

20th
ANNUAL REPORT

PEETI SECURITIES LIMITED

2013 - 2014

**20th Annual General meeting
Tuesday, 30th day of September at 10:00 A.M.
Bhagyanagar Function Hall, LB Nagar,
Hyderabad, Telangana - 500 074.**

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BOARD OF DIRECTORS

Sri Sandeep Peeti	:	Chairman & Managing Director
Sri Rajesh Pitty	:	Whole- time Director
Sri Raj Kumar Agrawal	:	Director
Sri Ajay Garg	:	Director
Sri Rajeev Peeti	:	Director

AUDITORS	:	M/s. MKA Associates 1 st Floor, Surabhi Sharadha Block Ahuja Estate, Abids Hyderabad – 500 001.
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REGISTERED OFFICE & WORKS	:	Survey No.71, Opp. BSNL Office, Beside M. P. Hardware Lane, Old Kurnool Road Katteda, Hyderabad - 500077. Telangana CIN: L67190TG1994PLC018779 Email: peetisecuritiesltd@gmail.com
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BANKERS	:	ING Vysya Bank LTD, Shamshabad, Hyderabad - 500077.
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REGISTRARS AND SHARE TRANSFER AGENTS	:	CIL Securities Limited II Floor, 214, Raghava Ratna Towers Chirag Ali Lane Hyderabad – 500 001
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LISTED AT	:	The BSE Limited
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NOTICE

Notice is hereby given that the **Twentieth Annual General Meeting** of the members of the Company will be held on **Tuesday the 30th September 2014 at 10.00 A.M.** at **Bhagyanagar Function Hall, L. B. Nagar, Hyderabad - 500 074.** Telangana to transact the following items of business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2014, Profit and Loss Account for the financial year ended on that date and the Report of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Sri Sandeep Peeti who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Statutory Auditors of the Company

“RESOLVED THAT pursuant to the provisions of Sections 139,141,142 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, M/s.MKA Associates, Chartered Accountant, (Registration No. 005992S) be and are hereby appointed as the Statutory Auditors of the Company to hold the office from the conclusion of this Meeting for a period of 3 years, subject to ratification by the members at every Annual General Meeting, on such remuneration as may be agreed upon by the Board of Directors and the Auditors, in addition to reimbursement of all out of pocket expenses in connection with the audit of the accounts of the Company for the financial year ending March 31, 2015.”

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Ordinary Resolution**

“RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the companies Act, 2013, Mr. Rajkumar Agrawal (DIN : 02107735), a non-executive independent director of the Company who under the provisions of the Companies Act, 1956 was liable to retire by rotation who has submitted a declaration that he meets the criteria for Independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company for a period of 5 years”

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Ordinary Resolution**

“RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the companies Act, 2013, Mr. Rajeev Peeti (DIN:01846071), a non-executive Independent Director of the Company who under the provisions of the

Companies Act, 1956 was liable to retire by rotation, who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company, for a period of 5 years.”

6. To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Ordinary Resolution**

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule IV to the Company Act, 2013 Mr. Ajay Garg (DIN : 00241771), a non-executive independent director of the Company who under the provisions of the Companies Act, 1956 was liable to retire by rotation, who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby appointed as an Independent Director of the Company, for a period of 5 years.”

7. **RE-APPOINTMENT OF SRI SANDEEP PEETI AS CHAIRMAN & MANAGING DIRECTOR OF THE COMPANY**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an “**Special Resolution**”

“**RESOLVED THAT** in pursuance of the provisions of Sections 196, 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof, for the time being in force), read with Schedule V to the said Act and subject to such other approvals, consents as may be required, the consent of the Members of the Company be and is hereby accorded for the appointment of Sri Sandeep Peeti as a Chairman & Managing Director of the Company for a period of 3 (three) years with effect from 1st January, 2014 with a remuneration of Rs 75,000/- per month with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include the Remuneration Committee constituted by the Board) to alter and vary the terms & conditions of the said appointment and / or the remuneration, subject to the same not exceeding the limits specified in Schedule V to the Companies Act, 2013, including any statutory modification or re-enactment thereof for the time being in force or as may hereafter be made by the Central Government in that behalf from time to time, or any amendments thereto”.

“**RESOLVED FURTHER THAT** in pursuance of the provisions of Section 197(3) and other applicable provisions, if any, of the Companies Act, 2013, and the Rules framed there under Sri Sandeep Peeti, Chairman & Managing Director, may be paid the above mentioned remuneration as minimum remuneration in the event of absence or inadequacy of profits in any financial year during his term of office as Chairman & Managing Director, in accordance with the provisions of Schedule V to the Companies Act, 2013”.

“**RESOLVED FURTHER THAT** the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to the above stated resolutions”.

8. **RE-APPOINTMENT OF SRI RAJESH PITY AS WHOLE TIME DIRECTOR OF THE COMPANY**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution**:

“**RESOLVED THAT** in pursuance of the provisions of Sections 196, 197, 198 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof, for the time being in force),

read with Schedule V to the said Act and subject to such other approvals, consents as may be required, the consent of the Members of the Company be and is hereby accorded for the appointment of Sri Rajesh Pitty, as a Whole-time Director of the Company for a period of 3 (three) years with effect from 1st January, 2014 with a remuneration of Rs 60,000/- per month with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include the Remuneration Committee constituted by the Board) to alter and vary the terms & conditions of the said appointment and / or the remuneration, subject to the same not exceeding the limits specified in Schedule V to the Companies Act, 2013, including any statutory modification or re-enactment thereof for the time being in force or as may hereafter be made by the Central Government in that behalf from time to time, or any amendments thereto".

"RESOLVED FURTHER THAT in pursuance of the provisions of Section 197(3) and other applicable provisions, if any, of the Companies Act, 2013, and the Rules framed there under Sri Rajesh Pitty Whole time Director, may be paid the above mentioned remuneration as minimum remuneration in the event of absence or inadequacy of profits in any financial year during his term of office as Whole time Director, in accordance with the provisions of Schedule V to the Companies Act, 2013".

"RESOLVED FURTHER THAT the Board be and is hereby authorized to take all such steps as may be necessary, proper or expedient to give effect to the above stated resolutions".

**BY ORDER OF THE BOARD
PEETI SECURITIES LIMITED**

Place: Hyderabad
Date: 31-07-2014

Sd/-
SANDEEP PEETI
CHAIRMAN & MANAGING DIRECTOR

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND TO VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting.
3. The Register of Members and the Share Transfer Books will remain closed from **FRIDAY 26th SEPTEMBER 2014 TO TUESDAY 30th SEPTEMBER 2014** (both days inclusive) for the purpose of Annual General Meeting.
4. Members are requested to quote ledger folio number in all their correspondence to avoid delay in communication.
5. Members are advised to consolidate their ledger folios where they are holding shares in different folios in the same name / sequence of names.
6. Electronic copy of the Annual report is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) unless any member has requested for hard copy of the same. For members who have not registered their email address, physical copies of the Annual report is being sent in the permitted mode.
7. To promote green initiative, members are requested to register their e-mail addresses through their Depository Participants for sending the future communications by e-mail. Members holding the shares in physical form may register their e-mail addresses through the RTA, giving reference of their Folio Number.
8. We would like to draw your attention to Circular No. CIR/MRD/DP/10/2013 dated 21st March, 2013 ("Circular") issued by Securities and Exchange Board of India (SEBI), to all listed companies to update bank details of their shareholders holding shares in demat mode and / or physical form, to enable usage of the electronic mode of remittance i.e. ECS, NEFT etc., for distributing dividends and other cash benefits to the shareholders. The circular further states that in cases where either the Bank details such as MICR (Magnetic Ink Character Recognition), IFSC (Indian Financial System Code) etc., that are required for making electronic payment are not available or the electronic payment instructions have failed or have been rejected by the Bank, Companies or their Registrars and Transfer Agents (RTA) may use physical payment instructions for making cash payments to the investors. Companies shall mandatorily print the Bank account details of the investors on such payment instruments.
9. **Voting through electronic means**
 1. In compliance with 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 at the 20th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Service (India) Limited (CDSL):
 2. Commencement of e - voting: From 10.00 A.M. on Wednesday 24th September, 2014 to 06.00 P.M. on Friday 26th September, 2014
 3. E-voting shall not be allowed beyond 06.00 P. M. on 26th September, 2014. During the e-voting period, shareholders of the Company, holding shares either in physical form may cast their vote electronically.
 4. The login ID and password for e-voting along with process, manner and instructions for e-voting is being attached in the Annexure to this annual report.
 5. The Company has appointed Mr. Yellareddy Vootkuri, Practicing Chartered Accountant, Hyderabad as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner

**BY ORDER OF THE BOARD
PEETI SECURITIES LIMITED**

Sd/-
SANDEEP PEETI
CHAIRMAN & MANAGING DIRECTOR

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013**ITEM NO. 4**

The provisions of the Companies Act, 2013 with respect to appointment and tenure of the independent directors have come into effect. As per the said provisions, the independent directors shall be appointed for not more than two terms of five years each and shall not be liable to retire by rotation at every AGM.

Mr. Rajkumar Agrawal, (DIN 02107735) is a Non-Executive Independent Director of the company. Mr. Rajkumar Agrawal is a Chairman of Audit Committee, Remuneration Committee, and member of Investor's & Share Holders Grievances Committee of the Board of directors of the Company.

In terms of Section 149, 150, 152, 160 and other applicable provisions of the Companies Act, 2013, Mr. Rajkumar Agrawal, being eligible, offer himself for appointment as Independent Directors on the Board of the Company. In line with the requirements of the Companies Act, 2013, it is therefore proposed to appoint Mr. Rajkumar Agrawal, as Independent Directors on the Board of the Company for a term up to five (5) consecutive years, from ensuing Annual General Meeting. A brief profile of proposed Independent Director, including nature of their expertise, is provided in the Annual Report

Notices have been received from Members proposing candidate of the above Director for the office of Independent Director of the Company. In the opinion of the Board, Mr. Rajkumar Agrawal, fulfill the conditions specified in the Companies Act, 2013 and the Rules made there under for appointment as Independent Directors of the Company. A copy of the draft Letter of Appointment for Independent Directors, setting out terms and conditions of their appointment, is available for inspection at the Registered Office of the Company during business hours on any working day and is also available on the website of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than Independent Directors for their respective appointment, are concerned or interested, financially or otherwise, in these Resolutions. The Board commends the Ordinary Resolution as set out at item no. 4 for approval of the Members.

