



NEIL INDUSTRIES LIMITED

Annual Report 2012-13

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Chairman's Message

Dear Shareholders,

It's a matter of great pleasure for me to present the Annual Report and share the performance of the Company for the financial year 2012-13. The Global Economic condition has not been so positive as uncertainties prevailed through out the year. Indian financial market also stumbled to keep pace with expectations. Still by glancing over the report you can presume that Company is not deterred by such negative sentiments and took those situations as challenge to perform better.

In the process of growth Company followed strong corporate value and high quality in service. Company's aim is to work in a manner which is beneficial to all stakeholders therefore we function in a transparent and consistent manner to meet the expectations.

Opportunities are not found but created. We have strongly followed this policy and tried to reinforce our commitment towards the success of the Company. We are fully aware that this is possible only with the support and blessings of our valuable stakeholders and therefore look forward for your continued support as it had been in the previous years.

With warm regards,

Yours sincerely,

-Sd-

(Arvind Kumar Mittal)

Director

BOARD OF DIRECTORS

Mr. Arvind Kumar Mittal	Director
Mr. Rajesh Bajpai	Director
Mr. Chandra Kant Dwivedi	Director

AUDITOR

R K Patodi & Company,
2 Church Lane 4th floor,
Kolkata-700001,

BANKER

PUNJAB NATIONAL BANK
UNION BANK OF INDIA

REGISTERED OFFICE

203, Sarat Bose Road, 3rd floor,
Near Deshpriya Park,
Kolkata -700029

CORPORATE OFFICE

16/19-A, Civil lines, Kanpur 208001

COMPLIANCE OFFICER

Mr. Arvind Kumar Mittal

REGISTRAR AND SHARE TRANSFER AGENT

M/S Maheshwari Datamatics Pvt. Limited
6, Mangoe Lane, 2nd Floor
Kolkata-700001

E-MAIL I.D. & CONTACT NO. FOR INVESTORS

E-Mail ID: neilil@rediffmail.com
Contact No. : 0512- 3071471

Management Discussion & Analysis

ECONOMIC CONDITION

The growth in Financial Year 2012-13 remained low and market sentiments remained negative. Inflation, sluggish industrial growth and high crude oil prices remained a concern. GDP growth of India for the year was 5% against the 6.1% of previous year. Weakening Rupee remained a dampener for the markets. However, weak global developments and policy issues are not helping in revival of the market. We believe that the long term potential of Indian economy remains strong and we expect better future.

BUSINESS OVERVIEW

The Company aimed at cost reduction and improvement in market share. For this company has taken major steps so that challenges can be converted into opportunity. Retail customers were the main area of thrust to widen the business horizon.

PERFORMANCE

During the financial year 2012-13 Company earned profit of 52.73 (Rs in 00000) as compared to last financial year s' profit of 31.09 (Rs in 00000). This positive change represents the high note of our performance and growth.

OUTLOOK

The company is of the opinion that the prevailing enigmatic scene of economy has brought ample opportunity to work and explore.

RISK AND CONCERNS

As Risk and gain travel together, Company is fully aware of its risk and concerns. Policy matters are reviewed at regular intervals to take care of this factor.

INTERNAL CONTROL SYSTEM

The internal and external control system of the Company is well developed and implemented. Internal audit and control function is reviewed by the Audit committee. All Applicable laws and regulation are strictly complied with.

HUMAN RESOURCE CAPITAL

The company believes that its success depends on its working team therefore it employs best talent and trains them to suit best for our purpose.

DISCLAIMER

The statements and projections made in this report may vary depending on the economic conditions, government policies, and other factors beyond the control of the Company. Company is not under any obligation to amend, modify or revise any statement.

REPORT ON CORPORATE GOVERNANCE

The Company has complied with the most of the requirements of Corporate Governance as laid down under the applicable Clause 49 of the Listing Agreements with the Stock Exchanges.

1. BOARD OF DIRECTORS

The Board of the Company comprises of three Directors having two Directors as Non-executive independent Directors, one Director as Non-executive Promoter Director as follows:

SL

NO.	NAME	DESIGNATION
1.	Mr. Arvind Kumar Mittal	Executive Director
2.	Mr. Rajesh Bajpai	Non-Executive Director
3	Mr. Chandra Kant Dwivedi	Non-Executive Director

NUMBER OF BOARD MEETINGS

During the year the Board met 6 times on 24/04/2012, 31/05/2012, 10/08/2012, 30/10/2012, 10/11/2012, 08/02/2013, and the maximum gap between two board meetings was not more than 4 months.

DIRECTORS ATTENDANCE RECORD & DIRECTORSHIP HELD

The Composition and category of the Directors on the Board, and their attendance at the Board meetings during the year and at the last Annual General Meeting as also number of Directorship and Committee Membership/Chairmanship as on 31st March, 2013 are as follows:

Name of Director	Category of Directorship	No. of Board Meeting held	No. of Board Meeting attended	Last AGM Attended	Other Directorship	Other Committees
Mr. Arvind Kumar Mittal	Executive Director	6	6	Yes	Nil	Chairman Shareholders/investors Grievance Committee, Member Audit & Remuneration committee
Mr. Anurag Khandelwal	Non-Executive Director	6	4	Yes	Nil	
* Mr. Rajesh Bajpai	Non-Executive	6	5	Yes	Nil	Chairman Remuneration committee, Member Audit & shareholders/investors Grievance committee
Mr. Chandra Kant Dwivedi	Non-Executive Director	6	2	No	Nil	Chairman Audit committee, Member Remuneration & shareholders/investors Grievance committee

** Resigned on 08/11/2012

*** Appointed on 30/10/2012

DISCLOSURES REGARDING APPOINTMENT/RE-APPOINTMENT

As per Section 255 read with Section 256 of the Companies Act, 1956 two third of the Directors should retire by rotation. One third of these Directors are required to retire every year and if eligible they can offer themselves for reappointment. Accordingly Shri Rajesh Bajpai, Director, is liable to retire by rotation and offers himself for reappointment subject to approval of members in general meeting.

