charges	Holding company	Canara Bank	439			437
				(389)			(386)
		Fellow Subsidiary	Canbank Factors Ltd.	18			
				(8)			
10	Rates and taxes	Fellow Subsidiary	Canbank Factors Ltd.	24			
				(NIL)			
11	Scheme Exp	Fellow Subsidiary	Canara Bank Securities Limited.	49			
				(849)			
		Holding company	Canara Bank	1,016			
				(NIL)			
12	Prepaid Expenses	Entity having significant influence over the	Robeco Groep N.V.			2,250	
						(17,625)	
13	Bank Balance	Holding company	Canara Bank			2,612	
						(2,025)	
14	Security Deposit	Fellow Subsidiary	Canbank Factors Ltd.			NIL	
						(12)	
15	Share Capital	Entity having significant influence over the Co.	Robeco India Holding B.V.				49,000
							(NIL)
		Holding company	Canara Bank				51,000
							(NIL)
16	Interest on Fixed Deposits	Key Management Personnel			NIL		
					(115)		
17	Rent Income	Holding company	Canara Bank		230	19	
					(230)	(19)	

- Figures in brackets represent corresponding amount of Previous Year

- Related party relationships have been identified by the management and relied upon by the auditors.

B.9 Disclosure as required by Accounting Standard – 19 'Leases':

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 Schedule 'L'.

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

(Rs in '000)

	2009-10	2008-09
Not later than 1 year	17,187	15,708
Later than 1 year & not later than 5 years	61,152	39,534
Later than five years	33,973	5,121

B.10 Earning per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. The numbers used in calculating basic and diluted earnings per equity shares are as follows:

Particulars	For the year ended 31st March 2009	For the year ended 31st March 2010
A. Before Exceptional Items		
Net Profit as disclosed under Profit & Loss Account	6,22,91,640	Rs. (17,17,50,112)
Weighted Average no. of equity shares during the year	11,227,645	10,053,604
Basic & Diluted EPS (Rs.)	Rs. 5.55	Rs. (17.08)
B. After Exceptional Items		
Net Profit as disclosed under Profit & Loss Account	6,22,91,640	Rs. (17,17,50,112)
Weighted Average no. of equity shares during the year	11,227,645	10,053,604
Basic & Diluted EPS (Rs.)	Rs. 5.55	Rs. (17.08)

B.11 Deferred Taxation:

The components of Deferred tax Liabilities and Deferred tax Assets are as under:

(Rs in '000)

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
Deferred Tax Liability(DTL) on account of :		
Depreciation difference	3,269	NIL
Deferred Tax Liability	3,269	NIL
Deferred Tax Asset on account of :		
Gratuity Provision	158	NIL
Bonus u/s 43B to the extent of DTL	3,111	NIL
Total Deferred Tax Asset	3269	NIL
Net Deferred Tax Liability	NIL	NIL

As a measure of prudence no Deferred tax asset in excess of deferred tax Liability has been recognized during the year.

- B.12 No other information pursuant to para 3, 4, 4C and 4D of Schedule VI to the Companies Act, 1956 is given as the same is not applicable to the Company during the year
- B.13 Distributor's expenses paid by AMC to distributors for Equity linked saving scheme are treated as prepaid expenses and are amortized over a period of 3 years.
- B.14 Details of investment purchased and sold during the year

The following investments in the schemes of the fund, were purchased and sold during the year:

	Purchase (units)	Purchase (Value)	Sale/ Redemption (units)	Sale/ Redemption (value)
Liquid fund daily dividend investment plan	25,893.84	260,000.00	26,849.52	269,596.00
Treasury advantage super instt daily div rein fund	19,702.49	244,450.73	3,304.56	41,000.00
Treasury advantage super instt growth fund	2,005.10	27,500.00	5,913.64	80,725.32

- B.15 Previous Years figures are regrouped and rearranged wherever necessary.

