
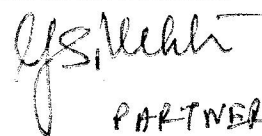


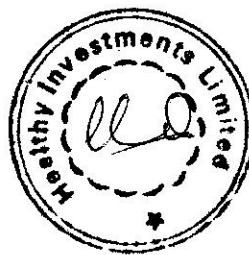
## FORM A

**Format of covering letter of the annual audit report to be filed with the stock exchanges**

1.	Name of the Company	HEALTHY INVESTMENTS LTD
2.	Annual Financial Statements for the year ended	31 <sup>st</sup> , March 2014
3.	Type of Audit Observation	Unqualified
4.	Frequency of Observation	Not applicable
5.	To be Signed by: <ul style="list-style-type: none"><li>• Director</li><li>• Auditor of the Company</li></ul>	<p>For Healthy Investments Ltd</p>  <p>For Ganesh &amp; Rajendra Associates Chartered Accountants</p>  PARTNER

# **THIRTY SECOND ANNUAL REPORT**

*Certified True Copy*



**HEALTHY INVESTMENTS LIMITED**

# **HEALTHY INVESTMENTS LIMITED**

## **32<sup>nd</sup> Annual Report**

### **BOARD OF DIRECTORS**

MR.MURALI D.KANURI  
MR.HARISHCHANDRA PRASAD KANURI  
MRS.C.SHANTA PRASAD

### **AUDITORS**

M/S Ganesh & Rajendra Associates  
Chartered Accountants  
103, 1<sup>st</sup> Floor, Madhu Industrial Park  
Mogra Village Road, Avath Narayan Tiwari Marg  
Andheri (East), Mumbai – 400069.

### **BANKERS**

HDFC BANK LIMITED

### **REGISTARARS & SHARE TRANSFER AGENTS**

CIL SECURITIES LTD  
214, Raghava Ratna Towers, Chirag Ali Lane  
Abids, Hyderabad – 500 001. Tel.No.040-23202465, 23203155.

### **REGISTERED OFFICE**

805, 8<sup>th</sup> Floor, Maker Chambers V  
Nariman Point, Mumbai – 400 021.

#### **Admn Office:**

1C, First Floor, Uma Enclave  
Road No.9, Banjara Hills  
Hyderabad – 500 034. Tel.No. 040-65881221.

Annual Report and Accounts for the period ended 31<sup>st</sup> March 2014



# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

## NOTICE

NOTICE is hereby given that Thirty-second Annual General Meeting of M/s. Healthy Investment Ltd. will be held on Tuesday 30<sup>th</sup> September 2014 at 11.00 a.m. at the registered office of the Company at 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai-400 021 to transact the following business:

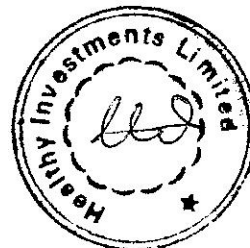
### ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet of the Company as at 31<sup>st</sup> March 2014 and the Statement of Profit and Loss for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri. Murali D. Kanuri who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration and in this regard pass the following resolution, with or without modification:  
“**RESOLVED THAT** pursuant to the provisions of section 139, 140 and section 142 of the Companies Act, 2013, and the rules made thereunder, M/s C K S Associates (Peer Review Certificate No: 006803), Chartered Accountants, Hyderabad, be and are, hereby, appointed as the Statutory Auditors of the Company in place of the retiring auditors M/s. Ganesh & Rajendra Associates, Chartered Accountants, Mumbai, for a term of five years from the conclusion of this meeting till the conclusion of sixth consecutive annual general meeting i.e., Thirty-Eighth Annual General Meeting subject to ratification by the members at each such meeting at such remuneration as may be determined by the Board of Directors from time to time”

### SPECIAL BUSINESS:

4. To appoint **Mr. C. Kameswara Sharma** as the independent director of the Company to hold office for a term of five consecutive years and in this regard, pass the following resolution, with or without modification:

“**RESOLVED THAT Mr. C. Kameswara Sharma** be and is, hereby, appointed as the Independent Director of the Company pursuant to the provisions of section 149, 150 and 152 read with Schedule IV of the Companies Act, 2013, and the rules notified thereunder to hold office for a term of five consecutive years”





# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

5. To appoint Dr. K.P. Reddy as the independent director of the Company to hold office for a term of five consecutive years and in this regard, pass the following resolution, with or without modification:

**“RESOLVED THAT** Dr. K.P. Reddy be and is, hereby, appointed as the Independent Director of the Company pursuant to the provisions of section 149, 150 and 152 read with Schedule IV of the Companies Act, 2013, and the rules notified thereunder to hold office for a term of five consecutive years”

Regd. Office :  
805, 8<sup>th</sup> Floor, Maker Chamber V,  
Nariman Point ,  
Mumbai – 400 021.

