

## ***PUNIT COMMERCIALS LTD***

### **BOARD OF DIRECTORS**

MR. NIRAV P. MEHTA  
MR. SUJIT S. MEHTA  
MRS. PURNIMA P. MEHTA  
MRS. PRIYA N. MEHTA – Resigned on 30<sup>th</sup> May, 2014.

### **REGISTERED OFFICE**

903, PRASAD CHAMBERS,  
OPERA HOUSE,  
MUMBAI - 400004,

### **CORPORATE OFFICE**

AW 2022/2023, "A" TOWER,  
BHARAT DIAMOND BOURSE,  
BANDRA KURLA COMPLEX,  
BANDRA(E), MUMBAI- 400051

### **AUDITORS**

M/S. K. P. MEHTA & CO.,  
CHARTERED ACCOUNTANTS  
A/6, VIMAL APARTMENTS, 2<sup>ND</sup> FLOOR,  
ABOVE SYNDICATE BANK, JUHU LANE,  
ANDHERI (WEST)  
MUMBAI – 400 058.

### **BANKERS**

1. ORIENTAL BANK OF COMMERCE
2. BANK OF BARODA
3. STATE BANK OF INDIA
4. BANK OF INDIA

### **REGISTRAR AND TRANSFER AGENT**

SHAREX DYNAMIC (INDIA) PRIVATE LIMITED,  
UNIT-1, LUTHRA INDUSTRIAL PREMISES,  
ANDHERI-KURLA ROAD, SAFED POOL,  
ANDHERI (E), MUMBAI 400 072  
TEL: 2851 5606 / 2851 5644  
FAX: 2851 2885  
E MAIL: [sharexindia@vsnl.com](mailto:sharexindia@vsnl.com)  
URL WEBSITE: [www.sharexindia.com](http://www.sharexindia.com)

## **NOTICE**

**NOTICE** is hereby given that the Twenty Ninth Annual General Meeting of the members of **PUNIT COMMERCIALS LTD.** will be held on Saturday, 2<sup>nd</sup> August, 2014 at 903, Prasad Chambers, Tata Road No. 2, Opera House, Mumbai - 400004 at 11.00 a.m. to transact the following business:

### **Ordinary Business**

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1. To receive, consider and adopt the Balance Sheet as at 31st March 2014, Profit & Loss Account for the year ended as on that date together with the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Ms Purnima Mehta, who retires by rotation and being eligible, offers herself for re-appointment.
3. To re-appoint Auditors of the Company and to fix their remuneration.

### **SPECIAL BUSINESS**

4. To appoint Shri Sujit S. Mehta (DIN: 01718827) as an Independent Director and in this regard to consider and if thought fit to pass with or without modification the following resolution as a special resolution:

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of the Listing Agreement, Shri Sujit S. Mehta (DIN: 01718827), who was appointed as a Director liable to retire by rotation and whose term expires at this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (five) consecutive years for a term up to the conclusion of the 34<sup>th</sup> Annual General Meeting of the Company in the calendar year 2019.”

5. To appoint Shri Nirav P .Mehta (DIN: 00518614) as an Managing Director and in this regard to consider and if thought fit to pass with or without modification the following resolution as a special resolution

**“RESOLVED THAT** pursuant to the provisions of Sections 196, 197, and other applicable provisions, if any, of the Companies Act, 1956 or Companies Act, 2013 (the said Act) including Schedule V of the said Act as amended up-to-date, consent and approval be and is hereby accorded to the appointment and payment of remuneration and perquisites to Mr. Nirav P .Mehta as the Managing Director of the Company for a period of five years with effect from 1<sup>st</sup> June, 2014 to 31<sup>st</sup> May, 2019

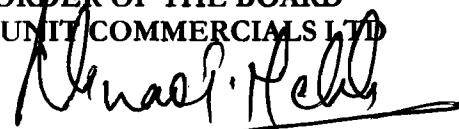
**RESOLVED FURTHER THAT** Mr. Nirav P .Mehta shall be paid remuneration and perquisites up to Rs.1,00,000/- per month and shall be eligible for monthly increments as may be decided by the Board of Directors from time to time annually, if permissible as per the provisions of the Act.

**RESOLVED FURTHER THAT** the terms and conditions of the letter of appointment which is placed before the meeting and signed by Ms. Purnima P Mehta, Director of the company for the purpose of identification is approved.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to vary or increase the remuneration and perquisites to the extent the Board of Directors may consider appropriate and as may be authorised in accordance with any provision under the Act for the time being in force provided, however, that the remuneration and perquisites payable to Mr. Nirav P .Mehta shall be within the limits set out in the said Act including the said Schedule V to the Act or any amendments thereto or any modification(s) or statutory re-enactment(s) thereof and/or any rules or regulations framed there under provided that the terms of the letter of appointment between the company and Mr. Nirav P .Mehta shall be suitably modified to give effect to such variation or increase as the case may be.

**RESOLVED FURTHER THAT** in the event of loss or inadequacy of profits in any financial year of the Company during the term of office of Mr. Nirav P .Mehta as the Managing Director, the remuneration and perquisites set out in the aforesaid letter of appointment be paid or granted to Mr. Nirav P .Mehta as minimum remuneration provided that the total remuneration by way of salary, perquisites and other allowances shall not exceeding the ceiling provided in Part II (A) of Schedule V to the said Act or such other amount and perquisites as may be provided in the said Schedule V whether or not amended from time to time or any equivalent statutory re-enactment(s) thereof."

BY ORDER OF THE BOARD  
For PUNIT COMMERCIALS LTD



(NIRAV P. MEHTA)  
Director

DATED: 30<sup>TH</sup> May, 2014  
Place: Mumbai

#### 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 A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- 2) The Proxy, in order to be effective, should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- 3) Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 are attached.
- 4) Relevant document referred to in the accompanying notice and statement are open for inspection by the members at the registered office of the company on all working day, except Saturdays during business hours up to the date of the meeting.

- 5) The Register of Members and share transfer books shall remain closed from Monday, 28<sup>th</sup> July, 2014 to Saturday, 2<sup>th</sup> August, 2014 both days inclusive.
- 6) As per the provisions of the Companies Act, 1956 facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from Depository Participants (DPs) in respect of their holdings in electronic form and from the company's Registrar and Transfer agent or Secretarial department of the company in respect of their holding in physical form.
- 7) Members are requested to notify immediately any change of address to their Depository Participants (DPs) in respect of their holdings in electronic form and to the Secretarial department at the Registered Office of the company or to the Registrar and Transfer Agents in respect of their holding in physical form.
- 8) As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual Report.
- 9) Members who hold the shares in dematerialized form are requested to bring their Client ID and DP ID numbers and Members holding shares in Dematerialised Form are requested to quote their Folio Numbers for easy identification of attendance at the Meeting.
- 10) Members desiring any relevant information on the Accounts at the Annual General Meeting are advised to write to the Company at least seven days in advance, so as to enable the company to keep the information ready.
- 11) All the shareholders are requested to register their E-Mail id with the Sharex Dynamic (India) Private Limited for the purpose of service of documents under Section 20 of the Companies Act, 2013 by E-mode instead of physical service of documents.
- 12) Information required under Clause 49 IV G of the Listing Agreement relating to Corporate Governance with respect to the Director being appointed and Directors retiring by rotation and being eligible, seeking re-appointment is as under:

**I.**

Particulars	Ms. Purnima Mehta
Date of Birth	10/10/1946
Date of Appointment	29/09/1997
Qualifications	B.Com
Expertise in specific functional areas	Trading in Diamond
Directorships in other Public Limited Companies*	NIL
Memberships of Committees in other Public Limited Companies* (includes only Audit & Shareholders / Investors Grievances Committee)	NIL

**II.**

Particulars	Mr. Sujit S. Mehta
Date of Birth	18/06/1967
Date of Appointment	04/11/2009
Qualifications	B.com
Expertise in specific functional areas	Trading in Diamond since 30 years

Directorships in other Public Limited Companies*	NIL
Memberships of Committees in other Public Limited Companies* (includes only Audit & Shareholders / Investors Grievances Committee)	NIL

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## ANNEXURE TO THE NOTICE

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

#### ITEM NO. 4 – Appointment of Mr. Sujit S. Mehta as an Independent Director

Shri **Sujit S. Mehta** as an Independent Directors of the Company and have held the positions as such for more than 5 (five) years. The Securities and Exchange Board of India (SEBI) has amended Clause 49 of the Listing Agreement inter alia stipulating the conditions for the appointment of independent directors by a listed company.

It is proposed to appoint Shri **Sujit S. Mehta** as Independent Directors under Section 149 of the Act and Clause 49 of the Listing Agreement to hold office for 5 (five) consecutive years for a term up to the conclusion of the 34<sup>th</sup> Annual General Meeting of the Company in the calendar year 2019.

Shri. **Sujit S. Mehta** is not disqualified from being appointed as Directors in terms of Section 164 of the Act and have given their consent to act as Directors.

The Company has received notices in writing from members alongwith the deposit of requisite amount under Section 160 of the Act proposing the candidatures of each of Shri **Sujit S. Mehta** for the office of Directors of the Company.

The Company has also received declarations from Shri **Sujit S. Mehta** that they meet with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Act and under Clause 49 of the Listing Agreement.

In the opinion of the Board, Shri **Sujit S. Mehta** fulfill the conditions for appointment as Independent Directors as specified in the Act and the Listing Agreement. Shri **Sujit S. Mehta** is independent of the management.

Brief resume of Shri **Sujit S. Mehta** , nature of their expertise in specific functional areas and names of companies in which they hold directorships and memberships / chairmanships of Board Committees, shareholding and relationships between directors inter-se as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges, are provided in the notice of the Annual General Meeting and Corporate Governance Report forming part of the Annual Report.

Copy of the draft letters of appointment of Shri **Sujit S. Mehta** as an Independent Directors setting out the terms and conditions are available for inspection by members at the Registered Office of the Company.

This Statement may also be regarded as a disclosure under Clause 49 of the Listing Agreement with the Stock Exchanges.

Shri **Sujit S. Mehta** is interested in the resolutions set out respectively at Item Nos. 4 of the Notice with regard to their respective appointments.

The relatives of Shri **Sujit S. Mehta** may be deemed to be interested in the resolutions set out respectively at Item Nos. 4 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in these resolutions.

