

17TH

ANNUAL REPORT

2010 – 2011

PASUPATI FINCAP LIMITED

Regd. Office :Village Kapriwas (Dharuhera) Distt. Rewari, Haryana

Head Office : 1501 Nirmal Tower, 26 Barakhamba Road, New Delhi

Corres. Office : 1501 Nirmal Tower, 26, Barakhamba Road, New Delhi

PASUPATI FINCAP LTD

NOTICE

NOTICE is hereby given that the Seventeenth 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 Friday the 30th September, 2011 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 2011 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 Ms. Rekha Sharma, who retires by rotation and being eligible, offers herself 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 03, 2011

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 Saturday the 24th September, 2011 to Friday the 30th September, 2011 (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, 2011.

FINANCIAL RESULTS

(Rs.)

Profit After Tax	2,57,646.00
Add: Brought forward Loss from earlier year	<u>(44,93,931.00)</u>
Balance carried to Balance Sheet	<u>(42,36,285.00)</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

Ms. Rekha Sharma retires by rotation and being eligible offers herself 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.

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 01.04.2010 was 3 Directors comprising of 2 (two) Executive Directors and 1 (one) Non-executive Director.
- b) During the year ended 31.03.2011, 6 (six) Board Meetings were held with at least one meeting in every quarter on 30.04.2010, 31.07.2010, 04.09.2010, 30.10.2010, 27.12.2010 & 31.01.2011.

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 30.09.2010
1. Sh. Vidit Jain	Director	6	6	Present
2. Ms. Rekha Sharma	Director	6	6	Present
3. Sh. Anand Aggarwal	Director	6	6	Not Present

Details of Board Meetings held during the year:

S.No.	Date	Board Strength	No. of Directors present
1	30.04.2010	3	3
2	31.07.2010	3	3
3	04.09.2010	3	3
4	30.10.2010	3	3
5	27.12.2010	3	3
6	31.01.2011	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	5	2	NIL
2	Ms. Rekha Sharma	NIL	NIL	NL
3	Sh. Anand Kumar Aggarwal	1	NIL	NIL

(III) Audit Committee

The strength of the Audit Committee as on 01.04.2010 was three members i.e. Sh. Vidit Jain Ms. Rekha Sharma and Mr. Anand Kumar Aggarwal 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
30.04.2010	1. Sh. Vidit Jain, Member 2. Ms. Rekha Sharma, Member 3. Sh.Anand Kumar Aggarwal, Member	YES YES YES	Ms. Rekha Sharma
31.07.2010	1. Sh. Vidit Jain, Member 2. Ms. Rekha Sharma, Member 3. Sh.Anand Kumar Aggarwal, Member	YES YES YES	Ms. Rekha Sharma
04.09.2010	1. Sh. Vidit Jain, Member 2. Ms. Rekha Sharma, Member 3. Sh.Anand Kumar Aggarwal, Member	YES YES YES	Ms. Rekha Sharma
30.10.2010	1. Sh. Vidit Jain, Member 2. Ms. Rekha Sharma, Member 3. Sh.Anand Kumar Aggarwal, Member	YES YES YES	Ms. Rekha Sharma
31.01.2011	1. Sh. Vidit Jain, Member 2. Ms. Rekha Sharma, Member 3. Sh.Anand Kumar Aggarwal, 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	Ms. Rekha Sharma, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL
3	Sh. Anand Kr Aggarwal, Director	Remuneration & perquisites	NIL	NIL	NIL	NIL

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

As on 01.04.2010 the Share Transfer-cum-Shareholders' Grievance Committee consisted of two members – Sh. Vidit Jain & Ms. Rekha Sharma. 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 31.03.2011, 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. Ms. Rekha Sharma	36	36

No complaint was received during the year ended on 31st March, 2011.

(VI) ANNUAL GENERAL MEETINGS :

Location and time for the last three AGM's

Year	Date	Venue	Time
2008	29.09.2008	Village Kapriwas (Dharuhera) Distt. Rewari, Haryana	12.00 Noon
2009	15.09.2009	-do-	12.00 Noon
2010	30.09.2010	-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 31.03.2011.