Mr. Chandra Kant Dwivedi is Additional Director of the Company who is eligible for appointment as the regular director of the Company.

2. COMMITTEE OF THE BOARD

The Company has constituted the committee as required under the Listing Agreement at its Board Meeting held on 24 April 2013.

AUDIT COMMITTEE

The Composition of Audit Committee is as mentioned herein below:

Sl No.	Name	Designated position in the committee
1.	Chandrkant Dwivedi	Chairman
2.	Arvind Kumar Mittal	Member
3.	Rajesh Bajpai	Member

REMUNARATION COMMITTEE

The composition of remuneration committee is as follows:

SL No.	Name	Designated position in the committee
1.	Rajesh Bajpai	Chairman
2.	Arvind Kumar Mittal	Member
3.	Chandra Kant Dwivedi	Member

SHAREHOLDER/INVESTOR'S GRIEVANCE COMMITTEE

The Composition of shareholder/investor's grievance committee is as follows:

Sl No.	Name	Designated position in the committee
1.	Arvind Kumar Mittal	Chairman
2.	Rajesh Bajpai	Member
3.	Chandra Kant Dwivedi	Member

3. DETAILS OF REMUNARATION TO THE DIRECTORS

SL. NO	Name and designation	Salary	Other Benefits	Total
1.	Arvind Kumar Mittal, Director	nil	nil	nil
2.	Anurag Khandelwal, Director	nil	nil	nil
3.	Rajesh Bajpai Director	nil	nil	nil
4.	Chandra Kant Dwivedi Director	nil	nil	nil

4. GENERAL BODY MEETING

Details regarding the last three Annual General Meetings are as follows

Financial year	Date of Meeting	Venue of Meeting	Timing of Meeting
2009-2010	30/09/2010	19, Synagoouge Street, Kolkata-700001	11:00 A.M.
2010-2011	30/09/2011	2013 Sarat Bose Road Third floor near Deshpriya Park Kolkata - 700029	11:00 A.M.
2011-2012	28/09/2012	203 Sarat Bose Road Third floor near Deshpriya Park Kolkata - 700029	11:00 A.M.

DETAILS OF SPECIAL RESOLUTION IN THE LAST THREE AGM

During this financial year the Company has not passed any special resolution

DETAILS OF SPECIAL RESOLUTION PASSED THROUGH POSTAL BALLOT PROCESS

There is no resolution passed through postal ballot process at the ensuing Annual General Meeting.

5. DISCLOSURES

The Company has complied with most of the mandatory requirements of Clause 49 of the Listing Agreement.

6. MEANS OF COMMUNICATION

The Company has timely published its quarterly results in the newspapers.

7. GENERAL SHARE HOLDER INFORMATION

I. Annual General Meeting	:	Date: 30/09/2013 Time: 11:00 AM Venue: 203, Sarat Bose Road, 3rd floor, near Deshpriya Park, Kolkata-700029
II. Financial Year	:	01 April 2012- 31 March 2013
III. Date of book closure	:	23/09/2013- 30/09/2013
IV. Dividend payment date	:	N/A The Directors of the company are of the opinion not to declare dividend for the financial year.
V. Listing on Stock Exchange:		CSE Limited, Mumbai U.P. Stock Exchange Limited, Kanpur
VI. Stock Code	:	10024062 (CSE)
VII. Market Price	:	Rs. 11.80
VIII. Registrar and Transfer Agent	:	M/S Maheswari Datamatics Pvt. Limited 6, Mango Lane, 2nd Floor, Kolkata-700001
IX. Share Transfer System	:	The Company has provided a common agency regarding the Share Registration and Transfer by our Registrar And Transfer Agent i.e. Maheswari Datamatics Private Limited, Kolkata within a period of 30 days from the date of receiving, subject to the validity and completeness of documents in all respect.
X. Distribution of shareholding	:	Shareholding pattern of the Company as on 31st March 2013

Shareholding pattern of the Company as on 31st March 2013

Category	No. of Shares	Percentage of Holding
Govt(Central & States)	0	0
Govt Companies	0	0
Public financial institution	0	0
Nationalized/Other		
Institutions/Bank	0	0
Mutual Funds	0	0
Venture Capital	0	0
Foreign Holding	0	0
Bodies Corporate	852755	17.44
Directors/Relative	151800	03.11
Others	3883745	79.45
TOTAL	4888300	100.00

Distribution of Shareholding

CATEGORY		SHAREHOLDERS	
FROM	TO	NUMBER	PERCENTAGE
501	1000	08	02.37
1001	2000	23	06.80
2001	3000	61	18.05
3001	4000	15	04.44
4001	5000	52	15.38
5001	10000	53	15.68
10001	and Above	121	35.80
	TOTAL	338	100

XI. Dematerialization of Shares and Liquidity:
98% of the shares of Company are in dematerialized form.

XII. Address for correspondence:
16/19-A, Civil Lines, Kanpur - 208 001

XIII. CEO Certification:
In terms of the requirements of Clause 49(V) of the Listing Agreement, the CFO have submitted necessary certificate to the Board at its meeting held on 30/05/2013 stating the particulars specified under the said clause.

7. CORPORATE SOCIAL RESPONSIBILITY

The Company is planning for taking an initiative for implementation of "Green Initiative" in the corporate governance for allowing paperless compliances as per the circular issued by the Ministry of Corporate affairs and to facilitate its member by providing all the information relating to notices of Shareholder Meetings, Annual Report of the Company by e-mail. The Company is also planning to take initiative on promoting social welfare in near future.

