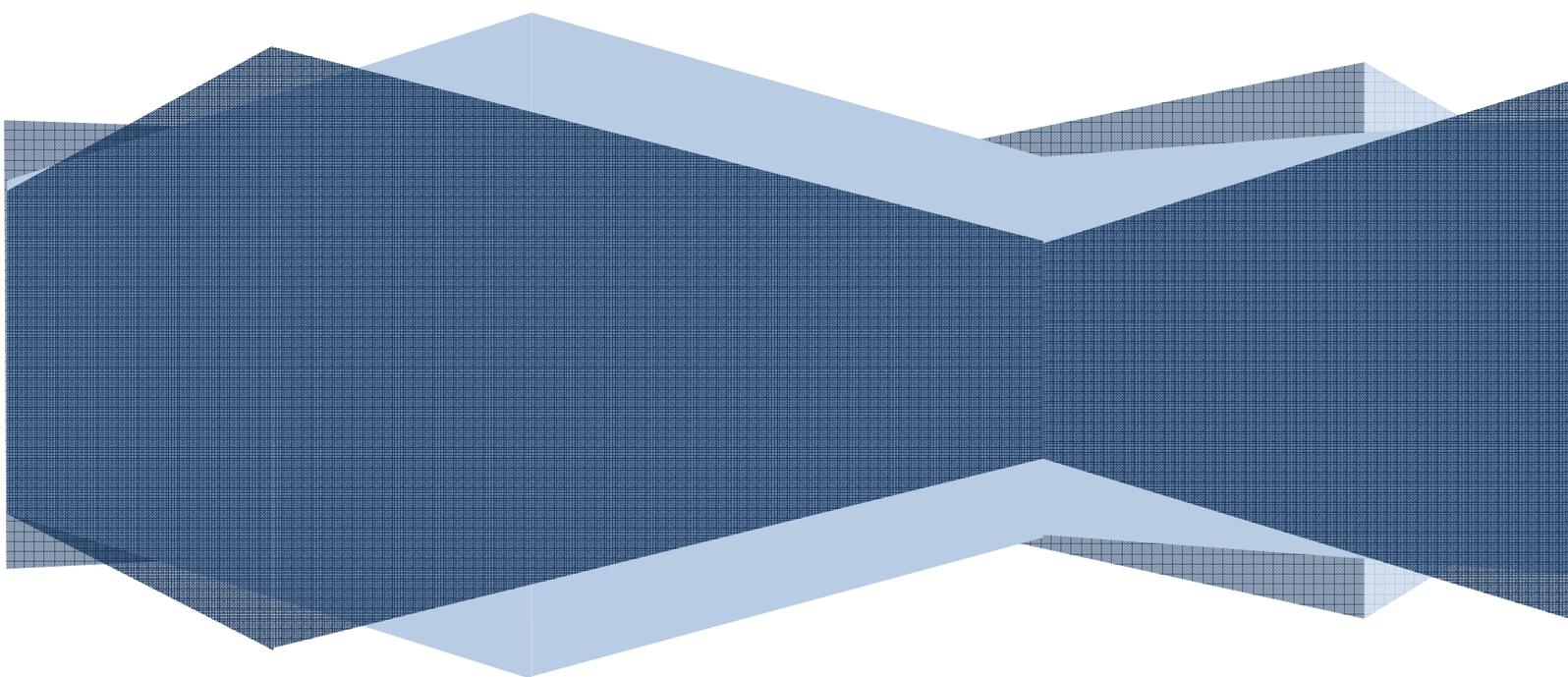


# Avro Commercial Co. Ltd.

## Annual Report

2012-2013



# Corporate Information

## **Board of Directors**

Shri Vivek Mundra	Director
Shri Sunil Kr. Dalmia	Director
Shri Vikram Kr. Purohit	Director

## **Registered Office**

“Shubham” 906, 1, Sarojini Naidu Sarani, Kolkata- 700 017

Phone :- (033) 2283 1865

Fax :- (033) 2283 1597

Mail :- accounts@merlinholdings.com

## **Auditors**

Statutory Auditors

ARSK & Associates, Chartered Accountants

22, R. N. Mukherjee Road, Third Floor, Kolkata - 700 001

Phone :- (033) 4006-3380

Fax :- (033) 4006-3385

Mail :- info@arsk.in

## **Registrar & Share Transfer Agents**

Karvy Computershare Pvt. Ltd.

Plot no. 17 to 24, Vithal Rao Nagar, Madhapur, Hyderabad - 500 081

Phone :- (040) 2342 0815 - 24

Fax :- (040) 2342 0814

Mail :- varghese@karvy.com

## **Listed At**

1. Calcutta Stock Exchange Ltd.
2. U.P. Stock Exchange Ltd.

## **Bankers**

- 1) HDFC Bank Limited
- 2) The Karnataka Bank Limited

## NOTICE

Notice is hereby given that the Thirtieth Annual General Meeting of the Members of Avro Commercial Company Limited will be held at Regd. Office: Shubham, Room No. 906, 1, Sarojini Naidu Sarani, Kolkata - 700 017, on 30<sup>th</sup> September, 2013 Monday at 11:00 A.M. to transact the following business:-

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2013, Profit & Loss Account for the year ended 31<sup>st</sup> March 2013, together with the reports of the Directors and the Auditors thereon..
2. To appoint a Director in place of Mr. Sunil Kumar Dalmia who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration and pass following resolution as an ordinary resolution:

**“RESOLVED THAT** M/s ARSK & Associates, Chartered Accountants, Kolkata, (Registration No.315082E), be and are hereby re-appointed as statutory auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company, on such remuneration including reimbursement of travelling and other out of pocket expenses as may be fixed by the Board of Directors of the Company.”

