

30th Annual Report, 2013-14
Satyam Silk Mills Ltd.

BOARD OF DIRECTORS

Ms. Rina Jain
Mr. K.K. Chitlangia
Mr. Raj Kumar Sarawgi

REGISTERED & HEAD OFFICE :

82, Maker Chambers III,
Nariman Point,
Mumbai - 400 021.

AUDITORS

H.H. Bandukwala & Co.
Chartered Accountants

NOTICE is hereby given that 31st Annual General Meeting of the members of the Company will be held on Tuesday, August 19, 2014 at 11.30 a.m. at 82, Maker Chambers III, Nariman Point Mumbai 400 021 to transact the following business :

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2014 and the Profit and Loss Account for the year ended on that date together with the reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. K.K. Chitlangia, who retires by rotation and being eligible offers herself for reappointment.
3. To appoint Auditors to hold the office from the conclusive of this Annual General Meeting till the conclusion of the next Annual General Meeting.

For and on behalf of the Board



Director

Mumbai

Dated : 29-05-2014

NOTES :

- a A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself / herself and the proxy need not be a member.
- b The Register of Members and the Share Transfer books of the Company will remain closed from 12th August, 2014 to 19th August, 2014.

Satyam Silk Mills Ltd.
Directors' Report

Directors have pleasure in presenting the 31st Annual Report of your company together with the audited financial results for the year ended 31st March, 14.

FINANCIAL RESULTS

(Rupees in lacs)

	YEAR ENDED 31-03-14	YEAR ENDED 31-03-13
Total Income	3.26	2.40
Total Expenditure	2.35	1.02
PROFIT BEFORE TAX	0.92	1.37
Provision for taxation	-	-
SURPLUS CARRIED TO BALANCE SHEET	0.92	1.37

Barring unforeseen contingencies the performance of the Company in the year 2014-15 is expected to be satisfactory.

DIVIDEND

In order to conserve the resource for business development, the Board of Directors regret their inability to recommend dividend for the year 2013-14.

DIRECTORS

Mr. K.K. Chitlangia retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment.

FIXED DEPOSITS

The Company has not accepted fixed deposits from the public during the period under consideration.

PARTICULARS OF EMPLOYEES

During the year under report, the Company has not employed any employee whose particulars are required to be disclosed in this report pursuant to section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

AUDITORS

Statutory Auditors Messrs H.H. Bandukwala & Co. retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

COMPLIANCE

Pursuant to Section 383(A)(1) of the Companies Act, 1956, Compliance Certificate from Company Secretary in Whole time practice is attached to this report.

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

During the year under review, the Company had not carried out any activity, the particulars in respect of which are required to be disclosed in this report pursuant to section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988.

DIRECTORS' RESPONSIBILITY STATEMENT


The Directors confirm:

- (a) That in the preparation of the annual accounts, the applicable accounting standards has been followed alongwith proper explanation relating to material departure.
- (b) That the directors have selected such accounting policies and applied them consistently and made judgements & estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as on 31-03-14 and of the profit of the Company for that year.

- 2 -

- (c) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
(d) That the directors have prepared the annual accounts on a going concern basis.

For & on behalf of the Board of Directors



(K.K. Chitlangia)

DIN - 00375182



(Raj Kumar Sarawgi)

DIN - 00375257

Mumbai

Dated : 29-05-2014

G.B.B. Babuji, B.Com (Hons), FCS

Company Secretary
FCS 1182, CP No.8131

C-601 Neelsidhi Splendour
Sector 15, CBD Belapur
Navi Mumbai 400614
Mobile : 9819099046
e-mail: gbbbabuji@yahoo.co.in

Compliance Certificate

(Pursuant to proviso of sub-section (1) of Section 383A of the Companies Act, 1956)
[See Rule 3 of The Companies (Compliance Certificate) Rules, 2001]

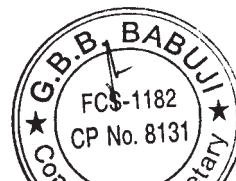
To,

The Members
M/s. SATYAM SILK MILLS LIMITED
82, Maker Chambers III,
Nariman Point,
Mumbai-400 021.

