

*77th*  
*Annual Report*  
*2011-12*

N.B.I. INDUSTRIAL FINANCE CO. LTD.

**BOARD OF DIRECTORS**

ASHOK BHANDARI

R. N. MUNDHRA

B. L. GAGGAR

J. P. MUNDRA

**BANKERS**

STATE BANK OF BIKANER & JAIPUR

ALLAHABAD BANK

**AUDITORS**

LAKHOTIA & CO.

CHARTERED ACCOUNTANTS

KOLKATA

**REGISTERED OFFICE**

21, STRAND ROAD

KOLKATA - 700 001

TEL : 2230 7905

**REGISTRAR & SHARE TRANSFER AGENT**

MAHESHWARI DATAMATICS PVT. LTD.

6, MANGOE LANE (2ND FLOOR)

KOLKATA - 700 001

TEL : 033 2243 5809

## **NOTICE**

**NOTICE** is hereby given that the Seventy Seventh Annual General Meeting of N.B.I. Industrial Finance Company Limited will be held at Aparna Business Centre, 5, Clive House, Strand Road, Kolkata – 700 001 on Saturday, the 22nd September, 2012 at 11.00 A.M. to transact the following business :

### **ORDINARY BUSINESS**

- 1) To receive, consider and adopt Balance Sheet as at 31<sup>st</sup> March, 2012 and Statement of Profit and Loss for the year ended on that date and the Directors' Report and Auditors' Report thereon.
- 2) To appoint a Director in place of Shri R.N. Mundhra, who retires by rotation and, being eligible, offers himself for re-appointment.
- 3) To appoint Auditors of the Company for the ensuing year and to fix their remuneration.

### **SPECIAL BUSINESS :**

- 4) To consider and, if thought fit to pass with or without modification the following Resolution as an Ordinary Resolution:

"RESOLVED that Shri J.P. Mundra who was appointed as a Director on the Board U/s 260 of the Companies Act, 1956 and who holds office upto this Annual General Meeting, be and is hereby appointed as a Director of the Company liable to retire by rotation."

By Order of the Board

Place : 21, Strand Road,  
Kolkata – 700 001  
Dated : 30<sup>th</sup> June, 2012

(ASHOK BHANDARI)  
Director

### **NOTES :**

- 1 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A MEMBER ENABLE TO ATTEND THE MEETING MAY SEND THE ENCLOSED PROXY FORM DULY COMPLETED SO AS TO REACH THE COMPANY'S REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE TIME OF THE MEETING.
- 2 The Register of members and the Share Transfer Books of the Company will remain closed from 14th September, 2012 to 22nd September, 2012 (both days inclusive).
- 3 Members attending the Meeting are requested to bring their copy of the Annual Report.

- 4 The Company has made arrangements with National Securities Depository Limited and Central Depository Services Limited to offer facility of dematerialization of securities to its share-holders. The ISIN code allotted by the depositories to the Company is ISIN – **INE365101012**. The shareholders are again advised to avail the facility of dematerialization of their holding of shares through their depository participants.
- 5 Members holding shares in more than one folio under physical form are advised to approach the Company's Share Transfer Agent for consolidation with respective details.
- 6 The explanatory statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of item under special business is annexed hereto and forms part of Notice.

#### **ANNEXURE TO NOTICE**

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of item of Special Business mentioned in the Notice.

##### **Item No.4**

Shri J.P. Mundra was appointed a Director on the Board on 14<sup>th</sup> January, 2012. As per the provisions of the Companies Act, 1956 he holds office of the Director upto the date of the ensuing Annual General Meeting.

The Company has received Notice from a member pursuant to section 257 of the Companies Act, 1956 signifying his intention to propose Shri J.P. Mundra for the office of Director. In view of the experience of the Director in Corporate Management and Finance his appointment is considered to be of benefit to the Company and the members may approve his appointment.

None of the Directors except Shri J.P. Mundra is interested or concerned in the said Resolution.



**DIRECTORS' REPORT****TO THE SHAREHOLDERS**

Your Directors have pleasure in presenting the Seventy-Seventh Annual Report and the Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2012.

**FINANCIAL RESULTS :**

	Year ended 31.03.2012 Rs.	Year ended 31.03.2011 Rs.
Profit before Depreciation & Provision	13,971,564	14,180,577
Less : Depreciation	11,699	14,308
: Provision for Contingencies against Standard Assets. (As per RBI Guidelines)	23,177	43,212
Profit before Taxation	13,936,688	14,123,057
Less : Provision for Current Tax	320,000	—
: Provision for Deferred Tax	(35,455)	5,793
Profit after Tax	13,652,143	14,117,264
Add : Income Tax Adjustment for Earlier Years	—	(1,633)
: Balance of Profit from Previous year	43,659,774	32,367,643
	<u>57,311,917</u>	<u>46,483,274</u>
<b>APPROPRIATIONS :</b>		
Transfer to Reserve Fund. (as per RBI Guidelines)	2,730,500	2,823,500
Balance Carried to Balance Sheet	54,581,417	43,659,774
	<u>57,311,917</u>	<u>46,483,274</u>

Total income during the year under review amounted to Rs.178.44 Lac as against Rs. 178.62 Lac in the preceding year. The Company continues to remain registered as a Non-Banking Financial Company with the Reserve Bank of India.

**DIVIDEND :**

To further strengthen the financial position of the Company and to conserve resources your Directors have decided not to recommend dividend for the year ended 31<sup>st</sup> March, 2012.

**AUDITORS' REPORT :**

The observation made by the Auditors in Para 2 (f) of their Report has been suitably dealt with in Note No. 23 of the Notes to the Financial Statements.

**PUBLIC DEPOSITS :**

The Company has not accepted any deposit from the public during the year.

**DIRECTORS :**

Shri B.G. Bangur, resigned from the Board with effect from 14th January, 2012. The Board places on record its deep appreciation for the valuable guidance and services rendered by him during his tenure as Director of the Company.