(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 31.03.2011:

	<u>Shareholding</u>	<u>%age</u>
A. Promoters' holding including their relatives Associate Companies	2515900	53.53
B. Non-Promoters Holding		

- Directors	Nil	Nil
- Institutional Investors – Financial Institutions Banks, Mutual Funds etc.	Nil	Nil
- Private Corporate Bodies	1754192	37.32
- Public	429908	9.15
	4700000	100.00

(IX) Shareholders information :

A. Annual General Meeting

Date & Time : Friday the 30th September, 2011 at 12.00 Noon

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

B. Book Closure : From Saturday the 24th September, 2011 to Friday the 30th September, 2011 (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

60.06% of the total share holdings of equity shares have been dematerialized up to 31.03.2011. 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	2011-12	A-1

Market Price data : High/Low during the year

Month	High (Rs)	Low (Rs)
April, 2010	14.90	12.07
May, 2010	12.10	12.09
June, 2010	13.23	9.98

July, 2010	15.85	11.58
August, 2010	15.40	10.95
September, 2010	15.47	10.70
October, 2010	15.50	11.43
November, 2010	13.65	10.52
December, 2010	11.73	9.22
January, 2011	15.28	9.02
February, 2011	12.91	9.32
March, 2011	15.30	9.36

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



**VIDIT JAIN
DIRECTOR**

PLACE : NEW DELHI
DATED : SEPTEMBER 03, 2011



SHREYANSH JAIN & ASSOCIATES COMPANY SECRETARIES

Office No. 302, IIIrd Floor, Building No. 14
Veer Savarkar Block, Shakarpur,
Vikas Marg, Delhi - 110092
Contact No.:(M) 9999649807, 01145027103
E-mail: shreyanshpjain@gmail.com

CERTIFICATE OF COMPLIANCE OF CORPORATE GOVERNANCE

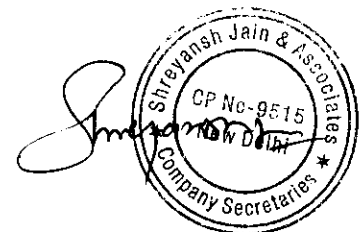
The Members,
PASUPATI FINCAP LIMITED
VILLAGE KAPRIWAS
DHARUHERA
DISTT REWARI
HARYANA

I have examined the compliance of conditions of Corporate Governance by **PASUPATI FINCAP LIMITED**, for the year ended on 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement executed by the said Company with the Stock Exchanges.

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

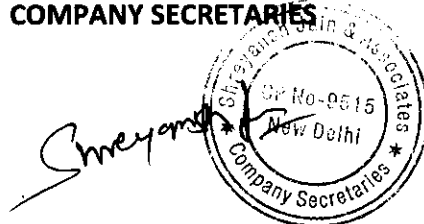
In my opinion and to the best of my information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement in all material respects.

I state that no investor grievances are pending for a period exceeding one month against the Company as certified by the Registrars & Share Transfer Agent of the Company.



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 SHREYANSH JAIN & ASSOCIATES
COMPANY SECRETARIES**



(SHREYANSH PRATAP JAIN)
Company Secretary
CP No. 9515

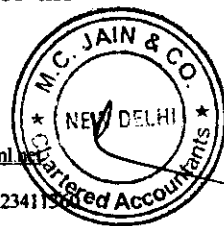
Place: New Delhi

Date: 3rd September, 2011

AUDITOR'S REPORT

To the Members,

1. We have audited the attached Balance Sheet of M/S PASUPATI FINCAP LTD. as at 31st March, 2011 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 31.03.2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2011 from being appointed as a director in terms of clause (g) of Sub-section, (i) of Section 274 of the Companies Act, 1956.



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, 2011 and;
- (b) In case of the Profit and Loss Account, of the Loss for the year ended on that date.

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

Place : New Delhi
Dated: : 3rd September, 2011



For M. C. JAIN & CO.
Chartered Accountants

A handwritten signature in black ink, appearing to read "Manoj K. Patawari".