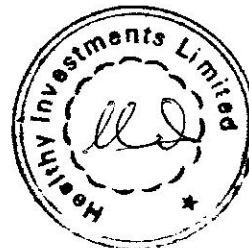
BY ORDER OF THE BOARD

DIRECTOR

Dated : 30<sup>th</sup> May, 2014

## NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Members are requested to notify change of address, if any to the company's Registered office at Mumbai.
3. The Register of members and share transfer books of the Company will be closed from the 25/09/2014 to 28/09/2014 (both days inclusive).



# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

## Explanatory Statement pursuant to section 102 of the Companies Act, 2013:

### Item No: 3

The present auditors M/s. Ganesh & Rajendra Associates, Chartered Accountants, retire at the ensuing Annual General Meeting, and have not expressed their willingness to be reappointed as the Auditors. The company received a letter from a share holder proposing M/s C K S Associates, Chartered Accountants, Hyderabad, as Auditors.

In view of this, your directors propose appointment of M/s C K S Associates, (Peer Review Certificate No: 006803), Chartered Accountants, Hyderabad, as the Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting till the conclusion of the sixth consecutive Annual General Meeting subject to ratification at each such meeting as per the provisions of section 139 of the Companies Act, 2013, and the Rules made thereunder, from whom a certificate as prescribed under section 139 (1) of the said Act confirming their eligibility for appointment has been obtained.

### Item No: 4

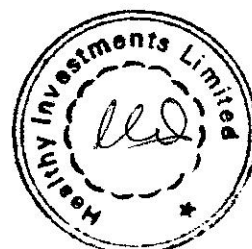
Mr. C. Kameswara Sharma, aged 53 years, (DIN 06933900) is a Graduate in Commerce from Andhra University and Fellow Member of the Institute of Chartered Accountants of India. He has been practicing as a Chartered Accountant and has been associated with the Pharma and Engineering Companies as Management Consultant. He has over 20 years experience in audit, taxation and corporate finance.

In the opinion of the Board, Mr. C. Kameswara Sharma, proposed to be appointed as Independent Director, satisfies the conditions specified under section 149 (6) and other applicable provisions of the Companies Act, 2013, and is independent of the management.

### Item No: 5

Dr. K.P. Reddy, aged 65 years, (DIN 00246457) is a renowned ophthalmologist and is a member of Indian Medical Association, Royal College of Ophthalmologists, UK, American Academy of Ophthalmologists and many others professional bodies. He is a visionary of high repute with social responsibility being the core of his pursuit and thrives to maximize his vision through constant research and development and has been a pioneer in introducing technological advancements in his area of practice. He is the chairman of a super specialty eye care hospital in Hyderabad which is India's first Lasik Centre.

In the opinion of the Board, Dr. K.P. Reddy, proposed to be appointed as Independent Director, satisfies the conditions specified under section 149 (6) and other applicable provisions of the Companies Act, 2013, and is independent of the management.



# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

## DIRECTORS' REPORT

To the Shareholders,

Your Directors present the Thirty second Annual Report together with the audited statement of accounts for the year ended 31<sup>st</sup> March 2014.

### 1. FINANCIAL RESULTS :

	Current Year Rupees	Previous Year Rupees
Profit before depreciation	10,96,174/-	9,80,493/-
Less : Depreciation	10,464/-	14,612/-
Profit before taxes	10,85,710/-	9,65,881/-
Less : Provision for current taxation	(80,000/-)	-
Add : Provision for deferred taxation	136/-	2,416 /-
MAT credit entitlement	70,535/-	-
Profit available for appropriation	10,76,381/-	9,68,297/-
Prior year taxes written back	-	-
Reserve fund	2,00,000/-	1,95,000/-
	8,76,381/-	7,73,297/-
Surplus brought forward from last year	2,60,09,083/-	2,52,35,786/-
Surplus carried to balance sheet	2,68,85,464/-	2,60,09,083/-

### 2. DIRECTORS:

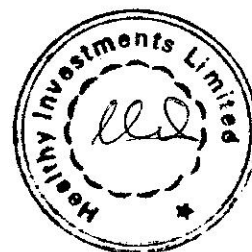
Sri. Murali D. kanuri Director of the Company, retires by rotation and being eligible, offer himself for reappointment.