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the Annual General Meeting of the Members of Neil Industries Limited will be held on Monday, the 30th day of September 2013 at 11:00 A.M. at 203 Sarat Bose Road Third floor near Deshpriya Park, Kolkata - 700029, to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2013 the Profit & Loss Account for the year ended on that date together with the Schedules and Notes attached thereto, along with the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Shri Rajesh Bajpai, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/S R K Patodi & Company., Chartered Accountants 2 Church Lane 4th floor, Kolkata-01, Auditors of the company to hold office from the conclusion of this Annual General Meeting up to the conclusion of next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass, with or without modification/s, the following resolution as an Ordinary Resolution:
"RESOLVED that Mr. Chandra Kant Dwivedi, who was appointed as an Additional Director by the Board under the provisions of Section 260 of the Companies Act, 1956 and hold the office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member signifying his intention to propose his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company liable to retire by rotation".

Date: 31 August 2013
Place: Kanpur

By the order of Board
For Neil Industries Limited

Sd/-
(Arvind Kumar Mittal)
Director

NOTES:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and on a poll to vote in his stead and such a proxy need not be a member of the Company. Proxies in order to be effective must be received by the company not less than 48 hours before the time for holding the meeting.
2. Shareholders seeking any further information on Accounts and Operations of the Company at Annual General Meeting are requested to send their queries to the Company at registered office at least seven days before the date of meeting.
3. The register of Members and the Share Transfer Books of the Company will remain closed from Monday, the 23 September 2013 to 30 September 2013 (Both days inclusive) for the purpose of Annual General Meeting.
4. The Annual Accounts of the subsidiary companies shall also be kept for inspection by any shareholders in the registered office of the holding company and of the subsidiary companies concerned. The Company shall furnish a hard copy of details of accounts of subsidiaries to any shareholder on demand.
5. Corporate Members are requested to send to the Company, a duly certified copy of the Board resolution/Power of Attorney, authorising their representatives to attend and vote at the Annual General Meeting.

In terms of the Articles of Association of the Company, the relevant details in respect of directors retiring by rotation pursuant to Clause 49 of the Listing Agreement are furnished hereunder:

1. **Mr. Rajesh Bajpai**

He is renowned businessman and acts as an Independent Director of the Company. Shri Rajesh Bajpai does not hold shares in the Company in his name and none of the share in the Company is held by him for any other person on a beneficial basis.

ANNEXURE TO THE NOTICE:**EXPLANATORY STATEMENT PURSUANT TO PROVISIONS OF SECTION 173(2) OF THE COMPANIES ACT, 1956:****Item No. 4:**

Mr. Chandra Kant Dwivedi, was appointed as an Additional Director on the Board of the Company with effect from 30 October, 2012 under the provisions of Section 260 of the Companies Act, 1956 to hold the office upto the date of this Annual General Meeting.

Mr. Chandra Kant Dwivedi is an economist and has a rich experience of more than 38 years in the field of Economy, education and administration.

His brief Bio Data is as under:**CHANDRA KANT DWIVEDI (BIO-DATA)**

- | | |
|--------------------------------|--|
| • NAME : | Chandra Kant Dwivedi |
| • FATHER'S NAME : | Late Shri Ganesh Prasad Dwivedi |
| • D.O.B. : | 15/06/1951 |
| • ADDRESS : | 117/815 A, M Block, Kakadev, Kanpur-208001 |
| | Ph. No.- 9415540500 |
| | Email- chandrakantdwivedi51@gmail.com |
| • QUALIFICATION : | M.A. (Economics), L.L.B., L.T. |
| • EXPERIENCE : | Individual has more than 38 years of experience in the field of academics and education as a Lecturer. His exposure in the domain of Economics is an added |
| • OTHER DIRECTORSHIP: | -NIL- |
| • SHAREHOLDING IN THE COMPANY: | -NIL- |

The Board considers that his presence on the Board will be of immense value to the Company and accordingly recommends the resolution for approval of the Members.

None of the Directors except Mr. Chandra Kant Dwivedi himself, may be considered as interested in the said resolution.

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors take pleasure in presenting the Annual Report together with Audited statement on the business and operations of the company for the year ended on 31st March, 2013.

FINANCIAL RESULTS:

	2012-2013 (Rs. in ₹ 00000)	2011-2012 (Rs. in ₹ 00000)
Income	5568.18	5536.92
Profit/(Loss) before interest & dep.	81.98	53.10
Less:		
Interest	0.00	0.00
Depreciation and amortization	5.26	6.50
Profit/(Loss) Before Tax	76.72	46.60
Tax Expense	23.98	15.51
Adjustment related to previous year	0.00	0.72
Net Profit	52.74	31.09

OPERATIONAL RESULTS:

During the financial year under review, the company has received an income of Rs. 5568.18(in ₹000000) as compared to the previous year income of Rs. 5536.92 and earned a profit after tax of Rs. 52.74 (in ₹000000) as compared to the previous year profit of Rs. 31.09 (in ₹000000). The performance of company has improved considerably in comparison with the last year. Your directors are still trying to improve the performance of the company and are hopeful for the better result of the company in the next financial year.

DIVIDEND:

In view to conserve the financial resources of the company for meeting financial requirements for future business projects it was decided by your director not to declare any dividend this year.

FIXED DEPOSIT:

Your company has not accepted any deposit prescribed U/s 58A of the companies Act 1956 during the financial year.

AUDITORS:

R K Patodi & Company, Chartered Accountants, from whom company has received a certificate that his appointment as Auditors, is within the limit as laid down 224(1B) of the companies Act, 1956, shall hold office from the conclusion this Annual General Meeting to the conclusion of next Annual General Meeting.

CHANGE IN MANAGEMENT & TAKEOVER:

During the Financial Year Mr. Anurag Khandelwal Resigned from the office of Director due to personal reason and Mr. Chandra Kant Dwivedi was appointed as additional Director of the Company.

RESPONSIBILITY STATEMENT OF THE BOARD OF DIRECTORS:

As stipulated in section 217 (2AA) of Companies Act 1956, Your Directors subscribe to the Directors Responsibility statement and confirm as under:

- That the preparations of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year and of the Profit of the company for that period.