(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, 2011

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.

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.

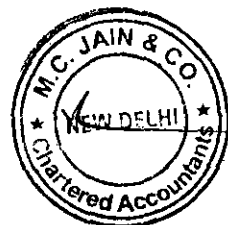
3. As informed to us, the Company has not granted interest free loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s 301 of the companies Act 1956 and the Company has not taken any loans, secured or unsecured to companies, firms or other parties covered 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 not entered into 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.

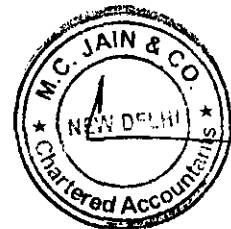
6. In our opinion and according to the information and explanations given to us, the company has not accepted any Deposits from the public within the meaning of section 58A of the Companies Act, 1956, and the Companies (Acceptance of Deposit) Rules, 1975.

7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.



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, 2011 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 has 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 : : 3rd September, 2011



For M. C. JAIN & CO.
Chartered Accountants

A handwritten signature in black ink, appearing to read "Manoj K. Patawari".

(Manoj K. Patawari)
Partner

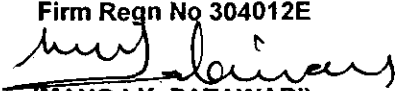
PASUPATI FINCAP LIMITED

BALANCE SHEET AS AT 31ST MARCH 2011

	SCHEDULES	FIGURES AS AT 31.03.2011 (Rs.)		FIGURES AS AT 31.03.2010 (Rs.)
SOURCES OF FUNDS				
1. SHAREHOLDERS' FUNDS				
(a) Share Capital	1	47,000,000.00	47,000,000.00	47,000,000.00
(b) Reserve & Surplus	2	575,000.00	575,000.00	47,575,000.00
2. SECURED LOAN				
	3	-	-	33,296.00
3. DEFERRED TAX LIABILITY				
		6,027.00	6,027.00	6,027.00
		<u>47,581,027.00</u>	<u>47,581,027.00</u>	<u>47,614,323.00</u>
APPLICATION OF FUNDS				
1. FIXED ASSETS				
(a) Gross Block	4	-	49,864,797.00	
(b) Less: Depreciation		-	33,087,627.00	
(c) Net Block		-		16,777,170.00
2. INVESTMENTS				
	5	-	-	335,701.00
3. CURRENT ASSETS, LOANS & ADVANCES				
(a) Inventory	6	789,338.00	17,724,662.00	
(b) Sundry Debtors		701,575.00	674,274.00	
(c) Cash & Bank Balances		2,298,574.00	773,918.00	
(d) Loans & Advances		50,785,385.00	49,930,332.00	
		53,574,872.00	89,103,186.00	
Less: CURRENT LIABILITIES & PROVISIONS:	7			
(a) Current Liabilities		10,153,130.00	42,978,078.00	
(b) Provision for Income Tax		77,000.00	117,587.00	
		10,230,130.00	43,095,665.00	
Net Current Assets		43,344,742.00	46,007,521.00	
4. PROFIT & LOSS ACCOUNT				
(To the extent not written off or adjusted)		236,285.00	4,493,931.00	
		<u>47,581,027.00</u>	<u>47,581,027.00</u>	<u>47,614,323.00</u>

NOTES TO THE ACCOUNTS, SIGNIFICANT ACCOUNTING POLICIES 12

As per our Report of even date

FOR M. C. JAIN & CO.
Chartered Accountants
Firm Regn No 304012E

(MANOJ K. PATAWARI)
PARTNER
Membership No 055258


REKHA SHARMA
(DIRECTOR)


VIDIT JAIN
(DIRECTOR)