Shri J.P. Mundra was appointed a Director on the Board with effect from 14<sup>th</sup> January, 2012. He holds office of the Director upto the date of the ensuing Annual General Meeting and is eligible for re-appointment.

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Shri R.N. Mundhra, a Director of the Company retires by rotation and being eligible offers himself for reappointment.

**AUDITORS :**

M/s. Lakhota & Co., Chartered Accountants, the Statutory Auditors will retire at the conclusion of the forthcoming Annual General Meeting. They being eligible offer themselves for re-appointment.

**PARTICULARS OF REMUNERATION :**

None of the employees is drawing remuneration attracting the provisions of Section 217(2A) of the Companies Act, 1956.

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

Since the Company has no manufacturing activity, the requirements of Section 217(1) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable.

There were no foreign exchange earnings and outgo during the year.

**DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to sub section 2AA of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that :

- i) in preparation of the Annual Accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures, if any,
- ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period ;
- iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for

safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- iv) the Directors have prepared the Annual Accounts for the year ended 31<sup>st</sup> March, 2012 on a going concern basis.

**OTHER PARTICULARS :**

Copy of Compliance certificate from a Secretary (in-Whole-time-Practice) is attached.

**ACKNOWLEDGEMENTS :**

The Directors place on record their appreciation for the support the Company continues to receive from its Bankers and Shareholders and acknowledge the valuable contribution from the employees of the Company.

*For and on behalf of the Board*

Place : Kolkata

(B.L. GAGGAR) (ASHOK BHANDARI)

Dated : 30<sup>th</sup> June, 2012

*Directors*



**ANNEXURE TO DIRECTORS' REPORT  
SECRETARIAL COMPLIANCE CERTIFICATE**

REGISTRATION NO. 21-65596  
NOMINAL CAPITAL : RS. 1000.00 LACS

To  
The Members,  
M/s. N.B. I. Industrial Finance Co. Ltd.  
21, Strand Road,  
Kolkata - 700 001

Dear Sirs,

I have examined the registers, records, books and papers of Messrs. N.B.I. INDUSTRIAL FINANCE CO. LIMITED (the Company) as required to be maintained under the Companies Act, 1956 (the Act), and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31<sup>st</sup> March, 2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, I certify that in respect of the aforesaid financial year.

- 1) The Company has kept and maintained all registers as stated in Annexure – "A" to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
- 2) The Company has duly filed the forms and returns as stated in Annexure – "B" to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
- 3) The Company being a Public Limited Company, has the minimum prescribed Capital.
- 4) The Board of Directors duly met seven times respectively on 30.04.2011, 30.06.2011, 12.08.2011, 03.09.2011, 14.11.2011, 14.01.2012 and 14.02.2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.
- 5) The Company has closed its Register of Members from 3<sup>rd</sup> September, 2011 to 10<sup>th</sup> September, 2011 and necessary compliance of Section 154 of the Act has been made.
- 6) The Annual General Meeting for the financial year ended 31<sup>st</sup> March, 2011 was held on 10.09.2011 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minute Book maintained for the purpose.
- 7) Extra Ordinary General Meeting was held on 15.03.2012 during the financial year.



- 8) The Company has not advanced any loan to its Directors or persons or firms or companies referred to under Section 295 of the Act during the said financial year.
- 9) According to explanation given by the company, it has duly complied with the provisions of Section 297 of the Act in respect of contracts specified in that section.
- 10) The Company has made necessary entries in the register maintained under Section 301 of the Act.
- 11) As there were no instances falling within the purview of Section 314 of the Act, during the financial year, the company has not obtained any approval from the Board of Directors, Members or Central Government as the case may be.
- 12) The Company has not issued any duplicate certificate during the financial year.
- 13) The Company has :
  - i) delivered all the Certificates on lodgment thereof for transfer/transmission or any other purpose in accordance of the provisions of the Act.
  - ii) not posted Warrants to any member of the company as no dividend was declared during the financial year.
  - iii) no amount to the credit of application money due for refund, matured deposits, matured debentures and the interest accrued thereon requiring transfer to Investor Education and Protection Fund.
  - iv) duly complied with the requirements of Section 217 of the Act.
- 14) The Board of Directors of the Company is duly constituted and the appointment of Directors has been duly made.
- 15) The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
- 16) The Company has not appointed any sole selling agents during the financial year.
- 17) On the basis of information available with the Company, it was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
- 18) The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
- 19) The Company has not issued any shares during the financial year to its employees.
- 20) The Company has not bought back any shares during the financial year.

- 21) There was no redemption of preference shares or debentures during the financial year.
- 22) There were no transactions necessitating the Company to keep in abeyance the right to dividend, rights shares and bonus shares pending registration of transfer of shares.
- 23) The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
- 24) The Company has borrowed during the year under review within the provisions of Companies Act, 1956.
- 25) The Company has made investments in compliance with provisions of the Companies Act, 1956 and has made necessary entries in the register kept for the purpose.
- 26) The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one state to another during the year under scrutiny.
- 27) The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
- 28) The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
- 29) The Company has not altered the provisions of the Memorandum with respect to the share capital of the Company during the year under scrutiny.
- 30) The Company has not altered its Articles of Association during the financial year.
- 31) There was/were no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
- 32) The Company has not received any money as security from its employees during the financial year.
- 33) The provision of Section 418 of the Companies Act does not apply to this Company, as the company has not constituted any Provident Fund.