SIGNATURE TO SCHEDULES 'A' TO 'M'

As per our report of even date
For Khimji Kunverji & Co.,
Chartered Accountants

A.C. Mahajan
Chairman

D.K.Kapila
Director

Hashmukh B. Dedhia
Partner

C.T.L. Korthout
Director

Rajnish Narula
Chief Executive Officer

Place : Mumbai
Date : 30th April, 2010

Paul J M Vrancken
Chief Operating Officer
Place : Bangalore

Jignesh Modi
Company Secretary
Date : 26th April, 2010

Cash Flow Statement for the year ended 31st March, 2010

	2009-2010 Rs.	2008-2009 Rs.
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before impairment loss and taxation	73,965,078	(161,749,497)
Adjustments for :		
Depreciation	9,597,691	12,399,027
Miscellaneous expenditure written off	-	-
Loss/(Profit) on sale of Fixed assets (Net)	(14,576,266)	148,857
Loss/(Profit) on sale of Investments (Net)	(2,807,983)	(7,424,504)
Dividend received	(699,103)	(1,358,487)
Interest on Income Tax Refund	(1,307,317)	1,755,795
Doubtful Debt written off	-	253,730
Provision for gratuity	(599,537)	1,062,990
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	60,347,241	(166,822,088)
Adjustment for:		
(Increase)/Decrease in current assets	10,819,592	(22,448,224)
(Increase)/Decrease in other current assets	-	-
Increase/(Decrease) in current liabilities	(30,381,949)	(646,770)
(Increase)/Decrease in loans and advances	-	(1,439,914)
CASH GENERATED FROM/(USED IN) OPERATIONS	40,784,884	(191,356,996)
Taxes paid	5,175,108	(20,895,028)
NET CASH (USED IN)/FROM OPERATING ACTIVITIES (A)	35,609,775	(212,252,024)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(6,735,642)	(15,364,934)
Proceeds from sale of fixed assets	30,939,478	862,640
Purchase of investments	(573,215,520)	(208,000,000)
Proceeds from sale of investments	425,278,128	428,185,497
Dividend received	2,807,982	7,424,504
NET CASH (USED IN)/FROM INVESTING ACTIVITIES (B)	(120,925,574)	213,107,707
CASH FLOW FROM FINANCING ACTIVITIES		
Issue of share capital	100,000,000	
Share premium	-	
Dividend paid	-	
NET CASH (USED IN)/FROM FINANCING ACTIVITIES (C)	100,000,000	-
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)	14,684,202	855,684
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	7,014,262	6,158,578
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	21,698,463	7,014,262
CASH AND CASH EQUIVALENTS INCLUDED IN CASH FLOW STATEMENT COMPRISE THE FOLLOWING BALANCE SHEET AMOUNTS:		
CASH ON HAND	64,366	60,758
BALANCE WITH BANK IN CURRENT ACCOUNTS	9,257,627	6,953,504
	9,321,993	7,014,262

Note:

Previous year's figures have been regrouped / rearranged to confirm the current year's presentation, whenever necessary.

As per our report of even date
For Khimji Kunverji & Co.,
Chartered Accountants

A.C. Mahajan
Chairman

D.K.Kapila
Director

Hashmukh B. Dedhia
Partner

C.T.L. Korthout
Director

Rajnish Narula
Chief Executive Officer

Place : Mumbai
Date : 30th April, 2010

Paul J M Vrancken
Chief Operating Officer
Place : Bangalore

Jignesh Modi
Company Secretary
Date : 26th April, 2010

B

Balance Sheet abstract and Company's General Business Profile

I Registration Details

Registration No.	11 71003	State code 11
Balance Sheet Date	31 03 2010	
	Date Month Year	

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

Public Issue	Right Issue
NIL	100000
Bonus Issue	Private Placement
NIL	NIL

ACADEMIC GUIDANCE

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

	Total Liabilities	Total Assets
	348048	348048
Source of Funds	Paid - up Capital	Reserves and surplus
	201044	147004
	Secured Loans	Unsecured Loans
	NIL	NIL
Application of Funds	Net Fixed Assets	Investments
	94229	202032
	Net Current Assets	Misc. Expenditure
	51787	NIL
	Accumulated Losses	Deferred Tax Asset
	NIL	NIL

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

Turnover	Total Expenditure
381618	307163
+/- Profit Before Tax	+/- Profit After Tax
74455	62291
Earning Per Share in Rs.	Dividend Rate %
5.55	NIL

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

Sales Offices

AHMEDABAD

Tower A, Unit No: 402/B, 4th Floor, Ganesha Plaza,
Opp. Navrangpura Bus Stand, Off. C. G. Road,
Ahmedabad 380 009.
Email: crmf.ahmedabad@canararobeco.com
Tel: (079) 66610423 - 24

BANGALORE

4 & 5 Ground Floor, Business Point, Next to Brigade Towers, 137,
Brigade Road, Bangalore - 560025
Email: crmf.bangalore@canararobeco.com
Tel.: (080) 39871400/01 Fax : (080) 30901092