#### **ITEM NO. 5 – Appointment of Mr. Nirav P. Mehta as a Managing Director**

The Board of Directors at its meeting held on 30<sup>th</sup> May, 2014 has considered the performance of the Company and appointed Mr. Nirav P. Mehta, as a Managing Director of the Company for the period of 5 years w.e.f. 1<sup>st</sup> June, 2014. The terms and conditions of his appointment are given below:

Sr. No.	Name of Director	Designation	Responsibility
1	Mr. Nirav P. Mehta	Managing Director	Overall Management and administration of the company

As per the Section II Sub-clause A (iv) of Schedule V, the company is required to furnish the following information in the Explanatory Statement;

#### **I. GENERAL INFORMATION:**

No	PARTICULARS		
1.	Nature of Industry	Trading in Diamond and Investment.	
2.	Date or expected date of commencement of Commercial Production.	Presently the company is investment activity.	
3.	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Not Applicable	
4.	Financial performance based on given indications. Sales (Net of Excise) Net Profit before Tax Net Profit/Loss After Tax	31-3-2014 (Rs. in lakhs) 2604.62 0.06 (3.48)	31-3-2013 (Rs. in lakhs) 2190.79 6.60 4.81
5.	Foreign investments or collaborators, if any.	NIL	

#### **II. INFORMATION ABOUT THE APPOINTEE:**

No	PARTICULARS	
1.	Background Details	Mr. Nirav Mehta is a Commerce Graduate And vast experience in Diamond Industries
2.	Past Remuneration / Perquisites	Nirav Mehta: upto Rs.1,00,000/- per month including perquisites
3.	Recognition or Awards	NIL
4.	Job Profile and His Suitability	Nirav Mehta: Managing Punit Commercials Ltd since last 20 years.

5.	Remuneration / perquisites proposed	Upto Rs.1,00,000/- per month including perquisites if any .
6.	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person	The size of the company is small. The Comparative Data is not available.
7.	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any,	Mr. Nirav Mehta, Managing Director has no pecuniary relationship with the Company except as employees of the Company as stated and holding 49,550 shares representing 20.65% in the Company and classified as Promoter of the Company.

### III. OTHER INFORMATION:

1.	Reasons of loss or inadequate profits	Company not incurred losses in the last five years but the profit earned is inadequate to pay the remuneration.
2.	Steps taken or proposed to be taken for improvement.	However with a view to improve the workings, the company is taking all steps for improvement in the profit.
3.	Expected increase in productivity and profits in measurable terms	The Company is expecting improved in the profitability.

The remuneration and perquisites payable to Mr. Nirav P . Mehta as Managing Director as follows:

The Company proposes to pay following remuneration and perquisites w.e.f. 1<sup>st</sup> June, 2014.

#### A. REMUNERATION:

Sr. N o.	Name of Director	Designation	Remunerations & Perquisites
1	Mr. Nirav P. Mehta	Managing Director	Upto Rs.1,00,000/- per month including perquisites if any .

#### B. INCREMENTS:

The Board of Directors shall decide the increments payable to each Directors at the end of March, every year within the overall ceiling laid down in the Schedule V so that the total remuneration by way of salary, perquisites and other allowances including increments shall not exceed the ceiling provided in Part II of Schedule V to the said Act based on the effective capital for the respective financial year or such other amount and perquisites as may be provided in the said Schedule V as may be amended from time to time or any equivalent statutory re-enactment(s) thereof.



### **C. MINIMUM REMUNERATION**

1. The above remuneration and perquisites has been fixed on the basis of inadequate profits as per the audited balance sheet as on 31<sup>st</sup> March, 2013 and has been fixed as provided in Part II of Schedule V to the said Act based on the effective capital for the respective financial year or such other amount and perquisites as may be provided in the said Schedule V as may be amended from time to time or any equivalent statutory re-enactment(s) thereof and shall be considered as minimum remuneration.


2. During the tenure of their appointments, if the Company earns profits in excess of the limits prescribed under Schedule V or if the profits are adequate in any financial year, as per the provisions of Section 196, 197 and any other applicable provisions of the, Companies Act, 2013 (the said Act) then the remuneration of Mr. Nirav P. Mehta shall be paid as per the profits earned by the Company in that particular financial year.

The resolutions are being recommended for the approval of the members.

None of the Directors except Mr. Nirav P. Mehta and Ms. Purnima P. Mehta are concerned or interested to the extent remuneration payable to him.

**DATED: 30<sup>TH</sup> May, 2014**  
**Place: Mumbai**

**BY ORDER OF THE BOARD  
For PUNIT COMMERCIALS LTD**

  
**(NIRAV P. MEHTA)**  
**Managing Director**

## **DIRECTOR'S REPORT**

Your Directors present their Twenty Ninth Annual Report on the business and operations of your Company together with audited statement of accounts for the year ended 31<sup>st</sup> March 2014.

### **Financial Results & Operations:**

	Year Ended 31 <sup>st</sup> March, 2014	Year Ended 31 <sup>st</sup> March, 2013
Sales	25,67,23,955	21,38,11,938
Other operating Income	44,29,092	52,06,830
Other non-operating Income	(6,90,785)	60,346
<b>Total Income</b>	<b>26,04,62,263</b>	<b>21,90,79,114</b>
Expenditure	26,01,52,273	21,78,26,899
Interest	1,97,503	4,75,897
Depreciation	1,05,860	1,05,860
<b>Total Expenditure</b>	<b>26,04,55,636</b>	<b>21,84,18,656</b>
<b>Profit(+) Loss(-)</b>	<b>6,626</b>	<b>6,60,458</b>
Provision for Taxation	3,60,000	1,80,000
(Add) / Less : Deferred Tax	(5749)	(991)
Short / (Excess) Provision of earlier Years	-	-
<b>Net profit/(loss) after tax</b>	<b>(3,47,625)</b>	<b>4,81,449</b>
Balance brought forward from last year	1,31,37,536	1,27,06,087
Balance carried forward to the Balance Sheet	1,27,89,911	1,31,37,536

### **Dividend**

With a view to deploy the profits into the existing operations of the company, Board of Directors has not recommended any dividend for the year.

### **Public Deposits**

The company has neither invited nor accepted any public deposits during the financial year under review.

### **Directors**

Ms. Purnima Mehta Director of the Company retires by rotation and being eligible offers herself for re-appointment.

Ms. Priya Mehta resigned as Director of the Company w.e.f. 30<sup>th</sup> May, 2014. The Board of Directors placed on record the valuable contribution made by Ms. Priya Mehta during her tenure.

In terms of the articles of association of the Company, section 149 (10) of the Companies Act, 2013 and revised clause 49 of Listing Agreement dealing with Corporate Governance norms, Mr. Sujit Mehta has completed 5 years term as Independent Directors as on 1st April, 2014. The Company proposes to re-appoint him, as Independent Director for a further period of 5 years till 2019. The Company has received requisite notices in writing from members proposing Mr. Sujit Mehta for appointment as Independent Director.

The Company has received declarations from the Independent Director of the Company confirming that they meet with the criteria of independence as prescribed both, under subsection 6 of section 149 of the Companies Act, 2013 and under clause 49 of the listing agreement with the stock exchanges.

### **Listing**

The equity shares of the Company are listed at Bombay Stock Exchanges. The Company has paid annual listing fee for the year 2014 – 2015 to Bombay Stock Exchanges in time.

### **Directors' Responsibility Statement**

Pursuant to section 217 (2AA) of the Companies Act, 1956, the Directors to the best of their knowledge and belief confirm that

- (i) In the preparation of the annual accounts for the financial year ended March 31, 2014, all the applicable accounting standards have been followed along with proper explanations relating to material departures.
- (ii) Appropriate accounting policies have been selected and applied consistently, and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2014 and of the profit of the Company for the said period;
- (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; and
- (iv) The annual accounts have been prepared on a 'going concern' basis.

### **Particulars of Employees**

The provision of section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 are not applicable to your company since none of the employee is employed on a remuneration of Rs.5,00,000/- p.m or Rs.60,00,000/- p.a.

### **Compliance Certificate**

Compliance Certificate to be obtained under Section 383A of the Companies Act, 1956 read with Companies (Issue of Compliance Certificate) Rules, 2001 has been obtained from M/s. P. P. Shah & Co., Practicing Company Secretaries and the same has been attached to this Report.

### **Conservation Of Energy, Technological Absorption and Foreign Exchange Earnings and Outgo**

In terms of Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, your Directors wish to state that the same is not applicable to the Company.

Foreign Exchange Earnings/Outgo	:	31/03/2014 Rs.	31/03/2013 Rs.
Foreign Exchange Earned	:	1,59,00,851	65,11,041
Foreign Exchange Outgo	:	2,00,14,515	1,92,22,391

## Auditors

M/s. K. P. Mehta & Co., Chartered Accountants retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made would be within the prescribed limits specified under Section 224(1B) of the Companies Act, 1956.

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## Acknowledgements

The Board wishes to place on records its appreciation to all its Shareholders, Customers, Bankers, and Employees for their co-operation and contributions made by them at all levels.

BY ORDER OF THE BOARD  
For PUNIT COMMERCIALS LTD

  
(NIRAV P. MEHTA)  
MANAGING DIRECTOR

Dated: 30<sup>th</sup> May, 2014  
Place: Mumbai

FORM  
[SEE RULE 3]

11-34880

Auth Sh Capital: Rs. 25.00 Lakhs

**COMPLIANCE CERTIFICATE**

To  
The Members,  
Punit Commercials Limited,

We have examined the registers, records, books and papers of Punit Commercials Limited (the Company) as required to be maintained under the Companies Act, 1956, & Companies Act, 2013 (wherever applicable) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31<sup>st</sup> March, 2014. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company is a public limited company, the restriction in clauses as provided in section 3 (1) (iii) of the Companies Act, 1956, is not applicable.
4. The Board of Directors duly met 4 times 27<sup>th</sup> May, 2013, 14<sup>th</sup> August, 2013, 30<sup>th</sup> October, 2013 and 7<sup>th</sup> February, 2014 on in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed.
5. The company has closed its Register of Members from 29<sup>th</sup> July, 2013 to 3<sup>rd</sup> August, 2013 and necessary compliance of Section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31<sup>st</sup> March, 2013 was held on 3<sup>rd</sup> August, 2013 after giving due notice to the members of the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year under review.
8. The company has not advanced any loans to its directors and/or persons or firms or companies referred in the section 295 of the Act and section 180 of the Companies Act, 2013.
9. The company has not entered any contracts falling within the purview of section 297 of the Act.
10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. Board of Directors approves the issue of duplicate share certificates from time to time.
13. The Company has:
  - (i) not made any allotment of securities during the financial year. The entire share capital of the Company comprising of 2,40,000 equity shares (representing 100 % of the equity shares) of the Company are dematerialized. Accordingly, the shares of the Company are freely transferable and are executed through depository mechanism. The transmission of shares is duly executed by the Company's appointed Registrar and Share Transfer Agent, M/s. Sharex Dynamic (India) Private Limited.



Further, all the share certificates lodged for transmission are duly delivered to the shareholders in accordance with the provisions of the Act.

