

SVAM SOFTWARE LIMITED

ANNUAL REPORT FOR THE FINANCIAL YEAR 2012-2013

BOARD OF DIRECTORS

Mr. Rajeev Garg Managing Director
 Mr. Harshwardhan M. Koshal
 Mr. Sudhir Kumar Agarwal
 Mr Neeraj Khetrpal

REGISTERED OFFICE

S-524, Vikas Marg,
 Shakarpur,
 Delhi-110092

STATUTORY AUDITORS

M/s. SNMG & Company
 Chartered Accountants
 E-35, Lajpat Nagar-III
 New Delhi-110024

REGISTRAR & TRANSFER AGENT

Skyline Financial Services Pvt. Ltd.
 D-153A, Okhla industrial Area
 Phase-I, New Delhi-110020
 Email: viren@skylinerta.com
 PH No. 011-26812682

IMPORTANT

Shareholders may please note that
NO COUPONS / REFERESHMENT
 will be provided at the AGM

Visit our Website at <http://www.svamsoftwareltd.com>

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SVAM SOFTWARE LIMITED

Notice of the 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting of the Members of the Company will be held on Saturday, 28th September, 2013 at 10:30 A.M at the registered office of the Company at S-524, Vikas Marg, Shakarpur, Delhi -110 092 to transact the following businesses:

Ordinary Business

1. To receive, consider and adopt the Audited Accounts for the year ended 31st March, 2013 and the Auditors and Directors Report thereon.
2. To appoint a director in place of Shri Neeraj Khetrpal who is liable to retire by rotation and being eligible, offers himself for re- appointment.
3. To appoint Auditors of the company, to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting. M/s SNMG & Co., Chartered Accountants, the retiring Auditors, being eligible, offer themselves for re appointment and to fix their remuneration.

**By the Order of the Board
For SVAM SOFTWARE LIMITED**

Regd. Office:

S-524, Vikas Marg,
Shakarpur, Delhi-110092
Place : Delhi
Dated : 02.09.2013

**Sd/-
Director**

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THAT MEETING.
2. EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956 IN RESPECT OF SPECIAL BUSINESS SET OUT IN THE NOTICE IS ANNEXED HERETO
3. REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS WILL BE CLOSED FROM 23/09/2013 TO 28/09/2013, (BOTH THE DAYS INCLUSIVE).
4. MEMBERS ARE REQUESTED TO PLEASE NOTIFY IMMEDIATELY ANY CHANGE IN THEIR ADDRESSES TO THE COMPANY.
5. MEMBERS/PROXIES SHOULD BRING THE ATTENDANCE SLIP DULY FILLED IN FOR ATTENDING THE MEETING.
6. SHAREHOLDERS SEEKING ANY INFORMATION WITH REGARD TO ACCOUNTS ARE REQUESTED TO WRITE WELL IN ADVANCE SO AS TO REACH THE COMPANY AT LEAST 7 DAYS PRIOR TO THE ANNUAL GENERAL MEETING TO ENABLE THE MANAGEMENT TO KEEP THE INFORMATION READY AT THE AGM.
7. THE MEMBER ARE REQUESTED TO:-
 - a. INTIMATE CHANGES IF ANY IN THEIR ADDRESS TO THE COMPANY OR TO THE REGISTRAR AND SHARE TRANSFER AGENT OF THE COMPANY, M/s SKYLINE FINANCIAL SERVICES (P) LTD. AT D-153A, OKHLA INDUSTRIAL AREA, PHASE-I, DELHI-110020.
 - b. QUOTE FOLIO NUMBER IN ALL THEIR CORRESPONDENCE WITH THE COMPANY.
 - c. BRING THEIR COPIES OF ANNUAL REPORT INCLUDING ATTENDANCE SLIP AT THE VENUE FOR THE AGM.
8. MEMBERS HOLDING SHARES IN PHYSICAL FORM ARE REQUESTED TO LODGE SHARE TRANSFER, TRANSMISSION AND INTIMATE CHANGES, IF ANY, IN THEIR REGISTERED ADDRESS, BANK ACCOUNT AND MANDATE DETAILS, RESIDENTIAL STATUS ETC. QUOTING THEIR FOLIO NUMBER(S) TO COMPANY'S SHARE TRANSFER AGENTS.

DIRECTOR'S REPORT

To
 The Members
Svam Software Ltd.

Your Directors have pleasure in presenting the 21st Annual Report on the business, operations and financial performance of the company during the financial year ended 31st March 2013. The profit after tax of the company is ` 1.71/- lacs during current financial year.

FINANCIAL RESULTS

(` In lacs)

Particulars	For The Year Ended	
	31st March 2013	31st March, 2012
Sales/Operating Income	1484.61	1627.36
Other Income	25.72	46.89
Expenses:-		
Purchase of Stock in trade	1465.68	1631.76
Changes in Inventory of Stock -in-Trade	(5.04)	(19.42)
Employee Benefit Expenses	20.89	27.31
Depreciation and Amortisation Expenses	0.50	1.48
Administrative & Other expenses	22.15	26.17
Profit Before Tax	6.15	6.95
Less: Current Tax	1.17	1.32
Deferred Tax	3.41	(1.68)
Profit/(Loss) After Tax	1.57	7.31

BUSINESS REVIEW

The turnover of the company during the year 2012-13 is ` 1484.61 lacs as compared to ` 1627.36 lacs during the immediately preceding financial year. However, profit before tax is ` 6.15/- lacs during the current financial year as compared to ` 6.95/- lacs during the immediately preceding financial year.

DIVIDEND

In order to augment reserves and to cater to the working capital requirements, no dividend is being recommended.

CORPORATE GOVERNANCE

Your Company is committed to maintain the highest standards of Corporate Governance. Your Director adhere to the stipulations set out in the Listing Agreement with the Stock Exchanges and have implemented all the prescribed requirements.

A separate report on Corporate Governance as stipulated, under Clause 49 of the listing Agreement, with the Stock Exchanges and have implemented all the prescribed requirements.

A certificate from the auditors of the company M/s SNMG & Co; Chartered Accountants confirming compliance of conditions of Corporate Governance as stipulated in Clause 49 is annexed to this report.

BOARD OF DIRECTORS

Your board has a Executive Chairman and the number of Independent Directors is one half of the total strength of Directors. The composition of the board is in conformity of Clause 49 of the Listing Agreement.

