

**EKAM LEASING AND FINANCE  
CO. LIMITED**

**18th  
ANNUAL  
REPORT  
2010-2011**

**BOARD OF DIRECTORS**

**CHAIRMAN & MANAGING DIRECTOR**

Mr. Rakesh Jain

**DIRECTORS**

Mr. Narendra Kumar Jain (Appointed on 22/6/2010)  
Mr. Vikas Kucheria (Appointed on 10/01/2011)  
Mr. Vishal Jain (Appoint on 11/3/2011)  
Mr. Prakash Chand Didwania(resigned on 10/01/2011)  
Mr. Nirmal Kumar Jain (resigned on 11/03/2011)  
Mr. Bimal Kumar Jain(resigned on 22/06/2011)

**COMPANY SECRETARY AND  
COMPLIANCE OFFICER**

Ms. Anshu Raghuvanshi

**AUDITORS**

**M/S G.L GUPTA & ASSOCIATES**

Chartered Accountants  
14, IInd Floor, U-158,  
Vats Complex, Main Vikas Marg,  
Shakarpur, Delhi – 110092

**BANKERS**

State Bank of Bikaner & Jaipur,  
Faiz Road, New Delhi-110005

**REGISTERED OFFICE**

11, Rani Jhansi Road,  
IInd Floor,  
New Delhi – 110055

<b>18<sup>th</sup> ANNUAL GENERAL MEETING</b>
Date : 24 <sup>th</sup> September, 2011.
Day : Saturday
Time : 10.00 A.M.
Place : IIIrd Floor, 14, Rani Jhansi Road, New Delhi – 110055

**Note :-**

1. Members are requested to bring their copy of the Annual Report at the time of attending the Annual General Meeting. No. Extra copies of Annual Report shall be provided at the venue of the Annual General Meeting.
2. Members/ Proxies should bring the attendance slip sent herewith duly filled in to attend the Meeting

**NOTICE**

Notice is hereby given that the **EIGHTEENTH ANNUAL GENERAL MEETING** of the members of **EKAM LEASING AND FINANCE CO. LIMITED** will be held at 3<sup>rd</sup> Floor, 14, Rani Jhansi Road, New Delhi-110055, on Saturday, the 24<sup>th</sup> day of September, 2011 at 10.00 A.M. to transact the following business:

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet as on 31<sup>st</sup> March, 2011 and Profit & Loss A/c for the year ended on that date alongwith Report of Directors' and Auditors thereon.
2. To appoint a Director in place of Sh. Narendra Kumar Jain, who retires by rotation and being eligible, offers him for reappointment.
3. To appoint **M/s G. L. Gupta & Associates, Chartered Accountants** New Delhi, the retiring auditor as the Statutory Auditors of the Company who hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

**SPECIAL BUSINESS(ES)**

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

**4. APPOINTMENT OF MR. RAKESH JAIN AS A DIRECTOR**

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

**"RESOLVED THAT** pursuant to Section 255 of the Companies Act, 1956 and Articles of Association of the Company, Mr. Rakesh Jain, who was appointed as an additional director of the Company pursuant to Section 260 of the Companies Act 1956 and holds office upto the date of this Annual General Meeting, be and is hereby appointed as Director of the Company."

**5. APPOINTMENT OF MR. VISHAL JAIN, AS A DIRECTOR**

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

**"RESOLVED THAT** pursuant to Section 255 of the Companies Act, 1956 and Articles of Association of the Company, Mr. Vishal Jain, who was appointed as an additional director of the Company pursuant to Section 260 of the Companies Act, 1956 and holds office upto the date of this Annual General Meeting, be and is hereby appointed as Director of the Company liable to retire by rotation."

**6. APPOINTMENT OF MR. VIKAS KUCHERIA AS A DIRECTOR**

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

**"RESOLVED THAT** pursuant to Section 255 of the Companies Act, 1956 and Articles of Association of the Company, Mr. Vikas Kucheria, who was appointed as an additional director of the Company

pursuant to Section 260 of the Companies Act, 1956 and holds office upto the date of this Annual General Meeting, be and is hereby appointed as Director of the Company liable to retire by rotation.”

#### **7. APPROVAL TO THE APPOINTMENT OF RAKESH JAIN, MANAGING DIRECTOR**

“**RESOLVED THAT** pursuant to the provisions of Section 198, 269 & 309 read with Schedule XIII and other applicable provisions, if any, of the Companies Act’ 1956 including any modification(s), reenactments thereof, the approval of the members of the Company be and is hereby accorded to the appointment of Mr. Rakesh Jain as Managing Director of the Company for a period of 3 Years commencing from 15<sup>th</sup> December, 2010 on the following terms & conditions:

**SALARY:** Rs. 30,000/- with suitable increase and revision as approved by the Board / committee

#### **PERQUISITES:**

- Reimbursement of fuel expenses incurred in running of car for company’s business and also mobile phone.
- Reimbursement of traveling, entertainment and all other expenses incurred for the business of the company.

#### **OTHER TERM & CONDITIONS:**

- a) The Managing Director shall be responsible for overall management and control of the operations of the company. The Managing Director shall perform his duties and exercise his powers subject to the supervision and control of the Board.
- b) The Managing Director shall use his best endeavors to promote the interest of the company and shall not hold any other whole time employment / assignment of whatsoever nature. However, he may hold non-Managing directorship of any other company whether incorporated in India or abroad.
- c) The Managing Director shall not be paid any sitting fee for attending meetings of the Board / committee thereof.
- d) During his tenure as Managing Director, Mr. Rakesh Jain shall not be subject to retirement by rotation.
- e) In the event of any amendment or modification of the Companies Act, 1956 and subject to the approval of shareholders in general meeting, if required, the remuneration and perquisites payable to Managing Director may be varied by the Board.

**RESOLVED FURTHER THAT** the salary and perquisites as detailed herein above be paid to Mr. Rakesh Jain as minimum remuneration provided that in case of loss / inadequacy of profits, the remuneration payable to Mr. Rakesh Jain shall be subject to part II of Schedule XIII of Companies Act, 1956.”

By order of the Board of Directors  
**FOR EKAM LEASING & FINANCE CO. LIMITED**

#### **Registered Office:**

11<sup>th</sup> Floor, 11, Rani Jhansi Road,  
New Delhi – 110 055.

Place : New Delhi

Date : 24<sup>th</sup> August, 2011

**RAKESH JAIN**  
**CHAIRMAN**

**NOTES:-**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, VOTE INSTEAD OF HIMSELF. PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. Member(s) desiring any information/ explanations on Accounts are requested to inform the Company at least one week before the meeting so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
3. Members/ proxies should bring the attendance slip sent herewith duly filled in to attend the Meeting.
4. Members, who holds shares in physical form, are requested to immediately notify any change in their address, quoting their Ledger Folio No. to the Company's Registered Office.
5. M/s. Alankit Assignments Limited, 2E/21 Jhandewalan Extension New Delhi-110055, have been appointed, as Registrar and Share Transfer Agent of the company and the tripartite agreement has been entered into between National Securities Depository Limited (NSDL) & Central Depository Services (I) Limited(CDSL), the Company and Alankit Assignments Limited, to provide connectivity with both the Depositories, in pursuance of Regulation 29 (3) and 53 of the Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996". Members may avail of the facility of dematerialization by utilizing their Demat account and the members who do not have Demat account may open Demat Accounts with the Depository Participants of either National Securities Depository Limited or Central Depository Services (India) Limited and get equity Share Certificates held by them dematerialized.
6. Members having multiple folios are requested to intimate to the Company such folios to enable the Company to consolidate all Shareholdings into one folio.
7. The Register of Members and Share Transfer Books of the Company shall remain closed from Monday, the 19<sup>th</sup> September 2011 to Saturday, the 24<sup>th</sup> September 2011 (Both day inclusive).
8. Brief resume pursuant to Clause 49 of the listing agreement of the directors proposed to be appointed/reappointed at the Annual general Meeting, nature of their expertise in specific functional Areas and name of Companies in which they hold directorship, are given hereunder:

**Mr. Rakesh Jain** aged about 45 years is a Commerce graduate and has vast experience of around 11 years in the fields of marketing and strategies. He has worked with reputed organizations in the past and has the ability and leadership qualities to drive the organisation. Mr. Rakesh Jain holds other directorship in 1) Jet Air Securities Pvt. Ltd., 2) Srimati Trading Co. Pvt. Limited and 3) Mahalaxmi Overseas Pvt. Ltd.

