




Form A

1.	Name of the company	Capital Trust Limited
2.	Annual financial statements for the year ended	31 st March 2013
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	N.A.
5.	To be signed by- <ul style="list-style-type: none">• CEO/Managing Director• CFO• Auditor of the company• Audit Committee Chairman	Duly signed by all



Lugan/K *Varadachari* *EC/...*





Capital Trust

DIRECTORS' REPORT

TO THE MEMBERS OF CAPITAL TRUST LIMITED

Your Directors have pleasure in presenting the 27th Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March 2013.

FINANCIAL RESULTS

The financial results of the Company during the year 2012-13 under review are summarized as under:

Particulars	(Rs. In Lacs)	
	Year Ended 31.03.13	Year Ended 31.03.12
Gross Income from operation	899.39	547.25
Other Income	9.36	29.68
EBIDTA	486.50	189.41
Less:		
Interest	325.31	160.72
Depreciation	6.77	6.60
Profit Before Tax	154.42	22.09
Profit/(Loss) after tax	154.42	17.80
Available for appropriation	-----	-----
Transfer to Reserve fund u/s 45IC of RBI Act, 1934	30.88	3.58
Surplus/deficit carried to Balance Sheet	1.49	(122.04)

The Company's Gross Income for the year ended 31st March 2013 is Rs. 908.75 Lacs before EBIDTA.

DIVIDEND

The Directors express their inability to declare any dividend for the Financial Year 2012-13.

PUBLIC DEPOSITS

The Company has not accepted any public deposits and, therefore, no amount on account of principal or interest on public deposits was outstanding on the date of the Balance Sheet.

Capital Trust Limited, 47 Community Centre, Friends Colony, Delhi - 110 025
Tel: 41627007 Fax: 41628485 Email: info@capital-trust.com Web: www.capital-trust.com





RESERVES AND SURPLUS

The Balance in Reserves and Surplus stands at Rs. 30.88 lacs as on 31.03.2013 after appropriations mentioned above.

PERFORMANCE REVIEW

During the Year under review the company has generated profit after tax of Rs. 154.42 lacs, an increase in profits as compared to last year where the profit was Rs. 17.88 lacs.

STATEMENT PURSUANT TO LISTING AGREEMENT

The Securities of the company are listed on Bombay Stock Exchange and the company has paid Annual Listing fees for the Financial Year 2013-14 to the Exchange.

DIRECTORS

Mr. S. Mahanthy retires by rotation in the ensuing Annual General Meeting and being eligible offer himself for re-election. The company has received a notice under section 257 of the Companies Act, 1956 proposing appointment of Mr. S. Mahanthy as director of the company. The Board recommends his appointment as Director.

Mr. Vijay Kumar, who had been appointed on 25th March 2013 as an Additional Director, pursuant to Section 260 of the Companies Act, 1956, to hold up to the date of Annual General Meeting for the Year 2012-13 shall be regularized as a director subject to approval of shareholders. The Board recommends his appointment as Director.

A brief profile of Mr. Yogen Khosla, Mr. S. Mahanti, and Cdr. K. L. Khullar, and Mr. Vijay Kumar is provided in the Annual Report.

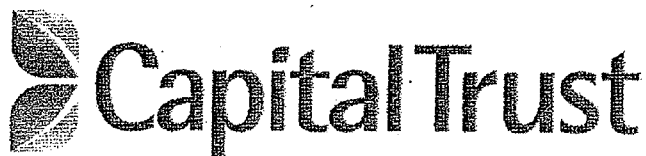
DIRECTORS' RESPONSIBILITY STATEMENT AS PER SECTION 217 (2AA) OF THE COMPANIES ACT, 1956.

Pursuant to Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed,

- (i) That in the preparation of the accounts for the financial year ended 31st March 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgments 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 the financial year and of the profit or loss of the Company for the year under review;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for

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- safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March 2013 on a going concern basis.

The above statements have been noted by the Audit Committee at its meeting held on 8th May 2013.

STATEMENT PURSUANT TO LISTING AGREEMENT

The Securities of the Company are listed at Bombay Stock Exchanges and the Company has paid Annual Listing Fees for the financial year 2013-2014 to the Stock Exchange.

AUDITORS

M/s VSH & Associates, Chartered Accountants, New Delhi, who are statutory auditors of the Company retires at the ensuing Annual General Meeting and are eligible for reappointment.

AUDITORS REPORT

The observations of the Auditors in their report read with the relevant notes to accounts are self-explanatory and do not require further explanation.

EMPLOYEE PARTICULARS

The Statement of employees required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is not annexed, as there is no employee drawing salary exceeding the present limits as provided under the Act.

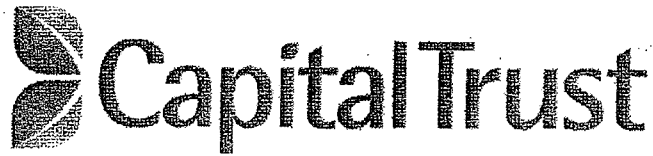
CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT

It has always been a policy of Capital Trust Limited to adopt Fair and Best Corporate Governance Practices. The company complies with all the provisions of revised clause 49 of the Listing Agreement.

The compliance report on Corporate Governance forms part of this Annual Report. The Auditors certificate on the compliance of Corporate Governance code embodied in clause 49 of the Listing Agreement is provided in the Annual Report and form part of the report.

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

The statement containing the necessary information as required under Section 217 (1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in Report of Board of Directors) Rules 1988, relating to conservation of energy, technology absorption is not given as the Company is not engaged in any manufacturing activities.

The details of foreign exchange earnings and outgo is annexed hereto.

ACKNOWLEDGMENTS

Your Directors wish to place on record their appreciation of the dedication and commitment of your Company's employees during the year. Their unstinted support has been and continues to be an integral to your Company's ongoing growth.

Your Directors wish to thank and deeply acknowledge the co-operation, assistance and support extended by the Company's Bankers, Govt. agencies, customers and business associates for their continued co-operation and guidance and look forward to their continued support in future.

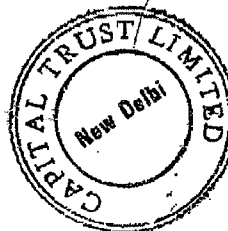
For & on behalf of
Capital Trust Limited

For CAPITAL TRUST LIMITED
S. Mahanthi
S. Mahanthi
(Director)

For Capital Trust Limited

Yogen Khosla
Managing Director
Yogen Khosla
(Managing Director)

Date: 08.05.2013
Place: New Delhi

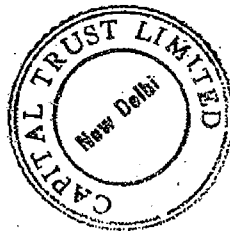




ANNEXURE TO THE DIRECTORS' REPORT

Under The Companies (Disclosure of particulars in the report of the Board of Directors) Rules 1988

A. Conservation of Energy	Not applicable
B. Technology Absorption	Not applicable
C. Foreign Exchange Earning & Outgo	Earnings: NIL Outgo : Rs. 1,68,346



Vivek Gupta
F.C.A.

