

ARIHANT AVENUES AND CREDIT LIMITED

Registered Address : 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road,
Income Tax, Ahmedabad – 380 014

Tel : 079 – 079-27540790, 27543060

Email : kj_kabra@yahoo.co.in

www.aacl.co.in

CIN : L65910GJ1995PLC024869

NOTICE is hereby given that Nineteenth (19th) Annual General Meeting of the members of the Company will be held on Tuesday 30th September, , 2014 at 11.00 a.m. at the Registered Office of the Company situated at 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad – 380 014 to transact the following business :-

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance sheet as on 31st March, 2014 and Profit and Loss Account for the year ended on that date together with the Cash flow Statement alongwith the Directors Report and Auditors Report thereon.
2. To reappoint Mr. Satyanarayan Kabra, Director of the Company who retires by rotation and being eligible offers himself for reappointment.
3. To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution

“RESOLVED THAT, pursuant to provision of Section 139, 141 and other applicable provision of the Companies Act, 2013 M/s. V.K. Moondra & Co., Chartered Accountants, Ahmedabad (bearing Firm Registration No. : 106563W) be and are hereby appointed as Statutory auditors of the Company to hold office as Statutory auditors for a period of three years from the date of Commencement of the Companies Act, 2013 subject to ratification by the shareholders at each annual general meeting on such remuneration as may be mutually decided between the auditors and the Board of Directors of the Company.

SPECIAL BUSINESS :

4. To consider and if thought fit, to pass with or without modifications if any, the following resolution as an Ordinary Resolution

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"RESOLVED that pursuant to the provisions of Sections 149, 150, 160, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof) read with Schedule IV to the Companies Act, 2013, Shri Jayantilal Nanalal Shah, (holding Director Identification Number 00650512) Director of the Company be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 01, 2014 up to March 31, 2019."

5. To consider and if thought fit, to pass with or without modifications if any, the following resolution as an Ordinary Resolution

"RESOLVED that pursuant to the provisions of Sections 149, 150, 160, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof) read with Schedule IV to the Companies Act, 2013, Shri Pawan Kumar Nagarmal Somani, (holding Director Identification Number 00650611) Director of the Company be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 01, 2014 up to March 31, 2019."

6. To consider and if thought fit, to pass with or without modifications if any, the following resolution as an Ordinary Resolution

"RESOLVED that pursuant to the provisions of Sections 149, 150, 160, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof) read with Schedule IV to the Companies Act, 2013, Shri Dineshchandra Amichand Turakhia, (holding Director Identification Number 02689784) Director of the Company be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 01, 2014 up to March 31, 2019."

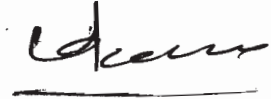
7. To consider and if thought fit, to pass with or without modifications if any, the following resolution as an Ordinary Resolution

"RESOLVED that pursuant to the provisions of Sections 149, 150, 160, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof) read with Schedule IV to the Companies Act, 2013, Shri Dineshkumar

Sheshnarayan Maheshwari, (holding Director Identification Number 06701074) Director of the Company be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 01, 2014 up to March 31, 2019."

By Order of the Board of Directors of
ARIHANT AVENUES AND CREDIT LIMITED

Date : 30/05/2014
Place : Ahmedabad



K.J. KABRA
MANAGING DIRECTOR

NOTES:

1. A member entitled to attend and vote at the meeting is also entitled to appoint one or more proxies and that a proxy need not be a member of the company. Proxies in order to be effective must be deposited not less than 48 hours before the commencement of the meeting. A member cannot hold more than 50 proxies.
2. The Register of Members and Share Transfer Books will remain close from 27th September, 2014 to 30th September, 2014 (both days inclusive).
3. Members are requested to intimate about the change in address, if any.
4. Members are requested to bring the copies of the annual report as the same will not be distributed at the annual general meeting.
5. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of Special Business is as under :

Item No. 4,5, 6 and 7

Pursuant to Sections 149, 152, Schedule IV of the Companies Act, 2013 read with Companies (Appointment and Qualification of Directors) Rules, 2014, it is proposed to appoint Shri Jayantilal Nanalal Shah, Shri Dineschandra Turakhia, Shri Dinesh Maheshwari and Shri Pawankumar N. Somani as Independent Directors of the Company up to 5 (five) consecutive years up to 31st March, 2019. The Company has also received notice pursuant to Section 160 of the Companies Act,

2013 from members proposing the appointment of aforesaid Independent Directors. Brief profiles along with other details of the Independent Directors are as follows:

Name of the Director	Jayantibhai N. Shah
Father Name	Nanalal Shah
Date of Birth	7 th April, 1964
Date of Appointment	5 th October, 2003
Qualification	B. Com
Name of the Companie(s) in which he is a director other than Arihant Avenues & Credit Limited *	Nil
Specific functional Areas	He has expert knowledge of accounting and investment matters.
Shareholding in the Company as on 31 st March, 2014	Nil

Name of the Director	Pawankumar Somani
Father Name	Nagarmal Somani
Date of Birth	4/3/1967
Date of Appointment	16/8/2000
Qualification	B.Com
Name of the Companie(s) in which he is a director other than Arihant Avenues & Credit Limited*	Nil
Specific functional Areas	He has expert knowledge of accounting and investment matters.
Shareholding in the Company as on 31 st March, 2014	Nil

Name of the Director	Dineshkumar Maheshwari
Father Name	Shesh Narayan Maheshwari
Date of Birth	04/05/1962
Date of Appointment	7 th August, 2013
Name of the Companie(s) in which he is a director other than Arihant Avenues & Credit Limited *	Nil
Specific functional Areas	He has expert knowledge of accounting and investment matters.
Shareholding in the Company as on 31 st March, 2014	Nil

Name of the Director	Dineshchandra A. Turakhia
Father Name	Amichandra Turakhia
Date of Birth	
Date of Appointment	5 th October, 2003
Name of the Companie(s) in which he is a director other than Arihant Avenues & Credit Limited *	
Specific functional Areas	He has expert knowledge of accounting and investment matters.
Shareholding in the Company as on 31 st March, 2014	Nil

* Private Limited Companies and Companies incorporated under Section 25 of Companies Act, 1956 are excluded.