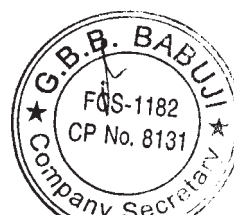
CIN : L17110MH2004PTC030725
Authorised Share Capital: Rs.1,00,00,000/-
Paid up Share Capital: Rs.73,50,000/-

I have examined the registers, records, books and papers of **M/s. SATYAM SILK MILLS LIMITED**, (CIN **L17110MH2004PTC030725** - Regn No. No.11-030725) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended 31st March, 2014 (financial year). In my opinion and to the best of my information and according to the examination carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

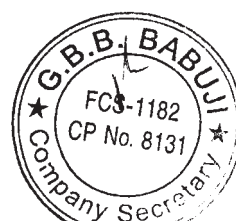
1. The Company has kept and maintained registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Register of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the act and the rules made thereunder.
3. The Company being a Public Limited Company, comments are not required.
4. The Board of Directors duly met 7 times on May 29, 2013, July 24, 2013, July 30, 2013, October 04, 2013, October 30, 2013, January 04, 2014 and February 05, 2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.



5. The Company has closed its Register of Members and Transfer Books on July 22, 2013 during the financial year.
6. The Annual General Meeting for the financial year ended on 31st March, 2013 was held on July 22, 2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extraordinary General Meeting of the Company was held during the financial year.
8. The Company has not advanced any loan to its Directors or persons or firms or companies referred to in section 295 of the Act.
9. The Company has not entered into any contract falling within the purview of section 297 of the Act.
10. The entries as required under section 301(3) of the Act, have been made in the Register.
11. There were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government, as the case may be.
12. The Company has not issued any duplicate certificate during the financial year.
13. During the financial year
 - a) there was no allotment/transfer/transmission of securities.
 - b) the Company has not deposited any amount in a separate Bank Account as no dividend was declared.
 - c) the Company was not required to post warrants to any member of the Company as no dividend was declared.
 - d) the Company has not declared any dividend and there were no deposit matured, or matured debentures and the interest accrued thereon etc. the provision of transfer of unclaimed or unpaid Accounts to the Investors Education and Protection Fund does not apply to the Company.
 - e) the Company has duly complied with the requirements of section 217 of the Act.

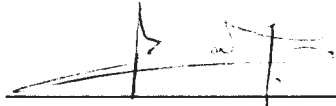


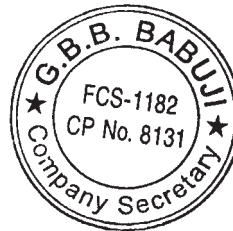
14. The Board of Directors of the Company is duly constituted. There was no appointment of Additional Directors, Alternate Director or Director to fill causal vacancy during the financial year.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
16. The Company has not appointed any sole selling agent during the financial year.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar of Companies, or such other authorities as prescribed under various provisions of the Act during the year under review.
18. The Directors have disclosed their interest in the firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the Company to keep in abeyance the right to dividend, right shares and bonus shares pending registration of the shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the provisions of Section 58A during the financial year.
24. The Company has not made any borrowing during the financial year ended 31st March, 2014.
25. The Company has not made loans and investments, or given guarantees or provided security to other bodies corporate during the financial year..
26. The Company has not altered the provisions of the Memorandum of Association with respect to the situation of the Registered Office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the object of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to the name of the Company during the year under scrutiny.



29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There were no prosecution(s) initiated against or show cause notices received by the Company, during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted Provident Fund pursuant to Section 418 of the Act, during the financial year.

Place: Mumbai
Date: May 29, 2014

Signature: 
Name of Company Secretary: **G.B.B. Babuji**
CP No.: 8131



ANNEXURE 'A'

M/s. SATYAM SILK MILLS LIMITED

Statutory Registers

1. Register of Member U/s 150
2. Register of Directors, Managing Director, Manager and Secretary U/s 303
3. Register of Directors shareholdings U/s 307
4. Minutes Book of all Board Meetings and general Meetings U/s 193 of the Act

Other Registers

1. Register of Share Transfers

Place: Mumbai

Date: May 29, 2014

Signature: _____

Name of Company Secretary: **G.B.B.Babuji**

CP No.: 8131



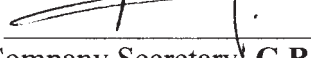
ANNEXURE 'B'

M/s. SATYAM SILK MILLS LIMITED

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the Financial Year ended 31st March, 2014

Sr No.	Form No.	Filed Under Section	For	Date of Filing	Whether filed on time Yes/No.	If delay in filing whether requisite additional fee paid Yes/ No.
1.	Form 66	383A	Submission of Compliance Certificate	16/08/2013 SRN Q10152072	No.	Yes
2.	Balance Sheet Form No. 23AC/ACA XBRL	220	Annual requirement for the year ended 31 st March, 2013	21/08/2013 SRN Q10280584	Yes	NA
3.	Annual return Form No. 20B	159	Annual requirement for the year ended 31 st March, 2013	16/09/2013 SRN Q11249786	Yes	N.A.