SVAM SOFTWARE LIMITED

Your board of directors consist of the following three directors:

1. Mr. Rajeev Garg (Chairman, Managing Director & Executive);
2. Mr. Harshwardhan Koshal (Non Executive Independent) and;
3. Mr. Sudhir Kumar Agarwal (Non Executive); and
4. Mr. Neeraj Khetrapal (Non Executive Independent)

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to section 217 (2AA) of the Companies Act, 1956, it is hereby confirmed:

1. That in the preparation of the accounts for the financial year ended 31st March, 2013 the applicable accounting standards have been followed along with proper explanation relating to material departures.
2. That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year under review.
3. That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. That the Directors have prepared the accounts for the financial year ended 31st March, 2013 on a going concern basis.

AUDITORS

M/s SNMG & Co., Chartered Accountants, holds office of the Statutory Auditors of the Company until the conclusion of the ensuing Annual General Meeting is eligible for re-appointment.

The Company has received certificate from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224 (IB) of the Companies Act, 1956 and they are not disqualified for such reappointment within the meaning of Section 226 of the said Act.

THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988

a. AUDIT COMMITTEE

As per the provisions of the Listing Agreement and pursuant to Section 292A of the Companies Act, 1956, the Audit Committee has been set up to review the internal audit reports and financial statements at periodic intervals.

The Audit Committee comprises following three members having strong background in financial management:-

Mr. Rajeev Garg	Chairman (Non- Independent & Executive)
Mr. Neeraj Khetrapal	Member (Independent & Non- Executive)
Mr. Harshwardhan Koshal	Member (Independent & Non-Executive)

b. INVESTORS/SHAREHOLDERS' GRIEVANCE COMMITTEE

In pursuance of the provisions of the Listing Agreement, the company has also set up a Shareholders/ Investor's Grievance Committee to ensure maximum security to the concern of the shareholders. The committee consists of an Executive Chairman and other two members as mentioned below:

Mr. Rajeev Garg	Chairman (Non- Independent & Executive)
Mr. Neeraj Khetrapal	Member (Independent & Non- Executive)
Mr. Harshwardhan Koshal.	Member (Independent & Non-Executive)

PARTICULARS OF EMPLOYEES

As required by the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules, 1975, as amended, no employee was in receipt of remuneration exceeding ` 60,00,000/- per annum or ` 5,00,000/- per month for any part thereof.

PUBLIC DEPOSITS

The company has not accepted any deposit from public within the meaning of section 58-A of the companies ACT, 1956 read with the companies (Acceptance of Deposits) rules, 1975.



SVAM SOFTWARE LIMITED

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

Particulars with respect to conservation of energy, Technology absorption, Foreign Exchange Earnings & outgo as required under 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 given in the Annexure forming part of this report.

APPRECIATION

The Company places on record its deep appreciation of the devoted services of executives and other staff of the company who have contributed in the performance and the Company's inherent strength. Grateful thanks are also due to the investors, the bankers, business associates & all other stakeholders for their continued support to the company from time to time.

By the Order of the Board
For **SVAM SOFTWARE LIMITED**

Place : Delhi
Dated : 02/09/2013

Sd/-
(MANAGING DIRECTOR)

Sd/-
(DIRECTOR)

ANNEXURE TO THE DIRECTORS REPORT

A. CONSERVATION OF ENERGY

The operations of your Company do not consume high levels of energy. Adequate measures have been taken to conserve by using energy efficient computers and equipment.

B. TECHNOLOGY ABSORPTION

1. Specific areas in which R & D carried out are as follows:
 - a. Review of the existing courses and evaluation of feasibility of the new courses to be launched and estimating the costing thereof.
 - b. Providing technical support on existing products.
2. Benefits derived as a result of the above R & D:

As a result the organization is being able to implement current courses.
3. Future Plan of action:

R & D plans to enter the client server areas, as this is a major thrust area in the IT industry.
4. Expenditure on R & D: NIL

C. FOREIGN EXCHANGE EARNINGS

There were no foreign exchange earnings as well as outgo of the company during the year under report.

Particulars	Year Ended March 31, 2013	Year Ended March 31, 2012
Earnings in Foreign currency	Nil	Nil
Expenditure in Foreign Currency	Nil	Nil

Report on Corporate Governance

(As required by clause 49 of the Listing Agreement of the Stock Exchanges)

I. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your company possesses an ethical mindset about the values of good Corporate Governance. For **SVAM SOFTWARE LIMITED**, Corporate Governance stands for responsible and value creating management and control of the Company. The company's policies and practice are not only consistent with the statutory requirement but also underline its commitment to operate in the best interest of its stakeholders.

SVAM SOFTWARE LIMITED is committed to maintain highest standards of ethical behaviour and makes an honest endeavour to uphold the attributes of transparency, independence, accountability, responsibility and growth in all aspects of its operations.

II. BOARD OF DIRECTOR

Your board has an Executive Chairman and the number of Independent Directors is half of the total strength of Directors. The composition of the board is in conformity of Clause 49 of the Listing Agreement.

The management of the company is entrusted in the hand of the key management personnel of company and is headed by the Managing Director, who functions under the supervision and control of the board. The board reviews and approves strategy and oversees the action and result of management.

None of the Independent Director has any other material pecuniary relationship or transaction with the company, its promoters and its directors which, in their judgement would affect their independence.

As on year ended 31st March 2013, the Board had strength of four directors.

The composition of board is as follows:

S. No.	Name of the director	Status
1	Mr. Rajeev Garg	Executive and Non-Independent Chairman(MD)
2	Mr. Sudhir Kumar Agarwal	Non Executive and Non-Independent
3	Mr. Harshwardhan M.Koshal	Non Executive and Non-Independent
4	Mr. Neeraj Khetrapal	Non-Executive and Independent

In furtherance of its Corporate Governance policy the Company ensures that all statutory, significant material information are placed before the board/committee of directors for their approval to enable them to discharge their responsibilities as trustees.

Attendance of each director at Board Meetings and the last AGM

During the year the board of directors met 7 times 14/05/2012, 03/08/2012, 01/09/2012, 14/11/2012, 07/12/2012, 16/01/2013 and 12/02/2013 on the attendance and composition and category of directors are as follows:

Name of the Director	Attendance Particulars			Committee memberships/ Chairmanships in our Company		Number of other Directorships & Committee memberships
	Board Meeting		Last AGM	Memberships	Chairmanships	
	Held	Present				Directorships
Mr Sudhir Kumar Agarwal	7	7	Yes	3	Nil	4
Mr H M Koshal	7	7	Yes	2	2	2
Mr. Rajeev Garg	7	7	Yes	1	2	Nil
Neeraj Khetrapal	7	3	Yes	2	Nil	1

III. COMMITTEES OF THE BOARD

a) Audit Committee

As per the provisions of the Listing Agreement and pursuant to Section 292A of the Companies Act, 1956, the Audit Committee has been set up to review the internal audit reports and financial statements at periodic intervals.

