

**AASWA TRADING AND EXPORTS LIMITED**

**AHMEDABAD**

**27<sup>th</sup> ANNUAL REPORT 2011 - 2012**

**REGN. NO. 04 - 24704**

**BOARD OF DIRECTORS**

MR. KEYUR J. PARIKH  
MR. MAYUR J. PARIKH  
MR. ANISH A. SHAH

**AUDITORS**

M/S. DHIRUBHAI SHAH & CO.  
CHARTERED ACCOUNTANTS  
AHMEDABAD

**BANKERS**

BANK OF INDIA  
KOTAK MAHINDRA BANK LTD

**REGISTERED OFFICE**

32, MILAN PARK SOCIETY,  
OPP. PRAKASHNAGAR BUS STOP,  
NEAR JAWAHAR CHOWK,  
MANINAGAR  
AHMEDABAD - 380 008.

**AASWA TRADING AND EXPORTS LIMITED**

**NOTICE**

**NOTICE** is hereby given that the twenty seventh annual general meeting of the members of **AASWA TRADING AND EXPORTS LIMITED** will be held on Saturday, the **29<sup>th</sup> September, 2012 at 11.30 a.m.** at the registered office of the company situated at 32, Milan Park Society, Nr. Jawahar Chowk, Maninagar, Ahmedabad - 380008 to transact the following business: -

**ORDINARY BUSINESS:**

1. To consider and adopt the audited balance sheet as at 31<sup>st</sup> March, 2012 and profit and loss account for the year ended on even date together with the reports of the directors and auditors thereon.
2. To appoint a director in place of Mr. Mayur J. Parikh, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint statutory auditors to hold office from conclusion of this meeting until the conclusion of next annual general meeting and to fix their remuneration.

**Registered Office:**  
**32, Milan Park Society,**  
**Nr. Jawahar Chowk, Maninagar,**  
**Ahmedabad - 380008.**  
**Date: 30/05/2012**

**By Order of the Board**



**Director**

**Notes:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THAT THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The register of members and register of share transfers, of the company will remain closed from **26<sup>th</sup> September, 2012 to 29<sup>th</sup> September, 2012 (both days inclusive).**
3. Shareholders are requested to notify change in addresses, if any, at an early date, at the registered office of the company.
4. Secretarial compliance audit report pursuant to section 383A of the Companies Act, 1956 is annexed herewith.

**Registered Office:**  
**32, Milan Park Society,**  
**Nr. Jawahar Chowk, Maninagar,**  
**Ahmedabad - 380 008.**

**By Order of the Board**



**Director**

**Date: 30/05/2012**

## AASWA TRADING AND EXPORTS LIMITED

### DIRECTORS' REPORT

To  
The members  
**Aaswa Trading and Exports Limited**

Your directors have pleasure in presenting the twenty seventh annual report together with audited annual accounts for the financial year ended on 31<sup>st</sup> March, 2012.

### FINANCIAL RESULTS

Your company's performance during financial year 2011–2012 is summarised below:

	31/03/2012	31/03/2011
	Rs.	Rs.
Profit before depreciation and tax	4,44,296	5,78,251
Less : Depreciation	20	24
Profit before tax	4,44,276	5,78,227
Less : Provision for tax	1,37,300	1,81,000
Profit after tax	3,06,976	3,97,227
Add : Surplus brought forward from previous year	85,99,770	82,02,543
Balance carried to Balance Sheet	89,06,746	85,99,770

### DIVIDEND

In view of the requirement of funds for future business activities, your directors do not recommend any dividend on equity shares for the year ended on 31<sup>st</sup> March, 2012.

### OPERATIONS

During the year, under review, your company has continued its activity of trading in cotton fabrics. The sales turnover was declined to Rs.249.23 lacs as compared to Rs.405.36 lacs, due to tough competition in the textile market and margin pressure. The company posted net profit of Rs.3.07 lacs as compared to Rs.3.97 lacs of previous year. Your directors are putting in their best efforts to improve the performance of the company in the coming years.

### LISTING AGREEMENT

The equity shares of the company are listed on stock exchanges at Ahmedabad and Mumbai. The company has already paid listing fees to both the stock exchanges.