Place: Mumbai
Date: May 29, 2014

Signature: 
Name of Company Secretary: **G.B.B.Babuji**
CP No.: 8131





Telefax : 2344 6695 • Tel.: 23456 607

h. h. bandukwala & co.

chartered accountants

C.A. Hatim Bandukwala, B. Com. (Hons.) F.C.A., A.C.S.

C.A. Nafisa Dalal, B. Com., F.C.A.

2nd Floor, Abhishek Building,

91, Abdul Rehman Street,

Mumbai 400 003.

E-mail : hmbandukwala@gmail.com

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SATYAM SILK MILLS LIMITED

REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying Financial Statements of Satyam Silk Mills Limited (the "Company") which comprise the Balance Sheet as at 31st March 2014, the Statement of Profit and Loss and the 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 Company's 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 Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 (the "Act") / notified under the Companies Act, 1956 (the "Act") read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Sec 133 of the Companies Act, 2013 and Accounting Standard 30, Financial Instruments: Recognition and Measurement issued by the Institute of Chartered Accountants of India to the extent it does not contradict any other accounting standard referred to in sub-section (3C) of section 211 of the Act. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including assessment of 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 the accounting policies used and the reasonableness of the accounting estimates made by the 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 aforesaid financial statements give the information required by Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit of the company for the year ended on that date and
- (c) in the case of the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 (The "Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order to the extent applicable to the Company.
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 accounts as required by law have been kept by the company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit & Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet and the Statement of Profit & Loss, Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act / notified under the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and Accounting Standard 30, Financial Instruments: Recognition and Measurement issued by the Institute of Chartered Accountants of India to the extent it does not contradict any other accounting standard referred to in sub-section (3C) of Section 211 of the Act;
 - (e) On the basis of the written representations received from the Directors, as on 31st March, 2014 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 H.H. Bandukwala & Co.
Chartered Accountants
FRN - 100965W



H.H. Bandukwala

Partner

M. No. 016940

Mumbai.

Dated : 29-05-2014

Annexure To The Independent Auditors' Report

(Referred to in Paragraph 1 under "Report on Other Legal & Regulatory Requirements"
section of our report of even date)

In our opinion and according to the information and explanations given to us and on the basis of relevant records and documents produced for our verification, we report that:

1. In respect of company's fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) None of the fixed asset is disposed off during the year.
2. The Company has neither granted nor taken any loans, secured or unsecured, to / from companies, firm or other parties covered in the Register maintained under Section 301 of the Companies Act 1956.
3. There are adequate internal control system commensurate with the size of the Company and the nature of its business. During the course of our audit, we have not observed any major weakness in such internal control system.
4. (a) Transactions which need to be entered into a register maintained in pursuance of section 301 of the Companies Act, 1956 have been so entered.
 - (b) There are no transactions of purchase and sale of goods, materials and services made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 aggregating during the year to Rupees Five Lacs or more in respect of each party.
5. The Company has not accepted any deposits from the public during the year.
6. The Company does not have formal internal audit.
7. In respect of statutory dues :
 - (a) The company has been regular in depositing undisputed dues in respect of income tax, sales tax, wealth tax, custom duty, excise duty and cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of income tax, sales tax, wealth tax, custom duty, excise duty and cess and other material statutory dues in arrears as at March 31, 2014 for a period of more than six months from the date they became payable.
 - (c) There are no dues of income tax, sales tax, wealth tax, custom duty, excise duty and cess, which have not been deposited on account of any dispute.
8. The Company does not have any accumulated losses. The Company has not incurred cash losses during the current financial year and in the immediately preceding financial year.
9. The company has not taken any loan from a bank or financial institution or borrowed any sum against issue of debentures.
10. The Company has not granted any loans advances on the basis of security by way of pledge of shares, debentures and other securities.