VSH & ASSOCIATES
Chartered Accountants

E-346, Nirman Vihar, Vikas Marg, Delhi - 110092 Phone No. 4328-2030 Fax : 4328-2035 E-mail : vivek@vshca.com

AUDIT REPORT

To the Board of Directors of Capital Trust Limited.

We have audited the attached Balance sheet of Capital Trust Ltd. as at 31st March 2013 and the Profit & Loss account of the company for the year ended on that date annexed thereto as required by Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 1999 and report as follows:

1. The company has applied for registration as provided in section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) and received the Certificate of Registration bearing No. : B-14.03203.
2. Further to our comments in the annexure referred to in point 1 above, as the company is not accepting public deposits, we report as follows :
 - a) The Board of Directors has passed a resolution for non- acceptance of any public deposits;
 - b) The company has not accepted any public deposits during the relevant period ; and
 - c) The company has complied with prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it.

For V S H & ASSOCIATES
Chartered Accountants
Firm Registration No.012420N



VIVEK K. GUPTA
Partner
Membership No. 091926

Place: New Delhi
Dated: 08/05/2013

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CAPITAL TRUST LIMITED

Report on the Financial Statements

We have audited the accompanying Financial Statement of CAPITAL TRUST LIMITED ('the Company') which comprise the balance sheet as at 31 March 2013, the Statement of Profit and Loss Account 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 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 referred to in Section 211(3C) of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal controls 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 the 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 the 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 the internal controls 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. 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 unqualified 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 the 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 the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
- (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 for the year ended on that date.

Report on Other Legal and Regulatory Requirements

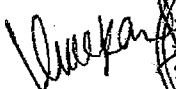

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable 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 purposes of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) the Balance Sheet, 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, Statement of Profit & Loss Account and Cash Flow Statement comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956; and
- e) On the basis of written representations received from directors, as on 31 March, 2013 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31 March, 2013 from being appointed as a director in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.

For V S H & ASSOCIATES
Chartered Accountants
Firm Registration No.012420N

VIVEK K. GUPTA
Partner
Membership No. 091926

Place: New Delhi
Dated: 08/05/2013

ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of Capital Trust Limited ('the Company') for the year ended 31st March 2013. We report that:

1) Fixed Assets

- a) The Company has maintained proper records showing full particulars including quantitative detail and situation of fixed assets.
- b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner at the end of every year. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c) Fixed assets disposed off during the year were not substantial, and therefore, do not affect the going concern assumption.

2) Inventory

The Company is a service company, primarily lending loans at micro level. Accordingly, it does not hold any physical inventories. Thus, paragraph 4(ii) of the Order is not applicable.

3) Loans taken/ given

- a) The Company has taken loans from 3 (Three) companies covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 7.27 Crores and the year-end balance of loans/ Advances taken from these parties/ companies was Rs. 6.68 Crores.
 - b) In our opinion and according to the information and explanations given to us, the rate of interest of such loans is prima facie not prejudicial to the interest of the company. There are no other terms and conditions of such loans.
 - c) The Company is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest.
- 4) In our opinion and according to the information and explanation 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 fixed assets and with regard to the services. The activities of the company do not involve purchase of inventory and the sale of goods. We have not observed any major weakness in the internal control system during the course of our audit.

5) Transactions u/s 301

- a) To the best of our knowledge and belief and according to the information and explanation given to us, we are of the opinion that the transactions of contracts or arrangements that need to be entered in to the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion, and according to the information and explanations given to us, the transactions made in pursuance of contracts and arrangements referred to in (v)(a) above and exceeding the value of Rs 5 lakh with any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6) In Our Opinion and according to the information and explanations given to us, the company has not accepted deposits from the public during the period covered by the audit report. To the best of our knowledge and according to the information and explanations given to us, no order on the company u/s 58A, 58AA or any other relevant provisions of the Act and the rules framed there under. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the company.
- 7) In our opinion, the internal audit system of the Company is adequate commensurate with the size of the Company and nature of its business;
- 8) Company is maintaining Cost Records as required by Section 209(1)(d) of the Act.

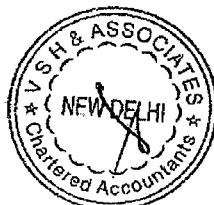
9) Statutory Dues

- a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, amount deducted/accrued in the books of the account in respect of undisputed statutory dues including provident fund, investor education and protection fund, employee state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the company did not have any dues on account of Employees' State Insurance, Custom Duty and Excise Duty.

According to the information and explanation given to us, no undisputed statutory dues payable in respect of provident fund, investor education, and protection fund, employee state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess were in arrears, as at March 31, 2013 for a period of more than six months from the date they become payable.

- b) According to the information and explanation given to us, there are no dues of sales tax, income tax, excise duty and service tax which have not been deposited on account of any dispute.

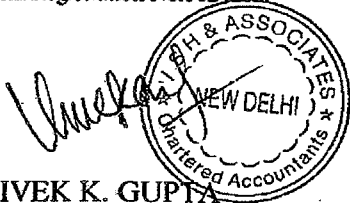
- 10) The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit and also had not incurred any cash losses in the immediately preceding financial year also.



-2-

- 11) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayments of dues to a bank.
- 12) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In our opinion and according to the information and explanations given to us, the company is not a chit fund/nidhi/mutual benefit fund/society.
- 14) In our opinion company has maintained proper records of the transactions and contracts of dealing in shares etc and timely entries have been made therein. Also the shares, securities and other investments have been held by the Company in its own name except to the extent of the exemption granted under section 49 of the Companies Act, 1956 (1 of 1956)
- 15) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- 16) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
- 17) In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used (for long-term investment).
- 18) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- 19) In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our audit. Accordingly, the provisions of clause 4 c (xix) of the Companies (Auditors Report) order 2004 are not applicable to the Company.
- 20) During the period covered by our audit report, the Company has not raised any money by public issues.
- 21) To the best of our knowledge and belief and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
- 22) Other clauses and paragraph 4 of the manufacturing and other Companies (Auditor's Report) Order, 2003 not commented upon are not applicable to the Company.

For V S H & ASSOCIATES
Chartered Accountants
Firm Registration No.012420N



VIVEK K. GUPTA
Partner
Membership No. 091926

Place: New Delhi
Dated: 08/05/2013

Vivek Gupta

F.C.A.

