

PARIKSHA FIN-INVEST-LEASE LTD.

19th Annual Report 2011-2012

PARIKSHA FIN-INVEST-LEASE LTD.

CORPORATE INFORMATION

Board of Directors

Shri G. Ramarathnam
Shri Anil Datta
Shri H. N. Tyagi
Shri S.K. Srivastava

REGD. OFFICE : 109, Choudhary Complex,
9, Veer Savarkar Block, Shakarpur,
Delhi-110092

AUDITORS : M/s Rajendar K. Kumar & Associates
57, Navyug Market,
Ghaziabad (U.P.)

BANKERS : State Bank of India
SIB, Navyug Market,
Ghaziabad (U.P.)

PARIKSHA FIN-INVEST-LEASE LIMITED

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the Nineteenth Annual General Meeting of the Members of the Company will be held on Saturday, the 29th day of September, 2012 at 12.30 p.m. at “Shree Agrasen Bhawan”, Vivek Vihar, Delhi – 110 095 to transact the following business(s) :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2012 and Statement of Profit and Loss Account for the year ended on that date together with the Reports of Directors and Auditors thereon.
2. To appoint a director in place of Shri. Sanjay Kumar Srivastava, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a director in place of Shri. Harnand Tyagi, who retires by rotation and being eligible, offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modification, the following resolution as an ORDINARY RESOLUTION:

“**RESOLVED THAT** pursuant to the provisions of Section 224 and other applicable provisions, if any, of the Companies Act, 1956, M/s Rajendar K. Kumar & Associates, Chartered Accountants, the retiring Auditors, be and are hereby re-appointed as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting up to the conclusion of the next Annual General Meeting of the Company at the remuneration to be decided by the Board of Directors of the Company.”

**By Order of the Board
For PARIKSHA FIN-INVEST-LEASE LIMITED**

**Place: Delhi
Dated: 03.09.2012**

**SD/-
(Pradish Nair)
Company Secretary**

**Registered Office:
109, Choudhary Complex,
9, Veer Savarkar Block, Shakarpur,
Delhi-110092**

Notes:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.** The instrument appointing a proxy should, however, be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting. A proxy shall not vote except on a poll.

Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General Meeting.

2. Pursuant to Section 154 of the Companies Act, 1956, the Share Transfer Books and the Register of Members of the company will remain closed from 27th September, 2012 to 29th September, 2012 (both days inclusive).
3. In terms of notification issued by Securities and Exchange Board of India, Equity Shares of the Company are under compulsory demat trading by all investors w.e.f. 2nd January, 2002. Shareholders are, therefore, advised to dematerialize their shareholding to avoid inconvenience in future.
4. Members desiring any information regarding Accounts of the Company are requested to write to the Company at least one week in advance so as to enable the management to keep the information ready, as far as possible, at the Meeting.
5. Members are requested to bring their copies of Annual Report to the Meeting.
6. Members are informed that in the case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Members are requested to always quote their Folio No. / Client ID & DP IP in all correspondence with the Company's registrar and the Company. Members are requested to notify any change of address to the Company or its Registrar i.e. M/s Skyline Financial Services Pvt. Ltd., D-153 A, 1st Floor, Okhla Industrial Area Phase-1, New Delhi - 110 020
8. Members / Proxies are requested to bring the attendance slip sent with Annual Report duly filled in for attending the meeting.

Disclosure pursuant to Clause 49 of the Listing Agreement with respect to the Directors seeking reappointment at the forthcoming Annual General Meeting

1. Mr. Sanjay Kumar Srivastava

Mr. Sanjay Kumar Srivastava, aged 50 years, is a Graduate. He is having an experience of 27 years in Administration and other commercial laws.

Directorship held in other Companies

1. Uttam Sucrotech Limited

Membership in committees in other Companies

Nil

Shares held in the Company

Nil

Relationships between Directors Inter-Se

Mr. Sanjay Kumar Srivastava is not related to any other directors of the Company.

2. Mr. Harnand Tyagi

Mr. Harnand Tyagi, aged 60 years, is a Law Graduate. He is having an experience of 36 years in Accounts, Finance and Legal functions

Directorship held in other Companies

1. New Castle Finance & Leasing Private Limited
2. Adharshila Capital Services Limited

Membership in committees in other Companies

1. Remuneration Committee – Adharshila Capital Services Ltd.
2. Shareholder Grievance Committee- Adharshila Capital Services Ltd.

Shares held in the Company

Nil

Relationships between Directors Inter-Se

Mr. Harnand Tyagi is not related to any other directors of the Company.

PARIKSHA FIN-INVEST-LEASE LIMITED

DIRECTORS' REPORT

TO THE MEMBERS

The Directors have pleasure in presenting the Nineteen Annual Report on the operations of your company, together with Audited Statements of Accounts of your Company for the year ended 31st March 2012.

FINANCIAL RESULTS

The summarized Financial Results of the Company are given hereunder:

	Year Ended	Year Ended
	<u>31.03.2012</u>	<u>31.03.2011</u>
	<u>(Rs.)</u>	<u>(Rs.)</u>
Revenue from Operations	62,67,839	8,18,491
Profit/(Loss) before depreciation	(3,61,475)	(1,55,798)
Add/(Less) : Depreciation	<u>(18,441)</u>	<u>(17,614)</u>
Profit/(Loss) Before Tax	(3,79,916)	(1,73,412)
Add/ (Less) Provision for tax (including deferred tax)	<u>1,27,404</u>	<u>20,563</u>
Profit/(Loss) after Tax	(2,52,512)	(1,52,849)
Less : Prior Period Items	570	1,686
Less : Transfer to Reserve Fund	--	--
Add : Profit brought forward from previous year	<u>17,85,283</u>	<u>19,39,818</u>
Surplus carried to Balance Sheet	<u>15,32,201</u>	<u>17,85,283</u>

REVIEW OF OPERATIONS

The working of your company for the year under review resulted in Loss of Rs 3,79,916/- as against loss of Rs. 1,73,412 /- in the previous year.

Due to loss, no amount has been transferred to Reserve Fund as per the provisions of section 45IC of the Reserve Bank of India Act, 1934.

DIVIDEND

In the absence of profits during the current financial year, your Directors are unable to recommend any dividend for the financial year 2011-12.

FIXED DEPOSITS

Your Company has not accepted any deposit within the meaning of Section 58A of the Companies Act, 1956 and rules made thereunder.

DIRECTORS

Mr. Sanjay Kumar Srivastava & Mr. Harnand Tyagi are liable to retire by rotation at the ensuing Annual General Meeting. Your Directors recommend their re-appointment at the ensuing Annual General Meeting.

DIRECTORS RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statement pursuant to the requirement u/s 217(2AA) of the Companies Act, 1956:

- (i) that in the preparation of annual accounts, the applicable accounting standards have been followed;
- (ii) that appropriate accounting policies have been selected and applied consistently and judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the company as at March 31, 2012 and of the losses of the company for the year ended on the date;
- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company, and for preventing and detecting fraud and other irregularities;
- (iv) that the annual accounts have been prepared on a going concern basis.

AUDITORS

M/s Rajendar K. Kumar & Associates, Chartered Accountants, retire at the conclusion of forthcoming Annual General Meeting and being eligible, offer themselves for reappointment. Your Directors recommend their reappointment. The Auditors have also furnished the certificate to the effect that their reappointment, if made, will be within the limits specified in Sub-section (1B) of Section 224 of the Companies Act, 1956.