- 2 -

11. The Company is not a chit fund, nidhi, or a mutual benefit society.
12. In respect of its dealings in shares, securities and other investments;
 - (a) The Company has maintained proper records of transactions and contracts in respect of its dealing in shares, securities, debentures and other investments.
 - (b) The aforesaid securities have been held by the Company in its own name.
13. The Company has not given any guarantee for loans taken by others from banks and financial institutions during the year.
14. The Company has not availed any term loans during the year.
15. The Company has neither raised any funds during the year nor made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956. It has also not issued any debenture or raised any money by public issues during the year.
16. No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For H.H. Bandukwala & Co.
Chartered Accountants
FRN - 100965W



H.H. Bandukwala
Partner
M. No. 016940

Mumbai.
Dated : 29-05-2014

Satyam Silk Mills Ltd.
Balance Sheet as at 31 March 2014

(Amount in Rupees)

NOTE	31 March 2014	31 March 2013
EQUITY AND LIABILITIES		
Shareholder's Fund		
(a) Share Capital	7,350,000	7,350,000
(b) Reserves & Surplus	32,879,935	32,788,364
Current Liabilities		
Other Current Liabilities	39,073	14,855
	40,269,008	40,153,219
ASSETS		
Non Current Assets		
(a) Fixed Assets - Tangible	25,434	26,773
(b) Non Current Investments	21,249,538	21,309,418
(c) Long-term Loans & Advances	18,521,399	18,510,399
Current Assets		
(a) Current Investments	431,682	288,814
(b) Cash and Cash Equivalents	10,794	17,815
(c) Other Current Assets	30,161	-
	40,269,008	40,153,219

Significant Accounting Policies
Notes on Financial Statements

1 to 13

As per our report of even date.
For H.H. Bandukwala & Co.,
Chartered Accountants.

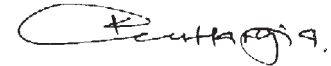
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H.H. Bandukwala.
Partner.
M.No. 016940

Mumbai.
Dated : 29-05-2014

*For and on behalf
of the Board of Directors*



(K.K. Chitlangia)
DIN - 00375182



(Raj Kumar Sarawgi)
DIN - 00375257

Satyam Silk Mills Ltd.
Statement of Profit & Loss for the year ended 31 March, 2014

(Amount in Rupees)

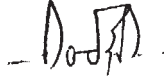
	NOTE	31 March 2014	31 March 2013
Non-Operative Income	11	326,465	239,506
Non Operative Expenses			
Depreciation and Amortisation Expenses	5	1,339	1,409
Other Expenses	12	233,554	100,822
Total Expenses		234,893	102,231
Profit Before Tax		91,571	137,275
Tax Expenses			
Current Tax		-	-
Surplus carried to Balance Sheet		91,571	137,275
Earnings per equity share:	13		
- Basic		0.12	0.19
- Diluted		0.12	0.19

Significant Accounting Policies
Notes on Financial Statements

1 to 13

As per our report of even date.
For H.H. Bandukwala & Co.,
Chartered Accountants.

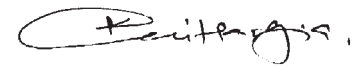
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H.H. Bandukwala.
Partner.
M.No. 016940

Mumbai.
Dated : 29-05-2014

*For and on behalf
of the Board of Directors*



(K.K. Chitlangia)
DIN - 00375182



(Raj Kumar Sarawgi)
DIN - 00375257

Satyam Silk Mills Ltd.

Cash Flow statement

(Amount in Rupees)

	31 March 14	31 March 2013
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax	91,571	137,275
Adjustments : Depreciation (Net of Adjustment)	1,339	1,409
Net Profit after adjusting depreciation	92,910	138,684
Adjustments of Income		
(-) Dividend	(243,000)	(229,500)
(-) Profit on sale of investments	(68,219)	(10,006)
Operating profit before working capital changes	(218,309)	(100,822)
Adjusted for		
Decrease (Increase) in Trade & Other Receivables	(41,161)	(97,020)
(Decrease) Increase in Trade Payables & Other Liabilities	24,218	(4,995)
Cash inflow from operating activities	(235,252)	(202,837)
Direct taxes paid	-	-
(A)	(235,252)	(202,837)
CASH FLOW FROM INVESTING ACTIVITIES :		
Other Income	311,219	239,506
(Additions) Reduction in Investments	(82,988)	(195,006)
Net cash outflow from investing activities	(B) 228,232	44,500
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	(7,021)	(158,337)
CASH & CASH EQUIVALENTS		
At the start of the year	17,815	176,153
At the close of the year	10,794	17,815
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	(7,021)	(158,337)

Note : The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in AS-3 on Cash Flow Statements.

Mumbai.
Dated : 29-05-2014


(K.K. Chitlangia)
DIN - 00375182



(Raj Kumar Sarawgi)
DIN - 00375257

AUDITOR'S CERTIFICATE

We have verified the attached Cash Flow Statement of Satyam Silk Mills Ltd. derived from Audited Financial statements and the books and records maintained by the Company for the year ended on 31st March, 2014 and found the same in agreement therewith.

