

PASUPATI FINCAP LTD

NOTICE

NOTICE is hereby given that the Sixteenth Annual General Meeting of the Members of the **PASUPATI FINCAP LIMITED** will be held at the Registered Office and Works of the Company at Village Kapriwas (Dharuhera), Distt. Rewari, Haryana on Thursday the 30th September, 2010 at 12.00 Noon to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2010 and Profit & Loss Account for the year ended on that date and the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Sh. Vidit Jain, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from conclusion of this meeting until the conclusion of next Annual General Meeting of the Company and to authorise the Board of Directors to fix their remuneration.

REGISTERED OFFICE

Village Kapriwas
(Dharuhera), Distt. Rewari,
HARYANA

DATED : September 04, 2010

BY ORDER OF THE BOARD
For **PASUPATI FINCAP LIMITED**



VIDIT JAIN
DIRECTOR

NOTES

- i) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself. Such proxy need not be a member of the Company.
- ii) Proxies may be in the form annexed hereto and to be effective must be lodged at the Registered Office of the Company or at its Head Office at 127-128, Tribhuvan Complex, Ishwar Nagar, New Delhi 110 065 not later than 48 hours before the commencement of the meeting.
- iii) The Register of Members and Share Transfer Books of the Company will remain closed from Friday the 24th September, 2010 to Thursday the 30th September, 2010 (both days inclusive).
- iv) Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions in writing to the Company at least ten days before the date of meeting, so that the information required may be made available at the meeting.

PASUPATI FINCAP IMITED

DIRECTORS REPORT AND MANAGEMENT DISCUSSIONS & ANALYSIS

Dear Shareholders,

Your Directors are pleased to present the Annual Report and the Audited Accounts of the Company for the year ended March 31, 2010.

FINANCIAL RESULTS

(Rs.)

Profit After Tax	3,27,479.00
Add: Brought forward Loss from earlier year	<u>(51,99,009.00)</u>
Balance carried to Balance Sheet	<u>(48,71,530.00)</u>

DIVIDEND

The Board of Directors do not recommend any dividend for the year.

AUDITORS

M/s. M.C. Jain & Co., Chartered Accountants are to retire at the conclusion of the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment as auditors of the Company.

DIRECTORS

Sh. Vedit Jain retires by rotation and being eligible offers himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to provisions of Section 217 (2AA) of the Companies Act, 1956 the Directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with the proper explanation relating to material departures;
- (ii) appropriate accounting policies have been selected and have applied them consistently and made judgements 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 period and of the profit and loss of the company for that period;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis.

DEPOSITS

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

**PARTICULARS REGARDING CONSERVATION OF ENERGY,
TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE
EARNINGS & OUTGO**

The Statement containing the necessary information as required u/s. 217(1)(e) read with Companies (Disclosures of particulars in the Report of Board of Board of Directors) Rules, 1998 is given as under:

A. ENERGY CONSERVATION

Your Company has not consumed energy of any significant level and accordingly no measures were taken for energy conservation and no investment has been made for reducing energy conservation.

B. TECHNOLOGY ABSORPTION

The Company has not adopted any foreign technology.

C. FOREIGN EXCHANGE EARNING & OUTGO

Year Ended As at 31.03.2010

Expenditure in foreign currency	NIL
Earning in foreign currency	NIL

HUMAN RESOURCE

Your Directors would like to place on record their deep appreciation of all employees for dedicated and sincere services rendered by them.

As required under the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as amended, there was no employee in receipt of a remuneration exceeding Rs. 2,00,000/- per month if employed for part of the year or Rs. 24,00,000/- if throughout the year.

ACKNOWLEDGEMENT

Your Directors appreciate the dedication and efforts being made by the employees, shareholders and others during the year under review.

By Order of the Board of Directors


VIDIT JAIN
DIRECTOR


REKHA SHARMA
DIRECTOR

Place : New Delhi
Date : September 04, 2010

PASUPATI FINCAP LIMITED

CORPORATE GOVERNANCE

INTRODUCTION

The Securities and Exchange Board of India has introduced a Code of Corporate Governance (Code) by way of amendment to the listing agreements with the Stock Exchanges. The Company has complied with the mandatory requirements of the Code.

(I) Company's Philosophy on Corporate Governance :

The philosophy of the Company is to enhance the long-term economic value of the Company, its stake holders and the society at large by adopting better-corporate practices in fair and transparent manner by aligning interest of the Company with its shareholders and other key stake holders.

(II) Board of Directors :

- a) The total strength of the Board as on 01.04.2009 was 3 Directors comprising of 2 (two) Executive Directors and 1 (one) Non-executive Director. On 01.04.2009, Sh. Anil Kumar Jain Director of the Company resigned and Mr. Praveen Paliwal was co-opted as Director w.e.f. 01.04.2009. Sh. Praveen Paliwal also resigned from the Board of the Company and Mr. Anand Kumar Aggarwal was co-opted as Director with effect from 15.04.2009. Sh. Tushar Jain resigned from the Board of the Company w.e.f. 22.05.2009 and Ms. Rekha Sharma was co-opted on the Board with effect from the same date.
- b) During the year ended 31.03.2010, 6 (six) Board Meetings were held with at least one meeting in every quarter on 02.04.2009, 28.04.2009, 01.06.2009, 22.08.2009, 30.10.2009 & 12.01.2010.