The Audit Committee comprises following three members having strong background in financial management:-

Mr. Rajeev Garg	Chairman (Non-Independent & Executive)
Mr. Neeraj Khetrupal	Member (Independent & Non- Executive)
Mr. Harshwardhan Koshal.	Member (Independent & Non-Executive)

Meetings of the Audit Committee:

Four meetings of committee were held during the year on 14/05/2012, 03/08/2012, 14/11/2012 and 12/02/2013. All the members of the committee were present in the meetings held during their respective tenure.

Role of Audit Committee:

The Audit Committee of the Company, inter-alia, provides assurance to the Board on the existence and adequacy of effective internal control systems. Brief description of the terms of reference to the Audit Committee: -

- a) Oversight of the Company's financial reporting process and the disclosure of its financial information.
- b) Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment of any other services.
- c) Reviewing and recommending the appointment and removal of managerial personnel, fixation of remuneration and also approval for payment for any other services as recommended by the Remuneration Committee.
- d) Reviewing with management of the annual financial statements before submission to the board, focusing primarily on:
- e) Any changes in accounting policies and practice.
- f) Major accounting entries based on exercise of judgment by management.
- g) Qualifications in draft audit report.
- h) Significant adjustments arising out of audit.
- i) The going concern assumption.
- j) Compliance with accounting standard.
- k) Any related party transactions of the company of material nature, with Promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of Company at large.
- l) Reviewing with the management, external and internal auditors, and the adequacy of internal control systems.
- m) Reviewing the adequacy of internal audit functions.
- n) Discussion with internal auditors on any significant findings and follow-up there on.
- o) Reviewing the findings of any internal investigations by the internal auditors into the matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- p) Discussion, with external auditors before the audit commences, of nature and scope of audit as well as has post-audit discussion to ascertain any area of concern.
- q) Reviewing the Company's financial and risk management Policies.
- r) To look into the reasons for substantial defaults in the payment to the creditors.
- s) To consider and review any other matter as may be directed by the Board.

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b) INVESTORS /SHAREHOLDERS GRIEVANCE COMMITTEE

The Company has formed the Shareholders Grievances/ Share Transfer Committee, constituted by the Board, to approve inter- alias transfer/ transmission of shares, issue of duplicate share certificates, approving the split and consolidation requests and other matter including Shareholder's complaints and grievances. The Committee also reviews the periodicity and effectiveness of the Share transfer process, statutory certifications.

The composition of the Shareholders Grievances / Share Transfer Committee is as under:

Mr. Rajeev Garg	Chairman (Non-Independent & Executive)
Mr. Neeraj Khetrpal	Member (Independent & Non- Executive)
Mr. Harshwardhan Koshal.	Member (Independent & Non-Executive)

The Committee meets at least twice a month to approve transfer requests received from the investor during the previous week to ensure prompt delivery of securities to the shareholders.

The Minutes of the Committee Meeting are placed at the Board meeting from time to time. The Board has authorized the Share transfer Committee and the Company Secretary severally to approve the transfer of shares. During the year, all the Complaints of the Shareholders were resolved to the satisfaction of the shareholders.

IV. COMPLIANCE OFFICER OF THE COMPANY

Mr. Rajeev Garg, Managing Director is the Compliance Officer for complying with the requirements of the Listing Agreement with the Stock Exchanges.

V. GENERAL BODY MEETING: -

a) GENERAL MEETINGS

DETAILS OF LAST THREE ANNUAL GENERAL MEETINGS

AGM	Financial Year	Date	Time	Location
20th AGM	2011-12	29.09.2012	10.30 AM	S-524, Vikas Marg, Shakarpur, Delhi-110092
19th AGM	2010-11	29.09.2011	09:30 AM	S-524, Vikas Marg, Shakarpur, Delhi-110092
18th AGM	2009-10	30.09.2010	10:00 AM	S-524, Vikas Marg, Shakarpur, Delhi-110092

b) POSTAL BALLOT

No resolutions were passed by postal ballot during the year ended 31st March 2013

VI. CODE OF CONDUCT

The Company is committed to conduct business in accordance with the highest standards of business ethics and complying with applicable laws, rules and regulations.

The Company believes that a good corporate governance structure would not only encourage value creation but also provide accountability and control systems commensurate with risks involved.

The code has been circulated to all the members of the Board and Senior Management and the compliance of the same has been affirmed by them.

VII. DISCLOSURES

Transactions with related parties, as per requirements of Accounting Standard 18, are disclosed in Annexure to the Notes to Accounts. These are not in conflict with the interest of the Company in view of the following:

- All details relating to financial and commercial transactions wherein Directors may have a potential interest are provided to the Board and the interested Directors neither participate in the discussion nor do they vote on such matters.

SVAM SOFTWARE LIMITED

- b) These are at prices which are reasonable, having regard to the prevailing market prices at the relevant time.

The Company has complied with all the requirements of the Listing Agreements with the Stock Exchanges. There has not been any non-compliance and penalty; structure has been imposed on the company during the last three years by SEBI or Stock Exchanges and fully complied with all the mandatory requirements of Clause 49.

VIII. MEANS OF COMMUNICATION

Quarterly Results are published in prominent daily newspaper Dainik Mahalaxmi (Hindi) and The Money Makers (English) in Delhi editions. Management Discussions and Analysis Forms part of the Annual Report in a separate section. The Company has not made any formal presentation to the Institutional Investors during the year.

IX. GENERAL SHAREHOLDER INFORMATION

Financial Year : 1st April 2012 to 31st March 2013
21st Annual General Meeting : On Saturday 28th September, 2013 at 10:30 AM at S-524, Vikas Marg, Shakarpur, Delhi-110092

Financial Calendar

Financial Year : 1st April to 31st March
 1st Quarterly Results : 03/08/2012
 2nd Quarterly Results : 14/11/2012
 3rd Quarterly Results : 12/02/2013
 4th Quarterly Results : 30/05/2013
 Date of Book Closure : 23rd September, 2013 to 28th September, 2013 (both days inclusive)
 Dividend Date : Not Applicable

Listing on Stock Exchange

The company is listed in following exchanges:

- 1) **Bombay Stock Exchange**
Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 023
- 2) **Ahmedabad Stock Exchange**
Kamdhenu Complex, Opp. Sahajanand College, Panjarapole Ambawadi, Ahmedabad-380001
- 3) **Kolkata Stock Exchange**
7 Lyonsrange, Kolkata, West Bengal-700001

The Equity shares of the company are actively traded at BSE with Scrip code- (523722) in the 'B'; Group.