For H. H. Bandukwala & Co.
Chartered Accountants

ERN - 100965W



H. H. Bandukwala
Partner

Mumbai.
Dated : 29-05-2014

Corporate information

Satyam Silk Mills Ltd. (U17110MH2004PTC030725) (the company) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on the Bombay Stock Exchange Limited in India. The company is presently engaged in non-operational activities of investments in shares and securities.

Basis of Preparation

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.

1. Summary of significant accounting policies

- (a) Use of Estimates - The presentation of financial statements is in conformity with the generally accepted accounting principles 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 period. Difference between the actual and the estimates are recognized in the period in which the results are known / materialized.
- (b) Fixed Assets - Fixed assets are stated at cost of aquisition or construction including incidental expenses related to the acquisition or construction of the asset and the same are shown net of accumulated depreciation.
- (c) Depreciation - Depreciation on fixed assets used for the purpose of business is provided on written down value basis as per the provisions of the Income Tax Act, 1961.
- (d) Investments - Long Term Investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of investments.
- (e) Impairment of Assets - An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount.
- (f) Revenue & Expenditure - All income and expenditure having a material bearing on the financial statements are recognised on accrual basis.

1.1 Other Notes**(a) Auditors Remuneration :**

Statutory Audit Fees
Certification
(including Service Tax)

	31 March 2014	31 March 2013
Statutory Audit Fees	20,225	14,045
Certification	13,482	13,482
(including Service Tax)	33,707	27,527

(b) Deferred Tax Asset

Tax on Long Term Capital Loss @ 20.6%
Tax on Short Term Capital Loss @ 30.9%
Tax on Business and Depreciation Loss @ 30.9%

Tax on Long Term Capital Loss @ 20.6%	1,552	3,391
Tax on Short Term Capital Loss @ 30.9%	1,661,956	1,661,956
Tax on Business and Depreciation Loss @ 30.9%	132,592	81,583
	1,796,100	1,746,930

Note : In the absence of virtual certainty of availability of sufficient future taxable income against which such deferred tax asset can be realized, the same has not been recognized in the books of account in line with Accounting Standard 22 dealing with "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

- (c) As the Company does not have distinguishable business segments, the requirement to give segment reporting as per Accounting Standard (AS 17) on Segment Reporting issued by the Institute of Chartered Accountants of India is not applicable.
- (d) No related party transactions are identified by the management.
- (e) On sale of long term investments, cost of investments sold are credited to Investment account

the Institute of Chartered Accountants of India.

- (f) Balance of debtors, creditors and other advances are subject to confirmation. However, in the opinion of the Board, Current Assets, Loans and Advances have value which on realisation, in the ordinary course of business would atleast be equal to the amount at which they are stated.
- (g) Previous year's figures have been regrouped wherever necessary.

2. Share Capital

Authorised

8,00,000 (8,00,000) Equity Shares of ₹ 10 each

20,000 (20,000) 1% Non-Cumulative Redeemable
Preference Shares of ₹ 100 each

	31 March 2014	31 March 2013
8,00,000 (8,00,000) Equity Shares of ₹ 10 each	8,000,000	8,000,000
20,000 (20,000) 1% Non-Cumulative Redeemable Preference Shares of ₹ 100 each	2,000,000	2,000,000
	10,000,000	10,000,000
Issued Subscribed & Paid Up		
7,35,000 (7,35,000) Equity Shares of ₹ 10 each fully paid up	7,350,000	7,350,000

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

	31 March 2014		31 March 2013	
	NUMBER	AMOUNT	NUMBER	AMOUNT
at the beginning of the period	735,000	7,350,000	735,000	7,350,000
issued during the year	-	-	-	-
bought back during the year	-	-	-	-
outstanding at the end of the period	735,000	7,350,000	735,000	7,350,000

(b) The par value of Equity Share is ₹ 10.

(c) The terms / rights attached to the Equity Shares :

The Company has only one class of Equity Shares. Each holder of equity shares is entitled to one vote per share. The Equity shareholders are entitled to dividend only if dividend in a particular financial year is recommended by the Board of Directors and approved by the members at the Annual General Meeting of that year. In the event of the liquidation of the Company, if the assets available for distribution are less than the paid up share capital, then the shortfall will be borne by the members proportionately. Where there is an excess, the same shall be distributed proportionately amongst the members.