- (ii) not deposited any amount in a separate bank account as no dividend was declared during the financial year.
  - (iii) not posted warrants to any member of the company, as no dividend was declared during the financial year.
  - (iv) no unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid and as are required to be transferred to Investor Education and Protection Fund.
  - (v) duly complied with the requirements of section 217 of the Act.
- 14. The Board of Directors of the company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
  - 15. The company has not appointed any managing director / whole-time director / manager during financial year.
  - 16. The company has not appointed any sole-selling agents during the financial year.
  - 17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other applicable authorities as may be prescribed in the Act during the year under review.
  - 18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
  - 19. The company has not issued any shares/debentures/other securities during the financial year.
  - 20. The company has not bought back any shares during the financial year.
  - 21. There was no redemption of preference shares or debentures during the financial year.
  - 22. There were no transaction necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
  - 23. The company has not invited/ accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
  - 24. The amount borrowed by the company from banks and other bodies corporate during the financial year ending – is/are within the limits prescribed under section 180 (1) (c) of the Companies Act, 2013.
  - 25. The company has not made any loans or given guarantees or provided securities to other bodies corporate and consequently no entries are made in the Register kept for the purpose. However there is a carried forward balance of investments made in earlier years.
  - 26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
  - 27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
  - 28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
  - 29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.



30. The company has not altered its articles of association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the company during the financial year for offences under the Act.
32. The company has not received any money as security from its employees during the financial year under certification as per provisions of section 417(1) of the Act.
33. The company was not required to deposit employee and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Act.

Place: Mumbai  
Date: 30<sup>th</sup> May, 2014



**Annexure A**

For P. P. SHAH & CO.  
*Punit P. Shah*  
(PUNIT P. SHAH)  
Practising Company Secretary  
Partner  
CP No. 7506 M. No. 20536

**Registers as maintained by the Company**

1. Register of Members u/s. 150.
2. Register of Transfers
3. Register of Directors, Managing Director, Manager and Secretaries u/s.303.
4. Register of Contracts with the Companies and firms in which directors are directly or indirectly interested u/s. 301.
5. Register of Director's Shareholding u/s. 307.
6. Minutes of the Annual General Meeting/Extra Ordinary General Meeting and Board Meeting under section 193.

Note: Since, 100 % of the shares of the Company are in dematerialized format, the register of beneficial owners as per Section 11 of Depositories Act, 1996 is maintained by the concerned Depository.

**Annexure B**

**Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31<sup>st</sup> March, 2014.**

1. Form 23AC – XBRL in respect of Balance Sheet and Form 23ACA – XBRL in respect of Profit and Loss Account for the year ended 31<sup>st</sup> March, 2013 was filed under Section 220 of the Companies Act, 1956 with the Registrar of Companies, Maharashtra, on 6<sup>th</sup> August, 2013.
2. Compliance Report under Form No. 66, from M/s. P. P. Shah & Co. for the year ended 31<sup>st</sup> March, 2013, as required u/s. 383A of the Companies Act, 1956, was filed with the Registrar of Companies, Maharashtra, on 5<sup>th</sup> August, 2013.
3. Annual Return under Form No. 20B under Schedule V to the Companies Act, 1956 in respect of AGM held on 3<sup>rd</sup> August, 2013 under section 169 of the Companies Act, 1956 was filed with the Registrar of Companies, Maharashtra, on 9<sup>th</sup> August, 2013.

Place: Mumbai  
Date: 30<sup>th</sup> May, 2014



For P. P. SHAH & CO.  
*Punit P. Shah*  
(PUNIT P. SHAH)  
Practising Company Secretary  
Partner  
CP No. 7506 M. No. 20536

**KIRIT P. MEHTA**

B. Com. (Hons.), LL. B. (Gen.) F. C. A.



**K. P. MEHTA & CO.**  
CHARTERED ACCOUNTANTS

A/6, 2nd Floor, Vimal Apartment, Above Syndicate Bank, Juhu Lane, Andheri (West), Mumbai 400 058.  
Phone (O) : 022 - 2670 2219 / 2625 3181 • Mobile: 9820229036 • E-mail : kpmehtaco@yahoo.com

**AUDITORS' REPORT TO THE MEMBERS OF**  
**PUNIT COMMERCIALS LTD.**

1. We have audited the attached Balance Sheet of **PUNIT COMMERCIAL LIMITED**, as at 31<sup>st</sup> March, 2014 and also the Profit & Loss Account and 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 of 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 of our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred in paragraph (3) above, we report that:
  - a) 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.
  - b) In our opinion, proper books of accounts as required by law have been kept by the Company, as far as it appears from examination of the books.
  - c) The Balance Sheet, the Profit & Loss Account and the cash flow statement dealt with by this report are in agreement with the books of Accounts.
  - d) In our opinion, the Profit & Loss Account, the Cash Flow Statement and the Balance Sheet comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - e) On the basis of the written representation received from the directors as on 31<sup>st</sup> March, 2014, and taken on record by the Board of Directors, we report that none of the Directors of the Company is prima facie disqualified as on 31<sup>st</sup> March, 2013 from being appointed as Directors of the Company in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give true and fair view in conformity with the accounting principals generally accepted in India:-
    - 1) In the case of Balance Sheet of the states of affair of the Company as at 31<sup>st</sup> March, 2014;
    - 2) In case of the Profit & Loss account, of the Profit for the year ended on that date; and
    - 3) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**For K. P. MEHTA & CO.**  
Chartered Accountants  
Firm Reg No. 106243W

**(K.P. MEHTA)**  
Proprietor  
M.NO. 32155

Mumbai, 30<sup>th</sup> May, 2014.



PUNIT COMMERCIALS LIMITED

**ANNEXURE TO AUDITORS' REPORT**


**Referred to in paragraph 3 of our report of even date on the Accounts for the year ended 31<sup>st</sup> March, 2014.**

- (i) (a) The Company has maintained records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) The management at reasonable intervals has physically verified the fixed assets and no material discrepancies were noticed on such verification.  
  
(c) No substantial part of fixed assets were disposed off during the year.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.  
  
(b) The procedures of physical verification of inventory 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 and according to the information and explanations given to us, the Company is maintaining proper records of inventory. No discrepancy was noticed on verification of stocks.
- (iii) (a) The Company has taken a loan from Three Parties covered in the register maintained under section 301 of the companies Act, 1956. The maximum amount involved during the year was Rs. 3.23 Lacs and the year-end balance of loans taken from such parties was 3.23 Lacs.  
  
(b) The loans have been granted and taken as Interest-free. Based on the audit procedures performed and in our opinion and according to the information and explanations given to us by the management, the other terms and conditions are not prime facie prejudicial to the interest of the company.  
  
(c) According to the information and explanations given to us and the books and records examined by us, there are no stipulations as regards repayment of principal amounts in respect of the interest free loans taken by the company.  
  
(d) According to the information and explanations given to us and the books and records examined by us, there is no stipulations as regards repayment and therefore, the question of overdue amounts does not arise.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal control system.
- (v) (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.  
  
(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of rupees five lacs in respect of any party during the year, have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public to which the provisions of Section 58A and 58AA would apply..



- (vii) In view of the low volume of the transactions the Company has no formal internal audit department. However, its internal control procedures ensure reasonable internal checking of its financial and other records.
- (viii) As per the information given to us, maintenance of cost records has not been prescribed by the Central Government u/s. 209 (1) (d) of the Companies Act, 1956 in respect of the business of the Company.
- (ix) (a) According to the information and explanations given to us and the books and records examined by us, undisputed statutory dues including sales tax/income tax/custom duty/wealth tax/excise duty/cess and other statutory dues have been generally regularly deposited with the appropriate authorities.
- (b) According to the information and explanations given to us and the books and records examined by us, there are no undisputed amounts payable in respect of the aforesaid dues which have remained outstanding as at 31<sup>st</sup> March, 2014 for a period of more than six months from the date they became payable.
- (x) The Company has incurred cash loss of Rs. NIL in the current year and there are no accumulated losses in the balance sheet as on 31<sup>st</sup> March, 2014.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution or bank.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4 (xiv) of the Order, are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company has not obtained term loans, hence the clause 4 (xiv) of the Order is not applicable.
- (xvii) In our opinion and according to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that No funds raised on short-term basis have been used for long-term investment and vice-versa.
- (xviii) 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.
- (xix) The Company has not issued any debentures till date.
- (xx) The Company has not raised any money by way of public issue during the year.
- (xxi) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

FOR K. P. MEHTA & CO.  
Chartered Accountants  
Firm Reg No. 106243W

  
(K.P. MEHTA)  
Proprietor  
M.No. 32155

Mumbai, 30<sup>th</sup> May, 2014

**PUNIT COMMERCIALS LIMITED**  
**MUMBAI**

**BALANCE SHEET AS AT 31st MARCH, 2014**

Particulars	Note No.	Figures as at March 31, 2014	Figures as at March 31, 2013
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	2,400,000	2,400,000
(b) Reserves and surplus	3	13,023,912	13,371,536
(c) Money received against share warrants		-	-
		<b>15,423,912</b>	<b>15,771,536</b>
<b>2 Share application money pending allotment</b>		-	-
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	4	322,855	148,000
(b) Deferred tax liabilities (Net)	5	32,835	38,584
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
		<b>355,690</b>	<b>186,584</b>
<b>4 Current liabilities</b>			
(a) Short-term borrowings		-	-
(b) Trade payables	6	52,536,659	33,570,914
(c) Other current liabilities	7	959,880	212,965
(d) Short-term provisions	8	322,056	157,891
		<b>53,818,595</b>	<b>33,941,770</b>
<b>TOTAL</b>		<b>69,598,198</b>	<b>49,899,891</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>1 (a) Fixed assets</b>	9		
(i) Tangible assets		600,700	706,560
(b) Non-current investments	10	2,392,300	1,392,300
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	11	30,000	30,000
		<b>3,023,000</b>	<b>2,128,860</b>
<b>2 Current assets</b>			
(a) Current investments	12	11,559,356	-
(b) Inventories	13	14,101,484	14,205,856
(c) Trade receivables	14	36,871,898	24,383,635
(d) Cash and cash equivalents	15	3,942,030	9,062,413
(e) Short-term loans and advances	16	100,430	119,127
(f) Other current assets		-	-
		<b>66,575,198</b>	<b>47,771,031</b>
<b>TOTAL</b>		<b>69,598,198</b>	<b>49,899,891</b>

Contingent Liabilities & Commitments

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NOTES ON ACCOUNT

1

AS PER OUR REPORT OF EVEN DATE  
FOR K.P.MEHTA AND CO.  
Chartered Accountants  
FRN: 106243W

(K.P.Mehta)  
Proprietor  
Membership No :- 032155

Place: Mumbai  
Date : May 30, 2014

For and on behalf of the Board of Directors

*Nirav P Mehta*  
(Nirav Mehta)  
DIRECTOR

*Purnima P. Mehta*  
(Purnima Mehta)  
DIRECTOR

*Pritya Mehta*  
(Pritya Mehta)  
DIRECTOR

**PUNIT COMMERCIALS LIMITED**  
**MUMBAI**

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2014**

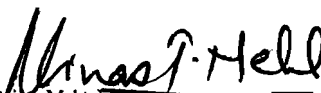
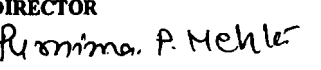