LISTING OF COMPANY SECURITIES

Your company's shares are currently listed on the Delhi Stock Exchange Ltd. The Company has already paid listing fees to the Delhi Stock Exchange for the financial year 2012-13.

CORPORATE GOVERNANCE

In terms of clause 49 of the Listing Agreement with the Stock Exchanges, a Report on Corporate Governance along with a certificate from Company Secretary in Whole Time Practice on the Compliance of the condition of Corporate Governance is appended to the Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis of financial condition and results of operations of the Company for the year under review, as required under clause 49 of the listing agreement with the Stock Exchanges, is given as a separate statement forming part of the annual report.

PARTICULARS OF EMPLOYEES

Particulars of employees as required u/s 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975 and amended Rules, 2011 may be taken as NIL since no employee of the Company was in receipt of remuneration in terms of limits specified under the said Rules.

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

Being a Finance and Investment Company having no manufacturing or other operations, the Companies (Disclosure of Particulars in the Report of Board of directors) Rules, 1988 are not applicable. There were no foreign exchange earnings or outgoing during the financial year ended 31st March, 2012.

ACKNOWLEDGEMENTS

Your Directors wish to acknowledge their gratitude to the business Associates for their continued patronage, assistance and guidance.

For and on behalf of the Board

**SD/-
(G. RAMARATHNAM)
Chairman of the Board**

**Place: Delhi
Dated: 03.09.2012**

PARIKSHA FIN-INVEST-LEASE LIMITED

(REGD. OFFICE: 109, Choudhary Complex,9, Veer Savarkar Block, Shakarpur, Delhi-110092)

REPORT ON CORPORATE GOVERNANCE 2011-12

Pursuant to Clause 49 of the Listing Agreement, a report on Corporate Governance given below:-

- CORPORATE GOVERNANCE:** The Company in order to maintain highest level of the transparency and to serve the best interest of all stake holders of the company has been regular in disclosing all the relevant information in an easily understandable manner to the concerned authorities and all the stakeholders. The Company ensures that the company's activities are managed by professionally competent and independent Board of Directors. The Company believes that good corporate governance with transparency can ensure better understanding between Board, management and Stakeholders resulting in the mutual growth of the company and stakeholders.
- BOARD OF DIRECTORS:** The Board of Directors consists 4 Directors, who are Non- executive Directors. The particulars of directors viz. names, designation and the status are given hereunder:

S. NO.	NAME	DESIGNATION	STATUS
1.	Shri G. Ramarathnam	Chairman	Non Executive
2.	Shri Anil Datta	Director	Non Executive
3.	Shri S.K. Srivastava	Director	Non Executive
4.	Shri H. N. Tyagi	Director	Non Executive

The Chairman of the Board is the Non-Executive and all the Directors of the company are independent Directors and hence meet the requirement of corporate governance.

- SITTING FEES :** The details of sitting fees paid to the Directors for attending meeting of the Board/Committee for the year ended March 31, 2012 are given below :-

S. NO.	NAME	SITTING FEE (RS.)
1.	Shri G. Ramarathnam	8,000
2.	Shri Anil Datta	9,000
3.	Shri H.N. Tyagi	9,000
4.	Shri S.K. Srivastava	6,000

- BOARD MEETINGS :** During the financial year 2011-12, 6 meetings of Board of Directors of the Company were held as the details given below :-

Date of Meeting	No. of Directors Present
28.04.2011	3
12.05.2011	3
05.08.2011	4
11.11.2011	4
09.02.2012	4
23.03.2012	3

- 5. ATTENDANCE OF DIRECTORS :** The attendance of the Directors during the year 2011-2012 and other directorships, members / chairmanship of committee are given below :

The Board of Directors of the Company comprises of 4 Directors and all are Non Executive and Independent Directors.

Directors	Category	Attendance Particulars		Chairmanship/ Directorships In other Public Ltd. Co.	Committee Membership	
		Board Meeting	Last AGM		Member	Chairman
Sh. G. Ramarathnam	Chairman	5	Yes	1	4	3
Sh. S.K. Srivastava	Director	6	Yes	1	3	-
Sh. Anil Datta	Director	5	Yes	-	3	1
Sh. H. N. Tyagi	Director	5	Yes	1	1	-

- 6. REAPPOINTMENT OF DIRECTOR: -**

Name of Director	Brief Particulars	Details of Directorships in other Public Co.	No. of other Committees in which Chairman /member other than Pariksha Fin-Invest Lease Ltd.	
			Chairman	Member
Sh. S.K Srivastava	He is Non Executive independent Director	1	NIL	NIL
Sh.H.N Tyagi	He is Non Executive independent Director	1	NIL	2

- 7. REMUNERATION OF DIRECTORS:** The Company has set up a Remuneration Committee, comprising of three members viz. Mr. G. Ramarathnam, Mr. S. K. Srivastava and Mr. Anil Datta to look into the matter relating to payment of remuneration to the Directors. Mr. G. Ramarathnam has been elected as Chairman.

All the members of Remuneration Committee have good exposure to finance as well as general management.

During the year under review, no meeting of Remuneration Committee was held.

- 8. DETAILS OF SHAREHOLDING OF DIRECTORS IN THE COMPANY:**

None of the directors have shareholding in the company.

- 9. AUDIT COMMITTEE :**

- (i) Terms of reference: -

The role and terms of reference of the Board of Audit Committee covers areas mentioned under Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956, besides other terms as may be referred to by the Board of Directors.

(ii) Composition, Name of members and Chairman: -

The audit committee comprising three members viz. Mr. G. Ramarathnam, Mr. H.N. Tyagi and Mr. Anil Datta. Mr. G. Ramarathnam has been elected as Chairman.

All the members of the Audit Committee have good exposure in finance as well as general management.

(iii) Meeting and attendance during the year :-

During the Financial Year 2011-12, four audit committee meetings were held on 12.05.2011, 05.08.2011, 11.11.2011 and 09.02.2012. The attendance of members is as follows:-

<u>S.No.</u>	<u>Name of Member</u>	<u>Category</u>	<u>Attendance</u>
1.	G. Ramarathnam	Independent Non-executive	3
2.	Anil Datta	Independent Non-executive	4
3.	H. N. Tyagi	Independent Non-executive	4

10. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE: The members of Shareholders / Investors Grievances committee are Mr. Anil Datta, Mr. S.K. Srivastava and Mr. G. Ramarathnam. Mr. Anil Datta is the Chairman of the Shareholder / Investors Grievance Committee. During the year 2011-12, no complaint was received from Shareholders / Investors. All valid share transfers received during the year 2011-12 have been dealt by the company accordingly. There were no transfers/transmission pending as on 31.03.2012.

11. DISCLOSURE: There was no materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc. which may have potential conflict with the interests of the Company at large.

Neither has any non-compliance with any of the legal provisions of law been made by the Company nor any penalty or stricture imposed by the stock exchange or SEBI or any other statutory authority on any matter related to the capital markets during the last 3 years.