STOCK MARKET DATA (YEAR 2012-2013)

Month	High	Low
April, 2012	1.87	1.30
May, 2012	1.68	1.25
June, 2012	1.59	1.31
July, 2012	1.65	1.20
August, 2012	1.60	1.23
September, 2012	1.65	1.31
October, 2012	1.42	1.10
November, 2012	1.18	0.98
December, 2012	1.17	0.95
January, 2013	2.14	0.93
February, 2013	2.46	2.18
March, 2013	2.22	2.57

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X. REGISTRAR AND SHARE TRANSFER AGENT M/s. SKYLINE FINANCIAL SERVICES LIMITED

Unit: Svam Software Ltd
D-153A, Okhla Industrial Area,
Phase-I, New Delhi-110020
Telephone No: 011-26812682
E-mail Address: viren@skylinerta.com

XI. SHARE TRANSFER SYSTEM

M/s. Skyline Financial Services (P) Ltd. acts as Registrar and Transfer Agent for the company. M/s Skyline Financial Services has a dedicated management team comprising professional qualified managers who are possessing vast experience in handling the share transfer work. The organization has a proven track record and is committed to maintain quality to service of the highest standards and also handling capacity with a commendable flexibility to quickly upgrade the capacity at shorter notice.

Share transfers are registered within maximum of 15 days from the date of lodgement of the documents which are complete in all respects. In case the shares are transferred through Demat mode, the procedure is adopted as stated in Depositories Act, 1996.

The company obtains a half yearly certificate of compliance from the Company Secretary in Practice for compliance of the share transfer formalities, as required under Clause 47 of the Listing Agreement and file copy of the certificate with stock exchanges is obtained.

XII. SHAREHOLDING PATTERN AS ON 31st MARCH, 2013.

a. Distribution of Shareholding as on March 31, 2013.

No. of Shares	No. of Shareholders	% to total	No. of Shares held	% to total
0-500	28616	89.44	4860408	28.78
501 -1000	2000	6.25	1640763	9.71
1001-2000	719	2.25	1113926	6.60
2001-3000	226	0.71	579035	3.43
3001-4000	87	0.27	310147	1.84
4001- 5000	99	0.31	477405	2.83
5001-10000	139	0.43	1059320	6.27
10001 & above	108	0.34	6847996	40.55

SVAM SOFTWARE LIMITED
b. Category of shareholders as on March 31, 2013

Category	No. of Shares	Percentage of holdings
A. Promoters Holding		
i) Promoters		
a. Indian-individual	24,42,600	14.46%
b. Foreign	Nil	Nil
ii) Persons acting in concert		
a. Directors	Nil	Nil
b. Director's Relatives	Nil	Nil
Sub Total (A)	24,42,600	14.47%
B. Public Holding		
i) Institutional Investor		
a) Mutual Fund	4000	0.02%
b) Financial institutions/Banks	3100	0.02%
c) Central Govt./State Govt.(s)	Nil	Nil
d) Venture capital fund/Ins.Cos,	Nil	Nil
e) FII Etc	Nil	Nil
Sub Total (B)(i)	7100	0.04%
ii) Non-Institutions Investors		
a) Bodies Corporate	1429931	8.47%
b) Individuals		
i) shareholding < ` 1.00 Lac	9065778	53.61%
ii) shareholding > ` 1.00 Lac	3054767	18.09%
c) NRI	619200	3.67%
i) Clearing House	-	-
ii) Corporate Body- OCB	6600	0.04%
iii) Intermediary/Other Depository A/c	0.00	0.00%
iv) Hindu Undivided Family	260724	1.54%
v) Clearing Member	2300	0.01%
Sub Total (B)(ii)	14439300	85.50%
Sub Total (B)	14446400	85.54%
Grand Total (A+B)	16889000	100%
Shares held by custodian and against which Depository Receipt is issued	Nil	Nil

DEMATRIALISATION OF SHARES

The Company's shares are tradable compulsorily in electronic form. The Company has established through its Registrar and Share Transfer Agents, connectivity with National Securities Depository Ltd (NSDL) and Central Depository Services (I) Ltd (CDSL). As on 31st March, 2013 the 74% equity shares have been dematerialized.

XIII. INVESTORS CORRESPONDENCE

Investors may address any correspondence to:

Mr Rajeev Garg, (Compliance Officer)

Svam Software Ltd

S-524, Vikas Marg, Shakarpur, Delhi-110092.

Phone : 011- 43206710,

E-mail : svamsoftwareltd@gmail.com, Website : www.svamsoftwareltd.com

SVAM SOFTWARE LIMITED

CERTIFICATE IN TERMS OF CLAUSE 49 OF THE LISTING AGREEMENT

In terms of clause 49 of the Listing Agreement, it is certified as under that:

- (a) The financial statements and the cash flow statement for the year have been reviewed and that to the best of our knowledge and belief :
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
 - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transaction entered into by the Company during the years which are fraudulent, illegal or violative of the Company.
- (c) We accept responsibility for establishing and maintaining internal controls and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We had indicated to the Auditors and the Audit Committee :
 - (i) Significant changes in internal control during the year (if any);
 - (ii) Significant changes in accounting policies during the year (if any) and the same have been disclosed in the notes to the financial statements; and
 - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.

Place : New Delhi
Dated : 02/09/2013

For and On behalf of the Board of Directors
Sd/-
(MANAGING DIRECTOR)

Sd/-
(DIRECTOR)

CERTIFICATION BY MANAGING DIRECTOR

To the best of knowledge and belief, we certify that:

- 1) We have reviewed financial statement and the cash flow statement for the period ended 31.03.2013 and that to the best of our knowledge and belief:
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- 2) There are, to the best of our knowledge and belief, no transaction entered into by the company during the period, which is fraudulent, illegal or violative of the company's code of conduct.
- 3) Further, we accept responsibility to establish and maintain internal controls for financial reporting and Accordingly, we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit committee, wherever applicable:
 - a) Deficiencies in the design or operation of the internal controls, if any of which we are aware and the steps have been taken or propose to take rectify these deficiencies.
 - b) Significant changes in the internal control over the financial reporting during the period;
 - c) Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements;
 - d) Instances of significant fraud of which we came to know and involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.

Place : Delhi
Dated : 02/09/2013

For and On behalf of the Board of Directors
Sd/-
(Managing Director)

DECLARATION BY MANAGING DIRECTOR

I, Rajeev Garg, Managing Director of **Svam Software Limited** hereby declare that all the board members and senior managerial personnel have affirmed for the year ended 31st March, 2013 compliance with the code of conduct of the company laid down by them.