The Board of Directors believe that the association of the aforementioned Independent Directors with the Company shall be beneficial to the progress of the Company and hence, the Board recommends the appointment of Shri Jayantilal Nanalal Shah, Shri Dineschandra Turakhia, Shri Dinesh Maheshwari and Shri Pawankumar N. Somani as Independent Directors of the Company for the approval of the shareholders at the ensuing Annual General Meeting. In the opinion of the Board, the Independent Directors fulfill the conditions specified in Sections 149, 152 and Schedule IV of the Companies Act, 2013 read with Companies (Appointment and Qualifications of Directors) Rules, 2013 and Clause 49 of the Listing Agreement (including any statutory modification(s) or re-enactment thereof for the time being in force) and such Independent Directors are independent of the management. Further, all the aforesaid Independent Directors have given a declaration to the Board of Directors to the effect that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013. Other than the Independent Directors of the Company and their relatives, none of the Directors, Key Managerial Personnel or their relatives are concerned or interested in the proposed Ordinary Resolutions as set out in Item Nos.

4, 5, 6 and 7 of this Notice. This explanatory statement may also be regarded as disclosure under Clause 49 of the Listing Agreement.

Date : 30/05/2014

Place : Ahmedabad

By Order of the Board of Directors of
ARIHANT AVENUES AND CREDIT LIMITED



K.J. KABRA
CHAIRMAN CUM MANAGING DIRECTOR

DIRECTORS REPORT

To,
The members,

Your Directors have the pleasure in presenting the Annual Report together with the Audited Statement of Account for the year ending on 31st March, 2014.

Financial Results :

Particulars	(Amt. in Rs.)	
	Current Year (2013 – 2014)	Previous Year (2012 – 2013)
Income from Operation	0	0
Other Income	4559963	4056915
Depreciation	0	0
Profit / (Loss) for the year	2370299	2043174
Provision for Income Tax	414159	295000
Net Profit / (Loss) after provision for Tax	1956140	1748174
Balance Brought forward from previous year	12120826	10372652
Balance carried to Balance sheet	14076967	12120826

DIVIDEND :

Your directors do not recommend any dividend for the year.

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

The disclosures required to be made pursuant to the provisions of section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in respect of Report of Directors) Rules, 1988 are either not applicable or such particulars are nil.

PERSONNEL :

The information required to be given pursuant to the provisions of Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 does not apply as no employee fall within that category.

AUDITORS :

The auditors M/s. V.K. Moondra & Co., Chartered Accountants offers themselves for reappointment at the ensuing annual general meeting. The company has

received a letter from the auditors stating that their appointment if made will be within the limits of Section 139, 141 of the Companies Act, 2013 and the rules made thereunder. The Directors recommend for their reappointment.

AUDITORS QUALIFICATION :

There is no adverse qualification or remarks or comments made by the Auditors in its report.

DEPOSITS :

Your Company has not contravened the provisions of Section 58 A of the Companies Act, 1956.

LISTING :

The shares of the company are listed at Ahmedabad Stock Exchange and Mumbai Stock Exchange. Listing fees of Bombay Stock Exchange is paid for the year 2013 – 2014 , while that of Ahmedabad Stock Exchange is unpaid.

DIRECTORS RESPONSIBITLY STATEMENT :

1. The annual accounts have been prepared by following the applicable accounting standards together with proper explanation relating to material departures.
2. The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss account for that period.
3. The Directors took proper and sufficient care for the maintenance of proper and adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities.
4. The annual accounts are prepared on going concern basis.

MATERIAL CHANGES AND COMMITMENTS IF ANY AFTER BALANCESHEET DATE :

There are no material changes and commitments, if any, which may have adverse effect on the operations of the Company.

MANAGEMENT DISCUSSION AND ANALYSIS :

During the year under the review, the total income from interest was Rs. 4559963. Further capital market is subject to various internal and external factors such global economic scenario, political stability, economic policies of the government, tax factors affecting the capital market etc. Though the directors of the company have a wide experience in the field of capital market but the Company have no control over the external factors while making investment. However due to their wide experience and critical analysis the company is taking steps to overcome the situation.

Statements made in the above para in regard to projections, estimates and expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Many unforeseen factors may come into play and effect the actual results which could be different from what Directors envisage in terms of future performance and outlook.

APPRECIATION :

Your Directors wish to convey their thanks to all the bankers, suppliers, customers and other persons for their continued support to the company.

Date : 30/05/2014

Place : Ahmedabad

For, and On Behalf of Board of Directors of
ARIHANT AVENUES & CREDIT LIMITED



K.J. KABRA
CHAIRMAN CUM MANAGING DIRECTOR

CORPORATE GOVERNANCE

The company pursuant to the code on Corporate Governance introduced by the Securities and Exchange Board of India [SEBI] furnishes its report as under :

1. COMPANY PHILOSOPHY ON CODE OF GOVERNANCE :

The company philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity in all facts of its operations, and in all its inceptions with its stakeholders, including shareholders, employees and the government. Arihant Avenues & Credit Limited believes in enhancing shareholders value, over a period of time.

The company firmly believes in and has consistently practiced good corporate governance for the efficient conduct of its business and for meeting its obligations towards all its shareholders.

The Company has tuned up its corporate governance practice so as to bring them in conformity with requirements of clause 49 of the listing agreement.

2. COMPOSITION OF BOARD OF DIRECTORS :

Sr. No	Name of the Director	Category of Director	No. of Board meetings attended	Attendance at the last AGM	No. of other directorship held (Public Company)	No. of committee / membership* held in other company
1	Krishnaavtar Kabra	Executive	5	Yes	1	Nil
2	Satyanarayan Kabra	Executive	5	Yes	1	Nil
3	Pawankumar Somani	Non-Executive – Independent	5	Yes	Nil	Nil
4	Dinesh A. Turakia	Non-Executive – Independent	5	Yes	Nil	Nil

5	Jayantilal N. Shah	Non-Executive - Independent	5	Yes	Nil	Nil
6	Dineshkumar S. Maheshwari	Non-Executive - Independent	2	No	Nil	Nil

* Only Remuneration Committee, Shareholders / Investors Grievance Committee and Audit Committee are considered for the purpose.

