

KIRAN VYAPAR PRIVATE LIMITED
KRISHNA 224 A.J.C. BOSE ROAD ,
7TH FLOOR , ROOM NO - 706 ,
KOLKATA -700017

NOTICE

NOTICE is hereby given that Annual General Meeting of the members of KIRAN VYAPAR PRIVATE LIMITED will be held at the Registered Office of the Company at KRISHNA, Rom No. 706 , 7th Floor, 224, A.J.C. Bose Road, Kolkata 700 017 on Friday, the 27th day of July, 2012 at 11.30 A.M. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Directors' Report, the Audited Balance Sheet as at 31st March, 2012 and the Profit and Loss Account for the year ended on that date.
2. To appoint Auditors M/s Agarwal Maheswari & Co., Chartered Accountants, who retire at this Annual General Meeting and being eligible, offer themselves for re-appointment and to fix their remuneration.

SPECIAL BUSINESS

3. To consider, and if thought fit, to pass, with or without modification(s) , the following Resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 44 and other applicable provisions of the Companies Act, 1956, if any, the consent of the members be and is hereby accorded to the conversion of this Company into a Public Limited Company and consequently the name of the Company be and is hereby changed from "KIRAN VYAPAR PRIVATE LIMITED" to "KIRAN VYAPAR LIMITED" by deletion of word "Private" from the name of the Company.

RESOLVED FURTHER THAT pursuant to the provisions of Section 21 of the Companies Act, 1956, the word "Private" wherever appearing in the Memorandum and Articles of Association of the Company in the name of the Company be and is hereby deleted.

RESOLVED FUTHER THAT any Director of the Company be and is hereby authorized to make application, file forms etc. for change of status of the Company and consequently its name with the Registrar of Companies, West Bengal and are hereby further authorized to do all such acts, deeds and things as may be required or deemed expedient to implement this resolution."

4. To consider, and if thought fit, to pass, with or without modification(s) , the following Resolution as a Special Resolution:

"RESOLVED THAT in terms of SEC 31 the consent of the members of the Company be and is hereby accorded that upon conversion of the Company into a public limited Company the existing ARTICLES OF ASSOCIATION of the Company be set aside and a fresh set of ARTICLES OF ASSOCIATION be adopted in its place."

For and on behalf of the Board


Yogesh Bangur
Director

Kolkata
29 May, 2012

NOTES:

1. Explanatory Statement pursuant to the provisions of section 173(2) of the Companies Act, 1956 annexed herewith and forms part of the Notice.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. A Proxy Form in order to be effective, must reach the Company not less than 48 hours before the meeting.

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EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

ITEM NO. 3

The Company has already become a wholly owned subsidiary of MAHARAJA SHREE UMAID MILLS LIMITED. It has requisite paid up Capital to become a public Limited Company and its number of Members is 7 (Seven). The Company therefore intends to convert itself into a PUBLIC LIMITED COMPANY accordingly the word private wherever the same is appearing in all the documents be dropped from its name. The conversion is being done with a long term perspective and considering the growth of the Company.

Since the Conversion will result in change in the name in MEMORANDUM AND ARTICLES OF ASSOCIATION of the Company the said resolution is submitted for your approval for carrying out the necessary changes therein.

Your Directors submit the said resolution as Special Resolution for your approval for converting the Company into a PUBLIC LIMITED COMPANY.

None of the Directors of the Company are interested in the said resolution.

ITEM NO. 4

Upon conversion of the Company into a public limited company several clauses in the existing ARTICLES OF ASSOCIATION need to be dropped or amended or substituted or new clause inserted so that the ARTICLES OF ASSOCIATION is in conformity with requirements as applicable to a LIMITED COMPANY.

Your Directors have therefore decided to set-aside the existing ARTICLES OF ASSOCIATION and introduce a new set of ARTICLES OF ASSOCIATION containing various clauses and are update with the recent requirements.

Your Directors submit the said resolution as Special Resolution for your approval so as to introduce the new ARTICLES OF ASSOCIATION .

The existing Memorandum and Articles of Association of the Company and proposed set of Memorandum and Articles of Association of the Company is open for inspection at the company's registered office during usual business hours on any working day.

None of the Directors of the Company are interested in the said resolution .