Statement of Attendance of each Director at the Board Meetings held during the Year and Last AGM:

Name of the Director	Executive/ Independent/Non executive/ Nominee	No. of meetings held	No. of meetings Attended	Attendance at last AGM on 15.09.2009
1. Sh. Vidit Jain	Director	6	6	Present
2. Sh. Tushar Jain	Director	2	2	Not Present
3. Sh. Praveen Paliwal	Director	1	No	Not present
4. Sh. Anand Aggarwal	Director	5	5	Not Present
5. Ms. Rekha Sharma	Director	4	4	Present

Details of Board Meetings held during the year:

S.No.	Date	Board Strength	No. of Directors present
1	02.04.2009	3	2
2	28.04.2009	3	3
3	01.06.2009	3	2
4	22.08.2009	3	3
5	30.10.2009	3	3
6	12.01.2010	3	3

Number of Directorship on other Boards & Membership/ Chairmanship of Committees of other Boards:

S.No.	Name of Director	No. of director-Ship in other Boards	Membership of Committees of Other Boards	Chairmanship of Committees of other Boards
1.	Sh. Vidit Jain	4	NIL	NIL
2.	Sh. Tushar Jain	1	NIL	NIL
3.	Sh. Praveen Paliwal	NIL	NIL	NIL
4.	Sh. Anand Kumar Aggarwal	NIL	NIL	NIL
5.	Ms. Rekha Sharma	NIL	NIL	NL

(III) Audit Committee

The strength of the Audit Committee as on 01.04.2009 was three members i.e. Sh. Anil Kumar Jain, Sh. Vidit Jain and Sh. Tushar Jain as Members. Sh. Anil Kumar Jain Member resigned and Mr. Praveen Paliwal was co-opted as member w.e.f. 01.04.2009. Sh. Praveen Paliwal resigned from the Committee and Mr. Anand Kumar Aggarwal was co-opted as Member with effect from 15.04.2009. Sh. Tushar Jain resigned from the Committee w.e.f. 22.05.2009 and Ms. Rekha Sharma was co-opted as Chairman of the Committee with effect from the same date. The role, terms of reference, authority and powers of the Audit Committee are in conformity with the listing agreement and as prescribed under Section 292 A of the Companies Act, 1956.

Composition and Attendance at the Audit Committee Meetings

Date of the Meetings	Composition	Attendance (Yes/ No)	Chairman
28.04.2009	1. Sh. Vidit Jain, Member 2. Sh. Tushar Jain, Member 3. Sh. Anand Kumar Aggarwal, Member	YES YES YES	Sh. Anand Kumar Aggarwal
01.06.2009	1. Sh. Vidit Jain, Member 2. Sh. Anand Kumar Aggarwal, Member 3. Ms. Rekha Sharma, Member	YES YES YES	Ms. Rekha Sharma
22.08.2009	1. Sh. Vidit Jain, Member 2. Sh. Anand Kumar Aggarwal, Member 3. Ms. Rekha Sharma, Member	YES YES YES	Ms. Rekha Sharma
30.10.2009	1. Sh. Vidit Jain, Member 2. Sh. Anand Kumar Aggarwal, Member 3. Ms. Rekha Sharma, Member	YES YES YES	Ms. Rekha Sharma
12.01.2010	1. Sh. Vidit Jain, Member 2. Sh. Anand Kumar Aggarwal, Member 3. Ms. Rekha Sharma, Member	YES YES YES	Ms. Rekha Sharma

- Details of remuneration/sitting fees paid to the directors:

Amount (Rs.)

Sl. No.	Name of the Director	Description of Transaction	Basic	Perquisites	Sitting Fee	Total
1	Sh. Vidit Jain, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL
2	Sh. Tushar Jain, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL
3	Sh. Pravin Paliwal, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL
4	Sh. Anand Kr Aggarwal, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL
5	Ms. Rekha Sharma, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL

(V) Share Transfer-cum-Shareholders' Grievance Committee

As on 01.04.2009 the Share Transfer-cum-Shareholders' Grievance Committee consisted of two members – Sh. Vidit Jain & Sh. Tushar Jain and Mr. Anil Kumar Jain resigned from the Committee with effect from 01.04.2009. Sh. Tushar Jain resigned from the Committee of the Company w.e.f. 22.05.2009 and Ms. Rekha Sharma was co-opted as member of the Committee. The Committee was vested with the requisite power and authority to specifically look into the redressal of the shareholders' Grievance. The Board designated Sh. Vidit Jain, Director as Compliance Officer. During the year ending 31.03.2010, 36 Meetings of Share Transfer-cum Shareholders' Grievance Committee were held. The Details of attendance of Members are as under:

Name of Member	No. of Meetings Held	No of Meetings attended
1. Sh. Vidit Jain	36	36
2. Sh. Tushar Jain	5	5
3. Ms. Rekha Sharma	31	31

No complaint was received during the year ended on 31st March, 2010.