**Place: Kolkata**  
**Date: 27.05.2013**

**By Order of the Board**  
**Sd/**  
**Vikram Kumar Purohit**  
**Director**

## NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll instead of himself/ herself and the proxy need not to be a member. Proxy form in order to be effective must be received by the Company at least 48 hours before the commencement of the meeting. A proxy so appointed shall not have any right to speak at the meeting.
2. Members / Proxy-holders are requested to produce at the entrance, the attached Attendance Slip duly filled in, for admission to the meeting hall. Members who hold shares in dematerialised form are requested to bring their Client ID and DP ID for identification.
3. Corporate Members are requested to send a duly certified copy of Board Resolution authorising their representatives to attend and vote at the Annual General Meeting.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 24<sup>th</sup> September, 2013 to 30<sup>th</sup> September, 2013 (both days inclusive).
5. At present, the Company's equity shares are listed at :
  - A. The Calcutta Stock Exchange Association Ltd.**  
7, Lyons Range,  
Kolkata - 700 001
  - B. The U. P. Stock Exchange Ltd.**  
"Padam Tower"  
14/113, Civil Lines,  
Kanpur- 208 001
6. The shareholders are requested to intimate immediately any change in their address or Bank mandate to their Depository Participants with whom they are maintaining their demat accounts or to the Company's Registrars & Share Transfer Agent, M/s. Karvy Computershare Pvt. Ltd. if share hold in physical mode.
  - In case the mailing address mentioned on the Annual Report is without the Pin Code, members are requested to kindly inform their Pin Code, immediately.
  - To quote their Registered Folio Nos. / Client ID Nos. in all correspondences with the Company/with the Registrars.
7. Members desirous of making nomination as permitted under Section 109A of the Companies Act, 1956 in respect of the shares held by them in the Company, can make the nomination in Form 2B.
8. Members holding more than one account, in the same name are requested to send the details of their folios along with the share certificates so as to enable us to consolidate their Shareholdings into one folio.
9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their

Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.

10. Documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during office hours on all working days (Monday to Friday) between 11.00 A.M. and 1.00 P.M. up to the date of Annual General Meeting and will also be available for inspection at the Meeting.
11. Members are requested to bring their copies of Annual Report to the Meeting.

**Place: Kolkata**  
**Date: 27.05.2013**

**By Order of the Board**  
**Sd/**  
**Vikram Kumar Purohit**  
**Director**

## DIRECTOR'S REPORT

To  
The Members,

Yours director are pleased to present the 31<sup>st</sup> Annual report of your company together with the Audited statement of accounts and the auditors of your company for the financial year ended, 31<sup>st</sup> March, 2013. The summarized financial result for the year ended 31<sup>st</sup> March, 2013 are as under:

### FINANCIAL RESULTS

Particulars	For the financial year ended 31 <sup>st</sup> March, 2013	For the financial year ended 31 <sup>st</sup> March, 2012
	Amount in Rs.	Amount in Rs.
Revenue from operation	29,09,350	7,93,387
Other income	99,43,353	50,08,266
<b>Total Income</b>	<b>1,28,52,703</b>	<b>58,01,653</b>
Profit before tax	1,04,73,270	41,01,091
<b>Less:</b>		
• Provision for tax	24,71,111	7,45,150
• Deferred tax	29,81,152	3,455
• Income tax adjustment for earlier year	74,225	-
• MAT credit entitlement u/s 115JB for current years	17,48,231	-
• MAT credit entitlement u/s 115JB for earlier years	25,04,510	-
<b>Net Profit/(Loss) after tax</b>	<b>1,51,61,827</b>	<b>33,59,396</b>
Profit brought forward from previous year	60,36,435	43,48,919
<b>Less:</b>		
Transfer to Special Reserve	30,32,365	6,71,880
Transfer to General Reserve	(10,00,000)	(10,00,000)
<b>Balance carried to balance sheet</b>	<b>1,71,65,897</b>	<b>60,36,435</b>

### DIVIDEND

With a view to conserve resources, the Board of Directors have not recommended dividend for the year ended 31<sup>st</sup> March, 2013.

### DIRECTORS

None of the Directors of the Company is disqualified from being appointed as director of the Company under Section 274(1)(g) of the Companies Act, 1956. The Directors of the Company are not liable to retire by rotation.

### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors report:

1. That in the preparation of the Annual accounts, the applicable Accounting standards have been followed with no material departures.
2. That the directors have selected such Accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2013 and of the profit of the Company for that period.
3. That 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.
4. That the directors had prepared the annual accounts on a going concern basis.

### **AUDITORS AND THEIR REPORT**

Comments of the Auditors in their report and the notes forming part of the Accounts are self explanatory and need no comments.

M/s S.K SINGHANIA & CO., Chartered Accountants, Kolkata, Statutory auditor of the company has tendered their resignation. M/s ARSK & ASSOCIATES, Chartered Accountants, Kolkata has been appointed as Statutory Auditor in the place of previous auditor in the General Meeting. The Company has received letter from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956 and that they are not disqualified for such reappointment within the meaning of Section 226 to the said Act.

### **PARTICULARS OF EMPLOYEES**

There was no employee in respect of remuneration coming under purview of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

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

The information pertaining to Conservation of Energy, Research and Development, Technology Absorption, Foreign exchange earnings and outgo as required under Section 217(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988 is as follows:

1. Conservation of Energy: The use of electricity is very negligible.
2. Technology Absorption: The Company does not need any technology for its existing business.
3. Foreign Exchange Earnings and Outgo: There were no foreign exchange earnings and outgo during the Financial Year 2012-13.

### **ACKNOWLEDGEMENT**

The Board of Directors would like to register its appreciation and gratitude to all the valued clients, associates, staff, shareholders, banker etc. for their valuable services and support.

