



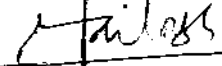
NOTICE

NOTICE is hereby given that the seventeenth Annual General Meeting of the Company will be held on Thursday the 29th day of September, 2011 at 11.00 A.M. at Corporate Office of the Company situated at First Floor, 60-D, Panchwati, Udaipur - 313 001 (Raj.) to transact the following business.

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet & Profit & Loss A/c as at 31st March 2011, together with the Auditor's Report and Director's Report thereon.
2. To appoint a director in place of Mr. L.S. Karnawat who retires by rotation as a director and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Lalit Kachhara who retires by rotation as a director and being eligible, offers himself for reappointment.
4. To appoint Auditor's of the Company and to fix their remuneration.

By order of the Board
For Dhruva Capital Services Ltd.


(KAILASH KARNAWAT)
MANAGING DIRECTOR

Place : Udaipur
Dated : 10-08-2011

NOTES :

1. A MEMBER ENTITLED TO ATTEND & VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND & VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The proxies, in order to be effective, should be duly completed, stamped and signed and must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 23rd September' 2011 to 29th September' 2011 (both days inclusive).
4. Members are requested to :
 - (a) Notify any **change in their registered address** along with pin code numbers.
 - (b) Quote their respective **LEDGER FOLIO No.** on every communication with the Company.
 - (c) Bring their copies of Annual Report to the meeting. No copies of the Annual Report will be available for distribution to the members at the meeting.
 - (d) Deposit duly filled-in attendance slip annexed to the proxy form at the entrance to the place of the meeting and not to bring with them any other person who is not a member / proxy.
 - (e) Write to the Company at least 10 days before the date of the meeting regarding any information on accounts so as to enable the Company to keep the information ready.
 - (f) Provide their e-mail address to their Depository Participant (DP) (in case of holding in electronic form) or to the RTA, Bigshare Services Pvt. Ltd., Mumbai (in case of holding in physical form), as the case may be, to enable the Company to adopt "Green Initiative in Corporate Governance" undertaken by Ministry of Corporate Affairs, Govt. of India.

Regd. Office : 003 'A', "Circle View", 169, Fatehpura, Near Sukhadia Circle, Udaipur-313 001



DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting their seventeenth Annual Report together with Audited Accounts of the Company for the year ended on 31st March, 2011.

1. FINANCIAL RESULTS :	(Rs. in Lacs)	
For the Year ended	31-03-2011	31-03-2010
Income From Operations	13.78	12.76
Other Income	8.59	47.01
Operational Expenses	12.59	8.95
Profit/Loss before Dep., Tax & Misc. Expenses	9.78	50.82
Depreciation & Misc. Exp. W/off	1.10	1.08
Provision for Taxation		
1. Current Taxes	1.45	7.50
2. Deferred Taxes	(0.11)	(0.07)
Excess Prov. of Earlier Year Tax W/Back (I.T.+ F.B.T.)	0.00	0.04
Profit / Loss after Tax	7.34	42.27
Balance Carried to Balance Sheet	7.34	42.27

2. PERFORMANCE :

The Net Profit of the Company during the year under review was Rs. 7.34 Lacs as compared to Net Profit of Rs. 42.27 Lacs in the previous year.

REVIEW OF OPERATIONS & FUTURE OUTLOOK :

Interest was the major source of earning during this year. The initiatives taken by the Company to improve its operations in the coming financial years are good. Your Company expects to increase turnover through intensifying its focus on new business avenues. Company has further invested money in real estate sector, which is a further step towards diversification.

3. DIVIDEND :

Since your Company has not made enough profit during the year under review, your directors have not recommended any dividend.

4. PUBLIC DEPOSITS :

The Company has not accepted any deposit from public during the year ended 31st March 2011, as per provisions of Section 58 A of the Companies Act, 1956.

5. APPOINTMENT OF CSP :

Compliance Certificate U/s 383 (A) of the Companies Act, 1956 has been obtained from a Company Secretary in practice.

6. CONSERVATION OF ENERGY :

Not applicable since your Company being a Financial Services Company.

7. TECHNOLOGY ABSORPTION :

No comment is necessary considering the nature of activities undertaken by your Company during the year under review.

8. FOREIGN EXCHANGE EARNINGS AND OUTGO :

Your Company does not have any foreign exchange earning and outgo during the year under review.

9. DIRECTORS :

Mr. L.S. Karnawat & Mr. Lalit Kachhara retire by rotation at this Annual General Meeting & being eligible, offer themselves for re-appointment.

10. DIRECTOR'S RESPONSIBILITY STATEMENT :

Pursuant to the requirements under Section 217 (2AA) of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that :

For Dhruva Capital Services Ltd.

For Dhruva Capital Services Ltd.

- i. in the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures.
- ii. the Directors have selected 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 or Loss of the Company for the year under review.
- iii. 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.
- iv. the Directors have arranged preparation of the accounts for the financial year ended March 31, 2011 on a "going concern" basis.

11. MANAGEMENT DISCUSSIONS & ANALYSIS REPORT :

INDUSTRY STRUCTURE & DEVELOPMENT :

NBFC Industry as such is receiving step motherly treatment from the government and no concessions are being given so that the industry can withstand competitions from banks and other lending institutions. Moreover due to unhealthy business environment for the last few years, the margins have squeezed and the cost of operations has increased consistently. N.P.A. have also been a major problem in this industry.

OPPORTUNITIES & THREATS :

Fluctuations in the interest rate in economy has created uncertainty in the business of finance. The biggest threat for non banking finance companies arise from the vast gap that exist between demand and supply of finance.

Another threat for non banking finance companies comes from increased competition from banking industry, which is in a position to lend at competitive rates due to availability of huge funds at a cheaper cost. The Company expect stable interest rates in the year to come and is confident of meeting the challenges by increasing volume of business at nominal margin.

RISK AND CONCERNS :

Like any other industry, the Company's business is also exposed to various business risks.

Continuous efforts are made to reduce the cost of funds, increase the volume of the business and to control the NPAs within a bearable limit to minimize the impact of declining spread.

INTERNAL CONTROL SYSTEM :

The Company has proper and adequate internal control system in all the areas of its activities. The Company's Audit Committee reviewed the internal control system and looked in to the observations of the statutory auditor.

DISCUSSION ON FINANCIAL PERFORMANCE :

The financial performance of the Company for the year has been discussed in the Director's Report and cash-flow statement is annexed with the Annual Accounts.

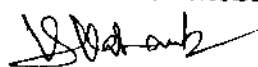
HUMAN RESOURCES / INDUSTRIAL RELATIONS :

The relation between the Company and its employees remained cordial through-out the year and the management expects the same to continue and receive full support and cooperation from its employees in future also.

12. AUDITORS :

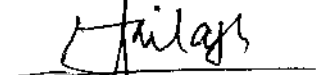
M/s B.L. Pagaria & Co., Chartered Accountants, Auditor's of the Company shall hold office until the conclusion of ensuing Annual General Meeting. The Auditor's, being eligible, offer themselves for reappointment. The Company has received a letter from them to the effect that their appointment, if made, would be within the prescribed limits under Section 224 (1-B) of the Companies Act, 1956.

For DHRUVA CAPITAL SERVICES LTD.



MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.



MANAGING DIRECTOR

13. REPORT ON CORPORATE GOVERNANCE :

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

Our Company has always believed in the concepts of good Corporate Governance involving transparency, empowerment, accountability and integrity with a view to enhance the Share Holder's value. The Company has professionals on its Board of Directors who are actively involved in the deliberations of the Board on all important policy matters.

2. COMPOSITION OF BOARD OF DIRECTORS :

The Company has a combination of executive and non-executive Directors. The Company has an executive chairman and half of the Board of Directors are independent Directors. The number of non-executive Directors are 50% of total number of Directors.

None of the Directors on the Board is a member of more than 10 committees and chairman of more than 5 committees (as per clause 49 (iv) (B)) across all the Companies in which he is a Director. All the Directors have made requisite disclosures regarding committee positions occupied by them in other Companies. The Company's Board at present have six Directors comprising one Managing Director, Two Promoter Directors and Three non-executive Professional Independent Directors.