ITEM NO. 5

The provisions of the Companies Act, 2013 with respect to appointment and tenure of the independent directors have come into effect. As per the said provisions, the independent directors shall be appointed for not more than two terms of five years each and shall not be liable to retire by rotation at every AGM.

Mr. Rajeev Peeti, (DIN 01846071) is a Non-Executive Independent Director of the company is a Member of Audit Committee, Remuneration Committee, and Chairman of Investor's & Share Holders Grievances Committee of the Board of directors of the company.

In terms of Section 149, 150, 152, 160 and other applicable provisions of the Companies Act, 2013, Mr. Rajeev Peeti, being eligible, offer himself for appointment as Independent Directors on the Board of the Company. In line with the requirements of the Companies Act, 2013, it is therefore proposed to appoint Mr. Rajeev Peeti, as Independent Directors

on the Board of the Company for a term up to five (5) consecutive years, from ensuing Annual General Meeting. A brief profile of proposed Independent Director, including nature of their expertise, is provided in the Annual Report

Notices have been received from Members proposing candidate of the above Director for the office of Independent Director of the Company. In the opinion of the Board, Mr. Rajeev Peeti, fulfill the conditions specified in the Companies Act, 2013 and the Rules made thereunder for appointment as Independent Directors of the Company. A copy of the draft Letter of Appointment for Independent Directors, setting out terms and conditions of their appointment, is available for inspection at the Registered Office of the Company during business hours on any working day and is also available on the website of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than Independent Directors for their respective appointment, are concerned or interested, financially or otherwise, in these Resolutions. The Board commends the Ordinary Resolution as set out at Item No.5 for approval of the Members.

ITEM NO. 6

The provisions of the Companies Act, 2013 with respect to appointment and tenure of the independent directors have come into effect. as per the said provisions, the independent directors shall be appointed for not more than two terms of five years each and shall not be liable to retire by rotation at every AGM.

Mr. Ajay Garg, (DIN 00241771) is a Non-Executive Independent Directors of the company. Mr. Ajay Garg is a Member of Audit Committee, Remuneration Committee, and Investor's & Share Holders Grievances Committee of the Board of directors of the company.

In terms of Section 149, 150, 152, 160 and other applicable provisions of the Companies Act, 2013, Mr. Ajay Garg, being eligible, offer himself for appointment as Independent Directors on the Board of the Company. In line with the requirements of the Companies Act, 2013, it is therefore proposed to appoint Mr. Ajay Garg, as Independent Directors on the Board of the Company for a term upto five (5) consecutive years, from ensuing Annual General Meeting. A brief profile of proposed Independent Director, including nature of their expertise, is provided in the Annual Report

Notices have been received from Members proposing candidate of the above Director for the office of Independent Director of the Company. In the opinion of the Board, Mr. Ajay Garg, fulfill the conditions specified in the Companies Act, 2013 and the Rules made thereunder for appointment as Independent Directors of the Company. A copy of the draft Letter of Appointment for Independent Directors, setting out terms and conditions of their appointment, is available for inspection at the Registered Office of the Company during business hours on any working day and is also available on the website of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than Independent Directors for their respective appointment, are concerned or interested, financially or otherwise, in these Resolutions. The Board commends the Ordinary Resolution as set out at Item No.6 for approval of the Members.

ITEM NO. 7

The Board of Directors taking into consideration of the efforts put by Sri Sandeep Peeti and in best the interests of the Company, the Board of Directors re-appointed as Chairman & Managing Director in the meeting held on 1st January, 2014 for a period of (3) Three years at remuneration as approved by the remuneration committee of the company, subject to the approval of the members in their meeting.

A Statement pursuant to Part II Section II of Schedule V of Companies Act, 2013 is stated below

PEETI SECURITIES LIMITED

Statement as per Part II Section II of Schedule V

I.	General Information		
1	Nature of Industry	Textile Industry.	
2	Date or expected date of commencement of commercial production	EXISTING UNIT	
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 indicators	Financial Year 2013-14	Financial Year 2012-13
	Total Income	973.01	387.13
	Profit/loss before tax	32.12	7.89
	Net Profit After Taxation	25.94	5.69
5	Export performance and net foreign exchange collaborations	Nil	
6	Foreign investments or collaborations, if any	Nil	
II.	Information about the appointees		
1	Background details	Hailed from Business family	
2	Past remuneration	75,000 /- per month	
3	Recognition or awards	Nil	
4	Job profile and his suitability	Business	
5	Remuneration proposed	75,000 /- per month	
6	Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person	Minimal	
7	Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any	Apart from drawing managerial remuneration, there are no other Pecuniary relationships directly or indirectly with the Company or relationship with the managerial personnel.	
III.	Other Information		
1	Reasons of loss or inadequate profits	Due to severe Recession in Economy, high inflation, slow down in industrial growth affected the company profitability.	
2	Steps taken or proposed to be taken for improvement	The company makes efforts for proper plan and strategies to improve in their sales and profit.	
3	Expected increase in productivity and profits in measurable terms	Unlike in previous years The company tries to achieve their productivity and profit.	

Save and except by Sri Sandeep Peeti and his relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board commends the Special Resolution set out at Item No. 7 of the Notice for approval by the Shareholders.

Item no 8

The Board of Directors taking into consideration of the efforts put by Sri Rajesh Pitty in day to day affairs of the Company, the Board of Directors re-appoint him as Whole Time Director in the meeting held on 1st January, 2014 for a period of (3) Three years at remuneration as approved by the remuneration committee of the company, subject to the approval of the members in their meeting.

A Statement pursuant to Part II Section II of Schedule V of Companies Act, 2013 is stated below

Statement as per Part II Section II of Schedule V

I.	General Information		
1	Nature of Industry	Textile Industry.	
2	Date or expected date of commencement of commercial production	EXISTING UNIT	
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 indicators	Financial Year 2013-14	Financial Year 2012-13
	Total Income	973.01	387.13
	Profit/loss before tax	32.12	7.89
	Net Profit After Taxation	25.94	5.69
5	Export performance and net foreign exchange collaborations	Nil	
6	Foreign investments or collaborations, if any	Nil	
II.	Information about the appointees		
1	Background details	Hailed from Business family	
2	Past remuneration	60,000 /- per month	
3	Recognition or awards	Nil	
4	Job profile and his suitability	Business	
5	Remuneration proposed	60,000 /- per month	
6	Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person	Minimal	
7	Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any	Apart from drawing managerial remuneration, there are no other Pecuniary relationships directly or indirectly with the Company or relationship with the managerial personnel.	
III.	Other Information		
1	Reasons of loss or inadequate profits	Due to severe Recession in Economy, high inflation, slow down in industrial growth affected the company profitability.	
2	Steps taken or proposed to be taken for improvement	The company makes efforts for proper plan and strategies to improve in their sales and profit.	
3	Expected increase in productivity and profits in measurable terms	Unlike in previous years The company tries to achieve their productivity and profit.	

Save and except by Sri Rajesh Pitty and his relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board commends the Special Resolution set out at Item No. 8 of the Notice for approval by the shareholders.

**BY ORDER OF THE BOARD
PEETI SECURITIES LIMITED**

Place: Hyderabad
Date : 31-07-2014

Sd/-
SANDEEP PEETI
CHAIRMAN & MANAGING DIRECTOR

**Information in respect of Directors seeking appointment / re-appointment
as required under Clause 49 IV (G) of the Listing Agreement**

Name of the Directors	Mr Sandeep Peeti	Mr Rajkumar Agrawal	Mr Rajeev Peeti	Mr. Ajay Garg	Mr Rajesh Pitty
Date of first appointment	28/11/1994	17/01/2008	01/10/2002	01/10/2002	17/11/1994
Date of birth/age	15/07/1969	25/05/1950	08/09/1968	14/11/1967	26/09/1969
Expertise in specific functional areas	Business	Finance	Trading	Manufacturing	Trading
Educational qualification	B.com	B.Sc And LLB	B.com	B.com	B.com
Chairman/member of the board of directors of the company	NIL	Audit committee Chairman Remuneration Committee Chairman Investor and shareholder Grievance Committee Member	Audit Committee Member Remuneration Committee Member Investor and Shareholder Grievance Committee Chairman	Audit Committee Member Remuneration Committee Member Investor and shareholder Grievance Committee Member	NIL
List of Directorships, Committee Chairmanship, Membership held in other companies as on	Peeti Holdings Private Limited	NIL	NIL	Kanha Woven Sacks Limited	NIL

DIRECTORS' REPORT

To,
The Members,

Your Directors have pleasure in presenting the TWENTIETH ANNUAL REPORT together with the Audited Accounts of the company for the financial year ended 31st March, 2014.

FINANCIAL HIGHLIGHTS**(Rs in Lakhs)**

Particulars	Year ended 31.03.2014	Year ended 31.03.2013
Sales	958.28	329.00
Other Income	14.73	58.13
Profit before depreciation and tax	37.28	12.34
Depreciation	5.15	4.45
Net profit before tax	32.12	7.89
Prior period adjustments	0.00	0.00
Net profit/loss before Tax	32.12	7.89
Provision for taxation		
a. Current	(5.92)	(2.02)
b. Differed Tax	(0.26)	(0.18)
Profit after tax	25.94	5.69
Deficit brought forward from the previous year	(17.36)	(23.05)
Surplus/ (deficit) carried to balance sheet	8.58	(17.36)

OPERATIONS:

During the year under review, your company has achieved a total income of Rs. 958.28 lakhs as against previous year's income of Rs. 329.00 Lakhs and recorded a net profit of Rs. 25.94 Lakhs for the financial year 2013-14 when compared to a net profit of Rs. 5.69 Lakhs during the previous year.