Place: New Delhi
Dated: 3rd September, 2011



PASUPATI FINCAP LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

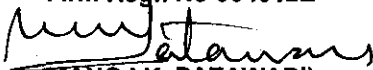
		SCHEDULES	31.03.2011 (Rs.)	31.03.2010 (Rs.)
INCOME				
Sale			140,437,483.00	346,982,631.00
Profit on Futures			-	581,717.00
Rent			5,225,000.00	637,500.00
Other Income	8		579,173.00	77,245.00
Accretion / (Decretion) in Stock	9		(16,935,324.00)	366,850.00
		TOTAL (A)	129,306,332.00	348,645,943.00
EXPENDITURE				
Purchase			124,624,774.00	346,890,821.00
Administrative & Establishment Expenses	10		1,841,983.00	2,261,342.00
Losses on Futures			625,632.00	-
Losses on Options			1,735,156.00	-
Interest & Financial Charges	11		7,114.00	2,297.00
Depreciation	4		74,147.00	87,640.00
		TOTAL (B)	128,903,406.00	348,242,100.00
PROFIT/(LOSS) BEFORE TAX	(A)-(B)		402,926.00	403,843.00
Less:				
Taxation Adjustment Of Earlier Years (Net)			68,280.00	-
Provision for Income Tax			77,000.00	62,393.00
Deferred Tax Liability			-	(36,149.00)
PROFIT AFTER TAX			257,646.00	377,599.00
Balance brought forward			(4,493,931.00)	(4,871,530.00)
Balance Carried to Balance Sheet			(4,236,285.00)	(4,493,931.00)

NOTES TO THE ACCOUNTS, SIGNIFICANT ACCOUNTING POLICIES

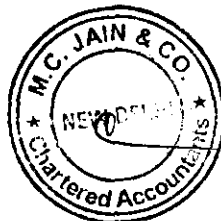
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As per our Report of even date

FOR M. C. JAIN & CO.
Chartered Accountants
Firm Regn No 304012E


(MANOJ K. PATAWARI)

PARTNER
Membership No 055258
Place: New Delhi
Dated: 3rd September, 2011



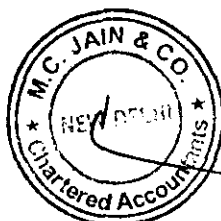

VIDIT JAIN
(DIRECTOR)


REKHA SHARMA
(DIRECTOR)

PASUPATI FINCAP LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

	FIGURES AS AT 31.03.2011 (Rs.)	FIGURES AS AT 31.03.2010 (Rs.)
SCHEDULE-1		
SHARE CAPITAL		
AUTHORISED 50,00,000 Equity Shares of Rs. 10/- Each	<u>50,000,000.00</u>	<u>50,000,000.00</u>
ISSUED, SUBSCRIBED & PAID UP 47,00,000 Equity Shares of Rs. 10/- each fully paid up in cash	<u>47,000,000.00</u>	<u>47,000,000.00</u>
SCHEDULE-2		
RESERVES & SURPLUS		
General Reserve	375,000.00	375,000.00
Special Reserve Fund	<u>200,000.00</u>	<u>200,000.00</u>
	<u>575,000.00</u>	<u>575,000.00</u>
SCHEDULE-3		
SECURED LOANS		
Vehicle loan from ICICI Bank (The Above Vehicle Loan is Secured Against Hypothecation of Vehicle Financed)	-	33,296.00
	<u>-</u>	<u>33,296.00</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.	-	300,000.00
In Equity Shares Un-Quoted In 30000 (30000) Equity Shares of Rs.10/- each fully Paid up in Asian Diet Products Ltd.	-	30,000.00
In Equity Shares Un-Quoted In 5700 Equity Shares of Rs.10/- each fully Paid up in Standard Capital Markets Ltd.	-	5,700.00
In 300000 (300000) Equity Shares of Rs.10/- each fully Paid up in Pasupati Securities Ltd.	1.00	1.00
	<u>1.00</u>	<u>335,701.00</u>



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PASUPATI FINCAP LIMITED

SCHEDULE "4" OF FIXED ASSETS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2011