The Board met 4 times during the year on 28-05-2010, 04-08-2010, 12-11-2010 & 10-02-2011. The name and category of Directors on the Board, their attendance at Board Meetings held during the year ended on 31st March, 2011, at the last Annual General Meeting & also, number of Directorships and committee positions as held by them in other Public Limited Companies as on 31-03-2011 are given below :

Name	Category	No. of Board Meetings attended out of 5 meetings held during the year 2010-11	Whether attended AGM held on 30-09-10	No. of Directorship held in other Public Limited Companies	No. of committee positions held in other Public Limited Companies	
					Chairman	Member
Mr. L.S. Karnawat	Promoter Executive	2	Yes	One	Nil	Nil
Mr. Kailash Karnawat	Promoter Executive	4	Yes	Nil	Nil	Nil
Mrs. Meena Karnawat	Promoter Non-Executive	3	Yes	Nil	N.A.	N.A.
Mr. Lalit Kachhara	Independent Non Executive	3	No	Nil	N.A.	N.A.
Mr. Ajesh Sethi	Independent Non Executive	3	No	Nil	N.A.	N.A.
Mr. Kirti Jain	Independent Non Executive	3	No	Nil	N.A.	N.A.

3. COMMITTEES OF THE BOARD :

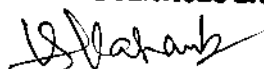
AUDIT COMMITTEE :

The Company has an Audit Committee with scope of activities as set out in Clause 49 of the Listing Agreement with Stock Exchange read with Section 292A of the Companies Act, 1956. The broad terms for reference of the Audit committee are as under.

- To hold periodic discussions with the Statutory Auditor's and Internal Auditor's of the Company concerning the accounts of the Company, internal control systems, scope of audit and observations of the Auditor's/Internal Auditor's.
- To review compliance with internal control system.
- To review the quarterly, half yearly and annual financial results of the Company before submission to the Board.
- To make recommendation to the Board on any matter relating to the financial management of the Company, including the Audit Report.

The Audit Committee is presently comprised of three Non- Executive Directors viz. Mr. Lalit Kachhara as Chairman of the committee, Mr. Kirti Jain and Mr. Ajesh Sethi as its members.

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

The Committee met four times during the year on the following dates viz May 28, 2010, August 04, 2010, November 12, 2010 and February 10, 2011. Attendance of the members at the meetings is as stated below.

ATTENDANCE OF THE AUDIT COMMITTEE MEETINGS

Name of Director	Number of Meetings Attended
Mr. Lalit Kachhara	Three
Mr. Ajesh Sethi	Three
Mr. Kirti Jain	Three

REMUNERATION COMMITTEE :

The composition of the Remuneration Committee and the details of meeting attended by the Directors are given below. Remuneration Committee met once on May 28, 2010 during F.Y. 2010-11.

Name of Director		Number of Meetings during the period	
		Held	Attended
Mrs. Meena Karnawat	Promoter Non-executive Director	One	One
Mr. Ajesh Sethi	Independent Non-executive Director	One	One
Mr. Kirti Jain	Independent Non-executive Director	One	NIL

Given below are the details of remuneration paid to directors during the financial year 2010-11.

Name	Sitting Fees (Rs.)	Salary (Rs.)	Perquisites (Rs.)	Commission paid during the year (Rs.)
Mr. L.S. Karnawat	800/-	Nil	Nil	Nil
Mr. Kailash Karnawat	Nil	5,40,000/-	Nil	Nil
Mrs. Meena Karnawat	1050/-	Nil	Nil	Nil
Mr. Lalit Kachhara	1050/-	Nil	Nil	Nil
Mr. Ajesh Sethi	1050/-	Nil	Nil	Ni
Mr. Kirti Jain	1050/-	Nil	Nil	Nil

The Company pays remuneration to its Managing Director by way of salary and perquisites. Remuneration is paid as approved by the Shareholders. The Board on the recommendation of the Remuneration Committee approves the annual increments. The appointment / re-appointment of Managing Director is contractual and subject to termination by three months notice in writing by either side.

SHARE HOLDER'S / INVESTOR'S GRIEVANCES COMMITTEE :

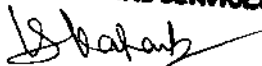
The Company has an independent Shareholder's Grievances Committee which comprises of :

Name of Director		Number of Meetings Attended
Mr. Kirti Jain	Chairman	Two
Mr. L.S. Karnawat	Member	One
Mr. Kailash Karnawat	Member	Two

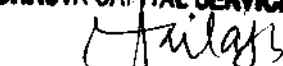
The shareholder's/investor's grievances committee met twice on August 04, 2010 and February 10, 2011 during the year ended on 31st March, 2011. The committee is prompt in attending to requests received for transfer, split, consolidation as well as issue of duplicate certificates well within the stipulated time. Status of complaints received during the year ended on 31-03-2011 is as under.

Number of complaints received from investors comprising of non-receipt of Annual Report, Shares sent for transfer and transmission, complaints received from SEBI etc.	4
Number of complaints resolved.	4
Number of complaints pending as on 31-03-2011.	NIL

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

4. General Body Meetings :

Fin. Year	Type	Date	Venue	Time
2007-2008	AGM	30th Sept., 2008	First Floor, 60-D, Panchwati Udaipur-313 001	11.30 A.M.
2008-2009	AGM	30th Sept., 2009	First Floor, 60-D, Panchwati Udaipur-313 001	11.30 A.M.
2009-2010	AGM	30th Sept., 2010	First Floor, 60-D, Panchwati Udaipur-313 001	11.30 A.M.

5. Disclosure on materially significant related party transactions :

- (a) During the year, the Company has incurred transactions with related parties. However they were not potentially in conflict with interest of the Company.
- (b) No penalties have been imposed on the Company by Stock Exchange, SEBI or any statutory authority in any matter relating to the capital markets during last three years.

6. Means of communication to the shareholders :

Timely disclosure of the performance of the Company is an integral part of good governance. Your Company disseminates information about its performance to Stock Exchange, Media & Shareholders. The Quarterly and Annual Results of the Company are being published in News Papers also, as required under Listing Agreement.

Ministry of Corporate Affairs has undertaken a 'Green Initiative in Corporate Governance' by allowing paperless compliances by companies through electronic mode, vide its Circular Nos. 17/2011 & 18/2011 dated April 21, 2011 and April 29, 2011, respectively.

Your Company proposes to deliver electronically any communication/documents including the Annual Reports and such other necessary communication/documents from time to time to the Members, who have provided their e-mail address to their Depository Participant (DP). Members holding shares in physical form and who are desirous of receiving the communication/documents in electronic form, are requested to please promptly inform their e-mail address to the RTA/ Co.

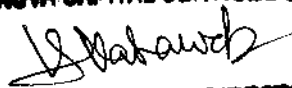
7. General Shareholders information :

- a. Next Annual General Meeting :
Date - 29.09.2011, Time-11.00 A.M., Venue- First Floor, 60-D, Panchwati, Udaipur (Raj.)
- b. Financial Calendar :

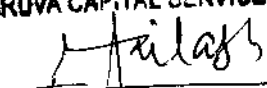
Financial Reporting for the Quarter ending 30th June, 2011	Mid Aug., 2011
Financial Reporting for the Half Year ending 30th September, 2011	Mid Nov., 2011
Financial Reporting for the Quarter ending 31st December, 2011	Mid Feb., 2012
Financial Reporting for the Year ending 31st March, 2012	End May, 2012

- c. Book Closure 23-09-2011 to 29-09-2011 (both days inclusive).
- d. No dividend is proposed to be paid.
- e. Listing on Stock Exchanges :-
Shares of the Company are listed at **Bombay Stock Exchange Ltd. (BSE), Mumbai.**
- f. Registrar & Transfer Agent :-
M/s Bigshare Services Pvt. Ltd., E-23, Ansa Industrial Estate, Sakivihar Road,
Sakinaka, Andheri (E), Mumbai - 400072 , Ph. : 022-28470652, 40430200
Fax : 91 - 22 - 28475207 e-mail : info@bigshareonline.com

For **DHRUVA CAPITAL SERVICES LTD.**


-MANAGING DIRECTOR

For **DHRUVA CAPITAL SERVICES LTD.**


MANAGING DIRECTOR

g Dematerialisation of shares of the Company :-

Connectivity of securities of our Company have been activated by National Securities Depository Limited (NSDL) w.e.f. 01-03-2004 and Central Depository Service Ltd. (CDSL) w.e.f. 13-10-2006. The ISIN are as mentioned below:-

NSDL ISIN — INE 972E01014.