Place : Delhi
Dated : 02/09/2013

For and On behalf of the Board of Directors
Sd/-
(Managing Director)

MANAGEMENT DISCUSSION & ANALYSIS

BUSINESS SCENARIO

The Business segment in which your Company operate is software development and software trade. The said business is very unpredictable. Despite the recent slowdown in the software sector, this remains a fast growing area of the Indian economy. The Company is also endeavouring to expend the area of its business of software as well as of infrastructure.

Today IT touches every aspect of business, connecting customers, suppliers, and partners around the globe. Your Company is mainly into software Trade and software development. Your Company is focusing on software trade as prime area for future sustainability and growth.

PERFORMANCE

The turnover of the company during the year 2012-13 is ` 1484.61 lacs as compared to ` 1627.36 lacs during the immediately preceding financial year.

MANAGEMENT OF RISK

Management of risk to the business is continuous challenge for any organization growing in size and enhancing its purpose. The traditional risk factors like client risks, industry segment risks and economic risk are well understood and the means to handle them are also fairly established.

INTERNAL CONTROLS & SYSTEMS

The company ensures existence of adequate internal control through policy and procedures to be followed by the executives at various levels in the company. The operating managers ensure compliance within their areas. The Company has internal Audit system to carry out extensive checking and test and report non-compliance/weakness, if any through internal Audit Reports on the respective areas .These reports along with reports on compliance made thereafter are reviewed by the Audit Committee of the Board.

HUMAN RESOURCE

Management relation with the employees remains cordial. The Company's Human Resources philosophy is to establish and build a strong performance and competency drive culture with greater senses of accountability and responsibility. The industrial relations scenario remained peaceful and harmonious.

For and On behalf of the Board of Directors

Place : Delhi
Dated : 02/09/2013

Sd/-
(Managing Director)

INDEPENDENT AUDITORS' REPORT

To the Members of
SVAM SOFTWARE LIMITED

We have audited the accompanying financial statements of **SVAM SOFTWARE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31st, 2013 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, 2013;
 - b) In the case of the Profit and Loss Account, of the profit/ loss for the year ended on March 31, 2013; and
 - c) In the case of the Cash Flow Statement, of the cash flows for the year ended on March 31, 2013.
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

SVAM SOFTWARE LIMITED

- f) 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.

For **M/S. SNMG & COMPANY**
Chartered Accountants
(Firm Reg. No. 004921N)

Sd/-
NEERAJ GUPTA
(PARTNER)
M.NO. 087004

Place : New Delhi
Date : 30.05.2013

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

Referred to in Paragraph 1 under the heading of "Report on other legal and Regulatory Requirements" of Our Report of even date.

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of SVAM SOFTWARE LIMITED on the accounts of the company for the year ended 31st March, 2013.

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. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
(c) In our opinion and according to the information and explanations given to us, no fixed asset has been disposed during the year but does not affect the going concern assumption.
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 not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, the provisions of clauses iii (b), iii(c) and iii (d) of the order are not applicable to the Company.
(b) 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 loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Thus sub clauses (f) & (g) are not applicable to the company.
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, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
(b) As per information & explanations given to us and in our opinion, the transaction entered into by the company with parties covered u/s 301 of the Act does not exceeds five lacs rupees in a financial year therefore requirement of reasonableness of transactions does not arises.

SVAM SOFTWARE LIMITED

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, maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
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, 2013 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, 2013, 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.

For **M/S. SNMG & COMPANY**
Chartered Accountants
(Firm Reg. No. 004921N)

Sd/-
NEERAJ GUPTA
(PARTNER)
M.NO. 087004

Place : New Delhi
Date : 30.05.2013



SVAM SOFTWARE LIMITED

**AUDITOR'S CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE
GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT(S)**

TO
THE MEMBERS OF
M/S. SVAM SOFTWARE LIMITED

We have examined the compliance of conditions of Corporate Governance by **M/S. SVAM SOFTWARE LIMITED**, for the year ended on 31st March, 2013 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of 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 opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with, in all material respect with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

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/S. SNMG & COMPANY**
Chartered Accountants
(Firm Reg. No. 004921N)

Sd/-
NEERAJ GUPTA
(PARTNER)
M.NO. 087004

Place : New Delhi
Date : 30.05.2013

SVAM SOFTWARE LIMITED
BALANCE SHEET AS AT 31st MARCH 2013

Particulars	Note	As At 31.03.2013 ([₹])	As At 31.03.2012 ([₹])
A. EQUITY AND LIABILITIES			
1. Shareholders' Fund			
(a) Share Capital	1	168,890,000	168,890,000
(b) Reserves and Surplus	2	26,574,465	26,417,954
2. 0% Convertible Bond Application Money		27,003,250	37,722,500
3. Current Liabilities			
(a) Short Term Borrowings		-	-
(b) Trade Payables	3	99,847,795	89,539,993
(c) Other Current Liabilities	4	29,282,875	31,281,155
(d) Short-Term Provisions	5	117,226	132,341
TOTAL-EQUITY AND LIABILITIES		351,715,611	353,983,943
B. ASSETS			
1. Non-Current Assets			
(a) Fixed Assets	6	82,231	132,700
(b) Non-Current Investments	7	7,310	7,310
(c) Deffered Tax Assets (net)		990,791	1,332,254
2. Current Assets			
(a) Inventories	8	9,567,503	9,063,434
(b) Trade Receivables	9	77,576,975	134,460,258
(c) Cash and Cash Equivalents	10	2,542,755	3,435,154
(d) Short Term Loan & Advances	11	259,609,760	204,301,206
(e) Other Current Assets	12	1,338,286	1,251,627
TOTAL ASSETS		351,715,611	353,983,943
NOTES ON ACCOUNTS	18		

Notes 1 to 18 referred to above form an integral part of the Balance Sheet & Profit & Loss A/c.

IN TERMS OF OUR SEPARATE
REPORT OF EVEN DATE ATTACHED

For **M/s SNMG & CO.**
Chartered Accountants
F.R.N. 004921N

For and on behalf of the Board
SVAM Software Limited

Sd/-
(NEERAJ GUPTA)
Partner
Membership No. 087004

Sd/-
(Managing Director)

Sd/-
(Director)

