

Nahar Capital and Financial Services Ltd.



The Nahar Group

7th Annual Report

2012



Nahar Capital and Financial Services Ltd.

BOARD OF DIRECTORS

Sh. Jawahar Lal Oswal

Sh. Dinesh Oswal

Sh. Kamal Oswal

Sh. Dinesh Gogna

Dr. (Mrs.) H.K. Bal

Dr. Om Parkash Sahni

Prof. Kanwar Sain Maini

Sh. Satish Kumar Sharma

Dr. Suresh Kumar Singla

Dr. Yash Paul Sachdeva

Chairman

Managing Director

Director

Director

Director

Director

Director

Director

Director

Director

PRINCIPAL OFFICERS

Sh. Hans Raj Kapoor

Mr. Preet Kanwar Singh

General Manager

Company Secretary

REGISTERED OFFICE

375, Industrial Area-A,
Ludhiana-141 003, Punjab

BANKERS

Punjab National Bank
ICICI Bank Limited
HDFC Bank Limited

AUDITORS

M/s. Gupta Vigg & Co.,
Chartered Accountants,
101-Kismat Complex,
G.T. Road, Miller Ganj,
LUDHIANA-141 003

7TH ANNUAL GENERAL MEETING

Day : Saturday

Date : 29th September, 2012

Time : 11.15 A.M.

Place : At the Premises of
Nahar Industrial Enterprises
Limited, Focal Point, Ludhiana

CONTENTS

PAGE NO.

NOTICE	2
DIRECTORS' REPORT	5
CORPORATE GOVERNANCE REPORT	9
MANAGEMENT DISCUSSION & ANALYSIS	17
AUDITORS' REPORT	19
BALANCE SHEET	22
STATEMENT OF PROFIT & LOSS	23
NOTES ON FINANCIAL STATEMENTS	24
CASH FLOW STATEMENT	48



Save Tree Save Earth

Green Initiative

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies. Your Company has decided to join the MCA in its environmental friendly initiative.

Henceforth, the Company proposes to send documents such as Notice of the General Meetings, Annual Report and other communication to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they are having Demat A/c or send the same to the Company via e-mail at:-secncfs@owmnaahar.com or gredressalncfsl@owmnaahar.com.

We solicit your valuable co-operation and support in our endeavor to contribute our bit to the environment.

**NOTICE**

Notice is hereby given that the **Seventh Annual General Meeting** of the Members of **Nahar Capital and Financial Services Limited** will be held on Saturday, the **29th day of September, 2012 at 11:15 A.M.** at the premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012, Statement of Profit and Loss for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares.
3. To appoint a Director in place of Sh. Jawahar Lal Oswal, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Sh. Kamal Oswal, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Sh. Dinesh Gogna, who retires by rotation and being eligible, offers himself for re-appointment
6. To appoint a Director in place of Dr. Om Parkash Sahni, who retires by rotation and being eligible, offers himself for re-appointment
7. To appoint Statutory Auditors of the Company who shall hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration. M/s. Gupta Vigg & Co., Chartered Accountants, the retiring Auditors of the Company being eligible, offer themselves for re-appointment.

BY ORDER OF THE BOARD

PLACE: LUDHIANA
DATED: 28TH JULY, 2012

PREET KANWAR SINGH
(COMPANY SECRETARY)

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE TIME OF THE MEETING.
2. The Register of Members and Share Transfer Register of the Company shall remain closed from 21st September, 2012 to 29th September, 2012 (both days inclusive).
3. The dividend on equity shares as recommended by the Board of Directors, if approved at the Annual General Meeting will be paid to the members, whose names appear in the Register of Members as on 29th September, 2012 or Register of Beneficial Owners, maintained by the Depositories at the close of 20th September, 2012.
4. The bank account particulars of the members will be printed on the dividend warrants. Members holding shares in physical form are requested to immediately notify change in their address/bank details to the Company's Share Transfer Agent M/s. Alankit Assignments Limited or to the Company's Registered Office at 375, Industrial Area -A, Ludhiana-141 003.
5. Members holding shares in electronic form are requested to notify change in their address/Bank details to their Depository Participants before 20th September, 2012.
6. Since the company's shares are in compulsory demat trading, to ensure better service and elimination of risk of holding shares in physical form, we request shareholders holding shares in physical form to dematerialize their shares at the earliest.



7. To avail the facility of nomination, Members are requested to send us duly filled and signed Nomination Form (Form 2B).
8. The documents are open for inspection at the Registered Office of the company on any working day (except Sunday and holiday) between 10.00 A.M. to 12.00 Noon up to the date of Annual General Meeting.
9. Members seeking any information with regard to Annual Accounts at the time of meeting are requested to send their queries to the Company at least 7 days before the date of meeting so as to enable the management to keep the information ready.
10. Members are requested to bring the copy of Annual Report alongwith them at the meeting.
11. The information required to be provided under clause 49 of the Listing Agreement entered into with Stock Exchanges, regarding the Directors who are proposed to be re-appointed are annexed hereto and form part of the notice.

Information pursuant to Corporate Governance Clause of the Listing Agreement regarding Directors seeking appointment/re-appointment:

As required under the Listing Agreement, the Particulars of Directors who are proposed to be appointed/reappointed are given below:

- I. Name : Sh. Jawahar Lal Oswal**
Age : 69 Years
Qualification : Graduate
Expertise : Having 48 years of business in the Textile and Woollen Industry.

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Oswal Woollen Mills Ltd.	-	-
2. Nahar Spinning Mills Ltd.	-	-
3. Nahar Poly Films Ltd	-	-

4. Nahar Industrial Enterprises Ltd. - -
5. J.L. Growth Fund Ltd. - -
6. Atam Vallabh Financiers Ltd. - -
7. Girnar Investment Ltd. - -
8. Ludhiana Holdings Ltd. - -\
9. Vanaik Investors Ltd. - -
10. Vardhman Investments Ltd. - -
11. Palam Motels Ltd. - -
12. Sankheshwar Holdings Co. Ltd. - -
13. Monte Carlo Fashions Ltd. - -
14. Nagdevi Trading & Investment Co. Ltd.- -
15. Crown Star Ltd. (U.K.) - -
16. Abhilash Growth Fund (P) Ltd. - -
17. Nahar Growth Fund (P) Ltd. - -
18. Monica Growth Fund (P) Ltd. - -
19. Ruchika Growth Fund (P) Ltd. - -
20. Neha Credit and Inv. (P) Ltd. - -

II. Name : Sh. Kamal Oswal

- Age : 50 Years
Qualification : B. Com.
Expertise : Having Good Experience of Managing Business.

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Oswal Woollen Mills Ltd	-	-
1. Nahar Industrial Enterprises Ltd.	Share Transfer Committee	Chairman
2. Nahar Poly Films Ltd.	Share Transfer Committee	Member
3. Nagdevi Trading & Investment Co. Ltd.	Audit Committee	Chairman
4. Cotton County Retail Ltd.	Remuneration Committee	Member
5. Nahar Spinning Mills Ltd.	-	-
6. Oswal Woollen Mills Ltd.	-	-
7. Oswal Leasing Ltd.	-	-
8. Vardhman Investments Ltd.	-	-
9. Girnar Investment Ltd.	-	-
10. J.L Growth Fund Ltd.	-	-
11. Atam Vallabh Financiers Ltd.	-	-
12. Nahar Industrial Infrastructure Corp.Ltd.-	-	-
13. Monte Carlo Fashion Ltd.	-	-
14. Sankeshwar Holding Co. Ltd.	-	-



15. Crown Star Ltd. (U.K.) - - Qualification : M. Sc. and Ph. D.
16. Abhilash Growth Fund (P) Ltd. - - Expertise : 30 years experience in teaching of
17. Nahar Growth Fund (P) Ltd. - - Business Management and
18. Neha Credit and Invnt. (P) Ltd. - - Administration.

III. Name : Sh. Dinesh Gogna
Age : 59 Years
Qualification : B.A., L.L.B.
Expertise : Having more than 33 years experience
in Corporate Finance and Taxation.

**His Directorship/Membership in the committee of
the Board in other companies is as under:**

**His Directorship/Membership in the Committees of
the Board in other companies is as under:**

Name of the Company	Committee	Status	Name of the Company	Committee	Status
1. Oswal Woollen Mills Ltd.	Audit Committee	Member	1. Nahar Industrial Enterprises Ltd.	Audit Committee	Chairman
2. Nahar Industrial Enterprises Ltd.	Share Holders Grievance Committee	Chairman		Shareholders	Member
	Share Transfer Committee	Member		Grievance	
3. Nahar Poly Films Ltd.	Share Transfer Committee	Member	2. Oswal Woollen Mills Ltd.	Remuneration Committee	Member
	Audit Committee	Member		Shareholders	Chairman
4. Nahar Spinning Mills Ltd.	Audit Committee	Member		Grievance Committee	
	Share Transfer Committee	Member	3. Nahar Spinning Mills Ltd.	Audit Committee	Member
5. Cotton County Retail Ltd.	Remuneration Committee	Member		Shareholder	Member
				Grievance Committee	
6. Girnar Investment Ltd.	-	-	4. Nahar Poly Films Ltd.	Shareholder	Member
7. Monte Carlo Fashions Ltd.	-	-		Grievance Committee	
8. Oswal Leasing Ltd.	-	-		Audit Committee	Member

BY ORDER OF THE BOARD

IV. Name : Dr. Om Parkash Sahni
Age : 71 Years

PLACE: LUDHIANA
DATED: 28TH JULY, 2012

PREET KANWAR SINGH
(COMPANY SECRETARY)



DIRECTORS' REPORT

Dear Members,

Your Directors have immense pleasure in presenting the **SEVENTH ANNUAL REPORT** on the affairs of the Company for the year ended 31st March, 2012.

FINANCIAL PERFORMANCE

Your Company's financial performance during the year is summarized below:

Particulars	(Rs. in Lacs)	
	Current Year	Previous Year
Profit before Tax	1844.26	1765.20
Less: Provision for Taxation	254.00	245.00
Profit after Tax	1590.26	1520.20
Add: Surplus of last year brought forward	292.85	282.91
	<u>1883.11</u>	<u>1803.11</u>
APPROPRIATION		
Proposed Dividend	251.19	251.19
Tax on Distributed Profits	40.75	40.75
Statutory Reserve Fund	318.10	301.00
Income Tax adjustments for prior periods	18.55	17.32
Transfer to General Reserve	1000.00	900.00
Surplus carried to Balance Sheet	254.52	292.85
	<u>1883.11</u>	<u>1803.11</u>

PERFORMANCE REVIEW

In spite of difficult Economic Scenario, your Company has been able to maintain its performance during the year under review. It earned operating/other income of Rs.2029.72 Lacs as against Rs. 1972.72 Lacs in the previous year. The Company's pre tax profit of Rs.1844.26 Lacs has shown an increase of 4.48% over the previous year. The Company earned a Net Profit of Rs. 1590.26 Lacs.

After the appropriations as detailed herein above, an amount of Rs.1000 Lacs transferred to General Reserve thereby increasing the Reserve to Rs. 44021.60 Lacs as on March 31, 2012.

Your Company's performance is slightly improved despite the volatile financial scenario due to increased lending operations, higher exposure to debt and gold instruments etc. During the year, company has taken exposure in new Real Estate business by way of Joint Venture with reputed developer in Chennai. For that, Land has been procured necessary approvals are almost completed and soft launch for selling of residential units is started.

DIVIDEND

Your Directors are pleased to recommend a dividend @ 30% i.e. of Rs. 1.50/- per Equity Share of Rs. 5/- each for the year 2011-12.

The dividend, if approved at the forthcoming Annual General Meeting, will be paid out of profits of the Company for the year under reference to all those shareholders whose name shall appear in the Register of Members on 29th September 2012 or Register of Beneficial Owners, maintained by the Depositories as at the close of 20th September 2012.

DIRECTORS

Pursuant to Article 112 of the Articles of Association of the Company Sh. Jawahar Lal Oswal, Sh. Kamal Oswal, Sh. Dinesh Gogna and Dr. Om Parkash Sahni will be retiring by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

In terms of clause 49 of the Listing Agreement entered with the Stock Exchanges, the details of Directors to be appointed/re-appointed are contained in the accompanying Notice of the forthcoming Annual General Meeting.

CREDIT RATING

We are pleased to inform that M/s. ICRA Limited has re-affirmed A1 (pronounced "A One") Credit Rating to the proposed Short Term Debt / Commercial Paper Programme of the Company for ₹25 Crores. This is the highest Credit quality rating by the ICRA to the short term Debt/ Commercial Paper and it reflects the Company's financial discipline and prudence.

SEGMENT REPORTING

The disclosure requirement of Accounting Standard -17 (AS-17), issued by the Institute of Chartered of India (ICAI) are not applicable to the Company as the main business activities of Company falls under single segment namely 'Investment Activities' which comprise of (i) Investment Portfolio consisting of securities held as Capital Assets and (ii) Trading Portfolio consisting of securities held as stock in trade.

GREEN INITIATIVE

The Ministry of Corporate Affairs (MCA) vide Circular No. 17/2011 dated 21.04.2011 and Circular No. 18/2011 dated 29.04.2011 has taken a "Green Initiative in the



Corporate Governance" by allowing paperless compliances by the companies. Your Company has decided to join the MCA in its environmental friendly initiative.

Accordingly, henceforth Company propose to send documents such as Notice of the General Meetings, Annual Report and other communication to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they are having Demat A/c. or send the same to the Company via e-mail at secncfs@owmnaahar.com or gredressalncfsl@owmnaahar.com. We solicit your valuable co-operation and support in our endeavor to contribute our bit to the environment.

LISTING OF SECURITIES

The securities of the Company are listed on the following Stock Exchanges:

1. The Bombay Stock Exchange Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai.
2. The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No.C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai.

The Company has paid listing fee to both the Stock Exchanges for the financial year 2012-2013.

DEMATERIALIZATION OF SHARES

Your Company has already established connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd (CDSL) to facilitate the holding and trading of securities in electronic form. As on 31st March, 2012, 96.61% of the Share Capital has been dematerialized by the members of the Company. The Shareholders, who have not gone for dematerialization of the shares till date, are requested to opt for dematerialization of the shares at the earliest.

Further as per SEBI circular No. D & CC/FITTC/CIR-15/2002 dated 27th December, 2002, Company has appointed M/s Alankit Assignments Ltd., as Registrar for Share Transfer and Electronic connectivity. Accordingly all the shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in

respect of share transfer, demat/remat, change of address etc. to our registrar at below mentioned address:

M/s. Alankit Assignments Ltd
(Unit Nahar Capital and Financial Services Ltd)
Alankit House,
2E/21, Jhandelwalan Extension
NEW DELHI-110055
Telephone No : (011)23541234
Fax No. : (011)41540064
E-mail Address : rta@alankit.com

In case any query/complaint remains unresolved with our Registrar please write to Company Secretary at the registered office of the Company.

AUDIT COMMITTEE

Pursuant to Section 292A(1) of the Companies Act, 1956, Company has already constituted Audit Committee consisting of three Non-executive Directors under the Chairmanship of Prof. K.S. Maini, Dr. O.P Sahni and Sh. S.K. Sharma as members. The Committee held four meetings during the year under review.

RISK MANAGEMENT COMMITTEE

The Company being essentially an Investment Company, its main sources of income is dividend/income receivable on investments in Equity Shares/Debentures/Bonds/deposits made and held by it in other companies and Mutual Funds. The financial business is always prone to risks of capital market fluctuations and economic cycle.

To monitor and manage the risk associated with the investment business and to review the risk management policy of the company, the Company has already constituted Risk Management Committee pursuant to the RBI Circular No. DNBS (PD) CC No. 156 / 03.10.001 / 2009-10 dated July 1, 2009. The Committee comprises of three non-executive directors under the Chairmanship of Prof. K.S Maini, Sh. Dinesh Gogna and Dr. O.P Sahni as members. The Risk Management Committee met four times during the financial year under review.

ASSET LIABILITY MANAGEMENT COMMITTEE

The Company has already constituted the Asset Liability Management Committee pursuant to the RBI Circular No. DNBS (PD) CC No. 15/02.01/2000-2001 dated June



27, 2001 to monitor the Asset Liability Mismatch in the books of accounts of the company. The Committee comprises of Sh. Dinesh Oswal as Chairman, Sh. S.K Sharma and Prof. K.S Maini as the members of the committee. The Asset Liability Committee met two times during the financial year under review.

REPORT ON THE CORPORATE GOVERNANCE

Your Company continues to follow the principles of good Corporate Governance. The Company has constituted several committees of directors to assist the Board in good Corporate Governance. The Corporate Governance Report along with Auditors Certificate regarding compliance of the conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchange is attached herewith.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors would like to assure the Members that the financial statements for the year under review, confirm in their entirety requirements of the Companies Act, 1956.

The Directors confirm:

- i) that in preparation of the Annual Accounts, the applicable Accounting Standards had been followed alongwith proper explanations relating to material departures;
- ii) that they had selected such accounting policies 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 and Loss of the Company for that period;
- iii) that they had taken proper and sufficient care for maintenance of adequate accounting records in accordance with provisions of this Act for safeguarding the assets of the Company and for preventing and detecting any fraud and other irregularities;
- iv) that they had prepared the Annual Accounts on a going concern basis.