During the financial year under review even though the ongoing severe recession that the economy is witnessing in almost all the industries, power problem in the joint state of Telangana and Andhra Pradesh, frequent strike due to telangana issue and other factors beyond our control, the Company is able to achieve a good turnover as Compared to last financial year.

The Company is hopeful that this fiscal the Company will achieve good turnover as the economy will witness upward trend and good business despite of huge competition in wholesale prices and doing trading with fewer margins to sustain in the market.

DIVIDEND:

Your Directors do not recommend any Dividend for the financial year 2013-2014 as the company has nominal profit in the business operations.

PARTICULARS OF EMPLOYEES:

Pursuant to Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 2011, as amended, no employee of your Company is in receipt of remuneration exceeding Rs. 5,00,000/- per month or Rs. 60,00,000/- per annum during the financial year.

DIRECTORS:

Mr. Sandeep Peeti, Managing Director of your company retires by rotation at the ensuing Annual General Meeting. Being eligible for the re-appointment, offers him for the re-appointment.

Pursuant to the provision of Section 149 and applicable provision of the Companies Act, 2013 read with rules thereon all independent directors of the company are seeking fresh appointment for 5 consecutive years commencing from ensuing Annual General Meeting.

DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors of your Company hereby report:

- (I) that in the preparation of Annual Accounts for the financial year ended 31st March, 2014, the applicable accounting standards have been followed along with the proper explanation relating to material departures, if any, there from;

- (ii) 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 ended 31st March, 2014 and of the profit and loss of the company for that period:
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (iv) that the directors have prepared the annual accounts on a going concern basis.

FIXED DEPOSITS:

The Company has neither accepted nor renewed any deposits falling within the provisions of Section 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 from the its member and public during the Financial Year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

A Statement giving details of Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, is set out in Form - 'A' and Form - 'B' which is enclosed as Annexure - I to this report.

MANAGEMENT DISCUSSION & ANALYSIS

Pursuant to the provision of clause 49 of the listing agreement a report on Management Discussion & Analysis is set out as an **Annexure-II** to this report.

CORPORATE GOVERNANCE:

A separate report on Corporate Governance along with Auditor's Certificate on its compliance is enclosed as **Annexure – III** to this report.

COMPLIANCE CERTIFICATE

Your Company has obtained the necessary Compliance Certificate as required in terms of Section 383A read with the Companies (Compliance Certificate) Rules 2001 of the Companies Act, 1956 for the financial year 2013-2014 from Mr. B L Chandrasekhar Sarma Practicing Company Secretary same is given in **ANNEXURE-IV**

AUDITORS:

Pursuant to the provisions of Section 139(2) of the Companies Act, 2013, the Statutory Auditor M/s.MKA Associates, Chartered Accountant, Hyderabad, as the Statutory Auditors of the Company to hold office from conclusion of this Annual General Meeting for a period of 3 years in accordance with the Act, subject to the ratification of shareholders at every Annual General Meeting. The Company is in receipt of confirmation from the Statutory Auditor that in the event of his re-appointment as Statutory Auditor at the ensuing Annual General Meeting, such appointment will be in accordance with the limits specified in Section 141 of the Companies Act, 2013.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. There are no qualifications in the report of the statutory auditors for the year 2013-14.

LISTING FEE:

Your Company's shares are listed on The BSE Limited. Your company is regular in payment of the listing fee to the BSE Limited.

ACKNOWLEDGEMENTS:

Your Directors place on record, their appreciation for the co-operation and support from the Bankers, Financial institutions, the Stockiest and distributors, supplier and customers.

Your Directors would also like to place on record their sincere appreciation and gratitude to the Shareholders, Central and State Government agencies etc for their support and co-operation. Your Directors express their heartfelt gratitude to the employees for their exceptional commitment and loyalty to the company.

FOR AND ON BEHALF OF THE BOARD

Place: Hyderabad
Date: 31-07-2014

Sd/-
SANDEEP PEETI
Chairman & Managing Director

Sd/-
RAJESH PITY
Whole time Director

ANNEXURE – I**CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS/OUTGO**

Particulars pursuant to Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988

A) CONSERVATION OF ENERGY

- a) Energy conservation measures taken :

Proper control points are set up at all levels to identify the wastage in power & fuel consumption and to take/initiate corrective steps.

- b) Additional investments and proposals, if, any, being implemented for reduction of conservation of energy: NIL
- c) Impact of the measures at clause (a) and (b) above for reduction of energy consumption and consequent impact on the production of goods : N.A

**B) TECHNOLOGY ABSORPTION
Research and Development (R&D)**

1. Specific areas in which R&D carried out by the Company	NIL
2. Benefits derived as a result of the above R&D	NIL
3. Future plans of action	
4. Expenditure on R&D	
Capital	NIL
Recurring	NIL
Total	NIL
Total R&D Expenditure as % of total turnover	NIL

Technology Absorption, Adaptation and Innovation

1. Efforts made towards technology absorption adaptation and innovation	NIL
2. Benefits derived as a result of above efforts	: NIL
3. Information about imported technology	
a. Technology imported	: NIL
b. Year of Import	: NA
c. Whether Technology fully absorbed	: NA
d. If not fully absorbed, areas and reasons for future plans actions	: NA

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Foreign exchange earnings and outgo:	2013-14	2012-13
Foreign exchange earnings	NIL	NIL
Foreign exchange outgo	NIL	NIL

FOR AND ON BEHALF OF THE BOARD

Place: Hyderabad
Date: 31-07-2014

Sd/-
SANDEEP PEETI
Chairman & Managing Director

Sd/-
RAJESH PITY
Whole time Director

ANNEXURE- II**MANAGEMENT DISCUSSION ANALYSIS REPORT****TEXTILE INDUSTRY OVERVIEW:**

India is the one of the world's largest producers of textiles and garments. Abundant availability of raw materials such as cotton, wool, silk and jute as well as skilled workforce have made the country a sourcing hub. It is the world's second largest producer of textiles and garments. The Indian textiles industry accounts for about 24 per cent of the world's spindle capacity and 8 per cent of global rotor capacity. The potential size of the Indian textiles and apparel industry is expected to reach US\$ 223 billion by 2021, according to a report.

The textiles industry has made a major contribution to the national economy in terms of direct and indirect employment generation and net foreign exchange earnings. The sector contributes about 14 per cent to industrial production, 4 per cent to the gross domestic product (GDP), and 27 per cent to the country's foreign exchange inflows. It provides direct employment to over 45 million people. The textiles sector is the second largest provider of employment after agriculture. Thus, the growth and all round development of this industry has a direct bearing on the improvement of the India's economy.

CHALLENGES FACED BY THE TEXTILE INDUSTRY:

Indians have well understood the importance of staying one step ahead of developments in the world economic environment. The industry is now preparing itself to take share of opportunities expected to arise out of the market freed from quota restrictions and other trade barriers. Industry operators are increasingly moving towards modernization and expansion as encouraged by the so-designated Textile Upgradation Fund Scheme implemented by Government.

The local textile sector is now at a critical stage where it should prepare itself to rise and grab the opportunities that are available through liberalization of the international market. Manufacturers however, were caught in inadvertence as new players started to creep on the market at a time when most operators had attention on imminent opportunities coming from a quota-free market. Strategies and policies were mainly targeted towards expansion and modernization leaving more space to domestic players. Now it obviously appear that the latter have had ample freedom to strengthen them and they are now more prepared than export oriented companies

INDUSTRY OUTLOOK:

India Ratings & Research (Ind-Ra) has revised the outlook on the cotton sector to stable for FY15 from negative to stable, driven by improving revenue prospects from a rebounding economic growth in key export destinations, stabilising input costs and continuing favourable policies. Fitch Ratings Ltd estimates the US to report a GDP growth rate of 2.6% in 2014 (2013: 1.6%) with eurozone of 0.9% (negative 0.4%) and the UK of 2.2% (1.4%). The agency has maintained a Stable Outlook on its rated textile companies on the back of growing revenue and stable margins and thus improving leverage and cash flow from operations. With 67% of the textile companies rated 'IND BB+' and below, the Stable Outlook reflects that credit risks have already been largely factored in the existing ratings.

OPPORTUNITIES & THREATS

The Country's domestic market offers much potential for growth and numerous business opportunities as demand for Textile Products are expected to keep pace with increased purchasing power augering well for the Industry. Allowing FDI in retail will also help in expansion of this channel.

The key threat to business continues from low cost of imports from China as well as aggressive pricing by newer entrants in the market. With Large Format Stores becoming key shopping destinations and growth drivers, the balance is also tilting against manufacturers, which could erode the margins. Cotton prices which have been highly volatile are of major concern for textile manufacturers along with ever increasing energy prices.

COMPANY OUTLOOK:

Though the company has achieved higher amount of net profit when compared to the last financial year. The board of directors of the company feels that textile sector is fast growing in India, hence due to increasing scope and demand for exports in India, the company at the same parallel will put all the efforts to improve the quality and productive to get more order at competitive rates and try to maintain high quality and productivity in the manufactured goods. Barring unforeseen circumstances the company is confident of achieving better results in the current year

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has proper and adequate systems of internal controls in order to ensure that all assets are safeguarded against loss from unauthorized use or disposition and that all transactions are

authorized recorded and reported correctly.

The Board of Directors has been entrusted with the responsibility of reviewing the findings and to investigate and take necessary actions wherever required.

HUMAN RESOURCES/ INDUSTRIAL RELATIONS:

The Company firmly believes that motivated and empowered employees are the cornerstone of competitive advantage. The Company's employee value proposition is based on a strong focus on employee development, providing a satisfying work environment, performance appraisal and counseling and appropriate empowerment.

The Company continues to maintain and enjoy a cordial relationship with its employees, providing positive environment to improve efficiency with regular investments in upgrading the knowledge and skills of the employees.

ANNEXURE – III

REPORT ON CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreement)

Pursuant to Clause 49 of the Listing Agreement, the company presents its report on Corporate Governance.