### DIRECTORS

At the ensuing annual general meeting Mr. Mayur J. Parikh is to retire by rotation and being eligible offers himself for re-appointment.

## **DIRECTOR'S RESPONSIBILITY STATEMENT**

Pursuant to section 217(2AA) of the Companies Act, 1956 on the basis of information placed before them the directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures; if any;
- (ii) appropriate accounting policies have been selected and applied consistently, and the judgements and estimates that have been made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2012 and of the profit of the company for the said year;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 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.

## **AUDITORS**

Dhirubhai Shah & Company, Chartered Accountants, Ahmedabad, retire at the ensuing annual general meeting and being eligible for re-appointment, have indicated their willingness to act as such. You are requested to appoint them as statutory auditors to hold office till the conclusion of next annual general meeting and fix their remuneration.

## **SECRETARIAL AUDIT**

The secretarial compliance report pursuant to section 383A of the Companies Act, 1956, forms part of this annual report is attached herewith.

## **INFORMATION REGARDING CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE**

Your company is not engaged in any manufacturing activity and as such has no particulars to disclose under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, as regards conservation of energy and technology absorption. Further, during the year under review, your company has neither earned nor made any payment in foreign exchange.

## **PARTICULARS REGARDING EMPLOYEES**

The company does not have any employee covered under the provisions of section 217 (2A) of The Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

## **DEPOSITS**

During the year under review, the company has not accepted any deposit from the public.

**ACKNOWLEDGEMENTS**

Your directors would like to thank its employees for rendering diligent services to the company.

Your directors would take this opportunity to express their gratitude to the customers, vendors, investors and banks for their continued support. Your directors would also like to thank statutory authorities for their support and look forward to their continued support and guidance in future.

**PLACE : AHMEDABAD**

**FOR AND ON BEHALF OF THE BOARD**

**DATE : 30/05/2012**



**CHAIRMAN**



**Dhirubhai Shah & Co.**

Chartered Accountants:

401/408, "Aditya", B/h. Abhijeet-I,  
Near Mithakali Circle, Ellisbridge,  
Ahmedabad-380006.

**AUDITORS' REPORT**

To,  
The Members of  
**AASWA TRADING AND EXPORTS LIMITED.**

1. We have audited the attached Balance Sheet of **AASWA TRADING AND EXPORTS LIMITED**, as at **31<sup>st</sup> March, 2012**, the statement of Profit and Loss Account and also the Cash Flow statement 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 conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free on material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the 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 a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by Central Government of India in terms of section 227(4A) of the Companies Act, 1956, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraph 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to above, 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 it appears from our examination of those books.
  - (c) The Balance Sheet, the statement of Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account.
  - (d) In our opinion, the Balance Sheet, the statement of Profit and Loss Account and Cash Flow statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - (e) On the basis of written representations received from the directors of the company as at March 31, 2012 and taken on record by the board of directors, we report that none of the directors is disqualified as on March 31, 2012 from being appointed as director of the company under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

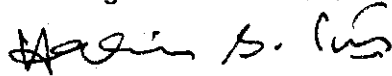
Phone : (079) 26403326 Telefax : (079) 26403325  
Website : www.dbsgroup.in ■ Email : dshahco@dbsgroup.in

**Branch Office :** 204, Sakar Complex, Opp. ABS Tower, Old Padra Road, **Vadodara** : 390015 Mob.:9879007663  
1st floor, Cama Chambers 23, Nagindas Master Road, **Mumbai** : 400023 Mob.:9820477754

Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the financial statements read with notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- (a) In the case of Balance Sheet, of the State of affairs of the Company as at 31<sup>st</sup> March, 2012; and
- (b) In the case of the statement of Profit and Loss Account, of the Profit of the Company for the year ended on that date; and
- (c) In the case of Cash Flow Statement, of the Cash Flows of the company for the year ended on that date.