Place : Kolkata  
Date : 30th June, 2012

**MUKESH CHATURVEDI**  
*Secretary (In Whole-Time Practice)*  
C. P. No. 3390

**ANNEXURE – “A”**

Register as maintained by the Company

- |  |         |
|--|---------|
| 1) Register of Members                                     | u/s 150 |
| 2) Register of Disclosures of Directors                    | u/s 301 |
| 3) Register of Contracts in which Directors are interested | u/s 301 |
| 4) Register of Directors                                   | u/s 303 |
| 5) Register of Directors' Shareholdings                    | u/s 307 |
| 6) Books of Accounts                                       | u/s 209 |
| 7) Minutes of Board Meeting                                | u/s 193 |
| 8) Minutes of General Meeting                              | u/s 193 |
| 9) Register of Share Transfer                              | u/s 108 |

**ANNEXURE – “B”**

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending 31<sup>st</sup> March, 2012.

1. Form No.20B u/s 159 for the year ending 31<sup>st</sup> March, 2011 e-filed vide Receipt No.P76463363 dt.29.10.2011 with normal fees.
2. Form 23AC & 23ACA u/s 220 for the year ending 31<sup>st</sup> March, 2011 e-filed vide Receipt No.P71867915 dated 07.10.2011 with normal fees.
3. Form No.66 u/s 383A for the year ending 31<sup>st</sup> March, 2011 e-filed vide Receipt No.P71309983 dated 30.09.2011 with normal fees.
4. Form 32 e-filed on 02.02.2012 vide Receipt No.B30954887 with normal fees.
5. Form 23 e-filed on 07.05.2012 vide Receipt No.B38526083 with additional fees.

**MUKESH CHATURVEDI**

*Secretary (In Whole-Time Practice)*

C. P. No. 3390



## **AUDITORS' REPORT**

### **TO THE MEMBERS OF N.B.I. INDUSTRIAL FINANCE COMPANY LIMITED**

We have audited the attached Balance Sheet of NBI INDUSTRIAL FINANCE COMPANY LIMITED as at 31<sup>st</sup> March, 2012 and the related Statement of Profit and Loss and Cash Flow Statement for the year ended on that date annexed thereto which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit also 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.

1. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (the 'Order') issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 (the 'Act'), we enclose in the Annexure a statement on the matters specified in Paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to in Paragraph 1 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 the Companies Act, 1956 have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - e) As per the information and explanations given to us, none of the directors of the Company is disqualified from being appointed as a director under clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.



- f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements *subject to note 23 for payments yet to be made out of General Reserve* and read together with other notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India : -
- i) in the case of the Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2012 ;
  - ii) in the case of the Statement of Profit and Loss of the profit of the Company for the year ended on that date ; and
  - iii) in the case of the Cash Flow Statement of the cash flows of the Company for the year ended on that date.

Kolkata

Dated : 30th June, 2012

For **LAKHOTIA & CO.**  
Chartered Accountants  
Firm Registration No.- 313149E

**NARESH LAKHOTIA**  
Partner  
Membership No. 51249

#### **ANNEXURE TO THE AUDITORS' REPORT**

**(Statement referred to in our report of even date to the Members of NBI Industrial Finance Company Limited on the Financial Statements for the year ended 31<sup>st</sup> March, 2012 )**

- i. (a) The Company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets.
- (b) According to information and explanations given to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, the company has not disposed of a substantial part of its fixed assets during the year.
- ii. The Company does not have any inventory and as such clauses 4(ii)(a), 4(ii)(b) and 4(ii)(c) of the Order are not applicable to the Company.
- iii. (a) The company has not granted any loan to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, clauses 4(iii)(b), 4(iii)c and 4(iii)d of the order are not applicable to the company.

- (b) The company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, clauses 4 (iii) (f) and 4 (iii) (g) of the order are not applicable to the company.
- iv. In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and there are no purchase of inventory and sale of goods and services during the year. According to information and explanations given to us, we have neither come across nor have we been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
- v. According to information and explanations given to us, there have been no transactions exceeding the value of five lakh rupees in respect of any party during the year in pursuance of contracts or arrangements which are required to be entered in the register maintained under Section 301 of the Act. Accordingly, clause 4(v)(b) of the Order is not applicable.
- vi. The Company has not accepted deposits from the public.
- vii. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- viii. The Central Government has not prescribed for the maintenance of cost records under section 209(1) (d) of the Act.
- ix. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company has been regular in depositing during the year undisputed statutory dues in respect of provident fund, income-tax and other material statutory dues, as applicable, with the appropriate authorities and during the year there are no undisputed statutory dues relating to investor education and protection fund, employees' state insurance, sales tax, wealth tax, service tax, custom duty, excise duty and cess.  
  
(b) As at 31<sup>st</sup> March, 2012, according to the records of the Company and the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess that have not been deposited on account of any dispute.
- x. The Company has neither accumulated losses as at 31<sup>st</sup> March 2012 nor has it incurred any cash losses during the financial year ended on that date and in the immediately preceding financial year.
- xi. Based on the information and explanations given to us by the management, the Company has not defaulted in repayment of dues to banks. The Company has not taken any loans from financial institutions or against debentures during the year.



**Balance Sheet as at 31st March, 2012**

	Note	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Shareholders' Fund</b>			
Share Capital	2	12,284,030	12,284,030
Reserves and Surplus	3	143,443,871	129,791,728
		<u>155,727,901</u>	<u>142,075,758</u>
<b>Non-Current Liabilities</b>			
Long- Term Provisions	4	1,418,273	1,229,162
		<u>1,418,273</u>	<u>1,229,162</u>
<b>Current Liabilities</b>			
Short -Term Borrowings	5	79,583	27,764
Other Current Liabilities	6	112,026	110,816
Short- Term Provisions	7	60,603	39,455
		<u>252,212</u>	<u>178,035</u>
<b>TOTAL</b>		<u><u>157,398,386</u></u>	<u><u>143,482,955</u></u>
<b><u>ASSETS</u></b>			
<b>Non-Current Assets</b>			
Fixed Assets	8	46,000	34,204
Tangible Assets			
Non-Current Investments	9	80,689,293	74,919,587
Deferred Tax Assets (Net)	10	538,703	503,248
Long-Term Loans and Advances	11	30,800	30,800
Other Non-Current Assets	12	17,283,308	889,503
		<u>98,588,104</u>	<u>76,377,342</u>
<b>Current Assets</b>			
Current Investments	13	33,344,588	33,344,588
Cash and Bank Balances	14	239,428	15,109,668
Short-Term Loans and Advances	15	23,583,690	17,408,321
Other Current Assets	16	1,642,576	1,243,036
		<u>58,810,282</u>	<u>67,105,613</u>
<b>TOTAL</b>		<u><u>157,398,386</u></u>	<u><u>143,482,955</u></u>
Significant Accounting Policies	1		
Notes forming part of the financial statements	2-31		

