

ANNUAL REPORT

2012

OF

A F ENTERPRISES LIMITED

A F ENTERPRISES LIMITED

Regd. Office : 72, Janpath, New Delhi - 110001

Phone : 23310114, 23358826, Fax : 23737299, Email : indana@bol.net.in

NOTICE

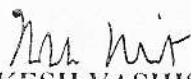
Notice is hereby given that the Annual General Meeting of the Members of A F Enterprises Limited will be held on Saturday, the 29th day of September, 2012 at 12:00 P.M. at the Registered Office of the Company at 72, Janpath, New Delhi - 110001 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and the Profit & Loss Account for the year ended on that date and report of the Auditors and Directors thereon along with the Compliance Certificate.
2. To appoint a Director in place of Mr. Avnish Kumar Srivastava who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors, M/s Umesh Chand & Company, Chartered Accountant, to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

**BY ORDER OF THE BOARD
FOR A F ENTERPRISES LIMITED**

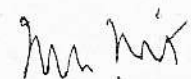
Place: New Delhi
Dated: 30.08.2012


(RAKESH VASHIST)
(DIN-00516784)
DIRECTOR

NOTES:

- a) A member entitled to attend and vote, is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy in order to be effective must reach the Registered Office of the Company duly stamped, not less than 48 hours before the time fixed for the meeting. Proxy Form is enclosed.
- b) Members are requested to bring their copy of Annual Accounts at the meeting as extra copies may not be available.
- c) The Register of Members and Share Transfer Books of the Company will remain closed from Monday, 24th September, 2012 till Saturday, the 29th day of September, 2012. (Both days inclusive).
- d) Members are requested to notify immediately any change in their address, quoting folio numbers to the Company.

**BY ORDER OF THE BOARD
FOR A F ENTERPRISES LIMITED**


(RAKESH VASHIST)
(DIN-00516784)
DIRECTOR

Place: New Delhi
Dated: 30.08.2012

A F ENTERPRISES LIMITED

Regd. Office : 72, Janpath, New Delhi - 110001
Phone : 23310114, 23358826, Fax : 23737299, Email : indana@bol.net.in

DIRECTOR'S REPORT

TO THE MEMBER:

Your Directors have pleasure in presenting their Annual Report along with the Audited Statements of Account for the year ended 31st March, 2012.

FINANCIAL RESULTS:

The financial results for the year's operations and the comparative figures of the previous year are summarised below:

Particulars	31 st March, 2012 (Amount in Rupees)	31 st March, 2011 (Amount in Rupees)
Total Income	9,00,500	1,00,000
Total Expenditure	7,16,893	2,126,474
Profit/ (loss) before tax	1,83,607	(2,026,474)
Less/Add: Provision for tax/Earlier year tax Provisions	34,986	NIL
Profit/ (loss) after tax	1,48,621	(2,026,474)
Profit/ (loss) brought forward from previous year	(1,21,27,859)	(1,01,01,385)
Amount transferred to general reserve	NIL	NIL
Profit / (loss) carried over to next year	(1,19,79,238)	(1,21,27,859)

DIVIDEND:

In view of the financial results of the Company, Directors are unable to recommend any dividend for the year under review.

OPERATIONS:

Due to adverse market conditions and bleak prospects, the Company is unable to operate more resourcefully.

The Company is now taking into consideration some other business prospects which can give it steady returns in the long run.

DIRECTORS:

During the year under review, Mr. Avnish Kumar Srivastava, Director of the Company retires by rotation and being eligible, offer himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, the Board of Directors hereby state and confirm:

- (i) That in the preparation of the accounts for the financial year ended 31st March, 2012, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March, 2012 on a 'going concern' basis.

AUDIT COMMITTEE:

The paid up capital of the Company is Rs.24, 00,000 only. Therefore Company does not fall into the provision of Section 292A; hence no Audit Committee is required to be constituted.

CORPORATE GOVERNANCE:

The Company continues to function in a transparent manner with the basic philosophy to create wealth, besides taking care of the interests of all stakeholders including Shareholders, Banks, Financial Institutions, Customers, Employees and the Society at large. Your Company gives due emphasis on the adaptability to such procedures so as to ensure transparency, accountability & integrity in all respect.

The paid up share capital of the Company is less than 3 Crores and net worth is less than 25 Crores therefore Company does not fall in the provision of Clause 49 of the Listing Agreement. Hence no report on Corporate Governance is annexed along with the Director's Report.