**FOR DHIRUBHAI SHAH & CO.**  
**CHARTERED ACCOUNTANTS**  
**Firm Registration No. 102511W**



**HARISH B. PATEL**  
**PARTNER**  
**Membership No.14427**

**Place : Ahmedabad**

**Date : 30/05/2012**

## ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph (3) of our report of even date)

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
(b) All the assets have been physically verified by the management at reasonable intervals. In our opinion, the program of verification is reasonable having regard to the size of the company and the nature of its assets. We have been informed that no material discrepancies were noticed on such verification.  
(c) During the year, the company has not disposed off any of its fixed asset.
2. (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable  
(b) In our opinion, the procedures of physical verification of inventories followed by the management are 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. As informed to us, no discrepancies were noticed on verification between the physical stocks and book records.
3. (a) As explanation to us, the company has granted interest bearing loan to a company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 140.70 lacs.  
(b) In our opinion and according to information and explanation given to us, the terms and conditions of loans granted by the company are not prima facie prejudicial to the interest of the company.  
(c) We are informed that the repayment of the principal amount is not stipulated.  
(d) We are informed that the loan granted to the above company does not have any stipulation for the repayment of principal and hence, no amount outstanding as at 31<sup>st</sup> march, 2012 has been considered overdue.  
(e) The company has not taken any loan, secured or unsecured from companies, Firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.  
(f) Not applicable in view of 3(e) above.  
(g) Not applicable in view of 3(e) above.
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 purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. (a) We have been informed that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

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- (b) In our opinion and according to the information and explanation given to us, there is no transaction made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year.
6. In our opinion and according to the information and explanations given to us, the company has not accepted any fixed deposits from the public. Further, no order has been passed by the Company Law Board.
  7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
  8. According to the information and explanations given to us, the Central Government has not prescribed for maintenance of cost records as required under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956.
  9. (a) According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, custom duty, service tax, excise duty, cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, custom duty, service tax, excise duty, cess and other material statutory dues applicable to it were in arrears as at 31<sup>st</sup> March, 2012 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 is no statutory dues which are disputed,
  10. As the company has not any accumulated losses, so this clause is not applicable to the company.
  11. According to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.
  12. As per 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.
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13. As per the information and explanations given to us, the company is not dealing in or trading in shares, securities debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) order, 2003 is not applicable to the company.
14. As per the information and explanations given to us, the company has not given guarantees for loans taken by others from Bank or Financial Institutions.
15. As informed to us, the company has not received any money by way of term loans, hence the question of application of it does not arise.
16. 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 a short term basis have been used for long term investments and vice versa except permanent working capital.
17. 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 Act. Accordingly, the provision of clause 4(xviii) of Companies (Auditor's Report) Order, 2003 is not applicable to the company.
18. According to the information and explanations given to us, the company has not issued any debentures and hence the question of creating security in respect thereof does not arise.
19. As per the information and explanations given to us, the company has not raised any money by way of public issues during the year under audit.
20. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**For DHIRUBHAI SHAH & CO.**  
**Chartered Accountants.**  
Firm Registration No. 102511W



**Harish B. Patel**  
**PARTNER.**

**Membership No.14427**

**Date : 30/05/2012**

**Place : Ahmedabad**

BALANCE SHEET AS AT MARCH 31, 2012

	Note Number	As at Mar. 31, 2012	As at Mar. 31, 2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	7,200,000	7,200,000
(b) Reserves and surplus	3	8,906,746	8,599,770
<b>2 Non-current liabilities</b>			
(a) Long-term provisions	4	328,469	195,111
<b>3 Current liabilities</b>			
(a) Other current liabilities	5	32,829	50,312
(b) Short-term provisions	6	—	162,200
<b>TOTAL</b>		<b>16,468,044</b>	<b>16,207,393</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets	7	690	710
(i) Tangible assets			
(b) Long term loans and advances	8	16,404,346	15,953,808
<b>2 Current assets</b>			
(a) Cash and cash equivalents	9	51,249	83,108
(b) Short-term loans and advances	10	11,000	169,360
(c) Other current assets	11	759	407
<b>TOTAL</b>		<b>16,468,044</b>	<b>16,207,393</b>
<b>Significant Accounting Policies</b>	1		