VSH & ASSOCIATES

Chartered Accountants

E-346, Nirman Vihar, Vikas Marg, Delhi – 110092 Phone No. 4328-2030 Fax : 4328-2035 E-mail : vivek@vshca.com

To whom it may concern

This is to certify that M/s Capital Trust Limited continues to undertake the business of NBFC as on 31st March 2013 requiring holding of Certificate of Registration under Section 45-1A of the RBI Act, 1934 (In terms of para 4(v) of cc no. 85 dated 6.12.2006).

Further, the asset income pattern of the company as on 31st March 2013 is as under:

ASSET PATTERN OF THE COMPANY AS ON 31ST MARCH 2013

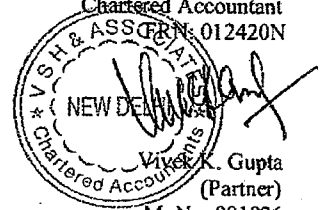
S. No.	Particulars	Amount in lakhs	%age to total assets as on 31.03.2013
1.	Net Fixed Assets	46.50	1.56%
2.	Net Leased Assets	----	----
3.	Net Stock on hire/hypothecation	----	----
4.	Loans and Advances	1713.07	57.32%
5.	Investment in Govt. Sec.	----	----
6.	Interest on Govt. Sec.	----	----
7.	Fixed Deposits	883.87	29.58%
8.	Interest on FDRs	30.37	1.02%
9.	Cash and Bank Balances	191.11	6.40%
10.	Investment in Group Companies	----	----
11.	Other Investments	----	----
12.	Sundry Debtors	22.22	0.75%
13..	Security Deposits	0.55	----
14.	Advance Tax /Interest Tax	24.18	0.81%
15.	Other Assets (Advances recoverable in cash or in kind/Prepaid Expenses etc	76.49	2.56%
	Total Asset	2988.36	100%

INCOME PATTERN AS ON 31ST MARCH 2013

S. No.	Particulars	Amount in lakhs	%age to total assets as on 31.03.2013
1.	Income from Hire Purchase/Hyp	----	----
2.	Interest Earned on FDRs	3.44	0.38%
3.	Interest on Govt. Securities , if any	----	----
4.	Investment Income	0.15	0.01%
5.	Investment income on Loans and Advances	899.39	98.97%
6.	Interest earned others (ICDs) / Int. on I.Tax Refund	----	----
7.	Excess amt. of prov. Written back	----	----
8.	Bad Debts recovered or rent received	----	----
9.	Others	5.78	0.64%
	Total Income	908.76	100%

The Net Owned Fund (NOF) of the Company is Rs 938.01 Lakh as on 31st March 2013.

For VSH & Associates
Chartered Accountant
REG. NO. 012420N


NEW DELHI
Vivek K. Gupta
(Partner)
M. No. 091926

Place: New Delhi
Date: 8th May 2013

CAPITAL TRUST LIMITED

Balance sheet as at 31st March 2013

	Note No.	Year Ended 31st March 2013	Year Ended 31 March 2012
I EQUITY AND LIABILITIES			
(1) SHARE HOLDERS' FUNDS			
(a) Share capital	2	75,000,000	75,000,000
(b) Reserves and surplus	3	18,800,808	3,359,865
(2) NON-CURRENT LIABILITIES			
(a) Deferred tax liabilities (net)		-	-
(b) Long Term Borrowings	4	1,497,359	2,827,157
(c) Other Non-Current Liabilities	5	2,146,066	1,942,736
(3) CURRENT LIABILITIES			
(a) Short Term Borrowings	6	190,110,314	60,727,689
(b) Trade payables	7	6,475,128	5,761,879
(c) Other Current Liabilities	8	4,807,796	3,939,075
Total		298,837,471	153,558,401
II ASSETS			
(1) NON-CURRENT ASSETS			
(a) Fixed assets			
(i) Tangible assets	9	4,650,421	5,421,779
(b) Non-current investments	10	5	5
(2) CURRENT ASSETS			
(a) Trade receivables	11	5,259,459	2,116,265
(b) Cash and cash equivalents	12	19,110,738	16,969,036
(c) Short-term loans and advances	13	269,816,848	129,051,316
Total		298,837,471	153,558,401
SIGNIFICANT ACCOUNTING POLICIES	1		

See accompanying notes forming part of financial statements

As per our report attached
For VSH & ASSOCIATES
Chartered Accountants
Firm Registration Number 012420 N

Vivek Gupta
Partner
Membership No. 091926

New Delhi
8th May 2013

Yogen Khosla
Managing Director

Tanya Sethi
Company Secretary

S Mahanti
Director

CAPITAL TRUST LIMITED

Statement of profit and loss for the year ended 31st March 2013

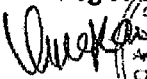
	Note	Year Ended 31st March 2013	Year Ended 31 March 2012
I Revenue from operations	14	89,939,171	54,724,618
II Other income	15	936,140	2,968,372
III Total revenue (I + II)		<u>90,875,311</u>	<u>57,692,990</u>
IV Expenses			
Employee benefits expense	16	26,748,007	25,081,540
Other expenses	17	15,477,804	13,670,955
Total		<u>42,225,811</u>	<u>38,752,495</u>
V Profit before Depreciation, Interest and Tax		48,649,500	18,940,495
Depreciation and amortization expense	18	677,135	659,905
Finance costs	19	32,531,422	16,071,671
VI Profit/(loss) before tax		<u>15,440,943</u>	<u>2,208,919</u>
VII Tax expense			
Current tax		-	421,000
Deferred tax		-	-
Total Tax expense		<u>-</u>	<u>421,000</u>
VIII Profit/(loss) after Tax		15,440,943	1,787,919
IX EARNINGS PER EQUITY SHARE	20		
Equity shares of par value ₹.10/- each			
(a) Basic		2.06	0.24
(b) Diluted		2.06	0.24
Number of shares used in computing earnings per share			
(a) Basic		7,500,000	7,500,000
(b) Diluted		7,500,000	7,500,000

SIGNIFICANT ACCOUNTING POLICIES

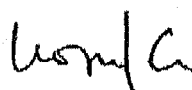
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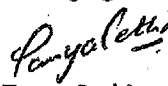
See accompanying notes forming part of financial statements

As per our report attached
For VSH & ASSOCIATES
Chartered Accountants
Firm Registration Number 012420 N