Sri C. Kameswara Sharma and Dr. K.P. Reddy are proposed to be appointed as Independent Directors pursuant to the provisions of section 149, 150 and 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013, and the Rules notified thereunder to hold office for a term of five consecutive years. These directors shall not be liable to retire by rotation. The Board is of the opinion that the proposed appointees have adequate skills, experience and knowledge and are independent of management.

Your Directors recommend their appointment on the Board.

### 3. DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibility statement, the directors hereby confirm that:



# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

- i) in preparation of the accounts for the financial year ended 31<sup>st</sup> March, 2014, the applicable accounting standard have been followed along with proper explanation relating to material departures;
- ii) they have selected such accounting policies and applied them consistently and made judgment and estimate that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year under review;
- iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) they have prepared the accounts for the financial year ended 31<sup>st</sup> March 2014 on a going concern basis.

## 4. AUDITORS :

The present auditors M/s. Ganesh & Rajendra Associates, Chartered Accountants, retire at the ensuing Annual General Meeting, and have not expressed their willingness to be reappointed as the Auditors. The company received a letter from a share holder proposing M/s C K S Associates, Chartered Accountants, Hyderabad, as Auditors.

In view of this, your directors propose appointment of M/s C K S Associates, (Peer Review Certificate No: 006803), Chartered Accountants, Hyderabad, as the Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting till the conclusion of the sixth consecutive Annual General Meeting subject to ratification at each such meeting as per the provisions of section 139 of the Companies Act, 2013, and the Rules made thereunder, from whom a certificate as prescribed under section 139 (1) of the said Act confirming their eligibility for appointment has been obtained.

## 5. APPOINTMENT OF COMPANY SECRETARY :

As per section 383A of the Companies Act, 1956, the company is supposed to appoint a company secretary in whole time employment. The management has made efforts to comply with the same, but could not succeed in appointing a company secretary. Hence the company has obtained the compliance certificate from a practicing company secretary.

## 6. PARTICULARS OF EMPLOYEES :

The Company had no employees whose particulars are required to be mentioned pursuant to the provisions of Section 217 (2A) of the Companies Acts, 1956 read with the rules thereunder.



# HEALTHY INVESTMENTS LIMITED

Regd. Office : Flat No. 805, 8<sup>th</sup> Floor, Makers Chambers V, Nariman Point, Mumbai – 400 021

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

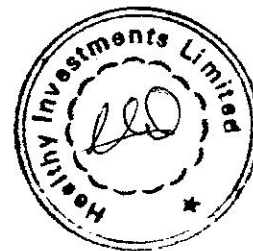
Being an investment company, there are no particulars to be furnished in this report as required by Section 217 (1)(e) of the Companies Act, 1956 relating to conservation of energy and technology absorption. There were no foreign exchange earnings or outgo during the year.

FOR & ON BEHALF OF THE BOARD

Place: Mumbai  
Dated: 30<sup>th</sup> May, 2014

(Murali D. Kanuri)  
Director

(C. Shantha Prasad)  
Director





## **Independent Auditors' Report**

**To the Members of Healthy Investments Limited**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Healthy Investments Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

The management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act"), read with the General circular 15/2013 dated 13<sup>th</sup> September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



### **Opinion**

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

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014.
- (ii) in the case of the statement of Profit and Loss, of the profit for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards notified under the Act, read with the general circular 15/2013 dated 13<sup>th</sup> September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013; and
  - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no.103055W

Ganesh Mehta  
Partner  
Membership no. 32939  
Place: Mumbai  
Dated: 30<sup>th</sup> May 2014

**Head Office :** 103, Madhu Industrial Park, Mogra Village, Avadh Narayan Tiwari Marg, Andheri (East),  
Mumbai – 400 069. Tel : 2831 2467 / 68 / 69 – E-mail : audit@grassociates.co.in





**Annexure to Independent Auditors' Report**

Referred to in Paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date, we report that;