- iii. That the directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv. That the Directors have prepared the annual accounts on a going concern basis.

INDUSTRIAL RELATIONS:

During the period under review the relation between employee and Management remained cordial.

DIRECTOR:

The Board of the company is duly constituted.

Shri Chandra Kant Dwivedi, additional director is eligible to be appointed as regular director at the AGM.

None of the Directors is Disqualified u/s 274(1) (g) of the companies Act, 1956.

AUDITORS REPORT:

The observation as per Auditors Report is self-explanatory and does not call any further clarification from directors.

CORPORATE GOVERNANCES:

As the company is required to comply with clause 49 of the Listing Agreement so the Corporate Governance Report confirming the compliance of conditions of corporate Governance forms part of the Annual Report.

LISTING OF SHARES:

The Company's shares are listed with the Calcutta Stock Exchange Ltd., 7, Lyons Range, Kolkata - 700001 and Uttar Pradesh Stock Exchange Ltd., Padam Tower, 14/113, Civil Lines, Kanpur.

RISK AND INTERNAL ADEQUACY:

The company has adequate internal control procedures commensurate with its size and nature of its business. The Board of Directors periodically reviews the audit plans, internal audit reports, adequacy of internal control and mismanagement.

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

Your Company is not engaged in any manufacturing activity which is power intensive, it basically engaged in trading activities and use power saving devices by implementing the advanced and latest technology in carrying out its operational activities. There is a system of proper check and control in order to avoid unnecessary wastage of power and energy.

Foreign Exchange earnings and outgo is NIL.

EMPLOYEES:

The particulars as required u/s 217 (3A) of the companies Act, 1956 are furnished as none of the employee is drawing remuneration of Rs.500000/- or more per month if employees for apart of the year of Rs.6000000/-if employed throughout the period.

ACKNOWLEDGEMENTS:

Yours Directors acknowledge with thanks for the co-operation and assistance what so ever received from employees, members, banks and govt. Authorities.

DECLARATION REGARDING ADHERENCE TO THE CODE OF CONDUCT

As provide under Clause 49 of the Listing Agreement with the Stock Exchanges, all the Board Members and Senior Management Personnel have confirmed compliance with the code of conduct for the year ended March 31, 2013.

For Neil Industries Limited

SD/

Arvind Kumar Mittal
Director

Place: Kanpur
Date: 30/05/2013

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of

Neil Industries Limited

We have examined the companies of conditions of Corporate Government by Neil Industries Limited, for the year ended on 31st March 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of the 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 Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanation given to us and representations made by the management, we certify that the Company has complied with the condition of Corporate Governance as Stipulated in Clause 49.

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

Sd/-

(CA. R K Patodi)

Proprietor

Place: Kolkata

Date : 30 May 2013

CEO CERTIFICATION

I, Arvind Kumar Mittal, Director of Neil Industries Limited, hereby certify to the Board that:

- (a) We have reviewed financial statements and the cash flow statement for the year ending 31st March, 2013 and that to the best of our knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable Laws and Regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by Sulabh Engineers & Services Limited during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We are responsible for establishing and maintaining internal controls for financial reporting in Sulabh Engineers & Services Limited and we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting. We have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee.
 - (i) Significant changes in internal control over financial reporting during the year;
 - (ii) Significant changes in Accounting Policies during the year and the same have been disclosed in the notes to the financial statements; and
- (e) We certify that there have been no instances of significant fraud of which we have become aware and the involvement therein, of management or any employee having significant role in the Company's internal control systems.
- (f) We affirm that we have not denied any personnel, access to the Audit Committee of the company (in respect of matters involving alleged misconduct)

Place: Kanpur

Date : 30 May 2013

Sd/-

(Arvind Kumar Mittal)

Director

- 1 We have audited the attached Balance Sheet of NEIL INDUSTRIES LIMITED. as at 31st March, 2013. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these statements based on our audit.
 2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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.
 3. As required by the Companies (Auditor's Report) Order, 2003, issued by Department of Companies Affairs, in terms of section 227(4A) of the Companies Act, 1956, we enclose in the Annexure - A, a statement on the matters specified in paragraphs 4 and 5 of the said order.
 4. Further to our comments above, we report that:-
 - a) We have obtained all the information and explanation, 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 these books.
 - c) The Balance Sheet dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Profit & Loss Statement & Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e) On the basis of written representations received from the Directors, as on 31st March, 2013 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2013 from the being appointed as a director in term of clause (g) of sub-section (1) of the section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with Notes give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view :
 - (i) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2013;
 - (ii) In the case of the Profit and Loss Statement, of the profit for the period ending on that date.
 - (iii) In the case of Cash Flow Statement, of the cash flow for the year ended on that date.
- Annexure "A" referred to in our Auditor's Report of even date.**
- (i) "a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. b) The assets have been physically verified by the management during the period. No material discrepancies were noticed on such verification. c) During the period, the company has not disposed off any asset to effect the going concern of the company."
 - (ii) "a) Physical verification of inventory has been done by the management at regular intervals. b) The procedure followed by the management in ensuring control over inventory is reasonable and adequate in relation to the size of the company and its nature of business. c) Proper records of inventory have been maintained by the company and no material discrepancies on physical verification were found."
 - (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 with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls system.
 - (v) "According to the information and explanation given to us, we are of the opinion that the company had no contracts or arrangements during the period that is to be entered into the register required to be maintained under section 301 of the Companies Act 1956."

- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from public.
- (vii) In our opinion the company has an adequate internal audit system that commensurate with the size and nature of its business.
- (viii) Maintenance of cost records has not been prescribed by the Central Government u/s.209 (1) (d) of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us, the company regularly deposits undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth tax, Service tax, Custom Duty, Excise Duty, cess and any other statutory dues with the appropriate authorities. (b) According to the information and explanations given to us, there were no disputed dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty and cess."
- (x) The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year. .
- (xi) In our opinion and according to the information and explanations given to us, the company has no dues to a financial institution, bank or debenture holders.
- (xii) According to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) The Company is trading in shares, securities, debentures and other investment for which proper record have been maintained of the transactions and contract and also timely entries have been made therein as such shares , debentures and other investment have been held byn the company in its own name.
- (xv) According to the information and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion, the term loans raised by the company during the year has been applied for the purpose for which it was raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital basis..
- (xviii) The company did not make any preferential allotment of shares during the period.
- (xix) The company did not issue any debentures during the year.
- (xx) The company has not raised any money by public issue during the period under review.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For, R. K. Patodi & Co.
Chartered Accountants
FRN 305091E

Place : Kolkata
Date : 30 May 2013

sd/-
S Patodi (Partner)
Membership No. 059144

NEIL INDUSTRIES LTD.
Balance Sheet as at 31 March, 2013

Particular	Note No.	31 March, 2013	31 March, 2012
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	2	48,883,000.00	48,883,000.00
(b) Reserves and surplus	3	445,588,195.14	440,314,490.50
Non-Current liabilities			
(b) Long Term Borrowings	4	176,353,367.40	218,727,623.41
Current liabilities			
(a) Short Term Borrowings	5	9,359,600.00	19,977,874.01
(b) Trade Payables	6	43,103,394.00	15,492,216.00
(c) Other Current Liabilities	7	65,899.00	80,886.50
TOTAL		723,353,455.54	743,476,090.42
ASSETS			
Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	1,505,429.68	2,031,619.00
(b) Non-current Investments	9	4,850,000.00	-
(c) Current Investments	10	1,500,495.62	499,998.66
(d) Long-term loans and advances	11	656,535,612.00	618,753,611.00
(e) Deferred Tax Assets (Net)	12	148,805.00	122,134.00
Current assets			
(a) Inventories	13	18,820,000.00	76,186,212.90
(b) Trade Receivable	14	33,255,225.50	42,144,600.00
(c) Cash and Bank Balances	15	2,449,752.74	862,906.86
(d) Short-term Loans and Advances	16	4,288,135.00	2,875,008.00
TOTAL		723,353,455.54	74,746,090.42

The accompanying notes are an integral part of the financial statements

As per our report of even date

For R.K. Patodi & CO.

Chartered Accountants

FRN-305091E

For and on behalf of the Board

(Arvind Kumar Mittal)
Director

(Chandra Kant Dwivedi)
Director

(S. Patodi)

Partner

Membership No. 059144

2, Church Lane, Kolkata - 700 001.

Date : 30 May 2013

NEIL INDUSTRIES LTD.**Statement of Profit & Loss Account for the year ended 31st March 2013**

	Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
I Revenue from operations (net)	17	515,881,724	524,442,755
II Other Incomes	18	40,936,154	29,248,830
III Total revenue (I+II)		556,817,878	553,691,585
IV. Expenses			
Purchases of Stock in Trade	19	490,050,033	569,153,559
Changes in Inventory of Stock-in-Trade	20	57,366,213	(21,597,305)
Employee Benefits Expense	21	489,500	344,500
Depreciation & Amortisation Expense	7	526,189	649,553
Other Expenses	22	714,052	481,410
V. Profit before Tax (IC-V)		549,145,987	549,031,717
		7,671,891	4,659,868
VI. Tax expense:			
(1) Current Income Tax		2,424,857	1,579,386
(2) Deferred Tax		(26,671)	(100,812)
(3) (Excess)/Short provision for Income tax in earlier years		-	72,474
Total Tax Expenses		2,398,186	1,551,048
VII. Profit for the year (VI-VII)		5,273,705	3,108,820
VIII. Earnings per share			
(1) Basic	23	1.08	0.64
(2)		1.08	0.64

Summary of Significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date

For R.K. Patodi & CO.

Chartered Accountants

FRN-305091E

For and on behalf of the Board

(Arvind Kumar Mittal)
Director

(Chandra Kant Dwivedi)
Director

(S. Patodi)

Partner

Membership No. 059144

2, Church Lane, Kolkata - 700 001.

Date : 30 May 2013

NEIL INDUSTRIES LTD.
Cash Flow Statement for the year ended 31 March, 2013

	As at 31 March, 2013	As at 31 March, 2012
	(Rupees)	(Rupees)
A) Cash flow from operating activities		
A) Cash flow from operating activities		
Net Profit before tax	7,671,891	4,659,868
Adjustments for:		
Depreciation and amortisation	526,189	649,553
Interest (income)	-	-
Dividend (income)	-	-
Net (gain) / loss on Foreign Exchange	-	-
Net (gain) / loss on sale of investments	-	-
Other Income	-	-
Operating profit / (loss) before working capital changes	8,198,080	5,309,421
Changes in working capital:		
Decrease/(increase) in Inventories	57,366,213	-21,597,305
Decrease/(increase) in Trade receivables	8,889,375	12,610,794
Decrease/(increase) in long-term loans & advances	-37,782,001	-
Decrease/(increase) in short-term loans & advances	-2,413,624	-199,739,280
Decrease/(increase) in Other non-current assets	-26,671	-350,798
Increase/(decrease) in Trade payables	27,611,178	-19,031,687
Increase/(decrease) in Other current liabilities	-14,988	1,579,386
Increase/(decrease) in long-term provisions	-42,374,256	-
Increase/(decrease) in Short-term provisions	-10,618,274	200,576,802
Cash generated from operations	8,835,032	-20,642,667
Net income tax (paid) / refunds	-2,398,186	-1,551,048
Net cash flow from / (used in) operating activities (A)	6,436,846	-22,193,715
B) Cash flow from financing activities		
	Nil	
Net cash flow from / (used in) financing activities (B)	Nil	
C) Cash flow from investing activities		
Purchase of fixed assets, including capital wip		-594,844
Purchase of non-current investments	-4,850,000	14,800,000