**Mr. Narendra Kumar Jain**, 48 years is a graduate having vast knowledge and experience in business and corporate functioning. His expertise in specific functional areas includes finance, investment and management. Other directorship of Mr. Narendra Kumar Jain is in NKJ Securities Pvt. Limited.

**Mr. Vikas Kucheria** aged about 39 years is a graduate from Delhi University and is an Entrepreneur having vast experience and expertise in the field of Project Implementation in Drilling and Infrastructure. Mr. Vikas Kucheria holds directorship in M/s Mahalaxmi Teleinfra Pvt. Ltd.

**Mr. Vishal Jain** aged about 28 years is MBA (Finance) and has expertise and experience in the field of finance, Accounts and taxation. Mr. Vishal Jain is director in PNK Investments Pvt. Limited.

9. **Green Initiative in the Corporate Governance–Registration of email address**

The members are requested to register email address with the Depository Participant/ the Registrar and Share Transfer Agent of the Company, i.e. Alankit Assignments Limited, as the case, may be, for service of documents.

By order of the Board of Directors  
**For EKAM LEASING & FINANCE CO. LIMITED**

Place : New Delhi  
Date : 24<sup>th</sup> August, 2011

**RAKESH JAIN**  
**CHAIRMAN**

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956**

**Item No. 4**

Mr. **Rakesh Jain** who was appointed as Additional Director of the Company under section 260 of Companies Act, 1956 on 15<sup>th</sup> December, 2010 and hold office upto the date of this Annual General Meeting, The Company has received notice in writing under Section 257 of the Companies Act, 1956, along with a requisite deposit, proposing his candidature for the office of Director liable to retire by rotation, requires approval of Members of the Company to be regularized as Director of the Company.

None of the directors except Mr. Rakesh Jain himself is interested or concerned in any way, in the appointment.

**Item No. 5**

Mr. **Vishal Jain** who was appointed as Additional Director of the Company under section 260 of Companies Act, 1956 on 11<sup>th</sup> March, 2011 and hold office upto the date of this Annual General Meeting, The Company has received notice in writing under Section 257 of the Companies Act, 1956, along with a requisite deposit, proposing his candidature for the office of Director liable to retire by rotation, requires approval of Members of the Company to be regularized as Director of the Company.

None of the directors except Mr. Vishal Jain himself, is interested or concerned in any way, in the appointment.

**Item No. 6**

Mr. **Vikas Kucheria** who was appointed as Additional Director of the Company under section 260 of Companies Act, 1956 on 10<sup>th</sup> January, 2011 and hold office upto the date of this Annual General Meeting, The Company has received notice in writing under Section 257 of the Companies Act, 1956, along with a requisite deposit, proposing his candidature for the office of Director liable to retire by rotation, requires approval of Members of the Company to be regularized as Director of the Company.

None of the directors except Mr. Vikas Kucheria himself, is interested or concerned in any way, in the appointment.

**Item no. 7**

**Approval to the Appointment of Rakesh Jain, Managing Director**

The Board of directors of the Company, subject to approval of members, had appointed Mr. Rakesh Jain as Managing Director of the Company for a period of 3 Years commencing from 15<sup>th</sup> December, 2010 for a period of three years at a monthly remuneration of Rs. 30,000/- with suitable increase and revision as approved by the Board / committee and on the terms and conditions as set out in the resolution itself, pursuant to the provisions of Section 198, 269 & 309 read with Schedule XIII and other applicable provisions, if any, of the Companies Act' 1956 including any modification(s), reenactments thereof.

The Board recommends the resolution for approval of members as an ordinary resolution to the appointment of Mr. Rakesh Jain as Managing Director.

None of the directors except Mr. Rakesh Jain himself is interested or concerned in any way, in the appointment.

By order of the Board of Directors  
**For EKAM LEASING & FINANCE CO. LIMITED**

Place : New Delhi  
Date : 24<sup>th</sup> August, 2011

**RAKESH JAIN  
CHAIRMAN**



## **DIRECTORS` REPORT**

### **TO THE MEMBERS OF EKAM LEASING AND FINANCE CO. LIMITED**

Your Directors are pleased to have this opportunity to present the **EIGHTEENTH ANNUAL REPORT** of the Company along with and Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2011.

#### **FINANCIAL RESULTS**

*(Amount in Rs.)*

	<b>2010-2011</b>	<b>2009-2010</b>
Sales/ Income from operations	<b>28,32,207.00</b>	1,63,12,800.00
Total Expenditure	<b>15,26,769.00</b>	2,96,45,636.00
Profit / (Loss) before Tax & Provision for NPA	<b>13,05,438.00</b>	(1,33,32,836.00)
Provision for Tax	<b>2,42,000.00</b>	Nil
Tax Related to earlier years	<b>4.00</b>	1,83,833.00
Net Profit / (Loss)	<b>10,63,434.00</b>	(1,35,16,669.00)
Deficit brought forward from previous year	<b>(1,15,03,155.87)</b>	(2,69,82,262.87)
Deficit carried over to Balance Sheet	<b>(104,397,21.87)</b>	(1,15,03,155.87)
Share Capital	<b>3,00,00,000.00</b>	3,00,00,000.00

#### **OVERALL PERFORMANCE**

The year under review resulted in Net Profit of Rs. 10.63 Lacs as compare to Net Loss of Rs. 135.16 Lacs during the previous year. The Income from operations during the year has been Rs. 28.32 Lacs as against Rs. 163.12 Lacs in the previous year.

During the year under review the financial performance of the Company has declined gradually. However the management with new and improved planning measures hopes to improve the results in future.

#### **DIVIDEND**

In view of the Insignificant Profit for the year, requirement of funds for business operations and expansion/diversification plans, your directors do not recommend payment of any dividend for the year.

#### **CORPORATE GOVERNANCE**

As per the Listing Agreement with the Stock Exchanges, your Company was required to implement various requirements of Corporate Governance. Your Company had taken adequate steps to ensure compliance of the requirements of Corporate Governance and accordingly, pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Management Discussion and Analysis, Corporate Governance Report and Auditors' Certificate regarding compliance of conditions of Corporate Governance is made part of this Annual Report.

## **FUTURE PROSPECTS**

The Board expects that the Company will continue to improve its overall performance and excel to enhance the profitability of the Company, in the present economic scenario and growth momentum of Indian economy, via its strategy competency, operational efficiencies. We expect a robust growth and enhanced market share on the strength of its existing product portfolio, operational efficiency and enhanced network alongwith the successful implementation of strategies in future.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

### **Forward-Looking Statements:**

Certain statements in this MD&A Report which are not historical facts constitute forward-looking statements or forward-looking information within the meaning of applicable laws ("forward-looking statements"). Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

Ekam Leasing & Finance Co. Ltd. registered with RBI as a non banking financial company(non deposit accepting), professionally managed Company where customer-satisfaction is of paramount consideration and matters most above all others.

### **The Industry: Opportunities & Threats:**

Non-banking financial companies (NBFCs) are fast emerging as an important segment of Indian financial system. It is an heterogeneous group of institutions (other than commercial and co-operative banks) performing financial intermediation in a variety of ways, like accepting deposits, making loans and advances, leasing, hire purchase, etc. They raise funds from the public, directly or indirectly, and lend them to ultimate spenders. They advance loans to the various wholesale and retail traders, small-scale industries and self-employed persons. Thus, they have broadened and diversified the range of products and services offered by a financial sector. Gradually, they are being recognised as complementary to the banking sector due to their customer-oriented services; simplified procedures; attractive rates of return on deposits; flexibility and timeliness in meeting the credit needs of specified sectors; etc.

