

PRAMADA FINVEST LIMITED

20TH ANNUAL REPORT

2011 - 2012

PRAMADA FINVEST LIMITED

BOARD OF DIRECTORS

| | | |
|---------------------------|---|------------------------------|
| Sri. S. Ramakrishnam Raju | : | Chairman & Managing Director |
| Smt. S. Rohini Kumari | : | Director |
| Sri. S. Nagendra Varma | : | Director |
| Sri. U Sambasiva Varma | : | Director |
| Sri. K Radha Krishna | : | Director |

BANKERS

AXIS Bank LIMITED,
Srinagar Colony, Hyderabad

AUDITORS

M/s. P MURALI & Co.,
Chartered Accountants,
6-3-655/2/3, Somajiguda
Hyderabad.

REGISTERED OFFICE

Plot No.559, Arora Colony,
Road No.3, Banjara Hills,
Hyderabad – 500 034

SHARE TRANSFER AGENTS

Aarathi Consultants Pvt. Ltd.,
1-2-285, Domalguda,
Hyderabad - 500 029.
Ph: 040 – 27634445
Fax: 040 - 27632184

LISTING

Bombay Stock Exchange Limited, Mumbai
The Madras Stock Exchange Limited, Chennai

NOTICE

NOTICE is hereby given that the 20th Annual General Meeting of the Members of M/s.PRAMADA FINVEST LIMITED will be held on Saturday, 29th September, 2012 at 4.00 p.m.at the Registered Office of the company at Plot No.559, Arora Colony, Road No.3, Banjara Hills, Hyderabad – 500 034 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2012 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Sri.K. Radha Krishna, who retires by rotation and being eligible, offers himself for re-appointment.
3. To re-appoint M/s. P. Murali & Co., Chartered Accountants, as Statutory Auditors of the Company and to fix their remuneration.

By order of the Board
For **PRAMADA FINVEST LIMITED**

SD/-
S.RAMAKRISHNAM RAJU
MANAGING DIRECTOR

Place: Hyderabad

Date: 05.09.2012

NOTES:

- a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
- b) Proxies to be effective must be received by the company not later than 48 hours before commencement of the meeting.
- c) The Register of Members and Share Transfer books of company shall remain closed from 27th September 2012 to 29th September 2012 (both days inclusive)
- D). Members holding shares in physical form are requested to notify/send any change in their address to the company's share transfer agents, or to the company at its registered office

As required under the Listing Agreement, the particulars of Directors who are proposed to be appointed/re-appointed are given below:

| | |
|---------------------|--|
| Name | Mr. K. Radha krishana |
| Age | 36 Yrs |
| Qualifications | B.A |
| Experience | 10 years Experience in Management and Administration |
| Other Directorships | Nil |

DIRECTORS' REPORT

To
The Members of
M/s. PRAMADA FINVEST LIMITED

Your Directors have pleasure in presenting the 20th Annual Report together with the Audited Accounts of the Company for the year ended 31st March 2012.

FINANCIAL RESULTS

| Particulars | (Rs. Lakhs) | |
|------------------------------|---|--|
| | Year ended 31.03.2012 (Current year) | Year ended 31.03.2011 (Previous year) |
| Gross Income from operations | 9.61 | 7.41 |
| Profit before Tax | 2.82 | 2.39 |
| Profit after Tax | 2.90 | 2.46 |

FINANCIAL PERFORMANCE OF THE COMPANY

The Company has seen an upward trend in terms of turnover as well as profit. The turnover during the period under review is Rs 9.61 lakhs over the previous year which was Rs 7.41 lakhs. The profit for the current year is Rs. 2.90 lakhs compared to previous year profits of Rs 2.46 lakhs. The management has taken necessary steps to revive the business of the company.

DIVIDEND

The Directors regret their inability to recommend dividend for the year under review due to insufficient profit.

PUBLIC DEPOSITS

The Company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made there under, during the financial year under review.

CORPORATE GOVERNANCE

Your Directors are happy to report that your Company is compliant with the Corporate Governance requirements as per Clause 49 of the Listing Agreement with the Stock Exchanges. A separate section on Corporate Governance together with a certificate from the Statutory Auditor's confirming compliance is set out in the Annexure forming part of this report.

ADDITIONAL INFORMATION AS REQUIRED U/S 217(1)(e) OF THE COMPANIES ACT, 1956

- (a) Conservation of Energy: The Company is monitoring the consumption of energy and is identifying measures for conservation of energy.
- (b) (i) Technology Absorption, adaptation and innovation:- No technology either indigenous or Foreign is involved.

- (ii) Research and Development (R & D): No research and Development has been carried out.
- (c) Foreign exchange earnings : NIL

Foreign exchange out go: NIL

PARTICULARS OF EMPLOYEES

The Directors are to report that none of the employee was in receipt of remuneration exceeding the limit prescribed under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 2011.

DIRECTORS:

Sri. K. Radha Krishna, Director of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment

STATUTORY AUDITORS

M/s. P. Murali & Co., Chartered Accountants, Statutory Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

M/s. P.Murali & Co., Chartered Accountants have furnished a certificate of their eligibility u/s 224(1B) of the Companies Act, 1956. The Board recommended to the members to reappoint the auditors and authorize the Board of Directors of the Company to fix their remuneration

DIRECTORS RESPONSIBILITY STATEMENT

As required under Section 217(2AA) of the Companies Act, 1956 your Directors confirm that:

In terms of Section 217 (2AA) of the Companies Act, 1956, your Directors hereby confirm that -

- i) That in the preparation of the Annual Accounts, for the year ended 31st March, 2012, the applicable accounting standards have been followed and there are no material departures;
- ii) We have selected appropriate accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2012 and of the profit/loss of the company for the financial year ended 31st March, 2012;
- iii) We 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; and
- iv) We have prepared the annual accounts for the financial year ended 31st March, 2012 on a going concern basis.

STATEMENT PURSUANT TO LISTING AGREEMENT

The company's Equity shares are listed at

1. The Bombay Stock Exchange Limited, Mumbai
2. The Madras Stock Exchange Limited, Chennai

The Company has paid the Annual Listing Fees to fees to Stock Exchange for the financial year 2012-13. and Company's Securities have been suspended from trading at the BSE.

LISTING OF SHARES OF THE COMPANY ON STOCK EXCHANGES

We are pleased to report that we have undertaken the process of getting the revocation of suspension of the company's share at BSE.

CODE OF CONDUCT

Pursuant to the Listing Agreement entered into by the company with the Stock Exchanges, a declaration declaring that all the members of the Board and the Senior Management Personnel of the company have affirmed compliance with the Code of Conduct of the Company, is forming part of the Corporate Governance Report attached herewith.

