



## J J FINANCE CORPORATION LIMITED

Regd. Off.: 3C, Park Plaza, 71, Park Street, 3rd Floor, South Block, Kolkata - 700016

Tel. No.: 033-22296000, Fax No.: 033-22291089, E-Mail: jjfin1982@gmail.com

CIN: L65921WB1982PLC035092

### NOTICE OF THE MEETING

Notice is hereby given that the 31st Annual General Meeting (AGM) of members of J J Finance Corporation Limited will be held on Tuesday, the 26th day of August, 2014 at 05:30 P.M. at 3C, Park Plaza, 71, Park Street, Kolkata - 700016 to transact the following business:

### ORDINARY BUSINESS

#### Item No. 1 - Adoption of Financial Statements

To receive, consider and adopt the financial statements of the company for the year ended 31st March, 2014, including the audited Balance Sheet as at March 31st, 2014, the statement of Profit & Loss for the year ended on that date and the reports of the Board of Directors (the Board) and Auditors thereon.

#### Item No. 2 - Appointment of Director

To appoint a director in place of Mr. Shyam Bagaria, who retires by rotation and, being eligible, seeks re-appointment.

#### Item No. 3 - Appointment of Director

To appoint a director in place of Mr. S.P. Mukherjee, who retires by rotation and does not seek re-appointment.

#### Item No. 4 - Appointment of Auditors and fix their remuneration

To re-appoint auditors of the company to hold office from the conclusion of this AGM until the conclusion of the third consecutive AGM and to fix their remuneration and to pass the following resolution thereof:

"**RESOLVED THAT**, pursuant to the provisions of section 139, of the Companies Act, 2013 and the rules made there under, M/s. Chaturvedi & Partners, Chartered Accountants (FRN: 307068E), be and are hereby re-appointed as the auditors of the company, to hold office from the conclusion of this AGM to the conclusion of third consecutive AGM after this AGM (subject to ratification of the appointment by the members at every AGM held after this AGM), and that the Board of Directors be and is hereby authorized to fix the remuneration as may be determined in consultation with the Auditors of the company."

### SPECIAL BUSINESS

#### Item No. 5 - Appointment of Mr. Brajesh Kumar Dhandhanian as an Independent Director

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"**RESOLVED THAT** pursuant to section 149, 152 and other applicable provisions of the companies Act, 2013 and the rules made there under, Mr. Brajesh Kumar Dhandhanian be and is hereby appointed as an Independent Director of the company for a term not exceeding 5 years and which may be extended for another period of 5 years, not liable to retire by rotation."

#### Item No. 6 - Appointment of Mr. Vijay Burman as an Independent Director

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"**RESOLVED THAT** pursuant to section 149, 152 and other applicable provisions of the companies Act, 2013 and the rules made there under, Mr. Vijay Burman be and is hereby appointed as an Independent Director of the company for a term not exceeding 5 years and which may be extended for another period of 5 years, not liable to retire by rotation."



**Item No. 7 - Appointment of Mrs. Hilla Bhathena as a Women Director in the company pursuant to the rules of the Companies Act, 2013**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

**"RESOLVED THAT** pursuant to section 149, 152 and other applicable provisions of the companies Act, 2013 and the rules made there under, Mrs. Hilla Bhathena be and is hereby appointed as the women Director of the company."

Registered Office:  
3C, Park Plaza  
71, Park Street, 3rd Floor  
Kolkata - 700016  
Date: 02.07.2014

by order of the Board  
for J J Finance Corporation Limited  
  
Anil Jhunhunwala  
Director

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**NOTES :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE IN THE MEETING, INSTEAD OF HIMSELF/ HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY
2. The instrument appointing the proxy, duly completed, must be deposited at the company's registered office not less than 48 hours before the commencement of the meeting. A proxy for the AGM is enclosed.
3. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percentage of the total share capital of the company carrying voting rights. A member holding more than ten percentage of the total share capital of the company carrying voting right may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholders.
4. Members/ Proxies should bring the Attendance Slip duly filled, enclosed herewith to attend the meeting.
5. The register and share transfer books will remain closed from 20th August, 2014 to 26th August, 2014 (both days inclusive) for the year ended 31 March, 2014 and the AGM.
6. Members whose shareholding is in the electronic mode are requested to direct change of necessary details to their respective Depository Participant(s).
7. Members holding shares in the physical form are requested to address all correspondences to the Registrar and Share Transfer Agents, Niche Technologies Pvt. Ltd., D - 511, Bagree Market, 71, B.R. B Basu Road, Kolkata - 700 001.
8. The company is concerned about the environment and utilizes natural resources in a sustainable way. We therefore request you to register your e - mail ID with your Depository Participant(s) to enable us to send Annual Report other correspondences via e - mail and hard copies will only be sent to the members who are not available on the e - mail.  
***Members can also refer their folio number / Client ID and send their contact information along with the e-mail ID to the company at jjfin1982@gmail.com.***
9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form shall submit their PAN details to the company or the Registrar and Share Transfer Agents of the Company.



**10. Voting through Electronic means :**

- I. Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote by electronic means. As an alternative to vote physically at the AGM, and the business may be transacted through e-Voting Services provided by Central Depository Services Limited (CDSL)
- II. Similarly, Members opting to vote physically can do the same by remaining present at the meeting and should not exercise the option for e-voting. However, in case Members cast their vote exercising both the options, i.e. physically and e-voting, then votes casted through e-voting shall only be taken into consideration and treated valid whereas votes casted physically at the meeting shall be treated as invalid. The instructions for e-voting are as under, Members are requested to follow the instruction below to cast their vote through e-voting:

**III. The instructions for shareholders voting electronically are as under:**

- (i) The voting period begins on 22.08.2014 (09:30 AM) and ends on 22.08.2014 (05:30 PM). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 18th July, 2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com) during the voting period.
- (iii) Click on "Shareholders" tab.
- (iv) Now, select the "J J FINANCE CORPORATION LTD" from the drop down menu and click on "SUBMIT"
- (v) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company, excluding the special characters.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:



	<b>For Members holding shares in Demat Form and Physical Form</b>
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"><li>Members who have not updated their PAN with the Company / Depository Participant are requested to enter in capital letters the PAN field of 10 characters as First 2 Characters of the First Holder Name followed by 8 characters consisting of Folio Number prefix by "0" (or 8 characters from right of BO-ID). No special characters or space will be taken from the name and folio number and name shall be excluded of titles like Mr / Mrs / Smt / Miss / Ms / M/s etc.</li></ul> <p><b>Example :</b></p> <p>(1) Mr. V. N. Swami and Folio Number is S/0245, the PAN will be VN000S0245</p> <p>(2) M/s. 4-square Company Ltd. and Folio Number is C-0052 the PAN will be 4S000C0052</p>
DOB	<p>Enter the Date of Birth as recorded in your demat account with the depository or in the company records for your folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Bank Account Number as recorded in your demat account with the depository or in the company records for your folio.</p> <ul style="list-style-type: none"><li>Please enter the DOB or Bank Account Number in order to login. If both the details are not recorded with the depository or company then please enter in the Dividend Bank Details field the Number of Shares Held by you as on Cut-Off Date (Record Date) of 18-July-2014.</li></ul>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is also to be used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.



- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Note for Institutional Shareholders
  - Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details they have to create compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.co.in](http://www.evotingindia.co.in) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

11. Ramakant Surelia (Sharma), Practicing Advocate (Membership No. F/567/1998), has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
12. The Scrutinizer shall, within a period not exceeding three working days from the conclusion of the e-voting period, unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
13. The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.jjfc.co.in](http://www.jjfc.co.in) and on the website of CDSL viz [www.cdslindia.com](http://www.cdslindia.com) within two days of the passing of the resolutions at the 31st Annual General Meeting on 26.08.2014 and communicated to the listed stock exchanges viz. BSE, CSE, DSE.
14. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 18-July-2014. Voting by show of hands are not allowed

#### **Explanatory Statement Pursuant to Section 102 (1) of the Companies Act, 2013**

##### **Item No. 5**

The company has received a notice in writing under the provisions of the Companies Act, 2013 from an applicant along with a deposit of Rs. 1,00,000/- proposing the candidature for the office of the Independent Director, to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

The Company has received from Mr. Brajesh Kumar Dhandhanian (i) consent to act as a director in Form DIR - 2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules, 2014 and (ii) a declaration to the effect that he meets the criteria of independence as provided in sub section (6) of section 149 of the Companies Act, 2013

The resolution seeks the approval of the members for the appointment of Mr. Brajesh Kumar Dhandhanian as the independent director of the company for a term of five years pursuant to section 149 of the companies act, 2013. He shall not be liable to retire by rotation.

In the opinion of the Board of Directors, Mr. Brajesh Kumar Dhandhanian, the independent director proposed to be appointed, fulfils the conditions specified in the companies act, 2013 and he is independent of the management. He possesses appropriate



## J. J. FINANCE CORPORATION LIMITED

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skills and knowledge of finance, operations and other disciplines related to the company's business. A copy of the draft letter for his appointment setting out the terms and conditions is available for inspection without any fee by the members at the registered office during normal business hours on working days up to the date of AGM.

None of the directors are concerned or interested in the resolution.

The Board recommends the resolution set forth in item no. 5 for the approval of the members.

### Item No. 6

The company has received a notice in writing under the provisions of the Companies Act, 2013 from an applicant along with a deposit of Rs. 1,00,000/- proposing the candidature for the office of the Independent Director, to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

The Company has received from Mr. Vijay Burman (i) consent to act as a director in Form DIR - 2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules, 2014 and (ii) a declaration to the effect that he meets the criteria of independence as provided in sub section (6) of section 149 of the Companies Act, 2013

The resolution seeks the approval of the members for the appointment of Mr. Vijay Burman as the independent director of the company for a term of five years pursuant to section 149 of the Companies Act, 2013. He shall not be liable to retire by rotation.

In the opinion of the Board of Directors, Mr. Vijay Burman, the independent director proposed to be appointed, fulfils the conditions specified in the companies act, 2013 and he is independent of the management. He also possesses appropriate skills and knowledge of finance, sales & marketing and other disciplines related to the company's business. A copy of the draft letter for his appointment setting out the terms and conditions is available for inspection without any fee by the members at the registered office during normal business hours on working days up to the date of AGM.

None of the directors are concerned or interested in the resolution.

The Board recommends the resolution set forth in item no. 6 for the approval of the members.

### Item No. 7

The company has received a notice in writing under the provisions of the Companies Act, 2013 from an applicant along with a deposit of Rs. 1,00,000/- proposing the candidature for the office of the Women Director, to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

The Company has received from Mrs. Hilla Bhathena (i) consent to act as a director in Form DIR - 2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules, 2014.

In the opinion of the Board of Directors, Mrs. Hilla Bhathena, the women director proposed to be appointed, fulfils the conditions specified in the Companies Act, 2013. She possesses appropriate skills and experience in respect of management and administration.

None of the directors are concerned or interested in the resolution.

The Board recommends the resolution set forth in item no. 7 for the approval of the members.

Registered Office :  
3C, Park Plaza  
71, Park Street, 3rd Floor  
Kolkata - 700016  
Date : 02.07.2014

By order of the Board  
for J J Finance Corporation Limited  
  
Anil Jhunjhunwala  
Director

**J J FINANCE CORPORATION LIMITED**

CIN: L65921WB1982PLC035092

Registered Office : 3C, Park Plaza, 71, Park Street, 3rd Floor, South Block, Kolkata - 700016

Tel. No.: 033-22296000, Fax No.: 033-22291089, E-Mail: jjfin1982@gmail.com

**ATTENDANCE SLIP****(To be handed over at the entrance of the meeting hall)**

I hereby record my presence at the Annual General Meeting of the Company held on Tuesday, 26th August, 2014 at 05:30 PM at 3C, Park Plaza, 71, Park Street, Kolkata - 700016.

Full Name of the member (in BLOCK LETTERS) : \_\_\_\_\_

Folio No. \_\_\_\_\_, DP ID No. \_\_\_\_\_, Client ID No. \_\_\_\_\_

Full Name of Proxy (in BLOCK LETTERS): \_\_\_\_\_

Member/ Proxy(s) Signature: \_\_\_\_\_

**ELECTRONIC VOTING PARTICULARS**

EVSN	User ID	Password
140717013	Notes No. 10 - III in Notice	

**J J FINANCE CORPORATION LIMITED**

CIN: L65921WB1982PLC035092

Registered Office : 3C, Park Plaza, 71, Park Street, 3rd Floor, South Block, Kolkata - 700016

Tel. No.: 033-22296000, Fax No.: 033-22291089, E-Mail: jjfin1982@gmail.com

**PROXY FORM**

Name of the Members : \_\_\_\_\_

Registered Address : \_\_\_\_\_

E Mail ID : \_\_\_\_\_

Folio No./ Client No. : \_\_\_\_\_ DP ID : \_\_\_\_\_

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

(1) Name \_\_\_\_\_ Address \_\_\_\_\_

E-mail id \_\_\_\_\_ Signature \_\_\_\_\_ or failing him

(2) Name \_\_\_\_\_ Address \_\_\_\_\_

E-mail id \_\_\_\_\_ Signature \_\_\_\_\_ or failing him

(3) Name \_\_\_\_\_ Address \_\_\_\_\_

E-mail id \_\_\_\_\_ Signature \_\_\_\_\_ or failing him

As my/our proxy to attend and vote (on a poll) for me/us on my/our behalf at the AGM of the Company, to be held on Tuesday of 26th August, 2014 at 05:30 PM at 3C, Park Plaza, 71, Park Street, Kolkata 700016 and at any adjournment thereof in respect of such resolution(s) as are indicated below.