12. DEMATERIALISATION OF SHARES : Consequent upon the compulsory demat of the Equity Shares of the Company as notified by SEBI, about 57.25% of the Equity Capital of the Company are dematerialized form as on March 31, 2012. The Company has appointed M/s Skyline Financial Services Pvt. Ltd., D-153/A, Ist Floor, Okhla Industrial Area Phase-1, New Delhi - 110 020 as common agency for share registry work. The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments, which are pending for conversion.

13. DETAILS OF LAST THREE ANNUAL GENERAL MEETINGS :

Meeting	Year	Venue of AGM	Date	Time
16 th AGM	2008-2009	“Shree Agrasen Bhawan”, Vivek Vihar, Delhi- 110095	30.09.2009	12.00 noon
17 th AGM	2009-2010	“Shree Agrasen Bhawan”, Vivek Vihar, Delhi- 110095	30.09.2010	12.00 noon
18 th AGM	2010-2011	“Shree Agrasen Bhawan”, Vivek Vihar, Delhi- 110095	28.09.2011	12.30 p.m.

14. MEANS OF COMMUNICATION: Quarterly/ Half Yearly/ Annual Financial Results are published in the English and Hindi language newspaper.

15. GENERAL SHAREHOLDERS INFORMATION :-

(a)	Date, time and venue of 19 th Annual General Meeting	29 th September, 2012 at 12.30 p.m. at “Shree Agrasen Bhawan” Vivek Vihar, Delhi – 110 095
(b)	Financial year	April 1st, 2011 to March 31st, 2012
(c)	Book Closure Date	27 th September, 2012 to 29 th September, 2012 (both days inclusive)
(d)	Dividend Payment	Not applicable
(e)	Listing on Stock Exchanges at	Delhi Stock Exchange Ltd. DSE House, 3/1, Asaf Ali Road, New Delhi. Note: - Listing fees for the year 2012-13 has been paid to the Stock Exchange.
(f)	ISIN No. for NSDL/CDSL	INE 270F01010
(g)	Market Price Data	Since there is no trading of shares during Financial Year 2011-12 at DSE, hence, market price of shares is not available.
(h)	Share Transfer System	Physical Shares, which are lodged with the Company/ Registrar for transfer are processed and returned to the shareholder within the period of 15 days.
(i)	Financial calendar 2012-13 Results for quarter ending : (a) 30 th June 2012 (b) 30 th September 2012 (c) 31 st December 2012 (d) 31 st March 2013 Audited yearly results	On or before 14 th day of August, 2012 On or before 14 th day of November, 2012 On or before 14 th day of February, 2013 On or before 15 th day of May, 2013 Before end of 30 th day of May, 2013
(j)	Resolution passed through postal ballot	NIL

16. DISTRIBUTION OF SHAREHOLDING (AS ON MARCH 31, 2012)

(i) On the basis of Shares held:

No of Equity Shares held (Range)	No. of Shareholders	Percentage of total share Holders	No. of Shares held	Percentage to total shares held
upto 500	1109	78.11	553700	14.76
501-1000	234	16.48	224500	5.99
1001-2000	25	1.76	40300	1.07
2001-3000	9	0.63	19800	0.53
3001-4000	8	0.56	29000	0.77
4001-5000	4	0.28	17200	0.46
5001-10000	8	0.56	66400	1.77
Above 10001	23	1.62	2799600	74.65
TOTAL	1420	100.00	3750500	100.00

(ii) On the basis of Category:

Category	No. of Shares Held	Percentage to total shares held
Shareholding of Promoter & Promoter Group		
- Individual/HUFs	1525000	40.66
- Bodies Corporates	460000	12.27
Total Promoters Shareholding	1985000	52.93
Public Shareholding		
- Corporate Bodies	555000	14.80
- Individuals	1210500	32.27
Total Public Shareholding	1765500	47.07
GRAND TOTAL	3750500	100.00

17. Correspondence by the shareholders should be addressed to the Registered Office of the Company. Shareholders holding shares in Electronic mode should address all their correspondence to their respective Depository participant.

Declaration for compliance of Code of conduct

The Shareholders,

I, G. Ramarathnam, Chairman, hereby declare that all the Board Members and Senior Management personnel have affirmed compliance with the code of conduct of the Company during the financial year 2011-12.

Place: Delhi
Date: 03.09.2012

SD/-
(G. RAMARATHNAM)
CHAIRMAN

CERTIFICATE ON CORPORATE GOVERNANCE

**To the Members of
Pariksha Fin-Invest-Lease Ltd.
Delhi.**

We have examined the compliance of conditions of Corporate Governance by **Pariksha Fin-Invest-Lease Limited** for the year ended on **31st March, 2012** as stipulated in clause 49 of the Listing Agreement of the said Company with Stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above-mentioned Listing Agreement.

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

**For N.K. RASTOGI & ASSOCIATES
Company Secretaries,**

**Place : DELHI
Date : 03-09-2012**

**SD/-
Naveen K. Rastogi
Proprietor
C.P. No. - 3785**

PARIKSHA FIN-INVEST-LEASE LIMITED

(REGD. OFFICE: 109, Choudhary Complex,9, Veer Savarkar Block, Shakarpur, Delhi-110092)

MANAGEMENT DISCUSSION AND ANALYSIS

Structure and Developments of NBFC Sector:

Non Banking Financial Companies (NBFCs) are governed by the Reserve Bank of India vide powers conferred under chapter III- B of Reserve Bank of India Act, 1934. The regulatory and supervisory frameworks for NBFCs have been continuously strengthened in order to ensure strong and healthy functioning of NBFCs. Majority of NBFCs were not able to face the pressure created on and were wiped out. However, since FY2001-2002, there has been significant improvement in the business model of existing NBFCs with improvement in overall business environment. NBFCs have been able to expand their resource profile by diversifying the funding avenues.

Opportunities & Threats

Opportunities:

The NBFCs business model has strengthened considerably over the past few years in terms of access to varied funding sources. The growth of mutual fund industry and the emergence of securitization as a borrowing tool have helped to strengthen the NBFC sector. Non Banking Financial Companies (NBFCs) have become an integral part of India's financial system. In recent times, NBFCs have emerged as lenders to both companies and individuals. When it comes to lending, NBFCs are generally regarded to be complementary to banks and are often able to offer better services and products to their customers.

PFILL sees huge growth opportunities in each of its existing business areas, and will also be expanding the focus of activities to new areas, arising from the strong growth momentum in the economy.

Threats:

The NBFCs are facing stiff competition from banks and financial institutions, due to easy availability of low cost funds with them throughout the country, banks and financial institutions are able to provide services similar to NBFCs at much cheaper rate..

PFILL's is making best possible efforts to improve its performance despite these difficult conditions.

PARIKSHA FIN-INVEST-LEASE LIMITED

(REGD. OFFICE: 109, Choudhary Complex,9, Veer Savarkar Block, Shakarpur, Delhi-110092)

Financial Performance:

The working of Pariksha Fin-Invest-Lease Ltd. (PFILL) for the year under review resulted in loss of Rs. 3,79,916 /- as against loss of Rs. 1,73,412/- in the previous year.

During the year company has incurred loss hence no amount has been transferred to Reserve Fund as per the provisions of section 45IC of the Reserve Bank of India Act, 1934.

Resources and Liquidity:

During the year, PFILL has not raised any funds from market like allotment of shares/bonds/warrants/debentures, public deposits etc.