- (i) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) All the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.  
(c) The company has not disposed off any substantial part of the fixed assets during the year.
- (ii) The Company is a investment company, primarily dealing in shares/securities. Accordingly, it does not hold any physical inventories. Thus, paragraph 4(ii) of the Order is not applicable.
- (iii) The Company has not granted or taken any loans secured or unsecured to/ from any 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 with regard to purchase of inventory, fixed assets and for the sales of goods and services. There is no continuing failure to correct major weakness in internal control system.
- (v) According to the information and explanations given to us, there were no contracts or arrangement that needs to be entered into the register maintained under section 301 of the Companies Act, 1956.
- (vi) The Company has not accepted any deposit from public, therefore, clause 4 (vi) of the Order is not applicable.
- (vii) Considering the size of business and number of transactions as carried out, the management is of the opinion that the company does not require internal audit system.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under Section 209(1)(d) of the Act for any of the services rendered by the Company.
- (ix) (a) As informed to us, the Company is not required to deduct Provident Fund and Employees' State Insurance due  
(b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of income tax, sales tax, service tax, wealth tax, customs duty, excise duty, cess and other statutory dues which have remained outstanding as at 31st March 2014 for a period of more than six months from the date they became payable.  
(c) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.





- (x) The company has no accumulated losses at the end of the financial year and has not incurred cash losses in the current and immediately preceding financial year.
- (xi) The Company did not have any outstanding dues to any financial institution, banks or debenture holders during the year.
- (xii) The company has not granted loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/ society. Hence the clause 4(xiii) of the Order are not applicable to the company.
- (xiv) The Company has maintained proper records in respect of the transactions and contracts in respect of trading in shares, securities, debentures and other securities and timely entries have been made therein. The shares, securities, debentures and other investments have been held by the Company in its own name.
- (xv) 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) The Company did not have any term loans outstanding during the year.
- (xvii) The Company has not raised any funds on short-term basis.
- (xviii) 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 did not have any outstanding debentures during the year.
- (xx) The Company has not raised any money by public issues during the year.
- (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 Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no.103055W

Ganesh Mehta  
Partner  
Membership no. 32939  
Place: Mumbai  
Dated: 30<sup>th</sup> May 2014

# HEALTHY INVESTMENTS LIMITED

Balance Sheet as at 31<sup>st</sup> March 2014

Particulars	Note No.	As at 31 <sup>st</sup> March, 2014 Rupees	As at 31 <sup>st</sup> March, 2013 Rupees
<b>I. EQUITY AND LIABILITIES</b>			
1 Shareholders' funds			
(a) Share capital	2	2,450,000	2,450,000
(b) Reserves and surplus	3	33,316,964	32,240,583
		<u>35,766,964</u>	<u>34,690,583</u>
2 Current liabilities			
(a) Other current liabilities	4	830,030	29,709
(b) Short term provisions	5	80,000	-
		<u>910,030</u>	<u>29,709</u>
<b>TOTAL</b>		<u>36,676,993</u>	<u>34,720,292</u>
<b>II. ASSETS</b>			
1 Non-current assets			
(a) Fixed assets			
Tangible assets	6	22,010	39,835
		<u>22,010</u>	<u>39,835</u>
(b) Non-current investments	7	36,488,022	33,439,188
(c) Deferred tax assets (net)	8	6,543	6,407
(d) Long term loans and advances	9	122,518	51,983
		<u>36,617,083</u>	<u>33,497,578</u>
2 Current assets			
(a) Cash and cash equivalents	10	37,440	21,302
(b) Short term loans and advances	11	460	1,161,577
		<u>37,900</u>	<u>1,182,879</u>
<b>TOTAL</b>		<u>36,676,993</u>	<u>34,720,292</u>
Significant Accounting Policies followed by the Company	1		

As per our report attached of even date

For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no. 103055W

For and on behalf of the board

Murali D. Kanuri  
Director

C. Shanta Prasad  
Director

Ganesh Mehta  
Partner

Mem No. 32939  
Place Mumbai  
Dated 30th May 2014



# HEALTHY INVESTMENTS LIMITED

Statement of Profit and loss for the year ended 31<sup>st</sup> March 2014

Particulars	Note No.	for the year ended	
		2013-14 Rupees	2012-13 Rupees
<b><u>CONTINUING OPERATIONS</u></b>			
I <u>Revenue from Operations:</u>			
Other operating revenues	12	1,253,686	1,536,701
		<u>1,253,686</u>	<u>1,536,701</u>
II    Other income			
III   Total Revenue (I + II)	13	<u>2,089,009</u>	<u>1,288,710</u>
		<u>3,342,695</u>	<u>2,825,411</u>
IV <u>Expenses:</u>			
Loss on derivative transactions		1,806,426	1,420,319
Depreciation and amortization expense	6	10,464	14,612
Other expenses	14	440,095	424,600
Total expenses		<u>2,256,985</u>	<u>1,859,531</u>
V    Profit before tax (III - IV)		<u>1,085,710</u>	<u>965,881</u>
VI   Tax expense:			
(1) Current Tax		(80,000)	-
(2) Deferred tax		136	(2,416)
(3) MAT credit entitlement		70,535	-
		<u>(9,329)</u>	<u>(2,416)</u>
VII   Profit for the period (V - VI)		<u>1,076,381</u>	<u>968,297</u>
VIII   Earnings per equity share:			
Basic	15	4.39	3.95