(VI) ANNUAL GENERAL MEETINGS :

Location and time for the last three AGM's

Year	Date	Venue	Time
2007	29.09.2007	Village Kapriwas (Dharuhera) Distt. Rewari, Haryana	12.00 Noon
2008	29.09.2008	-do-	12.00 Noon
2009	15.09.2009	-do-	12.00 Noon

No postal ballots resolutions were passed.

(VII) Disclosures

(a) Related Party Transactions:

There was no transactions of material nature with Directors/ Promoters/ their relatives during the year ended 31.03.2010.

(b) Compliance by the Company:

The Company has complied with the requirements of the Stock Exchanges, SEBI and other Statutory Authorities on all matters related to capital market during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchange or SEBI or any other Statutory Authority relating to the above.

(VIII) Means of Communication:

Half Yearly Report to each household of shareholders:

The Company has not yet started sending the half-yearly reports to each household of Shareholders. But if any shareholder seeks any information, then the same is provided by the Company.

Quarterly Results

Quarterly results are published in English and Hindi Newspapers as per the requirement of listing agreement with the Stock Exchanges. The same are also faxed to the Stock Exchanges where the company is listed.

Distribution of Shareholding as on 31.03.2010:

	<u>Shareholding</u>	<u>%age</u>
A. Promoters' holding including their relatives Associate Companies	2507300	53.35
B. Non-Promoters Holding		
- Directors	Nil	Nil
- Institutional Investors – Financial Institutions Banks, Mutual Funds etc.	Nil	Nil
- Private Corporate Bodies	1776390	37.80
- Public	416310	8.85
	<u>4700000</u>	<u>100.00</u>

(IX) Shareholders information :

A. Annual General Meeting

Date & Time : Thursday the 30th September, 2010 at 12.00 Noon

Venue : Registered Office of the Company at Village Kapriwas
(Dharuhera) Distt. Rewari, Haryana

B. Book Closure : From Friday the 24th September, 2010 to Thursday the
30th September, 2010 (both days inclusive).

C. Registrar & Transfer Agents :

M/s. Skyline Financial Services Pvt. Ltd., D-153A, Okhla Industrial Area, Phase I,
New Delhi are the Registrar and Transfer Agents of the Company for physical and
demat segments.

D. Dematerialisation of shares and liquidity

13.15% of the total share holdings of equity shares have been dematerialized up to 31.03.2010. Trading in Company's shares is permitted only in demat form w.e.f. 06.09.2000 as per notification issued by the Securities & Exchange Board of India.

E. Listing at Stock Exchanges

The details regarding payment of listing fee to Stock Exchange are given below:

Sl. No.	Name of Stock Exchanges	Listing Fee Paid up to	Stock Code No.
1.	Delhi Stock Exchange Association Ltd.	2004-05	A-2
2.	The Stock Exchange, Mumbai	2010-11	A-1

Market Price data : High/Low during the year

The trading in the scrips of the Company was suspended by Bombay Stock Exchange. However, the suspension in trading in the scrips of the Company has been revoked with effect from 27th January, 2010.

Month	High (Rs)	Low (Rs)
January, 2010	23.11	23.11
February, 2010	37.40	17.22
March, 2010	18.10	14.20

CEO/CFO Certificate

The requisite certificate has been obtained from the CEO/ CFO of the Company.

For and on behalf of
The Board of Directors

PLACE : NEW DELHI
DATED : SEPTEMBER 04, 2010


VIDIT JAIN
DIRECTOR

SGS ASSOCIATES
COMPANY SECRETARIES

203 HIMGIRI, 19 RANI JHANSI ROAD,
NEW DELHI 110 055 PHONE – 23517841
TELEFAX – 011 – 23557975
E-mail – sgsdel@gmail.com

TO

The Members,

PASUPATI FINCAP LIMITED

We have examined the Compliance of conditions of Corporate Governance by Pasupati Fincap Limited for the year ended on 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchange(s).

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

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

As per our examination of the relevant records, I have to state that no investor grievances are pending against the Company for a period exceeding one month.

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

For SGS ASSOCIATES
Company Secretaries,

Sd/-

(D.P. GUPTA)
PROPRIETOR

FCA 2411 CP No. 1509

Place : New Delhi
Date : September 04, 2010

AUDITOR'S REPORT

To the Members,

1. We have audited the attached Balance Sheet of M/S PASUPATI FINCAP LTD. as at 31st March, 2010 and also the Profit and Loss Account for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining, on a test basis, evidence supporting the amounts and disclosure in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides us a reasonable basis for our opinion.
3. As required by the Companies (Auditors 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 paragraph 4 and 5 of the said order to the extent applicable to the company.
4. Further to our comments in the Annexure referred to above, we report that:
 - (i) We have obtained all the information and explanation which, to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - (iii) The Balance Sheet and the Profit and Loss Account dealt with by the report are in agreement with the Books of Account of the company.
 - (iv) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the Accounting Standards as referred to in Sub-Section (3c) of the Section 211 of the Companies Act, 1956 except liabilities for Gratuity and Leave Encashment on retirement and no reporting of related party disclosure as required by AS-18.
 - (v) On the basis of written representations received from the Directors as on 31.03.2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of Sub-section (i) of Section 274 of the Companies Act, 1956.