Purchase of current investments	-	
Capital Subsidy Received	-	
Interest (income)	-	-
Dividend (income)	-	-
Net (gain) / loss on Foreign Exchange	-	-
Net (gain) / loss on sale of investments	-	-
Other Income	-	-
Net cash flow from / (used in) investing activities (C)	-4,850,000	14,205,156
D) Net Increase/Decrease) in Cash & Cash Equivalents (A+B+C)	1,586,846	-7,988,559
 E) Cash & Cash Equivalents as at 31/03/2012	 862,907	 8,851,466
F) Cash & Cash Equivalents as at 31/03/2013	2,449,753	862,907
Net Increase/Decrease) in Cash & Cash Equivalents (A+B+C)	1,586,846	-7,988,559
Components of Cash & Cash Equivalents (As per Note : 14)		
Cash on Hand	221,102	833,881
Balance with Banks		
- In Current Accounts	2,228,651	29,026
- In Deposit Accounts		
Total Cash & Cash Equivalents	2,449,753	862,907

As per our report of even date
For R.K. Patodi & CO.
Chartered Accountants
FRN-305091E

For and on behalf of the Board

(Arvind Kumar Mittal)
Director

(Chandra Kant Dwivedi)
Director

(S. Patodi)
Partner
Membership No. 059144
2, Church Lane, Kolkata - 700 001.
Date : 30 May 2013

Note 1 : Significant Accounting Policies & notes to the account**1.1 Significant Accounting Policies :**

The Financial statements are prepared to comply in all material aspects with the applicable accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of "The Companies Act, 1956". The Significant Accounting Policies are as follows:-

(a) Basis of Preparation of Financial Statements:

The Financial Statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956. The company is following accrual basis of accounting on a going concern concept. Accounting policies are suitably disclosed as notes annexed to the Balance Sheet and Profit & Loss Account.

(b) Use of Accounting Estimates:

The presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year.

(c) Fixed Assets & Depreciation:

Fixed Assets are stated at cost of acquisition, including any attributable cost for bringing the asset to its working condition for its intended use, less accumulated depreciation and impairment loss if any. Depreciation on fixed assets has been provided on a Written Down method at the rates and in the manner as prescribed in Schedule XIV to the Companies Act, 1956.

(d) Revenue Recognition:**On Sale of Goods**

Revenue on sale of goods is recognised when the company transfers to its buyer the property in the goods for a determined price along with all significant risks & rewards of the ownership in the goods without retaining any effective control of the goods. Sales are shown net of discount & sales return.

(e) Inventories Valuation

Finished goods are valued at cost or net realizable value which are lower and are arrived as per FIFO basis.

(f) Recognition of Expenditure:**a. Employee Benefits:**

Short Term Employee Benefit is recognised as an expense in the Profit and Loss Account of the year in which related service is rendered.

Post employment and other Long term Benefit are not yet being provided for in the accounts. These benefit scheme has not yet been framed by the company.

b. Taxes on Income:

Provision for current taxation has been made in accordance with the Income Tax Laws prevailing for the relevant Assessment Year.

(g) Provisions and Contingent Liabilities:

Provisions are recognized when the company has legal and constructive obligation as a result of past event for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of obligation.

Contingent Liabilities are disclosed when the company has possible or present obligation and it is probable that a cash outflow will not be required to settle that obligation.

(h) Contingencies and Events Occurring after the Balance Sheet Date:

There are no contingencies and events after the Balance Sheet dates that materially affect the financial position of the company.

(i) Net Profit or loss for the year, prior period items and changes in accounting policies:

Revenue statement does not contain any item materially affecting and having reference of prior period. Prior Period expenses/income are accounted under the respective heads.

II Notes to the Accounts**Related Party Disclosures as required in terms of Accounting Standard AS 18**

Relationships (Related Party relationship are as identified by the Company)

(a) Holding Company	:	N. A.
(b) Subsidiary Company	:	N. A.
(c) Fellow Subsidiary Company	:	N. A.

(d) Associates	:	N.A.
(e) Key Management Personnel	:	1. ARVIND KUMAR MITTAL 2. SANDEEP SHARMA
(f) Relative of Key Management Personnel	:	N.A.

2 Earning per share as required by Accounting Standard (AS) – 20 is calculated as follows :

	As on 31st March, 2013 (Rs.)	As on 31st March, 2012 (Rs.)
a Net profit after Tax	5,273,704.64	3,108,819.73
b Weighted average number of equity shares		
- Basic	4,888,300.00	4,888,300.00
- Diluted	4,888,300.00	4,888,300.00
c Nominal value of equity share	10.00	10.00
d Basic Earning per share	1.08	0.64
e Diluted Earning per share	1.08	0.64

3. The Company has not received any intimation from its suppliers regarding their status under The Micro, Small and Medium Enterprise Development Act, 2006 and hence no disclosure required under the said Act can be made.
4. There was no impairment loss on Fixed Assets on the basis of review carried out by the Management in accordance with the Accounting Standard 28 issued by The Institute of Chartered Accountants of India.
5. The entire operations of the company relate to only one segment viz. Export of Garments as such, there is no separate reportable segment under Accounting Standard – AS 17 on Segment Reporting.
6. The balances of sundry debtors, creditors and loans & advances are subject to confirmation.
7. Expenditure / Remittances in Foreign Currencies

	Current Year (Rs)	Previous Year (Rs)
Earnings in foreign currency	NIL	NIL
Expenditure/remittance in foreign currency	NIL	NIL