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 1.4.2010	ADDITIONS	SALES/ ADJUSTMENT	TOTAL	UPTO 31.3.2010	FOR THE YEAR	ADJUSTMENT	TOTAL	AS AT 31.3.2011	AS AT 31.03.2010
Land	15,759,884.00	-	15,759,884.00	-	-	-	-	-	-	15,759,884.00
Plant & Machinery	31,301,512.00	-	31,301,512.00	-	31,301,512.00	-	31,301,512.00	-	-	-
Furniture & Fixtures	1,362,574.00	-	1,362,574.00	-	362,208.00	71,876.00	434,084.00	-	-	1,000,366.00
Office Equipment	86,766.00	34,432.00	121,198.00	-	86,766.00	1,111.00	87,877.00	-	-	-
Vehicles	540,386.00	-	540,386.00	-	540,386.00	-	540,386.00	-	-	-
Computers	784,425.00	-	784,425.00	-	784,425.00	-	784,425.00	-	-	-
Air Conditioner	29,250.00	-	29,250.00	-	12,330.00	1,160.00	13,490.00	-	-	16,920.00
TOTAL	49,864,797.00	34,432.00	49,899,229.00	-	43,087,627.00	44,147.00	36,161,774.00	-	-	16,777,170.00
PREVIOUS YEAR	49,864,797.00	-	-	49,864,797.00	32,999,987.00	87,640.00	-	33,087,627.00	16,777,170.00	16,864,810.00

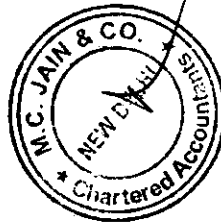
FOR M. C. JAIN & CO.
Chartered Accountants
Firm Regn No 804012E

(MANOJ K. PATAWARI)
PARTNER

Membership No 055258

Place: New Delhi

Dated: 3rd September, 2011



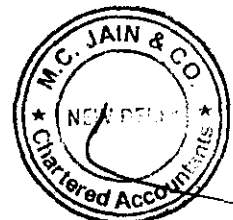
VIDIT JAIN
(DIRECTOR)

REKHA SHARMA
(DIRECTOR)

PASUPATI FINCAP LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2011

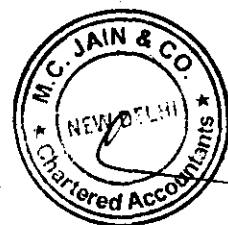
	FIGURES AS AT 31.03.2011 (Rs.)		FIGURES AS AT 31.03.2010 (Rs.)	
SCHEDULE - 6				
A. CURRENT ASSETS				
I. INVENTORY				
i) Stock of Shares/Debentures	789,338.00		879,962.00	
ii) Stock (Property)	-	789,338.00	16,844,700.00	17,724,662.00
II. SUNDRY DEBTORS				
(Unsecured - considered good)				
Unity Fin-Cap Pvt. Ltd. (More than six months)	-		674,274.00	
K K Securities Ltd.	299,900.00		-	
S K Investments	401,675.00	701,575.00	-	674,274.00
III. CASH & BANK BALANCE				
i) Cash in hand(As certified)	3,141.00		193,656.00	
ii) In Current account with Scheduled Banks	1,295,433.00	1,298,574.00	880,262.00	773,918.00
IV. LOANS & ADVANCES				
i) (Secured- Considered Good)				
Loan to a company	3,089,150.00		3,089,150.00	
ii) (Unsecured Considered Good)				
Advance Recoverable in Cash or Kind or for value to be received	46,999,925.00		66,601,796.00	
iii) Advance Payment Of Tax	696,310.00	50,785,385.00	239,386.00	49,930,332.00
		53,574,872.00		69,103,186.00
SCHEDULE - 7				
CURRENT LIABILITIES & PROVISIONS				
A. CURRENT LIABILITIES				
Security/Lease Deposits	2,010,636.00		5,010,636.00	
Other Liabilities	8,142,494.00	10,153,130.00	99,967,442.00	42,978,078.00
B. PROVISIONS				
Provision for Fringe Benefit Tax	-		310.00	
Provision for Income Tax (A/Y 2008-09)	-		5,000.00	
Provision for Income Tax (A/Y 2009-10)	-		49,884.00	
Provision for Income Tax (A/Y 2010-11)	-		62,393.00	
Provision for Income Tax (A/Y 2011-12)	77,000.00	77,000.00	-	17,587.00
		10,230,130.00		43,095,665.00