CDSL ISIN — INE 972E01014.

h. Distribution of Shareholding as on 31.03.2011 :-

Nominal Share Capital	No. of shareholders	% of Total Shareholders	Total Equity Shares	% of Paid Up Share Capital
Upto 500	373	57.9193	113600	3.4828
501 - 1000	176	27.3292	160400	4.9177
1001 - 2000	42	6.5217	68500	2.1002
2001 - 3000	14	2.1739	34600	1.0608
3001 - 4000	9	1.3975	32900	1.0087
4001 - 5000	5	0.7764	23600	0.7235
5001 - 10000	9	1.3975	62200	1.9070
Above 10000	16	2.4845	2765900	84.7993
TOTAL	644	100	3261700	100

i. Shareholding Pattern as on 31.03.2011 :-

S.No.	Category	Number of Shares Held	% of shareholding
1.	Promoters (Incl. Corp. Bodies)	2225500	68.231
2.	Directors other than promoters	—	—
3.	Private Corporate Bodies	88400	2.710
4.	Financial Institutions	—	—
5.	Non Resident Indians (Repat.)	500	0.015
6.	Indian Public	947300	29.044
	Total	3261700	100

Total Foreign shareholding is NIL.

14. **EMPLOYEES :**

There is no employee earning salary over and above as specified under Sec. 217(2A) of the Companies Amendment Act, 1988 read with the Companies (particulars of employees) Rules 1990.

15. **AUDITOR'S OBSERVATIONS :**

The observations in the Auditor's Report are self explanatory and therefore do not call for any further comments.


16. **ACKNOWLEDGEMENTS :**

Your Director's place on record their grateful thanks and appreciation for the assistance received from the Auditors M/s B.L. Pagaria & Co., Chartered Accountants, HDFC Bank Ltd. & IndusInd Bank Ltd. Your Directors express their gratitude to the shareholders for the confidence reposed in the Company. Your Directors place on record their appreciation and thanks for the sincere efforts and active involvement by the employees of the Company during the year.

For and on behalf of the Board of Directors



L. S. KARNAWAT
Chairman



KAILASH KARNAWAT
Managing Director

Place : Udaipur

Dated : 10th August, 2011

FORM
(See Rule 3)
COMPLIANCE CERTIFICATE

To

The Members,
M/S Dhruva Capital Services Ltd.,
Registration No. of the Company : 17 – 170853

I/We have examined the registers, records, books and papers of **M/S DHRUVA CAPITAL SERVICES LTD.** (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31st March 2011**. In my/our opinion and to the best of my / our information and according to the examinations carried out by me/us and explanations furnished to me/us by the company, its officers and agents, I/we certify that in respect of the aforesaid financial year :

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this Certificate, with the Registrar of Companies or Regional Director, Central Govt., Company Law Board and other authorities within the time prescribed / if delayed, with additional fee as prescribed under the Act and the rules made there under.
3. The company being a public limited company, comments about number of members are not required.
4. The Board of Directors duly met FOUR times on 04.08.2010, 28.05.2010, 12.11.2010 and 10.02.2011 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed, in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members and Share Transfer Book from 24.09.2010 to 30.09.2010 (both days inclusive) during the financial year.
6. The Annual general meeting for the financial year ended on 31.03.2010 was held on 30.09.2010 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting(s) was held during the financial year.
8. The company has advanced loans during the year, to persons or firms or companies referred to under section 295 of the Act.
9. The company has not entered into any written contract in respect of transactions falling within the purview of section 297 of the Act, during the year.
10. The company has made necessary entries in the Register maintained u/s 301 of the Act.



Contd. 2

11. As informed, the directors getting remuneration for the year do not hold any office or place of profit, so the company has not obtained any approval from the Board of Directors, members or Central Govt.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The company has :
 - (i) not made any allotment of securities during the financial year. The company has delivered all the certificates in respect of securities held in physical form and lodged for transfer / transmission during the year. For securities not held in physical form, the company has provided demat facility to transact its shares through CDSL and NSDL.
 - (ii) not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iii) not posted warrants to any member of the company as no dividend was declared during the financial year.
 - (iv) no amounts of unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon, so the company was not required to transfer any amount to Investor Education and Protection fund.
 - (v) duly complied with the requirements of section 217 of the Act, except that the compliance certificate was not attached with the Directors' report though obtained and duly e-filed with the ROC.
14. The Board of Directors of the company is duly constituted. There was no appointment of additional director, alternate directors or directors to fill casual vacancy during the financial year.
15. The Company has reappointed Managing Director w.e.f. from 01.04.2010, Form 23 in respect of whom is yet to be filed. The company has not appointed any whole time director / manager during the year.
16. The company has not appointed any sole-selling agent during the financial year.
17. The Company was required to obtain approval of Central Govt. in respect of loans given to directors etc. referred to under section 295 of the Act. The company was also required to give previous notice of closure of register of members, by advertisement in newspaper, in compliance of provisions of section 154 (1) of the Act.
18. The directors have disclosed their interest in other firms / companies to the Board of directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any securities during the financial year
20. The company has not bought back any shares during the financial year .
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.



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(Reg. M/S DHRUVA CAPITAL SERVICES LTD.)

23. The company has not invited / accepted any deposits falling within the purview of section 58 A of the Act during the financial year. The company has accepted unsecured loans from persons or firms or companies related to directors only.
24. The company has not procured any secured borrowings during the year. The other borrowings are within the limits prescribed under section 293(1)(d) of the Act.
25. The company has made investments in other bodies corporate during earlier years, within the limits prescribed under section 372A of the Act and the same has been duly entered in the register kept for the purpose.
26. The Company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The Company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The Company has not altered its articles of association during the financial year.
31. There was / were no prosecution initiated against or show cause notices received during the financial year and no fines or penalties or any other punishments were imposed on the company during the financial year.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted Provident Fund to which the provisions of section 418 of the Act applies.

For P. Talesara & Associates
Company Secretaries

P. Talesara

Place : Udaipur
Date : 30.04.2011

Signature :
Name of Company Secretary

(PAWAN TALESARA)
Partner
2674

Encl. : Annexure A & B

C.P. No.



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Annexure A :

----- Registers as maintained by M/S DHRUVA CAPITAL SERVICES LTD.

Statutory Registers :

1. Register of Charges under section 143
2. Register of members under section 150
3. Copies of Annual returns and documents required to be annexed thereto u/s 159 to 161
4. Minutes book of meetings under section 193
5. Books of Account under section 209
6. Register of contracts, Companies and firms in which Directors are interested u/s 301
7. Register of Directors under section 303
8. Register of Directors' Shareholdings under section 307
9. Register of Investments under section 372A

Other Registers :

1. Share Application and Allotment Register
2. Register of Directors' and shareholder's attendance
3. Share Transfer Register

Note : The Company has not maintained following registers as it was informed that there were no ----- entries/transaction to be recorded therein :

1. Foreign Register of members under section 157

Annexure B

Forms and returns as filed by the Company with the Registrar of Companies, Regional Director,
Central Government or other authorities during the financial year ended 31.03.2011

S. No.	Form No./ Return	Filed under section	For	Date of filing	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No

A. With Registrar of Companies						
1.	A/Return (SH-5) F.20B	159	Made upto	30.09.2010	26.11.2010	Yes NA
2.	A/Accts (SH-6) F.23AC,23ACA	220	Year ended	31.03.2010	29.10.2010	Yes NA
3.	C/Certificate F.66	383A(1)	Year ended	31.03.2010	22.10.2010	Yes NA

B.	With Regional Director	-		NIL		
C.	With Central Government or other authorities	-		NIL		





B.L. Pagaria B.Com., LL.B., FCA
Dinesh Pagaria B.Com.(Hons.), FCA, FCS
Chittranjan Pagaria B.Com., FCA
Anand Pagaria B.Com., LL.B., FCA

B-4, Bapu Bazar, Udaipur-313001 (Raj) India
Tel: 0294-2525649, 3291039(O), 2583020(R)
Fax : 0294-2525649,
Email: pagariaca@dataone.in

AUDITOR'S REPORT

To,
The Shareholders,
Dhruva Capital Services Limited

1. We have audited the attached Balance Sheet of **DHRUVA CAPITAL SERVICES LIMITED, UDAIPUR** as at 31st March, 2011, the Profit & Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of information and explanations furnished to us, we enclose in the Annexure a Statement on the matters specified in Paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, 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, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956.
 - e. On the basis of written representations received from the Directors of the Company as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as director of the Company under clause (g) of sub section (1) of section 274 of the Companies Act, 1956.