Vivek Gupta
Partner
Membership No. 091926

New Delhi
8th May 2013


Yogen Khosla
Managing Director


Tanya Sethi
Company Secretary


S Mahanti
Director

CAPITAL TRUST LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

	As at 31-Mar-13 ₹	As at 31-Mar-12 ₹
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax & Extraordinary items	15,440,943	2,208,919
Adjustments for:		
Depreciation	677,135	659,905
(Profit)/Loss on Sale of Assets (Net)	(17,598)	39,095
Provision for NPA/ Doubtful Advances	577,945	288,137
Interest paid to Banks and Financial Institutions	32,531,422	16,071,671
Write Offs	-	-
	<u>49,209,847</u>	<u>19,267,727</u>
Adjustments for:		
Dividend Received	(15,000)	(20,020)
Provision for Income Tax	-	(421,000)
Operating Profit before Working Capital Changes	<u>49,194,847</u>	<u>18,826,707</u>
Adjustments for:		
(Increase)/Decrease in Current Assets	(143,908,728)	26,618,696
Increase/(Decrease) in Current Liabilities & Trade Payable	1,152,000	2,638,894
	<u>(142,756,728)</u>	<u>29,257,590</u>
Cash generated from Operations	<u>(93,561,881)</u>	<u>48,084,297</u>
Net Cash Flow from Operating activities	<u>(93,561,881)</u>	<u>48,084,297</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(441,595)	(2,501,745)
Sale of Fixed Assets	553,417	963,154
Dividend Received	15,000	20,020
Net Cash used in Investing activities	<u>126,822</u>	<u>(1,518,571)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid to Banks and Financial Institutions	(32,531,422)	(16,071,671)
Proceeds from Borrowings	128,108,183	(50,643,202)
Dividend Paid	-	-
Net Cash from Financing Activities	<u>95,576,761</u>	<u>(66,714,873)</u>
Net increase/ (Decrease) in cash and cash equivalents (A+B+C)	2,141,702	(20,149,147)
Cash and cash equivalents at the beginning of the year	16,969,036	37,118,183
Cash and cash equivalents at the close of the year	19,110,738	16,969,036

SIGNIFICANT ACCOUNTING POLICIES

1

See accompanying notes forming part of financial statements

As per our report attached

For VSH & ASSOCIATES

Chartered Accountants


Firm Registration Number: 012420 N

Vivek Gupta


Partner

Membership No: 091926

New Delhi
8th May 2013


Yogen Khosla
Managing Director


Tanya Sethi
Company Secretary


S Mahanti
Director

	Year Ended 31 March 2013	Year Ended 31 March 2012
2. Share capital		
Authorized shares capital		
15000000 (31 March 2013 :15000000) equity shares of ₹10/- each	150,000,000	150,000,000
Issued, subscribed and paid-up capital		
7500000 (31 March 2013 :7500000) equity shares of ₹10/- each	75,000,000	75,000,000
Total issued, subscribed and fully paid-up shares capital	75,000,000	75,000,000

The Company has only one class of shares referred to as equity shares having a par value of of ₹10/- each holder of equity shares is entitled to one vote per share

Reconciliation of the shares outstanding

Equity shares

At the beginning of the period	7,500,000	7,500,000
Addition / (Deletions)	NIL	NIL
Total	7,500,000	7,500,000

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

Name of Shareholder	As at 31st March 2013		As at 31 March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
I C Construction & Services Ltd	2784053	37.121%	2784053	37.121%
Yogen Khosla	1244865	16.598%	1244865	16.598%
Indo Crediop Pvt Ltd	1153201	15.376%	1153201	15.376%
Total	5182119	69.095%	5182119	69.095%



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CAPITAL TRUST LIMITED

Notes to financial statements for the year ended 31st March 2013

	Year Ended 31 March 2013	Year Ended 31 March 2012
3 Reserve and surplus		
(a) Capital Reserve		
Balance as per the last financial statements	227,400	227,400
Add: additions during the period	-	-
Less: adjustment during the period	-	-
Closing Balance	227,400	227,400
(b) Securities premium account		
Balance as per the last financial statements	8,614,800	8,614,800
Add:/Less: Additions/Deletions	-	-
Closing Balance	8,614,800	8,614,800
(c) General reserve		
Balance as per the last financial statements	3,456,545	3,456,545
Add: amount transferred from surplus balance in the statement of profit and (loss)	-	-
Closing Balance	3,456,545	3,456,545
(d) Reserve Fund u/s 45 I C of RBI Act, 1934		
Balance as per the last financial statements	3,264,776	2,906,776
Add: additions during the period	3,088,200	358,000
Closing Balance	6,352,976	3,264,776
(e) Surplus/(deficit) in the statement of profit and loss		
Balance as per the last financial statements	(12,203,656)	(13,633,575)
Profit for the year	15,440,943	1,787,919
Less: Transferred to Reserve Fund u/s 45 I C of RBI Act 1934	3,088,200	358,000
Net surplus in the statement of profit and loss	149,087	(12,203,656)
Total	18,800,808	3,359,865
4. Long-term borrowings -Secured		
Term loans **		
- from banks		
i. Term Loan from Banks	-	808,662
ii. HDFC Bank (Auto Loan)	259,086	442,776
iii. HDFC Bank (Auto Premium Loan)	1,238,273	1,575,719
Total	1,497,359	2,827,157
1. Term Loans from banks are secured against assignment of Micro & Small Enterprise Finance receivables on 1st charge on specific book debts and personal guarantee of Managing Director Repayment shall be made in 30 equal Installments of ₹.8,33,333/- along with interest @ 15.5 % P A at the end of every month commencing from 30-Nov-10.		
2. Vehicle Loans are secured against hypothecation of respective Vehicles		
i. HDFC Bank Auto Loan NO. 16774738 repayable in 60 monthly equal instalments of ₹.18,537/- including interest @10.76% P A commencing from 5th July 2010.		
ii. HDFC Bank Auto Premium Loan No.20464597 repayable in 60 monthly equal instalments of ₹.41,852/- including interest @11.57% PA commencing from 5th March 2012		
5. Other Long-Term Liabilities		
Provision for Gratuity	2,146,066	1,942,736
Total	2,146,066	1,942,736
1) The liability for gratuity is covered under the group gratuity scheme with Life Insurance Corporation of India and Contributions made to the current year have been charged to Profit & Loss Account as per certificate provided by LIC of India and counter certificate from Certified Actuary as on 31st March 2013		



	Year Ended 31 March 2013	Year Ended 31 March 2012
6 Short Term Borrowings - Secured		
I Term Loans - Secured		
Term Loan from Banks		
a) Cash Credit from Vijaya Bank, New Delhi	9,986,985	9,938,813
b) Term Loan from Banks	-	10,000,000
II Term Loan from Others (Unsecured)		
a) Term Loan from Ananya Finance for Inclusive Growth Pvt Ltd	-	8,888,876
b) Term Loan from Mas Financial Services Ltd	103,333,329	-
c) Term Loan from Mount Nathan Advisors Pvt Ltd	10,000,000	-
III Loans and advances from related parties*		
a) Call Deposit from Corporate Bodies	66,790,000	31,900,000
Total	190,110,314	60,727,689

- Cash Credit from Vijaya Bank secured against assignment of Small Enterprise Finance receivables on 1st charge on specific book debts and personal guarantee of Managing Director
Cash Credit Limit for a period of 12 months repayable monthly along with interest @ 16.25% PA as per drawing power based on monthly stock statement.
- Term Loan from banks are secured against assignment of Micro & Small Enterprise Finance receivables on 1st charge on specific book debts and personal guarantee of Managing Director
Repayment shall be made in 30 equal Installments of ₹.8,33,333/- along with interest @ 15.5 % P A at the end of every month commencing from 30-Nov-10.
- Term Loans from others (unsecured) except Mount Nathan are secured against assignment of Micro & Small Enterprise Finance receivables on 1st charge on specific book debts. Terms of Loans given in the table.