1. COMPANY'S PHILOSOPHY ON THE CODE OF CORPORATE GOVERNANCE

We believe that our company shall go beyond adherence to regulatory framework. Our corporate structure, business and disclosure practices have been aligned to our Corporate Governance Philosophy, Transparency, accountability, fairness and intensive communication with stakeholders are integral to our functioning. We believe in system driven performance and performance oriented systems. We accord highest priority to these systems and protect the interests of all our shareholders, particularly the minority shareholders. We have tried to blend growth and efficiency with governance and ethics. Our Board of Directors, guided by the mission statement, formulate strategies and policies having focus on optimizing value for various stakeholders like consumers, shareholders and the society at large.

2. BOARD OF DIRECTORS

Composition

The Board of Directors of your company consists of Two Executive and three Non Executive Independent Directors.

The Constitution of the Board is given below:

S No.	Director	Category	Attendance at AGM held on 30-09-2013	Attendance in Board Meeting		Other Boards		
				Held	Attended	Director ship	Committee chairmanship	Committee membership
1	Rajesh Pitty	Promoter & Whole-time Director	Yes	5	5	Nil	Nil	Nil
2	Sandeep Peeti	Promoter & Managing Director	Yes	5	5	1	Nil	Nil
3	Rajkumar Agrawal	Non-Executive & Independent Director	Yes	5	5	Nil	Nil	Nil
4	Rajeev Peeti	Non-Executive & Independent Director	Yes	5	5	Nil	Nil	Nil
5	Ajay Garg	Non-Executive & Independent Director	Yes	5	5	1	Nil	Nil

Date of Board Meetings

During the financial year 2013-14, 5 (Five) Board Meetings were held on the following dates:

03-05-2013	30-07-2013	30-10-2013	01-01-2014	30-01-2014
------------	------------	------------	------------	------------

3. Audit Committee:

- **Brief description of terms of reference**

The terms of reference as per Clause 49 of the Listing Agreement are as follows

- To review the results announcement and the report and accounts at the end of a quarter, half year and the full year before submission to the board, focusing particularly on:
 - Any changes in accounting policies and practices.
 - Compliance with accepted accounting standards.
 - Major Judgmental Decisions; etc.
- To consider appointment of Statutory Auditors, the Audit Fee, and any matter of resignation and dismissal.
- To discuss with the Statutory Auditor before the audit commences the nature and scope of the Audit.
- To review the effectiveness of the system of internal financial controls and discuss the same periodically with the statutory auditors.
- To discuss problems and reservations arising from the Statutory audit and any matters the statutory auditor may wish to discuss.
- To consider other topics as may be delegated by the board from time to time.

- **Composition**

Audit Committee of your company consists of following three Non-executive Independent Directors:

Sri Rajkumar Agrawal	Chairman
Sri Rajeev Peeti	Member
Sri Ajay Garg	Member

Meetings during the year

During the Financial year 2013-2014, the Audit Committee met Four times on

03-05-2013	30-07-2013	30-10-2013	30-01-2014
------------	------------	------------	------------

ATTENDANCE

NAME	No of meetings Held	No of meeting Attended
Sri Rajkumar Agrawal	4	4
Sri Rajeev Peeti	4	4
Sri Ajay Garg	4	4

4. Remuneration Committee:**Term of reference**

- The Remuneration Committee recommends to the board the compensation terms of the executive directors / non-executive directors
- Framing and implementing on behalf of the Board and on behalf of the shareholders, a credible and transparent policy on remuneration of executive directors including ESOP, Pension Rights and any compensation payment.

- Considering approving and recommending to the Board the changes in designation and increase in salary of the executive directors.
- Ensuring the remuneration policy is good enough to attract, retain and motivate directors.
- Bringing about objectivity in deeming the remuneration package while striking a balance between the interest of our Company and the shareholders.

Remuneration Committee of your company consists of following three Non-executive Independent Directors.

Sri Rajkumar Agrawal	Chairman
Sri Rajeev Peeti	Member
Sri Ajay Garg	Member

Remuneration Paid to the directors for the financial year 2013-14.

Name of Director	Sitting Fees	Salary & Perks	Total
Sandeep Peeti	Nil	9, 00,000-	9, 00,000-
Rajesh Pitty	Nil	7, 20,000	7, 20,000
Sri Rajeev Peeti	Nil	Nil	Nil
Sri Ajay Garg	Nil	Nil	Nil
Sri Rajkumar Agrawal	Nil	Nil	Nil

5. Investors and Shareholders Grievance Committee:

• **Brief description of terms of reference:**

To supervise and ensure:

- Efficient transfer of shares; including review of cases for refusal of transfer / transmission of shares and debentures;
- Redressal of shareholder and investor complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc;
- Issue of duplicate / split / consolidated share certificates;
- Allotment and listing of shares;
- Review of cases for refusal of transfer / transmission of shares and debentures;
- Reference to statutory and regulatory authorities regarding investor grievances;
- And to otherwise ensure proper and timely attendance and redressal of investor queries and grievances.

To look into various affairs relating to the shareholders with regard to redressal of complaints in relation to transfer of shares, non-receipt of share certificates, balance sheets, dividends etc.,

• **Composition**

Investor & Shareholders Grievance Committee of your company consists of following three Non-executive Independent Directors

Sri Rajeev Peeti	Chairman
Sri Rajkumar Agrawal	Member
Sri Ajay Garg	Member

Name & Designation of the Compliance Officer:

Name : Mr. Rajesh Pitty
 Designation : Executive Director
 No. of shareholders complaints received during the Financial Year : Nil
 No. of complaints solved to the satisfaction of the share holders : Nil
 No. of pending complaints : Nil

6. GENERAL BODY MEETINGS

Location and time where the last three Annual General Meeting held:

Year	AGM	V enue	Day & Date	Time
2012-13	19 th AGM	Bhagyanagar Function Hall, L.B. Nagar, Hyderabad.	Monday 30 th Sep, 2013	10.00 A.M.
2011-12	18 th AGM	Bhagyanagar Function Hall, L.B. Nagar, Hyderabad.	Saturday 30 th Oct, 2012	10.00A.M.
2010-11	17 th AGM	Bhagyanagar Function Hall, L.B. Nagar, Hyderabad.	Friday 30 th Sep, 2011	10.00A.M.

No special resolution is passed in the last 3 Annual General Meeting of the Company

7. DISCLOSURES

- i. Materially significant related party transactions i.e. transactions of the company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of company at large - **NIL**.
- ii. Details on non-compliance by the company, penalties and strictures imposed on the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years - **NIL**

8. MEANS OF COMMUNICATION:

- a. Quarterly Financial Results are furnished to the BSE Limited as per clause 41 of the Listing Agreement.
- b. The Quarterly Unaudited Financial Results of the Company are published in Financial Chronicle and Andhrabhoomi Hyderabad editions.
- c. Quarterly results are updated in the company website: www.peetisecuritiesltd.com
- d. Management Discussion and Analysis forms part of the Directors' Report.
- e. Compliance certificate forms part of the Director's Report.

9. GENERAL SHAREHOLDER INFORMATION:

Annual General Meeting:
 Day, Date and time : Tuesday 30th September, 2014 at 10.00 A.M.
 Venue : Bhagyanagar Functional Hall, L. B. Nagar, Hyderabad.
 Financial Year : 1st April 2013 to 31st March 2014
 Dividend Payment Date : **NA**
Financial Calendar :

Event	Dates
First quarter un-audited (Provisional) financial results	Second Week of August, 2014
Second quarter un-audited (Provisional) financial results	Second Week of November, 2014
Third quarter un-audited (Provisional) financial results	Second Week of February, 2015
Fourth quarter Audited financial results	Last Week of May, 2015

Book Closure Date : Friday 26th September 2014 to Tuesday 30th September 2014 (both days inclusive)
Listing on Stock Exchanges : The shares of the Company are listed on The BSE Limited
Stock Code : BSE Code – 531352
Market Price Data : During the last Financial Year 2013-14,

High and Low of the each month of the Company's equity shares during the last Financial Year 2013-14 at BSE Limited are given below:

Month	BSE Limited	
	High (Rs.)	Low (Rs.)
April, 2013	–	–
May, 2013	–	–
June, 2013	6.90	6.90
July, 2013	7.20	6.85
August, 2013	7.18	7.18
September, 2013	7.90	7.51
October, 2013	–	–
November, 2013	7.14	5.55
December, 2013	5.28	5.28
January, 2013	–	–
February, 2013	–	–
March, 2013	5.23	5.23

**No shares were traded in the month of April, May, October, 2013 and January, February, 2014*

Registrar and Share Transfer Agents

: CIL Securities Limited
214, Raghav Ratna Towers, Chirag-ali-lane
Abids, Hyderabad-500 001
Phone : 040 –23203155/23202465
Fax : 040 – 23203028

Share Transfer System:

All the physical share transfers received are processed by the Share Transfer agents, M/s CIL Securities Limited, Hyderabad. The Company's shares are being traded in compulsory Demat form. The Company has entered into agreement with both NSDL and CDSL to dematerialise its shares, which enable the Company's shares to be transferred electronically through Depositories System.