HEAD OFFICE : KOLKATA: 33, BRABOURNE ROAD, KOLKATA-700001 (2428102, 2434176 E-mail: mcjainco@vsnl.net

BRANCH OFFICES: MUMBAI: 88/92, NAGDEVI CROSSLANE, CHARIWALA BUILDING, 2ND FLOOR, MUMBAI-3. (23411200
CHENNAI: C-9, KAI PLAZA, 7 NARSINGHPURAM STREET, CHENNAI-2. (52141132, 5216843

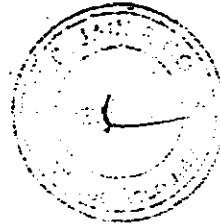


5. In our opinion and to the best of our information and according to the explanations given to us, the said financial statement with the notes thereon, given the information required by the Companies Act, 1956, in the manner so required and present a true and fair view in conformity with the accounting principles generally accepted in India.

- (a) In case of the Balance Sheet, of the state of the affairs of the Company as at 31st March, 2010 and;
- (b) In case of the Profit and Loss Account, of the Profit for the year ended on that date.

4701/21A, Ansari Road
Darya Ganj, New Delhi - 02

Place : New Delhi
Dated: 4th September, 2010



For M. C. JAIN & CO.
Chartered Accountants


(Manoj K. Patawari)
Partner

ANNEXURE REFERRED TO IN PARAGRAH 1 & 2 OF THE AUDITORS REPORT OF EVEN DATE TO THE MEMBERS OF M/S PASUPATI FINCAP LTD. ON THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2010

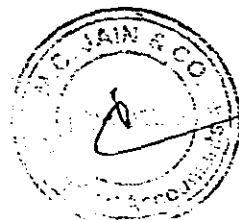
1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) According to the information and explanations given to us, Fixed assets have been physically verified by the management of the company during the year which is in our opinion is reasonable having regards to the size of the company and nature of its fixed assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the company has not disposed off substantial part of fixed assets, hence reporting on the going concern status in this regard does not rise.
2. (a) Physical verification of the inventory excluding materials in transit has been conducted at reasonable intervals by the management during the year.

(b) In our opinion and according to information and explanations given to us, the physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.

(c) In our opinion, the Company is maintaining proper records of inventory, and there no material discrepancies were noticed on physical verification by the management as inform to us.
3. (a) As informed to us, the Company has not granted interest free loans, secured or unsecured to companies, firms or other parties covered in the register maintained U/S 301 of the companies Act 1956 and the Company has not taken any loans, secured or unsecured to companies, firms or other parties covered in the register maintained U/S 301 of the companies Act 1956. Consequently, the report requirements of paragraph (iii) (a) to (g) are not applicable and hence not reported accordingly.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets & sale of goods.
5. According to the information and explanations given to us, the Company has entered the transactions that need to be entered into the register in pursuance of Section 301 of the Act. Consequently, the report requirements of paragraph 4 v (a) & (b) are not applicable and hence not reported accordingly
6. In our opinion and according to the information and explanations given to us, the company has not accepted any Deposits from the public within the meaning of section 58A of the Companies Act, 1956, and the Companies (Acceptance of Deposit) Rules, 1975.



8. We are informed that the Central Government under Section 209(1) (d) of the Companies Act, 1956, has not prescribed the maintenance of cost records.
9. (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues with the appropriate authorities. According to the information and explanation given to us, there are no arrears of outstanding statutory dues as mentioned above as at 31st March, 2010 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues outstanding of sales tax, income tax, custom tax, wealth tax, excise duty and cess on account of any dispute.
10. According to the information and explanations given to us there are accumulated losses of the company at the end of the financial year.
11. According to the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution, and bank.
12. 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 dealing or trading in shares securities, debenture and other investment and in our opinion, proper records have been maintained for such transactions, timely entries have been made therein and the shares and securities are held in the company's name.
14. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
15. In our opinion and according to the information and explanations given to us, the company not obtained any term loans during the year.
16. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there are no funds raised on a short term basis which have been used for long term investment and vice versa.
17. 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 during the year.
18. According to the information and explanations given to us The Company has not issued any debentures during the year.
19. The Company has not raised any money by public issue during the year.



20. According to the information and explanations given to us, during the year, no fraud on or by the company has been noticed or reported during the year.