BHOPAL

Kay Kay Business Centre, 1st Floor, 133, Zone 1, M.P. Nagar,
Bhopal 462 011. Email: crmf.bhopal@canararobeco.com
Tel.: (0755) 3013648

CHANDIGARH

SCO 333-334, 1st Floor, Sector 35 B, Chandigarh 160 022.
Email: crmf.chandigarh@canararobeco.com
Tel: (0172) 2648007 Fax: (0172) 2600531

CHENNAI

770-A, 1st Floor, Spencer Annexe, Anna Salai,
Chennai 600 002. Email: crmf.chennai@canararobeco.com
Tel.: (044) 28492596-98 Fax: (044) 28497023

COIMBATORE

Door No. A/1, Thiruvenkataswamy Road (East), R .S Puram,
Coimbatore 641 012.
Email: crmf.coimbatore@canararobeco.com
Tel: (0422) 2546453

DELHI

306, Kanchen Junga Building., 18, Barakamba Road,
New Delhi 110 001. Email: crmf.delhi@canararobeco.com
Tel.: (011) 23326417, Fax (011) 23354780

GOA

Kamat Chambers, Ground Floor, Shop No:3, opp Hotel Neptune.
Panjim Goa : 403001. Email: crmf.goa@canararobeco.com
Tel.: (0832) 2422415, 6450631

HYDERABAD

Flat No. 201/202, 11nd Floor, Sanatana Eternal,
Door No.3-6-108/1, Road No. 19, Himayat Nagar,
Hyderabad 500029.
Email: crmf.hyderabad@canararobeco.com
Tel.: (040) 23261481/1482 Fax: (040) 23261480

INDORE

107, 1st Floor, Bansi Trade Centre, Palasia, Indore - 452001
Tel.: (0731) 6451222

KOCHI

Door No. XL/6030, 1st Floor, Al-Falah Plaza,
Opp. Oriental Bank of Commerce, Broadway North End,
Kochi 682 031. Email: crmf.kochi@canararobeco.com
Tel.: (0484) 2364846 / 36 Fax: (0484) 2364836

KOLKATA

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Kolkata 700 001. Email: crmf.kolkata@canararobeco.com
Tel.: (033) 30584716 - 19 Fax: (033) 30584720

LUDHIANA

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Feroze Gandhi Market, Ludhiana 141 001.
Email: crmf.ludhiana@canararobeco.com
Tel.: (0161)2421333 Fax: (0161) 2421333

MANGALORE

1st Floor Essel Towers, Bunts Hostel Circle Mangalore 575 003.
Email: crmf.mangalore@canararobeco.com
Tel: (0824) 2448804 Telefax: (0824) 2445565

MUMBAI

Construction House, 4th Floor, 5, Walchand Hirachand Marg,
Ballard Estate, Mumbai 400 001.
Email: crmf.mumbai@canararobeco.com
Tel.: (022) 66585000, 66585085-86 Fax: (022) 66585012/13

NAGPUR

Unit no. C/6 4th Floor Indu Yash II, 186, Cement Road
Dharam Peth Extension, Nagpur 400010.
Email: crmf.nagpur@canararobeco.com
Tel.: (0712) 6615364

PATNA

4 TH Floor, 401/402, Aashiana Hariniwas, Dak Banglow Road,
Patna - 800001, BIHAR Email: crmf.patna@canararobeco.com
Mobile No : 9334481768

PUNE

Deccan Mall, Office 1 & 2, 1st Floor, Deccan Gymkhana,
Pune 411 004. Email: crmf.pune@canararobeco.com
Tel.: (020) 30923820 Fax: (020) 25661454

SURAT

M- 8/9, Jolly Plaza, Athwagate, Surat- 395 001.
Email : crmf.surat@canararobeco.com
Tel: (0261) 3998125

TRICHY

Srinivasa Complex, No. 145/74 C, Salai Road, Trichy 620 018.
Email: crmf.trichy@canararobeco.com
Tel.: (0431) 2750130

VADODARA

116, Siddharth Complex, R.C. Dutt Road, Alkapuri,
Vadodara 390 007. Email: crmf.baroda@canararobeco.com
Tel: (0265) 2326483 Telefax: (0265) 2356843

VISAKHAPATNAM

Vidisha Towers, 47-14-10 Flat No. 3, 3rd Floor, Dwarkanagar Main Road,
Vishakhapatnam 530 016.
Email: crmf.vizag@canararobeco.com
Tel.: (0891) 6556645, 6631616 Fax: (0891) 6631646