B.L. Pagaria & Co.
CHARTERED ACCOUNTANTS

B.L. Pagaria B.Com., LL.B., FCA
Dinesh Pagaria B.Com.(Hons.), FCA, FCS
Chittranjan Pagaria B.Com., FCA
Anand Pagaria B.Com., LL.B., FCA

B-4, Bapu Bazar, Udaipur-313001 (Raj) India
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- f. In our opinion and to the best of our information and according to the explanations given to us, the said Accounts read together with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
- (i) In the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2011
 - (ii) In the case of Profit and Loss Account, of the **Profit** for the year ended on that date :
and
 - (ii) In the case of cash flow statement, of the cash flows for the year ended on that date.

Place : Udaipur
Dated : 25th May, 2011

For B.L. PAGARIA & CO. .
CHARTERED ACCOUNTANTS
FRN : 01821C
B.L. Pagaria
(B. L. PAGARIA & CO.)
Partner
M.No. 071017



Annexure to the Auditor's Report

[Referred to in paragraph (3) of our report of even date]

1. (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The Fixed Assets of the Company were physically verified by the Management during the year under audit and no material discrepancies have been noticed on such verification. In our opinion, the frequency of such physical verification is reasonable.
(c) As per the information and explanations given to us, during the year, the Company has not disposed off any substantial part of fixed assets that would affect the going concern status of the Company.
2. (a) As informed to us, physical verification of the Stock-in-Trade (including stock on hire and lease and Investments) of the Company was conducted by the Management during the year and in our opinion, the frequency of verification was reasonable.
(b) In our opinion and according to the information and explanations given to us, the procedure for physical verification of stock followed by the Company are reasonable and adequate in relation to the size of the Company and nature of its business.
(c) As explained to us no discrepancies were noticed between the physical stocks as verified and book records.
3. (a) The Company has not granted loan to parties covered in the register maintained under section 301 of the Companies Act, 1956.
(b) This clause is not applicable in lieu of clause 3(a) above.
(c) This clause is not applicable in lieu of clause 3(a) above.
(d) This clause is not applicable in lieu of clause 3(a) above.
(e) The company has taken loans, secured or unsecured taken from company covered in the register maintained under section 301 of the Act. There is one such party and the amount involved is Rs.609014/-.
(f) According to the information and explanations given to us, we are of the opinion that the rate of interest and other terms and conditions on which loan has been taken from party listed in the register maintained u/s 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the Company.
(g) Only Demand loans is taken from the said party, hence regular repayment of principal and interest is not relevant.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for advancing of loans, purchase of Stocks, Securities, Plant & Machinery, Equipments and Other similar Assets and for the sale of goods.
5. (a) According to information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained u/s 301 of the Companies Act, 1956 have been so entered.
(b) In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods and materials, sale of goods, materials and services have been made in pursuance of contract or arrangement entered in the Register maintained under Section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposits from the public and as such the directives issued by the Reserve Bank of India and the provisions of Section 58A & 58 AA of the Companies Act, 1956 and the rules framed there under related with public deposits are not applicable.



7. In our opinion and according to the information and explanations given to us, the Company's present internal audit system, which have been designed to cover all the important areas and location, is commensurate with the size and nature of its business.
8. The maintenance of cost records has not been prescribed by the Central Govt. U/s 209 (1) (d) of the Companies Act, 1956.
9. (a) The Company is regular in depositing with appropriate authorities, undisputed Statutory dues including income Tax, Sales Tax, Wealth Tax, Cess and other material statutory dues applicable to it.
(b) According to information and explanations given to us, no undisputed amounts payable in respect of Income tax, Wealth Tax, Sales Tax, Custom Duty and Excise Duty were outstanding as on 31st March, 2011 for a period of more then six months from the date they become payable.
(c) According to the records of the company examined by us and the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, cess and other material statutory dues which have not been deposited on account of any dispute. However, in case of dues relating to Income Tax, the company has got relief from CIT(A), Udaipur but the I. Tax department has preferred appeals before hon'ble ITAT, jodhpur. The details of the same has not been provided here as they are considered to be undisputed on account of relief from CIT(A), Udaipur.
10. The company does not have accumulated losses as at the end of financial year and has not incurred Cash Losses in current financial year and in the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks.
12. In our opinion and according to information and explanations given to us, adequate documents and records have been maintained in case of loans and advances granted on the basis of securities by way of pledge of vehicles, plant and machinery, shares, debentures and other securities.
13. In our opinion, the company is not a chit fund, a nidhi or a mutual benefit society.
14. The Company has maintained proper records of transactions and contracts of dealing in investment, trading in shares and other securities and timely entries have been made therein. All the investments are held in the name of the company.
15. The company has not given any guarantee for loans taken by others from banks/financial institutions.
16. According to the information and explanation given to us the Company has not obtained any term loans.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds have been used to finance to short term assets except permanent working capital.
18. During the year the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures and hence clause 4 (xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
20. During the year covered by our report the Company has not raised any money by way of public issue.



21. According to the information and explanations given to us, no fraud on or by the company have been noticed or reported during the course of our audit.


In compliance of Non Banking Financial Companies Auditors Report (Reserve Bank) Direction 2008 contained in the Notification No. DNBS.201/DG(VL)-2008 dated 18th September,2008 issued by the RBI U/s 45 (IA) of the RBI Act 1934, we report as under :

- (a) That the Company is engaged in the business of Non- Banking Finance institution and has been granted Certificate of Registration as provided in section 45 IA of the RBI Act, 1934 issued on by R.B.I. on 1.9.1999 but the same is not valid for accepting public deposits.
- (b) That the Company is entitled to continue to hold the certificate of Registration in terms of its asset/ income pattern as on 31st March,2011.
- (c) That the Board of Directors has passed a resolution for non-acceptance of public deposit during the year.
- (d) That the Company has not accepted any public deposit during the year under audit.
- (e) That the Company has complied with Prudential Norms relating to the recognition of assets, classification & provision for doubtful debts, subject to the following:
 - (i) The Company has not framed any policy for Demand and Call Loans. .
 - (ii) The company has also not framed any investment policy.

Place : UDAIPUR
Dated: 25th May,2011

For B.L. Pagaria & co.
CHARTERED ACCOUNTANTS
FRN : 01821C

B.L. Pagaria
(B. L. PAGARIA & CO.)
PARTNER
M.No.071017



DHRUVA CAPITAL SERVICES LIMITED
003-A, "CIRCLE VIEW", 169, FATEHPURA, UDAIPUR (RAJ.)

BALANCE SHEET AS AT 31ST MARCH, 2011

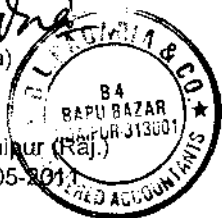
PARTICULARS	SCHEDULE	AMOUNT (Rs.) AS AT 31-03-2011	AMOUNT (Rs.) AS AT 31-03-2010
I. SOURCES OF FUNDS :			
(1) Shareholder's Funds :			
(A) Capital	1	32617000.00	32617000.00
(B) Reserves & Surplus	2	8600954.22	7865834.05
(2) Loan Funds :	3		
(A) Secured Loans		0.00	0.00
(B) Unsecured Loans		1111502.00	581488.00
(3) Deferred Tax Liabilities		390350.00	401164.00
		<u>42719806.22</u>	<u>41465486.05</u>
II. APPLICATION OF FUNDS			
(1) FIXED ASSETS :			
(A) Gross Block	4	4382956.00	4461956.00
(B) Less : Accumulated Depreciation		2825404.00	2715838.00
(C) Net Block		<u>1557552.00</u>	<u>1746118.00</u>
(2) INVESTMENTS	5		
(A) QUOTED SHARES		1684012.90	1684012.90
(B) UNQUOTED SHARES		4975000.00	4975000.00
(C) REAL ESTATE		17861770.00	12190770.00
		<u>24520782.90</u>	<u>18849782.90</u>
(3) CURRENT ASSETS, LOANS & ADVANCES	6		
(A) Sundry Debtors		3431900.00	3632300.00
(B) Loans & Advances		17475010.49	19924699.49
(C) Cash & Bank Balances		86291.49	2763505.32
		<u>20993201.98</u>	<u>26320504.81</u>
LESS : CURRENT LIABILITIES & PROVISIONS	7		
(A) Current Liabilities		720817.66	624727.66
(B) Provisions		3630913.00	4826192.00
NET CURRENT ASSETS		<u>16641471.32</u>	<u>20869585.15</u>
		<u>42719806.22</u>	<u>41465486.05</u>
ACCOUNTING POLICY & NOTES TO ACCOUNTS	11		

Schedules 1 to 7 & 11 referred above form an integral part of the Balance Sheet.