Non-banking financial companies (NBFCs) form an integral part of the Indian financial system. The history of the NBFC Industry in India is a story of under-regulation followed by over-regulation. Policy makers have swung from one extreme position to another in their attempt to set controls and then restrain them so that they do not curb the growth of the industry. This report covers the industry.

A developing economy like India always craves for financial resources. Demand for credit is great and often organized traditional financing institutions (like banks and financial institutions) do not meet such demand thus creating a space for other types of financing. Money lender is an age old institution filling such space. Opening up of economy gave a further boost to the demand for credit.

### **Business Outlook and Overview:**

After a long depressing performance in the past, the Company with its pragmatic approach in line with the objectives of Long-term growth, is developing the strategic competency and enhancing its operational efficiencies. Our strategy to enhance scale of operations, strengthen business, where we have competencies.

Company's future earnings largely depend upon successful implementation of its strategies in its core competence portfolio. Further the Company is going to enlarge its area and scale of operations to the existing portfolio to capture business opportunities growth and to consolidate customer relationship this year.

### **Performance:**

The Income from operations during the year has been Rs. 28.32 Lacs as against Income of Rs. 163.12 Lacs in the previous year. Profit for the year after tax is at Rs. 10.63 Lacs as against Loss after tax of Rs. 135.16 Lacs during the previous year.

### **Internal Control Systems and Cost:**

The Company endeavors to ensure that an adequate internal control system is in place. The company has undertaken an extensive exercise to control the overall cost and to explore and finalise ways of cost reduction and optimizing resources.

### **Human Resource Development:**

Ekam Leasing & Finance Co. Ltd. strives to create a culture of openness and empowerment amongst its employees and provide good career development. The Company is committed to the welfare of the employees and their families. The Company believes that human resources are the key resources for the success of any organisation.

**Your Company belief in trust, transparency & teamwork to improve employee's productivity at all levels.**

### **REGISTRATION WITH RBI**

The Company being a Non-Banking Finance Company (NBFC) and is registered with the Reserve Bank of India (RBI), with RBI Registration No, 14-00332. The Company had complied with the **Non-Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007** as amended.

## AUDITORS

M/s. G.L. Gupta & Associates, *Chartered Accountants*, **New Delhi**, the Statutory Auditors of the company, retire from their office at the ensuing Annual General Meeting. They are, however, eligible for reappointment pursuant to Section 224(1B) of the Companies Act, 1956, have confirmed their eligibility for re-appointment as the Auditors of the company. Members are requested to consider their re-appointment.

The observations of the Auditors in their report on Annual Accounts of the Company read with the relevant notes are self explanatory and therefore do not call for any further comments.

## DIRECTORS

During the year under review, the composition of the Board was changed as under:

- 22<sup>nd</sup> June, 2010                      Appointment of Narendra Kumar Jain as a Director to fill the casual vacancy caused by resignation of Mr. Bimal Kumar Jain
- 15<sup>th</sup> December, 2010              Appointment of Rakesh Jain as Additional Director, and Managing Director.
- 10<sup>th</sup> January, 2011                Appointment of Vikas Kucheria as Additional Director.  
Resignation of Prakash Chand Didwania.
- 11<sup>th</sup> March, 2011                  Appointment of Vishal Jain as Additional Director.  
Resignation of Nirmal Kumar Jain.

In accordance with the provisions of Companies Act, 1956 and Company's Articles of Association, Mr. Narendra Kumar Jain retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. Mr. Narendra Kumar Jain is recommended to be appointed as a director liable to retire by rotation. During the year Mr. Rakesh Jain, Mr. Vishal Jain and Mr. Kucheria were appointed as additional directors holds office upto the date of the ensuing Annual general Meeting. The Company has received notice u/s 257 from the members and recommend for their appointment.

## DIRECTORS RESPONSIBILITY STATEMENT

The information required to be furnished in terms of section 217 (2AA) of the Companies Act, 1956 are set out hereunder:

Your Directors confirmed:

- i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv) that the directors had prepared the annual accounts on a going concern basis.

### **PARTICULARS AS PER SECTION 217 OF THE COMPANIES ACT, 1956**

Your company does not have any employee, whose particulars are required to be given under the provision of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended up to date.

Disclosure with respect to ***Conservation Of Energy, Technology Absorption & Foreign Exchange Earning And Outgo***, pursuant to section 217 (1)(e) of the Companies Act, 1956 is not applied to the Company.

### **LISTING OF SHARES**

The shares of the company are listed on Bombay Stock Exchange, Delhi Stock Exchange and Ludhiana Stock Exchange. The listing fees are paid in full to all the stock exchanges during the year. Bombay Stock Exchange, Ludhiana Stock Exchange and Delhi stock exchange has revoked suspension of the trading in the shares of the company.

### **FIXED DEPOSITS**

The Company has not accepted any fixed deposits till date within the meaning of Section 58A of the Companies Act, 1956 and rules made there under.

### **ACKNOWLEDGEMENT**

Your Directors place on record their warm appreciation of the assistance and cooperation extended by various Government Departments, Authorities, Reserve Bank of India, Business Partners etc. Your Directors also place on record their deep appreciation of the support provided by the Bankers associated with the company.

Your support as shareholders is greatly value. Your directors thank you and look forward to your continuance support.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
FOR EKAM LEASING & FINANCE CO. LIMITED**

**Place: New Delhi  
Date : 24th August, 2011**

**RAKESH JAIN  
(CHAIRMAN)**

**REPORT ON CORPORATE GOVERNANCE**

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

Corporate Governance, as *Ekam Leasing & Finance Co. Limited* believes, is an integral part of values, ethics and the business practices followed by the company. The company's philosophy on Corporate Governance can be described as observing of business practices with the ultimate aim of enhancing long-term shareholders value and commitment to high standard of business ethics.

**2. COMPOSITION OF BOARD OF DIRECTORS:**

(A) Presently the Board of the company consists of Four Directors with an optimum combination of Promoter & Independent Directors. The composition of the Board is in conformity with the Listing Agreement. The Board meets regularly and is responsible for the proper direction and management of the Company. The composition of the Board, number of meetings held, attendance of the Directors at the Board Meetings and last Annual General Meeting and number of Directorship and Chairmanship / Membership of committees in other companies in respect of each Director is given herein below:

Name of Directors	Category	Attendance particulars		
		Board Meetings held during 2009-2010		AGM held on 30/09/2010
		Held	Attended	
Chairman and Managing Director <b>Mr. Rakesh Jain</b> [appointed w.e.f. 15/12/2010]	Promoter and Executive	5	5	No [Attended as member]
Directors <b>Mr. Narendra Kumar Jain</b> [appointed w.e.f. 22/06/2010]	Independent & Non Executive	9	9	Yes
<b>Mr. Vikas Kucheria</b> [Appointed w.e.f. 10/01/2011]	Independent & Non Executive	4	4	No
<b>Mr. Vishal Jain</b> [Appointed w.e.f. 11 <sup>th</sup> March, 2011]	Independent & Non Executive	1	1	No
<b>Mr. Prakash Chand Didwania</b> [Resigned w.e.f. 10 <sup>th</sup> January, 2011]	Independent & Non Executive	6	6	Yes
<b>Nirmal Kumar jain</b> [resigned w.e.f. 11/03/2011]	Independent & Non Executive	9	9	No

Other directorship of the Directors

Mr. Narendra Kumar Jain is Director in M/s. N K J Securities Pvt. Limited.

Mr. Vikas Kucheria is Director in Mahalaxmi Teleinfra Private Limited.

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Mr. Rakesh Jain is Director in Jet Air Securities Pvt. Limited, Malaxmi Overseas Pvt. Ltd. and Srimati. Trading Co. Pvt. Ltd.

Mr. Vishal Jain is Director in M/s PNK Investments Pvt. Limited.

None of the directors are related to each other.