Resolution No.	Ordinary Resolutions	Optional*	
		For	Against
1.	To consider and adoption of Audited Financial Statements, Report of the Board of Directors and Auditors.		
2.	For re - appointment of Mr. Shyam Bagaria who retires by rotation.		
3.	For appointment of Director in place of Mr. S.P. Mukherjee who retires by rotation.		
4.	For appointment of Auditors and to fix their remuneration.		
5.	For appointment of Mr. Brajesh Kumar Dhandhanias as Independent Director.		
6.	For appointment of Mr. Vijay Burman as Independent Director.		
7.	For appointment of Mrs. Hilla Bhathena as Women Director.		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2014

Signature of Shareholder(s) \_\_\_\_\_ Signature of Proxy(s) \_\_\_\_\_

Affix  
Revenue  
Stamp

Notes : This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the company not less than 48 hours before the commencement of the meeting.







**31st**  
**ANNUAL REPORT**  
**2013 - 2014**

**J. J. FINANCE CORPORATION LTD.**



# **J. J. FINANCE CORPORATION LIMITED**

**31st Annual Report 2013-14**

<b>BOARD OF DIRECTORS</b>	:	MR. ANIL JHUNJHUNWALA MR. RAJESH PODDAR MR. SHYAM BAGARIA MR. S.P. MUKHERJEE MR. AMIT BHALOTIA
<b>REGISTERED OFFICE</b>	:	3C, PARK PLAZA 71, PARK STREET, KOLKATA – 700016
<b>BANKER</b>	:	INDIAN OVERSEAS BANK
<b>AUDITORS</b>	:	CHATURVEDI & PARTNERS <i>Chartered Accountants</i> 1/1, MEREDITH STREET, KOLKATA - 700072
<b>SHARE TRANSFER AGENT</b>	:	M/S. NICHE TECHNOLOGIES PVT. LTD. D-511, BAGREE MARKET 71, B.R.B. BASU ROAD KOLKATA – 700001
<b>LEGAL ADVISORS</b>	:	R. L. GAGGAR & CO.





## DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the Thirty First (31st) Annual Report and the Audited Accounts on the business and operations of your company for the year ended March 31, 2014.

### FINANCIAL RESULTS

Particulars	₹ in lacs	
	For the year ended 31st March	
	2014	2013
Profit Before Depreciation	2121	3009
Less : Depreciation	1241	1241
<b>Profit Before Tax</b>	<b>880</b>	<b>1768</b>
Current Tax	175	510
Deferred Tax	(347)	(316)
<b>Profit After Tax</b>	<b>1052</b>	<b>1574</b>
Add : Balance brought forward from last year	11385	10116
Provision towards Standard Assets (Reversed)	—	25
Less : Transferred to Reserve u/s. 45-IC of RBI Act, 1934	250	330
Balance carried forward	12187	11385

### DIVIDEND

In order to strengthen the liquidity position of the Company; your directors do not recommend any dividend for the year ended 31st March, 2014.

### STRATEGY

The management of your company has decided to recuperate the position of the company by cumulating the internal accruals of the company which can again be utilized for the generation of revenue and also by curtailing its expenditure through cost optimization and effectiveness. The management will also focus on the productivity of wind mill located at Kaithar, Tamil Naidu which has seen frequent breakdown in the recent past causing low productivity.

### ORGANIZATIONAL CHANGES & BOARD OF DIRECTORS

Your directors have pleasure in informing to have formed a strong and stable Board. There were no changes in the form of appointment/ resignation in the Board of Directors of the company during the year.

As per the provisions of the Companies Act, 2013, Mr. Shyam Bagaria and Mr. S.P. Mukherjee will retire in the ensuing AGM and being eligible, Mr. Shyam Bagaria seeks re-appointment. The Board of Directors recommends his re-appointment. Mr. S. P. Mukherjee has shown his unwillingness for re-appointment. The Company will always be indebted to the guidance and support received from Mr. S.P. Mukherjee and the company wishes him a pleasant life ahead.

### HUMAN RESOURCES MANAGEMENT

We firmly believe that employee motivation, development and engagement are key aspects of good human resources



management. We always appreciate the point of view of our employees in respect to their views and feedbacks related to the business. We always take employees as the biggest asset of the company and firmly believe that rewarding and recognizing consistent superior performance is essential to build a stronger company.

#### **PARTICULARS OF EMPLOYEES**

The Company does not have any employee coming under the provision of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended.

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

The company had no activities relating to conservation of energy or technology absorption. The company neither had foreign exchange earnings nor had any foreign exchange outgo.

#### **DIRECTORS' RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217 (2AA) OF THE COMPANIES ACT, 1956**

1. That in the preparation of the Company's Annual Accounts, the applicable Accounting Standards have been followed and there is no material departure from the same.
2. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that year.
3. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities.
4. That the Directors have prepared the Annual Accounts on a going concern basis.

#### **DISCLOSURE PURSUANT TO LISTING AGREEMENT**

Necessary disclosures pursuant to listing agreement are made in Annexure "A" to this report.

#### **DEPOSITS**

The amount of Public Deposits with the company as on 31.03.2014 stood "NIL".

#### **COST AUDITORS**

Pursuant to the provisions of Section 233B of the Companies Act, 1956 and with the prior approval of the Central government, M/s. Basu, Banerjee, Chakraborty, Chattopadhyay & Co., Cost Accountants, were appointed to conduct the audit of cost records of the company for the year ended March 31, 2014. The Cost Audit reports would be submitted to the Central Government within the prescribed time. As per the requirement the details of the Cost Auditor is appended as follows :

**Name** : Basu Banerjee Chakraborty Chattopadhyay & Co.  
**PAN** : AAIFB8055A  
**Mem. No.** : 000206  
**Address** : 42-B, Shibatala Street, Uttarpara, Dist: Hooghly, Uttarpara - 712258, West Bengal  
**E-Mail** : bbc\_Chatterjee@rediffmail.com

**AUDITORS**

The Auditors, M/s. Chaturvedi & Partners, Chartered Accountants, retire at the ensuing AGM and have confirmed their eligibility and willingness to accept office, if re-appointment. Your directors recommend their re-appointment as statutory auditors of the company for the year 2014-15.

**ACKNOWLEDGMENTS**

We thank our customers, investors, bankers, for their perennial support during the year. We place on record our appreciation of the contribution made by our employees at all levels.

**Registered Office :**

3C, Park Plaza, 3rd Floor

71, Park Street, Kolkata – 700 016

Dated : 13th May, 2014

By Order of the Board of Directors

for J J Finance Corporation Limited

Anil Jhunhunwala

Director

S. P. Mukherjee

Director

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**ANNEXURE "A" TO THE DIRECTORS REPORT**

Information regarding listed securities as required under the Listing Agreement.

<u>Name and Address of the Stock Exchange</u>	<u>Security Listed</u>	<u>Code</u>
1. The Calcutta Stock Exchange Ltd. 7, Lyons Range, Kolkata – 700001	Equity Shares	20076
2. The Stock Exchange, Mumbai Floor-25, P.J. Towers, Dalal Street, Fort, Mumbai – 400 001	Equity Shares	523062
3. Delhi Stock Exchange Limited “DSE House”, 3/1, Asaf Ali Road New Delhi – 110002	Equity Shares	5449

The Listing fees to those Stock Exchanges for the Financial Year 2014-15 have been paid.