In terms of our report of even date
For B.L. Pagaria & Co.
Chartered Accountants

B. L. Pagaria
(B.L. Pagaria)
Partner

Place :- Udaipur (Raj.)
Dated :- 25-05-2011



For and on behalf of the Board of Directors

L. S. Karnawat

(L. S. Karnawat)
Chairman

Kailash Karnawat

(Kailash Karnawat)
Managing Director

DHRUVA CAPITAL SERVICES LIMITED
003-A, "CIRCLE VIEW", 169, FATEHPURA, UDAIPUR (RAJ.)

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2011

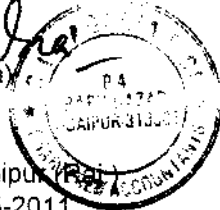
PARTICULARS	SCHEDULE	AMOUNT (Rs.) CURRENT YEAR	AMOUNT (Rs.) PREVIOUS YEAR
<u>INCOME</u>			
Interest		1377699.00	1276111.00
Provision for N.P.A. W/back		629292.00	0.00
Other Income	8	230080.07	4700600.14
		2237071.07	5976711.14
<u>EXPENSES</u>			
Administrative Expenses	9	1258624.75	874793.85
Financial Charges	10	55.15	20151.92
Depreciation		109566.00	107784.00
		1368245.90	1002729.77
Profit before Taxation		868825.17	4973981.37
Provision for Taxation			
i) Current Tax		145367.00	750000.00
ii) Fringe Benefit Tax		0.00	0.00
iii) Deferred Tax		(10814.00)	(7450.00)
Excess Prov. for I.T. (F.Y. 2008-09) Reversed		0.00	3897.00
Excess Prov. for F.B.T. (F.Y. 2007-08) Reversed		0.00	0.00
		734272.17	4227534.37
Profit after Taxation		734272.17	4227534.37
Balance to be Transferred to Reserves & Surplus		734272.17	4227534.37
Balance Brought Forward from last year		7865834.05	3638299.68
Balance Carried to Balance Sheet		8600106.22	7865834.05
Earning per share of Rs.10/- face value (Basic & diluted)		0.23	1.30

ACCOUNTING POLICY & NOTES TO ACCOUNTS 11

Schedules 8 to 11 referred above form an integral part of the Profit & Loss Account.

In terms of our report of even date
For B.L. Pagaria & Co.
Chartered Accountants

B. Pagaria
(B.L. Pagaria)
Partner



For and on behalf of the Board of Directors

L. S. Karnawat
(L. S. Karnawat)
Chairman

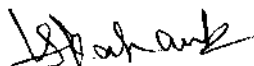
K. Karnawat
(Karlash Karnawat)
Managing Director

Place :- Udaipur (Raj.)
Dated :- 25-5-2011

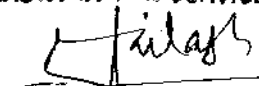
SCHEDULES TO THE BALANCE SHEET.

PARTICULARS	AMOUNT (Rs.) AS AT 31-03-2011	AMOUNT (Rs.) AS AT 31-03-2010
SCHEDULE - 1		
<u>AUTHORISED CAPITAL</u>		
3500000 Equity Shares of Rs. 10/- each	35000000.00	35000000.00
TOTAL :	<u>35000000.00</u>	<u>35000000.00</u>
<u>ISSUED CAPITAL</u>		
3261700 Equity Shares of Rs. 10/- each	32617000.00	32617000.00
TOTAL :	<u>32617000.00</u>	<u>32617000.00</u>
<u>SUBSCRIBED AND PAID UP CAPITAL</u>		
3261700 Equity Shares of Rs. 10/- each	32617000.00	32617000.00
TOTAL :	<u>32617000.00</u>	<u>32617000.00</u>
SCHEDULE - 2		
<u>RESERVES & SURPLUS</u>		
Balance as per last Balance Sheet	6390834.05	3009299.68
Add : Profit / Loss of the year	734272.17	4227534.37
Add : Excess provision of tax of earlier years	848.00	0.00
Less : Transferred to Special Reserve Fund	147000.00	846000.00
TOTAL (A) :	<u>6978954.22</u>	<u>6390834.05</u>
<u>SPECIAL RESERVE FUND</u>		
Transferred from Reserves & Surplus u/s 45 IC of RBI Act, 1934 [@ 20 % of net profit]		
Balance as per last Balance Sheet	1475000.00	629000.00
For Financial Year 2010-11	147000.00	846000.00
TOTAL (B) :	<u>1622000.00</u>	<u>1475000.00</u>
GRAND TOTAL (A+B) :	<u>8600954.22</u>	<u>7865834.05</u>
SCHEDULE - 3		
<u>LOANS FUND :</u>		
(A) SECURED LOANS :	0.00	0.00
TOTAL (A) :	<u>0.00</u>	<u>0.00</u>
(B) UNSECURED LOANS		
(i) Margin Money on A/c of Lease / H.P. (Assets) / Loan :		
Ajaj Khan (Margin Money)	44488.00	44488.00
Bhanwarlal Sharma (Margin Money)	0.00	79000.00
Devi Lal (Margin Money)	115000.00	115000.00
Mishal Marbles Pvt. Ltd. (Margin Money)	275000.00	275000.00
Salim Khan (Margin Money)	50000.00	50000.00
Vinita Baghela (Margin Money)	18000.00	18000.00
	<u>502488.00</u>	<u>581488.00</u>
(ii) Nakul Builders & Developers Pvt. Ltd.	609014.00	0.00
TOTAL (B) :	<u>1111502.00</u>	<u>581488.00</u>
GRAND TOTAL (A+B) :	<u>1111502.00</u>	<u>581488.00</u>

For DHRUVA CAPITAL SERVICES LTD.


DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

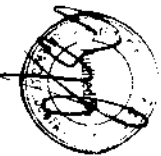


DHRUVA CAPITAL SERVICES LIMITED, 003-A, "CIRCLE VIEW", 169, FATEHPURA, NEAR SUKHADIA CIRCLE, UDAIPUR (RAJ).

SCHEDULE - 4

FIXED ASSETS (Leased Assets)

S. No. DESCRIPTION	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	COST AS AT 01-04-2010	ADDITION DURING THE PERIOD	SALES / TRANSFER	COST AS AT 31-03-2011	AS AT 01-04-2010	FOR THE YEAR	SALES / TRANSFER ADJUSTMENT	AS AT 31-03-2011	AS AT 31-03-2011	AS AT 31-03-2010
1 Mini Truck (Bhanwarlal Sharma)	379000.00	---	79000.00	300000.00	300000.00	---	---	300000.00	0.00	79000.00
2 Escorts JOB (Mishal Marbles)	410000.00	---	---	410000.00	300000.00	---	---	300000.00	110000.00	110000.00
3 ALC Tipper (Mishal Marbles)	240000.00	---	---	240000.00	200000.00	---	---	200000.00	40000.00	40000.00
4 Tata Sierra (Mishal Marbles)	165000.00	---	---	165000.00	125000.00	---	---	125000.00	40000.00	40000.00
5 Truck (Mishal Marbles)	110000.00	---	---	110000.00	75000.00	---	---	75000.00	35000.00	35000.00
6 Tipper (Mishal Marbles)	250000.00	---	---	250000.00	200000.00	---	---	200000.00	50000.00	50000.00
7 Tata Mini Bus (Devilal)	225000.00	---	---	225000.00	110000.00	---	---	110000.00	115000.00	115000.00
8 Ambes Taxi Car (Salim Khan)	150000.00	---	---	150000.00	100000.00	---	---	100000.00	50000.00	50000.00
9 Tata Truck (Ajai Khan)	211001.00	---	---	211001.00	166512.00	---	---	166512.00	44489.00	44489.00
TOTAL (B)	2140001.00	0.00	79000.00	2061001.00	1576512.00	0.00	0.00	1576512.00	484489.00	563489.00
GROSS TOTAL (A + B)	4461956.00	0.00	79000.00	4382956.00	2715838.00	109566.00	0.00	2825404.00	1557552.00	1746118.00
PREVIOUS YEAR FIGURES	4446397.00	15559.00	0.00	4461956.00	2608054.00	107784.00	0.00	2715838.00	1746118.00	1838343.00



For DHRUVA CAPITAL SERVICES LTD.
 DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.
 DIRECTOR

DHRUVA CAPITAL SERVICES LIMITED, 003-A, "CIRCLE VIEW", 169, FATEHPURA, NEAR SUKHADIA CIRCLE, UDAIPUR (RAJ.).