COMPLIANCE CERTIFICATE:

Pursuant to Section 383A of the Companies Act, 1956 the Company has obtained a Compliance Certificate from Trilok Chand Garg, Practicing Company Secretary, in the prescribed form regarding compliance by the Company. The Copy of the same has been attached with this report.

AUDITORS:

Your Company's auditor M/S Umesh Chand & Company, Chartered Accountant, retires at the conclusion of the forthcoming Annual General Meeting of the Company and being eligible, offer themselves for re-appointment. Your directors recommend their re-appointment and to fix their remuneration. The Company has received confirmation from the above Auditors to the effect that their appointment, if made, would be within the limits under Section 224(IB) of the Companies Act, 1956.

AUDIT REPORT:

The observations to the Auditors Report read with the notes on accounts are self explanatory.

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

The Company do not involve in any manufacturing or processing activities and is not included in the list of specified industries so the particulars as per the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy and technology absorption are not applicable. The foreign exchange earnings and outgo during the year is NIL.

PARTICULARS OF EMPLOYEES:

No employee is in receipt of remuneration exceeding the limits laid down under Section 217(2A) of the Companies Act, 1956.

INDUSTRIAL RELATIONS:

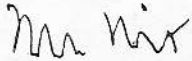
The Industrial Relations have continued to be stable and harmonious during the course of the year. The Company has made sustained efforts to improve manpower productivity and employer-employee relations.

ACKNOWLEDGEMENTS:

The Directors wish to place on record their sincere thanks to the employees at all level for their contributions made during the year. Moreover they wish to place on record their deep appreciation of the enthusiasm, initiative and hard work put in by the employees of the Company.

BY ORDER OF THE BOARD
FOR A F ENTERPRISES LIMITED

Place: New Delhi
Dated: 30.08.2012


(RAKESH VASHIST)
(DIN-00516784)
CHAIRMAN

AUDITOR'S REPORT

TO THE SHAREHOLDERS OF
A F ENTERPRISES LIMITED

- 1 We have audited the attached Balance Sheet of A. F. ENTERPRISES LIMITED as at 31st March, 2012 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 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 (Auditors Report) Order, 2003 (as amended) issued by the Central Government of India under the provisions of Section 227(4A) 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.
- 4 Books of accounts are prepared on going concern basis. Management is planning to arrange additional funds for repayment of its liabilities. Therefore going concern assumption seems to be unaffected.
- 5 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 purpose of our audit.
 - (ii) In our opinion, the Company has kept proper books of accounts as required by the law, so far, as appears from our examination of the books.
 - (iii) The Balance sheet and the Statement of Profit and Loss referred to in the report are in agreement with the books of accounts.
 - (iv) In our opinion, Balance Sheet and Statement of Profit & Loss comply with the accounting standards referred to Section 211(3C) of the Companies Act, 1956.
 - (v) On the basis of written representations received from Directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Director is disqualified as on 31st March, 2012 from being appointed as Director in terms of 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 Balance Sheet and Statement of Profit and Loss give the information required by the Companies Act 1956, in the manner, so required and give a true and fair view:
 - a. In the case of the Balance sheet of the state of affairs of the Company as at 31st March, 2012
 - and
 - b. In the case of Statement of Profit and Loss of the Profit of the Company for the year ended on that date.

Place: New Delhi
Dated: 30.08.2012

For Umesh Chand & Company
Chartered Accountants
FRN, 010585N

FCA, Umesh Chand Goyal
(Partner)
M. No. 088328

Annexure referred to in Paragraph 3 of our report of even date to the Shareholders of
A F ENTERPRISES LIMITED for the year ended on 31st March, 2012

- 1 No Fixed Assets are held by the Company during the year.
- 2 No Inventory is held by the Company during the year.
- 3 The Company has granted loans for Rs.1.24 Lacs without interest to two companies and taken unsecured Loans for Rs. 0.86 Lacs from one company covered in the Register maintained under Section 301 of The Companies Act, 1956. As per explanation given by the Management such loans are not prejudicial to the interest of the company.
- 4 In our opinion, according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- 5.a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion, according to the information and explanations given to us, there are no transactions made in pursuance of such contracts or arrangements entered into the Register in pursuance of Section 301 of the Act, exceeding the value of Rupees Five Lakhs in respect of any party during the year, which have been made at prices which are not reasonable having regard to the prevailing market prices at the relevant time.
- 6 The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- 7 In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. The Central Government has not prescribed the maintenance of Cost Records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the Company.
- 9.a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues including income-tax, sales-tax, customs duty, cess and other material statutory dues as applicable with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of sales tax, income-tax, customs duty and cess etc, which have not been deposited on account of any dispute.
- 10 The Company has accumulated losses more than 50% of the Net Worth as at 31st March, 2012 and it has not incurred cash losses in the financial year ended on that date. The Company has incurred cash losses in the immediately preceding financial year.