*In terms of our report attached*For **LAKHOTIA & CO.**

Chartered Accountants

Firm Registration No. 313149E

**NARESH LAKHOTIA**

Partner

Membership No. 51249

Kolkata, Dated the 30th June, 2012

**ASHOK BHANDARI****R. N. MUNDHRA****J. P. MUNDRA****B. L. GAGGAR***Directors*

**Statement of Profit & Loss for the year ended 31st March, 2012**

	Note	For the Year ended 31st March 2012 Rs.	For the Year ended 31st March 2011 Rs.
<b>INCOME</b>			
Revenue from Operations	17	17,843,726	17,862,419
<b>Total Revenue</b>		<b>17,843,726</b>	<b>17,862,419</b>
<b>Expenses</b>			
Employee Benefits Expense	18	2,509,521	2,329,556
Finance Costs	19	35,481	193,564
Depreciation and Amortisation Expense	20	11,699	14,308
Other Expenses	21	823,418	1,128,174
Donation		500,000	—
Securities Transaction Tax		3,742	30,548
Provision For Standard Assets		23,177	43,212
<b>Total Expenses</b>		<b>3,907,038</b>	<b>3,739,362</b>
<b>Profit Before Tax</b>		<b>13,936,688</b>	<b>14,123,057</b>
<b>Tax Expense:</b>			
Current Tax (MAT)		320,000	—
Tax relating to earlier years		—	1,633
Deferred Tax		(35,455)	5,793
		<b>284,545</b>	<b>7,426</b>
<b>Profit / (Loss) After Tax for the year</b>		<b>13,652,143</b>	<b>14,115,631</b>
<b>Basic &amp; Diluted Earnings per share</b> <b>(of Rs.10/- each):</b>			
	22	11.11	11.49
Significant Accounting Policies	1		
Notes forming part of the financial statements	2-31		

For **LAKHOTIA & CO.**  
Chartered Accountants  
Firm Registration No. 313149E  
**NARESH LAKHOTIA**  
Partner  
Membership No. 51249  
Kolkata, Dated the 30th June, 2012

*In terms of our report attached*

**ASHOK BHANDARI**  
**R. N. MUNDHRA**  
**J. P. MUNDRA**  
**B. L. GAGGAR**  
*Directors*



## Cash Flow Statement for the year ended 31 March, 2012

Particulars	For the year ended 31 March, 2012		For the year ended 31 March, 2011	
	Rs.	Rs.	Rs.	Rs.
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before tax		13,936,688		14,123,057
<u>Adjustments for:</u>				
Depreciation and Amortisation Expenses	11,699		14,308	
Amortisation of preliminary expenses	-		75,000	
Finance costs	35,481		193,564	
Interest income	(3,593,590)		(2,056,869)	
Dividend income	(12,858,827)		(14,582,497)	
Net (gain) / loss on sale of investments	(1,391,309)		(1,220,572)	
Provision for Standard Assets	23,177	(17,773,369)	43,212	(17,533,854)
Operating profit / (loss) before working capital changes		(3,836,681)		(3,410,797)
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Short-term loans and advances	(7,477,464)		(15,000,000)	
Long-term loans and advances	-		475,000	
Other Non- Current Assets	(15,000,000)		-	
Other current assets	150,000		160,304	
Adjustments for increase / (decrease) in operating liabilities:				
Other Current Liabilities	1,210		11,033	
Long Term Provisions	187,083	(22,139,171)	177,765	(14,175,898)
Cash generated from operations		(25,975,852)		(17,586,695)
Net income tax (paid) / refunds		982,094		(487,510)
<b>Net cash flow from / (used in) operating activities (A)</b>		(24,993,758)		(18,074,205)
<b>B. Cash flow from investing activities</b>				
Purchase of Fixed Assets		(23,495)		(8,395)
Sale of Current Investments		(21,550,000)		(5,487,030)
Purchase of Current Investments		22,124,248		4,861,176
Purchase of long-term investments		(8,769,206)		(38,494,025)
Sale of long-term investments		3,816,561		49,834,626
Interest received		1,467,990		1,417,315
Finance Costs		(35,481)		(193,564)
Dividend received on Long Term Investments		11,897,900		11,897,900
Dividend received on Current Investments		1,143,182		2,308,708
<b>Net cash flow from / (used in) investing activities (B)</b>		10,071,699		26,136,711

Cash Flow Statement for the year ended 31 March, 2012

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	Rs.	Rs.
C. Cash flow from financing activities		
Repayment of short-term borrowings	51,819	(8,085,036)
Net cash flow from / (used in) financing activities (C)	51,819	(8,085,036)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(14,870,240)	(22,530)
Cash and cash equivalents at the beginning of the year (Note -14)	15,109,668	15,132,198
Cash and cash equivalents at the end of the year (Note -14)	239,428	15,109,668

In terms of our report attached

For LAKHOTIA & CO.  
Chartered Accountants  
Firm Registration No. 313149E

NARESH LAKHOTIA  
Partner

Membership No. 51249  
Kolkata, Dated the 30th June, 2012

ASHOK BHANDARI  
R. N. MUNDHRA  
J. P. MUNDRA  
B. L. GAGGAR

Directors

## **NOTES TO THE FINANCIAL STATEMENTS**

### **NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES**

#### **a) Basis of preparation**

i. The financial statements are prepared under the historical cost convention and in accordance with the accounting principles generally accepted in India and comply with the accounting standards notified by the Central Government of India under the Companies (Accounting Standards) Rules 2006, relevant provisions of the Companies Act, 1956 and other guidelines issued by the Reserve Bank of India (RBI) as applicable to a Non-Banking Finance Company.

ii. (a) During the year ended 31<sup>st</sup> March, 2012, the Revised Schedule VI notified under the Companies Act, 1956 has become applicable to the company for preparation and presentation of financial statements. The adoption of revised Schedule VI does not impact the recognition and measurement principles followed for preparation of the financial statements. However, it has significant impact on the presentation and disclosures made in financial statements.