Loan Amount Outstanding	Date of Disbursement	Period in months	Rate of Interest	Monthly EMI	
Mas Financial Services Ltd	8333330	7-May-12	12 months	16.00%	4166667
Mas Financial Services Ltd	12499997	15-Jun-12	12 months	16.00%	4166667
Mas Financial Services Ltd	12500000	31-Jul-12	12 months	16.00%	2500000
Mas Financial Services Ltd	20000002	28-Sep-12	12 months	16.00%	3333333
Mas Financial Services Ltd	50000000	2-Feb-13	12 months	16.00%	4166667
Mount Nathan Advisors Pvt Ltd	10000000	2-Mar-13	9 months	9.00%	Bullet end term with Interest

5 Call Deposits from Corporate Bodies terms of Loans are:

Name	Amount	Rate of Interest	Repayment Term
I C Construction & Services Ltd	34805000	20.00%	On Demand
First Realtors Pvt Ltd	11985000	20.00%	On Demand
Indo Crediop Pvt Ltd	20000000	20.00%	On Demand

7 Trade Payables

(a) Trade payables (Due within 1 year)

Sundry creditors

- Due to Micro & Small Enterprise Finance
- Due to Others

6,475,128	5,761,879
6,475,128	5,761,879

8 Short Term Provisions

(a) Current Commitments of Long Term Borrowings

(b) Statutory dues payable

- TDS and service Tax payable
- PF, ESI payable

521,137	465,781
704,965	423,887
350,192	355,139

1,576,294	1,244,807
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(b) Provision

- Provision for gratuity
- Provision for Bonus
- Provision for Salary
- Other Provisions

746,838	392,591
737,581	648,629
1,630,002	1,653,048
117,081	-
3,231,502	2,694,268

Total

4,807,796	3,939,075
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CAPITAL TRUST LIMITED

Notes to financial statements for the year ended 31st March 2013

9 Fixed Assets

	Gross Block			Depreciation			Net Block	
	At 1st April 2012	Additions	At 31st March 2013	Charge for the year	Disposals	At 31st March 2013	At 31st March 2013	At 31 March 2012
Tangible assets								
Plant & Equipments	1,559,240	-	574,240	702,833	622,598	109,811	464,429	856,407
Computer	849,503	441,595	1,019,198	265,336	98,483	294,619	724,579	584,167
Furniture & Fixtures	711,297	-	711,297	564,860	-	609,882	101,415	146,437
Vehicles	4,938,789	-	4,938,789	1,161,442	-	1,630,621	3,308,168	3,777,347
Office Equipments	117,704	-	117,704	60,282	-	65,874	51,830	57,421
Total	8,176,533	441,595	7,361,228	2,754,753	721,081	2,710,807	4,650,421	5,421,779
Previous Year	9,158,202	2,501,745	8,176,533	4,576,014	2,481,165	2,754,754	5,421,779	4,582,188

Profit/(Loss) Net on disposal of Fixed Assets during the year ended 31st March 2013 is ₹. 17598 Previous Year ₹. (39095)



J P

	Year Ended 31 March 2013	Year Ended 31 March 2012
10 NON CURRENT INVESTMENTS - UNQUOTED		
(a) Investments in Equity shares : Un Quoted		
- Investment in others-unquoted shares	81,104	81,104
	<u>81,104</u>	<u>81,104</u>
Less:-Provision for diminution	81,099	81,099
	<u>5</u>	<u>5</u>

11 Trade Receivables(Unsecured, considered good)

Outstanding for a period exceeding 6 months from the date they are due for payment

Other Debts

Total

	Year Ended 31 March 2013	Year Ended 31 March 2012
Outstanding for a period exceeding 6 months from the date they are due for payment	1000	0
Other Debts	5,258,459	2,116,265
Total	<u>5,259,459</u>	<u>2,116,265</u>

12 Cash and Cash Equivalents

Cash on hand
Balances with banks:
in current accounts
In Fixed Deposits

	Year Ended 31 March 2013	Year Ended 31 March 2012
Cash on hand	81,722	186,510
Balances with banks: in current accounts	19,029,016	6,782,526
In Fixed Deposits	-	10,000,000
	<u>19,110,738</u>	<u>16,969,036</u>



J P

13. Short Term Loans and advances

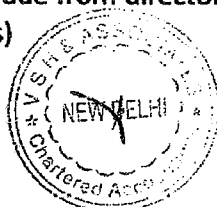
	Year Ended 31 March 2013	Year Ended 31 March 2012
(a) Short Term Advances (Unsecured)		
(i) Micro Credit Loan		
Unsecured, considered good	-	1,332,949
Less Assignment of receivables by way of Securitization/Sale	-	1,332,949
Less Contingent Provision Against Standard Assets/ Loan Loss Provision	-	-
(ii) Micro & Small Enterprise Finance	418,634,493	250,624,845
Less Assignment of receivables by way of Sale	11,251,874	150,484,542
Less Assignment of receivables by way of Managed Portfolio	233,494,155	-
Less Contingent Provision Against Standard Assets/ Loan Loss Provision including Managed Portfolio/Sold Portfolio	2,581,384	670,490
	<u>171,307,080</u>	<u>99,469,813</u>
	<u>171,307,080</u>	<u>99,469,813</u>
(b) Security Deposits		
Unsecured, considered good	88,442,432	28,677,575
	<u>88,442,432</u>	<u>28,677,575</u>
(c) Advances recoverable in cash or kind (specify nature)		
Unsecured, considered good	609,020	364,170
	<u>609,020</u>	<u>364,170</u>
(d) Other Loans and Advances		
Income Tax Paid (Net of Provisions)	2,418,444	539,758
Loan to employees	94,722	-
Prepaid expenses	6,945,150	-
	<u>9,458,316</u>	<u>539,758</u>
Total	<u>269,816,848</u>	<u>129,051,316</u>

a) In the opinion of the Board of Directors aggregate value of the Current Assets, Loans & Advances on realization in the ordinary course of the business shall not be less than the amount at which they are stated in the Balance Sheet.