Portfolio:

PFILL's investment portfolio stood at Rs. 3,50,74,000/- as on March 31, 2012, at cost. Further Rs. 4,93,50,082/- is also stood as Loans to others. PFILL's strategy for its portfolio is to focus on asset quality and asset mix to achieve good returns.

Outlook:

Finance Sector is one of the key growth sectors of the economy. PFILL is concentrating on the core area of investment and finance. Capital market is improving and PFILL will explore the opportunities available in the Capital Market and other financial areas.

Internal control systems and their adequacy

An effective controls system is introduced by PFILL to ensure that all its assets are safeguarded and protected against loss from unauthorized use or disposition and that all transactions are authorised, recorded and reported correctly.

The Audit Committee of Directors reviews the adequacy of internal controls systems.



AUDITORS' REPORT
TO THE MEMBERS OF
PARIKSHA FIN-INVEST-LEASE LIMITED

We have audited the attached Balance Sheet of **PARIKSHA FIN-INVEST-LEASE LIMITED** as at 31st March, 2012 and also the Profit and Loss Statement and the Cash Flow Statement of the company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

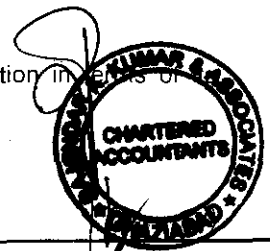
As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956; we enclose in the Annexure a statement on the matters specified in the said Order.

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

- i) 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 ;
- ii) 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.
- iii) The Balance Sheet, Profit and Loss Statement and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- iv) In our opinion, the Balance Sheet, Profit and Loss Statement and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ;
- v) On the basis of written representations received from the directors and taken on record as on 31st March, 2012 by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the significant policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - a) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 ; and
 - b) in the case of the Profit & Loss Statement, of the loss for the year ended on that date.
 - c) In the case of Cash Flow Statement, of the cash flow for the year ended on that date.

Further, as required by 'Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 1988', we further state that we have submitted a separate report to the Board of Directors of the company on the matters specified in the said directions as under :-

- i) The company applied for registration as provided in section 45IA of the Reserve Bank of India Act, 1934(2 of 1934) and has obtained certificate of registration from the Reserve Bank of India.
- ii) The company is entitled to continue to hold the Certificate of Registration in terms of assets/ income pattern as on 31st March, 2012.



- iii) The Board of Directors of the company has passed a resolution for non-acceptance of any public deposits.
- iv) The company has not accepted any public deposits during the year under reference.
- v) The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it.

for **RAJENDAR K. KUMAR & ASSOCIATES**
Chartered Accountants
FRNO. 010142C

R.K. KUMAR
Proprietor
Membership No. 7143

Place : Delhi
Date : 3rd September, 2012

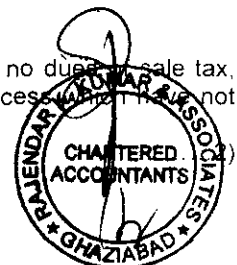


ANNEXURE TO THE AUDITORS' REPORT

Referred to in our report of even date on the accounts of **PARIKSHA FIN-INVEST-LEASE LIMITED** for the year ended on 31st March, 2012.

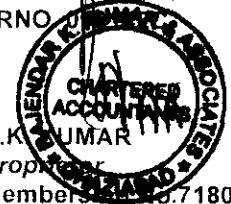
As required by the Companies (Auditor's Report) Order, 2003 issued by the Government of India in terms of section 227(4A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and as per information and explanations given to us, we report that:-

- (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 during the year. No material discrepancies have reportedly been noticed on such verification.
- (c) None of the fixed asset has been disposed off during the year.
- (ii) The inventory of the company comprises shares, which are in dematerialized form, and which have been verified by the management with reference to holding statement from the depository participant. In our opinion, the procedure of verification of inventory followed by the management is satisfactory. Further, the company is maintaining proper records of its inventory and no discrepancies were noticed on verification.
- (iii) The Company has not taken or granted any loan, secured or unsecured from/to Companies, firms or other parties covered in the Register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of securities and fixed assets and for the sale of securities and services. During the course of audit, no major weakness was noticed in the internal controls.
- (v) Based on the audit procedures applied by us and according to the information and explanations provided by the management, transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956, have been so entered.
- (vi) The company has not accepted any deposits from the public. Therefore, the directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA or any other relevant provisions of the of the Companies Act, 1956 and the rules framed thereunder are not applicable.
- (vii) The company does not have an internal audit system. In the opinion of the management, internal audit system is not considered necessary having regard to the nature of business and volume of transactions.
- (viii) As the company is not carrying any manufacturing activities, therefore, the clause regarding maintenance of cost records is not applicable to the company.
- (ix) (a) According to the information and explanations given to us, the company is regular in depositing with appropriate authority undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and any other statutory dues applicable to it as there are no such dues outstanding for a period of six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, services tax, excise duty and cess which have not been deposited on account of any dispute.



- (x) The Company does not have accumulated losses at the end of the year though it incurred cash losses during the financial year under audit.
- (xi) The company has not borrowed from any financial institutions, bank or issued any Debentures.
- (xii) The company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or any other similar securities.
- (xiii) To the best of our knowledge and according to explanations given to us no special statute applicable to chit fund, nidhi or mutual benefit fund/societies is applicable to the company.
- (xiv) The company has maintained proper records of the transactions and contracts in respect of dealing, trading and investments in shares and securities. Proper entries have been made therein regarding dealing or trading in shares and debentures. All shares and securities are held by the company in its own name.
- (xv) 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.
- (xvi) In our opinion and on the basis of information and explanations given to us and on overall basis, terms loan availed by the company is applied by the company for the purposes for which loan is raised. .
- (xvii) On the basis of information and explanations given to us, and on an overall examination of the financial statements of the company, no funds raised on short-term basis have been used for long-term investment or long term basis.
- (xviii) During the year, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) The company has not issued any Debentures.
- (xx) During the year under consideration, the company has not raised any money by public issue. Accordingly, the provisions of this clause are not applicable to the company.
- (xxi) Based on the audit procedures performed and 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

for RAJENDAR K. KUMAR & ASSOCIATES
Chartered Accountants
FRNO


R.K. KUMAR
Proprietor
Members No. 71803

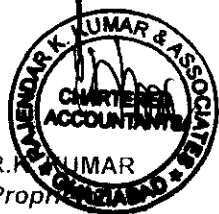
Place Delhi
Date : 3rd September, 2012

PARIKSHA FIN-INVEST-LEASE LIMITED**Balance Sheet as at 31st March, 2012**

<u>Particulars</u>	<u>Note No.</u>	<u>As at 31.03.2012 Amount (Rs.)</u>	<u>As at 31.03.2011 Amount (Rs.)</u>
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	37,505,000	37,505,000
(b) Reserves and surplus	2	2,019,781	2,272,863
2 Non-current liabilities			
(a) Long-term borrowings	3	42,500,000	42,500,000
(b) Long term provisions	4	110,375	109,750
3 Current liabilities			
(a) Trade payables	5	65,913	63,170
(b) Other current liabilities	6	5,103,400	-
(c) Short-term provisions	7	23,891	31,176
TOTAL		87,328,360	82,481,959
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	8		
Tangible assets		193,461	190,918
(b) Non-current investments	9	35,074,000	35,074,000
(c) Deferred tax assets (net)	10	137,493	10,089
(d) Long-term loans and advances	11	49,325,166	44,078,063
2 Current assets			
(a) Inventories	12	883,688	226,415
(b) Cash and cash equivalents	13	274,127	1,024,490
(c) Short-term loans and advances	14	1,440,425	1,877,984
TOTAL		87,328,360	82,481,959

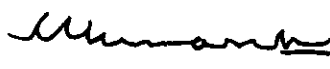
Statement on Significant Accounting Policies and Notes to the Financial Statements are an Integral part of this Balance Sheet.