CEO/CFO CERTIFICATION

The Board has recognized Managing Director of the Company as CEO for the limited purpose of Compliance under the Listing Agreement. The CEO has certified, in terms of revised clause 49 of the listing agreement, to the Board that the financial statements present a true and fair view of the company's affairs and are in compliance with existing accounting standards, internal control and disclosures.

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:

Pursuant to Clause 49 of the Listing Agreement, a Management Analysis Report is given below:

A. INDUSTRY BACKGROUND

The finance sector is doing well in India and World Wide. The interest rates are coming down. The company has thought that it is the right time to involve in the activities of the present trend and its connected areas of the business opportunities.

B. INDUSTRY OUTLOOK

As the Market conditions are very favorable now onwards for the finance business, the company has thought that it is the right time to involve in the activities of the present trend and its connected areas of the business opportunities. The company has inducted into the Board the well-experienced people. The company can meet the challenges in the coming years of connected business activities.

C. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Internal control systems are aimed at promoting operational efficiencies while stressing adherences to policies. The systems are designed with adequate internal controls commensurate size and nature of operations and nature of operations. Transactions are executed in accordance with the company's policies. Assets are safeguarded and deployed in accordance with the Company's Policies.

During the year under review, an Audit Committee consisting of Three Independent and Non-Executive Directors was constituted. The committee is empowered by the Board with the authority to investigate any matters relating to the internal control system. The committee also reviews the quarterly, half yearly and annual financial statements before they are submitted to the Board and ensure compliance of internal control systems.

D. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS:

During the year there are no material developments in Human Resources as well as Industrial Relations.

PERSONNEL

The relations between the management and the staff were very cordial throughout this year. Your Directors take this opportunity to record their appreciation for the Co-Operation and loyal services rendered by the employees

ACKNOWLEDGEMENTS

The Directors thank the company's customers, vendors, investors, business associates, bankers and other agencies for their support to the company.

We wish to place on record our appreciation for the untiring efforts and contributions made by the employees at all levels to ensure that the company continues to grow and excel.

for and on behalf of the Board
PRAMADA FINAVEST LIMITED

PLACE: HYDERABAD
DATE: 05-09-2012

SD/-
S.RAMAKRISHNAM RAJU
MANAGING DIRECTOR

SD/-
S.ROHINI KUMARI
DIRECTOR

**ANNEXURE – “A” TO DIRECTORS REPORT- CORPORATE GOVERNANCE
(Pursuant to Clause 49 of the Listing Agreement)**

1. Company’s Philosophy on code of governance:

The company believes that strong corporate governance is indispensable for healthy business growth and to be resilient in a vibrant capital market and is an important instrument of investor protection. The Companies activities are carried out in accordance with good corporate practices and the Company is constantly striving to better them and adopt the best practices. It is firmly believed that good governance practices would ensure efficient conduct of the affairs of the Company and help the Company achieve its goal of maximizing value for all its stakeholders. The company stands by transparency in all its dealings and strict regulatory compliance.

The Company is in compliance with the requirements of the revised guidelines on corporate governance stipulated under clause 49 of the Listing Agreements with the Stock Exchanges. With the adoption of whistle blower policy the company has moved further in its pursuit of excellence in corporate governance

2. Board of Directors

- a). The Company has 5 Directors comprising of a Promoter and Executive Chairman & Managing Director, and 3 are Non-Executive and Independent Directors. The composition of the Board is in conformity with clause 49 of the Listing Agreements entered into with the Stock Exchanges and meets the stipulated requirements
- b). None of the Directors on the Board is a Member of more than 10 committees or Chairman of more than 5 companies across all the Companies in which he is a Director. The Directors have made necessary disclosures regarding Committee positions in other public companies as on March 31, 2012.
- c). The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other companies is given below. Other Directorships do not include alternate directorships, directorships of private limited companies, section 25 companies and of companies incorporated outside India. Chairmanship / Membership of Board Committees include only Audit and Shareholders / Investors Grievance Committees.

| Name of the Director | Category (Promoter/ Executive/ Non- Executive) | Designation | Relationship with other Directors | Number of memberships in Board of other Public Limited Company | + Associated with other committees of Public Limited Company | |
|------------------------|--|------------------------------|-----------------------------------|--|--|----------|
| | | | | | Member | Chairman |
| Mr.S.Ramakrishnam Raju | Promoter and Executive | Chairman & Managing Director | None | Nil | None | None |
| Smt S Rohini Kumari | Promoter and | | | | | |

| | | | | | | |
|----------------------|--|----------|------|-----|------|------|
| | Non-Executive | Director | | Nil | None | None |
| Mr.S.Nagendra Varma | Independent and Non-Executive Director | Director | None | 3 | None | None |
| Mr.U Sambasiva Varma | Independent and Non-Executive Director | Director | None | 3 | None | None |
| Mr. K Radha Krishna | Independent and Non-Executive Director | Director | None | 3 | None | None |

- d). Five Board Meetings were held during the year and the gap between two meetings did not exceed four months. The dates on which the Board Meetings were held are as follows:

The dates on which the meetings were held i.e. 29-04-2011, 27-07-2011, 16-08-2011, 28-10-2011, and 27-01-2012.

Number of Board meetings held and attendance of the Directors during the Financial Year 2011-2012:

| Name of the Director | No. of Meetings held | No. meetings attended | Presence at AGM |
|------------------------|----------------------|-----------------------|-----------------|
| Mr.S.Ramakrishnam Raju | 5 | 5 | Yes |
| Smt. Rohini Kumari | 5 | 5 | Yes |
| Mr. S.Nagendra Varma | 5 | 5 | Yes |
| Mr.U Sambasiva Varma | 5 | 5 | Yes |
| Mr. K Radha Krishna | 5 | 5 | Yes |

- e). None of the Non-Executive Directors have any material pecuniary relationship or transactions with the Company
- f). during the year, information as mentioned in Annexure1A to Clause 49 of the Listing Agreements has been placed before the Board for its consideration

3. AUDIT COMMITTEE:

- I). The Audit Committee of the Company is constituted in line with the provisions of Clause 49 of the Listing Agreements with the Stock Exchanges read with Section 292A of the Companies Act, 1956.
- II) The terms of reference of the Audit Committee include a review of;
- Overview of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements reflect a true and fair position and that sufficient and credible information is disclosed.
 - Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
 - Discussion with external auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.