b) (i) Contingent Provision Against Standard Assets/Loan Loss Provision had been Provided as per RBI Guidelines

(ii) Contingent Liabilities on account of Sale of Portfolio/Advance Funding Facility extended by Mas Financial Services Ltd principal and interest ₹.24,94,85,188.00 (Previous Year ₹.17,18,62,320.00)

c) Aggregate amount of debtors/loans due from directors and companies in which they are directors/members are ₹.NIL Lacs. (Previous Year ₹ .NIL Lacs)



JPK

14 Revenue from operations

	Year Ended 31 March 2013	Year Ended 31 March 2012
Interest Received on Micro Credit Loan	-	15,246,048
Interest Received on Micro & Small Enterprise Finance	64,165,415	25,066,229
Income from Portfolio Sale	6,334,830	11,419,688
Interest Received on Security Deposit/Loan	5,745,609	820,219
Income from Assignment/Securitization of Loan	-	2,172,434
Interest Received on Managed Portfolio	13,693,317	-
	89,939,171	54,724,618

15 Other income

	Year Ended 31 March 2013	Year Ended 31 March 2012
Interest income		
- from Bank Short Term Deposits	343,515	1,232,342
Dividend income		
- from Long-term investments	15,000	20,020
Other Income	577,625	1,716,010
	936,140	2,968,372

1) Other Income includes ₹223990/- (Previous Year : ₹.14,00,641/-) in respect of amount received on closure of two wheler finance division of the company as out of court settlement of NPA's Civil cases pending in District Courts.

16 Employee benefit expense

	Year Ended 31 March 2013	Year Ended 31 March 2012
Salaries, wages and bonus	19,660,415	19,917,551
Contribution to provident fund and other funds	2,729,780	2,124,513
Directors Remuneration	3,536,742	2,436,420
Staff welfare expenses	821,070	603,056
	26,748,007	25,081,540

1) The liability for gratuity is covered under the group gratuity scheme with Life Insurance Corporation of India and Contributions made for the current year have been charged to profit and loss account as per certificate provided by LIC of India and counter certificate from certified Actuary as on 31st March 2013.



J P

17 Other expenses

	Year Ended 31 March 2013	Year Ended 31 March 2012
Listing & Filing Fee	72,137	83,886
Electricity expenses	505,268	440,002
Rent Paid	4,391,565	4,350,100
Repairs and maintenance - Plant & Equipments	234,207	245,413
Repairs and maintenance - Others	1,065,535	848,014
Insurance	634,639	98,175
Vehicle Running Expenses	377,657	159,842
General Expenses	75,420	89,926
Legal and professional expenses	334,935	262,772
Directors sitting fee	30,750	30,750
Loss on sale / disposal of assets (Net)	-	39,095
Business Promotion Expenses	268,387	168,976
Postage & Stamps	656,171	259,097
Advertising and sales promotion	84,704	109,059
Travelling and conveyance Directors	430,727	1,002,103
Travelling and conveyance Others	3,340,352	2,652,609
Communication costs	900,154	891,353
Printing and stationery	637,154	759,831
Auditors Remuneration		
(a) Statutory Audit Fees	112,360	95,506
(b) Taxation matters	16,854	24,839
(c) Other Services (certification fees)	11,236	16,545
Miscellaneous Balances w/off	17,359	-
Fee & Subscription	4,775	754,925
Loan Loss w/off	697,513	-
Loan Loss Provision	161,851	16,497
Provision Against Standard Assets	416,094	271,640
	<u>15,477,804</u>	<u>13,670,955</u>

18 Depreciation and amortization expenses

	Year Ended 31 March 2013	Year Ended 31 March 2012
Depreciation of tangible assets	677,135	659,905
	<u>677,135</u>	<u>659,905</u>

19. Finance costs

	Year Ended 31 March 2013	Year Ended 31 March 2012
<i>Interest Expenses</i>		
Term Loan	17,949,768	9,037,445
Cash Credit	789,306	892,489
Intercorporate Deposits	9,278,935	3,591,100
Processing Fee	4,006,351	2,105,784
Interest on Vehicle Loan	258,888	92,491
Bank Charges	248,174	352,361
	<u>32,531,422</u>	<u>16,071,671</u>

20 EARNINGS PER EQUITY SHARE

Equity shares of par value ₹.10/- each

(a) Basic	2.06	0.24
(b) Diluted	2.06	0.24
Number of shares used in computing earnings per share		
(a) Basic	7,500,000	7,500,000
(b) Diluted	7,500,000	7,500,000



21 GRATUITY

Gratuity and other post-employment benefit plans

The Company has made provision in the Accounts for Gratuity based on Actuarial valuation. The particulars under the AS 15 (Revised) furnished below are those which are relevant and available to company for this year.

Statement of profit and loss

Net employee benefit expense recognised in the employee cost

	Year Ended 31 March 2013	Year Ended 31 March 2012
Current service cost	441,810.00	372,829.00
Past service cost	-	-
Interest cost on benefit obligation	272,989.00	194,453.00
Expected return on plan assets	(85,563.00)	(81,980.00)
Net actuarial (gain)/loss recognized in the year	134,931.00	345,926.00
Net benefit expense	764,167.00	831,228.00
Actual return on plan assets	(85,563.00)	(81,980.00)

Balance sheet

Benefit asset/liability

	Year Ended 31 March 2013	Year Ended 31 March 2012
Present value of defined benefit obligation	3,932,870	3,174,293
Fair value of plan assets	1,039,966	992,870
Plan asset/(liability)	2,892,904	2,181,423

Changes in the present value of the defined benefit obligation are as follows:

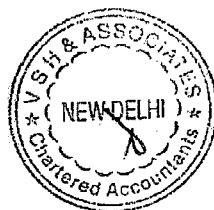
	31 March 2013	31 March 2012
Opening defined benefit obligation	3,174,293	2,261,085
Current service cost	441,810	372,829
Past Service cost	-	-
Interest cost	272,989	194,453
Benefits paid	(91,153)	-
Actuarial (gain)/losses on obligation	134,931	345,926
Closing defined benefit obligation	3,932,870	3,174,293

The principal assumptions used in determining gratuity and Compensated absence benefit obligations for the company's plan are shown below:

	31 March 2013	31 March 2012
Discount rate	8.60	8.60
Expected salary Escalation rate	10.00	10.00
Retirement Age	58	58
Mortality table	Indian Assured Lives Mortality (1994-96) (modified)	Indian Assured Lives Mortality (1994-96) (modified)
Withdrawal rate	20% per annum	17.78% per annum
All Ages		

Amounts for the current and previous available periods are as follows:

	31 March 2013	31 March 2012
Gratuity		
Defined benefit obligation	3,932,870	3,174,293
Plan assets	1,039,966	992,870
Surplus/(deficit)	(2,892,904)	(2,181,423)
Experience adjustments on plan liabilities	(32,945)	(345,926)
Experience adjustments on plan assets	-	-
Post employment medical benefit		
Defined benefit obligation	-	-
Experience adjustments on plan liabilities	-	-



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SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Policies.