As per our report of even date attached

For Dhirubhai Shah & Co.  
Chartered Accountants  
Firm Registration No.102511W

*Harish B. Patel*

Harish B. Patel  
Partner  
Membership No.14427

Ahmedabad  
May 30, 2012

*Keyur J. Parikh*  
Keyur J. Parikh  
Chairman

*Anish A. Shah*  
Anish A. Shah  
Director

Ahmedabad  
May 30, 2012

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2012

	Note Number	For the year ended Mar. 31, 2012	For the year ended Mar. 31, 2011
I. Revenue from operations	12	24,922,766	40,535,698
II. Other income	13	947,538	927,617
III. <b>Total Revenue (I + II)</b>		<b>25,870,304</b>	<b>41,463,315</b>
IV. <b>Expenses:</b>			
i Purchases of Stock-in-Trade	14	24,914,732	40,522,275
ii Employee benefits expense	15	169,807	63,762
iii Depreciation and amortization expense	16	20	24
iv Other expenses	17	341,469	299,027
<b>Total expenses</b>		<b>25,426,028</b>	<b>40,885,088</b>
V. <b>Profit after exceptional and extraordinary items (III-IV)</b>		<b>444,276</b>	<b>578,227</b>
VI. Tax expense: (1) Current tax		137,300	181,000
VII. <b>Profit / (Loss) for the period from continuing operations (after tax) (V-VI)</b>		<b>306,976</b>	<b>397,227</b>
VIII. <b>Profit / (Loss) for the period (VII)</b>		<b>306,976</b>	<b>397,227</b>
IX. Earnings per equity share:			
(1) Basic		0.43	0.55
(2) Diluted		0.43	0.55
Significant Accounting Polices	1		

<p>As per our report of even date attached</p> <p><b>For Dhirubhai Shah &amp; Co.</b> Chartered Accountants Firm Registration No.102511W</p> <p><i>Harish B. Patel</i></p> <p><b>Harish B. Patel</b> Partner Membership No. 14427</p> <p>Ahmedabad May 30, 2012</p>	<p><i>Keyur J. Parikh</i></p> <p><b>Keyur J. Parikh</b> Chairman</p> <p><i>Anish A. Shah</i></p> <p><b>Anish A. Shah</b> Director</p> <p>Ahmedabad May 30, 2012</p>
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**AASWA TRADING AND EXPORTS LIMITED**  
**AHMEDABAD**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2012 :-**

PARTICULARS	2011-2012		2010-2011	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>				
Net Profit/(Loss) before Tax and extraordinary items :-		444276		578248
Adjustments for -				
Depreciation	20		24	
Interest (Income) / Expenses	(947538)	(947518)	(924365)	(924341)
Operating profit before working capital charges		(503242)		(346093)
Adjustments for-				
Decrease/(Increase) in loans & advances	(329136)		(272994)	
Increase/(Decrease) in other liabilities	(21425)		(23215)	
Income tax paid	(125594)	(476155)	(260400)	(556609)
<b>Net Cash Outflow from Operation Activities ...(A)</b>		(979397)		(902702)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>				
Interest Income / (Expenses)	947538	947538	924365	924365
<b>Net Cash Inflow in Investing Activities ...(B)</b>		947538		924365
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>				
<b>Net Cash Inflow from Financing Activities ...(C)</b>		-		-
<b>Net Changes in Cash &amp; Cash Equivalents (A+B+C)</b>		(31859)		21663
Cash & Cash Equivalents - Closing Balance	51249		83108	
Cash & Cash Equivalents - Opening Balance	83108	(31859)	61445	21663

For & on Behalf of  
**DHIRUBHAI SHAH & CO.**  
Chartered Accountants

Firm Registration No.102511W

*Harish B. Patel*

Harish B. Patel  
PARTNER  
Membership No.14427

Ahmedabad  
Date : 30/05/2012

For & on Behalf of Board

*Keyur J. Parikh*  
Keyur J. Parikh  
CHAIRMAN

*Anish A. Shah*  
Anish A. Shah  
DIRECTOR

Ahmedabad  
Date : 30/05/2012



**Notes forming part of accounts****1 ACCOUNTING POLICIES**

- a. The financial statements have been prepared on the historical cost convention basis and as a going concern with revenues considered and expenses accounted for wherever possible on their accrual, including provisions/adjustments for committed obligations.

b. **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision of accounting estimates is recognized prospectively in current and future periods.

c. **Fixed Assets**

Fixed assets are recorded at historical costs.

d. **Depreciation**

The company has provided depreciation under written down value method on all assets at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956, as amended by notification no. GSR 756 (E) dated December 16, 1993 together with circular no. 14 dated December 20, 1993, issued by the Department of Company Affairs.