- d. Reviewing the financial statements and draft audit report including quarterly / half yearly financial information.
 - e. Reviewing with management the annual financial statements before submission to the Board, focusing on:
 - i). Any changes in accounting policies and practices;
 - ii). Qualification in draft audit report;
 - iii). Significant adjustments arising out of audit;
 - iv). The going concern concept;
 - v). Compliance with accounting standards;
 - vi). Compliance with stock exchange and legal requirements concerning financial statements;
 - vii). Any related party transactions
 - f. Reviewing the company's financial and risk management's policies.
 - g. Disclosure of contingent liabilities.
 - h. Reviewing with management, external and internal auditors, the adequacy of internal control systems.
 - i. Reviewing the adequacy of internal audit function, including the audit character, the structure of the internal audit department, approval of the audit plan and its execution, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
 - j. Discussion with internal auditors of any significant findings and follow-up thereon.
 - k. 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.
 - l. Looking into the reasons for substantial defaults in payments to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
 - m. Reviewing compliances as regards the Company's Whistle Blower Policy.
- III) The previous Annual General Meeting of the Company was held on 30th September 2009 and Sri. S Nagendra Varma, Chairman of the Audit Committee, attended previous AGM.
- IV) The composition of the Audit Committee and the attendance of each member of the Audit Committee are given below:

| S.No | Name of the Director | Chairman/Director | Nature of Directorship |
|------|-----------------------|-------------------|--|
| 1 | Sri. S Nagendra Varma | Chairman | Independent and Non-Executive Director |
| 2 | Sri.USambasiva Varma | Member | Independent and Non- |

| | | | |
|---|----------------------|--------|--|
| | Varma | | Executive Director |
| 3 | Sri. K Radha Krishna | Member | Independent and Non-Executive Director |

- V). Five Audit Committee meetings were held during the year. The dates on which the said meetings were held are as follows: 29-04-2011, 27-07-2011, 16-08-2011, 28-10-2011, and 27-01-2012.

The necessary quorum was present at all the meetings Attendance during the year 2011-12:

| Name | Number of meetings held during the year | Number of meetings attended during the year |
|------------------------|---|---|
| Sri. S Nagendra Varma | 5 | 5 |
| Sri. U Sambasiva Varma | 5 | 5 |
| Sri. K Radha Krishna | 5 | 5 |

4. Remuneration Committee

The company has constituted the Remuneration Committee with three independent non-executive directors for fixing the remuneration package of the Chairman & Managing Director and other Directors of the company. However, the remuneration package decided by the Remuneration Committee shall be subject to the consent of the Board of Directors and the approval of the Shareholders in the general meeting.

The Constitution of the Remuneration Committee is as follows:

| Name of the Director | Chairman/Member |
|------------------------|-----------------|
| Sri. S Nagendra Varma | Chairman |
| Sri. U Sambasiva Varma | Member |
| Sri. K Radha Krishna | Member |

Details of remuneration to the directors for the Year:

To maintain the liquidity, the company has not paid any remuneration for the year 2011-2012 to any Directors. No sitting fee was paid to any directors.

5. SHARE HOLDERS /INVESTORS GRIEVANCE COMMITTEE:

The Committee oversees share transfers and monitors investor grievances. To look after the redresses of shareholders and investors complaints like – transfer of shares, non – receipt of balance Sheet, non-receipt of declared dividends etc.,

The Committee consists of the following Independent & Non Executive Directors::

| Name of the Director | Nature of directorship | Status |
|-----------------------|--------------------------------------|----------|
| Sri U Sambasiva Varma | Independent & Non Executive Director | Chairman |
| Sri S Nagendra Varma | Independent & Non Executive Director | Member |
| Sri K Radha Krishna | Independent & Non Executive Director | Member |

The total No. of Complaints received and complied during the year were: NIL.

The Complaints had been attended to within seven days from the date of receipt of the complaint, as communicated by our Registers and Share Transfer Agents M/s. Aarthi Consultants Private Limited.

The outstanding complaints as on 31st March 2012 were: NIL

6. DETAILS OF ANNUAL GENERAL MEETINGS: Location and time of the last Three AGMs.

| AGM | YEAR | VENUE | DATE | TIME |
|---|---------|---|------------|----------|
| 19 th | 2010-11 | Plot No.559,Arora Colony ,Road No.3, Banjara Hills, HYDERABAD - 500 034 | 12.09.2011 | 3.00 P.M |
| 18 th | 2009-10 | Plot No.559,Arora Colony ,Road No.3, Banjara Hills, HYDERABAD - 500 034 | 30.09.2010 | 3.00 P.M |
| 17 th | 2008-09 | Plot No.559,Arora Colony ,Road No.3, Banjara Hills, HYDERABAD - 500 034 | 30.09.2009 | 3.00 P.M |
| Postal Ballot: | | | | |
| No Business item has been transacted through postal ballot last year. | | | | |

7).DISCLOSURES

A. Disclosure on materially significant related party transactions i.e. transactions of the company of material nature with its promoters, the directors or the management's, their subsidiaries or relatives etc. that may have potential conflict with the interests of the company at large.

None

B. Details of non-compliance by the company, penalties, Strictures imposed on the company by stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

None

8. NOTES ON DIRECTORS APPOINTMENT/RE-APPOINTMENT:

Relevant details forms part of the explanatory statement to the notice of the Annual General Meeting/Director's Report.

9. MEANS OF COMMUNICATIONS:

As per the listing requirements, the company publishes periodical financial results in leading English and regional newspapers information.

10. MANAGEMENT DISCUSSIONS AND ANALYSIS

The Management Discussion and Analysis (MD&A) is being forms part of the annual report

11. GENERAL SHARE HOLDER INFORMATION:

| | |
|-----------------------------------|---|
| (I) Annual General Meeting | |
| Date | 29 th September 2012 |
| Time | 4.00 P.M. |
| Venue | Plot No.559,Arora Colony ,Road No.3, Banjara Hills, HYDERABAD - 500 034 |

| | |
|---|-------------------------------|
| (ii) Financial Calendar 1st April to 31st March And the financial reporting will be as follows: | |
| Quarter ending June, 30, 2012 | On or before 19 July 2012 |
| Quarter ending September 30, 2012 | On or before 14 November 2012 |
| Quarter ending December 31, 2012 | On or before 14 February 2013 |
| Quarter ending March 31, 2013 | On or before 15 May 2013 |
| Annual General Meeting for FY ended 31 st March, 2013 | Before end of September, 2013 |

| | |
|-----------------------------------|--|
| (III) Date of Book Closure | 27 th September 2012 to 29 th September 2012 |
|-----------------------------------|--|

| | |
|-----------------------------------|----------------|
| (IV) Dividend payment date | Not Applicable |
|-----------------------------------|----------------|

| | |
|---------------------------------------|---|
| (V) Listing on Stock Exchanges | 1. Madras Stock Exchange Limited 2. The Bombay Stock Exchange Limited. |
|---------------------------------------|---|