AUDITORS AND AUDITORS' REPORT

M/s. Gupta Vigg & Co., the Auditors of the company shall be retiring at the conclusion of the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. The company has obtained from

auditors, a certificate as required under section 224(1-B) of the Companies Act, 1956 to effect that their re-appointment, if made, would be within the limits specified in the said section. The Audit committee has recommended their re-appointment.

The Audit report of the auditors is self explanatory and do not require any explanation from the Board u/s. 217 of the Companies Act, 1956.

PUBLIC DEPOSITS

The Company is registered as Non-deposit taking Non-Banking Financial Company with RBI. The Company has not accepted any Public Deposit within the meaning of Section 58-A, of the Companies Act, 1956 and the rules made there under. There is no outstanding/unclaimed deposit from the public.

PARTICULARS OF EMPLOYEES

The information as required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 is enclosed as per Annexure-I.

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

Particulars with respect to the Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in Report of the Board of Directors) Rules 1988, are not applicable, as the company is a Non-Banking Financial Company.

INDUSTRIAL RELATIONS

The Industrial Relations remained cordial throughout the year and the excellent results were achieved with the whole hearted co-operation of employees at all levels.

ACKNOWLEDGEMENT

The Board of Directors of the Company wish to place on record their gratitude and appreciation to all workers, staff members and executives for their contribution to the operations of the Company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the management of the Company.

**ANNEXURE I**

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 217(2A) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AND FORMING PART OF DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2012.

S. N.	NAME OF EMPLOYEE	DESIGNATION	REMUNERATION (IN RS. LAC)	NATURE OF EMPLOYMENT	NATURE OF DUTIES	QUALIFICATION	AGE (YEARS)	EXPERIENCE (YEARS)	DATE OF EMPLOYMENT	PARTICULARS OF LAST EMPLOYMENT	% OF EQUITY CAPITAL HELD
1.	Sh. Dinesh Oswal	Managing Director	65.00	Contractual	Overall Company's Administration	B.Com.	47	27	29.12.2007	Oswal Woollen Mills Limited	NIL

NOTES:

1. Sh. Dinesh Oswal is related to Sh. Jawahar Lal Oswal, Chairman and Sh. Kamal Oswal, Director of the Company.
2. Remuneration includes salary and monetary value of perquisites as per Income Tax Rules.

FOR AND ON BEHALF OF THE BOARD

**PLACE: LUDHIANA
DATED: 28th July, 2012**

**JAWAHAR LAL OSWAL
(CHAIRMAN)**

**ANNEXURE II****CORPORATE GOVERNANCE REPORT**

This Report of Corporate Governance form part of the Annual Report.

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company continues to practice the principle of good Corporate Governance. It is Company's firm belief that good CORPORATE GOVERNANCE is a key to success of business. The Company's philosophy envisages an attainment of highest level of the transparency and accountability in its operations so that Company's goal of creation and maximization of wealth of the shareholders could be achieved. Clause 49 of the Listing Agreement entered with Stock Exchanges incorporate certain mandatory disclosure requirements with regard to Corporate Governance Rules, in this regard we are pleased to report the following :-

I. BOARD OF DIRECTORS

The Board of the Company is well structured with adequate blend of professional and Independent Directors. The present strength of the Board is of Ten Directors. Sh. J.L. Oswal is a Non Executive Chairman and Sh. Dinesh Oswal is a Managing Director of the Company. Thus the post of Chairman and Managing Director are held by different persons.

1. Since Sh. J.L. Oswal is Non Executive Chairman but belong to the promoter category, at least one half of the Board should comprise of Independent Directors as per Corporate Governance Rules. The Company has structured its Board to comply the said

requirement. Presently, five Directors among ten Directors of Board are Independent Directors, namely, Dr. (Mrs.) H.K. Bal, Dr. Yash Paul Sachdeva, Dr. O.P. Sahni, Prof. K.S. Maini, and Dr. S.K. Singla. Accordingly, the Company has complied with the Corporate Governance Rules regarding composition of Board of Directors.

- The Board met four times i.e. on 30th May, 2011, 30th July, 2011, 14th November, 2011 and 14th February, 2012 during the financial year 2011-12 with clearly defined agenda circulated well in advance of each meeting. The maximum interval between the two Board Meetings is not more than four months.
- None of the directors is a member of more than 10 (ten) Board level committees or is a Chairman of more than 5 (five) such Board level committees as required under Clause 49 of the Listing Agreement. None of the Director of the Company is a Director in more that 15 Companies as prescribed by the Companies Act, 1956.
- Participation of Non Executive Directors has remained active in the Board Meetings during the year 2011-12. Attendance record of directors in the Board meetings and the Annual General Meeting for the year 2011-2012 is given as under:
- Non Executive Directors are being paid a sitting fee of Rs.5,000/- per meeting for attending Board Meeting of the Company.

Name of Directors	Category of Directors	No. of other Directorship (Excluding Private Companies)	No. of Committee Membership		No. of Board Meetings attended	AGM Attendance (held on 20.09.2011)	No. of Shares held
			Membership	Chairman			
Mr. Jawahar Lal Oswal	Non Executive Promoter	14	--	--	2	NO	NIL
Mr. Dinesh Oswal	Executive Promoter	14	--	--	4	YES	NIL
Mr. Kamal Oswal	Non Executive, Promoter	14	1	1	3	YES	NIL
Mr. Dinesh Gogna	Non Executive	8	5	1	4	YES	NIL
Dr. (Mrs.) H.K. Bal	Non Executive, Independent	5	8	2	4	YES	NIL
Dr. Yash Paul Sachdeva	Non Executive, Independent	5	1	--	4	YES	NIL
Mr. S.K. Sharma	Non Executive	2	4	1	4	YES	NIL
Dr. O.P. Sahni	Non Executive, Independent	4	10	2	3	YES	NIL
Prof. K.S. Maini	Non Executive, Independent	4	3	4	4	YES	NIL
Dr. S.K. Singla	Non Executive, Independent	5	3	5	4	YES	NIL



6. Sh. Jawahar Lal Oswal is the father of Sh. Dinesh Oswal and Sh. Kamal Oswal. Sh. Dinesh Oswal and Sh. Kamal Oswal are brothers. None of the other Directors is related to other Director of the Company within the meaning of Section 6 of the Companies Act, 1956.
7. **Code of Conduct:** The Company is committed to conduct its business in accordance with applicable laws, rules and regulations and highest standards of transparency. Accordingly, the Company has laid down a code of conduct for all its Board Members and Senior Managerial Personnel, which is duly complied by them. The code of conduct is also available on Company's website i.e. www.ownahar.com/ncfs.
8. All the Statutory Registers that are required to be maintained, particularly the Register of Directors Shareholding, Register of Investments etc. are properly maintained and regularly updated.

II. AUDIT COMMITTEE

The Board has constituted an independent and qualified Audit Committee. The Committee consists of three Non Executive Directors under the chairmanship of Prof. K.S. Maini. Dr. O.P Sahni, and Sh. S.K. Sharma are the two other members of the Audit Committee. Prof. K.S. Maini is M.Com and also having requisite expertise in Financial and Accounting matters. Dr. O.P Sahni is M.Sc., Ph.D. and is having requisite experience in the matters of Finance and Business Administration. Likewise, Sh. S.K. Sharma is a MBA and is also having requisite experience in Financial and Accounting matters. Mrs. Anjali Modgil was the Secretary of the Committee till 30th May, 2012. Because of the resignation given by Mrs. Anjali Modgil from the post of Company Secretary, Mr. Preet Kanwar Singh has been appointed as Company Secretary cum Compliance Officer of the Company w.e.f. 22nd June, 2012 and is now acting as a Secretary of the Audit Committee. The General Manager (Finance) is a permanent invitee of the Committee. The Statutory Auditors are also invited to attend the meetings as per relevant provisions of the applicable laws/rules, as and when felt necessary.

The terms of reference of the Audit Committee are as per Clause-49 of the Listing Agreement entered with the Stock Exchanges, SEBI Guidelines and Companies Act, 1956. For the financial year 2011-12, the committee met four times i.e. on 30th May, 2011, 30th July, 2011, 14th November, 2011 and 14th February, 2012 and at these meetings, the quarterly un-audited financial results as well as the financial statements during the year ended 31st March, 2011 were reviewed and examined by the members of the Audit Committee before recommendation of the same to the Board of Directors for their perusal and adoption.

The attendance record of the Audit Committee Meeting is as under:

Name of Member	No. of Meetings Held upto 31.03.2012	No. of Meetings Attended
Prof. K.S. Maini	4	4
Dr. O.P Sahni	4	3
Sh. S.K Sharma	4	4

Prof. K.S. Maini, Chairman of the Audit Committee attended the last Annual General Meeting of the Company held on 20th September, 2011 and replied the queries raised at the Annual General Meeting.

III. REMUNERATION COMMITTEE.

The Company has constituted a remuneration committee comprising Prof. K.S. Maini as Chairman, Sh. S.K. Sharma and Dr. (Mrs.) H.K. Bal, as members. Sh. S.K. Singla has been appointed as member of the committee in place of Sh. S.K. Sharma with effect from 14.02.2012

The broad terms of reference of the Remuneration Committee is to ensure that the Company's remuneration policies in respect of Managing Director/Working Directors and Senior Executives are competitive so as to recruit and retain best talent in the Company and to ensure appropriate disclosure of remuneration paid to said persons.

The committee met twice i.e. on 30.05.2011 and 30.07.2011 for the year under review. The attendance record of the meetings held is as follows:



Name of member	No. of Meetings Held	No. of Meetings Attended
Prof. K.S. Maini	2	2
Sh. S.K. Sharma	2	2
Dr. (Mrs. H.K. Bal)	2	2

The details of remuneration paid to Managing/ Executive/Director(s) for the year ended 31st March, 2012 is as under:

Name of Directors	Salary (Rs.)	Sitting Fee (Rs.)
Sh. Jawahar Lal Oswal		10,000.00
Sh. Kamal Oswal		15,000.00
Sh. Dinesh Oswal	65,00,000.00	---
Sh. Dinesh Gogna		20,000.00
Sh. Satish Kumar Sharma		20,000.00
Dr. Y.P Sachdeva		20,000.00
Dr. (Mrs.) H.K. Bal		20,000.00
Dr. O.P. Sahni		15,000.00
Prof. K.S. Maini		20,000.00
Dr. S.K. Singla		20,000.00

Pursuant to the Section 198 read with 349 of the Companies Act, 1956 and Schedule XIII of the said Act, Rs.65,00,000/- only has been paid as remuneration including perquisites for the year 2011-12 to Sh. Dinesh Oswal, Managing Director of the Company.

IV. INVESTORS GRIEVANCES COMMITTEE

The Company is having a Shareholders'/Investors' Grievances Committee to look into the redressal of investors' complaints on various issues such as transfer of shares, non receipt of share certificates/dividend, demat problems etc. The Committee consisted of three Non Executive Directors under the Chairmanship of Dr. O.P Sahni. Sh. S.K. Sharma and Sh.S.K Singla are two others members of the Committee. Mrs. Anjali Modgil, Company Secretary was the Compliance Officer of the Company for the financial year 2011-12. Further, she has resigned from the post of Company Secretary w.e.f. 30th May, 2012 and Mr. Preet Kanwar Singh has been appointed as Company Secretary cum Compliance Officer of the Company w.e.f. 22nd June, 2012. The Committee met four times for the financial year 2011-12 i.e. 30th June, 2011, 30th September 2011, 31st December 2011 and 31st March 2012. The attendance record of the meetings held is as under:

Name of Member	No. of Meetings Held upto 31.03.2012	No. of Meetings Attended
Dr. O.P Sahni	4	4
Sh. S.K Sharma	4	4
Sh. S.K Singla	4	4

The Company's policy is to redress the grievances of the shareholders within a period of 10 to 20 days from the date of the receipts of the correspondence/grievances. The details regarding the same are as under:

No. of complaints received during the year *	: 13
No. of complaints resolved during the year*	: 13
No. of complaints pending as on 31st March, 2012 :	NIL

*Complaint received from BSE, NSE and SEBI.

The Company has also received some request/complaint from shareholders regarding non receipt of dividend/re-validation of dividend and the Company replied/resolved the said request/complaint. None of the complaints during the year remained pending for more than 30 days.

V. SHARE TRANSFER COMMITTEE

The Company has also constituted a Share Transfer Committee comprising of 4 (four) members under the Chairmanship of Sh. Dinesh Oswal. Mrs. Anjali Modgil, Company Secretary of the Company was the member of the Committee till 30th May, 2012, however, after her resignation from the post of Company Secretary. Mr. Preet Kanwar Singh has been appointed as Company Secretary cum Compliance Officer of the company w.e.f. 22nd June, 2012 and is also acting as the member of Share Transfer Committee. The Committee is responsible for approving the transfer and transmission of securities, dematerialisation of shares, issuance of duplicate share certificates and other shareholders related issues. The Committee met twelve times during the period 1st April, 2011 to 31st March, 2012 i.e. 30th April, 2011, 31st May, 2011, 30th June, 2011, 30th July, 2011, 31st August, 2011, 30th September, 2011, 31st October, 2011, 30th November, 2011, 31st December, 2011, 31st January, 2012, 29th February, 2012 and 31st March, 2012 and the attendance of the members is as follows:-



Name of member	No. of Meetings Held upto 31.03.2012	No. of Meetings Attended
Sh. Dinesh Oswal	12	12
Sh. Dinesh Gogna	12	12
Sh. K.S Maini	12	12
Mrs. Anjali Modgil	12	12

As per SEBI Circular No. D&CC/FITTC/CIR-15/2002 dated 27th December, 2002, the Company has appointed M/s. Alankit Assignments Ltd, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the shareholders, investors, members of Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of share transfer, Demat, Remat, Change of Address etc. to our Registrar, whose address and telephone no etc. have already been mentioned in Director's Report.

VI. GENERAL BODY MEETINGS

i) The details of the last three Annual General Meetings are as under:

Financial Year	Location	Date	Time
2008-2009	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2009	11.00 A.M.
2009-2010	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2010	10.00 A.M.
2010-2011	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	20.09.2011	11.00 A.M.

ii) Special Resolutions passed in the previous three Annual General Meetings:

2008-2009

No Special Resolution was passed.

2009-2010

No Special Resolution was passed.

2010-2011

1. To Commence and Undertake the Real Estate Business as enumerated in sub clause 22 (a & b) of the Object Clause of Memorandum of Association of the Company.

iii) Special Resolution passed last year through postal ballot.

No Special Resolution was passed during the financial year ended 31.03.2012 through postal ballot.

iv) Proposal of Special Resolution through postal ballot.

Presently, no Special Resolution is proposed to be conducted through postal ballot.

VII. DISCLOSURES

1. There have been no materially significant related party transactions that may have potential conflict with the interest of the Company at large. Transactions with related party are disclosed in Point No. 21 in the "Notes on Financial Statements".
2. The Company continues to comply with the requirement of Stock Exchange, SEBI or any statutory authority on all matters related to capital market during the last three years. No penalty or strictures have been imposed on the Company by the said authorities relating to the above.
3. The Company does not have any Whistle Blower Policy as of now but no personnel are being denied to access the Audit Committee.
4. The Company complied with not only the mandatory requirements but has also complied with non mandatory requirements in respect of Remuneration Committee. The Company is yet to comply with the other non mandatory requirements of the Listing Agreement on Corporate Governance.

VIII. MEANS OF COMMUNICATION

The Company's quarterly/yearly results in the format prescribed by the Stock Exchanges are approved and taken on record by the Board within the prescribed time frame and sent immediately to all Stock Exchanges on which the Company's shares are listed. These results are published in leading newspapers i.e. Business Standard in English and Desh Sewak in vernacular. Our quarterly, Half yearly and Annual results are also displayed on the website of the Company i.e. www.owmnaahar.com. Whenever any official news is released the same is also displayed on the aforesaid website of the Company. Likewise, whenever any presentation about the Company's



working is made to Financial Institutional Investors or to the Analysts, the same is displayed on Company's website.

IX. GENERAL SHAREHOLDERS INFORMATION

- 1. Annual General Meeting Date, Day, Time and Venue**
Saturday, 29th
September, 2012
11.15 AM
Premises of Nahar
Industrial
Enterprises Limited
Focal Point, Ludhiana.
- 2. Financial Calendar**
Financial year of the
Company
comprises of twelve
months i.e. 1st April, 2011
to 31st March, 2012.
- 3. Date of Book Closure:** 21.09.2012 to 29.09.2012
(Both days inclusive)
- 4. Dividend Payment:**
 - (a) Payment date** Before 21st October, 2012
 - (b) Mode of payment of dividend:** The Company provides the facility of paying dividend through Electronics Clearing System (ECS). The members desirous of availing the facility of electronic credit of dividend are requested to ensure that their correct bank details alongwith 9 digit MICR code of their Bank is noted in the records of the Depository Participant (DP). Members, who hold the shares in physical form, should contact the Registrar & Transfer Agent or the Company in this regard. In order to prevent fraudulent encashment of dividend warrants, members are requested to provide their correct bank account details to their DP in case of electronic holding and to the Registrar & Transfer Agent or the Company in case of physical holding.
 - (c) Change of Address:** Members may kindly note that the Registrar & Transfer Agent and/or the Company will not entertain request for noting of

change of address/bank details/ECS mandate in case of accounts with demat holding. For this purpose, shareholders should approach their Depository Participant.