## COMPLIANCE CERTIFICATE

**CIN : L65921WB1982PLC035092**

**Authorised Capital : ₹ 6,00,00,000.00**

**Paid-up Capital : ₹ 2,82,00,000.00**

To

The Members,

**JJ Finance Corporation Ltd.**

**"3C-Park Plaza", 71, Park Street**

**Kolkata – 700 016**

I have examined the registers, records, books and papers of *M/s JJ Finance Corporation Ltd.* (the 'Company') as required to be maintained under the Companies Act, 1956 (the Act) 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 31st March, 2014 (financial year). In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I 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 of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company had duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company being a public limited company, the provisions of section 3(1)(iii) of the Act are not applicable.
4. The Board of Directors duly met 4 (Four) times respectively on 27.05.2013, 09.08.2013, 07.11.2013 and 11.02.2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minutes book maintained for the purpose. No circular resolutions were passed during the financial year.
5. The Company had closed its Register of Members from 20.07.2013 to 27.07.2013 (both days inclusive) as per Section 154 of the Act.
6. The Annual General Meeting for the financial year ended 31.03.2013 was held on 27.07.2013 and after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to in section 295 of the Act.
9. The Company has not entered into any contract 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 was no instance 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
12. The Company has not issued any duplicate certificates during the financial year.
13. (i) The Company has delivered all the Certificates on lodgment thereof for transfer in accordance with the provisions of the Act; there was no allotment/ transmission of securities during the financial year.  
(ii) The Company has not declared any dividend during the previous year.  
(iii) The Company has no outstanding balance in unclaimed/unpaid dividend account; application money due for refund; matured deposits; matured debentures and interest accrued thereon, so it was not required to transfer any money to Investor Education and Protection Fund.  
(iv) The Company has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the 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 and/or such authorities prescribed under the various provisions of the Act during the financial year.
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 / 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 transactions 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 Company has not made any borrowings during the financial year ended 31.03.2014.
25. The Company has not made loans and investments, or given guarantees or provided securities to other bodies corporate in accordance with the provisions of the Act.
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.





**J.J.FINANCE CORPORATION LIMITED**

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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.
33. Since the Company is not covered under the provisions of the PF Act, it was not required to deposit any amount towards the Provident Fund.

Place : Kolkata

Date : 13th day of May, 2014

**ASHISH BUBNA**

*Company Secretary*

C.P. No.: 3569

Annexure 'A'

Sl.	Registers as maintained by the Company	
1	Register of Transfers/Transmission/Sub-division	Under section 108
2	Register of Members	Under section 150
3	Minute books for minutes of proceedings of General Meetings and of Board meetings	Under section 193
4	Books of Accounts	Under section 209
5	Register of Directors	Under section 303
6	Register of Contracts in which Directors are interested	Under section 301
7	Register of Director's Shareholding	Under section 307
8	Register of Directors attendance at the meeting of the Board	Under regulation 71 of Table A to Schedule I of the Act
9	Register of Fixed Assets	As required under the <i>Companies (Auditors Report) Order, 2003</i>
10	Register of Renewed and Duplicate Share Certificate	

Annexure 'B'

**Forms and Returns as filed by the Company with Registrar of Companies - Regional Director - Central Government or other authorities during the Financial Year ended 31st March, 2014**

Sl.	Form No. Return	Filed under section	For	Date of E-filing	Whether filed within prescribed time? Yes/No	If delay in filing, whether requisite additional fee paid? Yes/No
1	Form 66 (Compliance Certificate)	383A	Financial Year 2012-2013	31-July-2013	Yes	N.A.
2	Form 23AC (Balance Sheet) and Form 23ACA (Profit & Loss A/c)	220	Year Ended 31st March 2013	26-Aug-2013	Yes	N.A.
3	Form 20B (Annual Return)	159	AGM held on 27-July-2013	13-Sep-2013	Yes	N.A.
4.	Form No.23C	233B	Year Ended 31st. March, 2014	10-Oct-2013	Yes	N.A

Place : Kolkata

Date : 13th day of May, 2014

**ASHISH BUBNA**  
*Company Secretary*  
C.P. No.: 3569



## **INDEPENDENT AUDITORS' REPORT**

### **To the Members of J J Finance Corporation Limited**

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of **J J Finance Corporation Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Opinion**

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

- (a) in the case of the Balance Sheet, of the State of affairs of the Company as at March 31, 2014
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date
- (c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.



2. As required by Section 227(3) of the Act, we report that :

- (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred in sub section (3C) of section 211 of the act.
- (e) on the basis of written representations received from the directors as on March 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of clause (g) of subsection (1) of section 274 of the Companies Act, 1956.
- (f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956, nor has it issued any Rules under the said section prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For CHATURVEDI & PARTNERS**

*Chartered Accountants*

Firm Reg No. 307068E

**CAA. K. DUBEY**

*Partner*

Membership No. 054975

Place : Kolkata

Dated : May 13, 2014



## **ANNEXURE TO THE AUDITORS' REPORT**

(REFERRED TO IN PARAGRAPH 2 OF OUR REPORT OF EVEN DATE)

1. In respect of its fixed assets :
  - a) The Company has maintained proper records showings full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b) As explained to us, the fixed assets have been verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) In our opinion, the Company has not disposed of substantial part of fixed assets during the period and the going concern status of the Company is not affected.
2.
  - a) The inventories have been physically verified during the year by the management at reasonable intervals.
  - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
  - c) On the basis of our examination, we are of the opinion that the company is maintaining proper records of inventory. No material discrepancies were noticed on verification between the physical stocks and the book records.
- 3.1 The Company has given loan to one company covered in the Register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹100.00 lacs and the year end aggregate balance was NIL.  
  
In our opinion, the rate of interest and other terms and conditions on which loan has been granted and listed in the Register maintained under section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the company.  
  
As informed, the fresh loans granted by the company are repayable on demand; hence the question of payment of principal amount does not arise. However, the party has been regular in payment of interest.  
  
There are no overdue loans granted to company listed in the register maintained under section 301 of the Companies Act, 1956.
- 3.2 The Company has not taken any loan from any Company listed in the register maintained under section 301 of the companies Act, 1956.
4. In our opinion and according to the information and explanations gives to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the sale and purchase of stock and investments. During the course of audit, we have not observed any major weaknesses in internal controls system.
5.
  - a) The particular of contracts or arrangement referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
  - b) The Company has entered into transactions made in pursuance of such contracts / arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from public.
7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
8. We have been informed that the Central Government has prescribed the maintenance of Cost Records under Section 209 (1) (d) of the companies Act, 1956 for any of the product of the Company.