| | |
|--|----------|
| (VI) Stock Code | PHYSICAL |
| The Bombay Stock Exchange Limited. | 531293 |
| The Madras Stock Exchange | -- |
| Dematerialization of Securities | Nil |

| | |
|--|--|
| (VII) Market Price Data: High, Low during each Month in last Financial Year | During the financial year the shares of the company were not traded. Hence monthly data could not be provided. |
|--|--|

| | |
|---|--|
| (VIII) Stock Performance in Comparison to Broad-based indices such as BSE Sensex, CRISIL Index, BZX 200, Nifty etc.. | During the financial year the shares of the company were not traded. Hence performance comparison could not be provided. |
|---|--|

| | |
|--|--|
| (IX) Registrar & Transfer Agent | M/s. Aarathi Consultants Private Limited 1-2-285, Domalguda, Hyderabad – 500 029. Ph: 040-2763 8111; 040-2763 4445 Fax: 040-2763 2184 Website: www.aathiconsultants.com Email: info@aathiconsultants.com |
|--|--|

(X) Share Transfer System Documents will be accepted at

M/s. Aarhi Consultants Private Limited
1-2-285, Domalguda, Hyderabad – 500 029.
Ph: 040-2763 8111; 040-2763 4445
Fax: 040-2763 2184
Website: www.aathiconsultants.com
Email: info@aathiconsultants.com

The Shares of the Company are in physical form, the transfer documents can be lodged with M/s. Aarhi Consultants Private Limited at above-mentioned address.

The Transfer of shares in physical form is normally processed within 10-12 days from the date of receipt if the documents are complete in all respects. The Share Transfer Committee severally empowers to approve the transfers.

XI) (a) Distribution of Shareholding as on 31-03-2012

| SLNO | CATEGORY | HOLDERS | HOLDER PER | AMOUNT | AMOUNT PER |
|------|----------------|-------------|------------|-----------------|------------|
| 1 | 1 - 5000 | 923 | 57 | 3602000 | 7.18 |
| 2 | 5001 - 10000 | 252 | 16 | 2421000 | 4.83 |
| 3 | 10001 - 20000 | 62 | 4 | 965000 | 1.92 |
| 4 | 20001 - 30000 | 122 | 8 | 3077000 | 6.13 |
| 5 | 30001 - 40000 | 21 | 1 | 794000 | 1.58 |
| 6 | 40001 - 50000 | 73 | 5 | 3549000 | 7.07 |
| 7 | 50001 - 100000 | 73 | 5 | 6441000 | 12.84 |
| 8 | 100001 & Above | 88 | 5 | 29314000 | 58.44 |
| | TOTAL : | 1614 | 100 | 50163000 | 100 |

XII) .According to categories of shareholders as at 31st March 2012

(XI) (b) Distribution of Shareholding as on 31-03-2010

| | CATEGORY | No. of Shares held | %of shareholding |
|------------|---|--------------------|------------------|
| (A) | Shareholding of Promoter and Promoter Group: | | |
| (1) | Indian | | |
| a. | Individuals/Hindu Undivided Family | 2293500 | 45.72 |
| b. | Central Government/State Government | 0.00 | 0.00 |
| c. | Bodies Corporate | 0.00 | 0.00 |
| d. | Financial Institutions / Banks | 0.00 | 0.00 |
| | Others: | 0.00 | 0.00 |
| e. | Mutual funds | 0.00 | 0.00 |
| f. | Trusts | 0.00 | 0.00 |
| | Sub-Total (A)(1) | 2293500 | 45.72 |

| | | | |
|------------|---|----------------|---------------|
| (2) | Foreign | | |
| a. | Individuals (Non- Residents Individuals / Foreign Individuals) | 600000 | 11.96 |
| b. | Bodies Corporate | 0.00 | 0.00 |
| c. | Institutions | 0.00 | 0.00 |
| | Others: | 0.00 | 0.00 |
| d. | Overseas Corporate Bodies | 0.00 | 0.00 |
| | Sub-Total (A)(2) | 600000 | 11.96 |
| | Total Shareholding of Promoter and Promoter Group A = (A)(1)+ (A)(2) | 2893500 | 57.68 |
| (B) | Public Shareholding | | |
| (1) | Institutions | 0.00 | 0.00 |
| a. | Mutual funds / UTI | 0.00 | 0.00 |
| b. | Financial Institutions / Banks | 0.00 | 0.00 |
| c. | Central Government/State Government | 0.00 | 0.00 |
| d. | Venture Capital Funds | 0.00 | 0.00 |
| e. | Insurance Companies | 0.00 | 0.00 |
| f. | Foreign Institutional Investors | 0.00 | 0.00 |
| g. | Foreign Venture Capital Investors | 0.00 | 0.00 |
| | Others: | 0.00 | 0.00 |
| h. | Foreign Companies | 0.00 | 0.00 |
| | Sub-Total (B)(1) | 0.00 | 0.00 |
| (2) | Non- Institutions | | |
| a. | Bodies Corporate | 23900 | 0.48 |
| b. | Individuals | | |
| | i). Individual Shareholders holding Nominal Share Capital upto Rs. 1 Lakh | 1105200 | 22.03 |
| | ii). Individual Shareholders holding Nominal Share Capital in excess of Rs. 1 Lakh | 993700 | 19.81 |
| | Others: | | |
| c. | Non- Residents Individuals | 0.00 | 0.00 |
| d. | Overseas Corporate Bodies | 0.00 | 0.00 |
| e. | Trusts | 0.00 | 0.00 |
| f. | Employees | 0.00 | 0.00 |
| g. | Clearing Members | 0.00 | 0.00 |
| | Sub-Total (B)(2) | 2122800 | 42.32 |
| | Total Public Shareholding B = (B)(1) + (B)(2) | 2122800 | 42.32 |
| | TOTAL (A+B) | 5016300 | 100.00 |
| (C) | Shares held by Custodians and against Depositories Receipts have been issued | | |
| | GRAND TOTAL (A+B+C) | 5016300 | 100.00 |

Note: Total Foreign Holding is 600000 Shares i.e., 11.96%

(XII) Dematerialization of shares & liquidity

The Company has entered into tripartite agreement with RTA and NSDL, CDSL. The company has yet get connectivity. Hence the members are advised to approach for Demat after getting connectivity.

(XIII) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversation date and likely impact on equity.

The Company has not issued any GDRs./ADRs/ Warrants or any convertible instruments.