Particulars	Note No.	Figures as at March 31, 2014	Figures as at March 31, 2013
I Revenue from operations	17	261,153,047	219,018,768
II Other Non-Operating income	18	(690,785)	60,346
III Total Revenue (I + II)		260,462,263	219,079,114
IV Expenses:			
<u>Cost of materials consumed</u>			
Purchases of Stock-in-Trade	19	255,522,428	200,684,294
Changes in the inventories of finished goods work-in-progress and Stock-in-Trade	20	104,372	9,594,859
Employee benefits expense	21	1,493,824	1,160,458
Finance costs	22	197,503	475,897
Depreciation and amortization expense	9	105,860	105,860
Other expenses	23	3,031,650	6,397,288
Total expenses		260,455,636	218,418,656
V Profit before exceptional and extraordinary items and tax (III-IV)		6,626	660,458
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V - VI)		6,626	660,458
VIII Extraordinary Items		-	-
IX Profit before tax (VII- VIII)		6,626	660,458
X Tax expense:			
(1) Current tax		360,000	180,000
(2) Deferred tax		(5,749)	(991)
XI Profit (Loss) for the period from continuing operations (VII-VIII)		(347,625)	481,449
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		(347,625)	481,449
XVI Earnings per equity share:			
(1) Basic		-1.45	2.01
(2) Diluted		-1.45	2.01

**NOTES ON ACCOUNT**

AS PER OUR REPORT OF EVEN DATE  
FOR K.P.MEHTA AND CO.  
Chartered Accountants  
FRN: 106243W

(K.P.Mehta)  
Proprietor  
Membership No :- 032155

For and on behalf of the Board of Directors

  
(Nirmal Mehta)  
DIRECTOR  
  
(Purnima Mehta)  
DIRECTOR  
  
(Priya Mehta)  
DIRECTOR

Place: Mumbai  
Date: May 30, 2014


**PUNIT COMMERCIALS LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2014**

	31-03-2014 (RS. '000')	31-03-2013 (RS. '000')
<b>A) Cash flow from operating activities</b>		
Net profit as per P&L A/C before tax & extraordinary items	6.63	660.46
<b>Add:</b> Non Operating Expenses/Incomes		
Depreciation	105.86	105.86
<b>Less:</b> Interest on FD	(102.86)	(60.35)
	9.63	705.97
Adjustments for Working Capital		
Inventories	104.37	9,594.86
Debtors	(12,488.26)	10,962.37
Loans & Advances Repayment Recd.	18.70	(58.70)
Creditors	19,712.66	(11,808.91)
Loans taken/repaid	174.86	(8,144.82)
Cash flow from Operating activities before Tax Paid	7,531.95	1,250.77
Taxes paid	(195.83)	(32.47)
VAT Paid	-	-
Cash flow from Operating activities	7,336.12	1,218.30
<b>B) Cash flow from Investment activities</b>		
Sale of Investments	-	-
Purchase of Fixed Assets	-	-
Purchase of Investments	(12,559.36)	-
Interest on FD Received	102.86	60.35
Cash flow from Investment activities	(12,456.51)	60.35
Net Increase/ (Decrease) in Cash & Cash Equivalents (A-B)	(5,120.38)	1,278.65
<b>Add:</b> Opening Balance of Cash & Cash Equivalents	9,062.41	7,783.76
Closing Balance of Cash & Cash Equivalents	3,942.03	9,062.41


As per our attached report of even date

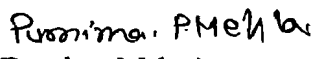
**FOR K.P. MEHTA & CO.**  
Chartered Accountants  
Firm Reg No. 106243W

  
(K.P. MEHTA)  
Proprietor  
Membership No. :-032155

Place: Mumbai.  
Date: 30/05/2014

For and on behalf of the Board of Directors

  
(Nirav Mehta)  
DIRECTOR

  
(Purnima Mehta)  
DIRECTOR

  
(Priya Mehta)  
DIRECTOR

PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014

PUNIT COMMERCIALS LIMITED

**NOTE 1. NOTES - NOTES ON ACCOUNTS**

**1. SIGNIFICANT ACCOUNTING POLICIES:  
ACCOUNTING CONCEPTS:**

The Company follows mercantile system of accounting, and recognises income and expenses on accrual basis.

**FIXED ASSETS:**

Fixed Assets are recorded at cost of acquisition including the expenditure incurred in connection with the acquisition and installation of the assets.

**DEPRECIATION:**

Depreciation is provided on straight line method in accordance with the rates and in the manner provided in the Schedule XIV to the Companies Act, 1956.

**INVESTMENTS:**

All the investments are long term investments and are stated at cost.

**BORROWING COSTS:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, the assets that take substantial period of time to get ready for intended use, are capitalised as part of the cost of such assets.

**INTANGIBLE ASSET:**

Intangible Assets are stated at cost of acquisition less accumulated amortization.

**REVENUE RECOGNITION:**

Service Receipts are recognized on completion of provision of services and are recorded inclusive of all the relevant taxes and duties. The same is recognized as income on completion of transaction and at the time of performance it is not unreasonable to expect ultimate collection. Other revenue items are recognized as income on their accrual basis.

**RETIREMENT BENEFITS:**

The Company does not have defined employee retirement policy as the employee strength does not exceed the statutory minimum.

**IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the Asset exceeds its recoverable value. An impairment loss is charged to the Profit & Loss account in the year in which an asset is identified as impaired. The Impairment loss recognized in prior accounting periods is increased / reversed where there has been change in the estimate of recoverable amount. The recoverable value is the higher of the net selling price and value in use.

**USE OF ESTIMATES**

The preparation of financial statements requires management to make estimates and assumption that affect the reported amounts of assets and liabilities on the date of financial statements, the reported amount of revenues and expenses and the disclosures relating to contingent liabilities as on the date of financial statements. Actual results could differ from those of estimates. Any revision in accounting estimates is recognized in accordance with the respective accounting standard.

**EARNINGS PER SHARE**

The Company reports basic and diluted earnings per share in accordance with AS-20 "Earnings Per Share". Basic earnings per share are computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period as adjusted for the effects of all dilutive potential equity shares.

**PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

The Company creates a provision when there exists a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the amount of obligation. A disclosure for the contingent liability is made when there is a possible obligation or a present obligation that may be, but probably will not require outflow of resources. When there is a possible obligation or a present obligation in respect of which likelihood of resources is remote, no provision or disclosure is needed.



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**TAXES ON INCOME:**

Current tax is determined as the tax payable in respect of taxable income for the year.

Deferred tax for the year is recognized on timing difference, being difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets and liabilities are measured assuming the tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only if there is a reasonable / virtual certainty of realization.

2. The value on realization of current assets in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet. According to the management, provision for all the known liabilities is adequate.

3. Balances in Debtors, Creditors, loans, advances, and other current assets are subject to confirmation and reconciliation.

4. Auditors' remuneration in accordance with paragraph 4B of part II of Schedule VI to the Companies Act, 1956 is as under:

Particulars	2014-15	2013-14
As Auditors	33,654	33,654
Taxation matters,	16,180	16,180
Company law matters	-	-
Management services	-	-
Other Services	-	-
Reimbursement of expenses	-	-
	49,834	49,834

5. Break up for Sales is as under:

Particulars	2014-15	2013-14
Gross Sales	256,723,955	213,811,938
Less: Indirect Taxes collected	-	-
	256,723,955	213,811,938

6. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

7. Earning per share is calculated as under:

Particulars	March 31, 2014	March 31, 2013
<b>Basic earning per share</b>		
Net profit after Taxation	(347,625)	481,449
Number of shares issued (Nominal Value RS.10)	240,000	240,000
Basic earning per share	(1.45)	2.01
<b>Diluted earning per share</b>		
Net profit after Taxation	(347,625)	481,449
Number of shares issued (Nominal Value RS.10)	240,000	240,000
Diluted earning per share	(1.45)	2.01

8. Directors' Remuneration	March 31, 2014	March 31, 2013
Within the limits of Schedule XIII to the Companies Act 1956.	-	-

9. "The Micro, Small and Medium Enterprise Development Act, 2006" has repealed the provision of interest on delayed payment to small scale and ancillary industrial undertaking Act, 1993. The management does not find it necessary to provide for interest on delayed payments to the suppliers covered by the said Act in view of insignificant amount and probability of its outgo.



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014**

10. Related Party Disclosures, as required by AS-18 are given below:

A. Relationships:

Category I: Holding Company NIL

Category II: Key management Personnel

Priya N. Mehta, Nirav P. Mehta, Purnima P. Mehta, Sujit Mehta

Category III: Others (Relatives of Key Management Personnel and Entities in which the Key Management Personnel have control or significant influence)

Subir Diamonds Private Ltd.

B. Transactions with related Parties:

TRANSACTIONS DURING THE YEAR	Relationship	Current Year in Lacs	Previous Year in Lacs
Opening Balances	Key Managerial Persons	1.48	43.00
Loans & Advances received during the year	Key Managerial Persons	2.01	234.80
Amounts repaid during the year	Key Managerial Persons	0.26	276.32
Purchases	Others	774.69	435.16
Sales	Others	524.65	561.38
Closing Balances	Key Managerial Persons	3.23	1.48

11. The previous year's figures are regrouped / rearranged / reclassified wherever considered necessary to correspond with the figures of current year.

12. Value of imports calculated on C.I.F basis by the company during the financial year in respect of -

- i Raw materials;
- ii Components and spare parts
- iii Capital goods
- iv Trading Goods

March 31, 2014	March 31, 2013
20,014,515	19,222,391
-	-
-	-
-	-





**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014**

14. Other Expenses in Foreign Currency:

	March 31, 2014	March 31, 2013
Royalty, Know-how, Professional and Consultation fees,	-	-
i Interest, and Other matters	-	-
Total value if all imported / indigenous raw materials,	-	-
spare parts and components consumed and the percentage	-	-
ii of each to the total consumption	-	-
Amount remitted in foreign currencies on account of	-	-
dividends with a specific mention of the total number of	-	-
non-resident shareholders, the total number of shares held	-	-
by them on which the dividends were due and the year to	-	-
iii which the dividends related;	-	-
Earnings in foreign exchange classified under the following	-	-
iv heads, namely	-	-
i Export of goods calculated on F.O.B. basis	11,686,590	1,304,211
ii Royalty, know-how, professional and consultation fees;	-	-
iii Interest and dividend	-	-
iv Exchange Difference	4,214,261	5,206,830

15. The additional information on Quantitative Information of Goods Traded  
Quantitative Information in respect of stock (in Kgs./units):

Particulars	Opening Balance	Inwards	Outwards	(Excess)/short	Closing Balance
Polished Diamonds	1438.81 carats.	14088.08 carats.	15546.93 carats.	-0.04	Nil
Rough Diamonds	3935.61 carats.	31780.17 carats.	34421.45 carats.	0.04	1294.29 carats
Grand Total	5374.42 carats.	45868.25 carats.	49968.38 carats.	0.00	1294.29 carats

16. Other information pursuant to General Instructions for preparation of Balance Sheet and Profit & Loss Account of Schedule VI to the Companies Act, 1956 is not applicable.