For and on behalf of the Board


Yogesh Bangur
Director

Kolkata
29 May, 2012

KIRAN VYAPAR PRIVATE LIMITED
KRISHNA 224 A.J.C. BOSE ROAD ,
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DIRECTORS' REPORT

Dear Members,

The Directors present their report together with the audited financial statements for the year ended on 31st March, 2012.

BUSINESS

The Company is a wholly owned subsidiary of Maharaja Shree Umaid Mills Limited. During the year under review the Company has made a profit of Rs. 3.09 Lacs.

DIVIDEND

To strengthen the financial position of the Company and to conserve resources, your directors do not recommend any dividend for the financial year ended 31st March, 2012.

REGISTRATION AS NON-BANKING FINANCIAL COMPANY WITH RESERVE BANK OF INDIA

Your Company is registered with Reserve Bank of India pursuant to Section 45-IA of Reserve Bank of India Act, 1934 as a Non-Banking Financial Company as per Registration Certificate No. B 05.05184 dated 28.03.2003.

DIRECTORS

The Directors of the Company in office at the date of this report are:
Mr. Shreeyash Bangur
Mr. Yogesh Bangur
Mr. Govind Sharda

PARTICULARS OF EMPLOYEES

There are no employees covered under the provisions of Section 217(2AA) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

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ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EARNING/OUTGO

The information required under the provision of section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosures of Particulars in the Report of Board of Directors) Rules 1988 are not applicable, as the Company had no Plant & Machinery during the year. During the year under review, the foreign exchange earnings of the Company was NIL (Previous year -NIL) and foreign outgo of the Company was NIL (Previous year -NIL).

AUDITORS

M/s Agarwal Maheshwari & Co., Chartered Accountants (Regn. No.: 314030E) have expressed their willingness to accept re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors, based upon the representations received from the Operating Management, confirm that:

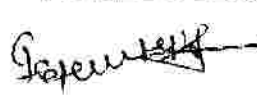
- i. in the preparation of the Annual Accounts for the year ending on 31st March 2012, the applicable accounting standards have been followed and there has been no material departure;
- ii. appropriate accounting policies have been selected by them and applied the same consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2012 and of its profit for the year ending on that date;
- iii. proper and sufficient care has been taken by them 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; and
- iv. the annual accounts for the period ended on 31st March, 2012 have been prepared by them on a going concern basis.

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SECRETARIAL COMPLIANCE CERTIFICATE

In accordance with the provisions of Section 383A of the Companies Act, 1956, the Company obtained a certificate from Ms. Isha Nahata, Practicing Company Secretary, certifying that the Company has complied with all the provisions of the Companies Act, 1956, which is given in annexure and forms part of this report.

For and on behalf of the Board



Govind Sharda
Director



Yogesh Bangur
Director

Kolkata
May 29, 2012

AUDITORS' REPORT

To the Members of **M/s. KIRAN VYAPAR PRIVATE LIMITED**

We have audited the accompanying financial statements of **M/s. KIRAN VYAPAR PRIVATE LIMITED** (the company), which comprise the balance sheet as at 31st March, 2012 and the statement of Profit & Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the company in accordance with the accounting principles generally accepted in India, including 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.

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 procedure selected depend on 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. 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.

As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Audit Report) (Amendment) order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Contd.....

2. Further to our comments in the Annexure referred to above, we state that :

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
- (c) The Balance Sheet and statement of Profit and Loss dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the balance sheet and statement of Profit and Loss of the Company have been prepared in compliance with the Applicable Accounting Standards referred to in Sub-section (3C) of section 211 of the Companies Act, 1956;
- (e) Based on the representations made by the directors of the Company and the information and explanations as made available, directors of the company prima facie do not have any disqualification as referred to in clause(g) of sub-section(1) of section 274 of the Act.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner of so required and give a true and fair view in conformity with the accounting principles generally accepted in India :-
- (i) In the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2012.
- AND
- (ii) In the case of the statement of Profit and Loss, of the profit of the Company for the year ended on that date.

Place : 24, Hemanta Basu Sarani,
Mangalam - A, Room - 309,
Kolkata - 700 001.

Date : 29-05-2012



For AGARWAL MAHESWARI & CO.,
Chartered Accountants
Firm Regd. No. 314030E


(Swaraj Kumar)
Partner
M. No. - 067061

ANNEXURE TO THE AUDITORS'S REPORT

Statement referred to in paragraph 5 of our report of even date to the members of **KIRAN VYAPAR PRIVATE LIMITED** on the accounts for the year ended 31st March 2012.