9. In respect of statutory dues

- a) The undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other statutory dues have been regularly deposited with the appropriate authorities, No undisputed amounts payable in respect of the aforesaid dues were outstanding as on 31st March, 2014 for a period of more than six months from the date of becoming payable.
  - b) There are no dues outstanding of income tax, sales tax, wealth tax, custom duty, service tax, excise duty, and cess on account of any dispute.
10. The Company has no accumulated losses as at 31st March, 2014. The Company has not incurred any cash loss during the year under audit and in the immediate preceding financial year.
  11. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
  12. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares debentures and other securities.
  13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund society therefore, clause 4(xiii) of Companies (Auditors' Report) order, 2003 (as amended) is not applicable to the company.
  14. The Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares, debentures and other investments have been held by the Company in its own name.
  15. The Company has not given any guarantee for loans taken by others from bank or financial institutions.
  16. The Company has not raised any new terms loans during the year; and hence the question of their application for intended purpose, does not arise.
  17. 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 was raised on short-term basis which have been used for long term investment.
  18. During the year, the company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956.
  19. According to the information and explanations given to us, during the period covered by our audit report, the company has not issued debentures.
  20. The company has not raised any money by way of public issue during the year under audit.
  21. In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year under audit that causes the financial statement to be materially misstated.

**For CHATURVEDI & PARTNERS**

*Chartered Accountants*

Firm Reg No. 307068E

**CAA. K. DUBEY**

*Partner*

Membership No. 054975

Place : Kolkata

Dated : May 13, 2014

**J.J. FINANCE CORPORATION LIMITED**

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

Particulars	Note No.	As at 31st March, 2014 ₹	As at 31st March, 2013 ₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' fund :</b>			
(a) Share Capital	3.1	28200000	28200000
(b) Reserves and Surplus	3.2	16247281	15195063
		<b>44447281</b>	<b>43395063</b>
<b>(2) Non-Current Liabilities :</b>			
(a) Deferred Tax Liabilities ( Net )	3.3	545419	892496
<b>(3) Current Liabilities :</b>			
(a) Trade Payables	3.4	186404	64860
		<b>186404</b>	<b>64860</b>
<b>Total</b>		<b>45179104</b>	<b>44352419</b>
<b>II. ASSETS</b>			
<b>(1) Non Current Assets :</b>			
(a) Fixed Assets			
Tangible Assets	3.5	1901718	3143233
(b) Non current Investment	3.6	30065029	28551011
(c) Long-term loans and advances	3.7	156517	144689
		<b>32123264</b>	<b>31838933</b>
<b>(2) Current Assets :</b>			
(a) Inventories	3.8	872747	832298
(b) Trade Receivable	3.9	-	1337200
(c) Cash and Bank Balances	3.10	10339199	10202101
(d) Short term loans and advances	3.11	1808037	108236
(e) Other current assets	3.12	35857	33651
		<b>13055840</b>	<b>12513486</b>
<b>Total</b>		<b>45179104</b>	<b>44352419</b>
SIGNIFICANT ACCOUNTING POLICIES	2		
NOTES ON ACCOUNTS	3		

The accompanying significant accounting policies and notes to accounts are an integral part of the Financial Statements.

As per our report of even date attached

For **CHATURVEDI & PARTNERS**

Chartered Accountants

(Firm Regn. No. 307068E)

For and on behalf of the Board of Directors

**CA A. K. DUBEY**

Partner

(Mem. No. 054975)

Place : Kolkata

Date : 13th May, 2014

**ANIL JHUNJHUNWALA**

Director

**S.P. MUKHERJEE**

Director



## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

Particulars	Note No.	For the Year ended 31st March, 2014 ₹	For the Year ended 31st March, 2013 ₹
<b>I. Revenue :</b>			
Revenue from Operations	3.13	<b>3783571</b>	4438538
Other Income	3.14	<b>22874</b>	-
<b>Total</b>		<b>3806445</b>	4438538
<b>II. Expenses :</b>			
Changes in inventories of Stock-in-trade	3.15	<b>(40449)</b>	(31048)
Employee benefits expense	3.16	<b>544205</b>	362860
Depreciation and amortization expense	3.5	<b>1241515</b>	1241521
Other expense	3.17	<b>1181033</b>	1097405
<b>Total</b>		<b>2926304</b>	2670738
<b>III. Profit before tax (I - II)</b>		<b>880141</b>	1767800
<b>IV. Tax expense :</b>			
(1) Current Tax		<b>175000</b>	510000
(2) Deferred Tax		<b>(347077)</b>	(315928)
<b>V. Profit/(Loss) for the year (III - IV)</b>		<b>1052218</b>	1573728
<b>VI. Earnings per equity share - Basic and Diluted</b> (Face Value per share ₹10/-)		<b>0.37</b>	0.56

SIGNIFICANT ACCOUNTING POLICIES 2

NOTES ON ACCOUNTS 3

The accompanying significant accounting policies and notes to accounts are an integral part of the Financial Statements.

As per our report of even date attached

For **CHATURVEDI & PARTNERS**

Chartered Accountants

(Firm Regn. No. 307068E)

For and on behalf of the Board of Directors

**CA A. K. DUBEY**

Partner

(Mem. No. 054975)

Place : Kolkata

Date : 13th May, 2014

**ANIL JHUNJHUNWALA**

Director

**S.P. MUKHERJEE**

Director





**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014**

	2013-2014		2012-2013	
	₹	₹	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITY</b>				
Net Profit before Tax and Extraordinary items	<b>880141</b>		1767800	
<i>Adjusted for :</i>				
Loss on Sale of Fixed Asset	—		15,255	
Depreciation	<b>1241515</b>		1241521	
Operating Profit before Working Capital Changes	<b>2121656</b>		3024576	
<i>Adjusted for :</i>				
Trade and Other Receivables	<b>1334994</b>		(75493)	
Inventories	<b>(40449)</b>		(31048)	
Trade and other Payables	<b>121544</b>		(234636)	
Direct Taxes paid (net of refund)	<b>(186828)</b>		(606921)	
<b>Cash Flow before extraordinary items</b>		<b>3350917</b>		2076478
Extraordinary Items		—		—
<b>Cash Generated from Operating Activities</b>		<b>3350917</b>		2076478
Net Cash from Operation		<b>3350917</b>		2076478
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed Assets	—		(663224)	
Sale of Fixed Assets	—		230000	
Purchase of Investment	<b>(8800000)</b>		(16314900)	
Sale of Investment	<b>7285982</b>		5000000	
<b>Net Cash used in Investing Activity</b>		<b>(1514018)</b>		(11748124)

**CASH FLOW STATEMENT** FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)

	2013-2014		2012-2013	
	₹	₹	₹	₹
<b>C CASH FLOW FROM FINANCIAL ACTIVITIES</b>				
Loans and Advances	(1699801)		9780546	
<b>Net Cash used in Financing Activities</b>		(1699801)		9780546
Net Increase in Cash and Cash Equivalents (A+B+C)		137098		108900
Opening Balance of Cash and Cash Equivalents		10202101		10093201
<b>Closing Balance of Cash and Cash Equivalents</b>		<b>10339199</b>		<b>10202101</b>