**(B) Date and No. of Board Meetings held**

During the Financial year ended March 31, 2011, the Board met Ten times the dates were 7<sup>th</sup> May, 2010, 22<sup>nd</sup> June, 2010, 2<sup>nd</sup> August, 2010, 1<sup>st</sup> September, 2010, 1<sup>st</sup> November, 2010, 15<sup>th</sup> December, 2010, 10<sup>th</sup> January, 2011, 4<sup>th</sup> February, 2011, 9<sup>th</sup> February, 2011 and 11<sup>th</sup> March, 2011.

**3. AUDIT COMMITTEE:**

(A) The Audit Committee of the company had been constituted in accordance with Clause 49 of the Listing Agreement read with Section 292A of the Companies Act, 1956. The Audit Committee of the Company had been reconstituted thrice during the year under review due to change in Board composition of the Company and presently Audit Committee consists of three Non-Executive independent Directors. The Chairman of the committee is an independent Director having financial and accounting knowledge. The composition of Audit Committee and attendance details are shown below:

Name of the Director	Designation	Attendance at Committee Meetings	
		Held	Attended
Mr. Prakash Chand Didwania [upto 10/01/2011]	Chairman	4	4
Mr. Nirmal Kumar Jain [Upto 11/03/2011]	Member	5	5
Mr. Bimal Kumar Jain [Upto 22/06/2010]	Member	1	1
Mr. Narendra Kumar Jain [Since 22/06/2010]	Member	4	4
Mr. Vikas Kucheria [Since 10/01/2011]	Member	1	1
Mr. Vishal Jain	Chairman since 11/3/2011	NIL	NIL

The Auditors of the Company are invited to participate in the meetings of Audit Committee wherever necessary.

**(B) Meeting / Attendance**

During the financial year ended 31<sup>st</sup> March, 2011 the Audit Committee of the company met Five times. The dates of the meetings were 7<sup>th</sup> May, 2010, 2<sup>nd</sup> August, 2010, 1<sup>st</sup> September, 2010, 1<sup>st</sup> November, 2010 and 4<sup>th</sup> February, 2011.

**(C) Terms of Reference:**

The terms of reference of Audit committee cover the matters specified for audit committee under clause 49 of the Listing Agreement read with Section 292 A of the Companies Act, 1956.

#### 4. REMUNERATION COMMITTEE:

(A) The during the year under review the Remuneration Committee was reconstituted due to the change in Board composition in accordance with Clause 49 of the Listing Agreement read with Schedule XIII of the Companies Act, 1956 and presently consists the three non executive independent Directors of the Company with Mr. Vikas Kucheria as Chairman and Mr. Mr. Vishal Jain and Mr. Narendra Kumar Jain as members. The terms of reference of the Remuneration Committee include fixation of salary, perquisites etc. of Executive Directors.

During the year, the Remuneration Committee had met once on 15<sup>th</sup> December, 2010 to approve the terms and conditions of appointment and remuneration payable to Mr. Rakesh Jain, Managing Director of the Company. All the members of the Committee were present at the meeting. Non Executive Directors of the company were not paid any remuneration during the year under review.

#### 5. SHAREHOLDER'S GRIEVANCE COMMITTEE:

Shareholder's Grievance Committee was reconstituted thrice during the year under review and presently consists of Mr. Vishal Jain, as Chairman of the committee and Mr. Rakesh Jain and Mr. Vikas Kucheria as its members to look into redressal of shareholders and investors grievances with respect to transfer of share, dematerialisation of shares, non receipt of declared dividend or Annual report etc. and other matters relating to shareholder relationship. The Shareholders grievance committee met eleven times to take note of redressal of shareholders complaint and share transfer received during the year by the Company. All the members of the committee were present in the meeting.

All requests received for Share Transfer during the year were given effect within stipulated time. No complaint was received and outstanding as on 31<sup>st</sup> March, 2011 .

The Company has designated an exclusive e-mail id "[investor@ekamleasing.com](mailto:investor@ekamleasing.com)" for the investor to register their grievances if any. The Company has also displayed the same e- mail id on its website for the use of investor.

#### 6. ANNUAL GENERAL MEETINGS:

(A) Details of last three Annual General Meetings of the company :

Year	Location	Date	Time
2009-10	3 <sup>RD</sup> Floor, 14, Rani Jhansi Road, New Delhi-110055	30 <sup>th</sup> September, 2010	9.00 A.M.
2008-09	721 Village Saraspur, G.T. Karnal Road, New Delhi-42	30 <sup>th</sup> September, 2009	9.00 A.M
2007-08	721 Village Saraspur, G.T. Karnal Road, New Delhi-42	29 <sup>th</sup> September, 2008	10.30 A.M.



## 7. DISCLOSURES:

As defined under Accounting Standard 18 issued by the ICAI, the related party disclosure during the Financial Year ending 31<sup>st</sup> March, 2011 is given in Note No. 16 (B) of the Notes to Accounts.

There were no penalties, strictures imposed on the company by the Stock Exchange or SEBI or any Statutory Authority or any matter related to Capital Market during the last three years. However the Bombay Stock Exchange demanded for reinstatement fees of Rs. 4,20,000 plus Service tax, for revocation of trading of securities which had since been paid by the Company.

## 8. MEANS OF COMMUNICATION:

The means of communication between the Company and the shareholders are transparent and investor friendly. The Quarterly and Annual Results are submitted to the Stock Exchange in accordance with Listing Agreement and the same are published regularly in Business Standard Newspaper. All price sensitive information is intimated at the earliest to the Stock Exchanges. Management Discussions and Analysis forms part of Annual Report, which is posted to the Shareholders of the Company. Further in accordance with Clause 54 of the Listing Agreement, the results-Quarterly and Annual, Shareholding Pattern and Corporate Governance are regularly updated on the company's website [www.ekamleasing.com](http://www.ekamleasing.com).

## 9. GENERAL SHAREHOLDER INFORMATION:

(i) The 18<sup>th</sup> Annual General Meeting of the Members of the Company is scheduled to be held on Saturday, the 24<sup>th</sup> day of September, 2011 at 10.00 AM at 3<sup>rd</sup> Floor, 14, Rani Jhansi Road, New Delhi-110 055.

(ii) Financial calendar for the year 2011-12

First Quarter Unaudited Financial Results	Mid August, 2011
Second Quarter Unaudited Financial Results	Mid November, 2011
Third Quarter Unaudited Financial Results	Mid February, 2012
Audited Financial Results	Mid July, 2012

(iii) Details of Book Closure:

Monday, the 19th September 2011 to Saturday, the 24<sup>th</sup> September 2011 (Both day inclusive).

### Listing on Stock Exchange:

Name of the Stock Exchange	Address of the Stock Exchanges
The Stock Exchange Mumbai	1 <sup>st</sup> Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai- 400 001.
<i>The Delhi Stock Exchange Assn. Ltd.</i>	<i>DSE House, 3/1, Asaf Ali Road, New Delhi – 110 002</i>
Ludhiana Stock Exchange Assn. Ltd.	Ludhiana Stock Exchange Building, Firoze Gandhi Market, Ludhiana 141 001 (Punjab)

- (iv) Stock Code  
Stock Code: 530581 (BSE), 7363/R (DSE), BSE 530581 (LSE)

(V) **MARKET PRICE DATA:**

During the financial year under review, equity shares of the Company were not traded at any stock exchanges.

(vi) **REGISTRAR AND TRANSFER AGENTS & DEMATERIALISATION**

The Company has appointed M/s. Alankit Assignments Limited as Registrar and Share Transfer Agent of the Company. The Company has arrangement with National Securities Depository Ltd. (NSDL) as well as Central Depository Services (India) Limited. (CDSL) for dematerialization of shares with ISIN No. INE906L01017 for both NSDL and CDSL. Those shareholders who wish to know more about the same may contact the Company's Registrar and Share Transfer Agents or the Share Department of the Company.

As on 31<sup>st</sup> March, 2011 all shares of the Company are in physical form.