- 5. Listing on Stock Exchanges :** The National Stock Exchange of India Ltd (NSE) "Exchange Plaza", Bandra-Kurla Complex, Bandra (East) Mumbai.
The Bombay Stock Exchange Limited (BSE), 1st Floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, Fort, Mumbai - 400 001.
The listing fees payable to BSE and NSE for 2012-13 have been paid in full by the Company.
- 6. Stock code :** For trading at NSE: NAHARCAP
For trading at BSE: 532952
- 7. Demat ISIN number in NSDL and : INE049I01012
CDSL for Equity Shares**
The annual custodian fees for the financial year 2012-13 have been paid to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).
- 8. Dedicated e-mail for Investor Grievance**
To enable investors to register their grievances, the Company has designated an exclusive e-mail id i.e. gredressalncfsl@owmnahar.com
- 9. Compliance Officer**
Mrs. Anjali Modgil, Company Secretary was the Compliance Officer of the Company for the financial year 2011-12. Further, she has resigned from the post of Company Secretary w.e.f. 30th May, 2012. Now the Company has appointed Mr. Preet Kanwar Singh as Company Secretary as well as Compliance Officer of the Company w.e.f. 22nd June, 2012.
- 10. Registration/updation of e-mail address**
The Ministry of Corporate Affairs vide Circular No.17/2011 dated 21.04.2011 and Circular No. 18/2011 dated 29.04.2011 has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies. The Companies can now send various notices and documents, including Annual Report, to its shareholders via electronic mode to the registered e- mail addresses of shareholders. To support this green initiative of the Government in full measure,



shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they are having Demat A/c. or send the same to the Company via e-mail at "secncfs@owmnahar.com" or gredresalnfcsl@owmnahar.com".

X. MARKET PRICE DATA

The Company's equity shares are listed at BSE and NSE. Accordingly the month wise High and Low stock prices from April, 2011 to March, 2012 are as follows:

Month	Bombay Stock Exchange		National Stock Exchange	
	High	Low	High	Low
April, 2011	88.00	70.10	84.25	69.00
May, 2011	77.90	60.00	77.90	59.65
June, 2011	68.55	55.05	68.75	55.20
July, 2011	70.80	60.00	69.00	58.50
August, 2011	65.90	46.00	63.00	46.05
September, 2011	57.25	48.00	56.95	47.00
October, 2011	57.20	47.05	57.00	47.15
November, 2011	60.80	40.00	60.00	41.25
December, 2011	47.00	37.25	46.00	36.50
January, 2012	50.90	41.80	50.95	38.25
February, 2012	68.40	40.90	65.00	46.70
March, 2012	53.85	43.15	52.00	43.00

Source: Data has been taken from the website of the Bombay Stock Exchange and National Stock Exchange. The Company does not have any other sources for verification of data.

XI. PERFORMANCE IN COMPARISON OF BOARD BASED INDICES SUCH AS BSE SENSEX

The Company's equity shares were listed at BSE and NSE. Accordingly, comparison between Nahar Capital and Financial Services Limited closing price variation and BSE Sensex in percentage from April, 2011 to March, 2012 is as under:

Year	Share Prices of Nahar Capital and Financial Services Limited				BSE Sensex			
	Highest (Rs)	Lowest (Rs)	Closing (Rs)	%age Change over last Month's Closing	Highest (Rs)	Lowest (Rs)	Closing (Rs)	%age Change over last Month's Closing
2011-2012								
April, 2011	88.00	70.10	72.75	3.85	19,811.14	18,976.19	19,135.96	-1.59
May, 2011	77.90	60.00	65.30	-10.24	19,253.87	17,786.13	18,503.28	-3.31
June, 2011	68.55	55.05	60.05	-8.04	18,873.39	17,314.38	18,845.87	1.85
July, 2011	70.80	60.00	62.35	3.83	19,131.70	18,131.86	18,197.20	-3.44
August, 2011	65.90	46.00	48.30	-22.53	18,440.07	15,765.53	16,676.75	-8.36
September, 2011	57.25	48.00	50.00	3.52	17,211.80	15,801.01	16,453.76	-1.34
October, 2011	57.20	47.05	54.00	8.00	17,908.13	15,745.43	17,705.01	7.60
November, 2011	60.80	40.00	43.00	-20.37	17,702.26	15,478.69	16,123.46	-8.93

December, 2011	47.00	37.25	40.15	-6.63	17,003.71	15,135.86	15,454.92	-4.15
January, 2012	50.90	41.80	46.50	15.82	17,258.97	15,358.02	17,193.55	11.25
February, 2012	68.40	46.90	49.00	5.38	18,523.78	17,061.55	17,752.68	3.25
March, 2012	53.85	43.15	44.75	-8.67	18,040.69	16,920.61	17,404.20	-1.96

Source: Data has been taken from the website of the Bombay Stock Exchange. The Company does not have any other sources for verification of data.

XII. Registrar and Transfer agents

As per SEBI circular no. D & CC/FITTC/CIR-15/2002 dated 27th December 2002, Company has appointed M/s Alankit Assignments Ltd. New Delhi, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the Shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of Share Transfer, Demat/Remat, Change of Address etc. to our Registrar whose address and telephone nos. etc. have already been mentioned in the Directors' Report.

In case any query/complaint remains unresolved with our Registrar please write to the Company Secretary at the Registered Office of the Company.

XIII. Share Transfer System

The Company has constituted a Share Transfer Committee consisting of four members, namely Sh. Dinesh Oswal, Managing Director, Sh. Dinesh Gogna, Prof. K.S. Maini, Directors and Mrs. Anjali Modgil, Company Secretary of the Company. However, Mrs. Anjali Modgil resigned from the post of Company Secretary w.e.f. 30th May, 2012. Now Mr. Preet Kanwar Singh has been appointed as Company Secretary cum Compliance Officer of the company w.e.f. 22nd June, 2012 and is also acting as the member of Share Transfer Committee. The Share Transfer Committee meets once/twice in a month to approve the transfer / transmission / transposition, issue of duplicate share certificates & dematerialization of shares and duly transferred shares are generally dispatched within the prescribed period under the Companies Act, 1956 / Guidelines of the Stock Exchanges.

As required under clause 47(c) of the Listing Agreement entered into by the Company with the Stock Exchanges, a certificate is obtained every six months from a Practicing Company Secretary with regard to, inter alia, effecting of transfer, transmission, sub-division, consolidation, renewal



and exchange of equity shares within one month of their lodgement. The certificates are forwarded to BSE and NSE where the Equity Shares of the Company are listed.

XIV. Nomination facility

Individual shareholders holding physical shares can nominate any person for the shares held by them. This will save the nominee from going through the lengthy process of getting the shares later on transmitted to his/her name. For further details, shareholders may write to the Registrar and Share Transfer Agent or the Company in this regard.

XV. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2012

As on 31st March, 2012, your Company had 15,857 shareholders having a total of 1,67,46,167 Equity Shares. The following is the distribution of Shareholding:

No. of Shares Held	No. of holders	% of Share Holders	Aggregate Shares Holders	% of Shares Holding
1-500	14363	90.58	1736059	10.37
501-1000	807	5.09	598835	3.58
1001-2000	359	2.26	518161	3.09
2001-3000	116	0.73	286854	1.71
3001-4000	57	0.36	199510	1.19
4001-5000	36	0.23	165502	0.99
5001-10000	58	0.37	397318	2.37
10001 and above	61	0.38	12843928	76.70
Total	15857	100.00	16746167	100.00

XVI. THE SHAREHOLDING PATTERN AS ON MARCH 31, 2012 IS AS UNDER:

Shares held by	No. of Shares	% of Shareholding
Banks and Mutual Funds	11,878	0.07
Foreign holdings (FIIs, NRIs, OCBs)	1,03,653	0.62
Bodies Corporate	5,55,486	3.32
Directors/Relatives of Directors	NIL	
General Public	42,93,645	25.64
Promoters	1,17,81,505	70.35
Total	16,746,167	100.00

XVII. DEMATERIALISATION OF SHARES

To facilitate holding and trading of securities in electronic form, your Company has established connectivity with both the Depositories i.e. National Securities Depository Ltd. (NSDL) and

Central Depository Services Ltd. (CDSL). The investors have an option to dematerialise their equity shares with either of the Depositories. As on 31st March, 2012, 1,61,79,091 comprising 96.61% of the total Equity Capital of the Company have been dematerialised.

XVIII. OUTSTANDING GDRs/ADRs/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

The Company does not have any outstanding GDRs/ADRs/Warrants or any Convertible Instruments, which is likely to have any impact on the equity of the Company.

XIX. ADDRESS FOR CORRESPONDENCE:

NAHAR TOWER
375, Industrial Area-A,
Ludhiana-141003 (Pb.)

Phone No. : 0161-2600701 to 2600705
Fax No. : 0161-2661180, 222942
E-mail Address : secncfs@owmnaahar.com
Website : www.owmnaahar.com

XX. CEO/CFO CERTIFICATION

As required under Clause 49 of Listing Agreement, a Certificate duly signed by the General Manager was placed at the meeting of Board of Directors held on 30.05.2012.

XXI. RECONCILIATION OF SHARE CAPITAL AUDIT

The Securities and Exchange Board of India has directed vide Circular No. D&CC/FITTC/CIR-16/2002 dated 31st December, 2002 that all issuer companies shall submit a certificate of capital integrity, reconciling the total shares held in both the depositories, viz. NSDL and CDSL and in physical form with the total issued/paid up capital.

The said certificate duly certified by a Practicing Company Secretary is submitted to the Stock Exchanges within 30 days of the end of each quarter.

FOR AND ON BEHALF OF THE BOARD

PLACE: LUDHIANA
DATED: 28.07.2012

JAWAHAR LAL OSWAL
(CHAIRMAN)



MANAGING DIRECTOR'S DECLARATION

Pursuant to the requirement of Clause 49 of the Listing Agreement, I hereby confirm that all Board Members and Senior Management Personnel (as defined in the above said Clause 49) of the Company have affirmed compliance with the Code of Conduct for Board of Directors and Senior Management Personnel' for the year ended 31st March, 2012.

PLACE: LUDHIANA
DATED: 28TH JULY, 2012

DINESH OSWAL
(MANAGING DIRECTOR)

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members,
Nahar Capital & Financial Services Limited,
Ludhiana

We have examined the compliance of conditions of corporate governance by NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED for the year ended 31st March, 2012 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the Directors and Management, we hereby certify that the Company has duly complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

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

For Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE: LUDHIANA
DATED: 28.07.2012

VINOD KUMAR KHANNA
(Partner)
M. N. 81585



ANNEXURE III MANAGEMENT DISCUSSION AND ANALYSIS

Industry structure and developments

The Non Banking Financial Companies (NBFCs) have emerged as substantial contributors to the Indian economic growth by providing financial services, enhancing competition and diversification of financial sector. It is a heterogeneous group of institutions (other than commercial and co-operative banks) performing financial intermediation in a variety of ways like accepting deposits, making loans and advances, providing financial advisory, wealth management, leasing, hire purchase etc. With the growing importance assigned to financial inclusion, NBFCs have come to be regarded as important financial intermediaries particularly for small-scale and retail sectors. The NBFCs as a whole account for 12.3 per cent of assets of the total financial system.

In the recent years, NBFCs are getting edge over the banks and financial institutions due to their customer-oriented services, simplified procedures, attractive rates of return on deposits, flexibility and timeliness in meeting the credit needs of specified sectors etc. The Reserve Bank of India regulates the operations of NBFCs. For strengthening and developing the NBFC sector, the Reserve Bank of India has issued new guidelines during the year like introduction of Non-Banking Financial Company-Micro Finance Institution (NBFC-MFI), a new category of NBFCs for the purpose of extending loans to micro finance sector, allowing the NBFCs to sponsor Infrastructure Debt Funds as Mutual Funds. More stringent norms are introduced by Reserve Bank of India (RBI) for NBFCs' like Provisioning for standard assets, Capital Adequacy, Fair Practice Code, Monitoring and Prevention of Frauds, Submission of specified returns, Know Your Customer (KYC) guidelines/Anti money Laundering Standards etc to help better utilization of resources and better delivery of services.

Your Company is categorized as Systemically Important Non-deposit taking NBFCs (NBFCs-ND-SI) and mainly doing investment activities with long term perspective as well as doing trading business and lending activities to avail the benefits of short term investment/financial opportunities in the present market conditions.

Opportunities and Threats

Sticky Inflation, depreciating currency, slow political policy actions and rising interest rates have been the main features of the Indian economy during last year. Contrary to the optimism that reigned at the beginning of the year, GDP growth was down to mere 6.5% as compared to 8.5% in the year 2010-11. With the economy slowing down and corporate profitability under strain, stock markets were down and inflows of foreign investments were muted.

The weak global economic prospects and continuing uncertainties in the international financial markets have had their impact on emerging market economies like India. Sovereign risk concerns, particularly in the euro area, affected financial markets for the greater part of the year.

Some amount of moderation in inflation was seen in the final quarter which encouraged the RBI to go ahead with a 50-basis point cut in interest rates in April 2012, after 13 successive rounds of hikes in interest rates. Also new opportunities made available by Reserve Bank of India like entrance of NBFCs into Joint Venture for insurance business, the business of issuing Credit Cards. Government has allowed higher allocation of funds in Government and other Debt Securities by Foreign Institutional Investors (FII) for widening the investment base.

Your company is trying to utilize every opportunity available and during the year company has reallocated more funds for investing in bonds/debt instruments, Gold and for lending business. Similarly, having regard to good business opportunities in Real Estate your company has also started allocating funds in Real Estate business.

Though a bundle of opportunities are there in the financial sector it is not immune from the global and political developments and normal business threats and challenges. Your Company is keeping close watch on these developments and is adjusting/diversifying its Investment Portfolio between Debt, Equity, Commodities etc after due diligence and considering these economic and political scenario.

Segment Wise or Product Wise Performance

The disclosure requirements of Accounting Standard 17, issued by the Institute of Chartered Accountants of India are not applicable as the main business activities of the Company falls under single segment namely 'Investment Activities'.

Future Outlook

The year 2011-12 saw the global economy lose traction once again. Undoubtedly, India's macro-economic landscape also took a turn for the worse. Though timely and aggressive policy responses by the RBI and the Government are affecting the financials of companies in short term yet past experience suggest prosperous long term future of Indian industry. Currently certain upside risks have come to the fore such as surge in the domestic international prices, high current account deficit, uncertainty over the pace of recovery in certain advanced countries, volatility in the short term foreign funds inflows coupled with moderation in the FDI's.



A slight recovery is seen in the markets of India, USA and the strategy of the company will be focused more on debt funds and also by diversifying its investments into commodities etc. expanding its business into new areas of financial activities and making its best efforts to utilize the available opportunities with caution and emerge as fully Integrated Financial Company. Company is pursuing with RBI to register the company as Deposit Taking NBFC to access more funds through public which in turn will be beneficial for the overall growth of the company.

Risk and Concerns

The Inflation situation in the economy continues to be a main cause of concern. After remaining above 9% during April-November 2011, YOY Wholesale Price Index (WPI) inflation rate moderated to 7.7% in December 2011 and further to 6.6% in January 2012, before rising to 7.0% in February. On the other hand, huge decline in rate of GDP from 8.5% in 2010-11 to 6.5% in 2011-12, country's fiscal deficit moved into the danger zone at 5.8% of the GDP, Index of Industrial Production (IIP) clocked a slow growth rate which highlights the poor core sector performance, weak momentum of industrial activity and sluggish demand for final products. Recent surge in crude oil prices, continuing sovereign debt problem mainly in Europe, uncertain Indian Government Policies etc. has also adversely affected the growth of the economy. As a result of which the Indian market is heavily dependent upon Foreign Direct Investments (FDI).

Your Company is being categorized as an Investment Company and its main sources of income is dividend/income receivable on investments in equity shares/debentures/bonds/ deposits made and held by it in other companies/other entities directly as well as through Mutual Funds, Investing in Exchange Traded Fund like Gold ETF's etc. trading in securities and real estate activities. Any adverse impact on the operations/businesses of the investee Company/entity/Mutual Funds may impact the revenues of the Company.

Further, we would also like to share with you that the financial business is always prone to risks of capital market fluctuations, global developments, economic risk, competition risk, interest rate volatility and economic cycle which can affect the fortunes of investment and finance companies in both ways. Your Company manages these risks by maintaining a conservative financial profile, diversifying the investment portfolio and by following prudent business and risk management practices.

Further, the Company has also constituted the Risk Management Committee comprising of three non-executive directors to monitor and manage the risk associated with the investment business of the Company and to review the risk management policy of

the Company. The Risk Management Committee met four times during the financial year under review.

Internal Control Systems and Their Adequacy

The Company has adequate internal control systems and procedures which commensurate with the nature of its business and the size of its operations. The company is strictly adhered to Fair Practice Code as adopted for the purpose of doing lending business. The Asset Liability Management (ALM) Policy concern with the effective risk management in various portfolios is also framed by the company. The internal control system are adequate to ensure that all assets and resources of the Company are safeguarded and protected against loss from unauthorized use or disposition and all transactions are authorised, recorded and reported correctly. The Company also ensures compliance with all statutes and regulatory policies and guidelines.

Further, the Company has also appointed Internal Auditors which carries out audit work throughout the year. The main objective of such audit is to test the adequacy and effectiveness of internal control systems laid down by the Management and to suggest improvement in the systems.