SCHEDULE -4

FIXED ASSETS (Own Assets)

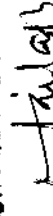
S. No.	DESCRIPTION	RATE	GROSS BLOCK		DEPRECIATION			NET BLOCK		
			COST AS AT 01-04-2010	ADDITION DURING THE PERIOD	AS AT 01-04-2010	FOR THE YEAR	SALES / TRANSFER	AS AT 31-03-2011	AS AT 31-03-2011	AS AT 31-03-2010
1	Premises	1.63%	1185944.00		287942.00	19331.00		307273.00	878671.00	898002.00
2	Car	9.50%	394417.00		299760.00	37470.00		337230.00	57187.00	94657.00
3	Furniture & Fixtures	6.33%	361268.00		316539.00	22868.00		339407.00	21861.00	44729.00
4	Scooter	9.50%	64441.00		30441.00	6122.00		36563.00	27878.00	34000.00
5	Office Equipment	4.75%	239351.00		150553.00	11369.00		161922.00	77429.00	88798.00
6	Computer	16.21%	76534.00		54091.00	12406.00		66497.00	10037.00	22443.00
TOTAL (A)			2321955.00	0.00	1139326.00	109566.00	0.00	1248892.00	1073063.00	1182629.00
PREVIOUS YEAR FIGURES			2306396.00	15559.00	1031542.00	107784.00	---	1139326.00	1182629.00	1274854.00

For DHRUVA CAPITAL SERVICES LTD.



DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.



DIRECTOR

SCHEDULES TO THE BALANCE SHEET.

SCHEDULE - 5

A. INVESTMENT (QUOTED SHARES)

PARTICULARS	AMOUNT (Rs.)			AMOUNT (Rs.)		
	AS AT 31-03-2011			AS AT 31-03-2010		
Description	FACE VALUE (Rs.)	NO. OF SHARES	VALUE AS AT 31-03-2011	NO. OF SHARES	VALUE AS AT 31-03-2010	
Warner Multimedia Ltd.	10.00	1200	18000.00	1200	18000.00	
Swasti Vinayaka Synthetics Ltd.	1.00	77000	147412.77	77000	147412.77	
Carol Infoservices Ltd.	10.00	250	7500.00	250	7500.00	
S.R.F. Ltd.	10.00	250	5312.50	250	5312.50	
Kama Holdings Ltd. (SRF Polymers)	10.00	100	--	100	--	
Steel Authority of India Ltd.	10.00	31633	272360.13	31633	272360.13	
Reliance Capital & Finance Ltd.	10.00	625	64793.75	625	64793.75	
Silverline Technologies Ltd.	10.00	10	18240.00	100	18240.00	
Silverline Animation Ltd.	10.00	4	--	--	--	
Pentamedia Graphics Ltd.	10.00	1732	305644.50	1732	305644.50	
Mahindra & Mahindra	10.00	275	46535.50	275	46535.50	
Kopran Ltd.	10.00	250	23417.50	250	23417.50	
IFCI Ltd.	10.00	1250	10062.50	1250	10062.50	
GTL Ltd. (Globe Telesystems)	10.00	1075	496574.75	1075	496574.75	
Glaxo Smithkline Pharma Ltd.	10.00	75	34689.00	75	34689.00	
Aptech Ltd.	10.00	240	52236.00	240	52236.00	
Hexaware Technologies Ltd.	10.00	160	34824.00	160	34824.00	
Madhav Granites Ltd.	30.00	4500	135000.00	4500	135000.00	
GTL Infrastructure Ltd.	10.00	2216	11410.00	2216	11410.00	
TOTAL			<u>1684012.90</u>		<u>1684012.90</u>	

(Market Value as on 31-03-2011 is Rs. 75,66,284/-)

B. INVESTMENT (UNQUOTED SHARES)

Karnawat Hire Purchase Pvt. Ltd.	10.00	497500	4975000.00	497500	4975000.00
TOTAL			<u>4975000.00</u>		<u>4975000.00</u>

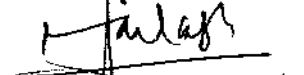
C. INVESTMENT (REAL ESTATE)

(i) Agriculture Land (Kaliwas - Nathdwara)	818390.00	818390.00
(ii) Agriculture Land (Navratan Comp.- Bhuwana)	1255210.00	1255210.00
(iii) Land Purchased (Navratan Comp- Bhuwana II)	2335420.00	2335420.00
(iv) Land Purchased (Maruwas)	234860.00	234860.00
(iv) Land Purchased (Rama)	13217890.00	7546890.00
	<u>17861770.00</u>	<u>12190770.00</u>

For DHRUVA CAPITAL SERVICES LTD.


DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR



DHRUVA CAPITAL SERVICES LIMITED, 003-A, "CIRCLE VIEW", 169, FATEHPURA, UDAIPUR

SCHEDULES TO THE BALANCE SHEET.

PARTICULARS	AMOUNT (Rs.) AS AT 31-03-2011	AMOUNT (Rs.) AS AT 31-03-2010
SCHEDULE - 6		
CURRENT ASSETS, LOANS & ADVANCES :		
(A) SUNDRY DEBTORS - :		
UNSECURED (CONSIDERED GOOD) :		
<u>More than Six Months</u>		
Bhanwar Lal Sharma	0.00	200400.00
Roome Plastic Pvt. Ltd.	1051760.00	1051760.00
Indira Marble - iv	624867.00	624867.00
Dhanraj Nagda	21586.00	21586.00
J.D. Marbles	124185.00	124185.00
Devi Lal	84662.00	84662.00
Lal Singh	16864.00	16864.00
Mishal Marbles	1260000.00	1260000.00
Ajaj Khan S/o Basharat Khan EMI	140673.00	140673.00
Salim Khan EMI	38995.00	38995.00
Veenita Baghela	68308.00	68308.00
Total	3431900.00	3632300.00

(B) LOANS & ADVANCES (CONSIDERED GOOD) :

<u>(1) Advances recoverable in cash or in kind for value to be received</u>		
Advocate Manish Singhvi, delhi	25000.00	0.00
Babu Lal Gameti	11319.00	159074.00
Bholaram Agarwal	2555890.00	0.00
Income Tax Advance F. Y. 2010-11	300000.00	0.00
I.T.Demand (A.y.2000-2001)	1000000.00	1000000.00
Income Tax Advance F. Y. 2009-10	0.00	300000.00
Intrest Accrued But Not Due (Last year)	0.00	229947.00
Jaya Mongra	1881600.00	1680000.00
Laxman Lal Meena	23262.00	174252.00
Leela Devi Agrawal	2555890.00	0.00
M/s K.S.K.R.S. Kothari	8054000.00	8047640.00
Manohar Singh Dule Singh	400000.00	400000.00
Nakul Build & Dev P Ltd	0.00	7145556.00
Prepaid Exp	919.00	0.00
Ranchod Lal Bheel	376320.00	336000.00
T.D.S. recoverable (2007-08)	34284.00	34284.00
T.D.S. recoverable (2010-11)	89322.00	0.00
T.D.S. recoverable (2009-10)	25020.00	214172.00
T.D.S. recoverable (Earlier Years)	38497.79	38497.79
T.D.S. recoverable (FY 2008-2009)	90686.70	152276.70
T O T A L (1) :	17462010.49	19911699.49

DHRUVA CAPITAL SERVICES LTD.

[Signature]

For DHRUVA CAPITAL SERVICES LTD.

[Signature]
MANAGING DIRECTOR



DHRUVA CAPITAL SERVICES LIMITED, 003-A, "CIRCLE VIEW", 169, FATEHPURA, UDAIPUR


SCHEDULES TO THE BALANCE SHEET.