For , R.K. Patodi & Co.
Chartered Accountants
FRN 305091E

Place : Kolkata
Date : 30/05/2013

S Patodi (Partner)
Membership No. 059144

Notes forming part of Balance Sheet as on 31st March 2013

Note - 2 Share Capital

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Authorised		
5,000,000 Equity shares of Rs. 10/- each	50,000,000.00	50,000,000.00
(b) Issued, Subscribed and fully paid up		
4888300 Equity shares of Rs. 10/- each fully paid up	48,883,000.00	48,883,000.00

(a) Rights, preference, repayability and restriction, if any, on equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

	As at 31 March, 2013	As at 31 March, 2012
(b) Details of shareholders holding more than 5% shares in the Company.	Nil	Nil

Note 3 Reserves and surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
Securities Premium	431,524,000.00	431,524,000.00
Add: Adjustment during the year	-	-
(a) Closing Balance	431,524,000.00	431,524,000.00
SURPLUS		
Opening Balance	8,790,490.50	5,681,670.77
Add: Net Profit/(Net Loss) For the current year	5,273,704.64	3,108,819.73
(b) Closing Balance	14,064,195.14	8,790,490.50
Closing Balance(a+b)	445,588,195.14	440,314,490.50

Note 4 Long-Term Borrowings

Particulars	As at 31 March, 2013	As at 31 March, 2012
Loans from others	172,937,000.00	218,727,623.41
(Including interest accrued & due thereon)		
Arti Chit Fund	3,416,367.40	-
Total	176,353,367.40	218,727,623.41

Note 5 Short Term Provisions

Advance from Customers	9,359,600.00	18,557,619.45
(Including interest accrued & due thereon)		
Bank Overdraft	-	1,420,254.56
Total	9,359,600.00	19,977,874.01

Note 6 Trade Payables

Sundry Creditors for goods	43,103,394.00	15,492,216.00
Total	43,103,394.00	15,492,216.00

Note 7 Other Current Liabilities

Sundry Creditors for expenses	65,899.00	80,886.50
Total	65,899.00	80,886.50

Notes forming part of Balance Sheet as on 31st March 2013**FIXED ASSETS - TANGIBLE ASSETS**

NAME OF ASSETS	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	As on 01.04.2012	Addition during the year	Deductions during the year	As on 31.03.2013	Upto 31.03.2012	Provided for the year	Adjustment on sale	Upto 31.03.2013	As on 31.03.2013	As on 31.03.2012
Motor Car	2,924,932.00	0.00	0.00	2,924,932.00	893,313.00	526,189.32	0.00	1,419,502.32	1,505,429.68	2,031,619.00
TOTAL	2,924,932.00	0.00	0.00	2,924,932.00	893,313.00	526,189.32	0.00	1,419,502.32	1,505,429.68	2,031,619.00
Previous Year	2,330,088.00	594,844.00	0.00	2,924,932.00	243,760.00	649,553.00	0.00	893,313.00		2,031,619.00

Notes forming part of Balance Sheet as on 31st March 2013**Note 9 Non-current Investments****Unquoted Investments****Investment in equity instrument:**

19400 Equity Shares Each Rs. 10 fully paid up	4,850,000.00	-
Sanjeevani Fertilizers Ltd.	4,850,000.00	-
Total	4,850,000.00	

Note 10 Current Investments**Unquoted Investments**

Investment in chit funds	1,500,495.62	499,998.66
Total	1,500,495.62	499,998.66

Note 11 Long Term Loans & Advances**Others loan and advances**

Inter corporate loan	294,439,895.00	
Other	362,095,717.00	618,753,611.00
Total	656,535,612.00	618,753,611.00

Note 12 Deferred Tax Assets (Net)

Deferred Tax Asset	148,805.00	122,134.00
Net Deferred Tax Asset	148,805.00	122,134.00

Note 13 Inventories

Trading Goods	18,820,000.00	76,186,212.90
Total	18,820,000.00	76,186,212.90

Note 14 Trade Recievables**Sundry Debtors (Unsecured & considered good by the management)**

Outstanding for more than six months from the date they became payable	1,202,390.00	19,450,000.00
Others Trade Receivables	32,052,835.00	22,694,600.00
Total	33,255,225.00	42,144,600.00

Note 15 Cash & Bank Balances**Cash & Cash Equivalents**

Cash in hand	221,101.54	833,880.54
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Balances with scheduled Banks**In Current Account :**

Union Bank of India	2,219,163.20	-
State Bank of Patiala	-	29,026.32
Punjab National Bank	9,488.00	-
Total	2,228,651.20	29,026.32

Total	2,449,752.74	862,906.86
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Note 16 Short Term Loans & Advances

(unsecured, considered good)

Loans to Others**Advances to Suppliers****Prepaid Insurance****Tax and Duties Refundable****Upto Previous years****Advance Income Tax****Tax Deducted at Source****Less: Provision for Income Tax****For Current year****TDS A.Y. 2013 - 2014****Less: Provision for Income Tax****Total**

389,650.00	561,750.00
36,879.00	15,128.00
5,356,995.00	19,762.00
3,061,025.00	5,359,155.00
2,295,970.00	3,080,787.00
3,990,493.00	2,298,130.00
2,424,857.00	-
1,565,636.00	-
4,288,135.00	2,875,008.00

Notes forming part of profit & loss account for the year ended 31st March 2013

Note 17 Revenue From Operation

Sales of shares ¹	56,649,371.50	98,268,588.97
Sales of Cloth	459,232,352.00	426,174,166.00
Total	515,881,723.50	524,442,754.97

Note 18 Other Income

Dividend from Chit Fund	-	214,246.00
Interest Received	40,911,154.00	28,968,584.00
Balance Written Off	25,000.00	-
Late Payment Charges		66,000.00
Total	40,936,154.00	29,248,830.00

Note 19 Purchases

Purchases (Shares)	4,715,000.00	139,985,827.00
Purchase (Cloth)	485,335,033.00	429,167,732.00
Total	490,050,033.00	569,153,559.00

Note 20 Change in Inventories

Closing Stock in Trade	18,820,000.00	76,186,213.00
Opening Stock in Trade	76,186,213.00	54,588,908.00
Total	57,366,213.00	21,597,305.00