During the year five Board meetings were held on 29/05/2013, 14/08/2013, 30/09/2013, 13/11/2013 and 10/2/2014

The information required to be given for the Directors seeking appointment or reappointment at the Annual General Meeting as per clause 49 (VI) for item No. 2 of the Notice is as under :

Name of the Director	Satyanarayan Kabra
Father Name	Jagannath Kabra
Date of Birth	02/04/1960
Date of Appointment	16/08/2000
Qualification	Commerce Graduate
Name of the Companie(s) in which he is a director other than Arihant Avenues & Credit Limited*	Nil
Specific functional Areas	He has the knowledge of accounts, finance and administration of the Company.
Shareholding in the Company as on 31 st March, 2014	230000

In respect of item no. 4, 5, 6 and 7 of the notice of annual general meeting, the same is provided in the explanatory statement.

3. AUDIT COMMITTEE :

The Company has constituted audit committee consisting of Shri Pawankumar Somani (Chairman), Shri Jyantibhai N. Shah and Shri Dinesh A. Turakia.

The terms of reference, powers, role of the audit committee are as specified in relevant provisions of the Companies Act, and clause 49 of the Listing agreement. During the year the committee met 5 times on 29/05/2013, 14/08/2013, 30/09/2013, 13/11/2013 and 10/2/2014

The minutes of the Audit committee are circulated to the Board members.

4. REMUNERATION COMMITTEE :

The remuneration committee consists of Shri Pawankumar Somani [Chairman], Shri Jyantibhai N. Shah and Shri Dinesh A. Turakia. Since there was no proposal for the enhancement of remuneration of Directors, the committee did not meet any time during the year. The remuneration committee has been constituted to recommend / review the remuneration package of the Managing / Whole time Director based on the performance and defined criteria. The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. The remuneration policy is consistent with the industry practice. During the year under the review the Company has paid salary of Rs. 90,000 to Shri Krishnaavtar J. Kabra.

5. SHAREHOLDERS COMMITTEE :

The Shareholders committee consists of Shri Pawankumar Somani [Chairman], Shri Dinesh A. Turakia and Shri Jyantilal N. Shah. Name and Designation of the Compliance Officer : Shri Krishnaavtar J. Kabra, Managing Director. During the year under the review no investors complaints was received.

6. GENERAL BODY MEETINGS :

The date, time and venue of last three annual general meetings are as follow :

YEAR	LOCATION	DAY & DATE	TIME
2010 - 2011	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Thursday, 30 th September, 2011	11.00 A.M.
2011 - 2012	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Saturday, 29 th September, 2012	11.00 A.M.
2012 - 2013	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Wednesday, 7 th August, 2013	11.00 A.M.

During the financial year 2013-14 no Extraordinary General Meeting was held. No Special Resolution was put at vote during the last three AGM. No resolution was proposed to be passed through Postal Ballot.

7. CODE OF CONDUCT

The Board of Directors has already adopted the Code of Ethics and Business Conduct for the Directors and Senior Management personnel. This code is a comprehensive code applicable to all Directors, Executive as well as Non – executive and members of the Senior Management. The Code has been circulated to all the members of the Board and Senior Management Personnel and compliance of the same has been affirmed by them. A declaration given by the Managing Director and CEO is given below :

The Company has obtained from all the members of the Board and Senior Management Personnel of the Company, affirmation that they have complied with the Code of Ethics and Business Conduct framed for Directors and Senior Management Personnel in respect of the financial year 2013 – 2014.”

Sd/-

(Krishnaawtar J. Kabra)

(Managing Director)

Subsidiary Company : The Company does not have any subsidiary company.

8. SHAREHOLDERS INFORMATION :

(i)	Annual General Meeting Date, Time and Venue	Date : 30 th September, 2014 Time : 11.00 A.M. Venue : Registered Office
(ii)	Financial Calendar Year	1 st April, 2013 to 31 st March, 2014
(iii)	Date of Book Closure	27 th September, 2014 to 30 th September, 2014 (both days inclusive)
(iv)	Dividend Payment Date	Not applicable
(v)	ISIN No. for ordinary shares of the company in Demat form	INE193D01019
(vi)	Registered Office	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad – 380014
(vii)	Registrar and Transfer Agent	Sharepro Services, 3 rd Floor, Satam Industrial Estate, Chakla, Andheri (East), Mumbai – 400 099

(viii)	Plant Locations	Not applicable
(ix)	Investor Correspondence	Arihant Avenues and Credit Limited 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad – 380014
(x)	Means of Communication	Quarterly results are available at the registered office of the company
(xi)	Any Website where it displays official releases	Yes. www.aacl.in
(xii)	Any presentation made to the institutional investor and analyst	No
(xiii)	Is half yearly report sent to the shareholders	No
(xiv)	Whether Management Discussion and Analysis is a part of this report	Yes
(xv)	Share Transfer System	The work of physical share transfer is handled by Registrar and Transfer Agent. Physical share transfer are normally processed within a period of 15 days.
(xvi)	Listing and Stock Code	Bombay Stock Exchange – 531553 Ahmedabad Stock Exchange – 04898
(xvii)	The name and address of Stock Exchanges where Company is listed	1. The Stock Exchange, Ahmedabad Ist Floor, Kamdhenu Complex, Panjara Pole, Ambawadi, Ahmedabad – 380 015 2. The Stock Exchange, Mumbai Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
(xviii)	Auditors	M/s. V.K. Moondra & Co., Chartered Accountants, Ahmedabad

(xviii) Distribution of Shareholdings :

From	To	No. of Shareholders	No. of Shares held
0	5000	2499	554203
5001	10000	10	90800
10001	20000	9	128297
20001	30000	3	88800
30001	40000	2	67900
40001	50000	15	731200
50001	100000	25	1890700
100000 & Above		14	3763600
TOTAL		2577	7315500

FINANCIAL CALENDER:

Report Period	: From 1st April to 31st March
First Quarter Result	: Second Week of August, 2014 (tentative)
Second Quarter Result	: Second Week of November, 2014 (tentative)
Third Quarter Result	: Second Week of February, 2015 (tentative)
Fourth Quarter Result	: Last Week of May, 2015 (tentative)

Dematerialisation of Shares : As on 31st March, 2014 the number of dematerialized Equity Shares are 4644500.