**Place: Kolkata**  
**Date: 27/05/2013**

**For and on Behalf of Board**  
**Sd/**  
**Vikram Kr. Purohit**  
**Director**

# AUDITOR'S REPORT

To the Members of **AVRO COMMERCIAL COMPANY LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of AVRO COMMERCIAL COMPANY LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

## **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 "the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date;  
and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 and Loss, and Cash Flow Statement dealt with by this report are in agreement with the books of account of the company.
  - D. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - E. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **ARSK& ASSOCIATES**

Chartered Accountants

Firm's Reg. No. : 315082E

**Sd/**

CA Ajoy Kr. Mohta

Partner

Membership No. 052262

Place: Kolkata

Date: 27<sup>th</sup> May, 2013

## ANNEXURE TO THE AUDITORS' REPORT

The annexure referred to in paragraph 3 of our report of even date to the members of **AVRO COMMERCIAL COMPANY LIMITED** on the financial statements of the company for the year ended March 31, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
b) The fixed assets have been physically verified by the management during the year, which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As informed, no material discrepancies were noticed on such verification.  
  
c) Since there is no disposal of substantial part of fixed assets during the year, paragraph 4(i)(c) of the Companies (Auditor's Report) Order, 2003 is not applicable.
2. The Company did not have any Inventory at any time during the year hence clauses of paragraph 4(ii) (a) to 4(ii) (c) of the Companies (Auditor's Report) Order, 2003 are not applicable for the Company.
3. According to the information and explanation given to us & in our opinion the company has not granted or taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies' Act, 1956. Accordingly clauses 4(iii)(a) to 4(iii)(g) of the Companies (Auditor's Report) Order, 2003 are not applicable.
4. In our opinion and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of Company and the nature of its business for the purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
5. In our opinion and according to the information and explanations given to us, there are no particulars of contracts or arrangements that need to be entered into the register in pursuance Section 301 of Act.
6. The company has not accepted any deposits from the public within the meaning of Section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under.
7. In our opinion, the Company's present internal audit system is commensurate with its size and nature of its business.
8. The provisions of the Companies Act for maintenance of cost records under Section 209(1)(d) are not applicable to the company.
9. a) According to the information and explanations given to us and the books and records examined by us, the company is regular in depositing with the appropriate authorities the undisputed statutory dues relating to Income Tax, Service Tax, Cess and other statutory dues as applicable to it.

Further, since the Central Government has not issued any notification as to the rate at which the cess is to pay under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the company.

- b) According to the information and explanations given to us and the books and records examined by us, there are no undisputed amount payable, in respect Income Tax, Service Tax, Cess outstanding as at 31<sup>st</sup> March, 2013 for a period exceeding 6 months from the date they become payable.
- c) According to the information and explanations given to us, there are no dues of Income Tax, Service Tax, Cess which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as at 31<sup>st</sup> March 2013 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
11. The Company has not defaulted in repayment of dues to financial institution, bank or to debenture holders.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of special nature applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the Company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments. Accordingly provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. In our opinion and according to the information and explanation given to us, the Company has applied the term loans for the purpose for which the loans have been obtained.
17. On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investments.
18. The Company has not made any preferential allotment of shares during the year.
19. The company has not issued any debenture during the year.
20. The Company has not raised any money by way of public issue during the year.
21. According to the information and explanations given by the management to us, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For **ARSK & ASSOCIATES**  
Chartered Accountants  
Firm's Reg. No. : 315082E

**Sd/**

CA Ajoy Kr. Mohta  
Partner

Membership No. 052262

**Place: Kolkata**  
**Date: 27<sup>th</sup> May, 2013**

**Balance Sheet as at 31<sup>st</sup> March, 2013**

Particulars		Note	As at 31 <sup>st</sup> March, 2013	As at 31 <sup>st</sup> March , 2012
<b>I</b>	<b>EQUITY &amp; LIABILITIES</b>			
<b>1</b>	<b>Shareholder's Funds</b>			
	Share Capital	2	2,400,000	2,400,000
	Reserve & Surplus	3	130,289,001	115,127,175
<b>2</b>	<b>Non Current Liabilities</b>			
	Long Term Borrowing	4	1,226,194	-
<b>3</b>	<b>Current Liabilities</b>			
	Long Term Borrowing	5	7,391,593	-
	Other Current Liabilities	6	759,935	26,050
	Short Term Provision	7	1,924,468	40,812
	<b>Total</b>		<b>143,991,191</b>	<b>117,594,037</b>
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non Current Assets</b>			
	Fixed Assets			
	-Tangible Assets	8	2,231,855	234,279
	Non- Current Assets	9	65,921,978	99,238,441
	Deferred Tax Assets	10	3,042,301	61,148
	Long Term Loans & Advances	11	8,292,628	4,089,753
<b>2</b>	<b>Current Assets</b>			
	Current Investments	12	2,900,077	2,925,980
	Cash & Bank Balance	13	10,213,221	10,462,387
	Short term Loans & Advances	14	51,069,983	540,000
	Other Current Assets	15	319,148	42,049
	<b>Total</b>		<b>143,991,191</b>	<b>117,594,037</b>
	Significant Accounting Policies	1		
	Notes on financial Statements	2 to 32		

As per our report on even date

for and on behalf of the Board

For ARSK & Associates  
Chartered Accountants  
Firm Registration No. 315082E  
Sd/  
CA. Ajoy K. Mohta  
Partner

Sd/  
Vikram Kumar Purohit  
Director  
Sd/  
Sunil Kumar Dalmia  
Director

Place: Kolkata  
Date : 27<sup>th</sup> May 2013

**Statement of profit & Loss for the year ended 31st March, 2013**

Particulars		Note	As at 31 <sup>st</sup> March, 2013	As at 31 <sup>st</sup> March, 2012
<b>I</b>	Income from operations	16	2,909,350	793,387
<b>II</b>	Other income	17	9,943,353	5,008,266
	<b>TOTAL REVENUE</b>		<b>12,852,703</b>	<b>5,801,653</b>
<b>III</b>	<b>EXPENSES:</b>			
	Employee Benefit Expenses	18	175,500	1,237,158
	Finance Cost	19	54,587	3,265
	Depreciation		74,299	81,845
	Other Expenses	20	1,97,547	3,78,294
	<b>TOTAL EXPENSES</b>		<b>501,933</b>	<b>1,700,562</b>
<b>IV</b>	<b>Profit before tax &amp; provision</b>		<b>12,350,770</b>	<b>4,101,091</b>
	Provision for Standard Assets		127,500	-
	Provision for Doubtful Assets		1,750,000	-
<b>V</b>	<b>Profit Before Tax</b>		<b>10,473,270</b>	<b>4,101,091</b>
	Tax Expenses:			
	1. Current Tax		2,471,111	745,150
	2. Deferred Tax		2,981,152	3,455
	3. Income Tax for earlier Year		74,225	-
	4. MAT Credit entitlement u/s 115JB for Current Year		1,748,231	-
	5. MAT Credit entitlement u/s 115JB for Earlier Year		2,504,510	-
	<b>Profit After Tax</b>		<b>15,161,827</b>	<b>3,359,396</b>
	Special Reserve (as per RBI guidelines)		3,032,365	6,71,880
	<b>Balance Carried Forward to Balance Sheet</b>		<b>12,129,462</b>	<b>2,687,516</b>
	<b>Earning per Equity share :</b>			
	<b>Basic &amp; Diluted</b>	22	<b>63.17</b>	<b>14.00</b>
	Significant Accounting Policies	1		
	Notes on Financial Statements	2 to 32		