As per our report of even date attached
for RAJENDAR K. KUMAR & ASSOCIATES
Chartered Accountants
FRNO. 10142C




R. K. KUMAR
Proprietary
Membership No. 71803

Place : Delhi
Date : 3rd September, 2012


G. RAMARATHNAM
 Director


ANIL DATTA
 Director


PRADISH NAIR
 Company Secretary

PARIKSHA FIN-INVEST-LEASE LIMITED

Profit and Loss Statement for the year ended 31st March, 2012


<u>Particulars</u>	<u>Note No.</u>	<u>For the year ended 31.03.2012 Amount (Rs.)</u>	<u>For the year ended 31.03.2011 Amount (Rs.)</u>
I. Revenue from Operations	15	6,267,839	818,491
II. Other Income		-	-
III. Total Revenue (I + II)		6,267,839	818,491
IV. Expenses:			
Purchases of Stock-in-Trade	16	1,150,145	155,222
Changes in Inventories of Stock-in-Trade	17	(657,273)	(35,227)
Employee Benefits Expense	18	497,016	257,760
Finance Costs	19	5,100,000	-
Depreciation and Amortization Expense		18,441	17,614
Other Expenses	20	539,426	596,534
Total expenses		6,647,755	991,903
V. Profit before tax (III-IV)		(379,916)	(173,412)
VI Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		(127,404)	(20,563)
VII Profit (Loss) for the period (V - VI)		(252,512)	(152,849)
VIII Prior Period Items		(570)	(1,686)
IX Profit/(Loss) carried to Balance Sheet		(253,082)	(154,535)
X Earnings per equity share:			
(1) Basic		(0.07)	(0.04)
(2) Diluted		(0.07)	(0.04)


Statement on Significant Accounting Policies and Notes to the Financial Statements are an Integral part of this Profit & Loss Statement.


As per our report of even date attached
for RAJENDAR K. KUMAR & ASSOCIATES
Chartered Accountants
FRNO. 010142C

R.K. KUMAR
Proprietor
Membership No.71803

Place : Delhi
Date : 3rd September, 2012


G. RAMARATHNAM
Director


ANIL DATTA
Director


PRADISH NAIR
Company Secretary

PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012****Note 1****Share Capital**

	<u>As at 31.03.2012</u>		<u>As at 31.03.2011</u>	
	<u>Number</u>	<u>Amount (Rs.)</u>	<u>Number</u>	<u>Amount (Rs.)</u>
<u>Authorised</u> Equity Shares of Rs. 10/- each	4,000,000	40,000,000	4,000,000	40,000,000
<u>Issued, Subscribed & Paid up</u> Equity Shares of Rs. 10/- each	3,750,500	37,505,000	3,750,500	37,505,000
Total	3,750,500	37,505,000	3,750,500	37,505,000

a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

<u>Particulars</u>	<u>As at 31.03.2012</u>		<u>As at 31.03.2011</u>	
	<u>Number</u>	<u>Amount (Rs.)</u>	<u>Number</u>	<u>Amount (Rs.)</u>
Shares outstanding at the beginning of the year	3,750,500	37,505,000	3,750,500	37,505,000
Shares outstanding at the end of the year	3,750,500	37,505,000	3,750,500	37,505,000

b) Terms/Rights attached to Equity Shares

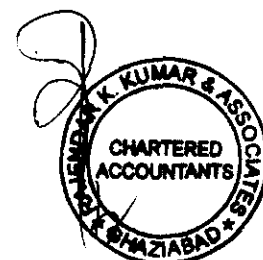
The company has only one class of equity shares having par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the board of directors, if any, is subject to the approval of shareholders in Annual General Meeting except in the case of interim dividend. In the event of liquidation of the company the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion of number of equity shares held by the shareholders.

c) Shareholders holding more than 5 percent shares

<u>Name of Shareholder</u>	<u>As at 31.03.2012</u>		<u>As at 31.03.2011</u>	
	<u>No. of Shares held</u>	<u>% of Holding</u>	<u>No. of Shares held</u>	<u>% of Holding</u>
Shri Ranjan Adlakha	807,000	21.52	807,000	21.52
Shri Raj Kumar Adlakha	555,000	14.80	555,000	14.80
New Castle Finance & Leasing Pvt. Ltd	460,000	12.27	460,000	12.27

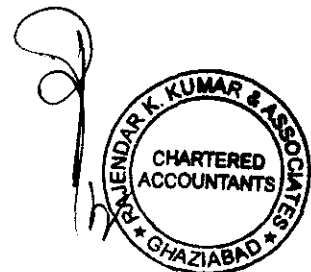
Note 2**Reserves and Surplus**

	<u>As at 31.03.2012</u>		<u>As at 31.03.2011</u>	
		<u>Amount (Rs.)</u>		<u>Amount (Rs.)</u>
a) <u>Reserve Fund (in terms of Section 45-IC of RBI Act, 1934)</u> As per last Balance Sheet		487,580		487,580
b) <u>Surplus in Profit & Loss Statement</u> As per last Balance Sheet	1,785,283		1,939,818	
Add: Net Profit/(Net Loss) for the Current Year	(253,082)	1,532,201	(154,535)	1,785,283
Total		2,019,781		2,272,863



PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012**

	<u>As at 31.03.2012</u> <u>Amount (Rs.)</u>	<u>As at 31.03.2011</u> <u>Amount (Rs.)</u>
Note 3		
<u>Long Term Borrowings</u>		
<u>Unsecured</u>		
Loans and advances from related parties (Refer Note No.28)	42,500,000	42,500,000
Total	<u>42,500,000</u>	<u>42,500,000</u>
Note 4		
<u>Long Term Provisions</u>		
Provision For Standard Assets	110,375	109,750
Total	<u>110,375</u>	<u>109,750</u>
Note 5		
<u>Trade Payable</u>		
Trade payable against services	65,913	63,170
Total	<u>65,913</u>	<u>63,170</u>
Note 6		
<u>Other Current Liabilities</u>		
a) Interest accrued and due on borrowings from related party (Refer Note No.28)	4,590,000	-
b) Taxes & Duties Payable	513,400	-
Total	<u>5,103,400</u>	<u>-</u>
Note 7		
<u>Short Term Provisions</u>		
Provision for Taxation	23,891	31,176
Total	<u>23,891</u>	<u>31,176</u>

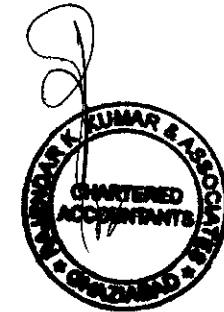


PARIKSHA FIN-INVEST-LEASE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2012