**Notes :**

i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

ii) Figures in brackets represent outflow.

iii) Cash & Cash Equivalent at the end of the year consists of :

a) Cash in Hand	8742	48481
b) Balances with Bank	10330457	10153620
<b>Closing Balance of Cash and Cash Equivalents</b>	<b>10339199</b>	<b>10202101</b>

As per our report of even date attached  
For **CHATURVEDI & PARTNERS**  
Chartered Accountants  
(Firm Regn. No. 307068E)

**CA A. K. DUBEY**  
Partner  
(Mem. No. 054975)  
Place : Kolkata  
Date : 13th May, 2014

For and on behalf of the Board of Directors

**ANIL JHUNJHUNWALA**  
Director

**S.P. MUKHERJEE**  
Director

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014****1. CORPORATE INFORMATION**

J J Finance Corporation Ltd is a company incorporated in India and regulated by Reserve Bank of India (RBI) as a Non-Deposit Accepting or Holding Non Banking Financial Company (NBFC) engaged in the business of Finance and Generation of Electricity through Wind Power Mill.

**2. SIGNIFICANT ACCOUNTING POLICIES****2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS :**

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. These financial statements comply in all material aspects with the Accounting Standards (Rules) notified under the companies (Accounting Standard) Rules, 2006 (as amended), to the extent applicable and the terms of "Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007" issued by Reserve Bank of India.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956.

Accounting policies not specifically referred to otherwise are consistent and in accordance with generally accepted accounting principles.

**2.2 USE OF ESTIMATES :**

The preparation of financial statements in conformity with the GAAP requires estimates and assumptions to be made that affect the reported amount of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about the assumptions and estimates could result in outcomes different from the estimates. Different between actual results and estimates are recognized in the period in which the results are known or materialize.

**2.3 TANGIBLE FIXED ASSETS :**

Fixed assets are stated at cost, net of accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

**2.4 DEPRECIATION ON TANGIBLE FIXED ASSETS :**

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management, or those prescribed under the Schedule XIV to the Companies Act, 1956, whichever is higher. The company has used the following rates to provide depreciation on its fixed assets.

	<u>Rates (SLM)</u>
Plant and equipments	5.28%
Furniture and fixtures	6.33%
Vehicles	9.50%

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)****2.5 INVESTMENT :**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

**2.6 INVENTORIES :**

Inventories are valued at lower of cost or net realizable value.

**2.7 INCOME & EXPENDITURE RECOGNITION :**

Income & Expenditure unless otherwise stated, are accounted for on accrual basis except income from Dividends which is accounted for as and when actually received.

The Company has followed the prudential norms for income recognition and provisioning against non performing assets and Provision on Standard Assets as prescribed by the Reserve Bank of India for Non Banking Financial Companies.

**2.8 RETIREMENT AND OTHER EMPLOYEE BENEFITS :**

Retirement benefit to employees such as Employees' Provident Funds and Miscellaneous Provisions Act, 1952 and The Payment of Gratuity Act, 1972 are not applicable to the "company" as number of employee is below the Statutory limit as prescribed by the above Acts.

The company does not have the policy of extending leave encashment benefits to its employees.

**2.9 TAXES ON INCOME :**

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is recognized on timing differences, being the difference between taxable income and accounting income that originate in the one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized only if there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset will be realized. Such assets are reviewed as at Balance Sheet date to reassess realizability thereof. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.



## **NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)**

### **2.10 EARNINGS PER SHARE (EPS) :**

Basic EPS is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted EPS, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

### **2.11 PROVISIONS :**

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

### **2.12 CONTINGENT LIABILITIES AND CONTINGENT ASSETS :**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are neither recognized nor disclosed in the financial statements.

### **2.13 CASH AND CASH EQUIVALENTS :**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)

	As at 31.03.2014 ₹	As at 31.03.2013 ₹
<b>3.1 SHARE CAPITAL</b>		
(i) <b>Authorised</b>		
60,00,000 (P.Y. 60,00,000) Equity Shares of ₹10 each	60000000	60000000
	<u>60000000</u>	<u>60000000</u>
(ii) <b>Issued, Subscribed and Fully Paid-up</b>		
28,20,000 (P.Y. 28,20,000) Equity Shares of ₹ 10 each	28200000	28200000
	<u>28200000</u>	<u>28200000</u>
(iii) <b>The reconciliation of the number and amount of equity shares outstanding</b>		

	As at 31.03.2014		As at 31.03.2013	
	No. of Shares	₹	No. of Shares	₹
<b>Equity Shares</b>				
Opening Balance	2820000	28200000	2820000	28200000
Add: Shares issued during the year	—	—	—	—
Closing Balance	2820000	28200000	2820000	28200000

(iv) **Terms / Rights and restrictions attached to Equity Shares :**

The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing AGM except in the case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts in proportion to their shareholding.

(vi) **Shareholders holding more than 5 % shares in the company**

Name of Share holders (Equity Shares of ₹ 10 each fully paid up)	As at 31.03.2014		As at 31.03.2013	
	No. of Shares	% held	No. of Shares	% held
Asharam Sarda	245000	8.69	245000	8.69
Abhinav Agarwal	155000	5.50	155000	5.50
J J Projects P Ltd	549729	19.49	620729	22.01
Kanaklata Jhunhunwala	142000	5.03	142000	5.03



**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)**

	As at 31.03.2014 ₹	As at 31.03.2013 ₹
<b>3.2 RESERVES AND SURPLUS</b>		
(i) <b>Special Reserve u/s 45-IC of RBI Act, 1934</b>		
Opening Balance	3810000	3480000
Add: Transferred from Surplus in the Statement of Profit & Loss	250000	330000
<b>Closing Balance</b>	<b>4060000</b>	<b>3810000</b>
(ii) <b>Surplus/(deficit) in the Statement of Profit &amp; Loss</b>		
Opening Balance	11385063	10116634
Add: Profit/(Loss) for the year	1052218	1573728
Provision towards Standard Assets reversed on recovery of assets	—	24701
Surplus available for Appropriations	12437281	11715063
<b>LESS: APPROPRIATION</b>		
Transferred to Reserve u/s 45-IC of RBI Act, 1934	250000	330000
<b>Closing Balance</b>	<b>12187281</b>	<b>11385063</b>
<b>Total</b>	<b>16247281</b>	<b>15195063</b>
<b>3.3 DEFERRED TAX LIABILITIES (NET)</b>		
Deferred Tax Liability on Depreciation and Amortisation	545419	892496
	<b>545419</b>	<b>892496</b>
<b>3.4 TRADE PAYABLES</b>		
Sundry creditor	83590	33215
Others	102814	31645
	<b>186404</b>	<b>64860</b>
<b>3.5 FIXED ASSETS</b>		