1.1 Corporate Information

Capital Trust Limited is a public company incorporated in India under the provisions of the Companies Act, 1956. Its shares are listed on Mumbai Stock Exchange. The Company is engaged in the Business of Small Enterprise Loan.

1.2 Basis of preparation of financial statements

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles(GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed by the Companies(Accounting Standards) Rules, 2006, the provisions of the Companies Act,1956 and guidelines issued by the Securities and Exchange Board of India(SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.

1.3 Use of estimates

a) The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

b) Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

c) The Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal.

1.4 Recognition of Income & Expenditure:-

a) Micro & Small Enterprise Finance Interest income is accounted in accordance with the terms of agreements with the Borrowers on Accrual basis

b) Income from Sale of Advances (True Sale) are recognised on Date of Sale of Assets.

c) All other incomes are accounted for on accrual basis.

1.5 Provisions and contingent liabilities

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.6 Depreciation

a) Depreciation is provided on SLM as per schedule XIV to the Companies Act 1956 on pro-rata basis with reference to the period of use.

b) Depreciation on additions to assets or on sale/discardment of assets is calculated on pro-rata basis from the date of such addition or up to the date of such sale/discardment, as the case may be.



Wom/C
Prakash
Rangaraj

1.7 Fixed Assets:

All Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. Subsequent expenditure, which substantially enhances the previously assessed standard performance of the asset, is added to the carrying value.

1.8 The Company had collected a sum of ₹Rs.NIL. Previous Year Rs.54,88,285/- (Net)) from its members by way of Welfare Fund reflected in Other Liabilities. The Fund is created exclusively for the utilization of the welfare activities of the members after successful and timely completion of Loan repayments. This Fund would be utilized for adjustment of Loan in case of any eventuality of serious injury or death, insurance premium for death cases, development of the surrounding area of borrowers villages, development by way of construction of Roads, Bridges, community centers in the vicinity of Borrowers living areas, Financial aid for the education of the members children's, and medical assistance to the members.

1.9 Foreign currency transaction:

All incomes or expenditure in Foreign Currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place.

1.10 Retirement Benefits:

The Company has subscribed the "Group Gratuity Scheme of LIC" for purpose of discharging the gratuity liability under the payment of Gratuity Act. The provision of Gratuity is made as per premium due/payable for the year as per calculation of premium on Actuarial basis certified by LIC of India and a counter certificate from a Certified Actuary as required by AS-15.

Contributions to the Provident Fund and Superannuation Fund are charged to the Profit & Loss Account.

1.11 Borrowing costs:

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset is capitalizes as part of the cost of that asset wherever applicable. Other borrowing costs are recognized as an expense in the period in which they are incurred.

1.12 Earning Per Share:

The Company reports basic and diluted Earning Per Share in accordance with Accounting Standard 20 on "Earning Per Share". Basic Earning Per Share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted Earning Per Share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

1.13 Impairment of Assets:

At the Balance Sheet date, the Company reviews the carrying amount of Fixed Assets to determine whether there is any indication that those assets suffered an impairment loss and provides, if any.

1.14 Taxation:

a) No provision for tax is created in view of taxes paid during the year as MAT (Minimum Alternate Tax) are to be adjusted with future normal taxes payable by the company.

b) Deferred tax is calculated at the rates and laws that have been enacted or substantively enacted as of the Balance Sheet date and is recognized on timing difference that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized in future.

1.15 Investment

Trade investments are the investments made to enhance the Company's business interests. Investments are either classified as current or non current based on Management's intention at the time of purchase. Current investments are carried at the lower of cost and fair value of each investment individually. Non current investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.

1.16 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



W. K. C. Panyasethi Anant

- 22 Actual receipts of foreign currency is Rs.NIL (previous Year Rs.NIL).
- 23 Foreign currency outflow on travelling and business promotion expenses are ₹.1,68,346 /- (previous year ₹.3,68,774/-)
- 24 **Deferred Tax:**
In view of no taxable income in the current year and also due to uncertainty in future taxable income, the Company has not recorded net Deferred Tax Assets of ₹.15.00 Lacs as on 31.03.2013 (Previous Year ₹.67.64 Lacs) arising on account of timing difference as stipulated in Accounting Standard-22 on "Accounting for Taxes on Income".
- 25 As per Certificate obtained from Certified Actuary the company is having an excess provision of gratuity to the extent of 1.54 Lacs. However, no provision is reversed during the year. As per the certificate of Actuary certain previous year figures including "Experience Adjustment on Plan Liabilities-(Gain)/Loss" are not available.

26 **Sale of Micro & Small Enterprise advances**

PARTICULARS	(₹. In lacs)	(₹. In lacs)
	31.03.2013	31.03.2012
Assets De recognised	2334.94	627.95
Interest Received on Managed Portfolio	136.93	21.72

- (ii) During the year the Company has sold Small Enterprise Loans through direct Assignment/Sale. The information on direct assignment activity of the company as an originator is as shown below:-

PARTICULARS	(₹. In lacs)	(₹. In lacs)
	31.03.2013	31.03.2012
Total No of Loan Assigned/sold	5219	11381
NPV of Book value of Loans assigned/sold	670.18	1793.98
Sale consideration received for the loan assigned/sold	733.52	1908.17
Income from Portfolio Sale	63.34	114.19

27 **Segment Reporting**

The Company has only one business segment "Financing" as its primary segment and hence disclosure of segment-wise information is not required under Accounting Standard 17 - "Segmental Information" notified pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended).

The Company has only one Geographical Segment. The Company caters mainly to the needs of the domestic market.