4701/21A, Ansari Road
Darya Ganj, New Delhi - 02

Place : New Delhi
Dated: 4th September, 2010

For M. C. JAIN & CO.
Chartered Accountants

Manoj K. Patawari

(Manoj K. Patawari)
Partner



PASUPATI FINCAP LIMITED
BALANCE SHEET AS AT 31ST MARCH 2010

SCHEDULES	FIGURES AS AT 31.03.2010 (Rs)	FIGURES AS AT 31.03.2009 (Rs)
SOURCES OF FUNDS		
1. SHAREHOLDERS' FUNDS		
(a) Share Capital	47,000,000	47,000,000
(b) Reserve & Surplus	575,000	575,000
2. SECURED LOAN	33,296	406,879
3. DEFERRED TAX LIABILITY	6,027	42,176
	<u>47,614,323</u>	<u>48,024,055</u>
APPLICATION OF FUNDS		
1. FIXED ASSETS		
(a) Gross Block	49,864,797	49,864,797
(b) Less: Depreciation	33,087,627	32,999,987
(c) Net Block	16,777,170	16,864,810
2. INVESTMENTS	335,701	335,701
3. CURRENT ASSETS, LOANS & ADVANCES		
(a) Inventory	17,724,662	17,341,468
(b) Sundry Debtors	674,274	549,379
(c) Cash & Bank Balances	773,918	35,788
(d) Loans & Advances	49,930,332	49,673,763
	69,103,186	67,600,398
Less: CURRENT LIABILITIES & PROVISION:		
(a) Current Liabilities	42,978,078	41,593,190
(b) Provision for Income Tax	117,587	55,194
	43,095,665	41,648,384
Net Current Assets	26,007,521	25,952,014
4. PROFIT & LOSS ACCOUNT		
(To the extent not written off or adjusted)	4,493,931	4,871,530
	<u>47,614,323</u>	<u>48,024,055</u>

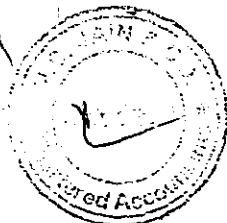
NOTES TO THE ACCOUNTS, SIGNIFICANT ACCOUNTING POLICIES

13

As per our Report of even date

FOR M. C. JAIN & CO.
Chartered Accountants

(Signature)
(MANOJ K. PATAWARI)
PARTNER



(Signature)
VIDIT JAIN
(DIRECTOR)

(Signature)
ANAND K. GARWAL
(DIRECTOR)

Place: New Delhi
Dated: 4th September, 2010

PASUPATI FINCAP LIMITED

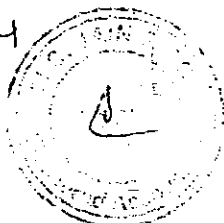
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	SCHEDULES	31.03.2010 (Rs.)	31.03.2009 (Rs.)
INCOME			
Sale of Shares		346,982,631	14,714,799
Profit on Futures		581,717	
Rent		637,500	
Other Income	8	77,245	9,050
Accretion / (Decretion) in Stock	9	366,850	(205,407)
Liabilities Written Back		-	2,376,393
TOTAL (A)		348,645,943	16,894,835
EXPENDITURE			
Purchase		346,890,821	14,721,741
Administrative & Establishment Expenses	10	1,261,342	361,721
Interest & Financial Charges	11	2,297	628
Depreciation	4	87,640	89,537
Assets Written off		-	1,236,898
TOTAL (B)		348,242,100	16,410,525
PROFIT/(LOSS) BEFORE TAX	(A)-(B)	403,843	484,310
Less:			
Provision for Income Tax		62,393	49,884
Deferred Tax Liability	12	(36,149)	(106,947)
PROFIT AFTER TAX		377,599	327,479
Balance brought forward		(4,871,530)	(5,199,009)
Balance Carried to Balance Sheet		(4,493,931)	(4,871,530)
NOTES TO THE ACCOUNTS, SIGNIFICANT ACCOUNTING POLICIES	13		

As per our Report of even date

FOR M. C. JAIN & CO.
Chartered Accountants

(Signature)
(MANOJ K. PATAWARI)
PARTNER



(Signature)
VIDIT JAIN
(DIRECTOR)

(Signature)
ANAND KOCARWAL
(DIRECTOR)

Place: New Delhi
Dated: 4th September, 2010

PASUPATI FINCAP LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2010

	FIGURES AS AT 31.03.2010	FIGURES AS AT 31.03.2009
SCHEDULE-1		
SHARE CAPITAL		
AUTHORISED		
50,00,000 Equity Shares of Rs. 10/- Each	<u>50,000,000</u>	<u>50,000,000</u>
ISSUED, SUBSCRIBED & PAID UP		
47,00,000 Equity Shares of Rs. 10/- each fully paid up in cash	<u>47,000,000</u>	<u>47,000,000</u>
SCHEDULE-2		
RESERVES & SURPLUS		
General Reserve	375,000	375,000
Special Reserve Fund	200,000	200,000
	<u>575,000</u>	<u>575,000</u>
SCHEDULE-3		
SECURED LOANS		
Vehicle loan from ICICI Bank (The Above Vehicle Loan is Secured Against Hypothecation of Vehicle Financed)	33,296	406,879
	<u>33,296</u>	<u>406,879</u>
SCHEDULE -5		
INVESTMENTS		
LONG TERM :		
In Equity Shares		
280000 Equity Shares of Rs.10/- each fully paid-up in Pasupati Spinning & Weaving Mills Ltd.	300,000	300,000
Less: Diminution in Value	-	-
	<u>300,000</u>	<u>300,000</u>
In Equity Shares Un-Quoted		
In 30000 (30000) Equity Shares of Rs.10/- each fully Paid up in Asian Diet Products Ltd.	30,000	30,000
Less: Diminution in Value	-	-
	<u>30,000</u>	<u>30,000</u>
In Equity Shares Un-Quoted		
In 5700 Equity Shares of Rs.10/- each fully Paid up in Standard Capital Markets Ltd.	5,700	5,700
In 300000 (300000) Equity Shares of Rs.10/- each fully Paid up in Pasupati Securities Ltd.	1	1
Less: Diminution in Value	-	-
	<u>1</u>	<u>1</u>
	<u>335,701</u>	<u>335,701</u>