(XIV) Plant Locations

Not Applicable

(XV) Address for Correspondence

Plot No.559, Arora Colony, Road No.3,
Banjara Hills , Hyderabad – 500 034

for and on behalf of the Board
PRAMADA FINAVEST LIMITED

PLACE: HYDERABAD

DATE: 05-09-2012

SD/-
S.RAMAKRISHNAM RAJU
MANAGING DIRECTOR

SD/-
S.ROHINI KUMARI
DIRECTOR

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR
MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

I, Sri. S. Ramakrishnam Raju , Managing Director of M/s Pramada Finvest Limited hereby declare that all the Board members and Senior managerial personnel have affirmed for the year ended 31 March 2012 compliance with the code of conduct of the company laid down for them.

Hyderabad
05-09-2012.

SD/-
S. RAMAKRISHNAM RAJU
Managing Director

CERTIFICATE BY THE CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF

FINANCIAL OFFICER (CFO)

I, Sri. S. Ramakrishnam Raju ,Managing Director M/s Pramada Finvest Limited certify:

1. That we have reviewed the financial statements and the cash flow statement for the year ended 31 March 2012 and to the best of our knowledge and belief;
 - These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
 - These statements present a true and fair view of the company's affair and are in compliance with the existing accounting standards, applicable laws and regulations.
2. That there are, to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct;
3. That we accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we are aware and the steps that we have taken or purpose to take and rectify the identified deficiencies and;
4. That we have informed the auditors and the audit committee of:
 - a) Significant changes in the internal control during the year;
 - b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c) Instances of significant fraud of which we have become aware and the involvement or an employee having a significant role in the company's internal control system.

Hyderabad
05-09-2012.

SD/-
S. RAMAKRISHNAM RAJU
Managing Director

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

**To
The Members,
PRAMADA FINVEST LIMITED
Hyderabad**

We have reviewed the records concerning the Company's compliance of the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement into by the company with the Stock Exchanges for the financial year ended on March 31, 2012.

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

We have conducted our review on the basis of the relevant records and documents maintained by the company and furnished to us the examination and the information and explanations given to us by the company,

Based on such a review, and to the best of our information and according to the explanation given to us, in our opinion, the company has complied with the conditions of Corporate Governance as stipulated in the clause 49 of the Listing Agreement of the Stock exchanges.

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

**For P. MURALI & CO.,
CHARTEREDACCOUNTANTS**

**SD/-
P.MURALI MOHANA RAO
PARTNER.**

**PLACE: HYDERABAD
Date : 05-09-2012**

To
The Members,
PRAMADA FINVEST LIMITED

We have audited the attached Balance Sheet of PRAMADA FINVEST LIMITED as at 31st March, 2012 and also the Profit & Loss Account for the period ended on the date annexed thereto and the cash flow statement for the period ended on that date. 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.

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 statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis of our opinion.

As required by the Companies (Auditor's Report) order 2003 and as amended by the Companies (Auditor's Report)(Amendment) Order 2004, issued by the Central Government of India in terms of the sub-section(4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our Audit;
- ii. 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 ;
- iii. The Balance Sheet & Profit & Loss Account dealt with by this report are in agreement with the books of account;
- iv. In our opinion, the Balance Sheet & Profit & Loss Account dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of Section 211 of Companies Act, 1956 ;
- v. On the basis of written representations received from the Directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 from being appointed Director in terms of clause(g) of sub-section(I) of section 274 of the Companies Act, 1956 ;
- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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 ;
 - (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012;
 - (b) In the case of the Profit & Loss Account, of the profit for the period ended on that date;

And

 - (c) In the case of the Cash Flow, of the cash flows for the period ended on that date;

For P.MURALI & CO.,
CHARTERED ACCOUNTANTS
FRN: 007257S

Sd/-
PARTNER

PLACE: HYDERABAD
DATE : 05-09-2012

- I. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies between the book records and the physical inventory have been noticed on such verification.
- (c) The Company has not disposed off substantial part of the Fixed Assets during the year,
- II. The Company has no inventory hence this clause is not applicable.
- III. (a) The Company has not granted any loans, secured or unsecured to Companies, Firms or other Parties covered in the register maintained U/s.301 of the Companies Act, 1956.
- (b) As the Company has not granted any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been granted to parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
- (c) As no loans are granted by company, the clause of receipt of interest & principal amount from parties is not applicable to the company.
- (d) No loans have been granted to Companies, Firms & other parties listed in the register U/s.301 of the Companies Act, 1956, hence overdue amount of more than rupees one lakh does not arise and the clause is not applicable.
- (e) The Company has not taken any loans, secured or unsecured from Companies, Firms or other Parties covered in the register maintained U/s.301 of the Companies Act, 1956.
- (f) As the Company has not taken any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been taken from parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
- (g) As no loans are taken by the company, the clause of repayment of interest & principal amount to parties is not applicable to the company.
- IV. In our opinion and according to the information and explanations given to us, there are generally adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for sale of goods and services. There is no continuing failure by the company to correct any major weaknesses in internal control.
- V. (a) In our opinion and according to the information and explanation given to us, since no contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been made by the company in respect of any party in the financial year, the entry in the register U/s.301 of the Companies Act, 1956 does not arise.
- (b) According to the information and explanations given to us, as no such contracts or arrangements made by the Company, the applicability of the clause of charging the reasonable price having regard to the prevailing market prices at the relevant time does not arise.

- VI. The Company has not accepted any deposits from the public and hence the applicability of the clause of directives issued by the Reserve Bank of India and provisions of section 58A, 58AA or any other relevant provisions of the Act and the rules framed there under does not arise. As per information and explanations given to us the order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal has not been received by the Company.
- VII. In our opinion, the company is having internal audit system, commensurate with its size and nature of its business.
- VIII. In respect of the Company, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section(I) of section 209 of the Companies Act, 1956.
- IX. a) The Company is regular in depositing statutory dues including Income Tax, Cess and any other statutory dues with the appropriate authorities and at the last of the financial year there were no amounts outstanding which were due for more than 6 months from the date they became payable.
- b) According to the information and explanations given to us, no undisputed amounts are payable in respect of Income Tax, Cess and any other statutory dues as at the end of the period, for a period more than six months from the date they became payable.
- X. The Company has been registered for a period of not less than 5 years, and it has no accumulated losses at the end of the Financial year and the Company has not incurred cash losses in this Financial year and in the immediately preceding Financial year
- XI. According to information and explanations given to us, the Company has not taken any loans from banks or financial institution. Hence this clause of repayment of dues to financial institutions or banks or debentures holders and the defaulted payment therein is not applicable to the company.
- XII. According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities and hence the applicability of the clause regarding maintenance of adequate documents in respect of loans does not arise.
- XIII. This clause is not applicable to this Company as the Company is not covered by the provisions of special statute applicable to Chit Fund in respect of Nidhi /Mutual Benefit Fund/Societies.
- XIV. According to the information and explanations given to us, the company is not dealing or trading in shares, securities, Debentures and other investments and hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003, are not applicable to the Company.
- XV. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or financial institutions, and hence the applicability of this clause regarding terms and conditions which are prejudicial to the interest of the company does not arise.
- XVI. According to the information and explanations given to us, the company has not obtained any term loans, hence this clause is not applicable..
- XVII. According to the information and explanations given to us, no funds are raised by the Company on short-term basis. Hence the clause of short term funds being used for long-term investment does not arise.