Place : New Delhi
Dated : 30.05.2013

SVAM SOFTWARE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note	31st March, 2013 (₹)	31st March, 2012 (₹)
I. Revenue from Operations:			
Sales of Products & Services	13	148,461,906	162,736,566
II. Other Income	14	2,572,211	4,688,777
III. Total Revenue (I+II)		151,034,117	167,425,343
IV. Expenses:			
Purchase of Stock in Trade		146,568,194	163,175,940
Changes in Inventories of Stock-in-Trade	15	(504,069)	(1,942,138)
Employee Benefits Expenses	16	2,088,536	2,731,092
Depreciation and Amortisation Expenses	6	50,469	148,879
Administrative & Other Expenses	17	2,215,787	2,617,049
Total Expenses		150,418,917	166,730,822
V. Profit Before Exceptional and Extraordinary items and Tax (III - IV)		615,200	694,521
VI. Exceptional Items		-	-
VII. Profit Before Extraordinary items and Tax(V-VI)		615,200	694,521
VIII. Extrardinary Items		-	-
IX. Profit Before Tax (VII - VIII)		615,200	694,521
X. Tax Expenses:			
(1) Current Tax		117,226	132,341
(2) Deferred Tax		341,463	(168,566)
XI. Profit / (Loss) for the period from Continuing Operations		156,511	730,746
XII. Profit / (Loss) for the Period transferred to Reserve & Surplus		156,511	730,746
XIII. Earning per Equity Share:			
(1) Basic		0.01	0.04
(2) Diluted		0.01	0.04

 NOTES ON ACCOUNTS 18

Notes 1 to 18 referred to above form an integral part of the Balance Sheet & Profit & Loss A/c.

 IN TERMS OF OUR SEPARATE
 REPORT OF EVEN DATE ATTACHED

 For **M/s SNMG & CO.**
 Chartered Accountants
 F.R.N. 004921N

 For and on behalf of the Board
SVAM Software Limited

 Sd/-
(NEERAJ GUPTA)
 Partner
 Membership No. 087004

 Sd/-
 (Managing Director)

 Sd/-
 (Director)

 Place : New Delhi
 Dated : 30.05.2013

SVAM SOFTWARE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	31st March, 2013 ([₹])	31st March, 2012 ([₹])
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before taxation, and extraordinary items	615,200	694,521
Adjustment for :		
Depreciation	50,469	148,879
Interest & Finance Charges	-	-
Operating Profit Before Working Capital Changes	<u>665,669</u>	<u>843,400</u>
Adjustment for :		
(Increases)/Decreases in Inventories	(504,069)	(1,942,138)
Increases/(Decreases) in Trade Payables & Others Liabilities	8,309,522	42,172,199
(Increases)/Decreases in Trade Receivables	56,883,283	(38,061,504)
(Increases)/Decreases in Other Current Assets	(86,659)	178,757
(Increases)/Decreases in Loan & Advances	(55,308,554)	(38,003,218)
Cash Generated from Operations	9,959,192	(34,812,505)
Interest paid	-	-
Direct Taxes paid	(132,341)	(1,071,087)
Net Cash From Operating Activities (A)	<u>9,826,851</u>	<u>(35,883,592)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-	-
Net Cash used in Investing Activities (B)	<u>-</u>	<u>-</u>
C. CASH FLOW FROM FINANCING ACTIVITIES:		
0% Convertible Bond Application Money Received / (Paid)	(10,719,250)	37,722,500
Net Cash used in Financing Activities (C)	<u>(10,719,250)</u>	<u>37,722,500</u>
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	(892,399)	1,838,908
Cash & Cash Equivalents as at beginning of the year	<u>3,435,154</u>	<u>1,596,245</u>
Cash & Cash Equivalents as at Closing of the year	<u>2,542,755</u>	<u>3,435,154</u>

IN TERMS OF OUR SEPARATE
REPORT OF EVEN DATE ATTACHED

For **M/s SNMG & CO.**
Chartered Accountants
F.R.N. 004921N

For and on behalf of the Board
SVAM Software Limited

Sd/-
(NEERAJ GUPTA)
Partner
Membership No. 087004

Sd/-
(Managing Director)

Sd/-
(Director)

Place : New Delhi
Dated : 30.05.2013

SVAM SOFTWARE LIMITED
NOTE FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

(Amount in `)

Particulars	31.03.2013	31.03.2012		
NOTE - 1				
SHARE CAPITAL				
Authorised Capital				
3,00,00,000 Equity Shares of ` 10/- Each	<u>300,000,000</u>	<u>300,000,000</u>		
Issued, Subscribed & Paid Up				
1,68,89,000 Equity Shares of ` 10/- Each Fully Paid Up	<u>168,890,000</u>	<u>168,890,000</u>		
SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:				
Name of the Shareholder	As at 31st March 2013		As at 31st March 2012	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
MANISHA AGARWAL	1,200,000	7.11	1,200,000	7.11
OM PRAKASH AGARWAL	1,242,600	7.36	1,242,600	7.36
NOTE 2: RESERVE & SURPLUSES				
Capital Reserve				
Opening Balance	233,000		233,000	
Add: Transfer during the year	-		-	
Total (a)	<u>233,000</u>		<u>233,000</u>	
Security Premium				
Op. Balance	37,315,000		37,315,000	
Add: Transfer during the year	-		-	
Total (b)	<u>37,315,000</u>		<u>37,315,000</u>	
Surplus/(Deficit) in Profit & Loss A/c.				
Opening Balance of Profit & Loss A/C	(11,130,046)		(11,860,792)	
Current Year's Profit & Loss A/C	156,511		730,746	
Total (c)	<u>(10,973,535)</u>		<u>(11,130,046)</u>	
Total(a+b+c)	<u>26,574,465</u>		<u>26,417,954</u>	
NOTE 3 : TRADE PAYABLE				
Sundry Creditors:				
Due to Micro and Small Enterprises	-		-	
Due to other than Micro and Small Enterprises	99,847,795		89,539,993	
Total	<u>99,847,795</u>		<u>89,539,993</u>	
NOTE 4: OTHER CURRENT LIABILITIES				
Statutory Dues (VAT PAYABLE)	11,279		-	
Other liabilities	29,271,596		31,281,155	
Total	<u>29,282,875</u>		<u>31,281,155</u>	
NOTE 5: SHORT-TERM PROVISIONS				
For Income Tax	117,226		132,341	
Total	<u>117,226</u>		<u>132,341</u>	

SVAM SOFTWARE LIMITED
NOTE-6 : Fixed Assets
(Amount in `)

Particulars	Gross Block				Accumulated Depreciation					Net Block		
	Balance as at 1 April 2012	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at 31 March 2013	Balance as at 1 April 2012	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31 March 2013	Balance as at 1 April 2012	Balance as at 31 March 2013
Tangible Assets												
Furniture and Fixtures	4,953,356				4,953,356	4,953,355	-			4,953,355	1	1
Office Equipments	1,062,505				1,062,505	929,810	50,469			980,279	132,696	82,227
Vehicles	3,800,060				3,800,060	3,800,059	-			3,800,059	1	1
Computer & Printer	12,746,686				12,746,686	12,746,685	-			12,746,685	1	1
Total	22,562,607	-	-	-	22,562,607	22,429,909	50,469	-	-	22,480,378	132,699	82230
Intangible Assets												
Computer Software	2,624,627				2,624,627	2,624,626	-			2,624,626	1	1
Total	2,624,627	0	0	0	2,624,627	2,624,626	0	0	0	2,624,626	1	1
GROSS TOTAL	25,187,234	-	-	-	25,187,234	25,054,535	50,469	-	-	25,105,004	132,700	82231