Price of Shares : The monthly high and low price on the Bombay Stock Exchange is as under :

Month	High Price in Rupees	Low Price in Rupees	Number of Shares Traded	BSE High	BSE Low
April, 2013				19622.68	18144.22
May, 2013				20443.62	19451.26
June, 2013				19860.19	18467.16
July, 2013	7.23	7.23	100	20351.06	19126.82
August, 2013	7.3	7.2	2600	19569.20	17448.71
September, 2013	7.2	7.2	200	20739.69	18166.17
October, 2013				21205.44	19264.72
November, 2013				21321.53	20137.67
December, 2013				21483.74	20568.70
January, 2014				21409.66	20343.78
February, 2014	6.85	6.19	3	21140.51	19963.12
March, 2014	6.49	6.49	1	22467.21	20920.98

9. DISCLOSURES :

- 1) Listing Fees : As disclosed in the Directors Report.
- 2) Outstanding GDR/ADR/ Warrants or any Convertible instruments, Conversion date and likely impact on equity :

Your Company has not issued any outstanding GDR / ADR / Warrants or any other convertible instruments.

- 3) Disclosure on materially significant related party transactions :

There have been no materially related party transactions adversely affecting the interest of the company.

- 4) Details of Non – Compliance by Your Company, penalties imposed on your company by the Stock Exchanges, SEBI or any statutory authorities or any matter related to capital markets :

During the year under the review there was no penalty imposed on the company by SEBI or any Stock Exchange or any other authorities on any matter related to the capital markets.

- 5) Query on Annual Report :

Members having any query on annual report may write to the Company at its Registered Address at 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad – 380 014

Date : 30/05/2014
Place : Ahmedabad

For, and On Behalf of Board of Directors of
ARIHANT AVENUE & CREDIT LIMITED



K.J. KABRA
CHAIRMAN CUM MANAGING DIRECTOR

DECLARATION


ANNUAL DECLARATION BY CHIEF EXECUTIVE OFFICER (CEO) PURSUANT TO CLAUSE 49 (i) (d) (ii) OF THE LISTING AGREEMENT

I, Krishnaavtar J Kabra As the Managing Director of Arihant Avenues And Credit Limited and as required by clause 49 (i) (d) (ii) of the Listing Agreement, hereby declare that all the Board Members and the Senior Management Personnel of the Company have affirmed Compliance with the Company's Code of Business Conduct and Ethics, for the Financial Year 2013 -2014.

FOR AND ON BEHALF OF THE BOARD

Place: Ahmedabad

Date: 30/05/2014



**K. J. KABRA
CHAIRMAN & MANAGING DIRECTOR**

CEO/CFO CERTIFICATE

I, **Krishnaavtar Kabra**, Chairman & Managing Director in my capacity as CEO of Arihant Avenues and Credid Limited, to the best of our knowledge and belief certify that:

I have reviewed the financial statements and notes to accounts, as well as cash flow statement for the year ended on 31st March, 2014.

Based on my knowledge, information and belief, these statements do not contain any untrue statement of a material fact or omit to state a material fact that might be misleading with respects to the statement made.

Based on my knowledge, information and belief, the financial statements and other financial information included in this report present true and fair view of the Company's affair for the period presented in this report and in compliance with the existing accounting standards, applicable laws and regulations and full explanation has been given for any material departure in compliance of accounting standard.

To the best of my knowledge, information and belief, no transaction entered into by the Company during the year are fraudulent, illegal or volatile of the Company's Code of Conduct.

I am responsible for establishing and maintaining internal control for financial reporting and have evaluated the effectiveness of the internal control systems of the Company's pertaining to financial reporting.

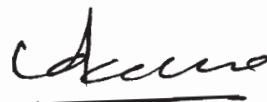
I have disclosed, based on their recent evaluation, wherever applicable, to the Company's Auditor and the Audit Committee of the Company's Board of Directors all significant deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps taken or proposed to be to rectify the deficiency.

We have indicated to the Auditors and Audit Committee significant changes in the internal controls; accounting policies. There are no instances of fraud, of which we are aware during the period.

**FOR AND ON BEHALF OF BOARD OF DIRECTORS
ARIHANT AVENUES AND CREDIT LIMITED**

Place: Ahmedabad

Date: 30/05/2014



**KRISHNAAVTAR J KABRA
CHAIRMAN & MANAGING DIRECTOR**

CERTIFICATE ON CORPORATE GOVERNANCE

To, The Members of
Arihant Avenues and Credit Limited.

We have examined the compliance of the conditions of corporate governance by Arihant Avenues and Credit Limited for the year ended on 31st March, 2014 as stipulated in clause 49 of the listing agreement of the said company with Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us and the representation made by the management we certify that the company has complied with the conditions of the listing agreement as stipulated by the above mentioned Listing agreement. *But however during the year no Company Secretary was there in the Company and hence the constitution of the audit committee and other committees as required by Clause 49 of the Listing agreement is subject to this fact. Further the Company has not published its results in newspaper and also not published the Book Closure in newspaper and also it has not displayed its results on the website. Further we are unable to verify about the dispatch of the annual reports as the Company has not produced the dispatch proof of annual report to its shareholders. Further the Company has not entered into Common Agency for the appointment of Registrar and Transfer Agent as stipulated by the listing agreement.* We state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained by Investors/ Shareholders Grievance Committee. 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, JALAN ALKESH & ASSOCIATES,
COMPANY SECRETARIES

Place: Ahmedabad
Date : 30/05/2014




ALKESH JALAN
PRORIETOR

Independent Auditor's Report

To the Members of
Arihant Avenues & Credit Limited.

We have audited the accompanying financial statements of Arihant Avenues & Credit Limited ("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 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.

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.

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:

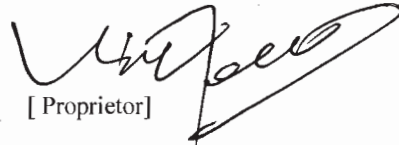
- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and



- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
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, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of 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.

Place : Ahmedabad
Date : 17/05/2014

FOR V.K. MOONDRA & CO.
CHARTERED ACCOUNTANTS
FRN : 106563W


[Proprietor]



The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Arihant Avenues & Credit Limited on the accounts of the company for the year ended 31st March, 2014.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. This clause of the order is not applicable to the company since no Fixed Assets exist during the year
2. (a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

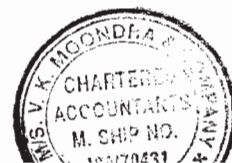
(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has granted loans, secured or unsecured, to two companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 115.33 lacs. The year end balance was Rs.52.79 lacs.

(b) The rate of interest and other terms and conditions of the loans given by the company are not prima facie prejudicial to the interest of the company.

(c) The receipt of principal amount and interest are regular.

(d) There are no advances with overdue amount exceeding Rs. 1.00 lacs.