(d) Details of shareholders holding more than 5% shares in the company

NAME OF SHAREHOLDER	31 March 2014		31 March 2013	
	NO. OF SHARES HELD	% OF HOLDING	NO. OF SHARES HELD	% OF HOLDING
Mrs. Laxmi Jain	73,800	10.04	73,800	10.04
Mr. Anand Jain	73,600	10.01	73,600	10.01

(e) Aggregate number of Shares allotted for consideration other than cash Nil

Aggregate number of Shares allotted as Bonus Shares Nil

Share bought back Nil

(during the period of five years immediately preceding the reporting date)

3. Reserves & Surplus

	31 March 2014	31 March 2013
Capital Redemption Reserve		
Balance as per the last financial statement	(A) 2,000,000	2,000,000
Profit and Loss Account		
Balance as per the last financial statement	30,788,364	30,651,089
Add : Surplus transferred from Statement of Profit & Loss	91,571	137,275
	(B) 30,879,935	30,788,364
	(A)+(B) 32,879,935	32,788,364

4. Other Current Liabilities

Outstanding Expenses	39,073	14,855
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5. Fixed Assets

Residential Flat		
(a) Gross Block	(A) 105,553	105,553
(b) Depreciation		
Balance as per the last financial statement	78,780	77,371
For the year	1,339	1,409
Balance as on 31-03-13	(B) 80,119	78,780
(c) Net Block	(A)-(B) 25,434	26,773

6. Non-current Investments

Quoted, Non-Trade Investments (valued at cost)		
In Equity Shares of ₹ 10 each - Fully paid up		
27,000 (27,000) - Reliance Industries Ltd.	19,809,418	19,809,418
Note : Mkt. value of Quoted Shares - ₹ 250.97 lacs (₹ 208.90 lacs)		
Unquoted, Non-Trade Investments (valued at cost)		
In fully paid up 1% Optionally Convertible Non-Cumulative		
Redeemable Preference Shares of ₹ 10 each		
Nil (1,500) - Dhruvam Realors P. Ltd.	-	1,500,000
In fully paid Units of ₹ 92,750 each		
15 (Nil) - Urban Infrastructure Opportunity Fund	1,440,120	-
	21,249,538	21,309,418

7. Long Term, Non- Current Loans and Advances

(a) Advances recoverable in cash or kind		
Unsecured, considered good	18,510,399	18,510,399
(b) Other loans and advances		
Advance Income Tax	11,000	-
(Net of provision for taxation)		
	18,521,399	18,510,399

Note : No loans and advances are due by directors or other officers, etc.

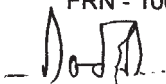
8. Current Investments

Unquoted, Non-Trade Investments (valued at cost)		
In Fully paid Units of ₹ 100 each		
Nil (1078.187) - ICICI Prudential Liquid Instl. Plus Plan - Gr.	-	288,814
2612.236 (Nil) - BSL Floating Rate Short Term Plan - Gr.	431,682	-
	431,682	288,814

	31 March 2014	31 March 2013
9. Cash and Cash Equivalents		
(a) Balance with banks		
Current Account	10,794	17,786
(b) Cash on hand	-	29
	10,794	17,815
10. Other Current Assets		
Sundry Receivable	30,161	-
11. Non Operative Income		
Dividend Income on Long Term Investments	243,000	229,500
Income from Venture Fund	15,245	-
Net gain on sale of investments	68,219	10,006
	326,465	239,506
12. Non Operative Expenses		
Repairs & Maintenance	135,983	9,809
Filing & Listing Fees	37,575	47,794
Profession Tax	2,500	2,500
Auditor's Remuneration	33,707	27,527
Legal & Professional Fees	23,489	8,500
General Expenses	301	4,692
	233,554	100,822
13. Earnings Per Share		
(i) Net Profit after tax as per statement of Profit & loss attributable to Equity Shareholders	91,571	137,275
(ii) Weighted average number of equity shares used as denominator for calculating EPS	735,000	735,000
(iii) Basic and Diluted Earnings Per Share	0.12	0.19
(iv) Face Value per Equity Share	10.00	10.00

For H.H. Bandukwala & Co.,
Chartered Accountants.

FRN - 100965W



H.H. Bandukwala.

Partner.

M.No. 016940

Mumbai.

Dated : 29-05-2014

For and on behalf
of the Board of Directors



(K.K. Chitlangia)

DIN - 00375182



(Raj Kumar Sarawgi)

DIN - 00375257