SHAREHOLDING PATTERN AS ON 31ST MARCH 2014:

SI no	Category	No. of Shares Held	% of Shareholding
A1	SHAREHOLDING OF PROMOTERS & PROMOTER GROUP		
	INDIAN		
	Individuals/Hindu Undivided Family	907550	24.20
	Central Government /State Government(s)	-	-
	Bodies Corporate	342900	9.14
	Financial Institutions/Banks	-	-
	Sub Total of A1	1250750	33.34
A2	FOREIGN		
	Individuals (Non-Residents)	-	-
	Bodies Corporate	-	-
	Institutions	-	-
	Any Other (Specify)	-	-
	Sub Total of A2	-	-
	TOTAL PROMOTERS SHAREHOLDING (A1 +A2)	1250450	33.34
B 1.	Public Shareholdings		
	Institutions	-	-
	Mutual Funds and UTI	65500	1.75
	Banks/Financial Institutions	-	-
	Central Government/State Government	-	-
	Venture Capital Funds	-	-
	Insurance Companies	-	-
	Foreign Institution Investor	-	-
	Foreign Venture Capital Investors	-	-
	Any Other (Specify)	-	-
	Sub Total B1	65500	1.75
B 2	Non Institutions		
	Bodies Corporate	401310	10.70
	Individuals share holders holdings		
	Nominal Capital upto Rs 1 Lakh	1467993	39.14
	Nominal Capital in excess of Rs 1 Lakh	565147	15.07
	Any Other (Specify)		
	NRIs/OCBs	--	--
Foreign Collaborators	--	--	
Clearing Members			
	Sub Total B2	2434450	64.91
	TOTAL OF PUBLIC SHAREHOLDING (B1+B2)	2499950	66.66
C	Shares held by Custodian and against which Depository Receipts have been issued	-	-
	TOTAL A+B+C	3750400	100

Distribution of Shareholding: as on 31.03.2014

Sl. No.	Category From - To Rs	No. of Holders	% of Holders	No. of Shares	% of Shares
1	Upto - 5000	1823	95.00	1145631	30.55
2	5001 - 10000	52	2.71	373122	9.95
3	10001 - 20000	23	1.20	313316	8.35
4	20001 - 30000	4	0.21	95200	2.54
5	30001 - 40000	2	0.10	75331	2.01
6	40001 - 50000	1	0.05	50000	1.33
7	50001 - 100000	8	0.42	621400	16.57
8	100001 - 3750400	6	0.31	1076700	28.70
	Total	1919	100.00	3 750,400	100.00

Dematerialization of shares and liquidity: Since the Company has already entered into an agreement with both the depositories, viz. NSDL and CDSL for dematerialization of its shares, the shareholders are free to dematerialize their shares and keep them in dematerialized form with any depository participant.

Outstanding GDRs/ ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on equity - Nil

Address for correspondence : CIL Securities Limited
214, Raghav Ratna Towers
Chirag-ali-lane, Abids, Hyderabad - 500 001.
Phone: 040-23203155/23202465
Fax: 040-23203028

CEO&CFO CERTIFICATION : The Chairman & Managing Director of the Company give annual certificates on financial reporting and internal controls to the board In terms of clause 49.

DECLARATION OF THE MANAGING DIRECTOR ON COMPLIANCE WITH CODE OF CONDUCT AND ETHICS

M/s Peeti Securities Limited has adopted a code of Business conduct and ethics (The Code) which applies to all the employees and Directors of the Company. Under this Code, it is the responsibility of all employees and directors to familiarize themselves with the code and comply with its standards.

I hereby certify that the Board members and senior management personnel of the Company have affirmed compliance with the code for the financial year 2013-2014

Sd/-

Sandeep Peeti
Chairman & Managing Director

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certificates:

I, Sandeep Peeti, Chairman & Managing Director of M/s Peeti Securities Limited to the best of our knowledge and belief, certify that:

1. I have reviewed the Balance Sheet and Profit and Loss Account and all its schedules and notes on accounts as well as the Cash Flow Statement for the year ended 31.03.2014
2. To the best of our knowledge and belief:
 - a) These statements do not contain any untrue statement or omit any material fact or contain statements that might be misleading.
 - b) The financial statements and other financial information included in this report present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws and regulations.
3. To the best of our knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
4. I accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.
5.
 - a) There has not been any significant change in internal control over financial reporting during the year under reference;
 - b) There has not been any significant changes in accounting policies during the year under reference; and
 - c) We are not aware of any instances during the year of significant fraud, with involvement there in of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place: Hyderabad
Date :31-07-2014

Sd/-
Sandeep Peeti
Chairman & Managing Director

COMPLIANCE CERTIFICATE

Reg. No. of the Company : 018779
 Authorized Capital : Rs. 4,50,00,000/-
 Paid-up Capital : Rs. 3,75,04,000/-

To

The Members,
PEETI SECURITIES LIMITED
 Registered Office:
 Survey No.71, Opp: BSNL Office
 Beside M.P. Hardware Lane
 Old Kurnool Road, Kattedan
 Hyderabad – 500077
 Telangana, India.

I have examined the registers, records, books and papers of **M/s. PEETI SECURITIES LIMITED** (The Company) as required to be maintained under the Companies Act, 1956, (the Act) and the Rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended **31st March, 2014**. 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, and its officers, 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 there under and all entries there in have been recorded.
2. The Company has filed the forms and returns as stated in **Annexure 'B'** to this certificate, with the Registrar of Companies, Andhra Pradesh.
3. The Company being a Public Limited Company comments are not required.
4. The Board of Directors duly met Five times on 30.05.2013, 30.07.2013, 30.10.2013, 01.01.2014 and 30.01.2014 in respect of which proper notices were given and the proceedings were duly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from Thursday 26th September, 2013 to Monday, 30th September, 2013 (both days inclusive) for the purpose of 19th Annual General Meeting and has complied with the provision of the Act
6. The Annual General Meeting of the Company for the financial year ended on 31st March, 2013 was held on 30.09.2013 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the 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 the persons or firms or companies referred to under Section 185 of the Act during year under review.
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act during the financial year under review.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. There were no instances falling within the purview of Section 314 of the Act, during the financial year under review and as such the company was not required to obtain any approval from the Board of Directors, members or the Central Government.
12. The Company has not issued any duplicate share certificates during the financial year under review.
13. The Company has
 - 1) delivered all the certificates on Transfer of shares 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) no amounts lying with it in unpaid dividend account or any application money due for refund, matured deposits, matured debentures and the interest accrued there on which have remained unclaimed or unpaid for a period of seven years or more.
 - iv) not posted any warrants to any member of the Company as no dividend was declared during the financial year.
 - v) Complied with requirements of Section 217 of the Act for the financial year under review.
14. The Board of Directors of the Company is duly constituted, Mr. Raj Kumar Agrawal, the retiring director is reappointed as director by the members in the 19th Annual General Meeting held on 30/09/2013 and there were no appointment of directors, additional directors, alternate directors and directors to fill casual vacancies have been duly made.
 15. The Company has re-appointed Sri Sandeep Peeti as Managing Director and Sri Rajesh Pitty as Whole time Director of the company during the financial year and complied with the provision of the Act.
 16. The Company has not appointed any sole-selling agents during the financial year under review.
 17. There were no instances requiring the Company to obtain approval from the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act during the financial 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 there under during the financial year under review.
 19. The Company has not issued and/or allotted any shares/debentures/other securities during the financial year under review.
 20. The Company has not bought back any shares during the financial year.
 21. There was no redemption of Preference Shares / Debentures during the financial year under review as company has not issued any preference shares or debentures.
 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 falling within the purview of Section 58A during the financial year under review.
 24. The amount borrowed by the Company from directors, members, banks, financial institutions and public are within the borrowing limits of the Company.
 25. The Company has not given any guarantees or made investments in other bodies corporate falling within the purview of the section 372A of the Companies Act, 1956 during the financial year under review.
 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 financial year under review.
 27. The Company has not altered the provisions of the memorandum with respect to the objects of the company during the financial year under review.
 28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the financial year under review.
-

29. The Company has not altered the provisions of the memorandum with respect to share capital during the year under scrutiny
30. The Company has not altered its Articles of Association during the financial year under review.
31. As per the information given by the Company, there were no prosecutions 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. The company has not constituted a separate provident fund trust for its employees or class of its employers as contemplated under Section 418 of the Act.
34. As per the information given by the Company, there were no prosecutions initiated against or show cause notices received by the company during the financial year for any offences under the Act.
35. The company has not received any money as security from its employees during the financial year.
36. The company has not constituted a separate provident fund trust for its employees or class of its employers as contemplated under Section 418 of the Act.

PLACE: Hyderabad
DATE : 31-07-2014

sd/-
B.L.Chandrasekhar Sarma
Practicing Company Secretary
C.P. No.:8199

ANNEXURE – A

STATUTORY REGISTERS AS MAINTAINED BY THE COMPANY

1. Register of Directors' U/s 303
 2. Register of Directors' Shareholdings U/s 307
 3. Register of Members U/s 150
 4. Minutes of Board Meetings U/s 193
 5. Minutes of Annual and Extra-Ordinary General Meetings U/s 193
 6. Register of contracts, firms and Companies in which Directors are interested U/s 301(3).
 7. Register of Charges U/s 143
 8. Register of Investment U/s 372A
-

ANNEXURE – B

Forms and Returns as filed by the Company with the Registrar of Companies, during the financial year ending on **31st March, 2014**

Sl. No	Forms/ Returns	Section	Purpose	Remarks
1.	Compliance Certificate	383A	For the Financial year 2012-13	Filed with Normal Fees on 28/10/2013
2.	Balance Sheet	220	For the Financial Year 2012-13	Filed with Normal fees on 28/10/2013
3.	Annual Return	159	As on 30 th September, 2013	Filed with Normal fees on 28/10/2013
4	Form no 23	192	Reappointment of Managing Director	Filed with Normal fees on 10/01/2014
5	Form no 25C	XIII	Reappointed as Managing Director	Filed with Normal fees on 10/01/2014
6	Form no 25C	XIII	Reappointed as whole time Director	Filed with Normal fees on 10/01/2014

CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To
The Members
PEETI SECURITIES LIMITED
HYDERABAD

We have examined the compliance of conditions of Corporate Governance of PEETI SECURITIES LIMITED for the year ended 31st March 2014 as stipulated in Clause 49 of the Listing Agreement of the company with Stock Exchanges.

The Compliance of the conditions of the corporate governance is the responsibility of the management. Our examinations were limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor expression of the opinion on the financial statements of the Company. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

We state that no investor grievances were pending for the period exceeding one month against the Company as per the records maintained by the company.

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

For M.K.A. Associates
Chartered Accountants

Sd/-
Manoj Kumar Agarwal
(Partner)

Place: Hyderabad
Date: 31-07-2014

Membership No: 201740

INDEPENDENT AUDITOR'S REPORT

To the Members of
PEETI SECURITIES LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of PEETI SECURITIES LTD ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of 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"). This 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.