NOTE "8" FIXED ASSETS

S.No.	PARTICULARS	GROSS BLOCK			Rate	DEPRECIATION			NET BLOCK			
		As at 31.03.2011	Additions	Sale		As at 31.03.2012	Upto 31.03.2011	For the year	Adjust- ment	Upto 31.03.2012	As at 31.03.2012	As at 31.03.2011
TANGIBLE ASSETS												
1)	Furniture & Fixtures	105529	12869	-	118398	6.33%	39473	6439	-	45912	72486	66056
2)	Office Equipments	68820	8115	-	76935	4.75%	13641	3534	-	17175	59760	55179
3)	Computers	71919	-	-	71919	16.21%	53880	3099	-	56979	14940	18039
4)	Scooter	56513	-	-	56513	9.50%	4869	5369	-	10238	46275	51644
TOTAL (Rupees)		302781	20984	-	323765		111863	18441	-	130304	193461	190918
PREVIOUS YEAR(Rupees)		268712	71263	37,194	302781		101770	17614	7,521	111863	190918	166942



PARIKSHA FIN-INVEST-LEASE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2012

Note "9"

NON CURRENT INVESTMENTS :

A. Long Term Investments :

Trade Investments :

Unquoted (at cost)

Name of the Body Corporate :

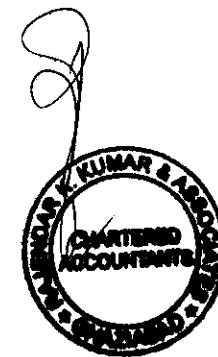
	Class of Shares	As at 31.03.2012			As at 31.03.2011			
		No.of Shares	Face Value	Amount(Rs.)	No.of Shares	Face Value	Amount(Rs.)	
Uttam Adlakha & Sons Holdings Pvt. Ltd (Formerly Known as G.M. Colonisers Private Limited)	Equity	100000	10/-	170,000	Equity	100000	10/-	170,000
Lipi Boilers Limited	Equity	1570000	10/-	15,700,000	Equity	1570000	10/-	15,700,000
New Castle Finance & Leasing Pvt.Ltd.	Equity	100000	10/-	1,000,000	Equity	100000	10/-	1,000,000
Uttam Distilleries Ltd.	Equity	416000	10/-	9,984,000	Equity	416000	10/-	9,984,000
JPC Infra Private Limited (Formerly known as JPC Apparels Pvt.Ltd.)	Preference	26100	100/-	5,220,000				-

B. Share Application Money Pending Allotment

Rose Dale Estates Private Limited				3,000,000				3,000,000
JPC Infra Private Limited (Formerly known as JPC Apparels Pvt.Ltd.)				-				5,220,000
TOTAL :				<u>35,074,000</u>				<u>35,074,000</u>

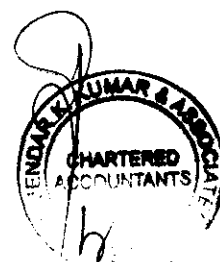
Note :

All the above shares are fully paid up.



PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012**

	<u>As at 31.03.2012</u> <u>Amount (Rs.)</u>	<u>As at 31.03.2011</u> <u>Amount (Rs.)</u>
Note 10		
DEFERRED TAX ASSETS -NET		
Deferred Tax Assets		
Unabsorbed Depreciation & Losses	151,361	22,166
Less Deferred Tax Liabilities		
Fixed Assets	13,868	12,077
Total	<u>137,493</u>	<u>10,089</u>
Note 11		
Long Term Loans and Advances (Unsecured, considered good)		
a) Security Deposits	4,940	5,063
b) Loans and advances to related parties (Refer Note 29)	49,320,226	44,073,000
Total	<u>49,325,166</u>	<u>44,078,063</u>
Note 12		
Inventories (As taken, valued and certified by the management) (At cost except otherwise stated)		
Stock-in-trade	883,688	226,415
Total	<u>883,688</u>	<u>226,415</u>
Note 13		
Cash and cash equivalents		
a) Balances with banks	143,578	635,541
b) Cash on hand	130,549	388,949
Total	<u>274,127</u>	<u>1,024,490</u>
Note 14		
Short-term loans and advances (Unsecured, considered good)		
a) Loans and advances to related parties (Refer Note 29)	29,856	150,000
b) Tax deducted at source	760,569	677,984
c) Other Advances	650,000	1,050,000
Total	<u>1,440,425</u>	<u>1,877,984</u>



PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012**

	<u>For the year</u> <u>ended 31.03.2012</u> <u>Amount (Rs.)</u>	<u>For the year</u> <u>ended 31.03.2011</u> <u>Amount (Rs.)</u>
Note 15		
Revenue from operations		
a) Sale of Shares & Units(Refer Note 21)	496,248	143,596
b) Interest Income	5,739,706	672,008
c) Dividend Income	31,886	2,887
Total	6,267,839	818,491
Note 16		
Purchases of Stock-in-Trade		
Shares & Units (Refer Note 23)	1,150,145	155,222
Total	1,150,145	155,222
Note 17		
Changes in inventories of Stock-in-Trade		
Opening Stock :		
Shares & Units	226,415	191,188
(A)	226,415	191,188
Closing Stock :		
Shares & Units (Refer Note 22)	883,688	226,415
(B)	883,688	226,415
Change (A) - (B)	(657,273)	(35,227)
Note 18		
Employee Benefits Expense		
a) Salaries and incentives	438,830	220,213
b) Staff welfare expenses	58,186	37,547
Total	497,016	257,760
Note 19		
Finance costs		
Interest expense	5,100,000	-
Total	5,100,000	-
Note 20		
Other expenses		
a) Rent	30,000	27,667
b) Printing Stationery, Postage & Telegrams	50,169	56,505
c) Telephone Expenses	47,867	42,656
d) Travelling & Conveyance	169,464	143,150
e) Payment to Auditors (Refer Note 24)	33,992	22,060
f) Legal and Professional Charges	54,111	37,169
g) Directors Sitting Fee	32,000	33,000
h) Fees & Subscription	14,891	23,901
i) Provision against Standard Assets	625	109,750
j) Bank Charges	1,137	160
k) Demat Charges	1,319	767
l) Advertisement	28,890	38,116
m) Office Upkeep Charges	19,224	22,903
n) Computer Repairs & Maintenance	49,717	22,295
o) Loss on Sale of Scooter	-	7,173
p) Miscellaneous Expenses	6,020	9,262
Total	539,426	596,534



PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012**

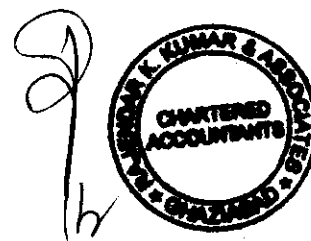
	<u>For the year ended 31.03.2012 Amount (Rs.)</u>	<u>For the year ended 31.03.2011 Amount (Rs.)</u>
Note 21		
Sales		
Quoted Shares	396,248	143,596
Units of Mutual Funds	100,000	
Total	496,248	143,596
Note 22		
Closing Stock in Trade		
Quoted Shares	455,780	226,415
Units of Mutual Funds	427,908	-
Total	883,688	226,415
Note 23		
Purchase of Goods		
Quoted Shares	622,246	155,222
Units of Mutual Funds	527,899	-
Total	1,150,145	155,222
Note 24		
Payment to Auditors		
As Auditors	16,854	16,545
As Taxation Matters	2,247	-
Other Services	14,891	5,515
Total	33,992	22,060
Note 25		
Earning per Share		
(a) Numerator : Net (Loss)/Profit for the year	(253,082)	(154,535)
(b) Denominator : Weighted Average No. of Equity Shares outstanding	3,750,500	3,750,500
(c) Paid up Value Per Equity Share	Rs 10/-	Rs 10/-
(d) Earning Per Share:-		
- Basic	(0.07)	(0.04)
- Diluted	(0.07)	(0.04)

Note 26**Rounding Off of Figures**

The Figures have been rounded off to the nearest rupee.