As per our report on even date

for and on behalf of the Board

For ARSK & Associates  
Chartered Accountants  
Firm Registration No. 315082E  
Sd/  
CA. Ajoy K. Mohta  
Partner

Sd/  
Vikram Kumar Purohit  
Director  
Sd/  
Sunil Kumar Dalmia  
Director

Place: Kolkata  
Date : 27<sup>th</sup> May 2013

**Cash Flow Statement for the year ended 31st March, 2013**

Particulars		For the year ended	
		31 <sup>st</sup> March, 2013	31 <sup>st</sup> March, 2012
<b>A</b>	<b>Cash Flows from operating activities</b>		
	<b>Profit before taxation and after exceptional items</b>	1,04,73,270	41,01,091
	<b>Adjusted For:</b>		
	Depreciation/Amortization	74,299	81,845
	Dividend Income	-	(82,150)
	Contingent Provision against Standard assets	1,27,500	-
	Provision on sub-standard/doubtful assets	17,50,000	-
	Profit on sale of investment	(98,48,677)	(44,89,399)
	Profit/Loss on sale of fixed assets	(92,523)	
	<b>Operating profit before working capital changes</b>	<b>24,83,869</b>	<b>(3,88,613)</b>
	<b>Adjustment for:</b>		
	(increase)/Decrease in trade receivables	-	7,73,302
	(increase)/Decrease in Loans & Advances	(5,10,02,553)	97,84,485
	(increase)/Decrease in trade & other payables	7,40,040	(355,543)
	Cash generate from operations	(4,77,78,644)	9,777,631
	Direct Tax Paid	23,00,000	-
	<b>Net Cash from operating activities</b>	<b>(5,00,78,644)</b>	<b>97,77,631</b>
<b>B</b>	<b>Cash Flow from investing activities</b>		
	Purchase/Sale of Fixed Assets	(20,71,875)	-
	Purchase/Sale of Investments	3,33,42,366	(40,81,270)
	Profit on Sale of Investments	98,48,677	44,89,399
	Profit on Sale of Fixed Assets	92,523	-
	Dividend Received	-	82,150
	<b>Net Cash used in /from investing activities</b>	<b>4,12,11,691</b>	<b>4,90,279</b>
<b>C</b>	<b>Cash Flow from financing activities</b>		
	Proceeds from secured Loans	86,17,787	-
	<b>Net Cash used in /from financing activities</b>	<b>86,17,787</b>	
	Net increase in cash and cash equivalents	(2,49,166)	1,02,67,910
	Cash and cash equivalents at the beginning of the year	1,04,62,387	1,94,477
	<b>Cash and cash equivalents at the end of the year</b>	<b>1,02,13,221</b>	<b>1,04,62,387</b>

As per our report on even date

for and on behalf of the Board

For ARSK & Associates  
Chartered Accountants  
Firm Registration No. 315082E  
Sd/  
CA. Ajoy K. Mohta  
Partner

Sd/  
Vikram kumar Purohit  
Director

Place: Kolkata  
Date : 27<sup>th</sup> May 2013

Sd/  
Sunil Kumar Dalmia  
Director

## **Notes forming part of the financial statement for the year ended 31<sup>st</sup> March, 2013**

### **Note 1 Significant accounting policy**

#### **1.1 Basis of accounting and preparation of financial statements**

The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by the Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956 and the guidelines issued by the Reserve Bank of India as applicable to a Non-Banking Finance Company. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which provision for impairment is made and revaluation is carried out. The accounting policies applied by the Company are consistent with those used in the previous year.

#### **1.2 Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

#### **1.3 Fixed assets**

##### **Tangible assets**

Fixed assets are stated at cost of acquisition inclusive of duties (net of CENVAT and other credits, wherever applicable), taxes, incidental expenses, erection / commissioning expenses and borrowing costs etc. up to the date the assets are ready for their intended use.

Fixed assets retired from active use are valued at net realisable value.

#### **1.4 Depreciation**

Depreciation on Fixed Assets is provided on written down value method at the rates prescribed in Schedule XIV of the Companies Act, 1956 or at rates determined based on the useful life of the assets, whichever is higher.

In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

#### **1.5 Impairment of assets**

The carrying amount of assets is reviewed at each balance sheet date to determine if there is any indication of impairment thereof based on external / internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount, which represents the greater of the net selling price of assets and their 'value in use'. The estimated future cash flows are discounted to their present value at appropriate rate arrived at after considering the prevailing interest rates and weighted average cost of capital.

Cost is arrived at on weighted average method for the purpose of valuation of investment.

## **1.6 Investments**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost, but provision for diminution in value is made to recognise a decline other than temporary in the value of such investments.

## **1.7 Revenue recognition**

Revenue (income) is recognised to the extent it is probable that the economic benefits will flow to the company and when there is no significant uncertainty as to determination/realisation.

### **Interest**

Income from loans is recognised in the Profit & Loss Account on accrual basis as stated therein below, except in the case of non-performing assets where it is recognised, upon realisation, as per the Prudential Norms / Directions of the Reserve Bank of India, applicable to Non-Banking Financial Companies.

Interest income on fixed deposits is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

### **Dividend**

Income from dividend of shares of corporate bodies is accounted when the right to receive the payment is established.