Auditors' 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 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 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 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 Profit and Loss Account, of the profit for the year ended on that date; and
- 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 purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - 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 to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (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 **M.K.A. ASSOCIATES**
Chartered Accountants
Sd/-
MANOJ KUMAR AGARWAL
(Partner)
Membership No. 201740
Firm Reg. No. 005992S

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of PEETI SECURITIES LIMITED on the accounts of the company for the year ended 31st March, 2014.

(i) In respect of fixed assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to us the management has physically verified the major fixed assets of the company in a phased manner, which in our opinion is reasonable having regard to the size of the company and nature of the assets, no material discrepancies were noticed on such verification.
- c) As per the information and explanations given to us no substantial part of the fixed assets have been disposed off during the year, which affect the ability of the company to continue as a going concern.

(ii) In respect of Inventory:

- a) The stock of Finished Goods has been physically verified by the management during and at the year-end. In our opinion and according to information and explanations given to us the frequency of verification is reasonable.
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of stock 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 its inventories and the discrepancies noticed on such physical verification between the physical and book stock were not material and have been adequately dealt with in the books of accounts.

(iii) In respect of Loans & Advances:

According to the information and explanations given to us, the Company has not obtained and has not granted any loans secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.

- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any major weaknesses in the internal controls.
 - (v) a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into 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 contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs 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) According to the information and explanations given to us, the company has not accepted any deposits from public during the year within the meaning of section 58 A of the Companies Act, 1956 and the rules framed there under.
 - (vii) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
 - (viii) According to the information and explanations given to us maintenance of cost records has not been prescribed by the Central Government under section 209 (1) (d) of the Companies Act, 1956, for any of the activities of the Company.
 - (ix) a) According to the information and explanations given to us, and the Company has been regular in depositing with appropriate authorities undisputed statutory dues such as
-

income tax, sales tax, excise duty, cess and other material statutory dues applicable to it and there are no statutory dues payable to the appropriate authorities.

- b) As explained to us there were no disputed amounts payable in respect of income tax, sales tax, excise duty and cess were in arrears as at 31-03-2014 for a period more than six months from the date they became payable.
- (x) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to the bank or financial institutions.
- (xii) 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.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion, the Company has kept proper records of the transactions and contracts and has made timely entries therein. The Investments made by the company have been held by the company, in its own name or has been held under a valid transfer deeds.
- (xv) According to the information and explanations given to us, the company has not given any guarantees for loans taken by others from a bank or financial institution.
- (xvi) In our opinion, the credit limits have been applied for the purpose for which they were raised.
- (xvii) 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. No long-term funds have been used to finance short-term assets except permanent working capital.
- (xviii) 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. Accordingly, the question of reporting on whether the price at which such shares have been issued is prejudicial to the interest of the company does not arise.
- (xix) The company has not issued any debentures. Accordingly, the question of creating a security for such debentures does not arise.
- (xx) The company has not raised any money by public issues during the year. Accordingly, the question of disclosure of end use of such monies does not arise.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

for M.K.A. ASSOCIATES
Chartered Accountants
Firm Reg. No. 005992S

Sd/-
MANOJ KUMAR AGARWAL
(Partner)
Membership No. 201740

Balance Sheet as at 31st March, 2014
(Amt in Rs.)

Particulars	Note No	As on 31-03-2014	As on 31-03-2013
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	37,504,000	37,504,000
(b) Reserves and Surplus	2	857,105	(1,737,490)
(2) Non-Current Liabilities			
(a) Long Term Borrowings	3	278,745	619,371
(b) Deferred tax liabilities (Net)	4	156,743	130,079
(c) Long term provisions	5	993,538	863,077
(3) Current Liabilities			
(a) Trade payables		2,363,022	565,002
(b) Other current liabilities	6	1,336,636	3,683,457
(c) Short-term provisions	7	591,622	202,337
Total		44,081,412	41,829,833
II.Assets			
(1) Non-current assets			
<i>(a) Fixed assets</i>			
(i) Tangible assets	8	3,763,999	4,213,997
(b) Non-current investments	9	1,622,000	1,935,000
(c) Long term deposits		323,733	323,733
(2) Current assets			
(a) Current investments	10	249,056	249,056
(b) Inventories	11	12,371,705	6,891,687
(c) Trade receivables	12	8,502,728	6,568,491
(d) Cash and Bank Balances	13	16,923,402	21,482,700
(e) Short-term loans and advances	14	134,500	44,500
(f) Other current assets	15	190,289	120,669
Total		44,081,412	41,829,833

AS PER OUR REPORT OF EVEN DATE

 For **M K A ASSOCIATES**
 Chartered Accountants
 Reg No: 05992S

sd/-

MANOJ KUMAR AGARWAL

Partner

M.No: 201740

 PLACE: Hyderabad
 DATE : 25-05-2014

For and on behalf of the Board

 Sd/-
SANDEEP PEETI
 Managing Director

 Sd/-
RAJESH PITY
 Executive Director

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

(Amt in Rs.)

Particulars	Note No	Year Ending 31-03-2014	Year Ending 31-03-2013
I. Revenue from operations	16	95,827,515	32,900,160
II. Other Income	17	1,473,119	5,813,778
III. Total Revenue (I +II)		97,300,634	38,713,938
IV. Expenses:			
Purchase of Stock-in-Trade		87,244,757	31,474,034
Changes in inventories of Finished goods, WIP and Stock-in-Trade		(5,480,018)	(2,865,360)
Employee benefit expense	18	3,811,253	3,266,828
Financial costs	19	80,168	29,113
Depreciation and amortization expense	8	515,133	445,589
Other expenses	20	7,916,459	5,574,569
Total Expenses		94,087,752	37,924,774
V. Profit before Tax (III - IV)		3,212,882	789,164
VI. Tax expense:			
(1) Current tax		(591,622)	(202,337)
(2) Deferred tax (Liability)/Assets		(26,664)	(18,318)
VII. Profit/(Loss) for the period (XI + XIV)		2,594,595	568,509
VIII. Earning per equity share:			
(1) Basic		0.69	0.15
(2) Diluted		0.69	0.15

AS PER OUR REPORT OF EVEN DATE

For **M K A ASSOCIATES**
Chartered Accountants
Reg No: 05992S

sd/-
MANOJ KUMAR AGARWAL
Partner
M.No: 201740

PLACE: Hyderabad
DATE : 25-05-2014

For and on behalf of the Board

Sd/-
SANDEEP PEETI
Managing Director

Sd/-
RAJESH PITY
Executive Director

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

(Amts. in Rs.)

For the year Ended 31.03.2014	For the year Ended 31.03.2013
Rs. (in Lakhs)	Rs. (in Lakhs)

A CASH FLOW FROM OPERATING ACTIVITIES

Net Profit/(Loss) before Tax & Extraordinary Items	3,212,882	789,164
Adjustments for :		
Depreciation	515,133	445,589
Assets Written off	42,077	1,500,000
Provision for Diminution in value of Investment	313,000	1,065,000
Provision for gratuity	130,461	
Interest paid	80,168	29,113
Dividend Eamed	(68,070)	(73,180)
Interest Received	(1,396,375)	(677,055)
Profit on sale of Assets	(2,025)	(5,045,031.00)
	<u>(385,631)</u>	<u>(2,755,564)</u>
Operating Profit/(Loss) before working capital changes	2,827,251	(1,966,400)
Adjustments for :		
Trade Receivables & Other Receivables	(2,093,858)	1,010,113
Inventory	(5,480,018)	(2,865,359)
Trade Payable & other Current Liabilities	(581,170)	(1,606,855)
	<u>(8,155,046)</u>	<u>(3,462,101)</u>
Cash Generated/(outgo) from Operation	(5,327,795)	(5,428,501)
Direct Taxes paid	(202,337)	-
Cash Flow before extraordinary Item	(5,530,132)	(5,428,501)
	<u>(5,530,132)</u>	<u>(5,428,501)</u>
Net Cash Flow/(used) from/in Operating Activities (A) :	(5,530,132)	(5,428,501)

B CASH FLOW FROM INVESTING ACTIVITIES :

(Increase)/decrease in Investment	-	19,100,000
Decrease/(Increase) in Fixed Assets	(105,186)	(2,108,075)
Dividend Eamed	68,070	73,180
Interest Earned	1,396,375	677,055
Net Cash Flow/(used) from/in Investing Activities (B) :	1,359,259	17,742,160

C CASH FLOW FROM FINANCING ACTIVITIES :

Share Capital	-	-
Secured Loans	(308,256)	927,627
Unsecured Loans	-	-
Interest paid	(80,168)	(29,113)
Net Cash Flow/(used) from/in Financing Activities (C) :	(388,424)	898,514

D NET INCREASE/(DECREASE) IN CASH

AND CASH EQUIVALENTS (A+B+C)	(4,559,298)	13,212,173
Cash and Cash equivalent (Opening)	21,482,700	8,270,526
Cash and Cash equivalent (Closing)	16,923,402	21,482,699

AS PER OUR REPORT OF EVEN DATE

For and on behalf of the Board

For **M K A ASSOCIATES**
Chartered Accountants
Reg No: 05992S

Sd/-
SANDEEP PEETI
Managing Director

sd/-
MANOJ KUMAR AGARWAL
Partner
M.No: 201740

Sd/-
RAJESH PITY
Executive Director

PLACE: Hyderabad
DATE : 25-05-2014

NOTES TO BALANCE SHEET
NOTE NO. 1 : SHARE CAPITAL

(Amts. in Rs.)