Note 27**Previous year figures disclosure**

The Financial Statements for the year ended 31st March, 2012 are prepared as per Revised Schedule VI. Accordingly, the previous year figures have also been regrouped/reclassified to make them comparable with current year figures/classification. The adoption of Revised Schedule VI for previous year figures does not impact recognition and measurement principle followed for preparation of Financial Statements.



PARIKSHA FIN-INVEST-LEASE LIMITED**Notes to the Financial Statement for the year ended 31st March, 2012****Note 28****Related party disclosure**

- 1 Parties where control exists NIL
- 2 Associates & Joint Ventures of the Enterprises NIL
- 3 Other Related Parties where transactions have taken place during the year
- a) Individuals having significant influence/substantial interest and their relatives:-
- i) Rajan & Sons (HUF)
- ii) Shri Rajan Adlakha (Brother of Shri Ranjan Adlakha)
- iii) Shri Raj Kumar Adlakha (Brother of Shri Ranjan Adlakha)
- b) Key Management Personnel NIL
- c) Enterprises significantly influenced by individuals having significant influence/substantial interest referred to at (a) above
- i) The Standard Type Foundry Pvt. Ltd
- ii) Uttam Sucrotech International Private Ltd.
- iii) Lipi Boilers Ltd
- iv) JPC Infra Pvt. Ltd
- 4 Details of transaction with above related parties:-

Name of Enterprises	Transaction during the year	Amount of Transaction		Outstanding Balance	
		Year Ended	Year Ended	Year Ended	Year Ended
		on 31-03-2012	on 31-03-2011	on 31-03-2012	on 31-03-2011
The Standard Type Foundry Pvt.Ltd	Loan Given	NIL	17,500,000	Loan Outstanding	18,900,000
	Interest Earned	2,415,000	140,000	Interest Outstanding	2,110,500
Uttam Sucrotech International Pvt.Ltd	Loan Taken	NIL	42,500,000	Loan Outstanding	42,500,000
	Interest Due	5,100,000	NIL	Interest Outstanding	4,590,000
Rajan & Sons HUF	Loan Received Back	NIL	4,000,000	Loan Outstanding	NIL
	Interest Earned	NIL	440,000	Interest Outstanding	110,000
Raj Kumar Adlakha	Loan Given	250,000	NIL	Loan Outstanding	250,000
	Interest Received	24,726	NIL	Interest Outstanding	24,726
Lipi Boilers Limited	Salary Recovered	90,000	150,000	Amount Outstanding	29,856
JPC Infra Pvt. Ltd	Loan Given	NIL	25,000,000	Loan Outstanding	25,000,000
	Interest Received	3,250,000	NIL	Interest Outstanding	2,925,000
	Allotment of Preference Shares	5,220,000	NIL		
Rajan Adlakha	Loan Received back	NIL	400,000	Loan Outstanding	NIL
	Interest Earned	NIL	33,000	Interest Outstanding	NIL

Note 29

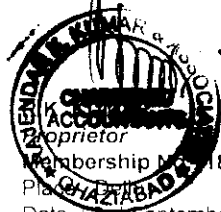
- a) Long Term Loans & Advances include loans given to individuals having significant influence/substantial interest and their relatives :
- Amount (Rs.)
- i) Rajan & Sons (HUF) 1,10,000
- ii) Raj Kumar Adlakha 2,74,726
- b) Long Term Loans & Advances include loans given to Enterprises Significantly influenced by individuals having significant influence/ substantial interest their relatives :
- Amount (Rs.)
- i) The Standard Type Foundry Pvt. Ltd 2,10,10,500
- ii) JPC Infra Pvt. Ltd 2,79,25,000
- c) Short Term Loans & Advances include amount due from Enterprises Significantly influenced by individuals having significant influence/ substantial interest their relatives :
- Amount (Rs.)
- Lipi Boilers Limited 29,856



PARIKSHA FIN-INVEST-LEASE LIMITED
CASH FLOW STATEMENT

	Year ended 31.03.2012 (Rs.in lacs)		Year ended 31.03.2011 (Rs.in lacs)	
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax and extraordinary items		(3.80)		-1.73
Adjustments for :				
Depreciation	0.18		0.18	
Earlier year's adjustments	-		-0.02	
Effect of Deferred Taxes	(1.27)		-0.21	
Loss on Sale of Fixed Assets	-	-1.09	0.07	0.02
Operating profit before working capital change		(4.89)		-1.71
Adjustments for :				
Inventories	(6.57)		(0.35)	
Loans & Advances	(48.10)		(372.42)	
Trade receivables	-		-	
Other current assets	-		-	
Current Liabilities & Provisions	50.99	(3.68)	(1.39)	(374.16)
Cash generated from operations		(8.57)		(375.87)
Direct Taxes paid /provided		(1.27)		(0.21)
Net cash from Operating Activities (a)		(7.30)		(375.66)
CASH FLOW FROM INVESTING ACTIVITIES :				
Acquisition of Fixed Assets		(0.21)		(0.49)
Purchase of investments		-		(52.20)
Proceeds from Sale/redemption of investments		---		---
Net Cash used in Investing Activities (b)		(0.21)		(52.69)
CASH FLOW FROM FINANCIAL ACTIVITIES :				
Proceeds from issue of share capital		---		---
Unsecured Loan taken		-		425.00
Net cash from/(used in) financing activities (c)		-		425.00
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (a+b+c)		(7.51)		(3.35)
Cash and cash equivalents at beginning of the year components being :				
Cash on hand	3.89		4.84	
Balances with banks on current,margin and fixed deposit account	6.36	10.25	8.76	13.6
Cash and cash equivalents at end of the year the components being :				
Cash on hand	1.31		3.89	
Balances with banks on current, margin and fixed deposit accounts	1.44	2.74	6.36	10.25
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(7.51)		(3.35)

As per our report of even date
for RAJENDAR K. KUMAR & ASSOCIATES
Chartered Accountants
FRNO 010142C



[Signature]

G. RAMARATHNAM
Director

[Signature]

ANIL DATTA
Director

[Signature]

PRADISH NAIR
Company Secretary

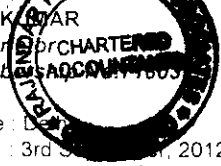
Membership No. 1803
Place GHAZIABAD
Date : 30 September, 2012

AUDITORS' CERTIFICATE

We have examined the above Cash Flow Statement of Pariksha Fin-Invest-Lease Limited for the year ended 31st March, 2012. The statement has been prepared by the company in accordance with requirements of Clause 32 of the Listing Agreement with the Stock Exchange, Delhi and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report of even date to the members of the company.

for **RAJENDAR K. KUMAR & ASSOCIATES**
Chartered Accountants
FRNO. 010142C

R.K. KUMAR
Proprietor
Member
Place : Delhi
Date : 3rd March, 2012



PARIKSHA FIN-INVEST-LEASE LIMITED

Statement of Significant Accounting Policies forming part of the Financial Statements for the year ended 31st March, 2012

1. Basis of Accounting :

The accounts have been prepared under historical cost convention and in accordance with applicable accounting standards and relevant disclosure requirements of the Companies Act, 1956.