In terms of the information and explanation given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets of the Company have been physically verified by the management at reasonable intervals. No material discrepancies have been noticed on such verification.
(c) No portion of the fixed assets has been sold/disposed off during the year under report.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.
(b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
(c) The company is maintaining proper records of inventory. No discrepancies have been noticed on such verification.
- (iii) (a) According to the information and explanation given to us the company has granted loans to three parties covered in the Register maintained under section 301 of the Companies Act, 1956. The Maximum Amount involved during the year was Rs. 8,00,849/- and year end balance was Rs. 24,091/-.
(b) The terms and condition of loans are prima facie not prejudicial to the interest of the company.
(c) The receipt of the principal amount and interest is also regular.
(d) There is no overdue amount of loans granted to a company listed in the register maintained under section 301 of the Companies Act, 1956.
(e) According to the information and explanation given to us the company has not taken loans from party covered in the register maintained under section 301 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major meekness or continuing failure to correct any major weaknesses in the internal control system of the company in respect of these areas.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or amendments referred to in Section 301 of the companies Act, 1956 that needs to be entered into the register maintained under section 301 have been so entered.
(b) In our opinion and according to the information and explanations given to us, no transactions were made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year.
- (vi) The company has not accepted any deposits from the public during the year within the meaning of Section 58A, Section 58AA of the Companies Act, 1956 and the rules framed there under with regard to the deposits accepted from the public. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any other tribunal or any court.
- (vii) As explained to us the company has in house internal audit system, which in our opinion is commensurate with its size and nature of its business.
- (viii) According to the information and explanations given to us, the company is not required to maintain the cost records in terms of section 209(1)(d) of the Companies Act, 1956.




- (ix) (a) In our opinion and according to the information and explanations given to us, the company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Investor's Education and Protection Fund, Sales Tax, Income Tax and other material statutory dues applicable to it.
(b) According to the information given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, customs duty and excise duty and cess were in arrears, as at 31st March 2011 for the period exceeding six months from the date they become payable.
(c) According to the information and explanation given to us, there are no dues in respect of Income tax, custom duty, sales tax and wealth tax etc that have not been deposited with the appropriate authorities on account of any dispute.
- (x) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institution or bank with which transactions have been made during the year.
- (xii) According to the information and explanations given to us and Based on the documents and records produced before us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In the opinion, the Company is not a chit fund, or nidhi/ mutual benefit fund/society. Therefore, the provision of clause 4(xiii) of the Companies (Auditors' Report) Order 2003 (as amended) are not applicable to the company.
- (xiv) The Company is trading in shares, securities, debentures and other investments. Accordingly, the Provisions of Clause 4 (XIV) of the order proper records are maintained for the same and all the Shares and Securities are held by the Company in its own name.
- (xv) According to the implication and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, no term loans have been taken by the Company during the year.
- (xvii) According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares during the year to parties or companies covered in the Register maintained under Section 30 of The Companies Act, 1956.
- (xix) The Company has not issued any debenture during the year and therefore the question of creating security in respect thereof does not arise.
- (xx) The Company has not made any public issues during the year and therefore the question of disclosing the end use of money does not arise.
- (xv) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial Statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

Place : 24, Hemanta Basu Sarani,
Mangalam - A, Room - 309,
Kolkata - 700 001.

Date : 29-05-2012



For AGARWAL MAHESWARI & CO.,
Chartered Accountants
Firm Reg. No. 314030E


(Swaraj Kumar)
Partner
M. No. - 067061

KIRAN VYAPAR PRIVATE LIMITED

Balance Sheet as at 31-03-2012

	Note No.	As at 31 March, 2012 Amount in Rs.	As at 31 March, 2011 Amount in Rs.
<u>EQUITY AND LIABILITIES</u>			
Shareholder's Funds			
Share capital	2.1	5,952,000	5,952,000
Reserves and surplus	2.2	4,471,949	4,169,792
Current Liabilities			
Short-term borrowings	2.3	-	1,137,784
Trade payables	2.4	42,978	129,133
Other current liabilities	2.5	2,461	15,037
Short term provisions	2.6	171,771	-
TOTAL		10,641,159	11,403,746
<u>ASSETS</u>			
Non-current assets			
<u>Fixed assets</u>			
Tangible assets	2.7	28,706	33,748
Deferred tax assets (Net)	2.8	748	394
Current Assets			
Current Investments	2.9	10,000,000	-
Inventories	2.10	21,150	8,994,730
Trade Receivables	2.11	24,091	-
Cash and cash equivalents	2.12	344,157	155,981
Short-term loans and advances	2.13	113,961	2,218,893
Other current Assets	2.14	108,346	-
TOTAL		10,641,159	11,403,746
Significant accounting policies and notes on accounts forming part of the financial statements.	1 & 2		