Besides, an Audit Committee consisting of three non-executive directors has been constituted. All the significant audit observation and follow up action thereon are taken care of by the Audit Committee. The Audit Committee met four times during the financial year under review.

Financial/Operation Performance

The Company has performed well during the year under review. The Company achieved an income of Rs.2029.72 Lacs with a net profit before tax of Rs.1844.26 Lacs. The detailed performance has already been discussed in the Directors' Report under the column Financial Review.

Human Resources/Industrial Relations

The Company is of firm belief that the Human Resources are the driving force that propels a Company towards progress and success. The Company has a team of able and experienced professionals to look after the affairs of the Company. The total permanent employee's strength of the Company was 19 as on 31st March 2012.

Cautionary Statement

Though the statement and views expressed in the above said report are on the basis of best judgment but the actual future results might differ from whatever is stated in the report.

FOR AND ON BEHALF OF THE BOARD

**PLACE: LUDHIANA
DATED: 28.07.2012**

**JAWAHAR LAL OSWAL
(CHAIRMAN)**



AUDITORS' REPORT

The Members of

M/s Nahar Capital & Financial Services Limited,
LUDHIANA.

We have audited the attached Balance Sheet of M/s Nahar Capital & Financial Services Limited, Ludhiana (the Company) as at 31st March, 2012, Statement of Profit & Loss 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.

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.

As required by the Companies (Auditors' Report) Order, 2003 {as amended by the Companies (Auditor's Report) (Amendment) Order, 2004} issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a Statement on the matters specified in Paragraph 4 of the said Order.

Further to our comments in the Annexure referred to in Paragraph above, we report that:-

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

- c) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- e) On the basis of written representations received from the Directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policy and other Notes on Accounts (Schedule 1 to 29) thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair 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, 2012;
- (ii) in the case of the Statement of Profit & Loss, profit for the year ended on that date; and
- (iii) in the case of Cash Flow Statement, the Cash Flows of the Company for the year ended on that date.

For Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE :LUDHIANA
DATED:30.05.2012

VINOD KUMAR KHANNA
(Partner)
M. N. 81585



ANNEXURE TO AUDITORS' REPORT

[Referred to in paragraph (3) thereof]

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.
- (c) During the year, the Company has not sold any fixed assets.
- ii) (a) As explained to us, Inventories (Investments held for sale) have been physically verified by the management at reasonable intervals.
- (b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) On the basis of our examination of inventory records, we are of the opinion that the Company is maintaining proper records of the inventory. As explained to us, no material discrepancies were noticed on physical verification of inventories as compared to book records.
- iii) According to the explanations and information given to us, the Company has neither granted nor taken any loans from the parties covered in the Register maintained under section 301 of the Companies Act, 1956. Hence, the clause 4(iii)(a) to (g) of the Companies (Audit Report) Order, 2003 are not applicable in the case of the company.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and nature of its business with regards to purchase of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal control.
- v) (a) In our opinion and according to the information and explanations given to us, we are of the opinion that the transaction made in pursuance of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements required to be entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs.5.00 lacs or more in respect of each party.
- vi) According to the information and explanations given to us, the Company has not accepted any public deposits during the year and therefore, the provisions of Clause 4(vi) of the Order are not applicable to the Company.
- vii) The Company is having internal audit system commensurate with its size and nature of its business.
- viii) The provisions of Clause 4(viii) of the Order are not applicable to the Company.
- ix) a) According to the records of the Company, undisputed statutory dues including provident fund, investor education and protection fund, income tax, wealth tax, service tax and other material statutory dues applicable to the Company, if any, have been regularly deposited with appropriate authorities. According to the



information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2012, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no disputed dues in respect of income tax, wealth tax, and cess that have not been deposited on account of matters pending before the appellate authorities.

- x) The Company has no accumulated losses as at 31st March, 2012 and has not incurred any cash losses in the financial year covered under audit.
- xi) In our opinion and according to the information and explanations given to us, the Company has neither taken any loans from the banks nor any debentures have been issued. Accordingly, the provisions of Clause 4(xi) of the Order are not applicable to the Company.
- xii) According to the information and explanations given to us, the Company has maintained adequate documents and records for loans and advances granted on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The Company is not a chit fund or a nidhi mutual benefit fund/society. Accordingly, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
- xiv) In respect of dealing or trading in shares, securities, debentures and other investments, the Company is maintaining proper records and timely entries have been made therein. All the Investments have been held by the Company in its name.
- xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
- xvi) The Company has not raised any term loan during the year. Accordingly, the provisions of Clause 4(xvi) of the Order are not applicable to the Company.
- xvii) The Company has not raised any loans on short-term basis during the year. Accordingly, the provisions of Clause 4(xvii) of the Order are not applicable to the Company.
- xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year. Accordingly, the provisions of Clause 4(xviii) of the Order are not applicable to the Company.
- xix) According to the information and explanations given to us, the Company has not issued debentures during the year. Accordingly, the provisions of Clause 4(xix) of the Order are not applicable to the Company.
- xx) According to the information and explanations given to us, the Company has not raised any money by way of public issue during the year. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
- xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE :LUDHIANA
DATED:30.05.2012

VINOD KUMAR KHANNA
(Partner)
M. N. 81585

**BALANCE SHEET AS AT 31ST MARCH, 2012**

Particulars	Note No.	As at 31st March 2012	As at 31st March 2011
		₹ in lacs	₹ in lacs
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	837.31	837.31
Reserves and surplus	3	44021.60	42741.83
		44858.91	43579.14
Current liabilities			
Short-term borrowings	4	907.20	0.00
Trade payables	5	3.31	7.55
Other current liabilities	6	105.16	58.11
Short-term provisions	7	549.39	536.94
		1565.06	602.60
Total Equity & Liabilities		46423.97	44181.74
ASSETS			
Non-current assets			
a. Fixed assets	8		
i) Tangible assets		0.59	0.41
ii) Capital work-in-progress		2098.11	1962.67
b. Non-Current Investments	9	38129.96	39032.87
		40228.66	40995.95
Current assets			
Inventories	10	3755.99	919.14
Cash and cash equivalents	11	520.16	872.84
Short-term loans and advances	12	1380.00	1015.00
Other current assets	13	539.16	378.81
		6195.31	3185.79
Total Assets		46423.97	44181.74
Significant Accounting Policies	1		
Other Notes on Financial Statements	20 to 29		

As per our Report of even date annexed
For GUPTA VIGG & COMPANY
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2012

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

S.K. SHARMA
Director

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2012**

Particulars	Note No.	For the Year Ended	For the Year Ended
		As at 31st March 2012	As at 31st March 2011
		₹ in lacs	₹ in lacs
Income			
Revenue from Operations	14	(58.69)	(9.63)
Other Income	15	2088.42	1982.34
Total Revenue		2029.73	1972.71
Expenses:			
Employee benefits expense	16	112.90	134.37
Finance costs	17	3.94	1.48
Depreciation and amortization expense	8	0.26	0.05
Other expenses	18	68.37	71.61
Total expenses		185.47	207.51
Profit before exceptional and extraordinary items and tax		1844.26	1765.20
Exceptional Items		0.00	0.00
Profit before extraordinary items and tax		1844.26	1765.20
Extraordinary Items		0.00	0.00
Profit before tax		1844.26	1765.20
Tax expense:			
Current tax		(254.00)	(245.00)
Profit (Loss) for the period from continuing operations		1590.26	1520.20
Profit/(loss) from Discontinuing operations (after tax)		0.00	0.00
Profit (Loss) for the period		1590.26	1520.20
Earnings per equity share:	19		
Basic and Diluted		9.50	9.08
Significant Accounting Policies	1		
Other Notes on Financial Statements	20 to 29		

As per our Report of even date annexed
For **GUPTA VIGG & COMPANY**
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2012

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

S.K. SHARMA
Director

**Note 1. Significant Accounting Policies****i) Accounting Convention**

The financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards and relevant presentation requirements of the companies Act, 1956.

ii) Investments

- a) Investments are classified into Current Investments and long-term investments.
- b) Current Investments are valued category wise at book value or fair value, whichever is lower.
- c) Long Term Investments are stated at cost. Diminution in value of investments if any is not considered because of temporary nature.

iii) Stock-in-trade

Stock in Trade is valued category wise at cost or fair value, whichever is lower.

iv) Revenue Recognition**Income from Investments**

Dividend Income is recognized when the company's right to receive payment is established. Profit/Loss on Sale of investments is considered at the time of sale/redemption.

Interest Income

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

v) Fixed Assets And Depreciation

- (a) Tangible assets are stated at cost less accumulated depreciation. Cost of acquisition is inclusive of freight, duties, taxes and other incidental expenses. Depreciation is charged on straight line basis as per the rates specified in Schedule- XIV of the Companies Act, 1956.
- (b) Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as cost of relevant fixed asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

vi) Accounting for Taxes on Income

Provision for Taxation for the year comprises of current taxes and deferred tax. Current Taxes consists of Income Tax payable on the current year income. Deferred Tax is calculated for timing differences.

vii) Impairment of Assets

At each Balance Sheet date, an assessment is made whether any indication exists that an asset has impaired. If any such indication exists, an impairment loss i.e. the amount by which that carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

viii) Provisions and Contingent Liabilities

- a) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation, if:
 - The company has a present obligation as a result of a past event,
 - A probable outflow of resources embodying economic benefits is expected to settle the obligation and
 - The amount of the obligation can be reliably estimated
- b) Contingent liability is disclosed in the case of:
 - A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
 - A possible obligation, unless the probability of outflow in settlement is remote.
- c) Re-imbursment expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the re-imbursment will be received.

**ix) Retirement Benefits****Gratuity**

The Company has taken a Group Gratuity Policy from LIC of India to discharge its liability of Gratuity. The calculation of premium under the policy is made on the basis of actuarial valuation done by LIC.

- x) Material events occurring after the balance sheet date are taken into cognizance.
- xi) The accounts of the Company have been prepared on going concern basis.
- xii) Prior period extraordinary changes in accounting policies, having material effect on the financial affairs of the company (if any) are disclosed.

Note 2.1 Share Capital

Particulars	As at 31 March 2012		As at 31 March 2011	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of Rs. 5/- each	30000000	1500.00	30000000	1500.00
Issued, Subscribed & Paid up				
Equity Shares of Rs 5/- each	16746167	837.31	16746167	837.31
Total	16746167	837.31	16746167	837.31

Terms/rights attached to equity shares

The company has only one class of shares having par value at Rs. 5/-per share. Each holder of equity shares is entitled to one vote per share.

Note 2.2 Reconciliation of shares outstanding at the beginning and at the end of the reporting period.

Particulars	Equity Shares	
	31.03.2012	31.03.2011
Shares outstanding at the beginning of the year	16746167.00	16746167.00
Shares Issued during the year	0.00	0.00
Shares bought back during the year	0.00	0.00
Shares outstanding at the end of the year	16746167.00	16746167.00

Note 2.3 Name of Shareholders holding more than 5% shares of the company.

Name of Shareholder	As at 31 March 2012		As at 31 March 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Nahr Polyfilms Ltd	6611332	39.48	6611332	39.48
Nahar Industrial Enterprises Ltd	1363221	8.14	1363221	8.14
Oswal Woollen Mills Ltd	1263693	7.55	1263693	7.55

**Note 3. Reserves & Surplus**

Particulars	As at 31 March 2012	As at 31 March 2011
SECURITIES PREMIUM ACCOUNT		
Opening Balance	12591.71	12591.71
Add : Securities premium credited on Share issue	0.00	0.00
Less : Premium Utilised	0.00	0.00
Closing Balance	12591.71	12591.71
GENERAL RESERVE		
Opening Balance	27771.27	26871.27
Add : Current Year Transfer	1000.00	900.00
Less : Written Back in Current Year	0.00	0.00
Closing Balance	28771.27	27771.27
STATUTORY RESERVE FUND		
Opening Balance	2086.00	1785.00
Add : Current Year Transfer	318.10	301.00
Less : Written Back in Current Year	0.00	0.00
Closing Balance	2404.10	2086.00
SURPLUS		
Opening Balance	292.85	282.91
Add: Profit for the year	1590.26	1520.20
Less: Provision for Proposed Dividend	(251.19)	(251.19)
Less: Provision for Tax on Proposed Dividend	(40.75)	(40.75)
Income Tax Adjustments for prior periods	(18.55)	(17.32)
Less: Transfer to Special Statutory Reserve Fund	(318.10)	(301.00)
Less: Transfer to General Reserve	(1000.00)	(900.00)
Closing Balance	254.52	292.85
Total	44021.60	42741.83

Note 4. Short Term Borrowings

Working Capital Loans from banks:		
ICICI BANK LTD (Over draft A/c against Investments.)	907.20	-
Total	907.20	-

The Over Draft account is secured by way of Lien of Fixed Maturity Plans & Open Ended Plans of Mutual Funds, amounting to Rs. 1398.84 Lacs.

Note 5. Trade Payables

Sundry Creditors	3.31	7.55
Total	3.31	7.55

There are no Micro & Small enterprises covered under Micro, Small and Medium Scale Development Act 2006, to whom the company owes dues, which are outstanding for more than 45 days, hence no disclosure has been given. This information has been determined to the extent such parties, which have been identified by the company.


Note 6. Other Current Liabilities

TDS Payables	10.18	1.11
Statutory Liabilities	0.01	0.003
Other Liabilities	6.81	5.54
Interest Received in Advance	33.90	34.64
Due to Directors	33.50	0.00
Sundry Payable	0.00	0.15
Unpaid dividends	20.76	16.66
Total	105.16	58.11

Note 7. Short-term Provisions

Provision for Income Tax	254.00	245.00
Provisions for Standard Assets	3.45	0.00
Proposed Dividend	251.19	251.19
Dividend Distribution Tax	40.75	40.75
Total	549.39	536.94

Note 8. Fixed Assets

Particulars	Gross Block				Depreciation				Net Block	
	As on 01.04.11	Additions 2011-12	Sales/ Adj	As on 31.03.12	As on 01.04.11	Additions 2011-12	Sales/ Adj	As on 31.03.12	As on 31.03.12	As on 31.03.11
a) Tangible Assets										
- Other equipments	0.55	0.44	0.00	1.00	0.14	0.26	0.00	0.41	0.59	0.41
Sub Total (B)	0.55	0.44	0.00	1.00	0.14	0.26	0.00	0.41	0.59	0.41
Total (Tangible Assets)	0.55	0.44	0.00	1.00	0.14	0.26	0.00	0.41	0.59	0.41
Previous Year	0.26	0.29	0.00	0.55	0.10	0.05	0.00	0.14	0.41	0.16
b) Capital WIP										
- Building Under Construction									2098.11	1962.67
Total (CWIP)									2098.11	1962.67
Total (a+b)									2098.70	1963.08

There are no intangible assets under development as on 31.03.2012 as well as on 31.03.2011.

Note 9. Non Current Investments

Particulars	As at 31 March 2012	As at 31 March 2011
Trade Investments (Refer A below)		
(a) Investment in Equity instruments	211.57	186.32
Total (A)	211.57	186.32
Other Investments (Refer B below)		
(a) Investment in Equity instruments	21956.34	22172.62
(b) Investments in preference shares	18.61	35.56
(c) Investments in debentures or bonds	941.65	1276.11
(d) Investments in Mutual Funds	15001.79	15362.25
Total (B)	37918.40	38846.55
Grand Total (A+B)	38129.96	39032.87
Less : Provision for diminution in the value of Investments	0.00	0.00
Total	38129.96	39032.87


A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary/ Associate/ JV/ Controlled Entity/ Others	No. of Shares / Units		Quoted/ Unquoted	Partly Paid/ Fully Paid	Amount (₹)		Whether stated at cost Yes/No	If Answer to Column (10) is 'No' - Basis of Valuation
			2012	2011			2012	2011		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
(a)	Investment in Properties	-	-	-	-	-	-	-	-	-
(b)	Investment in Equity Instruments									
1	Industrial Finance Corporation of India	Others	115000	115000	Quoted	Fully paid	40.18	40.18	Yes	N.A.
2	L & T Finance Holdings Limited	Others	50000	0	Quoted	Fully paid	25.25	0.00	Yes	N.A.
3	PNB Gilts Ltd.	Others	169300	169300	Quoted	Fully paid	50.79	50.79	Yes	N.A.
4	Reliance Capital Ltd.	Others	4000	4000	Quoted	Fully paid	85.88	85.88	Yes	N.A.
5	Palam Motels Ltd.	Associate	645	645	Unquoted	Fully paid	9.48	9.48	Yes	N.A.
	TOTAL						211.57	186.32		
(c)	Investments in Preference Shares	-	-	-	-	-	-	-	-	-
(d)	Investments in Government or Trust securities	-	-	-	-	-	-	-	-	-
(e)	Investments in Debentures or Bonds	-	-	-	-	-	-	-	-	-
(f)	Investments in Mutual Funds	-	-	-	-	-	-	-	-	-
(g)	Investments in partnership firms*	-	-	-	-	-	-	-	-	-
(h)	Other non-current investments (specify nature)	-	-	-	-	-	-	-	-	-
	TOTAL TRADE INVESTMENTS 'A'						211.57	186.32		

B. Details of Other Investments

Sr. No.	Name of the Body Corporate	Subsidiary/ Associate/ JV/ Controlled Entity/ Others	No. of Shares / Units		Quoted/ Unquoted	Partly Paid/ Fully Paid	Amount (₹)		Whether stated at cost Yes/No	If Answer to Column (10) is 'No' - Basis of Valuation
			2012	2011			2012	2011		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
(a)	Investment in Properties	-	-	-	-	-	-	-	-	-
(b)	Investment in Equity Instruments									
1	Allahabad Bank	Others	227001	227001	Quoted	Fully paid	22.70	22.70	Yes	N.A.
2	Alstom Projects India Ltd.	Others	2200	0	Quoted	Fully paid	8.19	0.00	Yes	N.A.
3	B.F. Utilities Ltd.	Others	0	2000	Quoted	Fully paid	0.00	14.31	Yes	N.A.
4	Bank of Maharashtra	Others	25000	12000	Quoted	Fully paid	9.74	2.76	Yes	N.A.
5	Bharat Electronics Ltd.	Others	4500	4500	Quoted	Fully paid	71.67	71.67	Yes	N.A.
6	Bharat Heavy Electricals Ltd.	Others	3500	0	Quoted	Fully paid	9.76	0.00	Yes	N.A.
7	Canara Bank	Others	19000	19000	Quoted	Fully paid	51.07	51.07	Yes	N.A.
8	Coal India Ltd.	Others	39977	39977	Quoted	Fully paid	118.54	118.54	Yes	N.A.
9	Container Corporation of India Ltd.	Others	10000	10000	Quoted	Fully paid	0.00	0.00	Yes	N.A.