Significant Accounting Policies followed by the Company

1

As per our report attached of even date

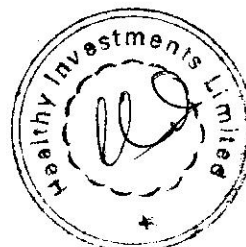
For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no. 103055W

For and on behalf of the board

Murali D. Kanuri  
Director

C. Shanta Prasad  
Director

Ganesh Mehta  
Partner  
Mem No. 32939  
Place Mumbai  
Dated 30th May 2014



## Significant accounting policies and Notes on accounts

### Company Overview

#### 1 Significant Accounting policies

##### Basis of Accounting

- i The financial statements have been prepared under the historical cost convention in accordance with the accounting standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 1956, as adopted consistently by the Company. All income & expenditure having the material bearing on the financial statements are recognized on accrual basis.

##### ii Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and a reported amount of revenues and expenses during the reporting period. Difference between the actual expenses and estimates is recognised in the period in which the results are known/materialised.

##### iii Own Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price, including duties, legal fees, other non-refundable taxes or levies directly attributable cost of bringing the assets to its working condition.

##### iv Depreciation and Amortisation

Depreciation has been provided on 'Written down value method' as per rates specified in schedule XIV to the Companies Act, 1956.

##### v Impairment of Assets

An assets is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an assets is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

##### vi Revenue Recognition

- a) Revenue/Incomes and Cost/Expenditure are generally accounted on accrual, as they are earned or incurred.
- b) Sale/purchase of Mutual Fund units is recognised on transfer of ownership as per date of transaction.
- c) Sale/purchase of Shares are recognised on date of transaction.
- d) Dividend income is recognised on receipt basis.

##### vii Borrowing costs

Interest and other borrowing costs attributable to qualifying assets are capitalised. Other interest and borrowing costs are charged to revenue in the year they are incurred.

##### viii Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised, on the 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 in respect of unabsorbed depreciation and carry forward of losses are recognised if there is virtual certainty that there will be sufficient future taxable income available to realize such losses.

The company has not recognised the net deferred tax assets in respect of accumulated business as well as capital losses in view of non availability of benefit in future.



## Significant accounting policies and Notes on accounts

### ix Earnings per Share

Basic earnings per share is computed by dividing the net profit after tax by the average number of equity shares outstanding during the period.

### x Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. Provision for diminution in the value of long-term Investments is made only if such a decline is other than temporary.

### xi Purchase/sale :

Purchases of shares/securities is accounted for inclusive of stamp, security transaction tax and transfer fees and booked on the date of contract.

### xii Provisions, Contingent Liabilities and Contingent Assets

Provisions and Contingent Liability: The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require outflow of resources. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent Assets are neither recognized nor disclosed in the financial statements.

### xiii Retirement benefits :

The laws relating to payment of Provident Fund, E.S.I.C. and Gratuity to employees are not applicable to the Company. The Company does not have any scheme for retirement benefits for its employees. Other benefits such as leave encashment etc are provided in accordance with the service rules of the company.

### xiv Segment reporting :

The Company is engaged primarily in the business of investments and accordingly there are no separate reportable segments as per Accounting Standard - AS - 17 'Segment Reporting' issued by ICAI.

## Notes on Financial Statements for the Year ended 31st March, 2014

	As at 31st March, 2014 Rupees	As at 31st March, 2013 Rupees
<b>2 SHARE CAPITAL</b>		
<b>Authorised Capital:</b>		
2,50,000 equity shares of Rs.10 each (Previous year 2,50,000 equity shares of Rs.10/- each)	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
<b>Issued &amp; Subscribed</b>		
2,45,000 Equity shares of Rs. 10 each fully paid up (Previous year 2,45,000 equity shares of Rs.10/- each)	2,450,000	2,450,000
	<u>2,450,000</u>	<u>2,450,000</u>
<b>Paid-up Share Capital</b>		
2,45,000 Equity shares of Rs. 10 each fully paid up (Previous year 2,45,000 equity shares of Rs.10/- each)	2,450,000	2,450,000
	<u>2,450,000</u>	<u>2,450,000</u>