FOR AND ON BEHALF OF THE BOARD OF  
PUNIT COMMERCIALS LIMITED

(Nirav Mehta)  
DIRECTOR

(Purnima Mehta)  
DIRECTOR

(Priya Mehta)  
DIRECTOR

Mumbai  
May 30, 2014



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**2 SHARE CAPITAL**

Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule VI to the Companies Act, 1956

Share Capital	March 31, 2014		March 31, 2013	
	Number		Number	
<b>Authorised</b>				
Equity Shares of ` 10 each	250,000	2,500,000	250,000	2,500,000
<b>Issued,Subscribed &amp; Paid up</b>				
Equity Shares of ` 10 each fully paid	240,000	2,400,000	240,000	2,400,000
<b>Total</b>	<b>240,000</b>	<b>2,400,000</b>	<b>240,000</b>	<b>2,400,000</b>

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956

Particulars - Equity Shares	March 31, 2014		March 31, 2013	
	Number		Number	
Shares outstanding at the beginning of the year	240,000	2,400,000	240,000	2,400,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	240,000	2,400,000	240,000	2,400,000

Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule VI to the Companies Act, 1956

NIL Equity Shares (NIL Previous year) are held by None, the holding company.

Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule VI to the Companies Act, 1956 (more than 5%)

Name of Shareholder	March 31, 2014		March 31, 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Nirav Mehta	49,550	20.65%	49,550	20.65%
Purnima Mehta	42,850	17.85%	42,850	17.85%
Priya Mehta	32,330	13.47%	32,330	13.47%
Subir Diamonds P. Ltd.	31,550	13.15%	31,550	13.15%
Saraswati Commercials Ltd.	21,550	8.98%	21,550	8.98%
Kartik Biharilal Shah	14,200	5.92%	0	0.00%

The company has only one class of shares referred to as equity shares having a par value of Rs. 10/- per share.  
Each holder of equity shares is entitled to one vote per share.

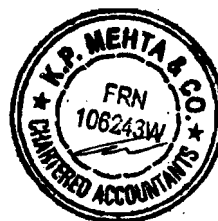


**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**3 RESERVES AND SURPLUS**

Disclosure pursuant to Note no. 6(B) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014	March 31, 2013
<b>a. General Reserve</b>		
Opening Balance	234,000	184,000
(+) Current Year Transfer	-	50,000
(-) Written Back in Current Year	-	-
Closing Balance	234,000	234,000
<b>b. Surplus</b>		
Opening balance	13,137,536	12,706,087
(+) Net Profit/(Net Loss) For the current year	-347,625	481,449
(+) Transfer from Reserves	-	-
(+) Adjustment for taxation	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	50,000
Closing Balance	12,789,911	13,137,536
<b>Total Reserves &amp; Surplus</b>	<b>13,023,911</b>	<b>13,371,536</b>



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**4 LONG-TERM BORROWINGS**

Disclosure pursuant to Note no. 6(C) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014	March 31, 2013
<b>Secured</b>		
(a) Term loans		
From Banks		
Kotak Mahindra	-	-
(Secured by Directors Guarantee)		
<b>Total Secured Long Term Borrowings</b>	-	-
In case of continuing default as on the balance sheet		
1. Period of default - None		
2. Amount - NIL		
<b>Unsecured</b>		
(a) Loans and advances from related parties	322,855	148,000
<b>Total Unsecured Long Term Borrowings</b>	322,855	148,000
In case of continuing default as on the balance sheet		
1. Period of default - None		
2. Amount - NIL		
<b>Total Long Term Borrowings</b>	<b>322,855</b>	<b>148,000</b>

**6 TRADE PAYABLES**

Disclosure pursuant to Note no. 6(D) of Part I of Schedule VI to the Companies Act, 1956

	March 31, 2014	March 31, 2013
(a) Trade Payables	52,536,659	33,570,914
(b) Others	-	-
<b>Total Trade Payables</b>	<b>52,536,659</b>	<b>33,570,914</b>

**7 OTHER CURRENT LIABILITIES**

Disclosure pursuant to Note no. 6(G) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014	March 31, 2013
(a) Other payables (As per Annexure)	959,880	212,965
<b>Total Current Liabilities</b>	<b>959,880</b>	<b>212,965</b>



**Note 5 DEFERRED TAX LIABILITY (NET)**

The Company has accounted for taxes on income in accordance with AS-22 – Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India. Consequently, the net incremental deferred tax (liability) / asset is charged / credited to Profit and Loss Account. The year end position of taxes on income is as under:

Particulars	March 31, 2014	March 31, 2013
<b>Deferred tax liability</b>		
Fixed Assets : Impact of Difference between tax depreciation and depreciation / amortisation charged for financial reporting	32,835	38,584
Others	-	-
Gross deferred tax liability	32,835	38,584
<b>Deferred tax asset</b>		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	-	-
Others	-	-
Gross deferred tax asset	-	-
<b>Net deferred tax liability / (asset)</b>	<b>32,835</b>	<b>38,584</b>



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**8 SHORT TERM PROVISIONS**

Disclosure pursuant to Note no. 6(H) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014	March 31, 2013
<b>(a) Provision for employee benefits</b>		
Salary & Reimbursements	-	-
Contribution to PF	-	-
Gratuity (Funded)	-	-
Leave Encashment (funded)	-	-
Superannuation (funded)	-	-
ESOP /ESOS	-	-
(b) Others	-	-
<b>(b) Others (Specify nature)</b>		
Provision for Taxation	322,056	157,891
<b>Total Short Term Provisions</b>	<b>322,056</b>	<b>157,891</b>



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**Note 9 FIXED ASSETS**

Disclosure pursuant to Note no. I (i), (ii), (iii); Note no. J (i),(ii); Note no. J and Note no. L of Part of Schedule VI to the Companies Act, 1956

Particulars	Gross Block			Accumulated Depreciation				Net Block	
	April 1, 2013	Additions/ (Disposals)	March 31, 2014	April 1, 2013	Depreciation for the year	On disposals	March 31, 2014	April 1, 2013	March 31, 2014
<b>a Tangible Assets</b>									
Land	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Plant and Equipment	-	-	-	-	-	-	-	-	-
Furniture and Fixtures	-	-	-	-	-	-	-	-	-
Vehicles (9.5 %)(SLM)	1,114,340	-	1,114,340	407,780	105,860	-	513,640	706,560	600,700
Office equipment	-	-	-	-	-	-	-	-	-
Computers	-	-	-	-	-	-	-	-	-
Others (specify nature)	-	-	-	-	-	-	-	-	-
Assets under lease (specify nature)	-	-	-	-	-	-	-	-	-
<b>Total (Current Year)</b>	<b>1,114,340</b>	<b>-</b>	<b>1,114,340</b>	<b>407,780</b>	<b>105,860</b>	<b>-</b>	<b>513,640</b>	<b>706,560</b>	<b>600,700</b>
<b>Total (Previous Year)</b>	<b>1,114,340</b>	<b>-</b>	<b>1,114,340</b>	<b>301,920</b>	<b>105,860</b>	<b>-</b>	<b>407,780</b>	<b>812,420</b>	<b>706,560</b>

Disclosure pursuant to Note no.I (iv) and J (iii) of Part I of Schedule VI to the Companies Act, 1956

Where sums have been written off on a reduction of capital or revaluation of assets or where sums have been added on revaluation of assets,

Particulars	Year					
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
<b>Asset details:</b>						
Balance as at 1st April	-	-	-	-	-	-
Impairment/ Revaluation	-	-	-	-	-	-
Balance as at 31st March	-	-	-	-	-	-



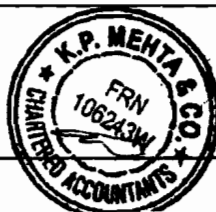
**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**10 NON CURRENT INVESTMENTS**

Disclosure pursuant to Note no. K (i) of Part I of Schedule VI to the Companies Act, 1956

Particulars		March 31, 2014	March 31, 2013
<b>A</b>	<b>Trade Investments (Refer A below)</b>		
	(a) Investment Properties	-	-
	(b) Investment in Equity instruments	-	-
	(c) Investments in preference shares	-	-
	(d) Investments in Government or Trust securities	-	-
	(e) Investments in debentures or bonds	-	-
	(f) Investments in Mutual Funds	-	-
	(g) Investments in partnership firms*	-	-
	(h) Other non-current investments (specify nature)	-	-
	<b>Total Trade Investments (A)</b>	-	-
<b>B</b>	<b>Other Investments (Refer B below)</b>		
	(a) Investment Properties	-	-
	(b) Investment in Equity instruments	1,392,300	1,392,300
	(c) Investments in preference shares	-	-
	(d) Investments in Government or Trust securities	-	-
	(e) Investments in debentures or bonds	1,000,000	-
	(f) Investments in Mutual Funds	-	-
	(g) Investments in partnership firms*	-	-
	(h) Other non-current investments (specify nature)	-	-
	<b>Total Other Investments (B)</b>	<b>2,392,300</b>	<b>1,392,300</b>
	<b>Grand Total (A + B)</b>	<b>2,392,300</b>	<b>1,392,300</b>
	Less : Provision for diminution in the value of Investments	-	-
	<b>Total Non Current Investments</b>	<b>2,392,300</b>	<b>1,392,300</b>

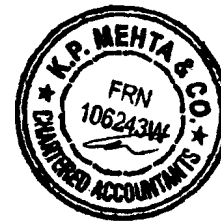
Particulars		2014	2013
Aggregate amount of quoted investments		-	-
(Market value of ` NIL (Previous Year ` NIL)			
Aggregate amount of unquoted investments		2,392,300	1,392,300
(Market value of ` NIL (Previous Year ` NIL)			





**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

<b>A. Details of Trade Investments</b>												
<b>Sr. No.</b>	<b>Name of the Body Corporate</b>	<b>Subsidiary / Associate / JV / Controlled Entity / Others</b>	<b>No. of Shares / Units</b>		<b>Quoted / Unquoted</b>	<b>Partly Paid / Fully paid</b>	<b>Extent of Holding (%)</b>		<b>Amount (')</b>		<b>Whether stated at Cost?</b>	<b>If Answer to Column (9) is 'No' - Basis of Valuation</b>
			<b>2014</b>	<b>2013</b>			<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>		
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>	<b>11</b>	<b>12</b>	<b>13</b>
<b>a</b>	<b>Investment Properties</b>											
<b>b</b>	<b>Investment in Equity Instruments</b>											
<b>c</b>	<b>Investments in Preference Shares</b>											
<b>d</b>	<b>Investments in Government or Trust securities</b>											
<b>e</b>	<b>Investments in Debentures or Bonds</b>											
<b>f</b>	<b>Investments in Mutual Funds</b>											
<b>g</b>	<b>Investments in partnership firms*</b>											
<b>h</b>	<b>Other non-current investments (specify nature)</b>											
	<b>Total</b>								-	-		