(b) Pursuant to applicability of Revised Schedule VI on presentation of financial statements for the financial year ended March 31, 2012; the Company has classified all its assets / liabilities into current / non-current based on the time frame of 12 months from the date of financial statements. Accordingly, assets/ liabilities expected to be realized /settled within 12 months from the date of financial statements are classified as current and other assets/ liabilities are classified as non- current.

#### **b) Fixed Assets and Depreciation:**

Fixed Assets are stated at cost of acquisition less accumulated depreciation. Depreciation on fixed assets is provided on the written down value method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.

#### **c) Investments**

Investments intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and market/fair value category- wise basis. Long-term investments are carried at cost. Provision for diminution in value of long term investments, other than temporary, shall be made.

#### **d) Recognition of Income and Expenditure**

Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred. Dividend income is recognized when the right to receive is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

#### **e) Accounting for Taxes on Income:**

Provision for current tax is made in accordance with the Income tax laws prevailing for the relevant assessment year.

Deferred Tax for timing difference between tax profits and book profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet Date. Deferred tax assets are recognized to the extent there is reasonably certainty that these assets can be realized in future. Deferred tax assets are reviewed as at each Balance Sheet date to re- assess realization.



## NOTES TO THE FINANCIAL STATEMENTS

	As At 31.03.2012 Rs.	As At 31.03.2011 Rs.
<b>Note 2 - SHARE CAPITAL</b>		
<b>Authorised :</b>		
1,00,00,000 (1,00,00,000) Equity Shares of Rs. 10/- each	100,000,000	100,000,000
	<u>100,000,000</u>	<u>100,000,000</u>
<b>Issued</b>		
1,229,529 (1,229,529) Equity Shares of Rs. 10/- each	12,295,290	12,295,290
	<u>12,295,290</u>	<u>12,295,290</u>
<b>Subscribed &amp; Fully Paid :</b>		
1,228,403 (1,228,403) Equity Shares of Rs. 10/- each fully paid up	12,284,030	12,284,030
	<u>12,284,030</u>	<u>12,284,030</u>

a) Reconciliation of the number of  
Equity shares outstanding

Equity shares	Nos.	Rs.	Nos.	Rs.
Balance as at the beginning of the year	1,228,403	12,284,030	1,228,403	12,284,030
Balance as at the end of the year	1,228,403	12,284,030	1,228,403	12,284,030

## b) Rights, preferences and restrictions attached to shares

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. Dividend, if any, proposed by the board of directors is subject to approval of the shareholders in the ensuing AGM. In the event of liquidation of the company, the holders of equity shares will be entitled to any of the remaining assets of the company after distribution of all preferential amounts in proportion to the no. of equity shares held by them.

## c) Details of shareholder holding more than 5% Equity shares in the company

S.No.	Name	No. of Shares held	No. of Shares held
1	Digvijay Finlease Ltd.	235739	235739
2	Shree Capital Services Ltd.	236000	236000
3	The Laxmi Salt Co. Ltd.	62244	62244
4	Shri Benu Gopal Bangur	104100	104100
5	Tullika Investments Pvt. Ltd.		61604

## d) No shares have been allotted during the period of five years immediately preceding March 31, 2012 pursuant to contracts without payment received in cash or by way of bonus shares and there has been no buy back during the said period.



## NOTES TO THE FINANCIAL STATEMENTS

Particulars	As At 31.03.2012 Rs.	As At 31.03.2011 Rs.
<b>Note 3 - Reserves and Surplus</b>		
(a) Capital Reserve		
As per last account	55,255	55,255
(b) Securities premium account		
As per last account	1,650,726	1,650,726
(c) General Reserve		
As per last account	76,444,473	76,444,473
(d) Reserve Fund		
(As per Section 45-IC of RBI Act)		
Opening balance	7,981,500	5,158,000
Add: Transferred from Surplus in Statement of Profit & Loss	2,730,500	2,823,500
Closing balance	10,712,000	7,981,500
(e) Surplus in the Statement of Profit and Loss		
Opening balance	43,659,774	32,367,643
Add: Profit for the year	13,652,143	14,115,631
Less: Appropriations		
Transferred to Reserve Fund	2,730,500	2,823,500
Closing balance	54,581,417	43,659,774
<b>Total</b>	<b>143,443,871</b>	<b>129,791,728</b>
<b>Note 4 - Long-Term provisions</b>		
Employee benefits:		
Gratuity	1,046,945	896,383
Leave Salary	365,543	329,022
Contingent Provision against Standard Assets	5,785	3,757
<b>Total</b>	<b>1,418,273</b>	<b>1,229,162</b>
<b>Note 5 Short-term borrowings</b>		
<b>Secured</b>		
Loans repayable on demand from Bank	79,583	27,764
(Secured by Pledge of Fixed Deposit Receipts)		
<b>Total</b>	<b>79,583</b>	<b>27,764</b>
<b>Note 6 Other Current Liabilities</b>		
Liability for Expenses	67,984	66,954
Capital Repayable Under Capital Reduction Scheme - Unclaimed	36,560	36,560
Statutory Dues	7,482	7,302
<b>Total</b>	<b>112,026</b>	<b>110,816</b>
<b>Note 7 Short - Term provisions</b>		
Contingent Provision against Standard Assets	60,603	39,455
<b>Total</b>	<b>60,603</b>	<b>39,455</b>