Note 21 Employee Benefit Expenses

Salary, Bonus & Allowances	489,500.00	344,500.00
Total	489,500.00	344,500.00

Note 22 Other Expenses

Accounting Charges	90,000.00.00	-
Advertisement Expenses	-	25,000.00
Audit Fees	15,323.50.00	10,112.00
Bank Charges	5,980.13.00	7,729.00
Conveyance Charges	18,417.00	-
Demat	251.68.00	14,698.00
Filing Fees	15,000.00	2,000.00
General Insurance	41,382.00.00	30,253.00
Legal & Professional Expenses	160,741.30	75,208
Loss on Chit Fund Redemption	333,094.03	-
Misc Expenditure	-	16,896.00
Office Expenses	12,800.00	12,000.00
Preliminary Expenses Written Off	-	250,013.00
Printing and Stationary	21,062.00	20,000.00
Professional Tax	-	17,500.00
Total	714,051.64	481,410.00

Note 23: Earnings Per Share (EPS):

Particulars	2012-2013	2011-2012
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	5,273,705.00	3,108,820.00
Weighted Average number of equity shares (In Nos.)	4,888,300	4,888,300.00
Basic and Diluted Earnings per share (Rs.)	1.08	0.64
Face Value per equity share (Rs.)	10.00	10.00

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

As per our report of even date
For R.K. Patodi & CO.
Chartered Accountants
FRN-305091E

For and on behalf of the Board

(Arvind Kumar Mittal)
Director

(Chandra Kant Dwivedi)
Director

(S. Patodi)
Partner
Membership No. 059144
2, Church Lane, Kolkata - 700 001.
Date : 30 May 2013

Schedule to the Balance Sheet

Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

NEIL INDUSTRIES LIMITED

(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 Lacs	
	Amount	Amount
1 Loan and advances availed by the non-banking financial company	outstanding	Overdue
inclusive of interest accrued thereon but not paid:		
(a) Debenture : Secured	Nil	Nil
: Unsecured	Nil	Nil
(other than falling within the meaning of public deposits*)		
(b) Deferred Credits	Nil	Nil
(c) Terms Loans	Nil	Nil
(d) Inter-corporate loans and borrowing	Nil	Nil
(e) Commercial Paper	Nil	Nil
(f) Others	1,729.37	1,729.37
* Please see Note 1 below		
Assets Side		
2. Break up of Loans and advances including bills receivables (other than those including in (4) below :		
(a) Secured	Nil	
(b) Unsecured	6,565.36	
3. Break up of leased Assets and Stock on hire and other assets counting towards AFC activities		
(i) Leased assets including lease rentals under sundry debtors:	Nil	
(a) Financial lease		
(ii) Stock on hire including hire charges under sundry debtors :	Nil	
(a) Assets on hire		
(b) Repossessed Assets		
(iii) Others loans counting towards AFC activities	Nil	
(a) Loans where assets have been repossessed		
(b) Loans other than (a) above		
4 Break-up of investments :		
Current Investments:		
1. Quoted:		
(i) Shares : (a) Equity		Nil
(b) Preferences		Nil
(ii) Debenture and Bonds		Nil
(iii) Units of mutual funds		Nil
(iv) Government Securities		Nil
(v) Others (please specify)		Nil

2. Unquoted:	
(i) Shares: (a) Equity	Nil
(b) Preferences	Nil
(ii) Debenture and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (Chit Funds)	15
Long Term Investments:	
1. Quoted:	
(i) Shares: (a) Equity	Nil
(b) Preferences	Nil
(ii) Debenture and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others(warrant)	Nil
2. Unquoted:	
(i) Shares: (a) Equity	48.50
(b) Preferences	Nil
(ii) Debenture and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others(LLP)	Nil

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

Please see note 2 below

Category	Amount net provisions		Total
	Secured	Unsecured	
1. Related Party			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	6,565.36	6565.36
Total	Nil	6,565.36	6565.36

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 Party		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil

2. Other than related parties	48.50	48.50
Total	48.50	48.50

*Market rate is not available hence cost has been taken.

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

7 Other Information

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

Notes :

- As defined in paragraph 2(1) (xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting Standards and guidance Notes issued by ICAI are applicable including for valuation of investment and other assets as also assets required 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.

As per our report of even date

For R.K. Patodi & CO.

Chartered Accountants

FRN-305091E

For and on behalf of the Board

(Arvind Kumar Mittal)
Director

(Chandra Kant Dwivedi)
Director

(S. Patodi)

Partner

Membership No. 059144

2, Church Lane, Kolkata - 700 001.

Date : 30 May 2013

NEIL INDUSTRIES LIMITED

R.O. - 203, Sarat Bose Road, 3rd floor, Near Deshpriya Park, Kolkata - 700029

ATTENDANCE SLIP

(To be presented at the entrance)

No. of Shares held

Folio No.

I certify that I am a member/proxy of the Company.

Address : _____

I hereby record my presence at the Annual General Meeting of the Company to be held at its Registered Office - 203, Sarat Bose Road, 3rd floor, Near Deshpriya Park, Kolkata - 700029 on Monday, the 30th day of September 2013 at 11:00 AM.

Member's/Proxy name in BLOCK letters

Signature of Member/Proxy

Note: Please fill up this attendance slip and hand it over at the entrance of the venue for the meeting

PROXY FORM

I/We of

In the district of being a member/ members of the above named company, hereby appoint

of in the district of

or failing him of

In the district of as my/our proxy to attend and vote on my/ our Proxy to attend and vote for me/us on my/our behalf at the Annual General Meeting of the company to be held on Monday, the 30th day of September 2013 at 11:00 AM.

Signed this day of 2013

Affix
Rs. 1.00
Revenue
Stamp

(Signature)

Note:

This Proxy form in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the meeting.