e. **Inventories**

Inventories are valued at cost.

f. **Employee Benefits**

Provision for gratuity is determined as per the provisions of the Gratuity Act, 1972.

g. **Sales and Purchases**

Sales and Purchases accounted net of returns and discounts.

h. **Recognition of Income and Expenditure**

Income and expenditure are recognised on accrual basis.

i. **Contingent Liabilities**

Contingent liabilities are not provided for in the books of accounts. The same are separately disclosed in the notes forming part of accounts.

j. **Taxes on Income:**

Provision for current tax provision is made annually based on the tax liability computed after considering tax allowances and deductions.

Deferred tax is recognised on timing difference between the accounting income and the taxable income for the year that originate in one period and are capable of reversal in one or more subsequent periods. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

**Notes forming part of accounts****k. Impairment Loss**

Impairment loss is provided to the extent the carrying amount of assets exceeds their recoverable amounts. Recoverable amount is the higher of an asset's net selling price and its value. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in the arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

**l. Provisions and Contingencies**

Provisions are recognised when the company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed when the company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognised nor disclosed.

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**Notes on Accounts:****I. Notes in compliance of Schedule VI to the Companies Act, 1956****2 SHARE CAPITAL**

2.1 The Company has one class of shares referred to as equity shares. The details thereof is as under:

	As at Mar. 31, 2012	As at Mar. 31, 2011
<b>AUTHORISED SHARE CAPITAL</b>		
750000 Equity shares of Rs. 10/- each (Previous year 750000 equity shares of Rs. 10/- each)	7,500,000	7,500,000
<b>TOTAL</b>	<b>7,500,000</b>	<b>7,500,000</b>
<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</b>		
720000 Equity shares of Rs. 10/- each fully paid up (Previous year 720000 equity shares of Rs. 10/- each fully paid up)	7,200,000	7,200,000
<b>TOTAL</b>	<b>7,200,000</b>	<b>7,200,000</b>

**2.2 Reconciliation of number of shares outstanding:**

The company has not issued or brought back any equity shares during the year under review

**2.3 Shares Held by holding/ultimate holding company and/or their subsidiaries/associates**

Out of issued, subscribed and paid up capital:

Nil (Previous Year Nil) Equity Shares are held by holding company

Nil (Previous Year Nil) Equity Shares are held by ultimate holding company

Nil (Previous Year Nil) Equity Shares are held by subsidiary of holding company

Nil (Previous Year Nil) Equity Shares are held by associates of holding or ultimate holding company.

**2.4 The details of shareholders holding more than 5 % of issued share capital:**

Name of Shareholder	As at Mar. 31, 2012		As at Mar. 31, 2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mrs. Shefali C. Parikh	432,920	60.13	432,920	60.13
Ms. Uttara C. Parikh	60,600	8.42	60,600	8.42

**2.5 The details of bonus shares issued, shares issued for consideration otherwise than in cash and shares brought back in preceding five years:**

The company has not issued any bonus shares, shares for consideration otherwise than in cash and has not brought back any shares in year under review and preceding five years

**2.6 Details of Unpaid calls due from Directors or officers**

There were no unpaid calls due from Directors/Officers of the Company.

**2.7 Rights of Shareholders, Dividend and Repayment of Capital:****Rights of Equity Share holders**

a. Holder of equity shares is entitled to one vote per share.

b. The Company declares and pays dividends in Indian Rupees. The Companies Act, 1956 provides that any dividend be declared out of accumulated distributable profits only after the transfer to a general reserve of a specified percentage of net profit computed in accordance with current regulations.

c. In the event of liquidation of the Company, the holders of shares shall be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.



**3 RESERVES & SURPLUS**

3.1 The Reserves &amp; Surplus includes:

	As at Mar. 31, 2012	As at Mar. 31, 2011
(A) Surplus (being balance of Profit & Loss Account) Balance As per last Balance Sheet	8,599,770	8,202,543
Add: Net Profit For the current year	306,976	397,227
Closing Credit Balance	8,906,746	8,599,770
<b>TOTAL</b>	<b>8,906,746</b>	<b>8,599,770</b>

**3.2 Appropriations out of Balance in Profit and Loss Account:**

There is no appropriation out of Profit and Loss Account for the year / previous year.