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

<b>B. Details of Other Investments</b>												
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (')		Whether stated at Cost?	If Answer to Column (9) is 'No' - Basis of Valuation
			2014	2013			2014	2013	2014	2013		
1	2	3	4	5	6	7	8	9	10	11	12	13
a	Investment Properties											
b	Investment in Equity Instruments	Associate	1,560	1,560	Unquoted	Fully Paid	33.91%	33.91%	1,392,300	1,392,300	Yes	
c	Investments in Preference Shares											
d	Investments in Government or Trust securities											
e	Investments in Debentures or Bonds(CCD)	Others	20	-	Unquoted	Fully Paid			1,000,000	-	Yes	
f	Investments in Mutual Funds											
g	Investments in partnership firms*											
h	Other non-current investments (specify nature)											
	<b>Total</b>								<b>2,392,300</b>	<b>1,392,300</b>		

<b>* G. Investment in Not Applicable (Name of the Firm)</b>	
<b>Name of the Partners</b>	<b>Share of Capital</b>
Partner 1	
Partner 2	
<b>Total Capital</b>	



**Note 11 OTHER NON CURRENT ASSETS**

Disclosure pursuant to Note no.M (i),(ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>a. Long term trade receivables</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-
<b>Total (a)</b>		-		-
<b>b. Security Deposits</b>				
Secured, considered good				
Insurance Deposit	5,000	5,000	5,000	5,000
Unsecured, considered good		-		-
Sales Tax Deposits	25,000	25,000	25,000	25,000
Doubtful	-	-	-	-
Less: Provision for doubtful deposits	-	-	-	-
<b>Total (b)</b>		30,000		30,000
<b>c. Others (specify nature)</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for	-	-	-	-
<b>Total (c)</b>		-		-
<b>d. Debts due by related parties</b>				
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-
<b>Total (d)</b>		-		-
<b>Total Other Non-Current Assets</b>		30,000		30,000

Disclosure pursuant to Note no. M (iii) (iii) of Part I of Schedule VI to the Companies Act, 1956

Details of debts due by related parties

Particulars	March 31, 2014	March 31, 2013
Directors *	-	-
Other officers of the Company *	-	-
Firm in which director is a partner *	-	-
Private Company in which director is a member	-	-
<b>Total debts due by related parties</b>	-	-

\*Either severally or jointly

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PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014

**12 CURRENT INVESTMENT**

Particulars	No. of Shares	March 31, 2014	No. of Shares	March 31, 2013
<b>Quoted</b>				
<b>Investment in Equity instrument:</b>				
Balaji Telefilms Ltd.	9999	513791.00	-	-
Biocon	4500	2045158.29	-	-
Firstsolution	25000	662112.95	-	-
Godrej Properties Ltd.	15000	2958322.90	-	-
Oberoi Realty Limited	6300	1420632.55	-	-
Peninland	50000	1525090.00	-	-
Spicejet Ltd.	35000	526396.52	-	-
Suzlon Energy	49000	474450.00	-	-
Tata Global Beverages	900	128682.00	-	-
The South Indian Ban	49000	1123080.00	-	-
Unitech Ltd.	14995	181639.50	-	-
	<b>259,694</b>	<b>11,559,356</b>	-	-

**Note 13 INVENTORIES**

Disclosure pursuant to Note no.O (i), (ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
a. Raw Materials and components (Valued at Cost)	14,101,484		11,882,404	
Goods-in transit	-	14,101,484	-	11,882,404
b. Work-in-progress (Valued at Not Applicable)	-		-	
Goods-in transit	-		-	
c. Finished goods (Valued at Net Realizable Value)	-		2,323,452.00	
Goods-in transit	-		-	2,323,452
d. Stock-in-trade (Trading Stock Valued at lower of cost or net realisable value)	-		-	
Goods-in transit	-		-	
e. Stores and spares (Valued at Not Applicable)	-		-	
Goods-in transit	-		-	
f. Loose Tools (Valued at Not Applicable)	-		-	
Goods-in transit	-		-	
g. Others (Specify nature) (if any)	-		-	
Shares And Securities	-		-	
<b>Total Inventories</b>		<b>14,101,484</b>		<b>14,205,856</b>



PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014

**Note 14 TRADE RECEIVABLES**

Disclosure pursuant to Note no.P (i), (ii), (iii) and (iv) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014	March 31, 2013
<b>A. Trade receivables outstanding for a period less than six months from the date they are due for payment</b>		
Secured, considered good	-	-
Unsecured, considered good	35,144,135	24,063,044
Unsecured, considered doubtful	-	-
	35,144,135	24,063,044
Less: Provision for doubtful debts	-	-
<b>Sub Total (A)</b>	<b>35,144,135</b>	<b>24,063,044</b>
<b>B. Trade receivables outstanding for a period exceeding six months from the date they are due for payment</b>		
Secured, considered good	-	-
Unsecured, considered good	1,727,763	320,591
Unsecured, considered doubtful	-	-
	1,727,763	320,591
Less: Provision for doubtful debts	-	-
<b>Sub Total (B)</b>	<b>1,727,763</b>	<b>320,591</b>
<b>Total Trade Receivables (A+B)</b>	<b>36,871,898</b>	<b>24,383,635</b>
<b>Details of Debts Due from Related Parties</b>		
	<b>March 31, 2014</b>	<b>March 31, 2013</b>
Directors *	-	-
Other officers of the Company *	-	-
Firm in which director is a partner *	-	-
Private Company in which director is a member	-	-
<b>Total Debts Due by Related Parties</b>	<b>-</b>	<b>-</b>

\*Either severally or jointly

**Note 15 CASH AND CASH EQUIVALENTS**

Disclosure pursuant to Note no.Q (i), (ii), (iii), (iv) and (v) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>A. Balances with banks*</b>				
Bank of Baroda	3,107		41,902	
Bank of India	10,781		11,156	
OBC	1,752,564		6,662,887	
OBC DDA A/C	112,341		1,569,628	
OBC-EEFC A/c	-		-	
SBI	6,761	1,885,553	10,988	8,296,561
Earmarked Balances (eg/- unpaid dividend accounts)	-		-	
Margin money (New India Co-op. Bank)	-		-	
Security against borrowings	-		-	
Guarantees	-		-	
Other Commitments	-		-	
Bank deposits with more than 12 months maturity	-	-	-	-
<b>B. Cheques, drafts on hand</b>	-	-	-	-
<b>C. Cash on hand*</b>		93,774	93,774	93,774
<b>D. Fixed Deposits and interest accrued thereon</b>	1,962,703	1,962,703	672,078	672,078
<b>Total Cash and cash equivalents (A+B+C+D)</b>		<b>3,942,030</b>		<b>9,062,413</b>

\*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.



PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014

**Note 16 SHORT TERM LOANS AND ADVANCES**

Disclosure pursuant to Note no.R (i), (ii) & (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>A. Loans and advances to related parties (refer note 2)</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for doubtful loans and advances	-	-	-	-
<b>Sub Total (A)</b>		-		-
<b>B. Others</b>				
Secured, considered good		-		-
Unsecured, considered good		-		3,291
To be recoverable in cash or in kind for the value to be received.		1,00,430		1,15,836
Doubtful	-	-	-	-
Less: Provision for doubtful	-	-	-	-
<b>Sub Total (B)</b>		1,00,430		1,19,127
<b>Total Short-term loans and advances (A+B)</b>		1,00,430		1,19,127

Disclosure pursuant to Note no.R (iv) of Part I of Schedule VI to the Companies Act, 1956

Details of Loans and advances to related parties

Particulars	March 31, 2014		March 31, 2013	
Directors *		-		-
Other officers of the Company *		-		-
Firm in which director is a partner *		-		-
Private Company in which director is a member		-		-
<b>Total Loans and advances to related parties</b>		-		-

\*Either severally or jointly



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**Note 17 REVENUE FROM OPERATIONS**

Disclosure pursuant to Note no. 2 of Part II of Schedule VI to the Companies Act, 1956

In respect of a company **other than a finance company** revenue from operations shall disclose separately in the notes revenue from

Particulars	March 31, 2014		March 31, 2013	
Sale of products	256,723,955		213,811,938	
Sale of services	-		-	
Other operating revenues	4,429,092		5,206,830	
<b>Gross Revenue</b>		<b>261,153,047</b>		<b>219,018,768</b>
Less: Excise duty		-		-
<b>Net Revenue From Operations</b>		<b>261,153,047</b>		<b>219,018,768</b>

In respect of a **finance company**, revenue from operations shall include revenue from

Particulars	March 31, 2014		March 31, 2013	
Interest; and	-		-	
Other financial services	-		-	
<b>Net Revenue From Operations</b>		<b>-</b>		<b>-</b>

**Note 18 OTHER NON OPERATING INCOME**

Disclosure pursuant to Note no. 4 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
Interest Income (in case of a company other than a finance company)				
Interest on Term Deposits	102,855	102,855	60,346	60,346
Dividend Income	6,000	6,000	-	-
Net gain / (loss) on sale of investments		-		-
Applicable net loss /gain on foreign currency transactions and trans.		-		-
Other non-operating income (net of expenses directly attributable to such income)	(799,640)	(799,640)	-	-
Commission	-	-	-	-
<b>Total Other Income</b>		<b>(690,785)</b>		<b>60,346</b>



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014**

**Note 19 PURCHASE OF STOCK IN TRADE**

Disclosure pursuant to Note no. 3 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
Purchase of Stock-in-trade (Net of VAT Paid)		255,522,428		200,684,294
<b>Total Purchases</b>		<b>255,522,428</b>		<b>200,684,294</b>

**Note 20 (INCREASE) / DECREASE IN INVENTORIES**

Disclosure pursuant to Note no. 3 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>Inventories at the end of the year</b>				
Raw Materials	14,101,484		11,882,404	
Traded Goods	-		-	
Work in Progress	-		-	
Finished Goods	-	14,101,484	2,323,452	14,205,856
<b>Inventories at the beginning of the year</b>				
Raw Materials	11,882,404		5,727,335	
Traded Goods	-		-	
Work in Progress	-		-	
Finished Goods	2,323,452	14,205,856	18,073,380	23,800,715
<b>Net (Increase) / Decrease in Inventories</b>		<b>104,372</b>		<b>9,594,859</b>

**Note 21 EMPLOYEE BENEFIT EXPENSES**

Disclosure pursuant to Note no. 5(1)(a) of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
(a) Salaries, Wages and bonus				
Salaries	1,483,984		1,155,350	
Directors' Remuneration	-		-	
(b) Contributions to -				
Provident fund	-		-	
Superannuation scheme	-		-	
(c) Gratuity fund contributions	-		-	
(d) Social security and other benefit plans for overseas employees	-		-	
(e) expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP)	-		-	
(f) Staff welfare expenses	9,840	1,493,824	5,108	1,160,458
<b>Total Employee Benefit Expenses</b>		<b>1,493,824</b>		<b>1,160,458</b>