10	Crompton Greaves Ltd.	Others	1562	0	Quoted	Fully paid	2.07	0.00	Yes	N.A.
11	Cummins India Ltd.	Others	2550	0	Quoted	Fully paid	8.98	0.00	Yes	N.A.
12	Gas Authority of India Ltd.	Others	25500	25500	Quoted	Fully paid	36.93	36.93	Yes	N.A.
13	HDFC Bank Ltd.	Others	19825	3965	Quoted	Fully paid	22.17	22.17	Yes	N.A.
14	ICICI Bank Ltd.	Others	0	3000	Quoted	Fully paid	0.00	25.19	Yes	N.A.
15	Idea Cellular Ltd.	Others	10000	24172	Quoted	Fully paid	14.33	26.33	Yes	N.A.
16	J.K. Tyre and Industries Ltd.	Others	0	5000	Quoted	Fully paid	0.00	7.51	Yes	N.A.
17	Jaiprakash Associates Ltd.	Others	46890	46890	Quoted	Fully paid	100.76	100.76	Yes	N.A.
18	Jaiprakash Power Ventures Ltd.	Others	80000	80000	Quoted	Fully paid	58.14	58.14	Yes	N.A.
19	Jindal Polyfilms Ltd.	Others	1000	1000	Quoted	Fully paid	1.80	1.80	Yes	N.A.
20	Karuturi Global Ltd.	Others	150000	150000	Quoted	Fully paid	38.85	38.85	Yes	N.A.
21	Kingfisher Airlines Ltd.	Others	19559	9559	Quoted	Fully paid	13.73	11.04	Yes	N.A.
22	Larsen & Toubro Ltd.	Others	4700	3000	Quoted	Fully paid	72.46	53.37	Yes	N.A.
23	LML Ltd.	Others	36621	36621	Quoted	Fully paid	9.83	9.83	Yes	N.A.
24	Malwa Cotton Spinning Mills Ltd.	Others	50	50	Quoted	Fully paid	0.02	0.02	Yes	N.A.
25	Moil Ltd.	Others	15000	15000	Quoted	Fully paid	65.80	65.80	Yes	N.A.
26	Nahar Industrial Enterprises Ltd.	Associate	9336745	9336745	Quoted	Fully paid	9973.89	9973.89	Yes	N.A.
27	Nahar Poly Films Ltd.	Associate	12087671	12087671	Quoted	Fully paid	2886.85	2886.85	Yes	N.A.
28	Nahar Spinning Mills Ltd.	Associate	10257384	10257384	Quoted	Fully paid	6087.15	6087.15	Yes	N.A.
29	National Thermal Power Corporation Ltd.	Others	35000	35000	Quoted	Fully paid	53.79	53.79	Yes	N.A.
30	NHPC Ltd.	Others	190366	145366	Quoted	Fully paid	64.92	54.08	Yes	N.A.
31	Oriental Bank of Commerce	Others	0	10000	Quoted	Fully paid	0.00	25.49	Yes	N.A.
32	Petronet LNG Ltd.	Others	205000	205000	Quoted	Fully paid	30.75	30.75	Yes	N.A.
33	Power Grid Corporation of India Ltd.	Others	49092	44778	Quoted	Fully paid	58.74	54.28	Yes	N.A.
34	Punjab & Sind Bank Ltd.	Others	25000	25000	Quoted	Fully paid	28.38	28.38	Yes	N.A.
35	Reliance Industries Ltd.	Others	20616	20616	Quoted	Fully paid	233.37	233.37	Yes	N.A.
36	Reliance Infrastructure Ltd.	Others	9000	11000	Quoted	Fully paid	178.34	212.50	Yes	N.A.
37	Reliance Power Ltd.	Others	5000	5000	Quoted	Fully paid	31.25	31.25	Yes	N.A.
38	Sancia Global Infraprojects Ltd.	Others	5000	5000	Quoted	Fully paid	17.49	17.49	Yes	N.A.
39	Savita Oil Technologies Ltd.	Others	816	0	Quoted	Fully paid	3.54	0.00	Yes	N.A.
40	Shiva Cement Ltd.	Others	110000	110000	Quoted	Fully paid	19.23	19.23	Yes	N.A.
41	Sterlite Industries Ltd.	Others	43772	43772	Quoted	Fully paid	97.47	97.47	Yes	N.A.
42	Tata Consultancy Services Ltd.	Others	7372	7372	Quoted	Fully paid	15.67	15.67	Yes	N.A.
43	Tata Motors Ltd.	Others	60000	18000	Quoted	Fully paid	94.60	146.48	Yes	N.A.
44	Tata Teleservice Ltd.	Others	104500	104500	Quoted	Fully paid	33.04	33.04	Yes	N.A.
45	Thermax Ltd.	Others	1900	0	Quoted	Fully paid	8.82	0.00	Yes	N.A.
46	Trident Ltd.	Others	20000	20000	Quoted	Fully paid	5.95	5.95	Yes	N.A.
47	Uco Bank	Others	68000	68000	Quoted	Fully paid	9.84	9.84	Yes	N.A.
48	Vardhman Acrylics Ltd.	Others	590322	590322	Quoted	Fully paid	53.51	53.51	Yes	N.A.
49	Vardhman Textiles Ltd.	Others	35839	35839	Quoted	Fully paid	98.33	106.52	Yes	N.A.
50	Delhi Stock Exchange Ltd.	Others	748250	748250	Unquoted	Fully paid	523.78	523.78	Yes	N.A.
51	Essar Steel Ltd.	Others	5000	5000	Unquoted	Fully paid	3.34	3.34	Yes	N.A.
52	Monte Carlo Fashions Ltd.	Associate	1575000	0	Unquoted	Fully paid	26.25	0.00	Yes	N.A.
53	Nimbua Greenfield (Punjab) Ltd.	Others	140625	187500	Unquoted	Fully paid	14.06	18.75	Yes	N.A.
54	Oswal Woollen Mills Ltd.	Associate	1462500	2250000	Unquoted	Fully paid	48.75	75.00	Yes	N.A.
55	Vardhman Special Steels Ltd.	Others	7167	0	Unquoted	Fully paid	8.19	0.00	Yes	N.A.
Investments through HDFC Portfolio Management Services (Equity PMS)										
56	Aurobindo Pharma Ltd.	Others	11701	0	Quoted	Fully paid	14.00	0.00	Yes	N.A.
57	Bajaj Holdings and Investment Ltd.	Others	1510	0	Quoted	Fully paid	9.90	0.00	Yes	N.A.
58	Bharti Airtel Ltd.	Others	4102	9835	Quoted	Fully paid	11.30	31.99	Yes	N.A.
59	Britannia Industries Ltd.	Others	0	3720	Quoted	Fully paid	0.00	12.21	Yes	N.A.



60	Crompton Greaves Limited.	Others	6651	5089	Quoted	Fully paid	4.98	1.17	Yes	N.A.
61	Electrosteel Castings Ltd.	Others	35294	35294	Quoted	Fully paid	16.65	16.65	Yes	N.A.
62	Emami Ltd.	Others	3384	0	Quoted	Fully paid	13.55	0.00	Yes	N.A.
63	Gammon India Ltd.	Others	8095	8095	Quoted	Fully paid	18.13	18.13	Yes	N.A.
64	Geodesic Ltd.	Others	25331	19467	Quoted	Fully paid	25.00	21.77	Yes	N.A.
65	Hindustan Construction Co. Ltd.	Others	30020	30020	Quoted	Fully paid	18.06	18.06	Yes	N.A.
66	Hindustan Petroleum Corporation Ltd.	Others	2651	0	Quoted	Fully paid	6.89	0.00	Yes	N.A.
67	ICICI Bank Ltd.	Others	1607	1607	Quoted	Fully paid	11.27	11.27	Yes	N.A.
68	IDBI Bank Ltd.	Others	0	11351	Quoted	Fully paid	0.00	15.39	Yes	N.A.
69	India Infoline Ltd.	Others	20695	20695	Quoted	Fully paid	24.67	24.67	Yes	N.A.
70	Indiabulls Infrastructure and Power Ltd.	Others	40252	0	Quoted	Fully paid	1.99	0.00	Yes	N.A.
71	Indiabulls Real Estate Ltd.	Others	13645	13645	Quoted	Fully paid	17.97	21.68	Yes	N.A.
72	Indiabulls Wholesale Services Ltd.	Others	0.625	0	Quoted	Fully paid	0.00	0.00	Yes	N.A.
73	Indian Oil Corporation Ltd.	Others	5394	0	Quoted	Fully paid	14.66	0.00	Yes	N.A.
74	Infosys Ltd.	Others	891	0	Quoted	Fully paid	24.25	0.00	Yes	N.A.
75	ISMT Ltd.	Others	21876	0	Quoted	Fully paid	7.01	0.00	Yes	N.A.
76	ITC Ltd.	Others	7450	0	Quoted	Fully paid	15.21	0.00	Yes	N.A.
77	Jaiprakash Associates Ltd.	Others	0	15249	Quoted	Fully paid	0.00	22.76	Yes	N.A.
78	Mahindra Forgings Ltd.	Others	15475	15475	Quoted	Fully paid	18.10	18.10	Yes	N.A.
79	NHPC Ltd.	Others	0	61405	Quoted	Fully paid	0.00	18.84	Yes	N.A.
80	Oil and Natural Gas Corporation Ltd.	Others	4422	6492	Quoted	Fully paid	11.57	17.42	Yes	N.A.
81	Oil India Ltd.	Others	0	1273	Quoted	Fully paid	0.00	17.52	Yes	N.A.
82	Pantaloon Retail India Ltd. Class B	Others	6660	0	Quoted	Fully paid	7.40	0.00	Yes	N.A.
83	Punjab National Bank	Others	1112	1112	Quoted	Fully paid	11.46	11.46	Yes	N.A.
84	Reliance Capital Ltd.	Others	0	956	Quoted	Fully paid	0.00	8.90	Yes	N.A.
85	Reliance Communication Ltd.	Others	5671	11367	Quoted	Fully paid	8.54	21.21	Yes	N.A.
86	Reliance Infrastructure Ltd.	Others	1728	1728	Quoted	Fully paid	18.62	18.62	Yes	N.A.
87	Savita Oil Technologies Ltd.	Others	3933	3933	Quoted	Fully paid	10.25	10.25	Yes	N.A.
88	State Bank of India	Others	1083	0	Quoted	Fully paid	26.19	0.00	Yes	N.A.
89	Sterlite Industries Ltd.	Others	12789	0	Quoted	Fully paid	15.00	0.00	Yes	N.A.
90	Suzlon Energy Ltd.	Others	26976	26976	Quoted	Fully paid	18.05	18.05	Yes	N.A.
91	Tata Consultancy Services Ltd.	Others	1305	0	Quoted	Fully paid	14.72	0.00	Yes	N.A.
92	Tata Global Beverages Ltd.	Others	0	16072	Quoted	Fully paid	0.00	18.94	Yes	N.A.
93	Tata Motors DVR A Ord	Others	19642	2923	Quoted	Fully paid	21.35	13.45	Yes	N.A.
94	Videocon Industries Ltd.	Others	0	8994	Quoted	Fully paid	0.00	21.56	Yes	N.A.
95	Yes Bank Ltd.	Others	0	5944	Quoted	Fully paid	0.00	17.40	Yes	N.A.
Investments through ICICI Prudential Portfolio Management Services (DTS Equity PMS)										
96	Asian Paints India Ltd.	Others	0	114	Quoted	Fully paid	0.00	2.99	Yes	N.A.
97	Axis Bank Ltd.	Others	0	49	Quoted	Fully paid	0.00	0.64	Yes	N.A.
98	Bajaj Auto Ltd.	Others	0	328	Quoted	Fully paid	0.00	4.44	Yes	N.A.
99	Balkrishna Industries Ltd.	Others	0	585	Quoted	Fully paid	0.00	0.69	Yes	N.A.
100	Bharat Heavy Electricals Ltd.	Others	0	37	Quoted	Fully paid	0.00	0.72	Yes	N.A.
101	Bharti Airtel Ltd.	Others	0	1304	Quoted	Fully paid	0.00	4.24	Yes	N.A.
102	Bilcare Ltd.	Others	0	231	Quoted	Fully paid	0.00	1.71	Yes	N.A.
103	Cadila Healthcare Ltd.	Others	0	214	Quoted	Fully paid	0.00	1.43	Yes	N.A.
104	Century Textiles Ltd.	Others	0	319	Quoted	Fully paid	0.00	1.52	Yes	N.A.
105	Crompton Greaves Ltd.	Others	0	709	Quoted	Fully paid	0.00	2.04	Yes	N.A.
106	Cummins India Ltd.	Others	0	220	Quoted	Fully paid	0.00	1.47	Yes	N.A.
107	Dabur India Ltd.	Others	0	1548	Quoted	Fully paid	0.00	1.42	Yes	N.A.
108	Dhanlakhmi Bank Ltd.	Others	0	1231	Quoted	Fully paid	0.00	1.98	Yes	N.A.
109	Dr. Reddy's Laboratories Ltd.	Others	0	182	Quoted	Fully paid	0.00	3.02	Yes	N.A.