**4 LONG TERM PROVISIONS**

	As at Mar. 31, 2012	As at Mar. 31, 2011
(A) Provision for employee benefits - For Gratuity	4,543	14,111
- For Leave Encashment	5,626	
(B) Others(For income tax)	318,300	181,000
<b>TOTAL</b>	<b>328,469</b>	<b>195,111</b>

**5 OTHER CURRENT LIABILITIES**

	As at Mar. 31, 2012	As at Mar. 31, 2011
(A) Other payables (Other liabilities)	32,829	50,312
<b>TOTAL</b>	<b>32,829</b>	<b>50,312</b>

**6 SHORT TERM PROVISIONS**

	As at Mar. 31, 2012	As at Mar. 31, 2011
(A) Others(For income tax)	0	162,200
<b>TOTAL</b>	<b>0</b>	<b>162,200</b>

✍

**7 FIXED ASSETS**

7.1 Tangible Assets:

7.2 Tangible Assets includes:

(a) Current Year

Sr No	Particulars	Gross Block			Depreciation				Net Block		
		As at 1 <sup>st</sup> April, 2011	Additions during the year	Disposals during the year	As at 31 <sup>st</sup> March, 2012	Up-to 1 <sup>st</sup> April, 2011	For the year	On Disposals during the year	Up-to 31 <sup>st</sup> March, 2012	As at 31 <sup>st</sup> March, 2012	As at 31 <sup>st</sup> March, 2011
(a)	Scooter	15,392	-	-	15,392	14,780	-	-	14,780	612	612
(b)	Cycle	1,550	-	-	1,550	1,452	20	-	1,472	78	98
	Total	16,942	-	-	16,942	16,232	20	-	16,252	690	710
(b)	Previous Year	16,942	-	-	16,942	16,208	24	-	16,232	710	734

7.3 None of the Assets have been written off on reduction of capital during preceding last five years as at 31/03/2012.

7.4 The company has not revalued any tangible assets in last five years.

**8 LONG TERM LOANS AND ADVANCES**

8.1 Long Term Loans and Advances includes:

		As at Mar. 31, 2012	As at Mar. 31, 2011
(A)	Loans and advances to body corporate & individuals other than related parties Unsecured, considered good	15,429,280	15,111,496
(B)	Loans and advances (Receivable in Cash or kind) (Income Tax) Secured, considered good	975,066	842,312
	Sub total	975,066	842,312
	<b>TOTAL</b>	<b>16,404,346</b>	<b>15,953,808</b>

**9 CASH AND CASH EQUIVALENTS**

		As at Mar. 31, 2012	As at Mar. 31, 2011
(A)	Balances with banks - in Current Accounts	47,282	80,925
	Sub total	47,282	80,925
(B)	Cash on hand	3,967	2,183
	<b>TOTAL</b>	<b>51,249</b>	<b>83,108</b>

**10 SHORT-TERM LOANS AND ADVANCES**

		As at Mar. 31, 12	As at Mar. 31, 11
	Other Loans and Advances (Receivable in cash or Kind) other than related parties Unsecured, considered good	11,000	---
	Other Loans and Advances (Receivable in cash or Kind) (Income Tax) Secured, considered good	0	169,360
	<b>TOTAL</b>	<b>11,000</b>	<b>169,360</b>

**11 OTHER CURRENT ASSETS**

		As at Mar. 31, 2012	As at Mar. 31, 2011
	Prepaid Expenses	759	407
	<b>TOTAL</b>	<b>759</b>	<b>407</b>

**12 REVENUE FROM OPERATIONS**

		As at Mar. 31, 2012	As at Mar. 31, 2011
	Sale of products (Traded goods of Cotton fabrics)	24,922,766	40,535,698
	<b>TOTAL</b>	<b>24,922,766</b>	<b>40,535,698</b>

## 13 OTHER INCOME

	As at Mar. 31, 2012	As at Mar. 31, 2011
Interest income	947,538	924,365
Other non-operating income	---	3,252
<b>TOTAL</b>	<b>947,538</b>	<b>927,617</b>