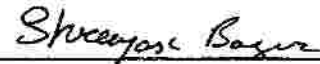
In terms of our report attached.

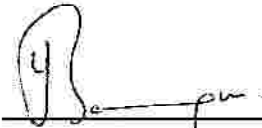
For AGARWAL MAHESWARI & CO.
Chartered Accountants
Firm Reg. No. 314030E


(Swaraj Kumar)
Partner
M. No. - 067061



For and on behalf of the Board of Directors





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Place: Kolkata

Date: 29-05-2012

KIRAN VYAPAR PRIVATE LIMITED

Statement of Profit and Loss Account for the period ended 31-03-2012

	Note	For the year ended 31 March, 2012	For the year ended 31 March, 2011
A. CONTINUING OPERATIONS			
INCOME			
Revenue from operations			
Sale of Shares		11,099,724	5,001,460
Interest Income	2.15	488,267	198,120
Other Income	2.16	97,837	97,845
Total revenue		11,685,828	5,297,425
EXPENSES			
Purchase of traded goods		1,992,150	4,242,291
Changes in inventories of stock-in-trade	2.17	8,973,580	(104,709)
Employee benefits expense	2.18	-	670,000
Finance Costs		91,497	150,368
Depreciation and amortization expense		5,042	6,127
Other expenses	2.19	149,984	145,238
Total expenses		11,212,253	5,109,315
Profit/(Loss) before exceptional and extraordinary items and tax		473,574	188,110
Exceptional Item		Nil	Nil
Profit/(Loss) before extraordinary items and tax		473,574	188,110
Extra ordinary item		Nil	Nil
Profit/(Loss) before tax		473,574	188,110
Tax expenses			
1) Current tax		164,000	-
2) Deferred tax charge/(credit)		(354)	202
Profit/(Loss) from continuing operations (A)		309,928	187,908
B. DISCONTINUING OPERATIONS			
Profit/(Loss) from discontinuing operations (before tax)		-	-
Tax expense of discontinuing operations		-	-
Profit/(Loss) from discontinuing operations (B)		-	-
TOTAL OPERATIONS			
Profit/(Loss) for the year (A)+(B)		309,928	187,908



Earnings per equity share (of Rs. 10 each)	2.20		
(a) Basic			
(i) Continuing operations		0.52	0.32
(ii) Total operations		0.52	0.32
(a) Diluted			
(i) Continuing operations		0.52	0.32
(ii) Total operations		0.52	0.32
Significant accounting policies and notes on accounts forming part of the financial statements.	1 & 2		

In terms of our report attached

For AGARWAL MAHESWARI & CO.
Chartered Accountants
Firm Reg. No. 314030E



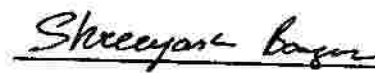
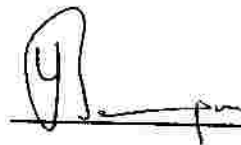
(Swaraj Kumar)
Partner
M. No. - 067061



Place: Kolkata

Date: 29-05-2012

For and on behalf of the Board of Directors

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Kiran Vyapar Private Limited
Cash Flow Statement for the year ended 31st March, 2012