NOTES TO THE FINANCIAL STATEMENTS

Note - 8

FIXED ASSETS

TANGIBLE ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 01.04.2011	Additions	Deductions	Total As At 31.03.2012	Upto 31.03.2011	For the Period	Upto 31.03.2012	As at 31.03.2012
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Furniture & Fixture	31,080	23,495	-	54,575	12,794	5,332	18,126	36,449
Office Equipment	73,684	-	-	73,684	57,766	6,367	64,133	9,551
Total	1,04,764	23,495	-	1,28,259	70,560	11,699	82,259	46,000
Previous year	96,369	8,395	-	104,764	56,252	14,308	70,560	34,204

## NOTES TO THE FINANCIAL STATEMENTS

## Note 9 - Non-Current Investment

## Long Term

Particulars	Face Value Rs.	As at 31.03.2012		As at 31.03.2011	
		Number	Value Rs.	Number	Value Rs.
<b>Other Investments</b>					
<b>Investment in Equity Shares:</b>					
<b>Quoted (Fully Paid-up)</b>					
Clariant Chemicals (India) Ltd.	10	4,150	2,703,745	-	-
J.K. Pharmachem Limited	10	2,500	8,631	2,500	8,631
NEPC India Limited	10	-	-	200	6,000
Regency Properties Limited	10	1,000	10,000	1,000	10,000
Sanathana Dharma Gurukulam Ltd.	10	1,000	10,000	1,000	10,000
Shree Cement Limited	10	849,450	23,957,957	849,450	23,957,957
Shree Synthetics Limited	10	12,441	3,483	12,441	3,483
Suditi Hosiery Limited	10	-	-	100	1,000
Western India Commercial Co. Ltd.	100	2,105	116,460	2,105	116,460
			<b>26,810,276</b>		<b>24,113,531</b>
<b>Unquoted (Fully Paid -Up)</b>					
Alfa Buildhome Pvt. Ltd.	10	9,000	108,270	9,000	108,270
Aqua infra Projects Ltd.	10	25,000	4,705,501	25,000	2,500,000
Asish Creations Pvt. Ltd.	10	42,400	510,072	42,400	510,072
Didu Investments Pvt. Ltd.	10	81,333	896,905	81,333	896,905
Digvijay Finlease Limited	10	165,836	2,037,263	165,836	2,037,263
Mannakrishna Investments Pvt. Ltd.	10	266,666	3,643,876	266,666	3,643,876
Newa Investments Pvt. Limited	10	150,000	1,500,000	150,000	1,500,000
Ragini Finance Ltd.	10	150,000	1,654,129	150,000	1,654,129
Rajesh Vanijya Pvt. Ltd.	10	342,000	1,323,300	342,000	1,323,300
Shree Cement Marketing Limited	10	9,000	90,450	9,000	90,450
Shree Capital Services Limited	10	247,860	5,064,118	247,860	5,064,118
Tanushree Logistics Private Limited	10	54,000	5,400,000	54,000	5,400,000
The Laxmi Salt Co. Ltd.	10	150,000	1,804,500	150,000	1,804,500
The Venktesh Co. Limited	10	96,500	1,161,765	96,500	1,161,765
			<b>29,900,149</b>		<b>27,694,648</b>
<b>Unquoted (Partly Paid -Up)</b>					
Ramgopal Holdings Pvt. Ltd.	10	50,625	4,077,908	50,625	4,077,908
<b>Investment in Bonds /Debentures</b>					
<b>Quoted(Fully paid up)</b>					
8.2 % NHAI Tax Free Bonds 2022	1000	3,783	3,859,960	-	-
Zero Coupon NABARD Bhavishya Nirman Bond 2019	20000	-	-	342	2,992,500

## NOTES TO THE FINANCIAL STATEMENTS

## Note 9 - Non-Current Investment

Particulars	Face Value Rs.	As at 31.03.2012		As at 31.03.2011	
		Number	Value Rs.	Number	Value Rs.
9.5 % State Bank Of India Bonds 2025	10000	42	420,000	42	420,000
9.95 % L & T Finance Ltd. NCD 2017	1000	5,621	5,621,000	5,621	5,621,000
			<u>9,900,960</u>		<u>9,033,500</u>
<b>Unquoted(Fully paid up)</b>					
Rajesh Vanijya Pvt. Ltd. - FCD 2015	100	100,000	10,000,000	100,000	10,000,000
			<u>10,000,000</u>		<u>10,000,000</u>
<b>GRAND TOTAL</b>			<u>80,689,293</u>		<u>74,919,587</u>
Aggregate amount of quoted investments			36,711,236		33,147,031
Aggregate amount of unquoted investments			43,978,057		41,772,556
Aggregate market value of quoted investments			2,747,458,793		1,767,582,574

Particulars	As at 31 March, 2012 Rs.	As at 31 March, 2011 Rs.
-------------	--------------------------------	--------------------------------

## Note 10 Deferred Tax Assets

## Deferred Tax Asset

On Unabsorbed Losses	66,931	87,061
Provision for Gratuity	323,506	276,982
Provision for Leave Salary	112,953	101,668
Difference between Book and Tax Depreciation	35,313	37,537
<b>Deferred Tax Asset</b>	<u>538,703</u>	<u>503,248</u>

## Note 11 Long Term Loans and Advances

(Unsecured, considered good)

Security deposits	30,800	30,800
<b>Total</b>	<u>30,800</u>	<u>30,800</u>

## Note 12 Other Non- Current Assets

(Unsecured, considered good)