2.1 The Company has only one class of Shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share.



## Notes on Financial Statements for the Year ended 31st March, 2014

2.2 The details of Shareholders holding more than 5% shares :

Name of the Shareholder	As at 31st March, 2014		As at 31st March, 2013	
	No. of shares	% Held	No. of shares	% Held
Kanuri Manohar Prasad on account of Lakshmi Rentals	30,000	12.24	30,000	12.24
Kanuri Harishchandra Prasad	20,650	8.43	20,650	8.43
Jagadish Prasad Kanuri	20,650	8.43	20,650	8.43
Rama Krishna Prasad Kanuri	20,650	8.43	20,650	8.43
Manohar Prasad Kanuri	20,650	8.43	20,650	8.43
Kanuri Invest & Exim Private Limited	30,050	12.27	30,050	8.43
Kanuri Family Trust	25,550	10.43	30,050	12.27
			25,550	10.43

## 3 RESERVES AND SURPLUS

## a) Profit and Loss Account

As per last Balance Sheet

Add : Profit for the year

Less: Appropriations

Transfer to Reserve fund

Balance in Profit and loss account

## b) Reserve fund

As per last Balance Sheet

Add: Transfer during year

## 4 OTHER CURRENT LIABILITIES

Creditors for expenses

## 5 SHORT TERM PROVISIONS

Provision for tax

TOTAL

TOTAL

TOTAL

As at 31st March,

As at 31st March,

2014  
Rupees2013  
Rupees

26,009,083

25,235,786

1,076,381

968,297

200,000

195,000

26,885,464

26,009,083

6,231,500

6,036,500

200,000

195,000

6,431,500

6,231,500

33,316,964

32,240,583

830,030

29,709

830,030

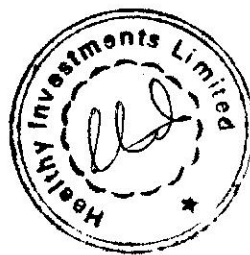
29,709

80,000

80,000

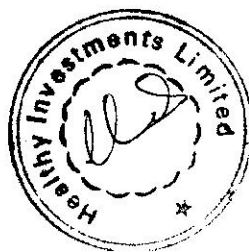
## 6 FIXED ASSETS - TANGIBLE

Description	Gross Carrying Amount			Accumulated Depreciation				Net Carrying Amount	
	As at 01/04/2013	Addition/ Deduction Adjustment during the year	As at 31/03/2014	As at 01/04/2013	Provided during the year	Deductions during the year	As at 31/03/2014	As at 31/03/2014	As at 31/03/2013
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Tangible Assets :									
Own Assets :									
Computers	16,640	(16,640)	-	11,725	1,966	13,691	-	-	4,915
Furniture & Fixtures	33,861	(33,861)	-	31,886	357	32,243	-	-	1,975
Vehicles	45,865	-	45,865	16,166	7,689	-	23,855	22,010	29,699
Office Equipment	47,775	(47,775)	-	44,529	452	44,981	-	-	3,246
Total	144,141	(98,276)	45,865	104,306	10,464	90,915	23,855	22,010	39,835



## Notes on Financial Statements for the Year ended 31st March, 2014

			As at 31st March,	As at 31st March,
			2014	2013
			Rupees	Rupees
<b>7 NON CURRENT INVESTMENTS</b>				
<b>Trade Investments</b>				
In Equity Shares-quoted fully paid up	Qty	Face value		
Lakshmi Finance & Industrial Corporation Ltd.	217,340 (217,340)	10	2,154,841	2,154,841
HBL Powers Systems Ltd.	197,263 (100,000)	1	3,856,159	2,979,899
Nelcast Ltd	1,115,745 (1,115,745)	2	19,677,942	19,677,942
Tube Investment Ltd	12,110 (28,339)	10	2,002,753	4,201,606
Amara Raja Batteries limited	15,500 (-)	1	5,990,661	-
Unijolly Investments Company Ltd	20,000 (20,000)	10	50,600	50,600
In Equity Shares-Unquoted fully paid up				
Andhara Printers Ltd.	501 (501)	100	24,299	24,299
Investment in Mutual Fund				
HSBC Floating Rate Fund-Long term Growth	137,668 (238,570)		2,730,767	4,350,000
<b>TOTAL</b>			<b>36,488,022</b>	<b>33,439,187</b>
<b>Quoted Investments</b>				
1. Aggregate value			36,463,723	33,364,288
2. Market value			39,356,290	37,404,301
<b>Unquoted Investments</b>				
Aggregate value			24,299	74,899
<b>8 DEFERRED TAX ASSETS (NET)</b>				
Deferred Tax Assets			6,543	6,407
<b>TOTAL</b>			<b>6,543</b>	<b>6,407</b>
<b>9 LONG TERM LOANS &amp; ADVANCES</b>				
Other loans and advances			51,983	51,983
MAT credit entitlement			70,535	-
<b>TOTAL</b>			<b>122,518</b>	<b>51,983</b>
<b>10 CASH AND CASH EQUIVALENTS</b>				
Balances with banks			32,440	16,276
Cash on hand			5,000	5,027
<b>TOTAL</b>			<b>37,440</b>	<b>21,303</b>