(vii) **SHARE TRANSFER SYSTEM**

*Presently the Shares Transfers, which are received in physical forms, are processed and the share certificates returned within a period of 21 days from the date of receipts, subject to documents being valid and complete in all respects.*

(VIII) **SHARE HOLDING PATTERN AS ON 31<sup>ST</sup> MARCH 2011 :**

Categories	No. of Shares	% of Shareholding
Indian Promoters	8,35,350	27.85
Persons Acting in Concert	Nil	Nil
Institutional Investors	Nil	Nil
Corporate Bodies	3,07,400	10.25
Indian Public	18,57,250	61.90
<b>Total</b>	<b>3000000</b>	<b>100.00</b>

- (ix) The Company has not issued any GDRs/ ADRs/ warrants or any Convertible Instruments.

- (x) Address for correspondence:

Shareholder Correspondence may be addressed:

To the Registrar & Share Transfer Agent	To the Company
Alankit Assignments Limited 2E/21, Jhandeawalan extension New Delhi – 110055 Tel. No. +91-42541234 Fax No. +91-23552001 info@alankit.com	The Company Secretary Ekam Leasing & Finance Co. Ltd. 2 <sup>nd</sup> Floor, 11, Rani Jhansi Road, New Delhi-110055 Tel No. +91-11-32033277 Fax No. +91-11-23528015 investor@ekamleasing.com Website: www.ekamleasing.com

**Declaration –Code of Conduct**

All the Board members and senior management personnel have for the financial year ended 31<sup>st</sup> March, 2011 affirmed compliance with the code of conduct laid down by the Board of Directors in terms of the listing agreement with stock exchange.

**FOR EKAM LEASING & FINANCE CO. LTD.**

**RAKESH JAIN  
MANAGING DIRECTOR**

**Date: 24<sup>th</sup> August, 2011  
Place: New Delhi**

**CEO/CFO CERTIFICATION TO THE BOARD  
(Under Clause 49(V) of Listing Agreement)**

The management of the Company had certified to the Board that they:

- a. have reviewed the financial statements and the cash flow statement for the year 2010-11 and that to the best of their knowledge and belief:
  - these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- b. to the best of their knowledge and belief, no transactions entered into by the Company during the year 2010-11 which are fraudulent, illegal or violative of the Company's code of conduct;
- c. Accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of the internal control systems of the Company, pertaining to the financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which they are aware of and the steps we have taken or propose to take to rectify these deficiencies.
- d. have indicated to the Auditors and the Audit Committee -
  - Significant changes in internal control over the financial reporting during the year 2010-11;
  - Significant changes in accounting policies during the year 2010-11 and that the same have been disclosed in the notes to the financial statements; and
  - Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over the financial reporting.

**FOR EKAM LEASING AND FINANCE CO. LTD**

**RAKESH JAIN  
MANAGING DIRECTOR**

**AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**

To,

**The Members of Ekam Leasing & Finance Co. Ltd.**

We have examined the compliance of Corporate Governance by Ekam Leasing & Finance Co. Ltd. for the year ended on March 31, 2011 as stipulated in *Clause 49* of the *Listing Agreement* of the said Company with the stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, we certify that the company has complied with the conditions of corporate governance as stipulated in *Clause 49* of the *Listing Agreement*.

We state that no shareholder grievance is pending for a period exceeding one month against the company as per the records maintained by the Shareholder's Grievances Committee.

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

**for G L GUPTA & ASSOCIATES  
CHARTERED ACCOUNTANTS**

Firm Reg. No. 012483N

**G. L. GUPTA  
PROPRIETOR  
M.No.91637**

**PLACE : NEW DELHI  
DATED : 24<sup>th</sup> August, 2011.**

**AUDITORS' REPORT**

**TO THE MEMBERS OF M/s. EKAM LEASING AND FINANCE CO. LIMITED**

- 1.) We have audited the attached Balance sheet of **EKAM LEASING AND FINANCE CO. LTD.** as at 31st March, 2011 and also the Profit and Loss Account 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, as amended by the Companies (Auditor's Report) Order 2004 (together the "Order") issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of the audit, we enclose in the Annexure hereto 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 in paragraph (3) above, We state that :
  - i) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - ii) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of such books.
  - iii) The Balance sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts as submitted to us.
  - iv) In our opinion, the Profit and Loss Account and Balance Sheet comply with accounting standards referred to **Section 211 (3C)** of the *Companies Act, 1956*, in so far as they apply to the company.

- v) On the basis of information and explanations given to us and representations received from the Directors of the Company, we report that no Director is disqualified from being appointed as Director of the Company under clause (g) of sub-section (1) 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 statements of accounts read together with the notes thereon comply with accounting Standards, referred to in the Companies (Accounting Standards) Rule 2006 as amended by the Companies (Accounting Standards) amended Rule 2008 issued by the Central Government in exercise of the power concerned under sub section(a) of section 642 of the Companies Act, 1956 to the extent applicable and give the information required by the Companies Act, 1956 in the manner so required and present 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 2011.
  - b) In case of the Profit & Loss Account, of the **Profit** for the year ended on that date.
  - c) In case of the Cash Flow Statement of the Cash Flow of the Company for the year ended on that date.
- 5) With regard to Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 2008, we report that:
  - i) The Company is engaged in the business of Non Banking Financial Company (Non Deposit Accepting) and it has obtained a certificate of Registration (COR) from the RBI bearing registration no. 14-00332.
  - ii) The Company is entitled to continue to hold such COR in terms of its Asset/Income Pattern as on March 31, 2011.
  - iii) The Board of Directors has passed a resolution for non acceptance of any Public deposit as confirmed by the management.
  - iv) The Company has not accepted any public deposits during the year ended 31<sup>st</sup> March, 2011.
  - v) The Company has complied with the prudential norms relating to income recognition, accounting standards, assets classification and provision for bad and doubtful debts as applicable to it.

for **G L GUPTA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. 012483N

**G. L. GUPTA**  
**PROPRIETOR**  
**M.No.91637**

**PLACE : NEW DELHI**  
**DATED : 25<sup>th</sup> June, 2011**

**ANNEXURE TO THE AUDITORS' REPORT**

Annexure referred to in **para (3)** of the Auditor's Report on the accounts of **EKAM LEASING AND FINANCE CO. LTD.** for the year ended 31st March, 2011.

In our opinion, based on the information and explanations furnished to us and such checks as we considered appropriate in the normal course of our audit, and to the best of our knowledge and belief, we further report that:

- 1 (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets of the company have been physically verified by management at reasonable intervals during the year and no material discrepancies have been noticed on such verification.
- (c) No substantial part of fixed assets has been disposed off during the year.
- 2 (a) The physical verification of shares inventory has been conducted by the management at reasonable intervals during the year. In our opinion the frequency of such verification is reasonable.
- (b) Procedure of physical verification of inventories followed by the management are in our opinion, reasonable and adequate
- (c) On the basis of our examination of inventory records, we are of the opinion that the company has maintained proper record of inventory. As far as we can ascertain and according to the information and explanations given to us, the discrepancies noticed on physical verification of inventory as compared to book stocks were not material and the same have been properly dealt with in the books of account.
3. The company has neither granted loans nor taken any loans, secured or unsecured to/from companies, firm, or other parties listed in the registers maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the confirmation and explanation given to us there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit no major weakness has been noticed in the internal control.
5. According to information and explanation given to us and based on verification of records, in our opinion, there are no transactions exceeding in value rupees five lacks in respect of any party that need to be entered in the register under Section 301 of the Companies Act, 1956.
6. The company has not accepted deposits from the public within the meaning of Section 58A and Section 58AA of the Companies Act, 1956.
7. The company has an internal audit system commensurate with the size of the company and the nature of its business.