Interest accrued on deposits	746,010	-
Interest accrued on investments	1,537,298	889,503
In Fixed Deposits maturity more than 12 months	15,000,000	-
<b>Total</b>	<u>17,283,308</u>	<u>889,503</u>



## NOTES TO THE FINANCIAL STATEMENTS

## Note 13 - Current Investment

Particulars	Face Value Rs.	As at 31.03.2012		As at 31.03.2011	
		Number	Value Rs.	Number	Value Rs.
<b>Investment in Equity Shares</b>					
<b>Quoted (Fully Paid-Up)</b>					
Asahi India Safety Glass Limited	1	17,771	1,926,360	17,771	1,926,360
CESC Limited	10	—	—	1,053	—
Foseco India Limited	10	8,887	2,854,455	8,887	2,854,455
Glaxo Smith Kline Consumer Health Care Ltd.	10	3,755	2,472,230	3,755	2,472,230
Honda Siel Power Products Limited	10	4,229	499,117	4,229	499,117
India Nippon Electricals Limited *	10	50,372	5,585,230	35,980	5,585,230
The Indian Hotels Co. Ltd.	1	118,500	4,121,058	118,500	4,121,058
The Orissa Minerals Development Co. Ltd.	10	600	—	600	—
The Paper Products Limited	2	122,850	10,399,108	122,850	10,399,108
Whirlpool India Ltd.	10	22,070	5,487,030	22,070	5,487,030
			<b>33,344,588</b>		<b>33,344,588</b>
Aggregate amount of quoted investments			<b>33,344,588</b>		<b>33,344,588</b>
Aggregate market value of quoted investments			<b>68,043,579</b>		<b>77,154,015</b>

NOTE : \* 14392 Bonus shares received.

Particulars	As at	
	31 March, 2012 Rs.	31 March, 2011 Rs.
<b>Note 14 Cash and Bank Balances</b>		
<b>Cash and Cash Equivalents</b>		
(a) Cash on hand	101,073	101,073
(b) Balances with Scheduled banks		
(i) In current accounts	<u>138,355</u>	<u>8,595</u>
	239,428	109,668
Other Bank Balances		
In Fixed deposit accounts- maturity more than twelve months	15,000,000	15,000,000
(Pledged with bank against overdraft)	<u>15,239,428</u>	<u>15,109,668</u>
Less : Fixed Deposits disclosed as Non Current assets (Note No 12)	<u>15,000,000</u>	<u>—</u>
<b>Total</b>	<u>239,428</u>	<u>15,109,668</u>

NOTES TO THE FINANCIAL STATEMENTS

Particulars	As at 31 March, 2012 Rs.	As at 31 March, 2011 Rs.
<b>Note 15 Short-term loans and advances</b>		
(Unsecured, considered good)		
Advances to employees	193,000	94,296
Loan to Body Corporates	22,200,000	15,000,000
Income Tax Advances (Net of Provisions)	984,897	2,286,991
Other Advances	205,793	27,034
<b>Total</b>	<b>23,583,690</b>	<b>17,408,321</b>
<b>Note 16 Other current assets</b>		
(Unsecured, considered good)		
Dividend Receivable On Investments	193,634	375,889
Interest accrued On Loans	1,374,313	118,356
Interest accrued on deposits	-	582,612
Interest accrued on investments	74,629	16,179
Application Money	-	150,000
<b>Total</b>	<b>1,642,576</b>	<b>1,243,036</b>

Particulars	For the Year ended 31 March, 2012 Rs.	For the Year ended 31 March, 2011 Rs.
<b>Note 17 Revenue From Operation</b>		
<b>INTEREST INCOME</b>		
on Loan	1,552,657	131,507
on Application Money	20,705	23,577
on Investments in Bonds	74,629	16,179
on Investments in Debentures	647,795	589,172
on Income Tax Refund	-	158,172
on Fixed Deposits with Bank	1,297,804	1,138,262
	<b>3,593,590</b>	<b>2,056,869</b>
<b>Net gain on sale of Investments:</b>		
current investments	277,678	310,991
long-term investments	1,113,631	912,062
	<b>1,391,309</b>	<b>1,223,053</b>
<b>Dividend income:</b>		
from current investments	960,927	2,684,597
from long-term investments	11,897,900	11,897,900
	<b>12,858,827</b>	<b>14,582,497</b>
<b>Total</b>	<b>17,843,726</b>	<b>17,862,419</b>

## NOTES TO THE FINANCIAL STATEMENTS

Particulars	For the Year ended 31 March, 2012	For the Year ended 31 March, 2011
	Rs.	Rs.
<b>Note 18 Employee Benefits Expense</b>		
Salaries and Allowances	1,945,564	1,811,314
Contributions to Provident Fund	137,456	124,462
Gratuity	150,563	139,742
Leave Salary	36,521	38,022
Staff Welfare expenses	239,417	216,016
<b>Total</b>	<b>2,509,521</b>	<b>2,329,556</b>
<b>Note 19 Finance costs</b>		
Interest Expenses		
To Bank	35,086	193,564
To Others	395	-
<b>Total</b>	<b>35,481</b>	<b>193,564</b>
<b>Note 20 Depreciation and Amortisation Expenses</b>		
Depreciation on Tangible Assets	11,699	14,308
<b>Total</b>	<b>11,699</b>	<b>14,308</b>
<b>Note 21 Other expenses</b>		
Rent	108,000	96,000
Repairs - Others	37,506	41,735
Rates and taxes	4,350	4,350
Communication Expenses	66,106	71,155
Travelling and Conveyance	31,954	38,156
Printing and stationery	220,203	180,268
Advertisement	67,307	42,139
Directors Sitting Fee	26,000	16,000
Legal and professional	128,401	406,111
Payments to auditors		
For - statutory audit	25,000	25,000
For - taxation matters	6,000	5,000
For other services	3,000	6,000
Amortisation of Preliminary expenses	-	75,000
Miscellaneous expenses	99,591	121,260
<b>Total</b>	<b>823,418</b>	<b>1,128,174</b>
<b>Note 22 Earnings per share (EPS)</b>		
Nominal value per Equity share	10/-	10/-
Net Profit after Tax	13,652,143	14,115,631
Weighted average number of Equity Shares	1,228,403	1,228,403
Basic and diluted Earning per share	11.11	11.49