Particulars	For the year ended 31-03-2012	For the year ended 31-03-2011
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax	473,574	188,110
<u>Adjustments for:</u>		
Depreciation and amortisation	5,042	11,227
Operating Profit/(loss) before working capital changes	478,616	199,337
<u>Changes in working capital :</u>		
Adjustment for (increase)/ decrease in operating assets :		
Inventories	8,973,580	(104,709)
Trade receivables	(24,091)	-
Short-term loans and advances	2,104,931	(151,049)
Other current assets	(108,345)	-
Adjustment for increase/(decrease)in operating liabilities :		
Trade payables	(86,155)	(130,000)
Others Current liabilities	(12,576)	(43,250)
Short- terms provisions		
Acceptance/(repayment) of short- terms borrowing	(1,137,784)	135,331
Net cash flow from/ (used in) operating activities	10,188,176	(94,340)
B. Cash flow from investing activities		
Current investments not considered as cash & cash equivalents:		
- Purchased	(10,000,000)	-
Net cash flow /(used in) investing activities	(10,000,000)	-
C. Cash flow from financing activities		
Net cash flow from/ (used in) financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	188,176	(94,340)
cash and cash equivalents at the beginning of the year	155,981	250,321
Cash and cash equivalents at the end of the year	344,157	155,981
Cash and cash equivalents at the end of the year comprises:		
(a) Cash on hand	1,317	5,972
(b) Balance with banks in current accounts	342,840	150,009
Total	344,157	155,981

Notes:

The cash Flow Statement reflects the combined cash flow pertaining to continuing and discounting operations.
See accompanying notes forming part of the financial statements

In terms of our report attached.



GARWAL MAHESWARI & CO.
Chartered Accountants
Firm Reg. No. 314030E

(Signature)
(Swraj Kumar)
Partner

M. No. - 067061

Date:

For and on behalf of the Board of Directors

(Signature)

(Signature)

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KIRAN VYAPAR PRIVATE LIMITED

	As at March 31, 2012	As at March 31, 2011
Note 2.2		
Reserves and surplus		
Securities premium account		
Opening balance	4,000,000	4,000,000
Closing balance	4,000,000	4,000,000
Statutory Reserve		
Opening balance	37,582	-
Add: Additions during the year	197,834	37,582
Closing balance	235,416	37,582
Surplus/(deficit) in statement of Profit & Loss		
Opening balance	132,210	(18,116)
Add: Profit/(Loss) for the year	309,928	187,908
Amount available for appropriation	442,138	169,792
Less : Appropriations		
Contingent Provision on Standard Assets	7,771	-
Transfer to Statutory Reserve	197,834	37,582
Closing balance	236,533	132,210
TOTAL	4,471,949	4,169,792
Note 2.3		
Short-term borrowing		
Other loans & advances		
From Director's relative		
Unsecured	-	1,137,784
TOTAL	-	1,137,784
Note 2.4		
Trade payable		
Acceptances	42,978	129,133
TOTAL	42,978	129,133
Note 2.5		
Other current Liabilities		
Unclaimed credits	2,461	-
TDS Payable	-	15,037
TOTAL	2,461	15,037



KIRAN VYAPAR PRIVATE LIMITED

Note 2.7

Fixed assets

Description	Gross Block		Accumulated Depreciation and impairment		Net Block	
	Balance as at 01-04-2011	As at 31-03-2012	As at 01-04-2011	As at 31-03-2012	As at 31-03-2012	As at 31-03-2011
Tangible: (Owned)						
Office equipment	52,156	52,156	50,823	51,356	800	1,333
Computer	41,400	41,400	8,985	13,494	27,906	32,415
Telephone						
TOTAL	93,556	93,556	59,808	64,850	28,706	33,748
Previous year	93,556	93,556	53,681	59,808	33,748	