### **Sale of investments**

Profit or Loss on sale of investments is recognised when a binding obligation has been entered into.

### **Sale of Inventory**

Revenue is recognised on accrual basis

All other operating income is accounted for on accrual basis.

## **1.8 Taxation**

Tax expense comprises of current and deferred tax.

Current income-tax and fringe benefit tax are measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

Deferred tax is recognized on a prudent basis for timing differences, being difference between taxable and accounting income/expenditure that originate in one period and are capable of reversal in one or more subsequent period(s). Deferred tax asset is recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such asset can be realised against future taxable income. Unrecognised deferred tax asset of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

## 1.9 Earnings per share

Earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders, by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of share outstanding during the period are adjusted for the effects of all diluted potential equity shares.

## 1.10 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

## 1.11 Provisioning/ Write-off of assets

A provision is recognised when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance date and adjusted to reflect the current best estimates.

The company makes provision for Standard and Non-Performing Assets as per the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007, as amended from time to time.

## 1.12 Segment Reporting

Based on the risks and returns associated with business operations and in terms of Accounting Standard-17 (Segment Reporting), the company is predominantly engaged in a single reportable segment of 'Financial Services' during the year.

## Note 2 Significant accounting policies

Share Capital	As at 31st March 2013		As at 31st March 2012	
	Number	Amount (Rs)	Number	Amount (Rs)
<b>Authorised</b> Equity Shares of Rs 10 each	2,40,000	24,00,000	2,40,000	24,00,000
<b>Issued, Subscribed &amp; Paid up</b> Equity Shares of Rs 10 each fully paid	2,40,000	24,00,000	2,40,000	24,00,000
<b>Total</b>	<b>2,40,000</b>	<b>24,00,000</b>	<b>2,40,000</b>	<b>24,00,000</b>

## 2.1 Rights, preferences and restrictions attached to shares

The Company has only one class of issued shares i.e. Equity Shares having par value of Rs.10 per share. Each holder of Equity Shares is entitled to one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholding.

**2.2 Name of the shareholder holding more than 5% of the aggregate share of the company**

Name of the shareholder holder	As at 31st March 2013		As at 31st March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Alpana Mundra	55,000	22.92	55,000	22.92
Aniruddh Mundra	35,000	14.58	35,000	14.58
Indira Devi Himatsingka	-	-	25,000	10.42
Pritha Mundra	30,000	12.50	30,000	12.50
Sarita Himatsingka	-	-	32,000	13.33
Triton Securities Pvt. Ltd	17,700	7.38	-	-
<b>Total</b>	<b>1,37,700</b>	<b>57.38</b>	<b>1,77,000</b>	<b>73.75</b>

**Note: 3 Reserves and Surplus**

Reserves & Surplus	As at 31 <sup>st</sup> March, 2013	As at 31 <sup>st</sup> March, 2012
	Amount (Rs)	Amount (Rs)
<b>General Reserve</b>		
Opening Balance	9,18,00,000	9,08,00,000
Addition during the year	10,00,000	10,00,000
Closing Balance	<b>9,28,00,000</b>	<b>9,18,00,000</b>
<b>Surplus</b>		
Opening balance	60,36,435	43,48,919
Add: Net Profit/ (Net Loss) for the current year	1,21,29,462	26,87,516
Less: Transfer to General Reserve	(10,00,000)	(10,00,000)
Closing balance	<b>1,71,65,897</b>	<b>60,36,435</b>
<b>Special Reserve as per RBI guidelines</b>		
Balance as per last balance sheet	1,72,90,739	1,66,18,859
Add: Additions during the year	30,32,365	6,71,880
	<b>2,03,23,104</b>	<b>1,72,90,739</b>
<b>Total</b>	<b>13,02,89,001</b>	<b>11,51,27,175</b>

**Note: 4 Long Term Borrowings**

Long Term Borrowings	As at 31st March 2013	As at 31st March 2012
	Amount (Rs)	Amount (Rs)
<b>Secured</b> Vehicle loan	12,26,194	-
<b>Explanation:</b> Secured by hypothecation of the vehicle		
<b>Terms of Repayment</b> - BMW Financial Services First instalment being of Rs 70,994, thereafter 30 instalments of Rs 73,898, commencing from April 2013 and the last instalment would be due by September 2015.		
<b>Total</b>	<b>12,26,194</b>	<b>-</b>

**Note: 5 Short Term Borrowings**

Short Term Borrowings	As at 31 <sup>st</sup> March, 2013	As at 31 <sup>st</sup> March 2012
	Amount (Rs)	Amount (Rs)
<b>Secured</b> Overdraft from a Scheduled bank	73,91,593	-
<b>Explanation:</b> Secured by pledge of Fixed Deposit of Rs. 1 crore		
<b>Total</b>	<b>73,91,593</b>	<b>-</b>

**Note: 6 Other Current Liabilities**

Other Current Liabilities	As at 31st March 2013	As at 31st March 2012
	Amount (Rs)	Amount (Rs)
Current maturities of long term debt	7,17,331	-
Payable for expenses	29,031	14,991
Statutory dues	5,108	11,059
Interest accrued but not due on borrowings	8,465	-
<b>Total</b>	<b>7,59,935</b>	<b>26,050</b>

**Note: 7 Short Term Provisions**

Short Term Provisions	As at 31st March 2013	As at 31st March 2012
	Amount (Rs)	Amount (Rs)
Provision for standard assets	1,27,500	-
Provision for doubtful asset	17,50,000	-
Provision for tax (net of advances)	46,968	40,812
<b>Total</b>	<b>19,24,468</b>	<b>40,812</b>

Notes forming part of the financial statement for the year ended 31st March, 2013