(e) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not taken any loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories & fixed assets and payment for expenses & for sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
5. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, there are no such contracts or arrangements referred to in section 301, hence this clause is not applicable.



6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956.
7. As per information & explanations given by the management, the Company has an internal audit system commensurate with its size and the nature of its business.
8. As per information & explanation given by the management, regulations of maintenance of cost records as prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act are not applicable to the company.
9. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2014 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.
10. The Company does not have any accumulated loss and has not incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year.
11. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
14. According to information and explanations given to us, the Company is trading in Shares, Mutual funds & other Investments. Proper records & timely entries have been maintained in this regard & further investments specified are held in their own name.
15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.



16. Based on our audit procedures and on the information given by the management, we report that the company has not raised any term loans during the year.
17. Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at 31st March, 2014, we report that no funds raised on short-term basis have been used for long-term investment by the Company.
18. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.
19. The Company has no outstanding debentures during the period under audit.
20. The Company has not raised any money by public issue during the year.
21. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

Place : Ahmedabad
Date : 17/05/2014

FOR V.K. MOONDRA & CO.
CHARTERED ACCOUNTANTS
FRN : 106563W

[Proprietor]



V.K. MOONDRA & CO
CHARTERED ACCOUNTANTS

201, SARAP, OPP NAVJIVAN PRESS
ASHRAM ROAD, AHMEDABAD-14
PHONE: 27541569, 27540550 @ 26769402

ARIHANT AVENUES AND CREDIT LIMITED
3, Rajesh Appartment, Ashramroad, Ahmedabad-14

BALANCE SHEET AS ON 31-03-2014

PARTICULARS	NOTE NO	THIS YEAR [Rs.]	PREV. YEAR [Rs.]
I. EQUITY AND LIABILITIES			
<u>SHAREHOLDER'S FUND</u>			
SHARE CAPITAL	1	74,081,500.00	74,081,500.00
RESERVES & SURPLUS	2	14,076,967.29	12,120,826.71
MONEY RECEIVED AGAINST SHARE WARRANTS		0.00	0.00
<u>SHARE APPLICATION MONEY</u>			
PENDING ALLOTMENT		0.00	0.00
<u>NON CURRENT LIABILITIES</u>			
LONG TERM BORROWINGS	3	0.00	0.00
DEFERRED TAX LIABILITIES (NET)		0.00	0.00
OTHER LONG TERM LIABILITIES	4	0.00	0.00
LONG TERM PROVISIONS	5	0.00	0.00
<u>CURRENT LIABILITIES</u>			
SHORT TERM BORROWINGS	6	0.00	0.00
TRADE PAYABLES	7	0.00	0.00
OTHER CURRENT LIABILITIES	8	40,000.00	20,000.00
SHORT TERM PROVISIONS	9	330,000.00	304,930.00
TOTAL		88,528,467.29	86,527,256.71
II. ASSETS			
<u>NON CURRENT ASSETS</u>			
<u>FIXED ASSETS</u>			
	10		
TANGIBLE ASSETS		0.00	0.00
INTANGIBLE ASSETS		0.00	0.00
CAPITAL WORK IN PROGRESS		0.00	0.00
INTANGIBLE ASSETS UNDER DEVELOPMENT		0.00	0.00
NON CURRENT INVESTMENTS	11	27,600,000.00	27,600,000.00
DEFERRED TAX ASSETS (NET)		0.00	0.00
LONG TERM LOANS AND ADVANCES	12	59,006,990.00	56,657,475.00
OTHER NON CURRENT ASSETS	13	0.00	0.00
<u>CURRENT ASSETS</u>			
CURRENT INVESTMENTS	14	0.00	0.00
INVENTORIES	15	1,257,779.50	1,257,779.50
TRADE RECEIVABLES	16	0.00	0.00
CASH AND CASH EQUIVALENTS	17	216,255.79	606,437.21
SHORT TERM LOANS AND ADVANCES	18	447,442.00	405,565.00
OTHER CURRENT ASSETS	19	0.00	0.00
TOTAL		88,528,467.29	86,527,256.71

[See Accompanying Notes to the financial statements]

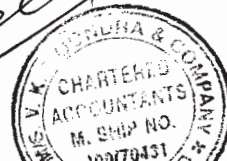
For Arihant Avenues And Credit Limited

DIRECTOR
PLACE : AHMEDABAD
DATE : 17/05/2014

DIRECTOR

As per our Report of Even Date :
For V.K. MOONDRA & CO.
CHARTERED ACCOUNTANTS
FRN : 106563W

Proprietor



V.K. MOONDRA & CO
CHARTERED ACCOUNTANTS

201, SARAP, OPP NAVJIVAN PRESS
ASHRAM ROAD, AHMEDABAD-14
PHONE: 27541569, 27540550 © 26769402

ARIHANT AVENUES AND CREDIT LIMITED
3, Rajesh Appartment, Ashramroad, Ahmedabad-14

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31-03-2014

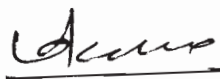
PARTICULARS	NOTE NO	THIS YEAR [Rs.]	PREV. YEAR [Rs.]
REVENUE			
REVENUE FROM OPERATIONS	20	0.00	0.00
OTHER INCOME	21	4,559,963.96	4,056,915.00
TOTAL REVENUE		4,559,963.96	4,056,915.00
EXPENDITURE			
COST OF MATERIAL CONSUMED	22	0.00	0.00
PURCHASES OF STOCK IN TRADE	23	0.00	0.00
CHANGES IN INVENTORY OF FINISHED GOODS, WIP & s		0.00	0.00
EMPLOYEE BENEFITS EXPENSES	25	294,000.00	294,000.00
FINANCE COST	26	0.00	0.00
DEPRECIATION AND AMORTIZATION EXPENSE		0.00	0.00
OTHER EXPENSES	27	1,895,664.38	1,719,740.76
TOTAL EXPENSES		2,189,664.38	2,013,740.76
PROFIT BEFORE EXCEPTIONAL AND EXTRA ORDINARY		2,370,299.58	2,043,174.24
EXCEPTIONAL & EXTRAORDINARY ITEMS	28	0.00	0.00
PROFIT BEFORE TAX		2,370,299.58	2,043,174.24
TAX EXPENSE :			
INCOME TAX FOR EARLIER YEARS		0.00	0.00
PROVISION FOR INCOME TAX		414,159.00	295,000.00
PROVISION FOR DEFERRED TAX		0.00	0.00
NET PROFIT FOR THE YEAR		1,956,140.58	1,748,174.24
EARNINGS PER SHARE [RS.]			
Basic		0.26	0.24
Diluted		0.26	0.24