**Note 22 FINANCE COST**

Disclosure pursuant to Note no. 3 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>Interest expenses</b>				
Interest on bank limits	-		20,825	
Interest on Car Loan	-		-	
Interest on Statutory Dues	19,890		481	
Interest to Shareholders	-	19,890	-	21,306
<b>Other borrowing costs</b>				
L.C. Charges	-		-	
Bank Charges	177,613	177,613	454,591	454,591
Applicable net loss (gain) on foreign currency transactions and translation				
<b>Total Finance Cost</b>		<b>197,503</b>		<b>475,897</b>





PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014

**Note 23 OTHER EXPENSES**

Particulars	March 31, 2014		March 31, 2013	
Auditors' Remuneration	49,834		49,834	
Advertisement	50,273		58,268	
Assortment and Reassortment charges	118,236		139,477	
Commission	307,108		352,724	
Data Processing Charges	36,000		28,800	
Demat Charges	618		337	
Discount, Rebates, and Write-off	331,405		83,213	
Export Clearing Charges	1,462		675	
Export Forwarding Charges	2,037		338	
Import Agency Charges	3,905		3,484	
Import Clearing Charges	-		4,637	
Import Custom Duty	-		202,982	
Import Freight Forwarding Charges	13,758		19,992	
Import Octroi Charges	2,249		1,941	
Insurance Charges	150,361		135,080	
Labour Charges	1,528,745		4,668,610	
Listing Fees	47,812		44,705	
Membership charges	7,866		17,957	
Motor Car Expenses	18,852		-	
Octroi and Freight	20,067		7,437	
Office Rent	855		-	
Company Profession Tax	2,500		2,500	
Professional Fees and Legal Fees	326,744		246,193	
Sundry Expenses	10,956		-	
Vat Refund w/off	6		-	
TDS w/off	-		4,854	
Traveling Expenses	-		323,250	
		3,031,650		6,397,288
<b>Total Other Expenses</b>		<b>3,031,650</b>		<b>6,397,288</b>



PUNIT COMMERCIALS LIMITED  
NOTES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2014

Note 24 CONTINGENT LIABILITIES AND COMMITMENTS

Disclosure pursuant to Note no. 6(T) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2014		March 31, 2013	
<b>A. Contingent Liabilities</b>				
(1) Claims against the company not acknowledged as debt	-		-	
(2) Guarantees	-		-	
(3) Other money for which the company is contingently liable	-		-	
<b>Sub Total (A)</b>		-		-
<b>B. Commitments</b>				
(1) Estimated amount of contracts remaining to be executed on capital account and not provided for	-		-	
(2) Uncalled liability on shares and other investments partly paid	-		-	
(3) Other commitments (specify nature)	-		-	
<b>Sub Total (B)</b>		-		-
<b>Total Contingent Liabilities and Commitments (A+B)</b>		-		-



**PUNIT COMMERCIALS LIMITED**  
**NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014**

**SPECIFIC DISCLOSURES**

**1 Disclosure pursuant to Note no. 6(U) of Part I of Schedule VI to the Companies Act, 1956**

Particulars	Total	Per share
Dividends proposed to be distributed to equity shareholders	-	-
Dividends proposed to be distributed to preference shareholders	-	-
Arrears of fixed cumulative dividends on preference shares	-	-

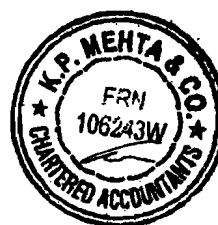
**2 Disclosure pursuant to Note no. 6(V) of Part I of Schedule VI to the Companies Act, 1956**

Where in respect of an issue of securities made for a specific purpose, the whole or part of the amount has not been used for the specific purpose at the balance sheet date, Indicate below how such unutilized amounts have been used or invested.

Not Applicable

**3 Disclosure pursuant to Note no. 6(W) of Part I of Schedule VI to the Companies Act, 1956**

Name of Assets	Realisable Value	Value in Balance Sheet	Opinion of Board
		Not Applicable	



**PUNIT COMMERCIALS LIMITED**  
**ANNEXURES OF SCHEDULES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED MARCH 31, 20**

Annexure to Note No. 4

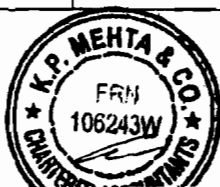
**LONG TERM BORROWINGS**

Particulars	March 31, 2014		March 31, 2013	
<b>Secured</b>				
Kotak Mahindra Bank (Against Mrs. Purnima Mehta(Director's) Guarantee)	-	-	-	-
<b>Unsecured</b>				
<b>Shareholders</b>				
<b>From Related Parties</b>				
Purnima Mehta	50,855	50,855	50,000	50,000
Nirav P. Mehta	247,000	247,000	73,000	73,000
Priya N. Mehta - Loan	25,000	25,000	25,000	25,000
<b>From Unrelated Parties</b>		-		
<b>Total Long Term Borrowings</b>		<b>322,855</b>		<b>148,000</b>

Annexure to Note No. 6

**TRADE PAYABLES**

Particulars	March 31, 2014		March 31, 2013	
<b>Creditors for Goods</b>				
A.J.Mehta and Co. LLP	22,505,699		-	
Arnol Diamonds	-		12,180,245	
Rachna A. Shah	-		2,544,469	
Heer Impex	-		4,486,825	
HB Diamonds	-		958,500	
Divya Gems	-		1,250,000	
Dimexon Diamonds Ltd (P)	64,327		-	
Fortune Express Trading Ltd.	-		214,831	
Lavasa Diamonds	1,603,740		-	
Shindiamon DMCC	14,101,484		-	
Gopinath Gems	1,177,335		-	
Glink Diamonds	-		1,400,380	
Rosy Blue (I) Pvt.Ltd. (P)	-		2,346,687	
Ronak Gems Pvt. Ltd.	2,858,514		6,167,875	
Ronak Gems Pvt. Ltd.(Surat)	10,451,710		-	
Sagar Gems	-		1,066,063	
Yatri Impex	-		922,717	
Unrealized Exchange Diff on above	(226,150)	52,536,659	32,322	33,570,914
<b>Creditors for Expenses</b>				
Anurag S.shelar(Labour Charges Payable)	294,988		-	
Assortment Charges Payble	106,413		-	
Audit and Professional Fees Payable	222,599		86,818	
B.V. Chinai and Co. I P. Ltd.	9,102		-	
Brokerage charges Payable	276,396		100,647	
Export Freight Payable	-		8,450	
MVAT Payable	22,256		65	
Professional Tax Payable	1,400		800	
TDS Receivable From Staff	-		3,291	
TDS on Professional Fees	19,427		12,894	
TDS on Salary	7,299	959,880	-	212,965
<b>Total Trade Payables</b>		<b>53,496,539</b>		<b>33,783,879</b>



**PUNIT COMMERCIALS LIMITED**  
ANNEXURES OF SCHEDULES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2014

Annexure to Note No. 8

**SHORT TERM PROVISIONS**

Particulars	March 31, 2014		March 31, 2013	
Short Term Provisions				
Provision for Taxation (2014-15)	360,000		-	
Provision for Taxation (2013-14)	180,000		180,000	
Provision for Taxation (2012-13)	30,000		30,000	
		570,000		210,000
Less: Advance Tax and TDS (As below)		247,944		52,109
Net Provision for the year		322,056		157,891

**Details of Advance Tax and TDS**

Particulars	March 31, 2014		March 31, 2013	
<u>Assessment Year 2014-15</u>				
TDS - Interest	10,235	10,235	-	
<u>Assessment Year 2013-14</u>				
Advance tax (S.A.Tax)	215,268			
TDS - Interest	6,035	221,303	6,035	6,035
<u>Assessment Year 2012-13</u>				
Advance tax (S.A.Tax)	11,948		26,430	
TDS - Interest	4,458	16,406	4,458	30,888
<u>Assessment Year 2011-12</u>				
Advance tax (S.A.Tax)	-		0	
TDS - Interest	-	-	5,755	5,755
<u>Assessment Year 2010-11</u>				
Advance tax (S.A.Tax)	-		-	
TDS - Interest	-	-	8,521	8,521
<u>Assessment Year 2009-10</u>				
TDS - Interest	0	-	910	910
		247,944		52,109
Less: Provision For Taxation		247,944		52,109
		-		-

Annexure to Note No. 13

**TRADE RECEIVABLES**

Particulars	March 31, 2014			March 31, 2013		
	More than 6 Months	Others	Total	More than 6 Months	Others	Total
A. J. M & Co	-	-	-	320,591	-	320,591
Kay Diamonds NV	-	-	-	-	1,311,648	1,311,648
A. J. Mehta & Co.	-	19,439,015	19,439,015	-	628,347	628,347
Ronak Gems Pvt Ltd.	-	-	-	-	1,203,819	1,203,819
MI Trade	1,727,763	-	1,727,763	-	-	-
Rosy Blue IPvt. Ltd.	-	18,686,980	18,686,980	-	12,137,337	12,137,337
Sheeta Manufacturing Co. Pvt Ltd.	-	-	-	-	4,468,719	4,468,719
Subir Diamonds Pvt. Ltd.	-	713,943	713,943	-	3,407,410	3,407,410
Raj Harsh Jems	-	1,053,625	1,053,625	-	728,025	728,025
Phillipcapital (I) Pvt Ltd.-Currency	-	123,158	123,158	-	-	-
Phillipcapital (I) Pvt Ltd.-(F&O)	-	478,247	478,247	-	-	-
Phillipcapital (I) Pvt Ltd.-(NSE)	-	(4,738,131.9)	(4,738,132)	-	-	-
Forward Contract Gain Receivable	-	48,100.0	48,100	-	-	-
Unrealized Exchange Diff on above	-	(660,802)	(660,802)	-	177,739	177,739
<b>Total Trade Receivables</b>	<b>1,727,763</b>	<b>35,144,135</b>	<b>36,871,898</b>	<b>320,591</b>	<b>24,063,044</b>	<b>24,383,635</b>



**PUNIT COMMERCIALS LIMITED**  
**ANNEXURES OF SCHEDULES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2014**

Annexure to Note No. 15

**SHORT TERM LOANS AND ADVANCES**

Particulars	March 31, 2014	March 31, 2013
Loans and advances to others		
Prepaid Expenses	100,430	115,836
	100,430	115,836

Annexure to Note No. 17

**REVENUE FROM OPERATIONS**

Sales	
Sales - VAT @ 1%	
Sales:- VAT @1%[Local]	244,368,147
Sales - VAT @ 4%	
Sales VAT @ 4% [Local]	-
Sales - VAT @ 5%	
Sales VAT @ 5% [Local]	-
Sales - Others	12,355,808
Loading & Forwarding Chgs [Sales]	-
OMS(Goods Sold in Transit)	-
Rounding OFF [Sales]	-
	256,723,955

Annexure to Note No. 17

**OTHER OPERATING REVENUES**

Particulars	March 31, 2014	March 31, 2013
Export Exchange Diffrence	6,316,843	4,438,305
Import Exchange Diffrence	(416,028)	(323,847)
Exchange Diffrence -EEFC\$	(35,693)	116,579
Exchange Diffrence loss on \$ PC	-	(202,020)
Exchange Diffrence on DDA	(239,740)	1,229,781
Export Forward Contract Gain /Loss	(1,411,120)	(51,968)
	4,214,261	5,206,830
<u>Other Income</u>		
Sundry Creditor W/back	214,831	214,831
		-
	4,429,092	5,206,830