(Amount in `)

Particulars	31.03.2013	31.03.2012
-------------	------------	------------

NOTE 7: NON-CURRENT INVESTMENT

Non Trade-Quoted (At Cost)

27 Equity Shares of ` 10/- each of Reliance Power Ltd.

7,310
7,310
Total
7,310
7,310
NOTE 8: INVENTORIES

(Cost or Market Price Whichever is lower)

Stock-in-Trade

9,567,503
9,063,434
Total
9,567,503
9,063,434
NOTE 9: TRADE RECEIVABLES

(Unsecured and Considered Good)

Exceeding Six Months

3,447,933
9,582,640

Others

74,129,042
124,877,618
Total
77,576,975
134,460,258
NOTE 10: CASH & CASH EQUIVALENTS

(A) Cash in Hand

521,702
62,295

(B) Balances with Scheduled Banks

(i) In Current Accounts

1,856,796
3,208,602

(ii) In Fixed Deposit Accounts

121,872
121,872

(iii) In Securities

42,385
42,385
Total
2,542,755
3,435,154
NOTE 11: SHORT-TERM LOANS & ADVANCES

(Unsecured and Considered Good)

Advances Recoverable in Cash or in Kind or Value to be Received

259,609,760
204,301,206
Total
259,609,760
204,301,206
NOTE 12: OTHER CURRENT ASSETS

Tax Deducted at Source

1,067,733
952,350

MAT

270,553
270,553

VAT Refundable

-
28,724
Total
1,338,286
1,251,627

SVAM SOFTWARE LIMITED

(Amount in `)

Particulars	31.03.2013	31.03.2012
NOTE: 13 SALES OF PRODUCTS & SERVICES		
Sales- Domestic	148,461,906	162,736,566
Sales- Export		
Total	148,461,906	162,736,566
NOTE: 14 OTHER INCOME		
Interest Recd.& other income	2,572,211	4,688,777
Total	2,572,211	4,688,777
NOTE: 15 CHANGES IN INVENTORIES OF STOCK IN TRADE		
Opening Bal. of Stock-in-Trade	9,063,434	7,121,296
Less: Closing Bal. of Stock-in-Trade	9,567,503	9,063,434
Total	(504,069)	(1,942,138)
NOTE: 16 EMPLOYEES BENEFITS EXPENSES		
Salarie to Staff	2,081,433	2,720,939
Employers Contribution to Providend Fund	5,136	7,062
Employers Contribution to ESI	1,967	3,091
Total	2,088,536	2,731,092
NOTE: 17 ADMINISTRATION & OTHER EXPENSES		
Advertisement Expenses	39,434	44,221
Remuneration to Auditors:		
As Statutory Audit Fee	33,708	33,708
As Tax Audit Fee	11,236	11,236
Travelling & Conveyance Expenses	98,584	76,000
Car Running & Maint. Exp	92,541	80,512
Legal & Professional Expenses	23,250	-
Postage, Courier & Telephone	253,300	292,429
Printing & Stationary	541,120	491,553
Rent, Rates & Insurance	831,600	755,602
DEMAT Charges	126,484	435,202
AGM/EGM & Shares transfer Expenses	65,669	335,684
Electricity Expenses	85,740	60,240
Filling Fees	2,000	-
Bank Charges	11,121	662
Total	2,215,787	2,617,049

NOTES ON FINANCIAL STATEMENT - 18
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS
A. ACCOUNTING POLICIES:
1. Basis of preparation of Financial statements :

- (i) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. There is no change in the accounting policies as compared to the preceding year.
- (ii) The Company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis, if determinable.

2. (i) Fixed Assets:

Fixed Assets are stated at their original cost less accumulated depreciation. Cost includes duties, taxes and expenses incidental to acquisition and installation.

SVAM SOFTWARE LIMITED

(ii) **Depreciation:**

In respect of Fixed Assets, depreciation is provided Block wise on Straight Line Method in accordance with the provisions of schedule XIV of the Companies Act, 1956.

3. **Inventory:**

Inventory of closing stocks held by the concern is valued at lower of the cost price or net realizable value. Cost is determined on FIFO Method. Cost comprises all cost of conversion and other costs incurred in bringing the inventories to their present location & condition.

4. **Cash Flow Statement:**

(a) The statement has been prepared under indirect method except in case of dividends, sale / purchase of investments and taxes which have been considered on the basis of actual movement of case, with corresponding adjustments in assets and liabilities as set out in the Accounting Standard (AS) 3 issued by ICAI.

(b) Cash and Cash equivalents represent cash and bank balances only.

5. **Foreign Currency Transactions**

Foreign currency transactions have been translated at exchange rate prevailing on the date of transaction. At the balance sheet date, monetary assets and liabilities denominated in foreign currency are reported using the closing rates.

Exchange differences arises on foreign currency transaction are recognized as income or expense in the profit & loss account.

6. **Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

7. **Revenue Recognition :**

(i) The company recognizes sale of product when they are invoiced to customer excluding sales tax / Vat and trade discount.

(ii) Revenue in respect of other income is recognized when no significant uncertainty as to its determination or realization exists.

8. **Retirement Benefits**

There is no amount of gratuity liability or leave encashment or any other retirement benefits for which the company may be made liable to pay. Hence no provision for the same has been made as on the date of Balance sheet.

9. **Impairment of Asset**

Whenever events or changes in circumstances indicate that the carrying value of fixed assets may be impaired, the company subjects such assets to a test of recoverability, based on discounted cash flows expected from use or disposal thereof. If the assets are impaired, the company recognizes an impairment loss as a difference between the carrying value and fair value net of cost of sale in accordance with AS-28 "Impairment of Assets", issued by the Institute of Chartered Accountants Of India. None of the company's fixed assets are considered for impairment as on the balance sheet date.

10. **Prior Period Expenses**

Prior Period expenses, if any significant, are charged to prior period ex-pense Account. Similarly extraordinary items, if any significant, are shown separately in the accounts statements.

11. **Borrowing Costs:**

(i) Borrowing costs are recognized as an expense in the period in which they are incurred.

(ii) The concern does not have any qualifying asset from the viewpoint of capitalization of borrowing costs. Hence no borrowing cost is capitalized.

12. **Intangible Assets:**

(i) The concern does not have an intangible asset from which any probable future economic benefit will flow to it.