[See Accompanying Notes to the financial statements]

For Arihant Avenues And Credit Limited



DIRECTOR



DIRECTOR

PLACE : AHMEDABAD
DATE : 17/05/2014

As per our Report of Even Date :
For V.K. MOONDRA & CO.
Chartered Accountant
FRN : 106563W

Proprietor



V.K. MOONDRA & CO
CHARTERED ACCOUNTANTS

201, SARAP, OPP NAVJIVAN PRESS
ASHRAM ROAD, AHMEDABAD-14
PHONE: 27541569, 27540550 © 26769402

ARIHANT AVENUES & CREDIT LTD
3, Rajesh Appartment, Ashram Road, Ahmedabad

Cash Flow Statement for the year ended 31/03/2014

Particulars	F Y 2013-14 Amt [Rs.]	F Y 2012-13 Amt [Rs.]
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before Tax	2,370,300	2,043,175
Less: Interest Received	(4,309,662)	(4,055,635)
Less: Dividend Received	(250,250)	(1,250)
Operating Profit/loss before working capital changes [A]	(2,189,612)	(2,013,710)
<u>Adjustment for Working Capital Changes :</u>		
Increase/(Decrease) in Current Liability & Provisions	45,070	(505,070)
(Increase)/Decrease in Current Assets, Loan & Advances	(41,877)	(15,335)
Cash Flow from Working Capital changes [B]	3,193	(520,405)
Taxes Paid [C]	(414,160)	(295,000)
Net Cash flow from Operating Activity D = [A + B + C]	(2,600,579)	(2,829,115)
B. Cash Flow from Investing Activity		
Purchase of Investment		0
Interest Received	4,309,662	4,055,635
Dividend Received	250,250	1,250
Loans & Advances Given	(2,349,515)	(787,332)
Net Cash flow from Investing Activity [E]	2,210,397	3,269,553
C. Cash flow from Financing Activity		
Interest Paid	0	0
Increase in Unsecured Loans	0	0
Net Cash flow from Financing Activity [F]	0	0
Net Increase in Cash & Cash Equivalents [D + E + F]	(390,182)	440,438
Cash & Cash Equivalents - opening	606,438	166,000
Cash & Cash Equivalents - closing	216,256	606,438

FOR, Arihant Avenues & Credit Ltd.

DIRECTOR

DIRECTOR

PLACE : AHMEDABAD
DATE : 17/05/2014

As per our Report of Even Date :

For V.K. MOONDRA & CO.

Chartered Accountant

Proprietor

[FRN 106563W]



	NOTE NO	This Year Rs.	Prev. Year
<u>SHARE CAPITAL</u>	1		
a) 'Authorised Share Capital 8000000 Equity Shares of Rs.10/- each [Previous Year : 8000000 Equity Shares of Rs.10/- each]		<u>80,000,000.00</u>	80,000,000.00
b) 'Issued,Subscribed & Paid up Share Capital 7315500 Equity Shares of Rs.10/- each [Previous Year : 7315500 Equity Shares of Rs.10/- each]		73,155,000.00	
c) Shares Forfeited 185300 Equity Shares of Rs.5/- paid up [Previous Year : 185300 Equity Shares of Rs.5/- each]		926,500.00	
TOTAL		74,081,500.00	74,081,500.00
<u>RESERVES & SURPLUS</u>	2		
a) SURPLUS IN PROFIT & LOSS A/C			
Opening Balance		12,120,826.71	
Add : Profit / Loss for Current Year		1,956,140.58	
TOTAL		14,076,967.29	12,120,826.71
<u>LONG TERM BORROWINGS</u>	3		
a) <u>TERM LOANS FROM BANKS</u>			
i) <u>SECURED</u>			
ii) <u>UNSECURED</u>			
b) <u>TERM LOANS FROM OTHERS</u>			
i) <u>SECURED</u>			
ii) <u>UNSECURED</u>			
c) <u>LOANS & ADVANCES FROM RELATED PARTIES</u>			
d) <u>OTHER LOANS, ADVANCES & DEPOSITS</u>			
TOTAL		0.00	0.00



OTHER LONG TERM LIABILITIES

4

a) TRADE PAYABLESb) OTHERS

TOTAL

0.00

0.00

LONG TERM PROVISIONS

5

TOTAL

0.00

0.00

SHORT TERM BORROWINGS

6

a) LOANS PAYABLE ON DEMAND FROM BANKSi) SECUREDii) UNSECUREDa) LOANS PAYABLE ON DEMAND FROM OTHERSi) SECUREDii) UNSECUREDc) LOANS & ADVANCES FROM RELATED PARTIESd) OTHER LOANS, ADVANCES & DEPOSITS

TOTAL

0.00

0.00

TRADE PAYABLES

7

TOTAL

0.00

OTHER CURRENT LIABILITIES

8

i) Installment of Term Loans From Banks & Others payable within 12ii.) Statutory Liabilitiesiii) OthersListing fees payable

40,000.00

TOTAL

40,000.00

20,000.00

SHORT TERM PROVISIONS

9

Audit Fees Payable

30,000.00

Provision for Income Tax

300,000.00

TOTAL

330,000.00

304,930.00



NOTE NO 10 : FIXED ASSETS ARIHANT AVENUES AND CREDIT LIMITED

F.Y.2013-2014

A.Y.2014-15

No	DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		OP. BAL	ADD	DED	TOTAL	OP. BAL	ADD	DED	TOTAL	31/03/2013	31/03/2012
a	TANGIBLE ASSETS										
			0.00	0.00	0.00			0.00	0.00	0.00	
			0.00	0.00	0.00			0.00	0.00	0.00	
			0.00	0.00	0.00			0.00	0.00	0.00	
			0.00	0.00	0.00			0.00	0.00	0.00	
			0.00	0.00	0.00			0.00	0.00	0.00	
			0.00	0.00	0.00			0.00	0.00	0.00	
	Assets Under Financial Lease:	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
		0.00		0.00	0.00	0.00		0.00	0.00	0.00	
	TOTAL TANGIBLE ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b	INTANGIBLE ASSETS										
	Computer Software	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL INTANGIBLE ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c	CAPITAL WORK IN PROGRESS										
		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL CAPITAL WORK IN PROGRESS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d	INTANGIBLE ASSETS UNDER DEVELOPMENT										
		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL INTANGIBLE ASSETS UNDER DEVELOPMENT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	TOTAL ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total (Previous Y)										



NON CURRENT INVESTMENTS

11

a) TRADE INVESTMENTSUnquoted

Balaji Electrical Insu.Ltd

6,000,000.00

Maheshwari Logistics Pvt Ltd

21,600,000.00

b) OTHER INVESTMENTS**TOTAL**

27,600,000.00

27,600,000.00

LONG TERM LOANS AND ADVANCES

12

(Unsecured -Considered Good)**a) Loans & Advances to Related Parties**

Kabra Jewels Pvt Ltd

5,278,796.00

b) Loans & Advances to Others

Maheshwari Brothers - Neerajkumar

32,486,194.00

Ashok Kakani

9,350,000.00

Maheshwari Infotech Pvt Ltd.