PARTICULARS	AMOUNT (Rs.) AS AT 31-3-2011	AMOUNT (Rs.) AS AT 31-3-2010
(B) LOANS & ADVANCES (CONSIDERED GOOD) :		
(2) Others :-		
T O T A L (2) :	0.00	0.00
(3) Security Deposits :-		
Telecommunication Dept.	3000.00	3000.00
Circle View Apts. Owner's society	10000.00	10000.00
T O T A L (3) :	13000.00	13000.00
G R A N D T O T A L (1 + 2 + 3) :	17475010.49	19924699.49
(C) CASH & BANK BALANCES :		
Cash in hand	61142.86	38931.61
FDR Indusind Bank 85788004	0.00	1300000.00
FDR Indusind Bank 85788005	0.00	1400000.00
With Scheduled Banks (In Current Accounts)		
HDFC BANK & INDUSIND BANK	25148.63	24573.71
T O T A L :	86291.49	2763505.32
SCHEDULE - 7		
CURRENT LIABILITIES & PROVISIONS		
(A) CURRENT LIABILITIES		
(1) Sundry Creditors		
For Capital Goods	0.00	0.00
For Others :		
Income Tax Refund (Excess Recd. From Dept.)	194668.66	194668.66
(DUES TO SMALL SCALE INDUSTRIES - NIL)		
T O T A L (1) :	194668.66	194668.66
(2) Outstanding Liabilities :-		
Salary Payable	24500.00	18000.00
TDS Payable	10000.00	11960.00
Outstanding Expenses	20051.00	10387.00
Big Share Services Pvt.Ltd.	6955.00	17569.00
R. S Rao & Company	1000.00	0.00
Kailash karnawat (MD) Salary	340000.00	0.00
Pushpa Devi Karnawat	10000.00	0.00
Laxman Singh Karunawat (HUF)	17643.00	17643.00
Sona Publicity	0.00	1500.00
Kailash Karnawat & Family HUF (Office Rent)	96000.00	180000.00
Director's Remuneration Payable	0.00	173000.00
T O T A L (2) :	526149.00	430059.00
G R A N D T O T A L (1 + 2) :	720817.66	624727.66
(B) PROVISIONS :		
Provision for NPA (Liability)	3431900.00	4061192.00
Provision for Audit Fees	15000.00	15000.00
Contigent Provision Against Standard Assets	38646.00	0.00
Provision for Income Tax	145367.00	750000.00
	3630913.00	4826192.00

For DHRUVA CAPITAL SERVICES LTD.


DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR



DHRUVA CAPITAL SERVICES LIMITED,003-A,"CIRCLE VIEW",169,FATEHPURA,UDAIPUR
SCHEDULES TO THE PROFIT & LOSS ACCOUNT.

PARTICULARS	AMOUNT (Rs.) CURRENT YEAR	AMOUNT (Rs.) PREVIOUS YEAR
SCHEDULE - 8		
<u>OTHER INCOME :</u>		
Dividend Income	124743.70	125103.70
Long Term capital Gain	0.00	4260000.00
Interest on FDR.	105336.37	299280.44
Interest on I.T. Refund	0.00	16216.00
	<u>230080.07</u>	<u>4700600.14</u>
SCHEDULE - 9		
<u>ADMINISTRATIVE EXPENSES :</u>		
Audit Fees (including service tax)	15000.00	15000.00
Advertisement Expenses	5889.00	5812.00
Annual Custody Fees	13236.00	13236.00
Charity	0.00	51000.00
Computer Expenses	0.00	250.00
Depository Services Expenses	10453.00	16156.00
Director's Remuneration	540000.00	300000.00
Director's Sitting Fees	5000.00	5000.00
DMAT A/c AMC Charges	827.00	0.00
Electricity Expenses	33010.00	1546.00
Guest Entertainment Exp.	8273.00	9120.00
House Rent (M D)	60000.00	0.00
Legal & Professional Fees	10810.00	31950.00
Listing Fees	11030.00	11030.00
Meeting Exp.	0.00	9975.00
News Papers & Periodicals Expenses	931.00	931.00
Office Expenses	400.00	2700.00
Office Rent	96000.00	96000.00
Petty Balance W/off	0.00	35.00
Postage Expenses	1861.00	1839.00
Provision for Sandard Assets	38646.00	0.00
Printing & Stationery Expenses	9360.00	9880.00
Prior Period Taxes	1104.00	0.00
Repair & Maintenance (Gen. + Society)	35300.00	20616.00
ROC Filing Charges	2000.00	2000.00
Salaries, Wages	294000.00	216000.00
Staff Petrol & Telephone Exp.	12000.00	12000.00
Telephone & Mobile Phone Expenses	11086.00	8152.00
Travelling & Conveyance Expenses	3538.00	5017.00
Typing & Photocopy Expenses	794.00	627.00
Vehicle Running & Maintenance Expenses	38076.75	28921.85
	<u>1258624.75</u>	<u>874793.85</u>

SCHEDULE - 10

FINANCIAL CHARGES :

Bank Charges & Bank Commission	55.15	143.18
Interest on OD A/c	0.00	405.74
Interest on Loan	0.00	19603.00
	<u>55.15</u>	<u>20151.92</u>

For DHRUVA CAPITAL SERVICES LTD.

Shahab

DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.

Harish

MANAGING DIRECTOR



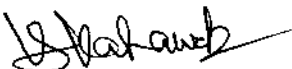
SCHEDULE-11

ACCOUNTING POLICY & NOTES TO ACCOUNTS :

(A) ACCOUNTING POLICY :

1. (a) The Financial accounts unless otherwise stated are prepared at historical cost under accrual method of accounting.
(b) The accounting policies unless otherwise separately stated are in conformity with generally accepted accounting principles & Accounting Standards as issued by ICAI.
 2. **REVENUE RECOGNITION :**
(a) Income of Non performing assets has been recognised as and when received (as per prudential norms of RBI).
(b) Income from dividend is recognised on cash basis.
(c) Lease rental received (if any) is accounted as income and is not bifurcated in interest income and principal amount repayment as required by Accounting Standards - 19 "Accounting for Lease" of ICAI in respect of Financial Lease as none of the lease agreement have been entered on or after 1.4.2001 when the said Accounting Standard became applicable.
 3. **INVESTMENT:**
Investment is classified into current investment & long term investment.
Long term investments are valued at cost and provision will be made for permanent diminution in value of such investment.
Current investments are valued scripwise at cost or market price whichever is lower.
 4. **FIXED ASSETS AND DEPRECIATION :**
(a) Fixed assets are stated at cost (including capitalised interest, if any) less depreciation.
(b) Depreciation on owned assets is provided on Straight Line method at the rate prescribed in Schedule XIV of Companies Act, 1956.
(c) All assets given on finance lease, on or before 31st March, 2001 are capitalised as fixed assets & depreciation on leases assets is provided on flat rates spread over the lease period as per the lease agreement or at the rate prescribed under Schedule XIV of Companies Act, 1956 whichever is higher.
(d) Depreciation on additions made is provided on pro rata basis from the date of their use.
 5. **PROVISION AGAINST LOANS AND OTHER CREDIT FACILITIES :**
Provision on Non Performing Assets has been provided as per the prudential norms issued by the RBI.
 6. **RETIREMENT BENEFITS :**
The provision of gratuity are not applicable to the Company.
 7. **PRIOR PERIOD ADJUSTMENT :**
Prior period expenses / income (if any) are shown seperately in the Profit & Loss A/c.
 8. **TAXES ON INCOME :**
Current tax is determined in accordance with the provisions of the Income Tax Act 1961, as the amount of tax payable in respect of taxable income for the year.
Deferred tax is recognized for all timing differences. Deferred tax assets are carried forward to the extent it is probable that future taxable profit will be available against which such deferred tax assets can be realized. Deferred tax assets are reviewed at each balance sheet.
- (B) NOTES TO ACCOUNTS :**
1. **CONTINGENT LIABILITY :**
The Company has received excess refund of income tax amounting to Rs. 194668/- on A/c of excess credit of TDS for A.Y. 2006-07, which has been shown as current liabilities.
 2. **PROVISION FOR NPA :**
In accordance with the guidelines issued by the RBI, the provision of NPA for current year is Rs. NIL.

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

3. Margin money on account of Leased & Hire Purchase assets represent difference between the purchase value of leased / hire purchase assets and money advanced as loans.

4. Payment to Directors is as under :

	Current Year	Previous Year
(a) Salary	540000.00	300000.00
(b) Sitting Fees	5000.00	5000.00
	<u>540000.00</u>	<u>305000.00</u>

5. Auditors Remuneration :

(a) For Audit and Tax Audit	10000.00	10000.00
(b) For Taxation Matters and Company law matters	3600.00	3600.00
(c) Service Tax	1400.00	1400.00
	<u>15000.00</u>	<u>15000.00</u>

6. The company has been granted certificate of Registration as provided in section 45 IA of the RBI Act 1934 issued on 1-9-1999 but the same is not valid for accepting deposits.

7. No employee is in employment of the Company throughout the financial year for a remuneration which in aggregate exceeded Rs. 24,00,000/- per annum or employed for remuneration which in aggregate exceeded Rs. 2,00,000/- per month, if employed for part of the year.

8. The Company's operations predominantly comprise only of one segment i.e. financial services which include hire purchase, lease, interest on ICD, loans and advances and hence the figures shown are related to only that segment.