(ii) Expenditure on an intangible item other than in (i) above is recognized as an expense when it is incurred.

13. **Taxation:**

a) **Current Tax:**

Tax on income for the current period is determined on the basis of taxable income and applicable tax rate computed in accordance with the provisions of the Income Tax Act, 1961.

SVAM SOFTWARE LIMITED
b) Deferred Tax:

- i. The company has accounted for deferred tax in accordance with the Accounting Standard 22 "Accounting for taxes on income" issued by Council of ICAL. Accordingly, deferred tax for the year is recognized on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.
- ii. 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.
- iii. Deferred Tax assets are recognized and carried forward only if there is a reasonable/virtual certainty of its realization.

14. Related Party Disclosure:

In accordance with the requirements of Accounting Standards (AS) – 18 on Related Party Disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and descriptions of relationships, as identified and certified by the management, are:

I. Key Management Personnel

- Mr. Rajeev Garg (Managing Director & Executive)
- Mr. Harshwardhan M. Koshal (Non Executive & Independent)
- Mr. Sudhir Kumar Agarwal (Non Executive & Non Independent)
- Mr. Neeraj Khetarpal (Non Executive & Independent)

II. As informed by the management there was no related party transactions made during the year.

15. Other Accounting Policies

Accounting policies not referred to otherwise are consistent with generally accepted accounting principles.

B. NOTES TO ACCOUNTS:

1. Estimated amount of Contract Remaining to be Executed on Capital Account and Not provided for, NIL (PY. NIL)
2. **Contingent Liabilities:**

	As on 31.03.13	As on 31.03.12
— Guarantees given by the company	NIL	NIL
— On a/c of Rent Pending Litigation in Court	6,94,800/-	6,94,800/-
3. The Company is engaged in the business of trading & development of Software packages.
4. Quantitative information required to be given under paragraph 3, 4C and 4D pursuant to part II, Schedule VI of the companies Act 1956

a) Sales and Purchase

Particulars	Qty	Amount (₹)	
		As at 31.03.2013	As at 31.03.2012
(i) Sales			
Software Packages	45	13813238	936
Consumables	1333	134648668	1570
(ii) Purchases			
Software Packages	45	13841478	918
Consumables	1334	132726716	2486

*Sales and Purchases include development of software, the quantitative details whereof are not possible.

b) Opening and Closing Stock

Particulars	Qty	Amount (₹)	
		As at 31.03.2013	As at 31.03.2012
(iii) Opening Stock			
Finished Goods (Software Pack)	13	2877329	31
Finished Goods (Consumables)	1170	6186104	254
(iv) Closing Stock			
Finished Goods (Software Pack)	12	3406151	13
Finished Goods (Consumables)	1172	6161352	1170

SVAM SOFTWARE LIMITED
5. Deferred Tax Assets for the year ended 31.03.2013 Comprises of:

Particulars	As on 01.04.2012	During the year	As on 31.03.2013
On account of Difference of book Depreciation & Tax Depreciation	874099	(81717)	792382
On account of Brought Forward Losses and allowances	458155	(259746)	198409
Total	1332254	(341463)	990791

6. CIF Value of Imports

NIL (P.Y. NIL)

7. Earning and Expenditure in Foreign Exchange

a) Earnings

NIL (P.Y. NIL)

b) Expenditure

NIL (P.Y. NIL)

8. Segment Reporting

The Companies core activity is to develop and trade in computer software. This is the only business segment as per Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

9. Earning Per Share:

Particulars	Current Year	Previous Year
Net Profit/Loss after tax	156511	730746
Number of Equity Shares held	16889000	16889000
Basic and Diluted Earning per share	0.01	0.04

10. Remuneration to Auditors: As required under item 4B of schedule VI of Companies Act, following amounts have been paid to auditors:

Particulars	2012-2013	2011-2012
a) As Audit Fee	33,708/-	33,708/-
As Tax Audit Fees	11,236/-	11,236/-
b) As Advisor, or in any other capacity	Nil	Nil

- 11 In the opinion of the Board, the value of current assets, Loans & advances if realized in the ordinary course of Business shall not be less than the amount at which those are stated in the Balance Sheet.
12. No Provision has been made for Leave encashment, gratuity and other retirement benefits, which are accounted for on payment basis only.
13. Balance confirmations, Sundry Debtors, Sundry Creditors, Deposits and the parties to whom the advances are given are subject to reconciliation and such are as per books of accounts only. Adjustment thereto having an impact of revenue nature, if any will be made during the period in which the same are fully reconciled.
- 15 All Known Liabilities have been accounted for in the books of account.
16. Previous year's figures have been regrouped/ rearranged wherever necessary.
17. The additional Information pursuant to revised Schedule VI to the Companies Act, 1956 are either Nil or Not Applicable.

IN TERMS OF OUR SEPARATE
REPORT OF EVEN DATE ATTACHED

For **M/s SNMG & CO.**
Chartered Accountants
F.R.N. 004921N

For and on behalf of the Board
SVAM Software Limited

Sd/-
(NEERAJ GUPTA)
Partner
Membership No. 087004

Sd/-
(Managing Director)

Sd/-
(Director)

Place : New Delhi
Dated : 30.05.2013



SVAM SOFTWARE LIMITED
S-524, Vikas Marg, Shakarpur, Delhi - 110 092

ATTENDANCE SLIP

Name of the attending Member.....
(In Block Letters)

Member's Folio Number/DP A/c. No.....

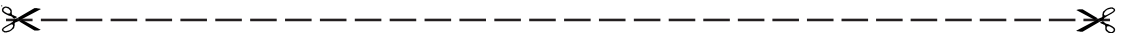
Name of Proxy.....
(in block letters, to be filled in, if the proxy attends instead of members)

No. of Shares held.....

I hereby record my presence at the 21st Annual General Meeting at S-524, Vikas Marg, Shakarpur, Delhi - 11 0 092 at 10.30 A.M. on Saturday, 28th September, 2013.

Member's/Proxy Signature

The Attendance Slip, duly filled in is to be handed over at the Registration Counter.



SVAM SOFTWARE LIMITED
S-524, Vikas Marg, Shakarpur, Delhi - 110 092

PROXY FORM

I/We.....of.....

being a Members of the above-named Company hereby appoint.....of

.....of.....as my/our proxy to attend

and vote for me/us and on my/our behalf at the 21st Annual General Meeting at S-524, Vikas Marg, Shakarpur, Delhi - 110 092 at 10.30 A.M. on Saturday, 28th September, 2013 and at any adjourment thereof.

Ledger folio No./DP A/c No.....Number of Shares held.....



Signed this.....day of.....2013 Signature.....

N.B. : This proxy must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.