- 11 According to the record of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at 31st March, 2012.
- 12 The Company has not granted loan and advances on the basis of security by way of pledge of Shares, debentures and other securities.
- 13 The provisions of any special statute applicable to Chit Fund/ Nidhi Mutual Benefit Fund societies are not applicable to the Company.
- 14 In our opinion, the Company was formed with the object of dealing in shares, debentures, securities and other investments. However, there are no transactions during the year. Shares acquired by the Company by way of investments were held in its own name.
- 15 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 during the year.
- 16 The Company has not obtained any term loans during the year.
- 17 On the basis of overall examination of the Balance Sheet of the Company in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investments or vice versa.
- 18 The Company has not made any preferential allotment of Shares to parties and companies covered in the Register maintained under section 301 of the Act during the year.
- 19 The Company has not issued any debentures during the year.
- 20 The Company has not raised any money by public issues during the year.
- 21 During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have been informed of such case by the management.

Place: New Delhi
Dated: 30.08.2012

For Umesh Chand & Company
Chartered Accountants
(Regn. No. 010585N)


Umesh Chand Goyal
(Partner)
M. No. 088328

A F ENTERPRISES LIMITED
Balance Sheet as at 31.03.2012

(Amount in ₹)

Particulars	Note No.	31st March 2012	31st March 2011
I. EQUITY AND LIABILITIES :			
1 Shareholders' funds			
Share capital	3	2,400,000	2,400,000
Reserves and surplus	4	(11,979,238)	(12,127,859)
2 Share application money pending allotment			
3 Non-current liabilities			
Long-term borrowings			
4 Current liabilities			
Short Term Borrowings	5	9,874,261	9,795,320
Other current liabilities	6	102,970	45,500
Short-term provisions	7	34,986	
TOTAL		432,979	112,961
II. ASSETS			
Non-current assets			
1 Fixed assets			
Non-current investments	8	10,600	34,623
2 Current assets			
Trade receivables	9	67,500	
Cash and cash equivalents	10	111,148	68,338
Short-term loans and advances	11	153,731	
Other current assets	12	90,000	10,000
TOTAL		432,979	112,961

See

Corporate Information

1

Significant Accounting Policies and notes to financial statements

2

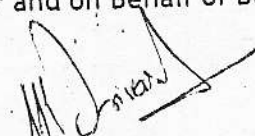
Notes referred to above form an Integral part of Financial Statements

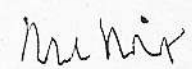
For Umesh Chand & Co
Chartered Accountants
FRN : 010585N

FCA Umesh Chand Goyal
Partner
M.N. 088328

Place: New Delhi
Date: 30.08.2012

For and on Behalf of Board of Directors


A K SRIVASTAVA
(Director)
DIN 00516840


RAKESH VASHIST
(Director)
DIN 00516784

A F ENTERPRISES LIMITED
Statement of Profit and loss for the year ended 31.03.2012

(Amount in ₹)

Particulars	Notes	31st March 2012	31st March 2011
I. Revenue from operations	13	900,000	100,000
II. Other income	14	500	
III. Total Revenue (I + II)		900,500	100,000
IV. Expenses:			
Employee benefits expense	15	621,600	129,000
Other expenses	16	95,293	1,997,474
Total expenses		716,893	2,126,474
V. Profit before exceptional , extraordinary items and tax (III-IV)		183,607	(2,026,474)
VI Exceptional items			
VII Profit before extraordinary items and tax (V-VI)		183,607	(2,026,474)
VIII Extraordinary Items			
IX Profit before tax (VII-VIII)		183,607	(2,026,474)
X Tax expense:			
(a) Current tax		34,986	
(b) Less: MAT Credit Receivable			
(2) Deferred tax			
Profit (Loss) for the period from continuing operations (IX-X)		148,621	(2,026,474)
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations			
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			
XV Profit (Loss) for the period (XI+XIV)		148,621	(2,026,474)
XVI Earnings per equity share:			
(1) Basic		0.62	(8.44)
(2) Diluted		0.62	(8.44)