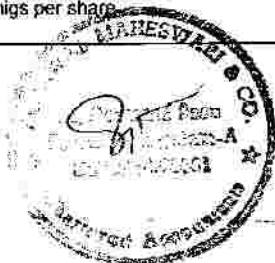
KIRAN VYAPAR PRIVATE LIMITED

	As at March 31, 2012	As at March 31, 2011
Note 2.6		
Short Term Provisions		
Contingent Provision on Standard Assets		
Opening Balance	-	-
Add : Transferred from Surplus	7,771	-
Provision for Taxation	-	-
Opening Balance	164,000	-
Add : Addition during the year	171,771	-
Note 2.8		
Deferred Tax Assets		
Deferred tax Assets comprises of following :		
On difference between book balance and tax balance of fixed assets	748	394
TOTAL	748	394
Note 2.9		
Current Investment		
Investment in mutual fund	10,000,000	-
TOTAL	10,000,000	-
Note 2.10		
Inventories (valued at lower of cost and net relisable value)		
Stock-in-trade (acquired for trading)	21,150	8,994,730
TOTAL	21,150	8,994,730
Note 2.11		
Trade receivables		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
others trade receivables:		
Unsecured considered good	24,091	-
TOTAL	24,091	-
Note 2.12		
Cash and cash equivalents		
Cash on hand	1,317	5,972
Balances with banks in current accounts		
JCO Bank	342,840	-
Kotal Mahindra Bank	-	133,558
Dena Bank	-	16,451
TOTAL	344,157	155,981
Note 2.13		
Short-term loans and advances		
Balance with government authorities:		
Unsecured considered good :	113,961	68,893
Others	-	2,150,000
-Unsecured Considered goods	-	-
TOTAL	113,961	2,218,893
Note 2.14		
Other current assets		
Accruals:		
Interest accrued on short term Loans & Advances	108,346	-
TOTAL	108,346	-



KIRAN VYAPAR PRIVATE LIMITED

	For the year ended 31-03-12	For the year ended 31-03-11
Note 2.15		
Interest income:		
Interest on loans & advances	488,267	194,614
Interest on income tax refund	-	3,508
	488,267	198,120
Note 2.16		
Other Income		
Dividend income:		
others	97,837	97,845
Total	97,837	97,845
Note 2.17		
Changes in inventories		
Inventories at the end of the year:		
stock in trade	21,150	8,994,730
Inventories at the beginning of the year:		
stock in trade	8,994,730	8,890,021
Net (increase)/decrease in stock	8,973,580	(104,709)
Note 2.18		
Employee benefits expense		
Salaries, wages and bonus	-	670,000
TOTAL	-	670,000
Note 2.19		
Other expenses		
Bank Charges	1,729	657
Brokerage & Commission	19,556	2,384
Filing Fees	-	1,500
Printing and Stationaries	6,458	17,548
Rates and taxes	-	2,143
Office Expenses	12,541	18,965
Demat & Other Charges	818	5,184
Communication Cost	18,690	23,266
Travelling And Conveyance	14,211	22,568
Legal and Professional Fees	30,000	1,103
Securities Transaction Tax	10,467	8,626
Payment to auditor:		
Audit fees	12,360	11,030
Tax audit fees	5,618	-
Miscellaneous Expenses	17,536	25,164
Preliminary Expenses	-	5,100
TOTAL	149,984	145,238
Note 2.20		
Earnings per shares (EPS)		
Basic & Diluted		
<u>Continuing operations</u>		
Net profit/(loss) for the year from continuing operations	309,928	187,908
Net profit/(loss) for the year from continuing operations attributable to the equity share holders	309,928	187,908
Weighted average number of equity shares	595,200	595,200
Par value per share	10	10
Earnings per share from continuing operations-Basic	0.52	0.32
<u>Total operations</u>		
Net profit/(loss) for the year	309,928	187,908
Net profit/(loss) for the year attributable to the equity share holders	309,928	187,908
Weighted average number of equity shares	595,200	595,200
Par value per share	10	10
Earnings per share	0.52	0.32



KIRAN VYAPAR PRIVATE LIMITED

Note No. 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) CORPORATE INFORMATION

Kiran Vyapar Private Limited is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is a Non Banking Finance Company.

b) BASIS OF PREPARATION

The financial statement of the company has been prepared in accordance with generally accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the companies (Accounting standards) Rules,2006 (as amended) and the relevant provisions of the companies Act,1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

c) CHANGE IN ACCOUNTING POLICY

Presentation and disclosure of financial statements

During the year ended 31 March 2012, the revised schedule VI notified under the Companies act, 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosure made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

d) Use of estimate

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and action, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

e) Recognition of Income & Expenditure

Revenues/Income and costs/Expenditure are generally accounted for on accrual basis, as there are earned or incurred.

f) Fixed Assets

Fixed Assets are stated at cost (Net of CENVAT) of acquisition or construction less accumulated depreciation. Cost of acquisition is inclusive of freight, duties, taxes and other incidental expenses up to the date of installation/commissioning of assets.



g) Depreciation

Depreciation has been provided for on written down value method at the rates in force from time to time as per the Schedule XIV of the Companies Act, 1956.

h) Investments

Investments are classified as Current and non current investments. The current investments are stated at lower of the costs or fair value. Non current investments are stated at cost. Suitable provisions are made/reserves created to recognize a non-temporary decline in the value of such investments.

i) Inventories

Inventories of stock in trade: Quoted shares are valued at cost or market value whichever is lower and unquoted share are valued at cost.

j) Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. Qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. The basis of working out the borrowing costs is weighted average rate applicable to the borrowing of the Company that are outstanding during the period except where specific identification exists. All other borrowing costs are recognized as expenses in the period in which they are incurred.

k) Taxes on Income

Provision for current tax made in accordance with the provisions of the Income-tax Act, 1961, and after taking into consideration, benefits admissible therein. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantially enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is virtual certainty that the asset will be realized in future.