11,891,000.00

c) Capital Advances :**d) Security Deposits :**

Ratnakar Security P Ltd

1,000.00

TOTAL

59,006,990.00

56,657,475.00

OTHER NON CURRENT ASSETS

13

(Unsecured -Considered Good)**a. Long Term Trade Receivables****b. Others****TOTAL**

0.00

0.00

CURRENT INVESTMENTS

14

TOTAL

0.00

0.00

INVENTORIES

15

Stock of Shares

1,257,779.50

TOTAL

1,257,779.50

1,257,779.50

TRADE RECEIVABLES

16

(Unsecured -Considered Good)**a) Outstanding for more than six months****b) Others****TOTAL**

0.00

0.00



CASH & CASH EQUIVALENTS

17

a) CASH IN HAND

13,105.00

b) BANK BALANCES

Bhuj Mercantile Co Op Bank Ltd

56.97

Axis bank

203,093.82

c) BANK DEPOSITS WITH MORE
THAN 12 MONTHS MATURITYd) BANK BALANCES HELD AS MARGIN MONEY & OTHER
BALANCES

TOTAL OF CASH & CASH EQUIVALENT

216,255.79

606,437.21

SHORT TERM LOANS AND ADVANCES

18

(Unsecured - Considered Good)

a) Loans & Advances to Related Parties

b) Loans & Advances to Others

TDS Receivable F.Y. 2012-2013

16,476.00

TDS Receivable F.Y. 2013-2014

430,966.00

TOTAL

447,442.00

405,565.00

OTHER CURRENT ASSETS

19

TOTAL

0.00

0.00



REVENUE FROM OPERATIONS	20		
<u>i) Sale of Products :</u>			
Sale Of Shares		0.00	
TOTAL		0.00	0.00
 <u>OTHER INCOME :</u>	21		
Interest Income		4,309,662.00	
Dividend Income		250,250.00	
Misc Share Exps		51.96	
TOTAL		4,559,963.96	4,056,915.00
 COST OF MATERIAL CONSUMED	22		
Opening Stock of Raw Materials, Packing Materials, etc			
Add : Purchase of Raw Materials, Packing Materials, etc			
Less : Closing Stock of Raw Materials, Packing Materials, etc			
TOTAL		0.00	0.00
 PURCHASE OF STOCK IN TRADE	23		
Purchase of Shares			
TOTAL		0.00	0.00
CHANGES IN INVENTORY OF FINISHED GOODS, WIP & STOCK IN TRADE	24		
Opening Stock of Shares			
Less : Closing Stock of Shares			
TOTAL		0.00	0.00
 EMPLOYEE BENEFIT EXPENSES	25		
Salary Exp		204,000.00	
Directors' Remuneration		90,000.00	
TOTAL		294,000.00	294,000.00
 FINANCE COST	26		
<u>i) Interest Expense :</u>			
<u>ii) Other Borrowing Costs :</u>			
<u>iii) Applicable Net Gain / Loss on foreign currency transactions and Translation :</u>			
TOTAL		0.00	0.00



OTHER EXPENSES

27

Rates and Taxes

Professional Tax

500

500.00

Other Misc. Expenses

Audit Fees

30000.00

1,895,164.38

Bank Charges

671.38

Donation

1700000.00

Listing Fees

48090.00

Office Exp

29470.00

Legal & ROC Fees

84933.00

Computer Exps

2000

TOTAL

1895164.38

TOTAL

1,895,664.38

1,719,740.76

EXCEPTIONAL & EXTRAORDINARY ITEMS

28

TOTAL

0.00

0.00



SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PARTS OF ACCOUNTS:

SIGNIFICANT ACCOUNTING POLICIES:

1. The financial statements have been prepared under Historical Cost Convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. The same are prepared on a going concern basis. The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
2. Closing Stock of all shares are valued at cost.
3. In the opinion of the board, current assets and loans and advances are approximately of the value stated, if realized, in the ordinary course of business and all known liabilities have been provided for.
4. Auditor's Remuneration :

Particulars	2013-14	2012-13
Audit Fees & Income Tax Matters	30000	30000
TOTAL	30000	30000

5. Investments are stated at cost, and provision for permanent diminution in value of such investments have been made as per the circumstances.
6. P F Superannuation Fund and other employees benefits scheme are not yet applicable to the company.
7. Previous year figures have been regrouped and rearranged wherever necessary.
8. Balance of Loans, Debtors, Creditors and depositors are subject to confirmation and reconciliation.
9. Contingent Liabilities :

As at 31-03-14 31-03-13

- | | | |
|--|---------|---------|
| <p>a. Estimated amount of contracts
Remaining to be executed on
Capital A/c and not provided
For</p> | - Nil - | - Nil - |
| <p>b. Outstanding guarantee furnished
To Banks/Financial Institutions</p> | - Nil - | - Nil - |



- c. Outstanding guarantee furnished
In respect of credit facilities to
Others - Nil - - Nil -
- d. Liabilities in respect of bills
Discounted with Banks - Nil - - Nil -
- e. Claims against the Company
Not acknowledged as debts - Nil - - Nil -

10. Licensed & Installed Capacity	Licensed Capacity	Installed Capacity
	N/A	N/A

11. Expenditure in Foreign Currency :

Royalty, Know-how, professional fees,
Consulting Fees, Interest & Other Matters - Nil - - Nil -

12. Earning on Foreign Exchange

- a. Exports of Goods on FOB Basis - Nil- -Nil-
- b. Royalty, Know-how, professional fees,
Consulting Fees, Interest & Other Matters - Nil- -Nil-
- c. Interest & Dividend - Nil- -Nil-