Annexure to Note No. 18

**OTHER NON OPERATING INCOME**

Particulars	March 31, 2014	March 31, 2013
<u>Other Non Operating Income (Net of expenses directly attributable to such income)</u>		
Profit on sale On Shares	406,305	
Service Tax And other Charges	(70,779)	
STT	(95,149)	240,377
		-
<u>FNO Income/(Loss)</u>		
FNO Loss	(10,673)	
STT	(1,235)	(11,908)
		-
<u>Speculation Income/(Loss)</u>		
Speculation Income on Share	23,981	
Service Tax And other Charges	(1,274)	
STT	(990)	
		-
Loss From Currency - Trading	(684,868)	
Service Tax And other Charges	(364,958)	(1,028,109)
		-
	(799,640)	-



**PUNIT COMMERCIALS LIMITED**

**ANNEXURES OF SCHEDULES TO ANNUAL ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2014**

Annexure to Note No. 19

**PURCHASE OF STOCK IN TRADE**

<b>Purchases</b>	
<b>Import</b>	
Import	22,002,981
Import Expenses	-
Custom Duty paid on Import	-
<b>Non Taxable Levies</b>	
Freight Charges	-
Loading & Forwarding Chgs [Pur's]	-
<b>Purchase - VAT @ 1%</b>	
Purchase:-Vat @ 1% [Local]	222,830,384
<b>Purchase VAT @ 4%</b>	
Purchase:-Vat @ 4% [Local]	-
<b>Purchase VAT @ 5%</b>	
Purchase:-Vat @ 5% [Local]	-
<b>Purchase- Others</b>	10,689,063
<b>Revenue Purchases - 12.5%</b>	
Printing & Stationery - 12.5%	-
	<b>255,522,428</b>



**ATTENDANCE SLIP**

**PUNIT COMMERCIALS LTD**

**Registered Office: 903 Prasad Chambers, Opera House, Mumbai – 400004**

Please complete this attendance slip and hand it over at the entrance of the meeting hall

I, hereby record my attendance at the Twenty Ninth Annual General Meeting to be held on Saturday, 2<sup>nd</sup> August, 2014 at 903 Prasad Chambers, Opera House, Mumbai – 400 004 at 11.00 a.m.

<b>*DP ID :</b>		<b>*CLIENT ID :</b>	
<b>NAME AND ADDRESS OF SHAREHOLDER (IN BLOCK CAPITALS)</b>		<b>**FOLIO NO:</b>	
		<b>No. Of Shares held:</b>	

\*To be filled by Shareholders holding shares in dematerialised form

\*\*To be filled by shareholder holding shares in physical form.

SIGNATURE OF THE SHARE HOLDER OR PROXY: \_\_\_\_\_



**PUNIT COMMERCIALS LTD****FORM NO. MGT – 11****PROXY FORM**

(Pursuant to section 105 (6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules, 2014)

CIN:	L51900MH1984PLC034880
Name of the Company:	<b>PUNIT COMMERCIALS LTD</b>
Registered Office:	903 Prasad Chambers, Opera House, Mumbai – 400004
Email ID:	<u>fatimacliff@rediffmail.com</u>
Folio No / Client ID / DP ID:	

I/We, being the member (s) of \_\_\_\_\_ shares of the above named company, hereby appoint:

1.	Name			
	Address			
	Email Id		Or failing him	
	Signature			
2.	Name			
	Address			
	Email Id		Or failing him	
	Signature			
3.	Name			
	Address			
	Email Id		Or failing him	
	Signature			

as my/our Proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Twenty Ninth Annual General Meeting of the Company, to be held on the Saturday, 2<sup>nd</sup> August, 2014 at 903 Prasad Chambers, Opera House, Mumbai – 400 004 at 11.00 a.m., and at any adjournment thereof in respect of such resolutions as indicated below:

Resolution	For	Against
1. Adoption of Financial Statements for the year ended 31 <sup>st</sup> March, 2014.		
2. Re-appointment of Ms Purnima Mehta, who retires by rotation.		
3. Re-Appointment M/s. K. P. MEHTA & CO, Chartered Accountants as Statutory Auditors and to fix their remuneration.		
4. To appoint Shri Sujit S. Mehta as Independent Director		
5. To appoint Shri Nirav P. Mehta as Managing Director		



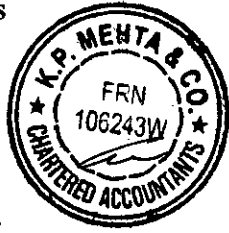
Signed this _____ day of _____ 2014.	Affix revenue stamp
Signature of shareholder : _____	
Signature of Proxy Holder (s): _____	

**NOTE:** The Proxy Form in order to be effective should be completed and deposited at the Registered Office of the Company not less than 48 before the commencement of the Meeting.

**FORM A**

**ANNUAL AUDIT REPORT**

1	Name of the Company	PUNIT COMMERCIALS LIMITED	
2	Annual financial statement for the year ended	31 <sup>st</sup> March, 2014	
3	Type of Audit Observation	<b>Un-qualified* / <del>Matter of Emphasis</del></b> *All the clauses in the Audit Report alongwith the annexure to the Audit Report, both, dated May 30, 2014 are un-qualified in nature.	
4	Frequency of Observation	Whether appeared first time Whether appeared repetitive ..... Since how long (period)	<b>Not Applicable</b> <b>Not Applicable</b> <b>Not Applicable</b>

5	For Punit Commercials Limited  Nirav Mehta Managing Director	For K P Mehta & Co. Chartered Accountants  K P Mehta Proprietor Membership No. 32155 FRN: 106243W 
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**IRIT P. MEHTA**

com (Hons.), LL. B. (Gen.) F. C. A.



**K. P. MEHTA & CO.**

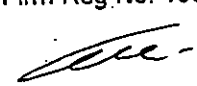
**CHARTERED ACCOUNTANTS**

6, 2nd Floor, Vimal Apartment, Above Syndicate Bank, Juhu Lane, Andheri (West), Mumbai 400 058.  
Phone (O) : 022 - 2670 2219 / 2625 3181 • Mobile: 9820229036 • E-mail : kpmehtaco@yahoo.com

**AUDITORS' REPORT TO THE MEMBERS OF**  
**PUNIT COMMERCIALS LTD.**

1. We have audited the attached Balance Sheet of **PUNIT COMMERCIAL LIMITED**, as at 31<sup>st</sup> March, 2014 and also the Profit & Loss Account and 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 of 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 of our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred in paragraph (3) above, we report that:
  - a) 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.
  - b) In our opinion, proper books of accounts as required by law have been kept by the Company, as far as it appears from examination of the books.
  - c) The Balance Sheet, the Profit & Loss Account and the cash flow statement dealt with by this report are in agreement with the books of Accounts.
  - d) In our opinion, the Profit & Loss Account, the Cash Flow Statement and the Balance Sheet comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - e) On the basis of the written representation received from the directors as on 31<sup>st</sup> March, 2014, and taken on record by the Board of Directors, we report that none of the Directors of the Company is prima facie disqualified as on 31<sup>st</sup> March, 2013 from being appointed as Directors of the Company in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts together with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give true and fair view in conformity with the accounting principals generally accepted in India:-
    - 1) In the case of Balance Sheet of the states of affair of the Company as at 31<sup>st</sup> March, 2014;
    - 2) In case of the Profit & Loss account, of the Profit for the year ended on that date; and
    - 3) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **K. P. MEHTA & CO.**  
Chartered Accountants  
Firm Reg No. 106243W

  
(K.P. MEHTA)  
Proprietor  
M.NO. 32155

Mumbai, 30<sup>th</sup> May, 2014.

PUNIT COMMERCIALS LIMITED

ANNEXURE TO AUDITORS' REPORT

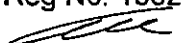
Referred to in paragraph 3 of our report of even date on the Accounts for the year ended 31<sup>st</sup> March, 2014.

- (i) (a) The Company has maintained records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) The management at reasonable intervals has physically verified the fixed assets and no material discrepancies were noticed on such verification.  
  
(c) No substantial part of fixed assets were disposed off during the year.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.  
  
(b) The procedures of physical verification of inventory 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 and according to the information and explanations given to us, the Company is maintaining proper records of inventory. No discrepancy was noticed on verification of stocks.
- (iii) (a) The Company has taken a loan from Three Parties covered in the register maintained under section 301 of the companies Act, 1956. The maximum amount involved during the year was Rs. 3.23 Lacs and the year-end balance of loans taken from such parties was 3.23 Lacs.  
  
(b) The loans have been granted and taken as Interest-free. Based on the audit procedures performed and in our opinion and according to the information and explanations given to us by the management, the other terms and conditions are not prime facie prejudicial to the interest of the company.  
  
(c) According to the information and explanations given to us and the books and records examined by us, there are no stipulations as regards repayment of principal amounts in respect of the interest free loans taken by the company.  
  
(d) According to the information and explanations given to us and the books and records examined by us, there is no stipulations as regards repayment and therefore, the question of overdue amounts does not arise.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal control system.
- (v) (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.  
  
(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of rupees five lacs in respect of any party during the year, have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public to which the provisions of Section 58A and 58AA would apply..



- (vii) In view of the low volume of the transactions the Company has no formal internal audit department. However, its internal control procedures ensure reasonable internal checking of its financial and other records.
- (viii) As per the information given to us, maintenance of cost records has not been prescribed by the Central Government u/s. 209 (1) (d) of the Companies Act, 1956 in respect of the business of the Company.
- (ix) (a) According to the information and explanations given to us and the books and records examined by us, undisputed statutory dues including sales tax/income tax/custom duty/wealth tax/excise duty/cess and other statutory dues have been generally regularly deposited with the appropriate authorities.
- (b) According to the information and explanations given to us and the books and records examined by us, there are no undisputed amounts payable in respect of the aforesaid dues which have remained outstanding as at 31<sup>st</sup> March, 2014 for a period of more than six months from the date they became payable.
- (x) The Company has incurred cash loss of Rs. NIL in the current year and there are no accumulated losses in the balance sheet as on 31<sup>st</sup> March, 2014.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution or bank.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- ~~(xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.~~
- (xiv) In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4 (xiv) of the Order, are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company has not obtained term loans, hence the clause 4 (xiv) of the Order is not applicable.
- (xvii) In our opinion and according to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that No funds raised on short-term basis have been used for long-term investment and vice-versa.
- (xviii) 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.
- (xix) The Company has not issued any debentures till date.
- (xx) The Company has not raised any money by way of public issue during the year.
- (xxi) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

FOR K. P. MEHTA & CO.  
Chartered Accountants  
Firm Reg No. 106243W

  
(K.P. MEHTA)  
Proprietor  
M.No. 32155