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Profit and Loss Account and shown as MAT Credit entitlement as a separate line item. The Company reviews the same at each Balance Sheet date and write down the carrying amount of MAT Credit entitlement to the extent there is no longer convincing evidence to the effect that the company will pay normal tax during the specified period.



l) Impairment of Assets

As asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. The carrying value of asset is reviewed at each balance sheet date to determine if there is indication of any impairment. If any indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount, and is recognized in the statement of Profit & Loss Account. An impairment loss is reversed if there has been a change in the estimate of recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

m) Provisions, Contingent Liabilities and Contingent Assets

A provision is made when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation, that may, but probably will not, require an outflow of resources. When there is a possible or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. The Company does not recognized assets which are of contingent nature until there is virtual certainty of realisability of such assets. However, if it has become virtually certain that an inflow of economic benefits will arise, asset and related income is recognized in then financial statements of the period in which the change occurs.

Shreejan C. Bajor

[Signature]

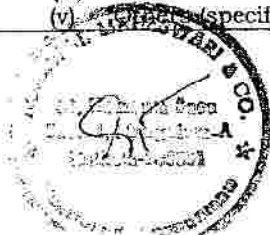


KIRAN VYAPAR PRIVATE LIMITED

Note No. 2.21

Schedule as required in terms of paragraph 13 of Non Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

		(Amount in Rs.)	
		Amount Outstanding	Amount Overdue
LIABILITIES SIDE:			
(1)	Loans and Advances availed by the NBFCs inclusive of interest accrued thereon but not paid : (a) Debentures Secured Unsecured (Other than falling within the meaning of public deposits) (b) Deferred Credits (c) Term Loans (d) Inter-Corporate Loans and Borrowing (e) Commercial Paper (f) Public Deposits (g) Other Loans (Specify nature) Car Loan From Relative of Directors From Directors	-	-
ASSETS SIDE :		Amount Outstanding	
(2)	Break-up of Loans and Advances including Bills receivables [Other than those included (4) below] : (a) Secured (b) Unsecured	-	24,091
(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 (b) Operating Lease (ii) Stock on Hire including Hire Charges under Sundry Debtors (a) Assets on Hire (b) Repossessed Assets (iii) Other Loans counting towards AFC activities (a) Loans where assets have been repossessed (b) Loans other than (a) above	Amount Outstanding	
(4)	Break-up of Investments : Current Investments 1. Quoted : (i) Shares (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual Funds (iv) Government Securities (v) Others (specify) 2. Unquoted : (i) Shares (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of Mutual Funds (iv) Government Securities (v) Others (specify)	16,211	10,00,00,000
		4,939	-



Long Term Investments		
1. Quoted :		
(i) Shares	(a) Equity	-
	(b) Preference	-
(ii) Debentures and Bonds		-
(iii) Units of Mutual Funds		-
(iv) Government Securities		-
(v) Others (specify)		-
2. Unquoted :		
(i) Shares	(a) Equity	-
	(b) Preference	-
(ii) Debentures and Bonds		-
(iii) Units of Mutual Funds		-
(iv) Government Securities		-
(v) Others (specify)		-

(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	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	-	24,091	24,091
Total	-	24,091	24,091

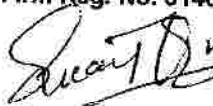
(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)			
Category	Market Value/Break-up or fair value or NAV	Book Value (Net of Provisions)	
1. Related Parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	1,00,09,739	1,00,21,150	
Total	1,00,09,739	1,00,21,150	

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

For AGARWAL MAHESWARI & CO.

Chartered Accountants

Firm Reg. No. 314030E


(Swaraj Kumar)
Partner
M. No. - 067061



Place: Kolkata

Date:

For and on behalf of the Board of Directors





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