110	DR. Reddy Laboratories Ltd. NCD	Others	0	1092	Quoted	Fully paid	0.00	0.00	Yes	N.A.
111	Eclerx Services Ltd.	Others	0	234	Quoted	Fully paid	0.00	0.44	Yes	N.A.
112	HCL Technologies Ltd.	Others	0	441	Quoted	Fully paid	0.00	2.20	Yes	N.A.
113	HDFC Bank Ltd.	Others	0	359	Quoted	Fully paid	0.00	7.73	Yes	N.A.
114	Hindustan Unilever Ltd.	Others	0	266	Quoted	Fully paid	0.00	0.72	Yes	N.A.
115	ICICI Bank Ltd.	Others	0	659	Quoted	Fully paid	0.00	6.15	Yes	N.A.
116	Idea Cellular Ltd.	Others	0	4230	Quoted	Fully paid	0.00	2.93	Yes	N.A.
117	Indian Hotels Company Ltd.	Others	0	1511	Quoted	Fully paid	0.00	1.55	Yes	N.A.
118	Indian Oil Corporation Ltd.	Others	0	388	Quoted	Fully paid	0.00	1.59	Yes	N.A.
119	IndusInd Bank Ltd.	Others	0	627	Quoted	Fully paid	0.00	1.45	Yes	N.A.
120	Info Edge (India) Ltd.	Others	0	145	Quoted	Fully paid	0.00	0.76	Yes	N.A.
121	Infosys Technologies Ltd.	Others	0	223	Quoted	Fully paid	0.00	6.78	Yes	N.A.
122	Infrastructure Development Finance Company Ltd.	Others	0	1216	Quoted	Fully paid	0.00	2.23	Yes	N.A.
123	ITC Ltd.	Others	0	1714	Quoted	Fully paid	0.00	2.95	Yes	N.A.
124	Jagran Prakashan Ltd.	Others	0	1849	Quoted	Fully paid	0.00	2.30	Yes	N.A.
125	Larsen and Toubro Ltd.	Others	0	112	Quoted	Fully paid	0.00	1.84	Yes	N.A.
126	Lupin Ltd.	Others	0	411	Quoted	Fully paid	0.00	1.12	Yes	N.A.
127	Mahindra and Mahindra Ltd.	Others	0	563	Quoted	Fully paid	0.00	3.68	Yes	N.A.
128	Oil and Natural Gas Corporation Ltd.	Others	0	1585	Quoted	Fully paid	0.00	4.32	Yes	N.A.
129	Prism Cements Ltd.	Others	0	2849	Quoted	Fully paid	0.00	1.51	Yes	N.A.
130	Punjab National Bank Ltd.	Others	0	413	Quoted	Fully paid	0.00	4.54	Yes	N.A.
131	Redington (India) Ltd.	Others	0	2935	Quoted	Fully paid	0.00	2.43	Yes	N.A.
132	Reliance Industries Ltd.	Others	0	722	Quoted	Fully paid	0.00	6.07	Yes	N.A.
133	Sterilite Industries Ltd.	Others	0	2828	Quoted	Fully paid	0.00	4.15	Yes	N.A.
134	Sun Pharmaceutical Industries Ltd.	Others	0	330	Quoted	Fully paid	0.00	1.44	Yes	N.A.
135	Tata Consultancy Services Ltd.	Others	0	200	Quoted	Fully paid	0.00	1.50	Yes	N.A.
136	Tata Motors Ltd. -DVR	Others	0	202	Quoted	Fully paid	0.00	1.12	Yes	N.A.
137	Tata Power Company Ltd.	Others	0	226	Quoted	Fully paid	0.00	3.05	Yes	N.A.
138	Tata Steel Ltd.	Others	0	326	Quoted	Fully paid	0.00	2.14	Yes	N.A.
139	Torrent Pharmaceuticals Ltd.	Others	0	256	Quoted	Fully paid	0.00	1.42	Yes	N.A.
140	Trent Ltd.	Others	0	160	Quoted	Fully paid	0.00	1.43	Yes	N.A.
141	United Phosphorus Ltd.	Others	0	1136	Quoted	Fully paid	0.00	2.07	Yes	N.A.
142	VST Tillers Tractors Ltd.	Others	0	141	Quoted	Fully paid	0.00	0.72	Yes	N.A.
143	Wipro Ltd.	Others	0	485	Quoted	Fully paid	0.00	2.15	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)										
144	Ananta Landmarks Pvt. Ltd.	Others	0	10484	Unquoted	Fully paid	0.00	1.05	Yes	N.A.
145	Ansal Hi-Tech Townships	Others	21100	21100	Unquoted	Fully paid	18.62	18.62	Yes	N.A.
146	BCC Infrastructure Pvt. Ltd.	Others	305	305	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
147	Godrej Estate Developers Pvt. Ltd.	Others	85	85	Unquoted	Fully paid	15.61	15.61	Yes	N.A.
148	Godrej Sea View Properties Pvt. Ltd.	Others	725	725	Unquoted	Fully paid	16.28	16.28	Yes	N.A.
149	Kunal Spaces Private Ltd.	Others	274	274	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
150	Marvel Omega Builders Class B	Others	281	0	Unquoted	Fully paid	0.03	0.00	Yes	N.A.
151	Nitesh Housing Developers Pvt. Ltd.	Others	1454	1454	Unquoted	Fully paid	5.18	5.18	Yes	N.A.
152	Runwal Homes Pvt. Ltd.	Others	1164	1164	Unquoted	Fully paid	16.86	16.86	Yes	N.A.
153	Total Environment Projects I Pvt. Ltd.	Others	780	780	Unquoted	Fully paid	0.08	0.08	Yes	N.A.
154	VBHC Chennai Value Homes Pvt. Ltd.	Others	139	139	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
155	VBHC Delhi Projects Pvt. Ltd. Class A	Others	1415	0	Unquoted	Fully paid	0.01	0.00	Yes	N.A.



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Annual Report
2011-2012

156	VBHC Delhi Value Homes Pvt. Ltd.	Others	136	136	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
157	VBHC Mumbai Value Homes Pvt. Ltd.	Others	1415	0	Unquoted	Fully paid	0.01	0.00	Yes	N.A.
158	VBHDC Bangalore Value Homes Pvt. Ltd.	Others	311	311	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
Total							21956.34	22172.62		
c) Investments in Preference Shares										
159	JSW Ispat Steel Ltd.	Others	20000	20000	Quoted	Fully paid	6.33	6.33	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)										
160	Ananta Landmarks Pvt. Ltd.	Others	0	2503	Unquoted	Fully paid	0.00	25.03	Yes	N.A.
161	Arimas Developers Private Limited	Others	3063	0	Unquoted	Fully paid	0.03	0.00	Yes	N.A.
162	BCC Infrastructure Pvt. Ltd.	Others	876	876	Unquoted	Fully paid	0.09	0.09	Yes	N.A.
163	Ekta World Private Ltd.	Others	2557	2557	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
164	Neo Pharma Pvt. Ltd.	Others	0	409	Unquoted	Fully paid	0.00	4.09	Yes	N.A.
165	Runwal Township Pvt. Ltd. Class A	Others	289	0	Unquoted	Fully paid	0.00	0.00	Yes	N.A.
166	Runwal Township Pvt. Ltd. Class B	Others	427	0	Unquoted	Fully paid	0.00	0.00	Yes	N.A.
167	Runwal Township Pvt. Ltd. Class C	Others	289	0	Unquoted	Fully paid	12.13	0.00	Yes	N.A.
TOTAL							18.61	35.56		
(d) Investments in Government or Trust securities										
		-	-	-	-	-	-	-	-	-
(e) Investments in Debentures or Bonds										
168	Birla Asset Linked Portfolio-Accelerator Series - 8 (NCD)	Others	100	100	Quoted	Fully paid	100.00	100.00	Yes	N.A.
169	HDFC Ltd. (Bonds)	Others	0	50	Quoted	Fully paid	0.00	512.29	Yes	N.A.
170	India Infrastructure Finance Company Ltd. (Bonds)	Others	200	200	Quoted	Fully paid	200.50	200.50	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I) Debentures										
171	Almond Infrabuild Pvt. Ltd.	Others	36173	0	Unquoted	Fully paid	36.17	0.00	Yes	N.A.
172	Anand Divine Developers Pvt. Ltd.-I	Others	11532	0	Unquoted	Fully paid	11.53	0.00	Yes	N.A.
173	Anand Divine Developers Pvt. Ltd.-II	Others	23043	0	Unquoted	Fully paid	23.04	0.00	Yes	N.A.
174	Arimas Developers Pvt. Ltd. Class A	Others	13721	13721	Unquoted	Fully paid	13.72	13.72	Yes	N.A.
175	Arimas Developers Pvt. Ltd. Class A August 2011	Others	2880	0	Unquoted	Fully paid	2.88	0.00	Yes	N.A.
176	Arimas Developers Pvt. Ltd. Class B August 2011	Others	19118	0	Unquoted	Fully paid	19.12	0.00	Yes	N.A.
177	Aristo Realtors Pvt. Ltd.	Others	2441	2441	Unquoted	Fully paid	24.41	24.41	Yes	N.A.
178	Aristo Realtors Pvt. Ltd.-II	Others	446	446	Unquoted	Fully paid	4.46	4.46	Yes	N.A.
179	Aristo Realtors Pvt. Ltd.-III	Others	635	635	Unquoted	Fully paid	6.35	6.35	Yes	N.A.
180	Aristo Realtors Pvt. Ltd.-IV	Others	1454	1454	Unquoted	Fully paid	14.54	14.54	Yes	N.A.
181	Atithi Building Commodities Pvt. Ltd.	Others	3333	3333	Unquoted	Fully paid	33.33	33.33	Yes	N.A.
182	Atithi Building Commodities Pvt. Ltd.-II	Others	482	482	Unquoted	Fully paid	4.82	4.82	Yes	N.A.
183	ATS Apartments Pvt. Ltd.-I	Others	0	7010	Unquoted	Fully paid	0.00	7.01	Yes	N.A.
184	ATS Apartments Pvt. Ltd.-II	Others	0	7460	Unquoted	Fully paid	0.00	7.46	Yes	N.A.
185	BCC Infrastructure Pvt. Ltd.	Others	8570	8570	Unquoted	Fully paid	8.57	8.57	Yes	N.A.
186	BCC Infrastructure Pvt. Ltd. Class A	Others	8685	8685	Unquoted	Fully paid	8.69	8.69	Yes	N.A.



187	BCC Infrastructure Pvt. Ltd. Class A Deb. - III	Others	11547	11547	Unquoted	Fully paid	11.55	11.55	Yes	N.A.
188	BCC Infrastructure Pvt. Ltd. Class A Deb. - IV)	Others	11547	11547	Unquoted	Fully paid	11.55	11.55	Yes	N.A.
189	Bhaveshwar Properties Pvt.Ltd. -II	Others	13811	13811	Unquoted	Fully paid	13.81	13.81	Yes	N.A.
190	Bhaveshwar Properties Pvt. Ltd.	Others	13821	13821	Unquoted	Fully paid	13.82	13.82	Yes	N.A.
191	Dharmesh Constructions Pvt. Ltd.	Others	14455	14455	Unquoted	Fully paid	14.46	14.46	Yes	N.A.
192	Dharmesh Constructions Pvt. Ltd. II	Others	14543	0	Unquoted	Fully paid	14.54	0.00	Yes	N.A.
193	Ekta Parkville Class A Series 2	Others	6214	0	Unquoted	Fully paid	6.21	0.00	Yes	N.A.
194	Ekta Parkville Homes Pvt. Ltd.	Others	20922	0	Unquoted	Fully paid	20.92	0.00	Yes	N.A.
195	Ekta Parkville Homes Pvt. Ltd. II	Others	5245	0	Unquoted	Fully paid	5.25	0.00	Yes	N.A.
196	Ekta Parkville Homes Pvt. Ltd. III	Others	4186	0	Unquoted	Fully paid	4.19	0.00	Yes	N.A.
197	Ekta World Pvt. Ltd. Class A Series 1	Others	6350	6350	Unquoted	Fully paid	6.35	6.35	Yes	N.A.
198	Ekta World Pvt. Ltd. Class A Series 2	Others	6121	6121	Unquoted	Fully paid	6.12	6.12	Yes	N.A.
199	Kunal Spaces Pvt.Ltd. Class A	Others	7924	7924	Unquoted	Fully paid	7.92	7.92	Yes	N.A.
200	Kunal Spaces Pvt.Ltd. Class A II	Others	7942	0	Unquoted	Fully paid	7.94	0.00	Yes	N.A.
201	Marvel Omega Builders	Others	14759	0	Unquoted	Fully paid	14.76	0.00	Yes	N.A.
202	Marvel Realtors and Developers Series 1	Others	9833	9833	Unquoted	Fully paid	9.83	9.83	Yes	N.A.
203	Marvel Realtors and Developers Series 2	Others	9953	9953	Unquoted	Fully paid	9.95	9.95	Yes	N.A.
204	Neelkanth Vinayak Realtors Pvt. Ltd.	Others	9696	0	Unquoted	Fully paid	9.70	0.00	Yes	N.A.
205	Nilkanth Tech Park Pvt. Ltd. 2011	Others	13989	0	Unquoted	Fully paid	13.99	0.00	Yes	N.A.
206	Nilkanth Tech Park Pvt. Ltd. 2011 - II	Others	13977	0	Unquoted	Fully paid	13.98	0.00	Yes	N.A.
207	Nilkanth Tech Park Pvt. Ltd. 2011 -III	Others	8419	0	Unquoted	Fully paid	8.42	0.00	Yes	N.A.
208	Nitesh Housing Developers Pvt.Ltd-I	Others	1996	1996	Unquoted	Fully paid	2.00	2.00	Yes	N.A.
209	Nitesh Housing Developers Pvt. Ltd.-IV	Others	3374	3374	Unquoted	Fully paid	3.37	3.37	Yes	N.A.
210	Nitesh Housing Developers Pvt. Ltd.-II	Others	7114	7114	Unquoted	Fully paid	7.11	7.11	Yes	N.A.
211	Nitesh Housing Developers Pvt. Ltd.-III	Others	5126	5126	Unquoted	Fully paid	5.13	5.13	Yes	N.A.
212	Nitesh Land Holding Pvt. Ltd.	Others	5689	5689	Unquoted	Fully paid	5.69	5.69	Yes	N.A.
213	Runwal Homes Class A	Others	0	38779	Unquoted	Fully paid	0.00	38.78	Yes	N.A.
214	Runwal Homes Class B	Others	0	17577	Unquoted	Fully paid	0.00	17.58	Yes	N.A.
215	Runwal Township Pvt. Ltd.	Others	31930	31930	Unquoted	Fully paid	31.93	31.93	Yes	N.A.
216	Runwal Township Pvt. Ltd. Class B	Others	16143	0	Unquoted	Fully paid	16.14	0.00	Yes	N.A.
217	Total Environment Building Pvt. Ltd.	Others	13708	13708	Unquoted	Fully paid	13.71	13.71	Yes	N.A.
218	Total Environment Building Pvt. Ltd.-II	Others	8219	8219	Unquoted	Fully paid	8.22	8.22	Yes	N.A.
219	Total Environment Building Pvt. Ltd.-III	Others	6858	6858	Unquoted	Fully paid	6.86	6.86	Yes	N.A.



220	Total Environment Building Pvt. Ltd.-IV	Others	7094	7094	Unquoted	Fully paid	7.09	7.09	Yes	N.A.
221	Total Environment Habitat Pvt. Ltd.	Others	34247	34247	Unquoted	Fully paid	34.25	34.25	Yes	N.A.
222	Total Environment Projects Pvt. Ltd.-II	Others	586	586	Unquoted	Fully paid	0.59	0.59	Yes	N.A.
223	Total Environment Projects-I	Others	9485	17703	Unquoted	Fully paid	9.49	17.70	Yes	N.A.
224	Total Environment Projects-III	Others	2195	2195	Unquoted	Fully paid	2.20	2.20	Yes	N.A.
225	VBHC Chennai Value Homes Pvt. Ltd. Class A	Others	8602	8602	Unquoted	Fully paid	8.60	8.60	Yes	N.A.
226	VBHC Delhi Projects Pvt. Ltd. 2011	Others	7865	0	Unquoted	Fully paid	7.87	0.00	Yes	N.A.
227	VBHC Delhi Value Homes Pvt. Ltd. -I	Others	6960	6960	Unquoted	Fully paid	6.96	6.96	Yes	N.A.
228	VBHC Mumbai Value Homes Pvt. Ltd.	Others	20228	0	Unquoted	Fully paid	20.23	0.00	Yes	N.A.
229	VBHDC Bangalore Value Homes Pvt. Ltd.-I	Others	6849	6849	Unquoted	Fully paid	6.85	6.85	Yes	N.A.
TOTAL							941.65	1276.11		

(f) Investments in Mutual Funds

230	Axis Income Saver Fund (Growth Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
231	AIG India Equity Fund Regular (Dividend Payout option)	Others	835717.524	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
232	AIG India Treasury Fund-Institutional Growth Option,	Others	0.000	88251.685	Quoted	Fully paid	0.00	10.98	Yes	N.A.
233	AIG Infrastructure and Economic Reform Fund -Regular (Dividend Option),	Others	1028581.999	1028581.999	Quoted	Fully paid	100.00	100.00	Yes	N.A.
234	AIG World Gold Fund (Growth Option)	Others	670815.208	601296.653	Quoted	Fully paid	101.24	90.00	Yes	N.A.
235	Axis Capital Protection Oriented Fund (Growth option)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
236	Axis Income Fund (Growth option)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
237	Axis Treasury Advantage Fund Institutional (Growth option)	Others	388.800	0.000	Quoted	Fully paid	4.58	0.00	Yes	N.A.
238	Axis Triple Advantage Fund (Growth Option)	Others	672073.162	1000000.000	Quoted	Fully paid	75.00	100.00	Yes	N.A.
239	Birla MIP II Savings 5 Plan (Growth Option)	Others	0.000	1199193.270	Quoted	Fully paid	0.00	198.00	Yes	N.A.
240	Birla MIP II Wealth 25 Plan (Growth Option)	Others	565131.393	565131.393	Quoted	Fully paid	100.00	100.00	Yes	N.A.
241	Birla Sunlife Capital Protection Oriented Fund (Growth Option)	Others	2000000.000	1000000.000	Quoted	Fully paid	200.00	100.00	Yes	N.A.
242	Birla Sunlife Dynamic Bond Fund Retail (Growth option)	Others	871626.887	0.000	Quoted	Fully paid	149.00	0.00	Yes	N.A.
243	Birla Sunlife Fixed Term Plan (Growth Option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
244	Birla Sunlife Infrastructure Fund Plan A (Dividend Option)	Others	722785.537	722785.537	Quoted	Fully paid	98.03	98.03	Yes	N.A.
245	Birla Sunlife MNC Fund (Dividend payout option)	Others	150097.425	0.000	Quoted	Fully paid	120.00	0.00	Yes	N.A.