Note 8 : Fixed assets

Fixed Assets	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 1 April 2012	Additions	Disposals	Balance as at 31 March 2013	Balance as at 1 April 2012	Depreciation charge for the year	On disposals	Balance as at 31 March 2013	Balance as at 31 March 2013	Balance as at 1 April 2012
	Amt(Rs)	Amt(Rs)	Amt(Rs)	Amt(Rs)	Amt(Rs)	Amt(Rs)		Amt(Rs)	Amt(Rs)	Amt(Rs)
<b>Tangible Assets</b>										
Motor Car	5,52,501	22,95,352	5,52,501	22,95,352	3,18,222	74,299	3,29,024	63,497	22,31,855	2,34,279
<b>Total</b>	<b>5,52,501</b>	<b>22,95,352</b>	<b>5,52,501</b>	<b>22,95,352</b>	<b>3,18,222</b>	<b>74,299</b>	<b>3,29,024</b>	<b>63,497</b>	<b>22,31,855</b>	<b>2,34,279</b>
Previous Year	5,52,501	-	-	5,52,501	2,36,377	81,845	-	3,18,222	2,34,279	-

**Note: 9 Non Current Investments**

	Particulars	No. of Shares / Units		Amount (Rs)	
		2013	2012	2013	2012
<b>A</b>	<b>Investment in Equity Shares of Rs 10/- each (unless otherwise stated)</b>				
<b>I</b>	<b>Quoted, fully paid up, at cost</b>				
	Vardhman Special Steel Ltd.	2,740	2,740	2,86,618	2,86,618
	<b>TOTAL (I)</b>	<b>2,740</b>	<b>2,740</b>	<b>2,86,618</b>	<b>2,86,618</b>
	<b>Market Value</b>	-	-	<b>72,610</b>	-
	Note: Aggregate market value of quoted investments for the previous year has not been provided as the data is not available.				
<b>II</b>	<b>Unquoted, fully paid up, at cost</b>				
	Jet Age Finance Pvt. Ltd	5,29,300	5,29,300	96,98,500	96,98,500
	Zoom Exports Ltd	50,000	50,000	15,00,000	15,00,000
	<b>TOTAL (II)</b>	<b>5,79,300</b>	<b>5,79,300</b>	<b>1,11,98,500</b>	<b>1,11,98,500</b>
	<b>TOTAL (A)</b>	<b>5,82,040</b>	<b>5,82,040</b>	<b>1,14,85,118</b>	<b>1,14,85,118</b>
<b>B</b>	<b>Investment in Mutual fund Units</b>				
<b>I</b>	<b>Quoted, fully paid up, at cost</b>				
	Goldman Sachs Gold ETF	5,400	5,400	94,01,778	94,01,778
	<b>TOTAL (I)</b>	<b>5,400</b>	<b>5,400</b>	<b>94,01,778</b>	<b>94,01,778</b>
	<b>Market Value</b>	-	-	<b>1,51,68,060</b>	<b>1,45,84,050</b>
<b>II</b>	<b>Unquoted, fully paid up, at cost</b>				
	HDFC floating rate interest fund	7,37,674	12,68,221	1,19,94,213	2,08,22,804
	Birla sun life savings fund	33,682	33,682	57,78,470	57,78,470
	IDFC money manager fund	13,13,578	13,13,578	2,06,23,793	2,06,23,793
	Kotak floater long term growth	-	22,018	-	3,75,000
	Kotak quarterly investment plan	-	7,01,932	-	83,02,935
	L & T freedom S.T.P income	-	3,12,574	-	50,00,000
	Principal near term fund	-	5,747	-	90,00,000
	Tata floater fund growth	4,176	5,44,453	66,19,461	84,29,398
	US1964	112	112	1,116	1,116
	<b>TOTAL (II)</b>	<b>20,89,222</b>	<b>42,02,317</b>	<b>4,50,17,053</b>	<b>7,83,33,516</b>
	<b>Net Asset Value</b>	-	-	<b>5,41,34,236</b>	<b>8,58,96,351</b>
	<b>TOTAL (B)</b>	<b>20,94,622</b>	<b>42,07,717</b>	<b>5,44,18,831</b>	<b>8,77,35,294</b>
<b>C</b>	<b>Investments In Bonds</b>				
	US 1964-6.75% Tax Free Bond	133	133	18,029	18,029
	<b>TOTAL (C)</b>	<b>133</b>	<b>133</b>	<b>18,029</b>	<b>18,029</b>
	<b>GRAND TOTAL (A+B+C)</b>	<b>26,76,795</b>	<b>47,89,890</b>	<b>6,59,1,978</b>	<b>9,92,38,441</b>

**Note: 10 Disclosure under AS 22 for deferred tax (liability) / asset**

In accordance with AS-22 on 'Accounting for taxed on Income' by the Institute of Chartered Accountants of India, net deferred tax, has been accounted for, as detailed below:

Particulars	For the year ended 31st March 2013	For the year ended 31st March 2012
	Amount (Rs)	Amount (Rs)
<b>Deferred tax liability</b>		
Difference between book and tax depreciation	(17,709)	61,148
Sub Total (A)		
<b>Deferred tax assets</b>		
Short term capital loss	30,60,010	-
Sub Total (B)		
<b>Net Deferred Tax Asset</b>	<b>30,42,301</b>	<b>61,148</b>

**Note: 11 Long-term loans and advances**

Long-term loans and advances	As at 31st March 2013	As at 31st March 2012
	Amount (Rs)	Amount (Rs)
<b>Advances</b>		
(Unsecured, considered good, unless otherwise stated)		
Advance against purchase of property(doubtful)	17,50,000	17,50,000
Advance Payment of taxes (Net of Provisions)	22,89,887	23,39,753
Mat credit entitlement	42,52,741	-
<b>Total</b>	<b>82,92,628</b>	<b>40,89,753</b>

**Note: 12 Current Investments**

Particulars	No. of Shares / Units		Amount (Rs)	
	2013	2012	2013	2012
<b>Investment in Equity Shares of Rs 10/- each (unless otherwise stated)</b>				
<b>Quoted, fully paid up, at cost</b>				
Neelkantha steels Ltd.	1,21,450	1,85,250	29,00,077	29,25,980
<b>TOTAL</b>	<b>1,21,450</b>	<b>1,85,250</b>	<b>29,00,077</b>	<b>29,25,980</b>
<b>Market value of the investments</b>			4,85,80,000	7,41,00,000