PASUPATI FINCAP LIMITED

**SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT
31.03.2011**

	FIGURES AS AT 31.03.2011 (Rs)	FIGURES AS AT 31.03.2010 (Rs)
SCHEDULE-8		
OTHER INCOME		
Interest (on Income Tax)	-	69,705.00
Dividend (Share)	4,170.00	7,540.00
Misc Receipts	12,980.00	-
Liabilities Written back	46,886.00	-
Profit On Sale Of Assets	15,137.00	-
	<u>579,173.00</u>	<u>77,245.00</u>
SCHEDULE-9		
ACCRETION/(DECRETION) IN STOCK		
Closing Stock	789,338.00	17,724,662.00
Less: Purchase	-	16,344.00
Less: Opening Stock	17,724,662.00	17,344,468.00
Accretion/(Decretion) in Stock	<u>(16,935,324.00)</u>	<u>366,850.00</u>
SCHEDULE-10		
ADMINISTRATIVE & ESTABLISHMENT EXPENSES		
Advertisement	37,045.00	24,489.00
AGM Expenses	6,220.00	5,048.00
Auditors Remuneration	27,795.00	33,530.00
NSDL Fee	6,618.00	-
CDSL Fee	6,618.00	-
D-Mat Charges	422.00	1,249.00
Electricity	220,722.00	83,574.00
Interest on Income Tax	11,972.00	-
Interest on TDS	200.00	-
Consultancy Charges	400,000.00	-
Legal & Professional Expenses	134,517.00	70,882.00
Listing Fees	11,330.00	291,430.00
Municipal Tax	-	197.00
Office Rent	113,520.00	44,040.00
Postage & Stamps	4,600.00	5,000.00
Repairs Building (Adhchini)	521,473.00	-
Rates & Taxes	-	13,236.00
Salary & Allowances	137,858.00	125,022.00
Security Tran. Tax	175,569.00	487,984.00
Service Tax	12,288.00	35,580.00
Turnover Tax	6,157.00	-
Stamp Duty	3,019.00	25,069.00
Miscellaneous Expenses	4,040.00	-
Bad Debts w/o	-	15,012.00
TOTAL (RS.)	<u>1,841,983.00</u>	<u>1,261,342.00</u>
SCHEDULE-11		
INTEREST & FINANCIAL CHARGES		
Bank Charges	1,714.00	2,297.00
TOTAL(RS.)	<u>1,714.00</u>	<u>2,297.00</u>
SCHEDULE-12		
DEFERRED TAX LIABILITY		
Deferred Tax Asset / (Liability)	(6,027.00)	(42,176.00)
Deferred Tax Asset / (Liability) during the year	-	36,149.00
Deferred Tax Asset / (Liability)	<u>(6,027.00)</u>	<u>(6,027.00)</u>



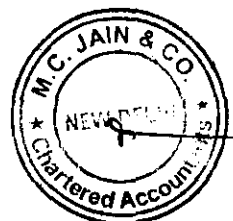
PASUPATI FINCAP LIMITED

SCHEDULE - 13

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2011

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 straight line 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.



9. Related Party Disclosure

Disclosure of related parties transactions as per AS-18

- a) Name of Related Parties with whom transactions were carried out during the year and description of relationship:

Name of Parties

Relationship

Shivani Textiles Ltd

Related party is Shareholder

(Shareholding-6.75%)

- b) Transactions between Company and Related Parties:

i) Company has transferred the Land to Shivani Textiles Ltd against credit balance standing in books for Rs 1,62,74,590.15/-

ii) Company has also transferred the Building (Adhchini) to Shivani Textiles Ltd against credit balance of Rs 1,62,74,590.15

B. NOTES ON ACCOUNTS

1. Contingent Liability -- Nil

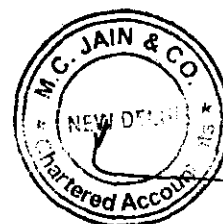
2. Information pursuant to paragraphs 3, 4 and 4D of part II of Schedule VI of the Companies Act, 1956 are as follows:-

Expenditure incurred on employees in receipt of Remuneration of not less than Rs.60,00,000/- if employed for the whole year or 5,00,000/- 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.