## Notes on Financial Statements for the Year ended 31st March, 2014

	As at 31st March, 2014 Rupees	As at 31st March, 2013 Rupees	
<b>11 SHORT TERM LOANS AND ADVANCES</b>			
Advances-others-good			
Prepaid expenses	460	1,161,067	
<b>TOTAL</b>	<b>460</b>	<b>1,161,577</b>	
<b>12 OTHER OPERATING REVENUES</b>			
Income from derivatives transactions	1,253,686	1,536,701	
<b>TOTAL</b>	<b>1,253,686</b>	<b>1,536,701</b>	
<b>13 OTHER INCOME</b>			
Dividend	890,359	1,333,017	
Net gain on sale of investment	1,198,650	(44,307)	
<b>TOTAL</b>	<b>2,089,009</b>	<b>1,288,710</b>	
<b>14 OTHER EXPENSES</b>			
Auditors' remuneration			
Rent, rates and taxes	22,472	27,472	
Listing expenses	60,000	60,000	
Printing and stationery expenses	78,304	75,910	
Miscellaneous expenses	3,750	5,908	
Share trading expenses	22,841	13,409	
Repairs and maintenance	15,953	22,091	
Motor car expenses	20,790	21,964	
Salaries and allowance	26,555	27,818	
Postage and telephone expenses	120,000	120,000	
Professional fees	3,958	5,405	
	65,472	44,624	
<b>TOTAL</b>	<b>440,095</b>	<b>424,600</b>	
<b>15 Earning per share :</b>	<b>31st March 2014 Rupees</b>	<b>31st March 2013 Rupees</b>	
1) Profit after taxation	1,076,381	968,297	
2) Average number of Equity shares outstanding	245,000	245,000	
3) Earnings per share in Rs. ( Face value Rs. 10/- per share )	4.39	3.95	
<b>16 Foreign Exchange :</b>			
1) Earnings in foreign currency : Rs. NIL (Previous Year Rs. NIL )			
2) Expenditure in foreign currency : Rs. NIL (Previous Year Rs. NIL )			
<b>17 Deferred tax :</b>			
The break up of net deferred tax as on 31st March, 2014 is as under :			
Particulars	As on 01/04/2013 Rupees	Current Year Rupees	As on 31/03/2014 Rupees
Unabsorbed depreciation	7,309	1,622	8,931
Difference between book and tax depreciation	(902)	(1,486)	(2,388)
	<b>6,407</b>	<b>136</b>	<b>6,543</b>





**Significant accounting policies and Notes on accounts**

18 Auditor's remuneration	As at 31st March, 2014 Rupees	As at 31st March, 2013 Rupees
as auditors	22,472	22,472
for taxation matter	-	5,000
	<u>22,472</u>	<u>27,472</u>

**19 Related party disclosures:**

Disclosures as required by the Accounting Standard 18 "Related Party Disclosures" are given below :

**a) List of Related Parties :**

Associate Companies :

1. Unijolly Investments Company Ltd.
2. Lakshmi Finance & Industrial Corporation Ltd.

Key management personnel :

1. Sri Murali D. Kanuri
2. Sri K. Harishchandra Prasad
3. Smt. C. Shanta Prasad

**b) Transactions with related parties :**

Nature of Transaction      Associate Company

Dividend received      Lakshmi Finance & Industrial Corporation Ltd.      260,808      326,010

20 Previous years figures have been regrouped/rearranged/reclassified wherever necessary.

As per our report attached of even date

For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no. 103055W

For and on behalf of the board

Murali D. Kanuri  
Director

C. Shanta Prasad  
Director

Ganesh Mehta  
Partner  
Mem No. 32939  
Place Mumbai  
Dated 30th May 2014





CERTIFICATE

We have examined the attached Cash Flow Statement of HEALTHY INVESTMENTS LIMITED for the year ended 31<sup>st</sup> March 2014. The Statement has been prepared by the Company in accordance with the requirements of listing agreement Clause 32 with Bombay Stock Exchange 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 30<sup>th</sup> May 2014 to the members of the Company.