246	BNP Paribas China India Fund, (Dividend Payout Option)	Others	0.000	975609.756	Quoted	Fully paid	0.00	100.00	Yes	N.A.
247	BNP Paribas Equity Fund (Dividend Payout option)	Others	739201.258	0.000	Quoted	Fully paid	82.57	0.00	Yes	N.A.
248	Canara Robeco Indigo Fund (Growth Option),	Others	1039845.889	1000000.000	Quoted	Fully paid	125.00	100.00	Yes	N.A.
249	DSP Black Rock FMP 12M (Growth Option)	Others	4000000.000	3000000.000	Quoted	Fully paid	400.00	300.00	Yes	N.A.
250	DSP Black Rock Focus 25 Fund (Dividend Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
251	DSP Black Rock Micro Cap Fund (Growth Option),	Others	1021961.050	1021961.050	Quoted	Fully paid	175.00	175.00	Yes	N.A.
252	DSP Black Rock Small and Midcap Fund (Dividend Option)	Others	723779.270	723779.270	Quoted	Fully paid	105.35	105.35	Yes	N.A.
253	DWS Fixed Term Fund S-93 (18M) (Growth option)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
254	Fidelity Global Real Assets Fund (Growth Option)	Others	788523.264	1000000.000	Quoted	Fully paid	105.00	100.00	Yes	N.A.
255	Fidelity India Special Situation Fund (Dividend Option)	Others	0.000	696271.618	Quoted	Fully paid	0.00	105.37	Yes	N.A.
256	Fidelity India Value Fund (Dividend Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
257	Franklin Templeton Fixed Tenure Fund (Growth Option)	Others	4550000.000	4550000.000	Quoted	Fully paid	455.00	455.00	Yes	N.A.
258	Franklin Templeton India Smaller Companies Fund (Growth Option)	Others	0.000	787876.023	Quoted	Fully paid	0.00	78.79	Yes	N.A.
259	HDFC Balanced Fund (Dividend payout option)	Others	563863.692	0.000	Quoted	Fully paid	115.00	0.00	Yes	N.A.
260	HDFC Core & Satellite Fund (Dividend Option)	Others	490392.760	490392.760	Quoted	Fully paid	110.00	110.00	Yes	N.A.
261	HDFC Debt Fund for Cancer Cure (Dividend Option)	Others	250000.000	250000.000	Quoted	Fully paid	25.00	25.00	Yes	N.A.
262	HDFC Equity Fund (Dividend payout option)	Others	179664.138	0.000	Quoted	Fully paid	80.00	0.00	Yes	N.A.
263	HDFC Fixed Maturity Plan (Growth Option)	Others	7000000.000	14000000.000	Quoted	Fully paid	700.00	1400.00	Yes	N.A.
264	HDFC Floating Rate Income Fund Short Term Plan Wholesale (Growth Option)	Others	0.000	668613.831	Quoted	Fully paid	0.00	111.35	Yes	N.A.
265	HDFC Gold Exchange Traded Fund	Others	1526.000	5554.000	Quoted	Fully paid	27.47	99.99	Yes	N.A.
266	HDFC High Interest Fund Short Term Plan (Growth Option)	Others	0.000	891052.787	Quoted	Fully paid	0.00	165.18	Yes	N.A.
267	HDFC Income Fund (Growth Option)	Others	1220247.560	901502.690	Quoted	Fully paid	297.00	199.00	Yes	N.A.
268	HDFC Mid Cap Opportunities Fund (Dividend Option)	Others	1220161.774	1220161.774	Quoted	Fully paid	200.00	200.00	Yes	N.A.
269	HDFC Monthly Income Plan Long Term (Growth option)	Others	825477.539	2095550.467	Quoted	Fully paid	200.00	451.22	Yes	N.A.
270	HDFC Monthly Income Plan Short Term (Growth option)	Others	1216982.452	1884792.696	Quoted	Fully paid	209.00	310.00	Yes	N.A.



271	HDFC Prudence Fund (Dividend option)	Others	1119830.861	440448.884	Quoted	Fully paid	313.69	128.67	Yes	N.A.
272	HDFC Top 200 Fund (Dividend Option)	Others	194883.020	194883.020	Quoted	Fully paid	100.00	100.00	Yes	N.A.
273	HSBC Brazil Fund (Growth option)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
274	HSBC Fixed Term Fund Series 86 (Growth option)	Others	3000000.000	0.000	Quoted	Fully paid	300.00	0.00	Yes	N.A.
275	HSBC MIP Savings Plan (Growth Option)	Others	0.000	508474.576	Quoted	Fully paid	0.00	99.00	Yes	N.A.
276	ICICI Prudential Fixed Maturity Plan (Growth Option)	Others	6998391.000	14079568.000	Quoted	Fully paid	1699.84	1407.96	Yes	N.A.
277	ICICI Prudential Focused Bluechip Equity Fund Retail (Dividend payout option)	Others	677176.128	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
278	ICICI Prudential Gold Exchange Traded Fund	Others	0.000	5284.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
279	ICICI Prudential Income opportunities fund	Others	1593727.090	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
280	institutional (Growth option) ICICI Prudential MIP-25 (Growth Option)	Others	509314.278	1051803.812	Quoted	Fully paid	99.00	198.00	Yes	N.A.
281	IDBI FMP SERIES - II (Growth option)	Others	4000000.000	0.000	Quoted	Fully paid	400.00	0.00	Yes	N.A.
282	IDFC Fixed Maturity Plan 18M S-7 (Growth Option)	Others	3000000.000	3000000.000	Quoted	Fully paid	300.00	300.00	Yes	N.A.
283	IDFC Hybrid Portfolio Fund S-1 Fund (Growth Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
284	Kotak 50 (Dividend payout)	Others	377735.848	0.000	Quoted	Fully paid	105.00	0.00	Yes	N.A.
285	Kotak Bond Regular (Growth option)	Others	495884.137	0.000	Quoted	Fully paid	150.00	0.00	Yes	N.A.
286	Kotak Credit Opportunities Fund (Growth Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
287	Kotak Fixed Maturity Plan S-I, S-65, S-74, S-77, S-78, S-79 & S-84 (Growth Option)	Others	7000000.000	8000000.000	Quoted	Fully paid	700.00	800.00	Yes	N.A.
288	Kotak Indo World Infrastructure Fund (Dividend Payout Option)	Others	0.000	2000000.000	Quoted	Fully paid	0.00	200.00	Yes	N.A.
289	L & T Fixed Maturity Plan (Growth Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
290	Pramerica Dynamic Fund (Dividend option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
291	Principal PNB Fixed Maturity plan Series A4-367 Days (Growth option)	Others	2000000.000	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
292	Reliance Equity Opportunities Fund (Dividend Payout Option)	Others	579153.328	579153.328	Quoted	Fully paid	150.00	150.00	Yes	N.A.
293	Reliance Fixed Horizon Fund (Growth Option)	Others	5000000.000	13000000.000	Quoted	Fully paid	500.00	1300.00	Yes	N.A.
294	Reliance Long Term Equity Fund (dividend Option)	Others	902843.446	902843.446	Quoted	Fully paid	150.00	150.00	Yes	N.A.
295	Reliance Monthly Income Plan (Growth option)	Others	430798.067	1000279.101	Quoted	Fully paid	99.75	208.39	Yes	N.A.
296	Reliance Regular Savings Fund Balanced Plan (Dividend Option)	Others	0.000	586373.735	Quoted	Fully paid	0.00	99.50	Yes	N.A.



297	Reliance Regular Savings Fund Debt Plan (Growth Option)	Others	0.000	780154.140	Quoted	Fully paid	0.00	99.00	Yes	N.A.
298	Religare FMP	Others	7000000.000	0.000	Quoted	Fully paid	700.00	0.00	Yes	N.A.
299	Religare Infrastructure Fund (Dividend Option)	Others	1000000.000	1000000.000	Quoted	Fully paid	100.00	100.00	Yes	N.A.
300	SBI Debt Fund Series -13 months-13 (Growth option)	Others	2000000.000	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
301	SBI Gold ETF (Growth option)	Others	4500.000	0.000	Quoted	Fully paid	99.33	0.00	Yes	N.A.
302	SBI Gold Fund (Growth option)	Others	2017410.340	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
303	SBI Insta Cash Fund (Growth Option)	Others	0.000	436804.447	Quoted	Fully paid	0.00	95.24	Yes	N.A.
304	SBI Magnum Comma Fund (Dividend Option)	Others	526038.927	526038.927	Quoted	Fully paid	100.00	100.00	Yes	N.A.
305	SBI PSU Fund (Dividend Option)	Others	1000000.000	1000000.000	Quoted	Fully paid	100.00	100.00	Yes	N.A.
306	SBI ultra short term fund Retail plan (Growth option)	Others	169.744	0.000	Quoted	Fully paid	2.22	0.00	Yes	N.A.
307	Sundaram BNP Paribas Select Thematic Fund Energy Opportunities (Dividend Payout Option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
308	TATA Balanced Fund (Dividend Option)	Others	239299.639	212860.219	Quoted	Fully paid	119.10	107.31	Yes	N.A.
309	TATA Equity P/E Fund (Dividend Trigger A Option)	Others	420766.973	420766.973	Quoted	Fully paid	156.99	156.99	Yes	N.A.
310	Tata Fixed Horizon Fund (Growth Option)	Others	2000000.000	7000000.000	Quoted	Fully paid	200.00	700.00	Yes	N.A.
311	Tata Indo Global Infrastructure Fund (Dividend Option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
312	Tata Infrastructure Fund (Dividend Option)	Others	345564.651	345564.651	Quoted	Fully paid	75.19	75.19	Yes	N.A.
313	TATA MIP Plus (Growth option)	Others	0.000	1278534.316	Quoted	Fully paid	0.00	199.66	Yes	N.A.
314	Templeton India Corporate Bond Opportunities Fund (Growth option)	Others	3919268.994	0.000	Quoted	Fully paid	400.00	0.00	Yes	N.A.
315	Templeton India Income Builder Account Plan - A (Growth Option)	Others	279800.119	0.000	Quoted	Fully paid	99.50	0.00	Yes	N.A.
316	Templeton India Income Opportunities Fund (Growth Option)	Others	1652754.600	4754628.935	Quoted	Fully paid	198.00	495.00	Yes	N.A.
317	UTI Banking Sector Fund (Dividend Option)	Others	463352.991	463352.991	Quoted	Fully paid	110.00	110.00	Yes	N.A.
318	UTI Dynamic Bond Fund (Growth Option)	Others	1336541.032	750000.000	Quoted	Fully paid	150.00	75.00	Yes	N.A.
319	UTI Fixed Maturity Plan (Growth Option)	Others	6000000.000	2000000.000	Quoted	Fully paid	600.00	200.00	Yes	N.A.
320	UTI MIS Advantage Plan (Growth Option)	Others	0.000	491363.907	Quoted	Fully paid	0.00	99.00	Yes	N.A.
321	UTI Wealth Builder Fund (dividend Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
322	Kotak India Venture fund, Life Sciences & Biotech Fund through Kotak Mahindra Bank Ltd.	Others	16000.000	16000.000	Unquoted	Partly Paid	60.83	60.80	Yes	N.A.



Investments through ICICI Portfolio Management Services Ltd.										
323	ICICI Venture India Advantage III, a Real Estate Fund	Others	92662.963	96399.000	Unquoted	Fully paid	92.66	96.40	Yes	N.A.
324	ICICI Prudential Flexible Income Plan Premium (Growth Option)	Others	0.000	12957.000	Quoted	Fully paid	0.00	23.51	Yes	N.A.
325	ICICI Prudential Liquid Super Inst. Plan (Dividend Weekly Option)	Others	0.000	8017.000	Quoted	Fully paid	0.00	8.02	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)										
326	HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend	Others	114092.643	3303185.472	Quoted	Fully paid	11.44	331.29	Yes	N.A.
Investments through HSBC Portfolio Management Services										
327	HSBC Cash Fund Institutional Daily Divided Reinvests	Others	0.000	600.659	Quoted	Fully paid	0.00	0.06	Yes	N.A.
TOTAL							15001.79	15362.25		
(h)	Other non-current investments (specify nature)	-	-	-	-	-	-	-	-	-
TOTAL OTHER INVESTMENT ' B '							37918.40	38846.55		
TOTAL INVESTMENT 'A + B '							38129.96	39032.87		
Book Value of Quoted Investments							36616.38	37678.97		
Book Value of Unquoted Investments							1513.58	1353.90		
Market Value of Quoted Investments							30534.74	39168.09		

Note 10 Inventories

Particulars	31-Mar-12	31-Mar-11
Equity Shares	605.66	793.09
Units of Debt Mutual Funds	42.54	126.05
Real Estate Property	3107.79	0.00
Total	3755.99	919.14

Note 11 Cash and Cash Equivalents

Particulars		
a. Balances with banks		
- Earmarked Balances (e.g. Unpaid dividend accounts)	20.76	16.66
- FDR (With Maturity period less than 12 months)	250.39	609.10
- In Current Accounts	231.12	205.70
b. Cash in hand	17.89	41.37
Total	520.16	872.83

Note 12 Short-term Loans and Advances

Secured Loans considered good	500.00	0.00
Unsecured Loans considered good	880.00	1015.00
Total	1380.00	1015.00

**Note 13. Other Current Assets
(Unsecured Considered Good)**

Interest Accrued	210.10	88.85
Advance to Supplier	27.51	21.58
Others (Due from Director Rs. 837290/-)(Previous Year Nil)	14.48	2.69
Advance Taxes	287.07	265.28
Total	539.15	378.40

Note 14. Operating Income

GAIN/LOSS FROM TRADING OF SHARES/ SECURITIES/OTHERS		
Opening Stock	(919.14)	(699.34)
Purchases	(7546.05)	(3493.46)
Sales of Securities	4609.38	3230.83
Closing Stock	3755.99	919.14
	(99.83)	(42.83)
Dividend Income	17.95	10.09
Interest Gross	23.18	23.11
Total	(58.70)	(9.63)

Note 15. Other Income

Dividend Income (Long Term)	605.68	587.32
Interest Gross	417.92	227.61
Net Gain on Sale of Investments (Long Term)	1064.81	1166.23
Misc Receipts	0.02	0.09
Previous Year Expenses Written Back	0.00	1.06
Previous Year Income	0.00	0.03
Total	2088.42	1982.34

Note 16. Employee Benefits Expenses

Salary, Wages and Bonus	108.07	128.93
Contribution to Group Insurance & Gratuity	2.73	3.99
Employee Welfare Exp.	2.10	1.45
Total	112.90	134.37

Note 17. Financial Expenses

Interest expense - Interest to banks on over draft account	3.11	1.48
Other borrowing costs	0.83	0.00
Total	3.94	1.48

**Note 18. Other Expenses**

ADMINISTRATIVE EXPENSES (A)		
Conveyance	4.24	3.07
Rent	1.79	1.72
Fees and Taxes	0.23	0.01
Insurance	0.02	0.02
Legal and Professional Expenses	40.41	40.82
Printing and Stationery	0.43	2.08
Postage and Telegram & Internet	1.57	1.76
Miscellaneous Expenses	0.36	0.84
Directors Sitting Fees	1.60	1.70
Travelling Expenses	0.22	0.83
Entertainment Exp	0.14	0.36
Telephone Expenses	1.20	1.51
Provision on Standard Assets	3.45	0.00
Security Transaction Tax	5.01	13.40
Brokerage/commission	4.35	0.65
AGM Expenses	0.16	0.17
AUDITORS REMUNERATION		
Audit Fees	0.59	0.55
Tax Audit Fees	0.18	0.17
Certification Charges	0.09	0.07
Total (A)	66.03	69.73
OTHER EXPENSES (B)		
Charity & Donation	0.81	0.00
Preliminary Expenses Written Off	0.43	1.73
Previous Year Expenses	0.10	0.00
Previous Year Income Written Back	0.92	0.06
Bank Charges	0.07	0.09
Total (B)	2.34	1.88
Total (A to B)	68.37	71.61

Note 19. Earning Per Share

The calculation of Earnings per Share (EPS) as disclosed in the Balance Sheet Abstract has been made in accordance with Accounting Standard (AS) - 20 on 'Earning per Share' issued by the Institute of Chartered Accountants of India.

BASIC AND DILUTED

Earning per share has been computed as under:

BASIC		
a) Profit after Taxation	1590.26	1520.20
b) Number of weighted average shares outstanding	16746167.00	16746167.00
c) Earning per share (face value Rs. 5/- per share)	9.50	9.08



DILUTED		
a) Profit after Taxation	1590.26	1520.20
b) Number of weighted average shares outstanding	16746167.00	16746167.00
c) Earning per share (face value Rs. 5/- per share)	9.50	9.08

NOTES ON FINANCIAL STATEMENTS**Note 20. Contingent Liabilities not provided for**

Particulars	As at 31 March 2012 (In Lacs)	As at 31 March 2011 (In Lacs)
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt	-	-
(b) Guarantees	-	-
(c) Other money for which the company is contingently liable	-	-
(ii) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account (Net of Advances)	470.97	606.42
(b) Uncalled liability on shares and other investments partly paid	16.13	40.00
(c) Letter of Credit outstanding in favour of Suppliers of Goods(Net of Advances)	-	-
(d) Other commitments (specify nature)		
Total	487.10	646.42

Note 21. Related Party Disclosure

Detail of transactions entered into with related parties during the period as required by Accounting Standard 18 on 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India are as under:

Sr. No.	PARTICULARS	*ASSOCIATES		KEY MANAGEMENT PERSONNELS & THEIR RELATIVES		Total	
		Current Year (In Lacs)	Previous Year (In Lacs)	Current Year (In Lacs)	Previous Year (In Lacs)	Current Year (In Lacs)	Previous Year (In Lacs)
1	Loans Taken	1500.00	0.00	0.00	0.00	1500.00	0.00
2	Loans Given Back	1500.00	0.00	0.00	0.00	1500.00	0.00
3	Interest Paid	5.42	0.00	0.00	0.00	5.42	0.00
4	Loan Given	400.00	1630.00	0.00	0.00	400.00	1630.00
5	Loan Received Back	415.00	1615.00	0.00	0.00	415.00	1615.00
6	Director's Sitting Fee	0.00	0.00	0.25	0.35	0.25	0.35
7	Interest Received	22.64	50.24	0.00	0.00	22.64	50.24
8	Rent	1.79	1.72	0.00	0.00	1.79	1.72
9	Managerial Remuneration	0.00	0.00	65.00	92.00	65.00	92.00
10	Balance Receivable	0.00	15.03	8.37	0.00	8.37	15.03
11	Balance Payable	0.13	1.26	0.00	0.00	0.13	1.26

**Note :*****Associates**

Nahar Spinning Mills Ltd., Nahar Poly Films Ltd., Nahar Industrial Enterprises Ltd., Oswal Woollen Mills Ltd., Monte Carlo Fashions Ltd., Cotton County Retail Ltd., Vanaik Spinning Mills Ltd., Abhilash Growth Fund (P) Ltd., Atam Vallabh Financers Ltd., Bermuda Insurance Brokers Pvt. Ltd., Kovalam Investments & Trading Co. Ltd. Ludhiana Holding Ltd., Monica Growth Fund (P) Ltd., Nagdevi Trading & Investments Co. Ltd., Nahar Growth Fund (P) Ltd., Neha Credit & Investments (P) Ltd., Ogden Trading & Investment Co. (P) Ltd., Palam Motels Ltd., Crown Stars Ltd., Ruchika Growth Fund (P) Ltd., Sankeshwar Holding Co. Ltd., Vanaik Investors Ltd., Vardhman Investments Ltd., J.L.Growth Fund Ltd., Jawahar Lal & Sons.