13. Broad categories of Major Items of Raw Material consumed: N/A

Sr No.	Name

Broad categories of Major Items of Finished Goods Manufactured: N/A

Sr No.	Name
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Broad categories of Major Items of Finished Goods traded:

Sr No.	Name
1	Shares & Securities

Broad categories of Major Services Provided : N/A

Sr No.	Name

Broad categories of Major Work In Progress Items: N/A



Sr No.	Name

14. Value of imports on C.I.F.: N/A

Sr No.	Item	Value (Rs)
1	Raw Materials	
2	Components & Spare Parts	
3	Capital Goods	

15. Shareholders with holding over 5 % on date of Balance sheet :

Sr No	Name of Shareholder	No of Shares	% Holding
1	Neerajkumar P Maheshwari	425600	5.79%

Details of Shares Issued :

A. Issued, subscribed & Fully paid up Equity Shares :

Particulars	Number of Shares	Rs.
Shares outstanding at the beginning of the year	7315500	73155000
Shares issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	7315500	73155000

B. Forfeited Equity Shares :

Particulars	Number of Shares	Rs.
Shares outstanding at the beginning of the year	185300	185300
Shares issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	185300	185300

15. Details on Secured & Unsecured Term Loans & Credit Facilities from Banks & NBFCs : N/A

Sr No	Account Name	No of Installments outstanding and Amt of each installment	Rate of Interest [%]	Primary & Collateral Security & Names of Directors who have guaranteed the loan



16. Details of Investments in Securities as on date of Balance sheet:

Sr No	Name of Body Corporate	Whether Subsidiary / Others	No of Shares	Whether Quoted / Unquoted	Amount [Rs.]
1	Balaji Electrical Insu. Ltd.	Others	600000	Unquoted	60,00,000
2	Maheshwari Logistics Pvt Ltd	Others	50000	Unquoted	2,16,00,000

17. Cash in hand & closing stock at the end of the year has not been physically Verified by us.

18. According to the management explanation there are no contingent liabilities/ Losses as on the Balance-Sheet date which shall affect future business of the Enterprise hence not provided for.

To the best of our knowledge & according to the management Representation given to us, no event has occurred during the period from the Balance sheet date to the date of our report which shall materially affect the financial position of the enterprise.

19. Revenue is recognized only when all significant risk & rewards of ownership have been transferred to the buyer & the enterprise has retained no effective control of goods, shares, securities and properties sold.

20. No provision has been made for gratuity as there is no liability at present.

21. Additional information required under schedule VI of part II of the Companies Act, 1956 to the extent not applicable is not given.

21. Disclosure in respect of Related party pursuant to AS 18:

List of related parties and relationship are as under:

Name	Nature of relationship
Shri Krishnawatar Kabra	Key Management Personnel
Shri Satyanarayan Kabra	Key Management Personnel
Shri Jagannath Kabra	Relative Of Key Manegement personnel
M/s K S Associates	Related Party
M/s Krishna Corporation	Related Party
Om Prakash & Co.	Related Party
Ming Feng Impex Pvt Ltd	Related Party
Kabra Jewels Pvt Ltd	Related Party
Maheshwari Logistics Pvt Ltd	Related Party
Mayadevi Kabra	Relative Of Key Manegement personnel
Varun Kabra	Relative Of Key Manegement personnel
Saroj Kabra	Relative Of Key Manegement personnel



Kailash Kabra	Relative Of Key Manegement personnel
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Name of Party	Nature of Transaction & Amount	
	Particulars	Rs.
Shri Krishnawtar Kabra	Director's Remuneration	90000
Maheswari Logistics Pvt Ltd	Advances Given	Closing Bal Rs NIL
	Interest Received	527433
Maheswari Logistics Pvt Ltd	Investment in sharesh	21600000
Kabra Jewels pvt ltd	Loans Given	5279796
	Interest Received	87551

22. Earning per Share:

Particulars	31/03/2014	31/03/2013
Profit after tax (Earnings available to Equity Shareholders)	1956141	1748175
Weighted avg. no. of Equity Shares O/S	7408150	7408150
Earnings per Share	0.26	0.24

23. Net Profit / Loss for the period, prior period item, and change in Accounting policies.

All the extra ordinary and prior period items of income and expenses are separately disclosed in the statement of Profit & Loss in manner such that it's impact on the current profit or loss can be perceived. Further there has not been any change in the company's accounting polices or accounting estimate so as to have a material impact on the current year profit/loss or that of former or latter periods. All the items of income and expenses from ordinary activities with such size and nature such that they become relevant to the explain the performance of the company have been disclosed separately.

24. Taxation :-

[I] Provision for current Income tax is made in accordance with income tax act 1961.

[II] Deferred Tax Accounting :-

(ii) Deferred tax expenses or benefit is recognized on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reversal in on or more subsequent



periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets in respect of unabsorbed depreciation and carry forward losses are recognized only to the extent that there is virtual certainty that sufficient taxable income will be available to realize these assets. All other deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.

For F.Y. 13-14 as timing differences are Nil, No provision for DTL has been done.

25. The company has assessed its Fixed Assets & Financial Assets for impairment as on 31/03/2014 & Concluded that there have no significant impairment that need to be recognized in the books of accounts.

26. Business Segment Reporting :

The major income of the company is interest income only . Hence there is no reportable business and geographical segments as per AS 17.

Referred to in our report of even date.

For Arihant Avenues And Credit Limited



Director



Director

Place: Ahmedabad

Date: 17/05/2014

For V.K. Moondra & Co.
Chartered Accountants



Proprietor

FRN : 106563W



FORM A

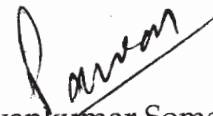
pursuant to Clause 31 of the Listing Agreement

1	Name of the Company	Arihant Avenues and Credit Limited
2	Annual Financial Statements for the year ended on	31 st March, 2014
3	Type of Audit Observation	Unqualified
4	Frequency of Observation	Not applicable

For, V.K. Moondra & Co.,

Chartered Accountants


[Proprietor]


Pawankumar Somani

(Audit Committee Chairman of Arihant Avenues and Credit Limited)


Shri K.J. Kabra

(CEO and Managing Director of Arihant Avenues and Credit Limited)

Date : 30th May, 2014

Place : Ahmedabad