See

Corporate Information

Significant Accounting Policies and notes to financial statements

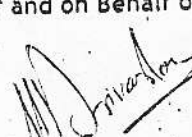
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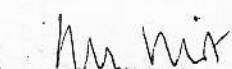
For Umesh Chand & Co
Chartered Accountants
FRN : 010585N

FCA: Umesh Chand Goyal
Partner
M. No. 088328

Place: New Delhi
Date: 30.08.2012

For and on Behalf of Board of Directors


A K SRIVASTAVA
(Director)
DIN 00516840


RAKESH VASHIST
(Director)
DIN 00516784

A F ENTERPRISES LIMITED
Notes to the Financial statements

Note 1

1.1 Corporate Information

A F Enterprises is incorporated under the Companies Act, 1956, on 18th August, 1983 as a Public Limited Company. Its authorized share capital is Rs. 1.25 crore. Registered office of company is situated at 72, Janpath, New Delhi. Company is carrying on the business of consultancy service provide for staff training, Staff Personal Grooming etc.

1.2 Management is planning to arrange additional funds for repayment of its liabilities. Therefore going concern assumption seems to be unaffected.

Note 2 Significant Accounting Policies

2.1 These accounts have been prepared on " Historical cost " basis.

2.2 The company generally follows " accrual concept " of accounting in the preparation of the accounts.

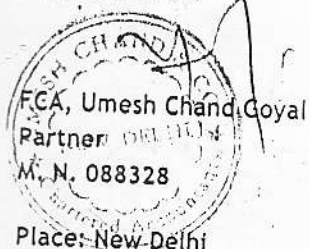
2.3 Investments are stated after considering permanent diminution in their value.

2.4 The employees benefits for Leave Encashment etc. are accounted for in the year they are incurred.

2.5 Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that the Company will pay normal tax and the resultant asset can be measured reliably

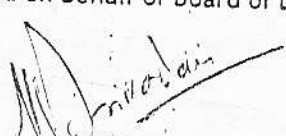
2.6 Accounting policies not specifically referred to are in consonance with the generally accepted accounting practices

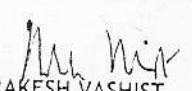
For Umesh Chand & Co
Chartered Accountants
FRN : 010585N



Place: New Delhi
Date: 30.08.2012

For and on Behalf of Board of Directors


A K SRIVASTAVA
(Director)
DIN 00516840


RAKESH VASHIST
(Director)
DIN 00516784

A F ENTERPRISES LIMITED
Notes to the Financial statements

3 Share Capital

(Amount in ₹)

<u>Share Capital</u>	31st March 2012	31st March 2011
<u>Authorised</u>		
12,50,000 Equity Shares of Rs.10 each	12,500,000	12,500,000
<u>Issued</u>		
2,40,000 Equity Shares of Rs.10 each fully paid up	2,400,000	2,400,000
<u>Subscribed & Paid up</u>		
2,40,000 Equity Shares of Rs.10 each fully paid up	2,400,000	2,400,000
Total	2,400,000	2,400,000

3.1 Reconciliation of number of shares

Particulars	As at 31st March 2012		As at 31st March 2011	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	240,000	2,400,000	240,000	2,400,000
Shares Issued during the year				
Shares bought back during the year				
Shares outstanding at the end of the year	240,000	2,400,000	240,000	2,400,000

3.2 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

SR NO	Name of Shareholder	31st March 2012		31st March 2011	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Indodan Industries Limited	47600	19.83%	47600	19.83%
2	Jalan Swarnlata	28030	11.68%	28030	11.68%
3	Vashist Deepa	50000	20.83%	50000	20.83%
4	Jalan Siddharth	50600	21.08%	50600	21.08%
5	James Capital & Finance Pvt. Ltd.	30000	12.50%	30000	12.50%



4 Reserves and Surplus (Amount in ₹)

Reserves & Surplus	31st March 2012	31st March 2011
Surplus		
Opening balance	(12,127,859)	(10,101,385)
(+) Net Profit/(Net Loss) For the current year	148,621	(2,026,474)
Closing Balance	(11,979,238)	(12,127,859)

5 Short Term Borrowings (Amount in ₹)

Short Term Borrowings	As at 31st March 2012	As at 31st March 2011
<u>Loans & Advances to related parties</u>		
Unsecured	9,874,261	9,795,320
Total	9,874,261	9,795,320

6 Other Current Liabilities (Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
<u>Other</u>		
Audit Fees Payable	6,603	6,500
Salary Payable	85,732	39,000
TDS on Salary Payable	2,959	
Other payables	7,676	
Total	102,970	45,500