## 14 PURCHASE OF STOCK IN TRADE

	As at Mar. 31, 2012	As at Mar. 31, 2011
Purchase of traded goods (Cotton fabrics)	24,914,732	40,522,275
<b>TOTAL</b>	<b>24,914,732</b>	<b>40,522,275</b>

## 15 EMPLOYEE BENEFITS EXPENSES

	As at Mar. 31, 2012	As at Mar. 31, 2011
Salaries and Wages	163,676	62,587
Leave encashment expenses	5,626	0
Gratuity expenses	505	1,175
<b>TOTAL</b>	<b>169,807</b>	<b>63,762</b>

## 16 DEPRECIATION AND AMORTIZATION

	As at Mar. 31, 2012	As at Mar. 31, 2011
Depreciation	20	24
<b>TOTAL</b>	<b>20</b>	<b>24</b>

## 17 OTHER EXPENSES

	As at Mar. 31, 2012	As at Mar. 31, 2011
(A) Payments to the auditor		
As auditor	11,607	11,394
For taxation matters	1,879	1,642
For other services	11,236	0
Sub total	<b>24,722</b>	<b>13,036</b>
(B) Insurance	2,639	1,446
(C) Rent and Taxes	2,000	2,000
(D) Miscellaneous Expenses	312,108	282,545
<b>TOTAL</b>	<b>341,469</b>	<b>299,027</b>



**Notes forming part of accounts**

18. During the year under review the company has made provision of Rs.1,37,300/- for Income tax.

As regards deferred tax as per Accounting Standard - 22 (AS-22) on "Accounting for Taxes on Income" issued by The Institute of Chartered Accountants of India, there is a net deferred tax asset as at year end. Considering the provisions of the AS-22 and as a matter of prudence, the company has not recognised the said deferred tax asset while preparing the accounts for the year under review.

19. The cost of purchase is arrived at after considering effect of any settlement reached with the suppliers during the year.
20. There are no micro and small enterprises, to which the company owes dues, which are out standing for more than 45 days as at 31<sup>st</sup> March, 2012. This information as required to be disclosed under The Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

**21. Segment reporting (Accounting Standard - 17):**

The company has only one revenue segment – trading business. Hence, no separate segment wise information on Revenue, Results and Capital employed is given.

**22. Related parties disclosures (Accounting Standard – 18):****(i) Relationships****(a) Other related parties where control exists:**

Krupa Printers

**(ii) Transactions carried out with related parties referred to in (i) above are in ordinary course of business.**

Nature of transactions	Related parties
	<b>Other parties where control exists</b>
Expenses	12000/- (12000/-)

**Notes forming part of accounts****23. Earning per share (Accounting Standard - 20):****(Rupee)**

Particulars	2011- 12	2010- 11
Profit / (Loss) after tax and extra ordinary items	3,06,976	3,97,227
Profit / (Loss) attributable to Equity Shareholders	3,06,976	3,97,227
No. of equity shares	7,20,000	7,20,000
Nominal value of ordinary shares	Rs. 10	Rs. 10
Basic and diluted earning per share (Rs.)	0.43	0.55

24. As regards adoption of accounting standard – 28 on "Impairment of Assets" issued by The Institute of Chartered Accountants of India, dose not have any impact on either profit for the year or on the net assets of the company as at year end..

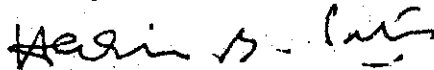
25. Previous year figures have been regrouped / rearranged wherever necessary to confirm to this year's figures.

**26. Contingent liabilities not provided for:****(Rupee)**

	As on	
	Mar.31, 12	Mar.31, 11
(i) Claims not acknowledged as debt	NIL	3777911

As per our report of even date attached

For and on behalf of  
**For Dhirubhai Shah & Co.**  
 Chartered Accountants  
 Firm Registration No.102511W

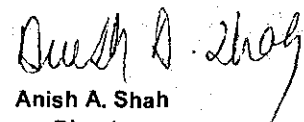


**Harish B. Patel**  
 Partner  
 Membership No.14427

Ahmedabad  
 Date: 30/05/2012



**Keyur J. Parikh**  
 Chairman



**Anish A. Shah**  
 Director

Ahmedabad  
 Date: 30/05/2012