For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no.103055W

Ganesh Mehta  
Partner  
Membership no. 32939  
Place: Mumbai  
Dated:

## HEALTHY INVESTMENTS LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	2013-14 Rupees	2012-13 Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit / (Loss) before tax and extraordinary items	1,085,710	965,881
adjustments for :		
Depreciation	10,464	14,612
Profit on sale of shares	(1,198,650)	44,307
Dividend income	(890,359)	(1,333,018)
Amount written off	7,361	-
	(985,474)	(308,218)
OPERATING PROFIT BEFORE WORKING		
CAPITAL CHANGES		
(Increase) / Decrease in Loans & advances	1,161,117	(1,161,577)
Increase / (Decrease) in sundry creditors	800,321	5,927
	1,961,438	(1,155,650)
CASH GENERATED FROM OPERATIONS	975,964	(1,463,868)
Income tax paid	-	-
CASH FLOW BEFORE EXTRA-ORDINARY ITEMS	975,964	(1,463,868)
NET CASH FROM OPERATING ACTIVITIES	975,964	(1,463,868)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of shares	(9,182,677)	(9,752,995)
Purchase of mutual funds	(9,260,000)	(6,105,000)
Dividend received	890,359	1,333,018
Sale of shares	5,327,494	7,074,119
Sale of mutual fund	11,265,000	8,908,663
NET CASH FROM INVESTING ACTIVITIES	(959,824)	1,457,805



HEALTHY INVESTMENTS LIMITED.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	2013-14 Rupees	2012-13 Rupees
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from issuance of share capital	-	-
Proceeds from long term borrowings	-	-
Repayment from long term borrowings	-	-
Interest paid	-	-
Dividend paid	-	-
NET CASH USED IN FINANCE ACTIVITIES	-	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	16,140	(6,063)
Cash and cash equivalents at beginning of period	21,303	27,365
Cash and cash equivalents at end of period	37,440	21,303

For Ganesh & Rajendra Associates  
Chartered Accountants  
Firm Registration no. 103055W

For and on behalf of the Board

Ganesh Mehta  
Partner

Mem No. 32939

Place Mumbai

Dated 30th May 2014

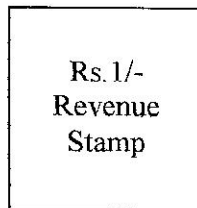
Murali D. Kanuri C. Shanta Prasad  
Director Director



**HEALTHY INVESTMENTS LIMITED**  
**FORM OF PROXY**

DPID: \_\_\_\_\_  
Client ID/Folio. No. \_\_\_\_\_

I/We \_\_\_\_\_  
of \_\_\_\_\_ in  
the district of \_\_\_\_\_ a member / members  
of the above named company hereby appoint \_\_\_\_\_  
of \_\_\_\_\_  
district of \_\_\_\_\_  
of failing him of \_\_\_\_\_  
\_\_\_\_\_ in the district of \_\_\_\_\_  
as my / our proxy, to vote  
for me / us on my our behalf at the 32<sup>nd</sup> Annual General Meeting of the Company to be held  
on Tuesday 30<sup>th</sup> September 2014 at 11.am and at my adjournment thereof.  
Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2014



**NOTES**

1. The proxy shall be signed by the appointer or his attorney in writing or if the appointer is a body corporate, be under its seal or be signed by an officer or an attorney duly authorized by it.
2. A member to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member.
3. This instruction of proxy shall be lodged at the Registered Office of the Company not less than forty eight hours before the time for holding the meeting at which person named in the proxy proposes to vote, and in default the instrument of proxy shall not be treated as valid.



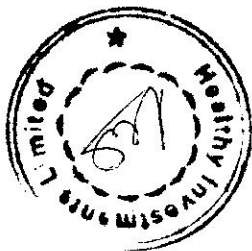
**BOOK POST (PRINTED MATTER)**

To  
Shri./Smt. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

PIN 

--	--	--	--	--	--



If Undelivered Please Return to:  
**Healthy Investments Limited**  
Regd. Office: 805, 8<sup>th</sup> Floor,  
Maker Chambers V, Nariman Point,  
Mumbai – 400 021.