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.13	Addition	Deduction/ Adjust- ments	As at 31.03.14	Upto 01.04.13	For the Year	Deduction/ Adjust- ments	Upto 31.03.14	As at 31.03.14	As at 31.03.13
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>TANGIBLE ASSETS</b>										
Land (Freehold)	145000	-	-	145000	-	-	-	-	145000	145000
Plant and Machinery - Wind Mill	21560038	-	-	21560038	19352290	1138370	-	20490660	10693378	2207748
- Others	845020	-	-	845020	675756	40139	-	715895	129125	169264
Vehicles	663224	-	-	663224	42004	63006	-	105010	558214	621220
Furniture & Fixtures	550906	-	-	550906	550905	-	-	550905	1	1
<b>Total</b>	<b>23764188</b>	<b>-</b>	<b>-</b>	<b>23764188</b>	<b>20620955</b>	<b>1241515</b>	<b>-</b>	<b>21862470</b>	<b>1901718</b>	<b>3143233</b>
Previous Year	23458964	663224	358,000	23764188	19492179	1241521	112745	20620955	3143233	



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)

Particulars	Face Value	31-03-2014		31-03-2013	
		Units	₹	Units	₹
<b>3.6 NON-CURRENT INVESTMENT</b>					
(At Cost - Other than Trade - Long Term)					
<b>i) Equity Instrument-Quoted Shares (Fully paid up)</b>					
Wopolin Plastics Ltd.	10	6000	300000	6000	300000
- ( Formerly : Bajaj Plastics Ltd.)					
Ceeta Industries Ltd.	10	1000	19028	1000	19028
Indian Hotels Ltd.	1	4800	546241	4800	546241
Ambuja Cements Ltd.	2	2000	47311	2000	47311
Thanjavur Textiles Ltd.	10	1000	185925	1000	185925
J.J. Automotive Ltd.	10	17900	177821	17900	177821
Pradeep Drugs Co. Ltd.	10	1050	14665	1050	14665
Recron Synthetics Ltd.	2	500	13843	500	13843
(Formely Raymond Synthetics Ltd.)					
Nageswar Investment Ltd.	10	30000	174100	30000	174100
Navcom Oil Products Ltd.	10	500	22330	500	22330
			<b>1501264</b>		<b>1501264</b>
<b>ii) MUTUAL FUND</b>					
SBI Magnum Income Fund	10	206328.191	5999900	206328.191	5999900
L & T Short Term Income Fund - Growth	10	240369.117	2613918	910369.117	9899900
			<b>8613818</b>		<b>15899800</b>
<b>iii) Equity Instrument-Un-Quoted Shares (Fully paid up)</b>					
J J Projects (P) Ltd.	10	143153	620947	143153	620947
Pinnacle Leasing & Finance (P) Ltd.	10	1400	14000	1400	14000
Kohinoor Stockbroking (P) Ltd.	10	10000	100000	10000	100000
Chitrakoot Properties Ltd.	10	4500	315000	4500	315000
KPJ Estates Pvt. Ltd.	10	10000	100000	10000	100000
			<b>1149947</b>		<b>1149947</b>
<b>iv) Preference Share- Instrument-Un-Quoted (Fully paid up)</b>					
J J Automotive Limited	10	1800000	18800000	1000000	10000000
(6% Non- Cumulative Redeemable Preference Share)					
<b>Total</b>			<b>30065029</b>		<b>28551011</b>
a) Aggregate Value of Quoted Investment(i+ii)			<b>10115082</b>		<b>17401064</b>
b) Aggregate Value of Unquoted Investment(iii +iv)			<b>19949947</b>		<b>11149947</b>
			<b>30065029</b>		<b>28551011</b>
c) Market value of Quoted Investment			<b>11718527</b>		<b>19313173</b>





**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)**

	As at <b>31.03.2014</b> ₹	As at 31.03.2013 ₹
<b>3.7 LONG- TERM LOANS AND ADVANCES</b>		
<b>Other loans and advances :</b>		
Advance tax		
Opening Balance	1904689	1297768
Add: Paid during the year	186828	606921
	<b>2091517</b>	1904689
Provision for Income Tax -		
Opening Balance	1760000	1250000
Add: Provision for the year	175000	510000
	<b>1935000</b>	1760000
Advance Tax (Net)	<b>156517</b>	144689
<b>3.8 INVENTORIES</b>		
Stock-in-Trade	872747	832298
	<b>872747</b>	832298
<b>3.9 TRADE RECEIVABLES</b>		
(Unsecured, considered good)		
Outstanding for a period exceeding six months from due date	—	—
Others	—	1337200
	<b>—</b>	1337200
<b>3.10 CASH AND BANK BALANCE</b>		
Cash and Cash Equivalents		
Balance with Bank - In current account	10330457	10153620
Cash on hand	8742	48481
	<b>10339199</b>	10202101
<b>3.11 SHORT TERM LOANS AND ADVANCES</b>		
(Unsecured, considered good)		
Advances recoverable in cash or kind		
Loan and advances to related parties	—	—
Others	1808037	108236
	<b>1808037</b>	108236
<b>3.12 OTHER CURRENT ASSETS</b>		
Prepaid Expenses	35857	33651
	<b>35857</b>	33651



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)

	<b>31.03.2014</b>	31.03.2013
	₹	₹
<b>3.13 REVENUE FROM OPERATIONS :</b>		
(i) <b>Operating Revenue</b>		
Interest Income	1048278	1769209
Profit on Sale of Long Term Investment	1419328	1094782
	<b>2467606</b>	<b>2863991</b>
(ii) <b>Other Operating Revenue</b>		
Dividend Income	32317	52928
Electricity Generation	1283648	1521619
	<b>1315965</b>	<b>1574547</b>
<b>Total</b>	<b>3783571</b>	<b>4438538</b>
<b>3.14 OTHER INCOME</b>		
Miscellaneous Income	22874	—
	<b>22874</b>	<b>—</b>
<b>3.15 CHANGES IN INVENTORIES OF STOCK-IN-TRADE</b>		
<b>Finished Goods</b>		
Opening Stock	832298	801250
Less: Closing Stock	872747	832298
	<b>(40,449)</b>	<b>(31048)</b>
<b>3.16 EMPLOYEE BENEFIT EXPENSE</b>		
Salaries and Wages	537755	357010
Staff Welfare Expenses	6450	5850
	<b>544205</b>	<b>362860</b>
<b>3.17 OTHER EXPENSES</b>		
Advertisement & Publicity	16835	16762
Bank Charges	302	3792
Conveyance expenses	4950	30350
Insurance	94988	83058
Legal Charges	-	4000
Listing Fees	34270	34570
Membership Fees	16853	18539
Payment to the Auditor	17358	17976
Printing and stationery	9834	8244
Professional Fees	27926	27013
Repairs and Maintenance (Others)	-	21900
Repairs to plant and machinery (Wind Power)	907537	769364
Telephone Charges	13825	14870
Miscellaneous Expenses	36355	46967
	<b>1181033</b>	<b>1097405</b>

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)****3.19 Additional Notes**

The company is 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.

Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 could not be furnished as none of the suppliers of the company have provided the details of their registration under the said act.

**3.20 Segment Reporting**

The Company's Operations mainly consist of Finance & Generation of Electricity through Wind Power Mill.