- XVIII. According to the information and explanations given to us, 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 and hence the applicability of the clause regarding the price at which shares have been issued and whether the same is prejudicial to the interest of the Company does not arise.
- XIX. According to the information and explanations given to us, the company does not have any debentures and hence the applicability of the clause regarding the creation of security or charge in respect of debentures issued does not arise.
- XX. According to information and explanations given to us, the company has not raised money by way of public issues during the year, hence the clause regarding the disclosure by the management on the end use of money raised by Public Issue is not applicable.
- XXI. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under audit.

For P.MURALI & CO.,
CHARTERED ACCOUNTANTS
FRN: 007257S

Sd/-
PARTNER

PLACE: HYDERABAD
DATE: 05-09-2012

PRAMADA FINVEST LIMITED

Balance Sheet as at 31st March, 2012

| Particulars | Note No | As on 31-03-2012 | As on 31-03-2011 |
|------------------------------------|---------|-------------------|-------------------|
| | | Rupees | Rupees |
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 1 | 50,163,000 | 50,163,000 |
| (b) Reserves and Surplus | 2 | (36,120,951) | (36,411,258) |
| (2) Non-Current Liabilities | | | |
| (a) Long-Term Borrowings | 3 | 2,250,000 | 2,250,000 |
| (3) Current Liabilities | | | |
| (a) Short-Term Provisions | 4 | 16,236 | 16,030 |
| Total | | 16,308,285 | 16,017,772 |
| II. Assets | | | |
| (1) Non-current assets | | | |
| (a) Fixed assets | | | |
| (i) Tangible & Intangible Assets | 5 | 72,758 | 118,998 |
| (b) Non-Current Investments | 6 | - | 800,500 |
| (c) Deferred Tax Asset | 7 | 103,285 | 95,197 |
| (d) Other Non Current Assets | 8 | 723,568 | - |
| (2) Current assets | | | |
| (a) Cash and Bank Balances | 9 | 145,530 | 214,899 |
| (b) Short-Term Loans and Advances | 10 | 15,263,145 | 14,788,178 |
| Total | | 16,308,285 | 16,017,772 |

Summary of Significant Accounting Policies

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE

For P.Murali & Co.,
Firm Regn. No: 007257S
Chartered Accountants

For. PRAMADA FINVEST LIMITED

Sd/-

P.Murali Mohana Rao
Partner
M.No. 023412

Sd/-
Director

Sd/-
Director

Place : Hyderabad

Date : 05-09-2012

PRAMADA FINVEST LIMITED

Profit and Loss statement for the year ended 31st March, 2012

| Particulars | Note No | Year Ending 31-03-2012 | Year Ending 31-03-2011 |
|---------------------------------------|---------|---------------------------|---------------------------|
| | | Rupees | Rupees |
| Revenue from Operations | 11 | 961,325 | 741,910 |
| Total Revenue | | 961,325 | 741,910 |
| <u>Expenses:</u> | | | |
| Employee Benefit Expenses | 12 | 162,000 | 156,000 |
| Other Operating Expenses | 13 | 274,569 | 48,591 |
| Administrative Expenses | 14 | 189,620 | 246,856 |
| Financial Costs | 15 | 6,676 | 5,460 |
| Depreciation and Amortization Expense | 5 | 46,240 | 46,240 |
| Total Expenses | | 679,105 | 503,147 |
| Profit / (Loss) Before Tax | | 282,220 | 238,763 |
| Tax Expense: | | | |
| (1) Current tax | | - | - |
| (2) Deferred tax | | (8,088) | (7,399) |
| Profit / (Loss) After Tax | | 290,307 | 246,162 |
| Earning per equity share: | | | |
| (1) Basic & Diluted EPS | Rs. | 0.06 | 0.05 |

Summary of Significant Accounting Policies

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE

For P.Murali & Co.,
Firm Regn. No: 007257S
Chartered Accountants

For. PRAMADA FINVEST LIMITED

Sd/-
P.Murali Mohana Rao
Partner
M.No. 23412

Sd/-
Director

Sd/-
Director

Place : Hyderabad
Date : 05-09-2012

PRAMADA FINVEST LIMITED

Profit and Loss statement for the year ended 31st March, 2012

| Particulars | Note No | Year Ending 31-03-2012 | Year Ending 31-03-2011 |
|--|---------|---------------------------|---------------------------|
| | | Rupees | Rupees |
| Revenue from Operations | 11 | 961,325 | 741,910 |
| Total Revenue | | 961,325 | 741,910 |
| <u>Expenses:</u> | | | |
| Employee Benefit Expenses | 12 | 162,000 | 156,000 |
| Other Operating Expenses | 13 | 274,569 | 48,591 |
| Administrative Expenses | 14 | 189,620 | 246,856 |
| Financial Costs | 15 | 6,676 | 5,460 |
| Depreciation and Amortization Expense | 5 | 46,240 | 46,240 |
| Total Expenses | | 679,105 | 503,147 |
| Profit / (Loss) Before Tax | | 282,220 | 238,763 |
| Tax Expense: | | | |
| (1) Current tax | | - | - |
| (2) Deferred tax | | (8,088) | (7,399) |
| Profit / (Loss) After Tax | | 290,307 | 246,162 |
| Earning per equity share: | | | |
| (1) Basic & Diluted EPS Rs. | | 0.06 | 0.05 |

Summary of Significant Accounting Policies

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE

For P.Murali & Co.,
Firm Regn. No: 007257S
Chartered Accountants

For. PRAMADA FINVEST LIMITED

Sd/-
P.Murali Mohana Rao
Partner
M.No. 23412

Sd/-
Director

Sd/-
Director

Place : Hyderabad

Date : 05-09-2012

SIGNIFICANT ACCOUNTING POLICIES

General:

- (i) These accounts are prepared on the historical cost basis and on the accounting principles of going concern.
- (ii) Accounting policies not specifically referred to otherwise or consistent and in consonance with generally accepted accounting principles.