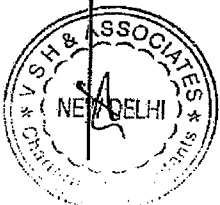
28 **Schedule to the Balance sheet of NBFC (as required in terms of paragraph 9BB of Non Banking Financial Companies prudential norms (Reserve Bank) directions, 1998**

1	Particulars	Amount in (₹.)	
		Amount outstanding	Amount overdue
	Liabilities Side:		
	Loans and advances availed by the NBFCs inclusive of interest thereon but not paid:		
	(a) Debentures : Secured	0	0
	: Unsecured (other than falling within the Meaning of public deposits)	0	0
	(b) Deferred Credits	0	0
	(c) Term Loans	115351825	0
	(d) Inter-corporate loans and borrowing	66790000	0
	(e) Commercial Paper	0	0
	(f) Public Deposits	0	0
	(g) Other Loans (Specify nature) Cash Credit Facility	9986985	0



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2	Break-up of (1) (f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) : (a) In the form of Unsecured debentures (b) In the form of partly secured debentures i.e debentures where there is a shortfall in the value of security (c) Other Public deposits Assets side:	0 0 0 0
		Amount Outstanding
3	Break-up of Leased Assets and Advances including Bills receivables (other than those included in (4) below): (a) Secured (b) Unsecured -Receivable under financing activity	0 418634493
4	Break-up of Leased Assets and stock on hire and Hypothecation loans counting towards EL/HP activities (i) Lease assets including lease rentals under sundry Debtors: (a) Financial Lease (b) Operating Lease (ii) Stock on hire including hire charges under Sundry Debtors (a) Assets on hire (b) Repossessed Assets (iii) Hypothecation loans counting towards EL/HP activities (a) Loans where assets have been repossessed (b) Loans other than (a) above	0 0 0 0 0 0 0 0
5	Break-up of Investments:	
	Current investments:	
	1. Quoted:	
	(i) Shares: (a) Equity (b) Preference	0 0
	(ii) Debentures and Bonds	0
	(iii) Units of mutual funds	0
	(iv) Government Securities	0
	(v) Others (Please specify)	0
	(2) Unquoted:	
	(i) Shares: (a) Equity (b) Preference	0 0
	(ii) Debentures and Bonds	0
	(iii) Units of mutual funds	0
	(iv) Government Securities	0
	(v) Others (Please specify)	0
	Long Term Investments:	
	1. Quoted:	
	(i) Shares: (a) Equity (b) Preference	0 0
	(ii) Debentures and Bonds	0
	(iii) Units of mutual funds	0
	(iv) Government Securities	0
	(v) Others (Please specify)	0
	(2) Unquoted:	
	(i) Shares: (a) Equity (b) Preference	0 0
	(ii) Debentures and Bonds	0
	(iii) Units of mutual funds	0
	(iv) Government Securities	0
	(v) Others (Please specify)	0



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6	Borrower group-wise classification of all leases assets, Stock-on-hire and loans and advances:			
	Category	Amount Net of Provisions		
		Secured	Unsecured	Total
	1. Related Parties**			
	(a) Subsidiaries	0	0	0
	(b) Companies in the same group	0	0	0
	(c) Other related parties	0	0	0
2. Other than related parties	0	416053109	416053109	
Total	0	416053109	416053109	
7	Investor group-wise classification of all investments (current and long term) in shares and securities (both			
	Category	Market Value/Break-up or fair value or NAV	Book Value (Net of Provisions)	
	1. Related Parties **			
	(a) Subsidiaries	0	0	
	(b) Companies in the same group	0	0	
	(c) Other related parties	0	0	
	(d) Other than related parties	1	1	
Total	1	1		
8	Other information			
		Particulars	Amount	
	(i)	Gross Non-Performing Assets	1669605	0
		(a) Related parties	0	0
		(b) Other than related parties	1669605	0
	(ii)	Net Non-performing Assets	1669605	0
		(a) Related parties	0	0
		(b) Other than related parties	1669605	0
	(iii)	Assets acquired in satisfaction of debt	0	0

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Related Party Information:

1. Relationship
 - (a) Key Management Personnel
 - 1 Mr. Yogen Khosla (Managing Director)
 - 2 Mr. Surendra Mahanti (Director)
 - 3 Cdr. K L Khullar (Retd) (Director)
 - (b) Relatives of Key Management Personnel
 - 1 Mrs. Anju Khosla
 - 2 Yogen Khosla & Sons HUF
 - (c) Other Related Parties where control exists:
 - 1 M/S First Realtors Pvt Ltd
 - 2 M/S Italandian Trade & Financial Services P. Ltd.
 - 3 M/S I C Construction & Services Ltd
 - 4 M/S Indo Credip Pvt Ltd
 - 5 M/S Vaibhav Farms Pvt Ltd
 - 6 M/S Vishwas Credit & Livelihood Programme
 - 7 M/S Dreamcann Foods Pvt Ltd

Note:

- 1 Related party relationship on the basis of requirements of Accounting Standard 18 (AS-18) is identified by the Company and relied upon by the Auditors.
- 2 Transaction carried out with related parties referred in 1 above, in ordinary course of business:



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Nature of Transactions	Year Ended	Related Parties		
		Referred in 1(a) above	Referred in 1(b) above	Referred in 1(c) above
Finance	Loans & Advances			
	Unsecured Loans			
	(Deposits Recd.) 31/03/2013			559.08
	31/03/2012			346.42
	(Deposits Repaid) 31/03/2013			210.18
	31/03/2012			99.42
	(Deposits Paid.) 31/03/2013			0
	31/03/2012			36.86
	(Deposits Recd.) 31/03/2013			0
	31/03/2012			72.57
Expenses	Interest Paid 31/03/2013			92.79
	31/03/2012			34.22
	Directors Remuneration 31/03/2013	35.37 (including Perquisites of Rs.14.97)		
	31/03/2012	24.36 (including Perquisites of Rs.10.56)		
	Directors Sitting Fee 31/03/2013	0.31		
	31/03/2012	0.31		
	Salary 31/03/2013		10.73	
	31/03/2012		8.67	
	Rent 31/03/2013		9.60	31.04
	31/03/2012		6.60	29.19
	Electricity 31/03/2013			2.02
	31/03/2012			3.3
	Water Charges 31/03/2013			0.07
	31/03/2012			0.01
	Travelling 31/03/2013	4.26	0.08	
	31/03/2012	9.98	1.39	
Other reimbursement 31/03/2013	1.72	1.35		
31/03/2012	1.62	0.28		
Outstandings	Finance			
	Loans & Advances 31/03/2013			
	31/03/2012			
	Unsecured Loans 31/03/2013			667.90
	31/03/2012			319.00

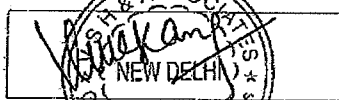
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MSME undertakings as defined under the Micro, Small and Medium Development Act 2006, to whom the Company owes a sum are Rs .NIL Previous year NIL

For V S H & ASSOCIATES

Chartered Accountants

Firm Registration Number 012420 N



Vivek Gupta
Partner
M. No.091926

Yogen Khosla
Managing Director

S Mahanti
Director

Tanya Sethi
Company Secretary

Dated : May 8, 2013
Place: New Delhi