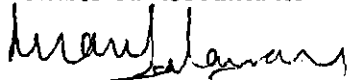
Handwritten signatures and scribbles at the bottom right of the page, including a large, stylized signature.

PASUPATI FINCAP LIMITED

SCHEDULE "4" OF FIXED ASSETS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2009	ADDITIONS	SALES	TOTAL	UPTO 31.03.2009	FOR THE YEAR	ADJUSTMENT	TOTAL	AS AT 31.03.2010	AS AT 31.03.2009
Land	15,759,884	-	-	15,759,884	-	-	-	-	15,759,884	15,759,884
Plant & Machinery	31,301,512	-	-	31,301,512	31,301,512	-	-	31,301,512	-	-
Furniture & Fixtures	1,362,574	-	-	1,362,574	275,957	86,251	-	362,208	1,000,366	1,086,617
Office Equipment	86,766	-	-	86,766	86,766	-	-	86,766	-	-
Vehicles	540,386	-	-	540,386	540,386	-	-	540,386	-	-
Computers	784,425	-	-	784,425	784,425	-	-	784,425	-	-
Air Conditioner	29,250	-	-	29,250	10,941	1,389	-	12,330	16,920	18,309
TOTAL	49,864,797	-	-	49,864,797	32,993,987	87,640	-	33,087,627	16,777,170	16,864,810
PREVIOUS YEAR	49,864,797	1,133,251	1,900,692	49,864,797	31,673,552	89,537	1,236,898	32,999,987	16,864,810	18,191,245

FOR M. C. JAIN & CO.
Chartered Accountants



(MANOJ K. PATAWARI)
PARTNER

Place: New Delhi
Dated: 4th September, 2010




VIDIT JAIN
(DIRECTOR)



ANAND AGGARWAL
(DIRECTOR)

PASUPATI FINCAP LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2010

	FIGURES AS AT 31.03.2010		FIGURES AS AT 31.03.2009	
<u>SCHEDULE -6</u>				
<u>A. CURRENT ASSETS</u>				
<u>I. INVENTORY</u>				
i) Stock of Shares/Debentures	879,962		496,768	
ii) Stock (Property)	16,844,700	<u>17,724,662</u>	16,844,700	<u>17,341,468</u>
<u>II. SUNDRY DEBTORS</u>				
(Unsecured - considered good)				
Unity Fin-Cap Pvt. Ltd.(More than six months)	674,274	<u>674,274</u>	549,379	<u>549,379</u>
<u>III. CASH & BANK BALANCE</u>				
i) Cash in hand(As certified)	193,657		-	
ii) In Current account with Scheduled Banks	580,262	<u>773,918</u>	35,788	<u>35,788</u>
<u>IV. LOANS & ADVANCES</u>				
i) (Secured- Considered Good)				
Loan to a company	3,089,150		3,089,150	
ii) (Unsecured Considered Good)				
Advance Recoverable in Cash or Kind or for value to be received	46,601,796		46,323,392	
iii) Advance Payment Of Tax	239,386	<u>49,930,332</u>	261,221	<u>49,673,763</u>
		<u>69,103,186</u>		<u>67,600,398</u>
<u>SCHEDULE -7</u>				
<u>CURRENT LIABILITIES & PROVISIONS</u>				
<u>A. CURRENT LIABILITIES</u>				
Security/Lease Deposits	3,010,636		2,010,636	
Other Liabilites	39,967,442	<u>42,978,078</u>	39,582,554	<u>41,593,190</u>
<u>B. PROVISIONS</u>				
Provision for Fringe Benefit Tax	310		310	
Provision for Income Tax	5,000		5,000	
Provision for Income Tax (2008-09)	49,884		49,884	
Provision for Income Tax (2009-10)	62,393	<u>117,587</u>	-	<u>55,194</u>
		<u>43,095,665</u>		<u>41,648,384</u>

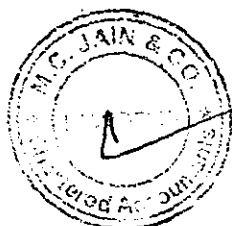


[Handwritten signatures and scribbles]

PASUPATI FINCAP LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT
31.03.2010