8. The Company is not a Sick Industrial Company within the meaning of **Clause (0) of Sub-Section (1) of Section 3** of the Sick Industrial Companies (Special Provisions) Act, 1988.
9. (a) The company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Sales tax, wealth Tax, Custom Duty, Excise Duty, cess and other statutory dues and generally regular in depositing Income tax with the appropriate authorities.  
(b) According to the records of the company there are no dues of Sales tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues.
10. The Company has accumulated losses of Rs. 1,04,39,722/- at the end of the reporting Financial Year.
11. The company has not defaulted in repayment of dues to financial institution or bank.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a nidhi / mutual benefit fund / societies and does not deal or trade in shares, securities, debentures and other investments. Therefore clause (xiii) and (xiv) of paragraph 4 of the Order is not applicable.
14. According to information and explanations provided to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
15. No term loans have been raised during the year.
16. On the basis of an overall examination of financial statements of the Company, there are no funds raised on short-term basis which have been used for long-term investment and vice-versa.
17. During the year the company has not made any preferential allotments of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
18. The company has not issued any debentures during the year.
19. The company has not raised any money by public issue during the year.
20. On the basis of our examination of books of account and according to the information and explanations provided to us by the management, no fraud on or by the company has been noticed or reported during the year.

for **G L GUPTA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. 012483N

**G. L. GUPTA**  
**PROPRIETOR**  
**M.No.91637**

**PLACE : NEW DELHI**  
**DATED : 25<sup>th</sup> June, 2011**

EKAM LEASING AND FINANCE CO. LIMITED  
ANNUAL REPORT – 2010-11

**BALANCE SHEET AS ON 31<sup>st</sup> MARCH 2011**

PARTICULARS	SCHD.	AS ON 31.03.2011 (Rs.)	AS ON 31.03.2010 (Rs.)
<b>SOURCE OF FUNDS</b>			
1	SHARE HOLDERS FUNDS		
	Share Capital	30,000,000.00	30,000,000.00
2	LOAN FUNDS		
	Unsecured Loans	14,157,807.00	2,500,000.00
		<u>44,157,807.00</u>	<u>32,500,000.00</u>
<b>APPLICATION OF FUNDS</b>			
1	Fixed Assets		
	a) Gross Block	101,435.00	89,085.00
	b) Less : Depreciation	<u>75,954.00</u>	<u>64,015.00</u>
	c) Net Block	25,481.00	25,070.00
2	Investments (at Cost) (In unquoted shares)	465,000.00	-
3	Current Assets, Loan & Advances		
	a) Inventories (at cost)	224,565.55	224,565.55
	b) Cash & Bank Balances	160,881.08	359,108.08
	c) Loans & Advances	<u>35,164,411.50</u>	<u>21,912,705.50</u>
		35,549,858.13	22,496,379.13
	Less : Current Liabilities & Provisions		
	a) Current Liabilities	2,076,476.00	1,333,454.00
	b) Provisions	<u>245,778.00</u>	<u>191,151.00</u>
	NET CURRENT ASSETS	33,227,604.13	20,971,774.13
3	MISCELLANEOUS EXPENDITURE		
	Profit & Loss Account (Deficit)	10,439,721.87	11,503,155.87
		<u>44,157,807.00</u>	<u>32,500,000.00</u>
	NOTES ON ACCOUNT	11	

IN TERMS OF OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

For G.L GUPTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Reg. No. 012483N

FOR EKAM LEASING & FINANCE CO. LIMITED

G.L. GUPTA  
PROPRIETOR  
M.No.91637

RAKESH JAIN  
MANAGING DIRECTOR

VISHAL JAIN  
DIRECTOR

Place : New Delhi  
Date : 25<sup>th</sup> June, 2011

ANSHU RAGHUVANSHI  
COMPANY SECRETARY

EKAM LEASING AND FINANCE CO. LIMITED  
ANNUAL REPORT – 2010-11

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2011**

PARTICULARS	SCHD.	For the year ended	For the year ended
		31.03.2011 (Rs.)	31.03.2010 (Rs.)
<b>INCOME</b>			
Interest Received		28,32,207.00	1,392,800.00
Consultancy Receipts		-	14,920,000.00
		<u>28,32,207.00</u>	<u>16,312,800.00</u>
<b>EXPENDITURE</b>			
Administrative Expenses	8	11,98,366.00	592,177.00
Financial Cost	9	1,76,964.00	1,685.00
Personnel Expenses	10	1,39,500.00	54,000.00
Depreciation	3	11,939.00	1,998.00
Bad Debts w/off		-	28,995,776.00
		<u>15,26,769.00</u>	<u>29,645,636.00</u>
<b>Profit for the year before Taxation</b>		<b>13,05,438.00</b>	<b>(13,332,836.00)</b>
Provision for Taxation			
- Current Year tax		2,42,000.00	-
- Earlier Year Tax		4.00	183,833.00
<b>Profit After Tax</b>		<u><b>10,63,434.00</b></u>	<u><b>(13,516,669.00)</b></u>
<b>Net Profit/(Loss)</b>		<b>10,63,434.00</b>	<b>(13,516,669.00)</b>
Adjustments Pertaining to NPA W/back		-	28,995,776.00
Deficit brought forward from previous year		(1,15,03,155.87)	(26,982,262.87)
Deficit Carried to Balance Sheet		(1,04,39,721.87)	(11,503,155.87)
Earning Per Share		0.35	(4.51)
Nominal Value per Share		10.00	10.00
<b>NOTES ON ACCOUNT</b>	11		

IN TERMS OF OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

For **G.L GUPTA & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Reg. No. 012483N

FOR EKAM LEASING & FINANCE CO. LIMITED

**G.L. GUPTA**  
PROPRIETOR  
M.No.91637

**RAKESH JAIN**  
MANAGING DIRECTOR

**VISHAL JAIN**  
DIRECTOR

Place: New Delhi  
Date : 25th June, 2011.

**ANSHU RAGHUVANSHI**  
COMPANY SECRETARY

**CASH FLOW STATEMENT**

PARTICULARS	AS ON	AS ON
	31.03.2011 (Rs.)	31.03.2010 (Rs.)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit as per Profit & Loss Account	13,05,438.00	(13,332,836.00)
<b>Adjustments For :-</b>		
Depreciation	11,939.00	1,998.00
Interest Income	(28,32,207.00)	(1,392,800.00)
Consultancy Receipts	-	(1,4,920,000.00)
Bad Debts written off	-	28,995,776.00
<b>Operating Profit before working Capital Changes</b>	<b>(15,14,830.00)</b>	<b>(647,862.00)</b>
<b>Adjustments for :</b>		
Changes in Trade & Other Receivables	(1,32,51,706.00)	10,693,631.00
Trade Payables	(7,97,649.00)	28,769,879.00
Cash Generated from Operations	(1,39,68,887.00)	(18,724,110.00)
Income Tax Paid / Provided	(242,004.00)	(183,833.00)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>(1,42,10,891.00)</b>	<b>(18,907,943.00)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Interest Income	28,32,207.00	1,392,800.00
Consultancy Receipts	-	14,920,000.00
(Purchase) of Fixed Assets	(12,350.00)	(25,500.00)
(Purchase) of Investments	(465,000.00)	-
Calls in Arrears	-	113,750.00
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>23,54,857.00</b>	<b>16,401,050.00</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	1,16,57,807.00	2,500,000.00
<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>1,16,57,807.00</b>	<b>2,500,000.00</b>
<b>NET INCREASE/( DERCREASE) IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>(1,98,227.00)</b>	<b>(6,893.00)</b>
Opening Balance Of Cash & Cash Equivalents	359,108.08	366,001.08
Closing Balance Of Cash & Cash Equivalents	160,881.08	366,001.08

IN TERMS OF OUR REPORT OF EVEN DATE  
For G.L GUPTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Reg. No. 012483N

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
FOR EKAM LEASING & FINANCE CO. LIMITED

G.L. GUPTA  
PROPRIETOR  
M.No.91637

RAKESH JAIN  
MANAGING DIRECTOR

VISHAL JAIN  
DIRECTOR

Place: New Delhi  
Date : 25th June, 2011.