**NOTES TO THE FINANCIAL STATEMENTS**

- 23 The Company has not paid any amount during the year out of General Reserve to the Shareholders who had opted to withdraw under the Scheme of Capital Reduction approved by the High Court. General Reserve will be further reduced by Rs.1,38,928/- as and when payments are claimed.
- 24 There are no separate reportable segments as per Accounting Standard 17.
- 25 Contingent Liability not provided for Uncalled liability on Partly Paid up Shares =Rs. 1012500/- (Previous Year Rs.1012500/-)
- 26 Employee Benefit Expenses appearing in the Statement of Profit and Loss are net of service charges received from others.
- 27 Unabsorbed MAT for which future credit may be available amounts to Rs. 667270/- (Previous Year Rs. 355263/-)
- 28 Contingent Provision for Standard Assets has been created at 0.25% of the standard assets in terms of the Notification No. DNBS. 223/CGM (US) – 2011 dated 17th January 2011, issued by the Reserve Bank of India.
- 29 Micro, Small and Medium Enterprises Development Act, 2006  
There is no amount due to Micro, Medium and Small enterprises nor there has been any delay in payment to such enterprises.
- 30 Previous year's figures :  
The Company has reclassified the previous year's figures in accordance with the requirements applicable in the current year as required by Revised Schedule VI.
- 31 Statement required under paragraph 13 of Non Banking ( Non- Deposit Acceptance or Holding ) Companies Prudential Norms (Reserve Bank) Directions, 2007 is enclosed.

For **LAKHOTIA & CO.**

*Chartered Accountants*

*Firm Registration No. 313149E*

**NARESH LAKHOTIA**

*Partner*

*Membership No. 51249*

*Kolkata, Dated the 30th June, 2012*

*In terms of our report attached*

**ASHOK BHANDARI**

**R. N. MUNDHRA**

**J. P. MUNDRA**

**B. L. GAGGAR**

*Directors*

**SCHEDULE TO THE BALANCE SHEET OF A NON - BANKING FINANCIAL COMPANY**  
 (as required in terms of paragraph 13 of Non - Banking Financial ( Non Deposit Accepting or Holding ) Companies Prudential Norms ( Reserve Bank ) Directions , 2007)

(Rs. in Lakhs)

PARTICULARS		As on 31.03.2012	
Liabilities side :			
(1)	Loans and Advances availed by the NBFCs inclusive of interest accrued thereon but not paid :	Amount Outstanding	Amount Overdue
(a)	Debentures :		
	Secured	Nil	Nil
	Unsecured	Nil	Nil
	(Other than falling within the meaning of public deposits)		
(b)	Deferred Credits	Nil	Nil
(c)	Term Loans	Nil	Nil
(d)	Inter-Corporate loans and borrowing	Nil	Nil
(e)	Commercial Paper	Nil	Nil
(f)	Other Loans (specify nature)		
	From State Bank of Bikaner & Jaipur	0.80	Nil
	(Against Pledge of Fixed Deposit Receipt)		
Assets side :			
(2)	Break-up of Loans and Advances Including bills receivables [Other than those included in (4) below] :		
(a)	Secured	Nil	Nil
(b)	Unsecured	240.04	Nil
(3)	Break-up of Leased Assets and Stock on hire and other assets counting towards AFC activities		
(i)	Lease assets including lease rentals under sundry debtors :		
(a)	Financial lease	Nil	
(b)	Operating lease	Nil	
(ii)	Stock on hire including hire charges under sundry debtors :		
(a)	Assets on hire	Nil	
(b)	Reposessed Assets	Nil	
(iii)	Other loans counting towards AFC activities :		
(a)	Loans where assets have been reposessed	Nil	
(b)	Loans other than (a) above	Nil	

(4) Break-up of Investments

Current Investments

1. Quoted :

(i) Shares : (a) Equity	333.45
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of Mutual Funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

2. Unquoted

(i) Shares : (a) Equity	Nil
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of Mutual Funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

Long Term Investments :

1. Quoted :

(i) Shares : (a) Equity	268.10
(b) Preference	Nil
(ii) Debentures and Bonds	99.01
(iii) Units of Mutual Funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

2. Unquoted

(i) Shares : (a) Equity	339.78
(b) Preference	Nil
(ii) Debentures and Bonds	100.00
(iii) Units of Mutual Funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

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

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	240.04	240.04
Total	Nil	240.04	240.04



## (6) Investor group-wise classification of all Investments (Current and Long Term) in shares and securities (both quoted and unquoted)

Category	Market Value/ Break-up or Fair Value or NAV	Book Value (Net of Provisions)
<b>1. Related Parties</b>		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
<b>2. Other than related parties</b>	33401.71	1140.34
<b>Total</b>	33401.71	1140.34

## (7) Other Information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related Parties	Nil
(b) Other than related parties	Nil
(ii) Net Non-Performing Assets	
(a) Related Parties	Nil
(b) Other than related parties	Nil
(iii) Assets acquired in satisfaction of debt.	Nil

*As per our Report of even date attached herewith.*

For LAKHOTIA & CO.

Chartered Accountants

Firm Registration No. 313149E

NARESH LAKHOTIA

Partner

Membership No. 51249

Kolkata, Dated the 30th June, 2012

ASHOK BHANDARI

R. N. MUNDHRA

J. P. MUNDRA

B. L. GAGGAR

Directors

Book-Post

*If undelivered, please return to :*

**N.B.I. Industrial Finance Co. Ltd.**

21, Strand Road

Kolkata - 700 001