	FIGURES AS AT 31.03.2010	FIGURES AS AT 31.03.2009
<u>SCHEDULE-8</u>		
<u>OTHER INCOME</u>		
Interest (on Income Tax)	69,705	-
Dividend (Share)	7,540	9,050
	<u>77,245</u>	<u>9,050</u>
<u>SCHEDULE-9</u>		
<u>ACCRETION/(DECRETION) IN STOCK</u>		
Closing Stock	17,724,662	17,341,468
Less: Purchase	16,344	-
Less: Opening Stock	17,341,468	17,546,875
Accretion/(Decretion) in Stock	<u>366,850</u>	<u>(205,407)</u>
<u>SCHEDULE-10</u>		
<u>ADMINISTRATIVE & ESTABLISHMENT EXPENSES</u>		
Advertisement	24,489	21,417
AGM Expenses	5,048	-
Auditors Remuneration	33,530	27,790
Charity	-	5,000
D-Mat Charges	1,249	-
Electricity	83,574	-
Fringe Benefit Tax	-	3,391
Legal & Professional Expenses	70,882	44,556
Listing Fees	291,430	11,184
Municipal Tax	197	70,392
Office Rent	44,040	44,040
Postage & Stamps	5,000	4,600
Rates & Taxes	13,236	9,327
Salary & Allowances	125,022	114,798
Security Tran. Tax	487,984	3,868
Service Tax	35,580	722
Stamp Duty	25,069	636
Bad Debts W/O	15,012	-
TOTAL (RS.)	<u>1,261,342</u>	<u>361,721</u>
<u>SCHEDULE-11</u>		
<u>INTEREST & FINANCIAL CHARGES</u>		
Bank Charges	2,297	628
TOTAL(RS.)	<u>2,297</u>	<u>628</u>
<u>SCHEDULE-12</u>		
<u>DEFERRED TAX LIABILITY</u>		
Deferred Tax Asset / (Liability)	(42,175)	64,771
Deferred Tax Asset / (Liability) during the year	36,149	(106,947)
Deferred Tax Asset / (Liability)	<u>(6,027)</u>	<u>(42,176)</u>



[Handwritten signature]

[Handwritten signature]

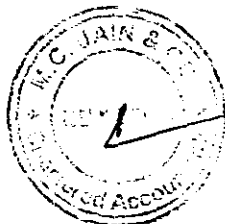
PASUPATI FINCAP LIMITED

SCHEDULE - 13

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010.

A. SIGNIFICANT ACCOUNTING POLICIES

1. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.
2. **Recognition of Income & Expenditure**
All income and expenditures are accounted for on accrual basis.
3. **Inventories**
Stock in trade is valued at cost or market price whichever is lower. Unquoted shares and debenture held as stock in trade are valued at net asset value and in the case the net worth is fully eroded or the audited Balance sheet is not available , the value is taken at Rs 1/-.
4. **Investments**
 - a. Long term quoted Investments are valued at cost unless the diminution in the value is not temporary, which is being provided for unquoted investments are valued at net asset value and in the case the net worth is fully eroded or the audited Balance sheet is not available . the value is taken at Rs 1/-.
 - b. Profit on sale of Investments is calculated by considering the cost of the specific investments sold.
5. **Fixed Assets**
Fixed Assets are taken at cost of acquisition and installation less sales & depreciation.
6. **Depreciation**
 - a. The Company follows written down method of depreciation.
 - b. Depreciation of Fixed Assets has been charged at rates specified in Schedule XIV of Companies Act, 1956.
7. **Retirement Benefits**
The provisions of Provident Fund Act are not applicable to the Company. Leave encashment is not provided for in the service rules of the company.
8. **Deferred Tax:**
Deferred Tax being the effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or subsequent periods.



A large, stylized handwritten signature in black ink, located at the bottom right of the page.

9. **Related Party Disclosure**

The company is not following AS-18 relating to Related Party Disclosures.

B. **NOTES ON ACCOUNTS**

1. Contingent Liability – NIL

2. Information pursuant to paragraphs 3, 4 and 4D of part II of Schedule VI of the Companies Act, 1956 are as follows:-

Expenditure on employees in receipt of Remuneration of not less than Rs.24,00,000/- if employed for the whole year or 200,000/- per month if employed for part of the year – NIL

3. **Sundry Debtors, Loan & Advances and Sundry Creditors**

a. In the opinion of the Board of Directors the Current Assets, Loans & Advances are approximately of the value stated if realised in the course of business. The provisions for all known liabilities are adequate and not in excess of the amount reasonably required.

b. Balance of Sundry Creditors, Sundry Debtors and Advances are subject to confirmation and reconciliation.

4. **Auditor Remuneration**

	<u>2009-2010</u>	<u>2008-2009</u>
Statutory Auditor's	22,060.00	22,060.00
Tax Audit	<u>5,735.00</u>	<u>5,735.00</u>
	<u>27,795.00</u>	<u>27,795.00</u>

5. Previous year figures have been re-grouped or recast whenever found necessary.

6. Paise have been rounded off to the nearest rupee.

7. In the opinion of Board of Director and to the best of their knowledge and belief, the value of realization of Current Assets, Loan and Advances in the ordinary course of business will not be less than the amount at which they are stated in Balance Sheet.