9. Earning per share

(i) **BASIC EARNING PER SHARE**

Earning per share has been calculated as follows :

	Current Year	Previous Year
Profit / (Loss) after tax	734272.17	4227534.37
a. Profit / (Loss) available for equity shares	734272.17	4227534.37
b. Computation of weighted equity shares		
Opening Balance	3261700	3261700
Adj. of shares issued or existing during the year	NIL	NIL
Weighted average equity shares	3261700	3261700
Earning per share (Basic) (a ÷ b)	0.23	1.30

(ii) **DILUTED EARNING PER SHARE :**

Diluted earning per share is same as Basic Earning per share as the Company does not have any potential equity shares as defined under AS-20 "Earning Per share" issued by ICAI.

10. Related parties disclosures :

1. Relationship :

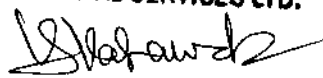
(a) Key management personal

Shri L.S. Karnawat	-	Chairman
Shri Kailash Karnawat	-	Managing Director

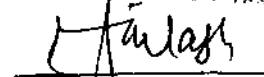
(b) Other related parties where control exists :

Pathik Hotel & Motel Ltd.
Karnawat Hire Purchase Pvt. Ltd.
Circle View Estate Pvt. Ltd.
Nakul Builders & Developers Pvt. Ltd.
Vardhman Fincon Pvt. Ltd.

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

Karnawat Brothers
Sampat Automobiles
Kailash Karnawat & Family (HUF)
Laxman Singh Karnawat & Sons (HUF)

- (c) Relatives of key management personnel and their enterprises where transaction have taken place : M/s Nakul Builders & Developers Pvt. Ltd.
M/s Sampat Automobiles
M/s Kailash Karnawat & Family (HUF)

Note : Related party relationship is as identified by the Company and relied upon by the Auditors.

2. Transaction carried out with related parties in 1 above in ordinary course of business of the Company.

PARTICULARS	Referred in 1 (a) above	Referred in 1 (b) above	Referred in 1 (c) above	TOTAL
Investments :				
(a) Purchased during the year	—	—	—	—
(b) Sold during the year	—	—	—	—
(c) Balance as at 31st March 11	—	4975000.00	—	4975000.00
Loans & Advances :				
(a) Given during the year	—	960000.00	—	960000.00
(b) Returned during the year	—	8105556.00	—	8105556.00
(c) Taken during the year	—	609014.00	—	609014.00
(d) Repaid during the year	—	—	—	—
(e) Balance as at 31st March 11	—	609014.00	—	609014.00
(f) Interest receivable as at 31-03-2011	—	—	—	—
Current Liability :				
Remuneration Payable / Off. Rent Payable	340000.00	96000.00	—	436000.00
Interest Income	—	67144.00	—	67144.00
Interest Expenses	—	—	—	—
Expenses on Remuneration / Off. Rent	540000.00	96000.00	—	636000.00
Contingent Liability (Guarantee)	—	—	—	—

11. Disclosure as required under Circular No. Ref. DBS. FID. No. C-2 / 01-02-00 / 2003-04, dt. 10-07-2003 has not been made.

Signature to Schedules 1 to 11.
In terms of our report of even date.

For **B.L. PAGARIA & Co.**
Chartered Accountants
(FRN : 01821C)
B. Pagaria
(B.L. PAGARIA)
Partner
(M. No. : 071017)
Place : Udaipur (Raj.)
Dated : 25th May, 2013



For and on behalf of the Board of Directors

L.S. Karnawat *Kailash Karnawat*
(L.S. KARNAWAT) (KAILASH KARNAWAT)
Chairman Managing Director

SCHEDULE TO THE BALANCE SHEET OF A NON-BANKING FINANCIAL COMPANY
[as required in terms of Para 13 of Non Banking Financial (Non Deposit Accepting or Holding)
Companies Prudential Norms (Reserve Bank) Directions, 2007]

LIABILITIES SIDE :

Particulars	(Amount in Rs.)	
	Amt. Outstanding	Amt. Overdue
(1) Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid :		
(a) Debentures : Secured	—	—
: Unsecured	—	—
(other than falling within the meaning of public deposits *)		
(b) Deferred Credits —	—	—
(c) Term Loans	—	—
(d) Inter-corporate loans and borrowings -	6,09,014.00	—
(e) Commercial paper —	—	—
(f) Public Deposits *	—	—
(g) Other Loans (specify nature)	—	—

* Please see Note 1 below

ASSET SIDE :

Particulars	Amt. Outstanding
(2) Break-up of loans and Advances including bills receivables (other than those included in (4) below) :	
(a) Secured	—
(b) Unsecured	1,58,83,281.00
(3) Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities.	
(i) Leased assets including lease rentals under sundry debtors:	
(a) Financial Lease	38,48,081.00
(b) Operating Lease	—
(ii) Stock on hire including hire charges under sundry debtors	
(a) Assets on hire	68,308.00
(b) Repossessed Assets	—
(iii) Hypothecation loans counting towards EL/HP activities	
(a) Loans where assets have been repossessed.	—
(b) Loans other than (a) above	—
(4) Break-up of Investments :	

S. No.	Particulars	Current Investments		Long Term Investments	
		Quoted	Unquoted	Quoted	Unquoted
(i)	Shares:(a) Equity - (b) Preference			6,84,012.90	49,75,000.00
(ii)	Debentures and Bonds				
(iii)	Units of Mutual Funds				
(iv)	Government Securities				
(v)	Others (Please specify				

For DHRUVA CAPITAL SERVICES LTD.

[Signature]

MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.

[Signature]

MANAGING DIRECTOR

- (5) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

*Please See Note 2 below.

S. No.	Category	Amount net of provisions		
		Secured	Unsecured	Total
(1)	Related Parties **			
	(a) Subsidiaries	NIL	NIL	NIL
	(b) Companies in the same group	NIL	NIL	NIL
	(c) Other related parties	NIL	NIL	NIL
(2)	Other than related parties	NIL	1,58,83,281.00	1,58,83,281.00
	Total	0.00	1,58,83,281.00	1,58,83,281.00

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

* Please see Note 3 below.

S.No.	Category	Market value / Break Value or Fair Value or NAV	Book Value (Net of Provision)
1	Related Parties **		
	(a) Subsidiaries	NIL	NIL
	(b) Companies in the same group	NIL	NIL
	(c) Other related parties ***	60,67,595.00	49,75,000.00
	Other than related parties	75,66,284.00	16,84,012.90
		1,36,33,879.00	66,59,012.90

** As per Accounting Standard of ICAI (Please see Note 3)

*** As per Audited Balance Sheets dated 31.03.2011.

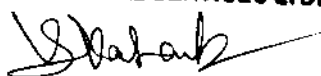
- (7) Other Information :

S.No.	Particulars	Amount Outstanding	
		Gross Performing Assets	Net Non Performing Assets
1	Related Parties	--	--
2	Other than related parties	34,31,900.00	34,31,900.00
3	Asset acquired in satisfaction of debt	--	--

NOTES :

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

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

For DHRUVA CAPITAL SERVICES LTD.


MANAGING DIRECTOR

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(As per Part IV, Schedule VI to the Companies Act, 1956.)

I. REGISTRATION DETAILS :

Registration No.	170853
State Code	17
Balance Sheet Date	31/03/2011

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousand) :

Public Issue	NIL	Bonus Issue	NIL
Right Issue	NIL	Private Placement	NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (in '000) :

Total Liabilities	42720	Total Assets	42720
SOURCE OF FUNDS		APPLICATION OF FUNDS	
Paid up Capital	32617	Net Fixed Assets	1558
Reserve and Surplus	8601	Investment	24521
Secured Loans	NIL	Net Current Assets	16641
Unsecured Loans	1112	Misc. Expenditure	NIL
Deferred Tax Liabilities	390	Accumulated Loss	NIL

IV PERFORMANCE OF THE COMPANY (Amount in Rs. Thousand) :

Turnover	2237	Profit/Loss after tax	734
Total Expenditure	1368	Earning per Sh. (Rs.)	0.23
Profit/Loss before tax	8688	Dividend Rate (%)	NIL


V GENERIC NAMES OF PRINCIPLE PRODUCTS (As per Monetary terms) :

Item Code No.	Not Applicable
Product Description	Leasing / H. P., Finance and Investments.

In terms of our report of even date.

For **B. L. PAGARIA Co.**
Chartered Accountants
(FRN : 01821C)

B. L. Pagaria
(B. L. PAGARIA)
Partner
(M. No. : 0710)



Place: Udaipur
Dated : 25th May, 2011

For and on behalf of the Board of Directors

L. S. Karnawat *Kailash Karnawat*
L. S. KARNAWAT KAILASH KARNAWAT
Chairman Managing Director