(₹ in Lac)

Sl. No.	Particulars	31.03.2014	31.03.2013
<b>1</b>	<b><u>Segment Revenue</u></b>		
	i) Finance Business	25.23	29.17
	ii) Electricity Generation	12.84	15.22
	<b>Net Sales/Income from Operations</b>	<b>38.07</b>	<b>44.39</b>
<b>2</b>	<b><u>Segment Results</u></b>		
	<b>Profit before Tax &amp; Interest from each segment</b>		
	i) Finance Business	17.37	22.36
	ii) Electricity Generation	(8.57)	(4.68)
	<b>Profit before Tax</b>	<b>8.80</b>	<b>17.68</b>
<b>3</b>	<b><u>Capital Employed (Segment Assets Less Segment Liabilities)</u></b>		
	i) Finance Business	439.65	419.99
	ii) Electricity Generation	12.14	23.53
	<b>Total</b>	<b>451.79</b>	<b>443.52</b>

**3.21 Related Party Disclosures****A. Names of the related parties**

Key Management Personnel	Anil Jhunjhunwala
Associate Company	JJ Automotive Ltd.

**B. Related Party Transactions during the year**

- (i) With Key Management Personnel Nil
- (ii) With Associate Company

(₹ in Lac)

Loan Given	Principal	Interest	Total
Opening Balance	0.00	0.00	0.00
Addition/Accrued during the year	100.00	10.48	110.48
Refund/Repaid during the year	100.00	10.48	110.48
Closing Balance	0.00	0.00	0.00



## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (Contd.)

### 3.22 Basic and Diluted Earning Per Share :

For the purpose of calculation of Basic and Diluted Earning Per Share the following amounts are considered :

Particulars	31.03.2014	31.03.2013
a) Net Profit after Tax(₹) available for Equity Shares of ₹ 10/- each	1052218	1573728
b) Number of Equity Shares of ₹ 10/- each	2820000	2820000
c) Basic and Diluted Earning Per Share (a/b) (in ₹)	0.37	0.56

3.23 Previous year's figures have been regrouped/rearranged/recasted wherever necessary.

3.24 Financial figures have been rounded off to nearest rupees.

3.25 Schedule to the Balance Sheet as on 31st March, 2014 of a Non-Banking Financial Company is Annexed (Annexure - A)

### Signature to Note

As per our report of even date attached  
For **CHATURVEDI & PARTNERS**  
Chartered Accountants  
(Firm Regn. No. 307068E)

**CA A. K. DUBEY**  
*Partner*  
(Mem. No. 054975)  
Place : Kolkata  
Date : 13th May, 2014

For and on behalf of the Board of Directors

**ANIL JHUNJHUNWALA**  
*Director*

**S.P. MUKHERJEE**  
*Director*



**ANNEXURE 'A' TO NOTE 3.25**

Schedule to the Balance Sheet as on 31st March 2014 of a non-deposit taking Non-Banking Financial Company  
(as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding)  
Companies Prudential Norms (Reserve Bank) Directions, 2007)

**Liabilities side :**

(₹ in lakh)

(1) <b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:</b>	<b>Amount Outstanding</b>	<b>Amount Overdue</b>
a) Debentures : Secured	—	—
: Unsecured	—	—
(other than falling within the meaning of public deposits*)		
b) Deferred Credits	—	—
c) Term Loans	—	—
d) Inter-corporate loans and borrowing	—	—
e) Commercial Paper	—	—
f) Other Loans (specify nature)	—	—
* Please see Note 1 below		
<b>Total</b>	—	—

**Assets side :**

**Amount outstanding**

(2) <b>Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :</b>	
a) Secured	Nil
b) Unsecured	18.44
<b>Total</b>	<b>18.44</b>
(3) <b>Break up of Leased Assets and stock on hire and other assets counting towards AFC activities :</b>	
i) Lease assets including lease rentals under sundry debtors :	
a) Financial lease	Nil
b) Operating lease	Nil
ii) Stock on hire including hire charges under sundry debtors :	
a) Assets on hire	Nil
b) Repossessed Assets	Nil
iii) Other loans counting towards AFC activities :	
a) Loans where assets have been repossessed	Nil
b) Loans other than (a) above	Nil
<b>Total</b>	<b>Nil</b>
(4) <b>Break-up of Investments :</b>	
<b><u>Current Investments :</u></b>	
<b>1. <u>Quoted :</u></b>	
i) Shares : a) Equity	8.73
b) Preference	Nil
ii) Debentures and Bonds	Nil
iii) Units of Mutual Funds	Nil
iv) Government Securities	Nil
v) Others (please specify)	Nil

**2. Unquoted :****Amount outstanding**

i) Shares : a) Equity	Nil
b) Preference	Nil
ii) Debentures and Bonds	Nil
iii) Units of mutual funds	Nil
iv) Government Securities	Nil
v) Others (please specify)	Nil

**Long Term Investments :****1. Quoted :**

i) Shares : a) Equity	15.01
b) Preference	Nil
ii) Debentures and Bonds	Nil
iii) Units of mutual funds	86.14
iv) Government Securities	Nil
v) Others (please specify)	Nil

**2. Unquoted :**

i) Shares : a) Equity	11.50
b) Preference	188.00
ii) Debentures and Bonds	Nil
iii) Units of mutual funds	Nil
iv) Government Securities	Nil
v) Others (please specify)	Nil

**Total****309.38****(5) Borrower group-wise classification of assets financed as in (2) and (3) above :**

Please see Note 2 below :

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties **	Nil	Nil	Nil
a) Subsidiaries Nil	Nil	Nil	
b) Companies in the same group	Nil	Nil	Nil
c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	18.44	18.44
<b>Total</b>	<b>Nil</b>	<b>18.44</b>	<b>18.44</b>

**(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :**

Please see Note 3 below :

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties **		
a) Subsidiaries	Nil	Nil
b) Companies in the same group	198.29	197.99
c) Other related parties	Nil	Nil
2. Other than related parties	128.65	111.39
<b>Total</b>	<b>326.94</b>	<b>309.38</b>

\* Market Value in most of the cases being not available has been considered at book value.

**(7) Other information :**

Particulars	Amount
i) Gross Non-Performing Assets	
a) Related parties	Nil
b) Other than related parties	Nil
ii) Net Non-Performing Assets	
a) Related parties	Nil
b) Other than related parties	Nil
iii) Assets acquired in satisfaction of debt	Nil

**Notes :**

- As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

For **CHATURVEDI & PARTNERS**

Chartered Accountants

(Firm Regn. No. 307068E)

**CA A. K. DUBEY**

Partner

(Mem. No. 054975)

Place : Kolkata

Date : 13th May, 2014

For and on behalf of the Board of Directors

**ANIL JHUNJHUNWALA**

Director

**S.P. MUKHERJEE**

Director

## This image shows a single sheet of white paper with horizontal ruling lines. The lines are evenly spaced and run across the width of the page. There are no margins, text, or other markings on the paper.