2. Revenue Recognition:

All the items of cost/expenditure and revenue/income have been accounted for on accrual basis. Dividend income is recognised when the right to receive payment is established.

3. Fixed Assets :

The fixed assets are stated at cost. The cost of a fixed asset comprises its purchase price and any directly attributable cost of bringing the asset to working condition for its intended use.

4. Investments :

Non Current Investments are stated at cost. Provision for diminution is made only if in the opinion of the management such decline is other than temporary.

5. Depreciation:

Depreciation on fixed assets is provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

6. Inventories:

Stock in trade is valued scrip wise at cost based on FIFO method or market value whichever is lower.

7. Retirement Benefits:

- i) The provisions of the Provident Fund Act, 1952 are not applicable to the company for the time being.
- ii) The provisions of Payment of Gratuity Act, 1972 are not applicable to the company for the time being as none of the employees of the company has completed the stipulated period of service for qualifying for this benefit.

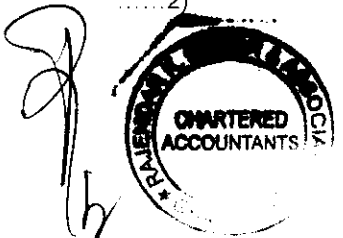
8. Taxes on Income:

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognized subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are not recognised on unabsorbed depreciation and carry forward of losses unless there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

9. Impairment of assets:

The company on an annual basis makes an assessment of any indicator that may lead to impairment of assets. If any such indication exists, the company estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount, then the carrying amount is reduced to its recoverable amount by treating the difference between them as impairment loss and is charged to the profit and loss account.

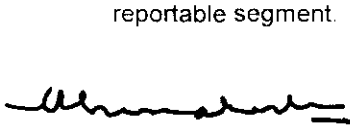
.....2)



A handwritten signature is written over a circular stamp. The stamp contains the text "PARIKSHA FIN-INVEST-LEASE LIMITED" around the top edge and "CHARTERED ACCOUNTANTS" in the center.

10. Segment Reporting :

The company is engaged in the business of loans and investments which is the single reportable segment.



G. RAMARATHNAM
Director

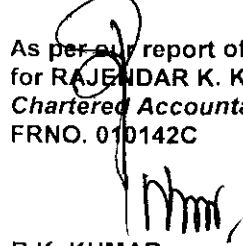


ANIL DATTA
Director



PRADISH NAIR
Company Secretary

As per our report of even date attached
for **RAJENDAR K. KUMAR & ASSOCIATES**
Chartered Accountants
FRNO. 010142C



R.K. KUMAR
Proprietor
Membership No.71803



Place . Delhi
Date : 3rd September, 2012

ANNEXURE
SCHEDULE ANNEXED TO BALANCE SHEET AS AT 31ST MARCH, 2012

Balance sheet of a non-deposit taking non-banking financial company
[as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting
or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007]

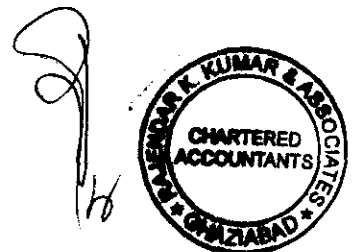
(Rs. in lakhs)

Particulars			
Liabilities side :			
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	(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	470.90	-
	(e) Commercial Paper	-	-
	(f) Other Loans (specify nature)	-	-
*Please see Note 1 below			
Assets side :			
		Amount outstanding	
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
	(a) Secured	-	
	(b) Unsecured	493.20	
(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	-	
(4)	Break-up of Investments :		
	<i>Current Investments :</i>		
	1. Quoted :		
	(i) Shares : (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of mutual funds	-	
	(iv) Government Securities	-	
	(v) Others (please specify)	-	




	2 Unquoted :			
	(i) Shares : (a) Equity			-
	(b) Preference			-
	(ii) Debentures and Bonds			-
	(iii) Units of mutual funds			-
	(iv) Government Securities			-
	(v) Others (please specify)			-
	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 (please specify)			-
	2. Unquoted :			
	(i) Shares : (a) Equity			268.54
	(b) Preference			52.20
	(ii) Debentures and Bonds			-
	(iii) Units of mutual funds			-
	(iv) Government Securities			-
	(v) Others (please specify)			-
				320.74
(5)	Borrower group-wise classification of assets financed as in (2) and (3) above : Please see Note 2 below			
	Category	Amount net of provisions		
		Secured	Unsecured	Total
	1. Related Parties **			
	(a) Subsidiaries	-	-	-
	(b) Companies in the same group	-	-	-
	(c) Other related parties	-	493.20	493.20
	2. Other than related parties	-	-	-
	Total	-	493.20	493.20
(6)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) Please see note 3 below			
	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	1,037.21		320.74
	2. Other than related parties	-		-
	Total	1,037.21		320.74
(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			-

** As per Accounting Standard of ICAI (Please see Note 3)



Notes :

1. As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
2. Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007
3. All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

for RAJENDAR K. KUMAR & ASSOCIATES
Chartered Accountants
FRNO. 000142C

R.K. KUMAR
Proprietor
Membership No.71803



G. RAMARATHNAM
Director


ANIL DATTA
Director


PRADISH NAIR
Company Secretary

Place : Delhi
Date : 3rd September, 2012

PARIKSHA FIN-INVEST-LEASE LIMITED

Regd. Office : 109, Choudhary Complex, 9, Veer Savarkar Block, Shakarpur, Delhi-110092

ATTENDANCE SLIP

Ledger Folio No. /Client I.D. No:	DPID No:
Name of Shareholder:	No. of Shares held:
Name of Proxy (If Any) :	

I, hereby record my presence at the 19th Annual General Meeting of the Company at “Shree Agrasen Bhawan” Vivek Vihar, Delhi - 110 095, on Saturday, the 29th day of September, 2012 at 12.30 p.m.

Signature of the Shareholder/Proxy

PARIKSHA FIN-INVEST-LEASE LIMITED

Regd. Office : 109, Choudhary Complex, 9, Veer Savarkar Block, Shakarpur, Delhi-110092

PROXY FORM

DPID No:
Ledger Folio No. /Client I.D. No:
No. of Shares held:

I/We _____ of _____

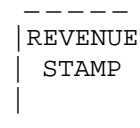
being member/members of the above named company hereby appoint _____ of

_____ or failing him/her _____ of

_____ as my/our Proxy in my/our behalf, at the Eighteen Annual General Meeting of the Company held at “Shree Agrasen Bhawan” Vivek Vihar, Delhi - 110 095 on Saturday, the 29th day of September, 2012 at 12.30 p.m. and at any adjournment thereof.

Signed this _____ day _____ 2012

Signature(s) of the Shareholder(s) _____



Note: The Proxy must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of this Annual General Meeting.