ANSHU RAGHUVANSHI  
COMPANY SECRETARY

**SCHEDULES FORMING PART OF BALANCE SHEET**

	AS ON 31.03.2011 (Rs.)	AS ON 31.03.2010 (Rs.)
<b><u>SCHEDULE-1</u></b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED.</b>		
30,00,000 Equity Shares of Rs.10/-each	30,000,000.00	30,000,000.00
<b>ISSUED,SUBSCRIBED &amp; PAID UP</b>		
30,00,000 Equity Shares of Rs.10/-each	30,000,000.00	30,000,000.00
Fully Paid up for cash at par	<u>30,000,000.00</u>	<u>29,886,250.00</u>
<b><u>SCHEDULE-2</u></b>		
<b>UNSECURED LOANS</b>	1,41,57,807.00	25,00,000.00
	<u>1,41,57,807.00</u>	<u>25,00,000.00</u>
<b><u>SCHEDULE-3</u></b>		
<b>FIXED ASSETS</b>		

Assets	GROSS BLOCK (At Cost)				DEPRECIATION			NET BLOCK	
	Rate (In%)	As On 1.4.2010 (Rs.)	Add / Ded. (Rs.)	As On 31.3.2011 (Rs.)	Upto 31.03.2010 (Rs.)	During the year (Rs.)	Total As On 31.3.2011 (Rs.)	As On 31.3.2011 (Rs.)	As On 31.3.2010 (Rs.)
Scooter	25.89	24,576	--	24,576	24,161	107	24,268	308	415
Furniture & Fixtures	18.10	9,009	--	9,009	8,373	115	8,488	521	636
Computer	40	55,500	--	55,500	31,481	9,608	41,089	14,411	24,019
Printer	40	--	12,350	12,350	-	2,109	2,109	10,241	-
<b>TOTAL</b>	-	<b>89,085</b>	<b>12,350</b>	<b>101,435</b>	<b>64,015</b>	<b>11,939</b>	<b>75,954</b>	<b>25,481</b>	<b>25,070</b>
<b>PREVIOUS YEAR</b>	-	<b>63,585</b>	<b>25,500</b>	<b>89,085</b>	<b>62,017</b>	<b>1,998</b>	<b>64,015</b>	<b>25,070</b>	<b>-</b>

EKAM LEASING AND FINANCE CO. LIMITED  
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	AS ON 31.03.2011 (Rs.)	AS ON 31.03.2010 (Rs.)
<b>SCHEDULE-4</b>		
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
a) <b>Inventories (at cost)</b>	224,565.55	224,565.55
(As per physical verification by the management)		
(Market Value Rs. 2,01,822/-)	<u>224,565.55</u>	<u>224,565.55</u>
b) <b>Cash &amp; Bank Balances</b>		
Cash in hand	74,698.07	276,817.07
(As per Cash book & as Certified by the management)		
Balance with Bank In Current Account (State Bank Of Bikaner & Jaipur, Faiz Road)	86,183.01	82,291.01
	<u>160,881.08</u>	<u>359,108.08</u>
c) <b>Loans &amp; Advances</b>		
<b>i) LOANS</b>		
(i) Unsecured Considered Good	2,94,12,124.00	16,654,373.00
(ii) Unsecured Considered Doubtful	-	28,995,776.00
	<u>2,94,12,124.00</u>	<u>45,650,149.00</u>
Less : Bad Debts w/off	-	28,995,776.00
	<u>2,94,12,124.00</u>	<u>16,654,373.00</u>
<b>ii) ADVANCES</b>		
Unsecured and considered Good [ Recoverable in cash or kind or for value to be received/adjusted]		
(i) North East Paper & Industries Ltd.	700,000.00	700,000.00
(ii) Tax Deducted At Source	21,54,177.50	20,58,332.50
	<u>28,54,177.50</u>	<u>27,58,332.50</u>
<b>iii) Security Deposit</b>		
Security deposit with State Bank of Patiala	25,00,000.00	25,00,000.00
	<u>25,00,000.00</u>	<u>25,00,000.00</u>
<b>iv) Other Assets</b>		
Interest receivable on Security Deposit	3,98,110.00	-
	<u>3,98,110.00</u>	<u>-</u>
<b>Total (i+ii+iii+iv)</b>	<u>3,51,64,411.50</u>	<u>21,912,705.50</u>

**SCHEDULE-5**

**INVESTMENTS(at cost)**

Mangal Murthi Vintrade Pvt. Ltd.  
(No. 46,500 shares @ Rs. 10/- each)

4,65,000.00

4,65,000.00

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EKAM LEASING AND FINANCE CO. LIMITED  
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	AS ON 31.03.2011 (Rs.)	AS ON 31.03.2010 (Rs.)
<b>SCHEDULE-6</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>a) Current Liabilities</b>		
Sundry Creditors	1,054,750.00	1,054,750.00
Audit Fees Payable	19,854.00	22,060.00
Internal Audit Fee Payable	13,236.00	6,618.00
Listing Fees Payable	--	22,060.00
Managerial remuneration Payable	1,06,452.00	
Office Rent Payable	15,000.00	252.00
Postage & courier charges payable	1,042.00	--
Professional Fee Payable	3,70,000.00	2,20,000.00
Interest Payable	3,98,110.00	--
TDS on Professional fee	32,206.00	7,500.00
TDS on Advertisement	720.00	--
TDS Payable on Interest	61,771.00	--
Telephone Expenses Payable	2,335.00	--
Certification charges payable	--	214.00
ROC fee payable	1,000.00	--
	<u>20,76,476.00</u>	<u>13,33,454.00</u>
<b>b) Provisions</b>		
For Taxation	2,45,778.00	7,318.00
For Earlier Year Provision	--	183,833.00
	<u>2,45,778.00</u>	<u>1,91,151.00</u>

**SCHEDULE-7**

**MISCELLANEOUS EXPENDITURE**

(To the extent not w/off or adjusted)

Deficit as per Profit & Loss Account	1,04,39,721.87	11,503,155.87
	<u>1,04,39,721.87</u>	<u>11,503,155.87</u>

**EKAM LEASING AND FINANCE CO. LIMITED**  
**ANNUAL REPORT – 2010-11**

	<b>FOR THE YEAR ENDED 31.03.2011 (Rs.)</b>	<b>FOR THE YEAR ENDED 31.03.2010 (Rs.)</b>
<b><u>SCHEDULE-8</u></b>		
<b>ADMINISTRATIVE EXPENSES</b>		
Advertisement Exp.	54,668.00	46,426.00
Managerial remuneration	1,06,452.00	--
Rent	4,47,00.00	39,600.00
Printing & Stationery	1,500.00	4,770.00
Secretarial Charges	--	3,000.00
Postage & Telegram	6,416.00	1,083.00
	<b>32,285.00</b>	<b>13,810.00</b>
AGM Expenses		
Internal Audit Fees	13,236.00	9,118.00
Filing Fees	6,870.00	6,030.00
Listing Fees	--	48,126.00.00
Internet Expenses	5,500	--
Professional Fee	33,890.00	1,850.00
Consultancy Fee	3,00,000.00	300,000.00
Computer Maintenance Expenses	2,500.00	1,800.00
Conveyance/Travelling Expenses	4,9671.00	25,922.00
Depository Charges	53,496.00	--
Telephone Expenses	6,926.00	410.00
Office & General Expenses	7,350.00	1,500.00
Interest Paid	442346.00	66,672.00
General Expenses	8,500.00	--
Auditors Remuneration		
As Statutory Auditors	22,060.00	16,545.00
Tax Audit	--	5,515.00
	<b>11,98,366.00</b>	<b>5,92,177.00</b>
<b><u>SCHEDULE-9</u></b>		
<b>FINANCIAL COST</b>		
Bank Charges	1,622.00	1,685.00
Interest on Loans	1,75,342.00	--
	<b>1,76,964.00</b>	<b>1,685.00</b>
<b><u>SCHEDULE-10</u></b>		
<b>PERSONNEL EXPENSES</b>		
Salary	1,39,500.00	54,000.00
	<b>1,39,500.00</b>	<b>54,000.00</b>



**SCHEDULE – 11**

NOTES ON ACCOUNT FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31-03-2011.