Sl. No.	Particulars	No. of Shares	As on 31-03-2014	No. of Shares	As on 31-03-2013
a	Share Capital (For each class of capital)				
	(a) Authorised Share Capital	45,00,000	45,00,000	45,00,000	45,00,000
	(b) Issued , subscribed & fully paid up Equity Shares of Rs 10 Each	37,50,400	37,50,400	37,50,400	37,50,400
	Total No of Shares at Opening Accounting Period	3,750,400		3,750,400	
	Add: No Of Shares Issued During the Year	-		-	
	Total No of Shares at end of accounting period	3,750,400		3,750,400	
1	The Company has only one Class of Equity Shares having a par value of Rs 10/- per share, Each Share Holder is eligible for one Vote per Share				
2	Details of Shares held by share holder holding more than 5% of the aggregate shares in the Company				
			As At 31-03-2014		As at 31-03-2013
	Name of the Share Holder	%	No. Of Shares	%	No. Of Shares
	Rajesh Pitty	6.13%	2,30,000	6.13%	2,30,000
	Nirmla Peeti	5.11%	1,91,600	5.12%	1,91,900
	Peeti Holdings Pvt Ltd	9.14%	3,42,900	9.14%	3,42,900

NOTE NO. 2 : RESERVES AND SURPLUS

Sl. No.	Particulars		As on 31-03-2014		As on 31-03-2013
I	RESERVES AND SURPLUS				
	a) Reserves		NIL		NIL
	b) Surplus				
	Opening Balance	(1,737,490)		(2,305,999)	
	Add: Net Profit for the year	2,594,595	857,105	568,509	(1,737,490)
	Total Reserves and Surplus		857,105		(1,737,490)

NOTES NO. 3: LONG TERM BORROWINGS.

(Amts. in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Term Loan from HDFC Bank Ltd	619,371	927,627
	Less: Shown under Other Current Liabilities	340,626	308,256
	Total Short Term Borrowings	278,745	619,371

***Terms of Borrowings**

Sno.	Particulars of Lender	Nature of Loan	Terms of Repayment	Interest Type	Nature of Security
a	HDFC BANK LTD	Vehicle Loan	36-EMIS	Rate of interest 11.60 % p.a. as at year end	Respective Vehicle under the loan

NOTE NO. 4 : DEFERRED TAX LIABILITY

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
1	Deferred Tax Liability	156,743	108,590
	Total Deferred Tax Liability	156,743	108,590

NOTE NO. 5 : LONG TERM PROVISIONS

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Provision for Gratuity	993,538	863,077
	Total Long Term Provisions	993,538	863,077

NOTE NO. 6 : OTHER CURRENT LIABILITES

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	a) Current maturities of Term Loan from Bank (Vehicle Loan Instalments due less than 12 months)	340,626	308,256
	b) Other Payables	996,010	3,375,201
	Total Other Current Liabilites	1,336,636	3,683,457

NOTE NO. 7 : SHORT TERM PROVISIONS

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Provision for Income Tax	591,622	202,337
	Total Short Term Provisions	591,622	202,337

PEETI SECURITIES LIMITED

NOTE TO BALANCE SHEET
NOTE NO 8: TANGIBLE & INTANGIBLE ASSETS AS AT 31-03-2014

(Amts. in Rs.)

Sl. No.	PARTICULARS	GROSS BLOCK				DEPRECIATION / AMORTIZATION					Net Block as on 31.03.2014	Net Block as on 31.03.2013
		As on 01.04.2013	Additions during the year	Additions through Business acquisitions	Deletions during the year	As on 31.03.2014	Dep. As on 01.04.2013	Dep. For the year 2013 - 2014	Deletion of Cumulative Depreciation	Total Depreciation		
1.	PLANT & MACHINERY	3,63,490	-	-	-	3,63,490	2,18,258	26,972	-	2,45,230	1,18,260	1,45,232
2.	ELECTRICAL EQUIPMENT	1,71,634	-	-	-	1,71,634	70,228	8,153	-	78,381	93,253	1,01,406
3.	OFFICE EQUIPMENT	4,63,482	12,500	-	52,956	4,23,026	1,19,048	19,810	10,879	1,27,979	2,95,047	3,44,434
4.	COMPUTERS	2,39,440	9,350	-	75,870	1,72,920	1,89,338	10,007	75,870	1,23,475	49,445	50,102
5.	FURNITURE	2,62,464	7,400	-	-	2,69,864	1,29,172	16,614	-	1,45,786	1,24,078	1,33,292
6.	VEHICLES	45,77,842	1,27,036	--	83,476	46,21,402	11,38,311	4,33,577	34,402	15,37,486	30,83,916	34,39,531
	TOTAL	60,78,352	1,56,286	-	2,12,302	60,22,336	18,64,355	5,15,133	1,21,151	22,58,337	37,63,999	42,13,997
	PREVIOUS YEAR	62,16,541	21,08,075	-	22,46,264	60,76,352	36,65,030	4,45,589	22,46,264	18,64,355	42,13,997	25,51,551

NOTE NO. 9 : NON- CURRENT INVESTMENTS

(Amts. in Rs.)

Sl. No.	Particulars	No of Shares	As on 31-03-2014	No of Shares	As on 31-03-2013
	Investment in Equity Shares of:				
	Theme Ambience Resorts & Hotels Pvt Ltd (Unquoted)	15,000	3,000,000	15,000	3,000,000
	Less: Provision for Diminision Value of Share		1,378,000		1,065,000
	Total Non - Current Assets		1,622,000		1,935,000

NOTE NO. 10 : CURRENT INVESTMENTS

(Amts. in Rs.)

Particulars	As at 31-03-2014		Market Value	As at 31-03-2013	
	No's	Amount	as on 31-03-2014	No's	Amount
Current investments :					
a) Investment in equity Shares of:					
01. Adiyaman Investment Limited	10000	1,000	un quoted	10000	1,000
02. Ambik Protein Limited	8000	800	un quoted	8000	800
03. Annapurna Foils Limited	100	10	un quoted	100	10
04. Aryan Share & Stock Limited	14800	1,480	un quoted	14800	1,480
05. CT Cotton Yarn Limited	100	10	230	100	10
06. Ispat Profiles Limited	100	5	75	100	5
07. Janzen Cast Metals Limited	2200	220	un quoted	2200	220
08. M.K.Securities Ltd	100	10	un quoted	100	10
09. Multicolour Offset Limited	1500	150	un quoted	1500	150
10. Nu-Tech Agro Ltd	1800	180	un quoted	1800	180
11. Paramani Replast Limited	5000	500	un quoted	5000	500
12. Prudential Pharmaceuticals Limited	500	50	un quoted	500	50
13. Shree Krithika Hold Limited	3500	350	un quoted	3500	350
14. Snehadhara Industries Limited	200	20	un quoted	200	20
15. Spring Field Limited	58900	5,890	un quoted	58900	5,890
16. Top Telemedia Limited	55900	5,590	36,335	55900	5,590
17. Vibrant Investments Limited	53200	5,320	un quoted	53200	5,320
18. Weld Flux Limited	10000	1,000	un quoted	10000	1,000
19. Esther India Limited	100	5	910	100	5
20. BNR Udyog Limited	65300	130,600	1,116,630	65300	130,600
21. JSW Steel Limited	140	50,400	74,781	140	50,400
22. Larsen & Turbo Ltd	20	25,361	15,961	20	25,361
23. Regaliaa Realty ltd	41300	4,130	609,175	41300	4,130
24. Panasonic Home App., India Co.Ltd	100	1,175	4,800	100	1,175
25. Zen Technology Ltd	1000	4,500	221,000	1000	4,500
b) Other investments -Silver Coins		10,300			10,300
Total Current Investments		249,056	2,043,257		249,056

NOTE NO. 11 : INVENTORIES

(Amts. in Rs.)

Sl. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Inventories :		
	a) stock - in - trade	12,371,705	6,891,687
	Total Inventories	12,371,705	6,891,687

NOTE NO. 12 : TRADE RECEIVABLES

(Amt in Rs.)

Sl. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Unsecured and Considered Good		
	a) Outstanding more than 6 months	1,403	502,226
	b) Outstanding less than 6 months	8,501,325	6,066,265
	Total Trade Receivables	8,502,728	6,568,491

NOTE NO. 13 : CASH AND CASH EQUIVALENTS

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Cash and cash equivalents :		
	a) Balances with banks :		
	In Deposit Account	14,627,896	19,000,000
	In Current Account	1,961,452	2,327,520
	b) Cash on hand	334,054	155,180
	Total Cash and Cash Equivalents	16,923,402	21,482,700

NOTE NO. 14 : SHORT TERM LOANS AND ADVANCES

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Unsecured and Considered Good		
	a) Loans and advances	-	-
	b) Advances to Suppliers	-	-
	c) Staff Advances	134,500	44,500
	Total Short Term Loans and Advances	134,500	44,500

NOTE NO. 15 : OTHER CURRENT ASSETS

(Amt in Rs.)

S. No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	a) Prepaid Insurance	50,220	25,934
	b) TDS / Advance Tax	140,070	67,705
	c) Interest receivable	-	27,030
	Total Other Current Assets	190,290	120,669

NOTES TO STATEMENT OF PROFIT & LOSS
NOTE NO. 16 : REVENUE FROM OPERATIONS

(Amts. in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Sale of Products	95,827,515	32,900,160
	Total Revenue from Operations	95,827,515	32,900,160

NOTE NO. 17 : OTHER INCOME

(Amt in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	(a) Interest income	1,396,375	677,055
	(b) Dividend Income	68,070	73,180
	(c) Discounts/Writtenoffs	6,649	18,512
	(c) Profit from Sale of Property	2,025	5,045,031
	Total Other Income	1,473,119	5,813,778

NOTE NO. 18 : EMPLOYEE BENEFIT EXPENSES

(Amt in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	(a) Salaries & Wages, Others	1,963,711	1,566,974
	(b) Contribution to ESI & Other Funds	58,436	39,910
	(c) Staff Welfare Expenses	38,645	39,944
	(d) Managerial Remmneration	1,620,000	1,620,000
	(e) Provision for Gratuity	130,461	0
	Total Employee Benefit Expenses	3,811,253	3,266,828

NOTE NO. 19 : FINANCIAL COSTS

(Amt in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	Interest Expenses	80,168	29,113
	Total Finance Cost	80,168	29,113

NOTE NO. 20 : OTHER EXPENSES

(Amt in Rs.)