**Note: 13 Cash and Bank Balance**

Cash and bank balances	As at 31st March 2013	As at 31st March 2012
	Amount (Rs)	Amount (Rs)
Cash and cash equivalents		
- Balances with banks	1,90,657	2,85,066
- Cash on hand	22,564	1,77,320
Other bank balances		

- In deposit accounts with original maturity between 3 to 12 months	1,00,00,000	-
- In deposit accounts with original maturity more than 12 months	-	1,00,00,000
<b>Total</b>	<b>1,02,13,221</b>	<b>1,04,62,387</b>

**Note: 14 Short-term loans and advances**

<b>Short-term loans and advances</b>	<b>As at 31st March 2013</b>	<b>As at 31st March 2012</b>
	<b>Amount (Rs)</b>	<b>Amount (Rs)</b>
<b>Loan</b> (Unsecured, Considered good, unless otherwise stated)		
- to bodies corporate	3,35,00,000	-
- to other party	1,75,00,000	-
Margin money	-	4,00,000
Other advances	22,472	1,40,000
Prepaid expenses	47,511	-
<b>Total</b>	<b>5,10,69,983</b>	<b>5,40,000</b>

**Note: 15 Other Current Assets**

<b>Other Current Assets</b>	<b>As at 31st March 2013</b>	<b>As at 31st March 2012</b>
	<b>Amount (Rs)</b>	<b>Amount (Rs)</b>
Accrued interest on fixed deposit	30,205	42,049
Accrued interest on loans	2,86,644	-
Other receivables	2,299	-
<b>Total</b>	<b>3,19,148</b>	<b>42,049</b>

**Note: 16 Income from Operations**

<b>Income from Operations</b>	<b>For the year ended 31st March 2013</b>	<b>For the year ended 31st March 2012</b>
	<b>Amount (Rs)</b>	<b>Amount (Rs)</b>
Interest on loans	20,01,315	2,73,486
Interest on fixed deposit	9,08,035	5,19,901
<b>Total</b>	<b>29,09,350</b>	<b>7,93,387</b>

**Note: 17 Other Income**

<b>Other Income</b>	<b>For the year ended 31st March 2013</b>	<b>For the year ended 31st March 2012</b>
	<b>Amount (Rs)</b>	<b>Amount (Rs)</b>
Dividend from long-term, non-trade investments	-	82,150
Profit on sale of fixed assets	92,523	-
Misc. receipts	2,153	1,300

Income from futures & options	-	4,35,417
Profit on sale of non-trade investments	98,48,677	44,89,399
<b>Total</b>	<b>99,43,353</b>	<b>50,08,266</b>

**Note: 18 Employee Benefit Expenses**

Employee Benefit Expenses	For the year ended 31st March 2013	For the year ended 31st March 2012
	Amount (Rs)	Amount (Rs)
Salaries and bonus	1,75,500	11,78,853
Staff welfare expenses	-	58,305
<b>Total</b>	<b>1,75,500</b>	<b>12,37,158</b>

**Note: 19 Finance Costs**

Finance Costs	For the year ended 31st March 2013	For the year ended 31st March 2012
	Amount (Rs)	Amount (Rs)
Interest expenses	54,587	3,265
<b>Total</b>	<b>54,587</b>	<b>3,265</b>

**Note: 20 Other Expenses**

Other Expenses	For the year ended 31st March 2013	For the year ended 31st March 2012
	Amount (Rs)	Amount (Rs)
Advertisement	56,496	6,000
Auditor's remuneration	33,708	11,236
Bank charges	1,012	785
Depository charges	1,685	1,701
Car insurance	5,456	1,02,700
Car maintenance	6,675	9,207
Custody fee	4,495	-
Filing fee	2,317	1,050
Share transfer agent charges	22,472	-
General expenses	725	12,250
Leave & license charges	-	36,000
Legal and Professional charges	39,682	19,515
Listing fees	15,360	14,582
Postage, telegram and Telephone	776	18,466
Printing and Stationery	104	257
Power & Fuel	-	55,102
Rates and Taxes	4,450	20,859
Repairs & maintenance charges	-	9,613
Sundry balances written off	-	14,635
Travelling and Conveyance	2,134	44,336

<b>Total</b>	<b>1,97,547</b>	<b>3,78,294</b>
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**Note: 21 Payments to auditor**

Payments to auditor	For the year ended 31st March 2013	For the year ended 31st March 2012
	Amount (Rs)	Amount (Rs)
For statutory audit	28,090	8,989
For tax audit	-	2,247
For other matters	5,618	-
<b>Total</b>	<b>33,708</b>	<b>11,236</b>

**Note: 22 earning per share (EPS)**

Particulars		For the year ended 31st March 2013	For the year ended 31st March 2012
Profit after tax	Rs.	1,51,61,827	33,59,396
Weighted average number of equity shares outstanding during the year	Nos.	2,40,000	2,40,000
Nominal value of equity per share	Rs.	10	10
Basic/diluted earnings per share (EPS)	Rs.	63.17	14.00

**Note: 23 Disclosures of related party transactions (as identified & certified by the management):**

As per Accounting Standard-18- 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India, the names of the related parties are given below:

**23.1 Disclosures of related party transactions:**

<b>A. Key Management Personnel</b>	
Vivek Mundra	Director
Vikram Kr. Purohit	Director
Sunil Kr. Dalmia	Director
<b>B. Enterprise owned or significantly influenced by Key Management Personnel and their relatives:</b>	
i. Jet Age Securities Private Limited	
ii. Jet Age Finance Private Limited	

**23.2 Transactions with related Parties during the year :**

Amount in Rs

S No	Nature of Transactions	Key Management Personnel	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by Key Management Personnel and their relatives	Total
i	Interest paid			-	-
				(1,990)	(1,990)
ii	Interest received			8,849	8,849
				(2,73,486)	(2,73,486)
iii	Loans taken			-	-
				(31,55,000)	(31,55,000)
iv	Loans repaid			-	-
				(31,56,990)	(31,56,990)
v	Purchase of shares			-	-
				(30,39,000)	(30,39,000)
viii	Sale of shares			-	-
				(1,44,61,540)	(1,44,61,540)
viii	Profit on future & options			-	-
				(4,35,417)	(4,35,417)
ix	Margin money paid			1,00,000	1,00,000
				(2,00,000)	(2,00,000)
x	Margin money received			5,00,000	5,00,000
				(1,28,00,000)	(1,28,00,000)
xi	Expenses paid			-	-
				(1,00,715)	(1,00,715)

**Note:**

- The above transactions do not include reimbursement of expenses made / received during the year.
- Figures in bracket relate to previous year.