Revenue Recognition:

The Company follows the mercantile system of Accounting and recognizes income and expenditure on accrual basis.

Investments:

Investments are stated at cost i.e. cost of acquisition, inclusive of expenses incidental to acquisition wherever applicable.

Fixed Assets:

Fixed assets are stated at cost. Cost of acquisition of fixed assets is inclusive of freight, duties, taxes and incidental expenses thereto.

Depreciation and Amortization:

Depreciation is provided on straight line method on pro-rata basis and at the rates and manner specified in the schedule XIV of the Companies Act, 1956.

Preliminary Expenses are amortized over the period of 5 years.

Taxation:

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the company. Deferred tax asset and liability is recognized for future tax consequences attributable to the timing difference that result between the profit offered for income tax and the profit as per the financial statements. Deferred tax asset and liability are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

Gratuity:

The company has not made any provision for gratuity to its employees, because no employee has put in qualifying period of service for entitlement of this benefit

Earnings per Share:

The earning considered in ascertaining the company's earning per share comprises net profit after tax. The number of shares used in computing basic earning per share is the weighted average number of shares outstanding during the year as per AS - 20.

PRAMADA FINVEST LIMITED

Notes to Financial Statements for the year ended March 31, 2012

NOTE NO. 1 : SHARE CAPITAL

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|---|---------------------------|-------------------|
| | | Rupees | Rupees |
| I | Equity Share Capital | | |
| | (a) Authorised (No. of Shares 5,500,000 Current Year) (No. of Shares 5,500,000 Previous Year) | 55,000,000 | 55,000,000 |
| | (b) Issued (No. of Shares : 5,016,300 Current Year) (No. of Shares : 5,016,300 Previous Year) | 50,163,000 | 50,163,000 |
| | (c) Subscribed & Fully Paid Up (No. of Shares : 5,016,300 Current Year) (No. of Shares : 5,016,300 Previous Year) | 50,163,000 | 50,163,000 |
| | (d) Subscribed & not fully paid up | - | - |
| | (e) Par Value per share Rs. 10/- Total Equity Share capital | 50,163,000 | 50,163,000 |
| II | <u>A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:</u> | No.Of Shares | |
| | Equity Shares of Rs.10Each, Fully paid up | | |
| | At the Beginning | 5,016,300 | 5,016,300 |
| | Issued during the year - Cash Issue | - | - |
| | Forfeited / Bought Back during the year | - | - |
| | At the end | 5,016,300 | 5,016,300 |
| III | <u>Details of Shareholder holding more than 5% shares of the company:</u> | % of Share Holding | |
| | Equity Shares of Rs. 10/- each* | | |
| | [Note: There is no Shareholder having more than 5% shares of the company.] | | |

NOTE NO. 2 : RESERVES AND SURPLUS

| S. No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|--------|---|---------------------|---------------------|
| | | Rupees | Rupees |
| I | RESERVES AND SURPLUS | | |
| | a) Surplus : | | |
| | Opening Balance - Profit and Loss Account | (36,411,258) | (36,657,420) |
| | Add: Transfer from Profit & Loss Account | 290,307 | 246,162 |
| | Total Reserves and Surplus | (36,120,951) | (36,411,258) |

NOTE NO. 3 : LONG TERM BORROWINGS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|-----------------------------------|------------------|------------------|
| | | Rupees | Rupees |
| I | Long Term Borrowings | | |
| | Un Secured - Interest Free | | |
| | From Others | 2,250,000 | 2,250,000 |
| | Total Long Term Borrowings | 2,250,000 | 2,250,000 |

NOTE NO. 4 : SHORT TERM PROVISIONS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|------------------------------------|------------------|------------------|
| | | Rupees | Rupees |
| I | a) Other Provisions | | |
| | Audit Fee payable | 16,236 | 16,030 |
| | Total Short Term Provisions | 16,236 | 16,030 |

NOTE NO. 2 : RESERVES AND SURPLUS

| S. No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|--------|---|---------------------|---------------------|
| | | Rupees | Rupees |
| I | RESERVES AND SURPLUS | | |
| | a) Surplus : | | |
| | Opening Balance - Profit and Loss Account | (36,411,258) | (36,657,420) |
| | Add: Transfer from Profit & Loss Account | 290,307 | 246,162 |
| | Total Reserves and Surplus | (36,120,951) | (36,411,258) |

NOTE NO. 3 : LONG TERM BORROWINGS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|-----------------------------------|------------------|------------------|
| | | Rupees | Rupees |
| I | Long Term Borrowings | | |
| | Un Secured - Interest Free | | |
| | From Others | 2,250,000 | 2,250,000 |
| | Total Long Term Borrowings | 2,250,000 | 2,250,000 |

NOTE NO. 4 : SHORT TERM PROVISIONS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|------------------------------------|------------------|------------------|
| | | Rupees | Rupees |
| I | a) Other Provisions | | |
| | Audit Fee payable | 16,236 | 16,030 |
| | Total Short Term Provisions | 16,236 | 16,030 |

PRAMADA FINVEST LIMITED

NOTE NO.5: TANGIBLE & INTANGIBLE ASSETS AS AT 31-03-2012

| Sl. No. | Particulars | Gross Block | | | Depreciation/Amortization | | | Net Block as on 31.03.2012 | Net Block as on 31.03.2011 | |
|---------|--|------------------|---------------------------|---------------------------|---------------------------|-----------------------|-----------------------------|----------------------------|----------------------------|--------------------|
| | | As on 01.04.2011 | Additions during the year | Deletions during the year | As on 31.03.2012 | Dep. As on 01.04.2011 | Dep. For the year 2011-2012 | | | Total Depreciation |
| 1 | Tangible Fixed Assets: Furniture and Fixtures | 730,496 | - | - | 730,496 | 611,498 | 46,240 | 657,738 | 72,758 | 118,998 |
| 2 | Office Equipment | 235,996 | | | 235,996 | 235,996 | | 235,996 | - | - |
| | TOTAL | 966,492 | - | - | 966,492 | 847,494 | 46,240 | 893,734 | 72,758 | 118,998 |
| | Previous Year | 966,492 | - | - | 966,492 | 801,254 | 46,240 | 847,494 | 118,998 | 165,238 |

PRAMADA FINVEST LIMITED

Notes to Financial Statements for the year ended March 31, 2012

NOTE NO. 6 : NON CURRENT INVESTMENTS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|---|------------------|------------------|
| | | Rupees | Rupees |
| I | 1) Trade Investments | | |
| | a) Investment in Equity Instrument: Unquoted Wintel Software Limited - 80050 shares @ Rs.10/- | - | 800,500 |
| | Total Non Current Investments | - | 800,500 |