**1. SIGNIFICANT ACCOUNTING POLICIES :**

- a) The Financial Statements have been prepared on the historical cost convention and in accordance with the generally accepted accounting principles and provisions of the Companies Act, 1956, as adopted consistently by the Company and as a going concern.
- b) The Company follows the Mercantile System of Accounting and recognizes income and expenditure on accrual basis, unless specifically stated to be otherwise.
- c) Fixed Assets are stated at cost less accumulated depreciation.

**2. STOCK / INVENTORIES :**

Stock of Shares is valued at cost as per last accounting year.

**3. RBI DIRECTIONS :**

The Company is an NBFC. RBI guidelines and Prudential Norms applicable to the company have duly been complied with.

**4. STOCK IN TRADE AS ON 31<sup>st</sup> MARCH, 2011 :**

S.No.	Name	No. of Shares	Amount (at cost) (Rs.)
1.	JCT Ltd.	12,000	143,230.33
2.	Andhra Sugars Ltd.	1,800	80,050.50
3.	Sunflag Iron & Steel Ltd.	295	1,284.72
	<b>TOTAL</b>	<b>14,095</b>	<b>224,565.55</b>

**5. Quantitative details in pursuance of Part II Schedule VI of the Companies Act, 1956 are as under :**

Item	Opening Qty.(Nos.)	Opening Value(Rs.)	Purchases Qty.(Nos.)	Purchases Value(Rs.)	Sale Qty.(Nos.)	Sale Value(Rs.)	Closing Qty.(Nos.)	Closing Value(Rs.)
Equity Shares	14095	2,24,565.55	---	---	---	---	14095	2,24,565.55
<b>TOTAL</b>	<b>14095</b>	<b>2,24,565.55</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>14095</b>	<b>2,24,565.55</b>

6. There is no inflow & outflow of Foreign Exchange during the year.

EKAM LEASING AND FINANCE CO. LIMITED  
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7. Provision of Provident Fund Act & Employee State Insurance are not applicable for the period under consideration.
8. No provision for gratuity is required to be made.
9. Balances of the Sundry Creditors & Sundry Debtors are subject to confirmation & reconciliation from the parties concerned.
10. Stock in trade as on 31.03.2011 has been physically verified by the management. The stock of shares is held in physical form.
11. No provision for deferred Tax liability in accordance with AS-22 has been provided.
12. An Interest free advance of Rs. 7,00,000/- given to M/s North East Paper & Industries Ltd. is over due for recovery since the financial year 2000-01.
13. Contingent liabilities not provided for : NIL

14. Earning per Share

	<u>2010-11</u> (Rs.)	<u>2009-10</u> (Rs.)
(Profit)/loss as per Profit & Loss A/c	10,63,434	(1,35,16,669)
Equity Shares	3000000	3000000
E.P.S.Basic/diluted	0.35	(4.51)
Face Value per Share (Rs.)	10	10

15. Cash Flow statement for the year ended 31<sup>st</sup> March-2011 is annexed.

16. a) Details of Remuneration to Auditors : -

	<u>2010-11</u> (Rs.)	<u>2009-10</u> (Rs.)
As Audit fees	22,060	16,545
In other Capacity	NIL	NIL
Tax Audit	NIL	5,515
Total	----- 22,060 -----	----- 22,060 -----

**Related Party Disclosures**

b) Details of Managerial Remuneration:

	<u>2010-11</u> (Rs.)	<u>2009-10</u> (Rs.)
Managing/Whole time Director		
Salary	1,06,452	NIL
Other Benefits	NIL	NIL
Other Directors		
Sitting Fees & other benefits	NIL	NIL
Total	----- 1,06,452 -----	----- NIL -----

**EKAM LEASING AND FINANCE CO. LIMITED**  
**ANNUAL REPORT – 2010-11**

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17. Previous Year's figures have been regrouped/rearranged/recasted wherever considered necessary to make them comparable with the current year's figures.
18. Related party transaction as defined under accounting standard 18 issued by the Institute of Chartered Accountants of India, is enumerated under Para 16(b) above.
- 

**AS PER OUR REPORT OF EVEN DATE**

**For G.L GUPTA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. 012483N

**G.L. GUPTA**  
**PROPRIETOR**

**M.No.91637**

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**FOR EKAM LEASING & FINANCE CO. LIMITED**

**RAKESH JAIN**  
**MANAGING DIRECTOR**

**VISHAL JAIN**  
**DIRECTOR**

**ANSHU RAGHUVANSHI**  
**COMPANY SECRETARY**

Place : New Delhi  
Date : 25<sup>th</sup> June, 2011

**EKAM LEASING AND FINANCE CO. LIMITED**  
**ANNUAL REPORT – 2010-11**

**BALANCE SHEET ABSTRACT AND COMPANIES GENERAL BUSINESS PROFILE**

**1 REGISTRATION DETAILS**

Registration No.	55697	State Code	55
Balance Sheet Date	31.03.2011		

**2 CAPITAL RAISED DURING THE YEAR**

Public Issue	NIL	Right Issue	: NIL
Bonus Issue	NIL	Private Issue	: NIL

**3 PROVISION MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Lacs.)**

Total Liabilities	441.58	Total Assets	441.58
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**Source of Funds**

(Including Share Holders fund)

Paid-up Capital	300.00	Reserve & Surplus	NIL
Secured Loans	NIL	Unsecured Loans	141.58

**Application Of Funds**

Net Fixed Assets	0.25	Investment	4.65
Net Current Assets	332.28	Accumulated Losses	104.40

**4 PERFORMANCE OF THE COMPANY ( Amount in Lacs)**

Turnover / Gross Receipts	28.32	Total Expenditure	15.27
Profit/(Loss) before Tax	13.05	Profit/(Loss) After Tax	10.63
Earning per Share (Rs.)	0.35	Dividend	NIL

**5 GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF THE COMPANY**

(AS PER MONETARY TERM)

Item Code	N.A
Production Description	Financing & Investments (NBFC)

**AS PER OUR REPORT OF EVEN DATE**

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**For G.L GUPTA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
**Firm Reg. No. 012483N**

**FOR EKAM LEASING & FINANCE CO. LIMITED**

**G.L. GUPTA**  
**PROPRIETOR**

**RAKESH JAIN**  
**MANAGING DIRECTOR**

**VISHAL JAIN**  
**DIRECTOR**

**M.No.91637**

**ANSHU RAGHUVANSHI**  
**COMPANY SECRETARY**

**Place : New Delhi**  
**Date : 25<sup>th</sup> June, 2011**

# EKAM LEASING AND FINANCE CO. LTD.

Regd. Off. : 11, Rani Jhansi Road, New Delhi 110055

## ATTENDANCE SLIP

Please complete the Attendance Slip and hand it over at the entrance of the Meeting Hall. Joint Shareholders may obtain additional Attendance Slip on request.

Name & Address of the Shareholder(s):

Ledger Folio/DP & Client ID No(s) :
--

No. of Shares :
-----------------

I hereby record my presence at the 18<sup>th</sup> ANNUAL GENERAL MEETING of the Company held on 24<sup>th</sup> September 2011.

SIGNATURE OF THE SHAREHOLDER/REPRESENTATIVE/PROXY\*

\*Strike out whichever is not applicable.

----- TEAR HERE -----

# EKAM LEASING AND FINANCE CO. LTD.

Regd. Off. : 11, Rani Jhansi Road, New Delhi 110055

## FORM OF PROXY

Proxy No. :
-------------

Ledger Folio/DP & Client ID No.(s) :
---

No. of Shares :
-----------------

I/We ..... of .....  
being a member/members of EKAM LEASING AND FINANCE CO. LTD., hereby appoint.....  
..... of ..... or failing him  
..... of ..... as my/our  
proxy to vote for me/us on my/our behalf at the Eighteenth Annual General Meeting of the Company to  
be held on the 24<sup>th</sup> September 2011 at and at any adjournment thereof.

Signed this ..... Day of ....., 2011

Affix Rs.1/- Revenue Stamp
-------------------------------------

NOTE : The Proxy Form duly completed must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.

**EKAM LEASING AND FINANCE CO. LTD.**

11, Rani Jhansi Road, IInd Floor,  
New Delhi - 110055.

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