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4. Auditor Remuneration

	<u>2010-2011</u>	<u>2009-2010</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.

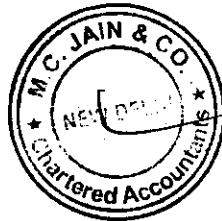
4701/21A, Ansari Road
Darya Ganj, New Delhi – 02

For M. C. JAIN & CO.
Chartered Accountants



(Manoj K. Patawari)
Partner

Place : New Delhi
Dated: : 3rd September,2011



PASUPATI FINCAP LIMITED

DETAILS OF BALANCE SHEET AS AT 31ST MARCH, 2011

	FIGURES AS AT 31.03.2011	FIGURES AS AT 31.03.2010 (Rs.)
BANK BALANCES		
Bank of Baroda C/A 1523	1,135.19	1,135.19
P.N.B. C/A 1773	1,294,054.46	578,883.00
Canara Bank	243.56	243.56
	<u>1,295,433.21</u>	<u>680,261.75</u>
LOANS & ADVANCES		
(a) SECURED		
Ganga Automobiles Ltd.	3,089,150.16	3,089,150.00
	<u>3,089,150.16</u>	<u>3,089,150.00</u>
(b) UNSECURED		
Pasupati Spinning & Weaving Mills Ltd. (Promoter's Contrib	41,435,000.00	41,435,000.00
Pasupati Spinning & Weaving Mills Ltd.	-	33,296.00
Sulabh Impex	4,581,925.00	4,238,500.00
Mohandas (Repairs Adhchini)	-	70,000.00
Narendra Impex	978,000.00	-
Shivani Textiles Ltd.	-	-
Arumani Traders	-	600,000.00
Nirprit Hospitality	5,000.00	-
Security Deposit with BSES	-	225,000.00
	<u>46,999,925.00</u>	<u>46,601,796.00</u>
ADVANCE PAYMENT OF TAX		
TDS (A/Y 2008- 09)	149,386.00	154,386.00
TDS (A.Y. 2010-11)	-	85,000.00
TDS (A.Y. 2011-12)	546,924.00	-
	<u>696,310.00</u>	<u>239,386.00</u>
	<u>90,785,385.16</u>	<u>99,930,332.00</u>
SECURITY DEPOSIT		
SMS Demag Pvt. Ltd.	2,010,636.00	2,010,636.00
Dawn Cottage Emporium	-	1,000,000.00
	<u>2,010,636.00</u>	<u>3,010,636.00</u>
OTHER LIABILITIES		
Jagdish Rai Jain Charitable Trust	4,300,000.00	4,500,000.00
Mrs Vrinda Jain	-	714,679.00
Pasupati Olefin Limited	897,400.00	901,000.00
India Spintex Ltd.	-	1,524,778.00
M.C Jain & Co. (Audit Fee Payable)	25,015.00	25,015.00
Gratuity Payable	-	42,911.15
Skyline Fin. Services Pvt. Ltd.	21,130.00	13,457.00
Pehchan Advertising	6,018.00	-
S G S Associates	3,309.00	3,309.00
Shivani Textiles Ltd.	-	16,147,364.00
Advance Rent Received (Adhchini)	212,500.00	212,500.00
Salary Payable	13,278.00	10,862.00
Expenses Payable	-	3,975.00
Unity Fincap Ltd.	2,661,064.27	-
TDS Payable	2,780.00	2,780.00
Shailja Investments Ltd.	-	15,864,812.00
	<u>9,142,494.27</u>	<u>89,967,442.15</u>