NOTE NO. 7 : DEFERRED TAX ASSET (NET)

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|---|------------------|------------------|
| | | Rupees | Rupees |
| I | Opening Deferred Tax Asset | 95,197 | 87,798 |
| | Add: Deferred Tax Asset for the year (Due to SLM and WDV Difference) | 8,088 | 7,399 |
| | Deferred Tax Asset - Net | 103,285 | 95,197 |

NOTE NO. 8 : OTHER NON CURRENT ASSETS

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|---|------------------|------------------|
| | | Rupees | Rupees |
| I | a) Miscellaneous Expenses Not written off | 723,568 | - |
| | Total Other Non current Assets | 723,568 | - |

NOTE NO. 9 : CASH AND BANK BALANCES

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|--|------------------|------------------|
| | | Rupees | Rupees |
| I | Cash and Cash Equivalents : | | |
| | a) Balances with banks : | | |
| | On Current Accounts | 128,653 | 204,544 |
| | b) Cash on Hand | 16,877 | 10,355 |
| | Total Cash and Cash Equivalents | 145,530 | 214,899 |

NOTE NO. 10 : SHORT TERM LOANS AND ADVANCES

| S.No. | Particulars | As on 31-03-2012 | As on 31-03-2011 |
|-------|---|------------------|------------------|
| | | Rupees | Rupees |
| I | Security Deposit Secured, Considered Good | 3,000 | 3,000 |
| II | Advances Recoverable in Cash or in kind Unsecured, Considered Good Other Advances | 15,260,145 | 14,785,178 |
| | Total Short Term Loans and Advances | 15,263,145 | 14,788,178 |

PRAMADA FINVEST LIMITED

Notes to Financial Statements for the year ended March 31, 2012

NOTE NO. 11 : REVENUE FROM OPERATIONS

| S.No. | Particulars | Year Ended 31-03-2012 | Year Ended 31-03-2011 |
|-------|--|--------------------------|--------------------------|
| | | Rupees | Rupees |
| I | Revenue from operations (a) Interest received | 961,325 | 741,910 |
| | Total Revenue from Operations | 961,325 | 741,910 |

NOTE NO. 12 : EMPLOYEE BENEFIT EXPENSES

| S.No. | Particulars | Year Ended 31-03-2012 | Year Ended 31-03-2011 |
|-------|--|--------------------------|--------------------------|
| | | Rupees | Rupees |
| I | (a) Salaries & Wages | 162,000 | 156,000 |
| | Total Employee Benefit Expenses | 162,000 | 156,000 |

NOTE NO. 13 : OTHER OPERATING EXPENSES

| S.No. | Particulars | Year Ended 31-03-2012 | Year Ended 31-03-2011 |
|-------|--|--------------------------|--------------------------|
| | | Rupees | Rupees |
| I | (a) Share Registration Expenses and others | 82,441 | 37,561 |
| | (b) Miscellaneous Expenses written off | 180,892 | - |
| | (c) Payment to Auditors: | | |
| | (i) As Auditor | 11,236 | 11,030 |
| | Total Other Operating Expenses | 274,569 | 48,591 |

NOTE NO. 14 : ADMINISTRATIVE EXPENSES

| S.No. | Particulars | Year Ended 31-03-2012 | Year Ended 31-03-2011 |
|-------|--|--------------------------|--------------------------|
| | | Rupees | Rupees |
| I | (a) Office Maintenance | 77,620 | 121,998 |
| | (b) Professional and Consultancy charges | 34,000 | 45,000 |
| | (c) Rent | 74,000 | 72,000 |
| | (d) Postage, Telephone and Courier charges | 4,000 | 7,858 |
| | Total Administrative Expenses | 189,620 | 246,856 |

NOTE NO. 15 : FINANCE COST

| S.No. | Particulars | Year Ended 31-03-2012 | Year Ended 31-03-2011 |
|-------|---|--------------------------|--------------------------|
| | | Rupees | Rupees |
| I | (a) Interest Expenses - Loan processing Charges & Bank Charges | 6,676 | 5,460 |
| | Total Finance Cost | 6,676 | 5,460 |

Notes to Financial Statements for the Year Ended March 31,2012

16. Earnings Per Share:

| Particulars | As at 31 st March 2012 | As at 31 st March 2011 |
|--|-----------------------------------|-----------------------------------|
| Net Profit for the Year (Rs.) | 2,90,307 | 2,46,162 |
| Weighted Average No. of Shares Outstanding during the year | 5016300 | 5016300 |
| Basic & Diluted Earnings per Share (Rs.) | 0.06 | 0.05 |
| Nominal Value of the Share(Rs.) | 10/- | 10/- |

17. There are no dues to SSI Units outstanding for more than 30 days.

18. Previous year's figures have been regrouped wherever necessary.

19. The figures have been rounded off to the nearest rupee

As per our report of even date
For P. MURALI & CO.,
CHARTERED ACCOUNTANTS

Sd/-
P. Murali Mohana Rao
Partner
Membership No. 23412

Place: Hyderabad
Date: 05-09-2012

For and on behalf of the Board
PRAMADA FINVEST LIMITED

Sd/-
S.ROHINI KUMARI
Director

Sd/-
S.RAMAKRISHNAM RAJU
Managing Director

Admission Slip

Date
29th September, 2012

Venue
Plot No.559, Arora Colony,,
Road No.3, Banjara Hills,,
Hyderabad – 500 034

Time
4.00 pm

| Name of the shareholder | Folio no. / DPID and Client ID no. | No. of shares |
|-------------------------|---------------------------------------|---------------|
| | | |

I certify that I am a registered shareholder of the Company and hold above-mentioned shares in the Company and hereby record my present at the 20th Annual General Meeting of the Company.

Member's/Proxy signature

Note: Shareholder/Proxy holder wishing to attend the meeting must bring the Admission Slip and hand over at the entrance duly signed.

-----Tear here-----

M/s. PRAMADA FINVEST LIMITED
Plot No.559, Arora Colony, Road No.3, Banjara Hills, Hyderabad – 500 034

Proxy Form

Regd. Folio no.: No. of shares

DP ID no. Client ID no.

I/We _____ of _____ being Member /Members of Pramada Finvest Limited hereby appoint _____ of _____ as my/our proxy to attend and vote for me/us on my/our behalf at the 20th Annual General Meeting of the Company to be held on Saturday 29th September 2012 at 4.00 p.m. at Plot No.559, Arora Colony, Road No.3, Banjara Hills, Hyderabad – 500 034 and at any adjournment thereof.

As witness my/our hand (s) this _____ day of _____ of 2012

Affix Re 1/-
Revenue Stamp

Signed by the said _____