S.No.	Particulars	As on 31-03-2014	As on 31-03-2013
I	(a) Power & Fuel	143,428	62,173
	(b) Rent	480,000	480,000
	(c) Repairs to Building	20,686	4,029
	(d) Repairs to Machinery, Vehicles	88,420	121,620
	(e) Insurance	53,834	46,633
	(f) Rates & Taxes	56,168	55,997
	(g) Other Expenses :	286,834	102,854
	(1) Job Work Charges	4,841,622	662,879
	(2) Miscellaneous Expenditure	251,540	208,828
	(3) Packing Material	385,702	227,323
	(4) Postage, Telegrams & Telephone	72,882	140,497
	(5) Sales Commission	145,094	186,989
	(6) Travelling & Conveyance	284,851	568,903
	(7) Professional fees	75,575	102,992
	(8) Assets Written off	42,077	1,500,000
	(9) Provision for Diminution in Investment	313,000	1,065,000
	(10) Bad Debts	250,860	-
	(h) Audit Fees	56,180	33,672
	(i) Prior Peiod Items	67,705	4,180
	Total Other Expenses	7,916,459	5,574,569

NOTES NO:21 SIGNIFICANT ACCOUNTING POLICIES:**a) Accounting sumption :**

The Account ha e been prepared under the historical cost convention on the basis of a going concern, with revenues recognized and expenses accounted on their accrual, including provision/adjustments for committed obligations and amounts determined as payable or receivable during the year.

b) Fixed Assets and Depreciation :

- i) Fixed Assets are stated at historical cost less accumulated depreciation. The cost of the sets includes Purchase price, freight, installation cost, duties, taxes and other direct incidental expenses for bringing the assets to working condition.
- ii) Depreciation has been provided on straight-line method on pro-rata basis at the rates prescribed in Schedule XIV of the Companies Act, 1956.

c) Inventories.

Finished goods are valued at lower of Cost or Estimated Net realizable Value. The Cost is based on the 'First in First out method'.

d) Revenue Recognition:

- i) Revenue is recognized on sale of grey cloth and finished cloth on dispatch of goods from the factory. Sales are recorded net of rebate, trade discounts and returns.
- ii) Dividend is accounted on an accrual basis when the right to receive the dividend is established.
- iii) Interest income on loans & advances is recognized in the profit & loss account as it accrues.

e) Retirement Benefits:

Gratuity: Provision is made towards retirement gratuity for the Employees who have completed 5 years of service and those in the opinion of the board are expected to complete 5 years of service in the future.

f) Income Tax:

Provision for current tax is made on the basis of Estimated Taxable Income of the Current Accounting Year in accordance with Income Tax Act, 1961. The Deferred Tax liability/asset for timing difference between the book and tax profits for the year is accounted for, based on current tax Rates. Deferred Tax assets are recognized and carried forward only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such asset items can be realized

g) Investments:

Long term investments are carried at cost less provision for permanent diminution in value of such investments. Current investments are carried at lower of cost and fair value. Unit of mutual funds though held as current investments and are valued at cost.

NOTES OF ACCOUNTS

	31-03-2014	31-03-2013
22. Estimated amount of Contracts to be executed on capital account and not provided for	NIL	NIL
23. Contingent liabilities and commitments (to the extent not provided for)		
(i) Contingent Liabilities		
(a) Claims against the Company not acknowledged as debts		
(b) Guarantees	NIL	NIL
(c) Other money for which the company is contingently liable	NIL	NIL
(ii) Commitments	NIL	NIL
(a) Estimated amount of contracts remaining to be executed on capital amount and not provided for		
(b) Uncalled liability on shares and other investments partly paid	NIL	NIL
(c) Other Commitments	NIL	NIL
24. EARNING PER SHARE:		
(1) Profit / (Loss) after Tax: (Rs. in '000)		
(2) Number of Equity Shares Outstanding	2595	568
(3) E.P.S.	37,50,400 0.69	37,50,400 0.15

25. Additional information pursuant to the provision of Part-II of Schedule-VI to the Companies Act, 1956 to the extent applicable

a). Details of Cloting Stock: (Figures in Lacs)
2013 - 14 2012 - 13

Particulars	Qty in Mtr	Value in Rs.	Qty in Mtrs	Value in Rs.
Finished Goods	2.79	107.95	1.90	68.92

b). Details of Turnover: (Figures in Lacs)

Particulars	Qty in Mtr	Value in Rs.	Qty in Mtrs	Value in Rs.
Finished Fabrics & Grey Cloth	22.10	958.27	8.92	329.00

- c). Raw Material Consumed:** NIL NIL
- d). Consumption of Imported Raw Material** NIL NIL
- 26. Expenditure in Foreign Currency** NIL NIL
- 27. Earnings in Foreign Currency** NIL NIL
- 28. Related party Transactions** NIL NIL

1. Related Persons:

- a). Mrs. Nisha Peeti (wife of Managing Director)
- b). Mrs. Sonika Pitty(wife of Executive Director)

2. Key Management Persons:

- a). Mr. Sandeep Peeti (Managing Director)
- b). Mr. Rajesh Pitty (Executive Director)

3. Related Party Transactions during the Year:

- a).Remuneration & HRA to Mr.Sandeep Peeti 900 900
- b).Remuneration & HRA to Mr. Rajesh Pitty 720 720
- c).Rent paid to Mrs. Nisha Peeti 240 240
- d).Rent Paid to Mrs. Sonika Pitty 240 240

29. Segment Repoting: Disclosures requirements of Accounting Standard -17 are not applicable for the Company for the current financial year 2013-14. As the Company has been operating in a single Segment i.e., Trading in Textiles.

30. Disclosure in accordance with Section 22 of Micro Small and Medium Enterprises Development Act 2006.

Si. No.	PARTICULARS	As at March 31, 2014 (in Rs.)	As at March 31, 2013 (in Rs.)
a.	Principal amount remaining unpaid and interest due thereon	NIL	NIL
b.	Interest paid in term of Section 16	NIL	NIL
c.	Interest due and payable for the period of delay in payment	NIL	NIL
d.	Interest accrued and remaining unpaid	NIL	NIL
e.	Interest due and payable even in succeeding	NIL	NIL

i). No amount is due to Small Scale Industrial Undertaking to whom the company owes a sum exceeding Rs.1,00,000/- for more than 30-days

ii). This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

AS PER OUR REPORT OF EVEN DATE

For **M K A ASSOCIATES**
Chartered Accountants

sd/-
MANOJ KUMAR AGARWAL
Partner

PLACE: Hyderabad
DATE : 25-05-2014

For and on behalf of the Board

Sd/-
SANDEEP PEETI
Managing Director

Sd/-
RAJESH PETTY
Executive Director

E-VOTING**Process and manner for members opting for e-voting are as under:**

The Company is offering e-voting facility to its members enabling them to cast their votes electronically. The Company has signed an agreement with M/s Central Depository Services (India) Limited (CDSL) for facilitating e-voting to enable the shareholders to cast their votes electronically pursuant to Rule 20 of Companies (Management and Administration) Rules, 2014. The instructions for e-voting are as under:

- (i) The voting period begins From 10.00 A.M. on Wednesday 24th September, 2014 to 06.00 P.M. on Friday 26th September, 2014. 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 29-08-2014, 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** during the voting period
- (iii) Click on "Shareholders" tab.
- (iv) Now, select the "**PEETI SECURITIES LIMITED**" 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.
- (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 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:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.
Details	<ul style="list-style-type: none"> • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- (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 to be also 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 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 Corporate.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to 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 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 under help section or write an email to helpdesk.evoting@cdslindia.com.
14. Kindly note that the shareholders can opt only one mode of voting i.e. either by e-voting or physical mode. If you are opting for e-voting, then do not vote by physically also and vice versa. However, in case shareholders cast their vote physically and e-voting, then voting done through e-voting will prevail and voting done physically will be treated as invalid.
15. The Company has appointed Mr. Yellareddy Vootkuri, Practicing Chartered Accountant, Hyderabad as Scrutinizer for conducting the e-voting process for the Annual General Meeting
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ATTENDANCE SLIP FOR ANNUAL GENERAL MEETING

(To be surrendered at the venue of the meeting)

I certify that I am a registered shareholder/proxy/representative for the registered shareholder(s) of PEETI SECURITIES LIMITED.

I hereby record my presence at the 20th Annual General Meeting of the shareholders of PEETI SECURITIES LIMITED on 30th day, of September, 2014 at 10.00 A.M. at the Bhagyanagar Function Hall, LB Nagar, Hyderabad.

Dp ID :	
Client ID:	

*Applicable if shares are held in electronic form
Name and Address of Member

Signature of Shareholder/ Proxy/ Representative (Please Specify)

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: L67190TG1994PLC018779		
Name of the Company: PEETI SECURITIES LIMITED		
Registered Office: Survey No.71, Opp. BSNL Office, Beside M. P. Hardware Lane, Old Kurnool Road Katteda, Hyderabad - 77. T.S.		
Name of the Member:		
Registered Address:		
Email ID:		
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 ___th Annual general meeting of the company, to be held on the day of..... At..... a.m. / p.m. at..... (Place) and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl No.	Resolutions	For	Against
1	To adopt audited balance sheet as at 31st March, 2014		
2	To appoint a Director in the place of Sri Sandeep Peeti		
3	To appoint statutory auditors of the company		
4	Appointment of Mr. Raj Kumar Agrawal as Independent Director		
5	Appointment of Mr. Rajeev Peeti as Independent Director		
6	Appointment of Mr. Ajay Garg as Independent Director		
7	Re-appointment of Sri Sandeep Peeti as Chairman & Managing Director		
8	Re-appointment of Sri Rajesh Pitty as whole time Director		

Signed this day of 2014.

Signature of shareholder:

Signature of Proxy holder(s):

Note: 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.

Affix Re.1/- Revenue Stamp

PRINTED MATTER

If undelivered please return to:

PEETI SECURITES LIMITED

Survey No: 71, Opp: BSNL Office,

Beside MP Hardware Lane, Old Kurnool Road

Kattedan, Hyderabad – 500077.