**23.3 Year end outstanding balances thereof, are as follows:-**

Nature of Transactions	Key Management Personnel	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by Key Management Personnel and their relatives	Total
Margin money receivable			-	-
			(4,00,000)	(-)

**23.4 Disclosure in respect of material related party transactions during the year:**

- Loans taken from Jet Age Finance Private Limited Rs. Nil (previous year Rs 31,55,000)
- Loans repaid back to Jet Age Finance Private Limited Rs. Nil (previous year Rs. 31,56,990)
- Purchase of Shares from Jet Age Securities Private Limited Rs. NIL (previous year Rs. 30,39,000)
- Sale of Shares to Jet Age Securities Private Limited Rs. Nil (previous year Rs. 1,44,61,540)
- Margin Money received back from Jet Age Securities Pvt. Ltd Rs.5,00,000 (previous year Rs 1,26,00,0000)

- F. Profit on Future & Option from Jet Age Securities Private Limited Rs NIL (Previous year Rs 4,35,417)
- G. Interest received from Jet Age Securities Private Limited on Margin Money deposit Rs 8,849 (previous year Rs 2,73,486 )

**Note: 24 'Provisioning / Write-off of assets**

Provision for non-performing assets (NPAs) is made in the financial statements according to the Prudential Norms prescribed by RBI for NBFCs. Additional provision of 0.25% on Standard assets has also been made during the year, as per a new stipulation of RBI on Standard Assets.

The company also makes additional provision towards loan assets, based on the management's best estimate.

Details of provision towards loan assets are as stated below:

Particulars	As on 31.03.2012	Charged to Profit & Loss Account during the year	As on 31.03.2013
Provision on standard assets	-	1,27,500	1,27,500
Provision on doubtful asset	-	17,50,000	17,50,000

**Note: 25 Gratuity and post-employment benefits plans**

As the number of employee is less than 10, and as such no employee benefits are payable under any statute or otherwise and as such the disclosure requirements under AS - 15 (revised) are not applicable.

**Note: 26**

Balances of some of the loans and advances incorporated in the books as per balances appearing in the relevant subsidiary records are subject to confirmation from the respective parties and consequential adjustments arising from reconciliation, if any. The management, however, is of the view that there will be no material discrepancies in this regard.

**Note: 27**

The company had advanced a sum of Rs 17,50,000/- on the basis of Memorandum of Understanding dated 19.04.1995 with a party/vendor for purchase of land at Bangalore. The transaction is yet to be completed.

**Note: 28**

Historically, the company's investment in unquoted shares has been done with a view to hold them for long term and thereby earn capital gains, since dividend payout on such investments has generally been irregular. The aforesaid policy has been taken into consideration while computing the provision for income-tax as applicable.

**Note: 29**

As per information available with the Company there are no amounts payable or paid during the period which are required to be disclosed as per Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

**Note: 30**

Figures in the bracket relate to previous year.

**Note: 31**

Figures have been rounded off to nearest rupee.

**As per our report on even date**

**For ARSK & Associates**  
**Chartered Accountants**  
**Firm Registration No. 315082E**  
**Sd/**  
**CA. Ajoy K. Mohta**  
**Partner**

**Place: Kolkata**  
**Date : 27<sup>th</sup> May 2013**

**For and on behalf of the Board**

**Sd/**  
**Vikram Kumar Purohit**  
**Director**

**Sd/**  
**Sunil Kumar Dalmia**  
**Director**

# Avro Commercial Co. Ltd.

Regd & Corp. Office: - 906 "SHUBHAM", 1, Sarojini Naidu Sarani, Kolkata- 700 017

## PROXY FORM

DP ID : \_\_\_\_\_ Regd Folio No. : \_\_\_\_\_

Client ID: \_\_\_\_\_ No. of Shares held: \_\_\_\_\_

I/we \_\_\_\_\_ of \_\_\_\_\_  
\_\_\_\_\_ being a member/members of the above named company hereby appoint  
\_\_\_\_\_ of \_\_\_\_\_ as  
my/our proxy to vote for me/us or my/our behalf at the 31<sup>st</sup> Annual general meeting of the company to  
be held on Monday, the 30<sup>th</sup> day of September, 2013 at 11:00 at registered office of the company and at  
adjournment thereof.

Signed this \_\_\_\_\_ day of September, 2013

<b>Affix Re</b>
<b>1/-</b>
<b>Revenue</b>
<b>Stamp</b>

### Note:-

- A member entitle to attend and vote at the meeting is entitle to appoint a proxy and vote instead of himself.
- Proxy need not be a member.
- The proxy form, duly completed should be deposited at the registered office of the company not less than 48 hours before the time fixed for holding the meeting.

# Avro Commercial Co. Ltd.

Regd & Corp. Office: - 906 "SHUBHAM", 1, Sarojini Naidu Sarani, Kolkata- 700 017

## ATTENDANCE SLIP

(Please present this slip at the entrance of the meeting venue)

DP ID : \_\_\_\_\_ Regd Folio No. : \_\_\_\_\_

Client ID: \_\_\_\_\_ No. of Shares held: \_\_\_\_\_

I hereby record my presence at the 31<sup>st</sup> Annual general meeting to be held on Monday, the 30<sup>th</sup> day of September, 2013 at 11:00 at registered office of the company.

**Name of the Shareholder** :

**Name of the Proxy** :

**Signature of member/Proxy** :

### Note:-

- To be signed at the time of handling over the slip.
- Members are requested to register their names at least 15 minutes prior to the commencement of the meeting.