4701/21A, Ansari Road
Darya Ganj, New Delhi – 02

For Paspupati Fincap
Limited

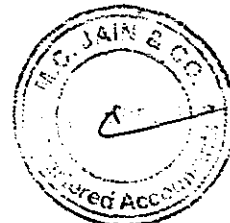
For M. C. JAIN & CO.
Chartered Accountants

Place : New Delhi
Dated: 4th September, 2010

(Director)

(Director)

(Manoj K. Patawari)
Partner



PASUPATI FINCAP LIMITED

DETAILS OF BALANCE SHEET AS AT 31ST MARCH, 2010

	FIGURES AS AT 31.03.2010	FIGURES AS AT 31.03.2009
BANK BALANCES		
Bank of Baroda C/A 1523	1,135	1,135
P.N.B. C/A 1773	578,883	34,409
Canara Bank	244	244
	<u>580,262</u>	<u>35,788</u>
LOANS & ADVANCES		
(a) SECURED		
Ganga Automobiles Ltd.	3,089,150	3,089,150
	<u>3,089,150</u>	<u>3,089,150</u>
(b) UNSECURED		
Pasupati Spinning & Weaving Mills Ltd.	41,435,000	41,435,000
Pasupati Spinning & Weaving Mills Ltd.	33,296	421,892
Sulabh Impex	4,238,500	4,241,500
Mohandas (Repairs Adhchini)	70,000	-
Arumani Traders	600,000	-
Security Deposit with BSES	225,000	225,000
	<u>46,601,796</u>	<u>46,323,392</u>
ADVANCE PAYMENT OF TAX		
Income Tax in Advance 2007-2008	-	106,835
Income Tax in Advance 2008-2009	154,386	154,386
TDS (A.Y. 2010-11)	85,000	-
	<u>239,386</u>	<u>261,221</u>
SECURITY DEPOSIT		
SMS Demag Pvt. Ltd.	2,010,636	2,010,636
Dawn Cottage Emporium	1,000,000	-
	<u>3,010,636</u>	<u>2,010,636</u>
OTHER LIABILITIES		
Jagdish Rai Jain Charitable Trust	4,500,000	4,500,000
Mrs Vrinda Jain	714,679	714,679
Pasupati Olefin Limited	901,000	810,000
India Spintex	1,524,778	1,524,778
M.C Jain & Co. (Audit Fee Payable)	25,015	22,060
Gratuity Payable	42,911	42,911
Skyline Fin. Services Pvt. Ltd.	13,457	-
SGS Associates	3,309	-
Pasupati Newtec Ltd	16,099,364	16,099,364
Shivani Textiles Ltd.	48,000	-
Advance Rent Received (Adhchini)	212,500	-
Salary Payable	10,862	9,975
Expenses Payable	3,975	3,975
TDS Payable	2,780	-
Shailja Investments Ltd.	15,864,812	15,854,812
	<u>39,967,442</u>	<u>39,592,554</u>

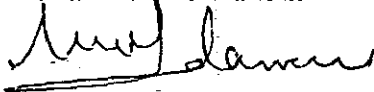
PASUPATI FINCAP LIMITED

CASH FLOW FOR THE YEAR ENDED 31.03.2010

PARTICULARS	31.03.2010 (Rs.)
A. Cash Flow Statement from operating activities	
Net Profit/(Loss) before tax and Extra Ordinary activities	403,843
Adjustments for :-	
Depreciation	87,640
Operating Profit before Working Capital Changes	<u>491,483</u>
Adjustments for :-	
Debtors	(124,895)
Inventories	(383,194)
Other Liabilities	1,384,888
Cash Flow before Extra Ordinary Items	<u>1,368,282</u>
Extra Ordinary Items	-
Net Cash from Operating Activities	<u><u>1,368,282</u></u>
B. Cash Flow from Investing Activities	
Investments purchased	-
Net Cash from Investing Activities	<u><u>-</u></u>
C. Cash Flow from Financing Activities	
Payment of Loan	(373,583)
Increase in Share Capital	-
Share Application Money Refunded	-
Loans & Advances given	(256,569)
Net Cash used in Financing Activities	<u><u>(630,152)</u></u>
Net increase in cash & cash equivalents (A+B+C)	738,130
Opening Balance of cash & cash equivalents	35,788
Closing Balance of cash & cash equivalents	<u><u>773,918</u></u>

1. As the Company is a Financial Services Company, the interest income & dividend income have been treated as income from operating activities.
2. Previous Year figures have been regrouped and /or arranged wherever necessary.

FOR M. C. JAIN & CO.
Chartered Accountants


(MANOJ K. PATAWARI)
PARTNER


VIDIT JAIN
(DIRECTOR)


NAND AGGARWAL
(DIRECTOR)

Place: New Delhi
Dated: 4th September, 2010