PASUPATI FINCAP LIMITED

CASH FLOW FOR THE YEAR ENDED 31.03.2011

PARTICULARS	31.03.2011 (Rs.)	31.03.2010 (Rs.)
A. Cash Flow Statement from operating activities		
Net Profit/(Loss) before tax and Extra Ordinary activities	402,926.00	403,843.00
Adjustments for : -		
Dividend Received	4,170.00	-
Loss/ profit On Sale Of Fixed Assets	515,137.00	-
Depreciation	74,147.00	87,640.00
Operating Profit before Working Capital Changes	<u>996,380.00</u>	<u>491,483.00</u>
Adjustments for : -		
Debtors	(27,301.00)	(124,895.00)
Inventories	16,935,324.00	(383,194.00)
Other Liabilities	(32,824,948.00)	1,384,888.00
Cash Flow before Extra Ordinary Items	<u>14,920,545.00</u>	<u>1,368,282.00</u>
Extra Ordinary Items	-	-
Net Cash from Operating Activities	<u><u>14,920,545.00</u></u>	<u><u>1,368,282.00</u></u>
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(17,105,252.00)	-
Sale of Fixed Assets	33,434,632.00	-
Dividend Received	4,170.00	-
Movement in Loans & Advances	(855,053.00)	(256,569.00)
Net Cash from Investing Activities	<u><u>15,478,497.00</u></u>	<u><u>(256,569.00)</u></u>
C. Cash Flow from Financing Activities		
Payment of Loan	(33,296.00)	(373,583.00)
Net Cash used in Financing Activities	<u><u>(33,296.00)</u></u>	<u><u>(373,583.00)</u></u>
Net increase in cash & cash equivelants (A+B+C)	<u>624,656.00</u>	<u>738,130.00</u>
Opening Balance of cash & cash equivelants	773,918.00	35,788.00
Closing Balance of cash & cash equivelants	<u><u>1,298,574.00</u></u>	<u><u>773,918.00</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
Firm Regn No 304012E



(MANOJ K. PATAWARI)
PARTNER

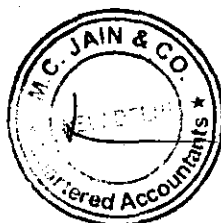
Membership No 055258

Place: New Delhi

Dated: 3rd September, 2011


VIDIT JAIN
(DIRECTOR)


REKHA SHARMA
(DIRECTOR)



**PASUPATI FINCAP LTD.
PART IV**

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

SHAILJA INVESTMENTS LIMITED.

I. Registration Details

Registration No.	55020	State Code	55
Balance Sheet Date	31 Date	03 Month	2011 Year

II. Capital raised during the Year (Amount in Rs. Thousands)

<u>Public Issue</u> 0	<u>Rights Issue</u> NIL
<u>Bonus Issue</u> NIL	<u>Private Placement</u> NIL

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

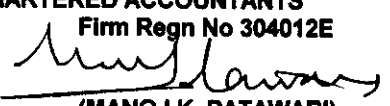
	<u>Total Liabilities</u> 57811	<u>Total Assets</u> 57811
Sources of Funds	<u>Paid up Capital</u> 47000	<u>Reserves & Surplus</u> 575
	<u>Secured Loans</u> 0	<u>Unsecured Loans</u>
	<u>Share Application</u> NIL	
Application of Funds	<u>Net Fixed Assets</u> 0	<u>Investments</u> 0
	<u>Net Current Assets</u> 43345	<u>Misc. Expenditure</u> NIL
	<u>Accumulated Losses</u> 4236	

IV. Performance of the Company (Amount in RS. Thousands)

<u>Turn Over</u> 140437	<u>Total Expenditure</u> 145839
<u>Profit Before Tax</u> 403	<u>Profit after Tax</u> 258
<u>Earning Per Share (Rs.)</u> 0.05	<u>Dividend Rate (%)</u> NIL


VIDIT JAIN
DIRECTOR


REKHA SHARMA
DIRECTOR

FOR M. C. JAIN & CO.
CHARTERED ACCOUNTANTS
Firm Regn No 304012E

(MANOJ K. PATAWARI)
PARTNER
Membership No 055258

Place : New Delhi
Dated: 3rd September, 2011