Key Management Personnel

Sh. Jawahar Lal Oswal, Sh. Dinesh Oswal, Sh. Kamal Oswal.

Relatives of Key Management Personnel

Mrs. Abhilash Oswal, Mrs. Ruchika Oswal, Mrs. Manisha Oswal, Mrs. Ritu Oswal and Mrs. Monika Oswal

*Associates includes the Companies in which the Key Management Personnel or their relatives have significant influence, also includes enterprises with whom no transaction has taken place during the period.

Note 22. General

- a) In the opinion of the Board, the value of Current Assets, Loans and Advances have a value in the ordinary course of business atleast equal to that stated in the Balance Sheet except in case of those shown as doubtful.
- b) The disclosure requirements of Accounting Standards AS-17 are not applicable as the main activity of the Company fall under single segment i.e. Investment Activities.
- c) The Company is liable to pay tax as per provisions of section 115JB of the Income Tax Act, 1961. In accordance with the provisions of section 115JAA of the said Act, the Company is entitled to take credit of the tax paid under section 115JB of the said act. However, such credit has not been recognized in the financial statements, as there is no convincing evidence available that the Company will be paying tax as per normal provisions of the said act, during the period for which MAT credit can be carried forward, Hence no Deferred Tax Asset has been created.
- d) The Institute of Chartered Accountants of India has issued an Accounting Standard (AS)-28 on impairment of assets, which is mandatory for the accounting periods commencing on or after 1st April 2004. In accordance with the said standard, the company has assessed as on date of applicability of the aforesaid Standard and as well as on Balance Sheet Date, whether there are any indications (listed in paragraph 8 to 10 of the Standards) with regards to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of accounts.

Note 23. The Employee's Gratuity fund scheme is managed by LIC. The following Table set out the funded status of the gratuity plan recognized as per the company's financial statement as at 31.03.2012.

Sr.No.	Particulars	As at 31 March 2012	As at 31 March 2011
1	Assumptions		
	Discount Rate	8%	8%
	Salary Escalation	7%	7%
	Mortality Table (LIC)	1994-96 (Ultimate)	1994-96 (Ultimate)
2	Reconciliation of Opening and Closing balances of defined benefit obligation:		
	Present value of obligations as at the beginning of the year	11.78	6.90
	Interest Cost	0.94	0.49
	Current Service Cost	0.97	2.58



	Benefit Paid	0.00	0.00
	Actuarial (gain)/(Loss) on obligations	0.80	1.81
	Present value of obligations as at the end of the year	14.49	11.78
3	Reconciliation of Opening and Closing balances of plan assets:		
	Fair value of plan as at the beginning of year	12.90	8.82
	Returns on plan asset	1.28	0.98
	Contributions	1.69	3.10
	Benefit Paid	--	--
	Actuarial (gain)/(Loss) of Plan Asset	--	--
	Fair value of plan as at the end of year	15.86	12.90
4	Reconciliation of fair value of assets and obligations:		
	Present Value of obligations as at the end of year	14.49	11.78
	Fair value of plan assets at the end of year	15.86	12.90
	Net Assets/(Liability) recognized in the Balance Sheet	1.37	1.12
5	Expenses Recognized in statement of Profit & Loss		
	Current Service Cost	0.97	2.58
	Interest Cost	0.94	0.49
	Expected return on plan asset	(1.28)	(0.98)
	Net Actuarial (gain)/loss recognised in the year (See Note below)	0.80	1.81
	Expenses Recognized in statement of Profit & Loss	1.43	3.90
	Note : Exclude Rs. 129459/- on account of Policy timing difference.		

Note 24. Disclosure of details as required by Revised Para 13 of Non Banking Financial Companies Prudential norms (Reserve Bank Directions, 2007), earlier Para 9BB of Non Banking Financial Companies Prudential norms (Reserve Bank Directions, 1998)

Particulars	Amt	Amt	Amt	Amt
	Outstanding 31/3/2012	Overdue 31/3/2012	Outstanding 31/3/2011	Overdue 31/3/2011
1. Loans and advances availed by NBFC Inclusive of Interest accrued thereon but not paid	0.00	0.00	0.00	0.00
a. Debentures (Other than falling with in the meaning of public deposits)				
(i) Secured	0.00	0.00	0.00	0.00
(ii) Unsecured	0.00	0.00	0.00	0.00
b. Deferred Credits	0.00	0.00	0.00	0.00
c. Term Loans	0.00	0.00	0.00	0.00
d. Inter-Corporate Loans & Borrowings	0.00	0.00	0.00	0.00
e. Commercial Paper	0.00	0.00	0.00	0.00
f. Other Loans (Over Draft Account)	907.20	0.00	0.00	0.00

**2. Break up of Loans & Advances including bills receiveable other than those including in (3) below**

a. Secured	500.00	0.00	1000.00	0.00
b. Unsecured	880.00	0.00	15.00	0.00

3. Break up of Leased Assets and Stock in hire and other assets counting towards AFC activities Lease Assets including lease rentals under

	As at 31.03.2012	As at 31.03.2011
Sundry Debtors		
1. Financial Lease (Net of Depreciation and Lease adjustment)	0.00	0.00
2. Operating Lease	0.00	0.00

4. Break up of Investments**a. Current Investments**

1. Quoted Investments

a. Shares		
i) Equity	0.00	0.00
ii) Preference	0.00	0.00
b. Debentures & Bonds	0.00	0.00
c. Units of Mutual Funds	0.00	0.00
d. Government Securities	0.00	0.00
e. Others (Please specify)	0.00	0.00

2. Unquoted Investments

a. Shares		
i) Equity	0.00	0.00
ii) Preference	0.00	0.00
b. Debentures & Bonds	0.00	0.00
c. Units of Mutual Funds	0.00	0.00
d. Government Securities	0.00	0.00
e. Others (Please specify)	0.00	0.00

b. Long Term Investments

1. Quoted

- Shares	21461.26	21654.81
- Preference	6.33	6.33
- Debentures & Bonds	300.50	812.79
- Units of Mutual Funds	14848.30	15205.04
- Government Securities	0.00	0.00

Total	36616.39	37678.97
--------------	-----------------	-----------------

2. Unquoted

- Shares	706.65	704.14
- Preference	12.28	29.23
- Debentures & Bonds	641.15	463.33
- Units of Mutual Funds	153.49	157.20
- GOI Securities	0.00	0.00
- Other (Please specify)	0.00	0.00

Total	1513.57	1353.90
--------------	----------------	----------------

Grand Total	38129.96	39032.87
--------------------	-----------------	-----------------

**5. Borrower group-wise classification of assets financed as in (2) and (3) above**

Particulars	Amount Net of Provisions				Total	
	Secured		Unsecured		Total	
	31.03.12	31.03.11	31.03.12	31.03.11	31.3.12	31.3.11
1) Related Parties						
a) Subsidiaries	0.00	0.00	0.00	0.00	0.00	0.00
b) Companies in the Same Group	0.00	0.00	0.00	15.00	0.00	15.00
c) Other related parties	0.00	0.00	0.00	0.00	0.00	0.00
2) Other than related Parties	500.00	1000.00	880.00	0.00	1380.00	1000.00
Total	500.00	1000.00	880.00	15.00	1380.00	1015.00

6. Investor group wise classification of all investments (current & long term) in shares & securities both quoted and unquoted excluding Stock-in-Trade

Particulars	Market Value or Fair Value of NAV		Book Value (Net of Provisions)	
	31.03.2012	31.03.2011	31.03.2012	31.03.2011
	1) Related Parties			
a) Subsidiaries	0.00	0.00	0.00	0.00
b) Companies in the Same Group	10729.83	19228.24	19032.37	19032.37
c) Other related parties	0.00	0.00	0.00	0.00
2) Other than related Parties	21318.49	21293.74	19097.59	20000.50
Total	32048.32	40521.98	38129.96	39032.87

7. Other Information

Particulars	Amount as on 31.03.2012	Amount as on 31.03.2011
a) Gross Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties	0.00	0.00
b) Net Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties	0.00	0.00
c) Assets acquired in satisfaction of debt	0.00	0.00

Note 25. Disclosure of details as required by Para 5 of Reserve Bank of India Circular No. RBI 2008-09/116 DNBS (PD) CC.No.125/03.05.002/2008-09

I. Capital to Risk Asset Ratio ("CRAR")			(Rs. In Lacs)
Items	31.03.2012	31.03.2011	
i) CRAR (%)	97.56	101.74	
ii) CRAR - Tier I Capital (%)	97.55	101.74	
iii) CRAR - Tier II Capital (%)	0.01	--	
II. Exposure to Real Estate Category			
a) Direct Exposure			
i) Residential Mortgage	0.00	--	
ii) Commercial Real Estate	0.00	--	



iii) Investments in Mortgage Backed securities (MBS) and other securitised exposures (Investments in Equity and Debentures through HDFC Real Estate Portfolio and ICICI Prudential India Advantage Fund)	0.00	--
a) Residential	647.87	479.08
b) Commercial Real Estate	171.03	183.67
b) Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	0.00	0.00

III. Maturity Pattern of asset and liabilities (At Book Values)

	1 day to 30/31 days	Over 1 to 2 months	Over 2 to 3 months	Over 3 to 6 months	Over 6 months to 1 Year	Over 1 year to 3 Years	Over 3 years to 5 Years	Over 5 years	Total
Liabilities									
Borrowings from Banks	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Market Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assets									
Advance	0.00	0.00	0.00	0.00	1380.00	0.00	0.00	0.00	1380.00
Investments	837.70	816.02	300.00	700.00	2254.84	12661.80	100.00	20459.60	38129.96

Note 26. Stock in Trade

	Amount as on 31.03.2012	Amount as on 31.03.2011
Equity Shares	149.38	203.91
Debt Funds	0.00	0.00
Investment in Equity Shares through HSBC Asset Management India P. Ltd.	240.40	241.24
Investment in Debt Funds through HSBC Asset Management India P. Ltd.	9.46	31.74
Investment in Equity Shares through Barclays Wealth Asset Management (India Pvt. Ltd.	165.16	191.41
Investment in Debt Funds through Barclays Wealth Asset Management (India) Pvt. Ltd.	8.77	0.15
Investment in Equity Shares through Reliance Capital Asset Management Ltd.	0.00	8.56
Investment in Debt Funds through Reliance Capital Asset Management Ltd.	0.00	81.96
Investment in Equity Shares through Morgan Stanley India Financial Services Pvt. Ltd.	50.72	147.97
Investment in Debt Funds through Morgan Stanley India Financial Services Pvt. Limited	24.31	12.20
Investment in Real Estate Property	3107.79	0.00
	3755.99	919.14

**Note 27. Particulars in respect of Opening Stock, Purchase, Sales & Closing Stock in Trade.**

	Value 31.03.2012	Value 31.03.2011
OPENING STOCK		
Equity Shares	793.09	498.70
Units of Equity Mutual Funds	0.00	0.00
Units of Debt Mutual Funds	126.05	200.64
Real Estate Property	0.00	0.00
Total	919.14	699.34
PURCHASES/TRANSFERS		
Equity Shares	762.04	2194.34
Units of Equity Mutual Funds	0.00	0.00
Units of Debt Mutual Funds	3676.22	1299.12
Real Estate Purchased	3107.79	0.00
Total	7546.05	3493.46
SALES/TRANSFERS		
Equity Shares	848.96	1837.41
Units of Equity Mutual Funds	0.00	0.00
Units of Debt Mutual Funds	3760.42	1393.42
Real Estate Sale	0.00	0.00
Total	4609.38	3230.83
CLOSING STOCK		
Equity Shares	605.66	793.09
Units of Debt Mutual Funds	42.54	0.00
Real Estate Property	3107.79	126.05
Total	3755.99	919.14

Note 28. Impact of prior period items on Profits is as under:

	Current Year 31.03.2012	Previous Year 31.03.2011
Pre-Tax Profit after adjustment of prior period items	1844.26	1765.20
Add: Prior period expenses	0.00	0.00
Less: Prior period expenses written back	0.00	1.06
Less: Previous Year Income	0.00	0.03
Net Profit before prior period items	1844.26	1764.11

Note 29.

The Financial statements for the year ended 31st March, 2012 has been prepared as per Revised Schedule-VI to the Companies Act, 1956. Accordingly the previous year figures have been reclassified to conform to this year's classification.

As per our Report of even date annexed
For **GUPTA VIGG & COMPANY**
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2012

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

S.K. SHARMA
Director

**CASH FLOW STATEMENT FOR THE YEAR FROM 1ST APRIL, 2011 TO
31ST MARCH, 2012 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT**

	Current Year (₹ in Lacs) 01.04.2011 to 31.03.2012		Previous Year (₹ in Lacs) 01.04.2010 to 31.03.2011	
A CASH FLOW FROM THE OPERATING ACTIVITIES				
Net Profit before Tax and Extraordinary items		1844.26		1765.21
Adjustments for:				
Provision for Standard Assets	3.45		0.00	
Depreciation	0.26		0.05	
Preliminary Expenses written off	0.43		1.73	
Interest Paid	3.11		1.48	
Profit/Loss on Sale of Investments	-1064.81		-1166.22	
Interest Received	-441.11		-250.73	
Dividend/UTI Income	-623.62		-597.42	
Misc Income	-0.02		-1.19	
Increase in Loans and Advances	-138.98		286.10	
Increase in Stock in Trade	-2836.85		-219.80	
Increase in Current Liabilities	950.00		31.26	
Direct Taxes Paid	-285.34		-296.61	
		-4433.45		-2211.34
		-2589.19		-446.13
B CASH FLOW FROM THE INVESTING ACTIVITIES				
Purchase of Fixed Assets	-0.44		-0.29	
Capital Work in Progress	-135.44		-1096.63	
Interest Paid	-3.11		-1.48	
Profit/Loss on Sale of Investments	1064.81		1166.22	
Interest Received	113.55		190.14	
Dividend/UTI Income	623.62		597.42	
Misc Income	0.02		1.19	
Purchase of Investments	-21100.21		-23202.59	
Sale of Investments	22003.11	2565.90	21891.95	-454.09
C CASH FLOW FROM FINANCING ACTIVITIES				
Loans Given	-1380.00		-1015.00	
Loans Given Received Back	1015.00		0.00	
Interest Received from loan	327.56		60.59	
Dividend including Dividend				
Distribution Tax Paid	-291.94	-329.38	-292.91	-1247.32
Net Increase/Decrease in Cash and Cash Equivalent		-352.67		-2147.54
Opening Cash and Cash Equivalent		872.84		3020.38
Closing Cash and Cash Equivalent		520.16		872.84

Note : The previous year figures have been regrouped/ reclassified, wherever necessary to conform to the current year presentation.

As per our Report of even date annexed
For **GUPTA VIGG & COMPANY**
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2012

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

S.K. SHARMA
Director

NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

PROXY FORM

I/We.....
ofbeing a member/members of
NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED hereby appoint.....
of failing him/her.....
of.....
as my/our proxy(s) to attend and vote for me/us and on my/our behalf at the 7th Annual General Meeting of the Company to be held on
Saturday, 29th September, 2012 at 11.15 a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana and
at any adjournment thereof.

As witness my/our hand(s) this.....day of.....2012.

(Date)

(Month)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

Signature

Affix
Revenue
Stamp of
Rs. 1/-

Note :

The proxy(s) in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the time for
holding the aforesaid meeting. The Proxy need not be a member of the Company.

CUT HERE

NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

ATTENDANCE SLIP

(Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall)

I hereby record my presence at the 7th Annual General Meeting of the Company to be held on Saturday, 29th September, 2012 at 11.15
a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana.

FULL NAME OF THE MEMBER (IN BLOCK LETTERS)

Name of the Proxy.....

(To be filled in if the Proxy Form has been duly deposited with the Company)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

No of Shares Held.....

*Strike out whichever is not applicable

Member/Proxy's Signature*

(to be signed at the time of handing over this slip)

BOOK POST
(Printed Matter)

If undelivered, please return to :
Nahar Capital and Financial Services Ltd.
375, Industrial Area-'A', Ludhaina-141 003

Nahar Capital and Financial Services Ltd.