7 Short Term Provisions (Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
Others		
Provision for Taxation	34,986	
Total	34,986	



8 Non Current Investments

(Amount in ₹)

Particulars	As at 31st March 2012			As at 31st March 2011		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
A Other Investments (Refer A below)						
(a) Investment in Equity instruments						
(i) of Others						
10600 Equity Shares of Rs.10 each fully paid up of Daffodil Businesses Limited		10,600	10,600		34,623	34,623
Total (A)		10,600	10,600		34,623	34,623

9 Trade Receivables

(Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
Trade receivables outstanding for a period less than than 6 months than from the date they were due for payment		
Unsecured, considered good	67500	
Less: Provision for doubtful debts	67500	
Total	67500	

10 Cash and cash equivalents

(Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
Balances with banks		
In Current accounts	99,119	9,278
Cash on hand	12,029	59,060
Total	111,148	68,338

11 Short-term loans and advances

(Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
Loans and advances to related parties		
Unsecured, considered good	123731	
	123731	
Others		
Advance against Salary account	30000	
	30000	
Total	153731	

12 Other current assets

(Amount in ₹)

Particulars	As at 31st March 2012	As at 31st March 2011
TDS Receivable	90000	10000
Total	90,000	10,000

A F ENTERPRISES LIMITED
Notes to the Financial Statement

13 Revenue from operations (Amount in ₹)

Particulars	31st March 2012	31st March 2011
Sale of services	900,000	100,000
Total	900,000	100,000

14 Other Income (Amount in ₹)

Other Income	31st March 2012	31st March 2011
Interest Income	500	-
Total	500	-

14.1 Interest Income (Amount in ₹)

Particulars	31st March 2012	31st March 2011
Interest Income on Refund of Tax	500	-
Total	500	-

15 Employee Benefits Expense (Amount in ₹)

Employee Benefits Expense	31st March 2012	31st March 2011
Salaries and incentives	621600	129000
Total	621600	129000

16 Other expenses (Amount in ₹)

Other expenses	31st March 2012	31st March 2011
Legal & Professional Fees	27010	49055
Payments to the auditor as Auditor	5,618	5,515
Filing fees	1,740	5,500
Subscription & Membership Fees	5,515	5,515
Advertisement Expenses	30,990	24,380
Value of Shares w/off	24,023	1,906,389
Miscellaneous Expense	397	1,120
Total	95,293	1,997,474

17 **Notes**

- 17.1 The company continues to carry on its operation and expects to continue the same and hence, the accounts have been prepared "on going concern basis" despite substantial losses in earlier years.
- 17.2 Loans and Advances includes loans to Companies in which directors are interested Rs. 123731 (Previous Year Rs. Nil) and maximum balance outstanding during the year Rs. 123731).
- 17.3 Quoted value of Investments is not available. On the basis of estimation, value of investment in Daffodil Businesses Limited are written down to Rs. 1 per share.
- 17.4 In the opinion of Board:
The Currently Asset, Loans & Advances have value on realisation in the ordinary course of business of the Company at least equal to the amounts at which they are stated in the Balance Sheet.
- 17.5 Provision for Taxation is created on the basis of Minimum Alternate Tax (MAT) provisions of Income Tax Act, 1961 because there is no convincing evidence that the company will pay normal tax in next few years, also refer Note No. 25.
- 17.6 Previous Year's figures have been regrouped, reclassified, wherever necessary.

17.7 **Related Party Disclosures: (AS 18)**

List of Related parties where control exists or with whom transactions have taken place in ordinary course of business during the year are given hereunder:-

	Nature of Relationship	Name of the Parties
1)	Individuals owning directly or indirectly interest in voting power that given them control	Deepa Vashist Siddharth Jalan
2)	Key Management Personal and Relatives	Rakesh Vashist Saurav Vashist
3)	Enterprises over which key (2) and (3) are able to exercise significant influence with whom transactions have taken place	Foremost Industries (India) Limited Daffodil Businesses Limited Metallica Industries Limited Siddharth Businesses Limited Indodan Industries Limited

	Nature of Transactions	Name of the Related party	This year Rs /Lacs	Previous year Rs /Lacs
1)	Inter Corporate Deposits/Loan taken	Indodan Industries Limited Metallica Industries Limited	0.86 0.00	0.00 97.00
2)	Inter Corporate Deposits/Loan given	Daffodil Businesses Limited Siddharth Businesses Limited	0.86 0.38	0 0
3)	Inter Corporate Deposits/ Repaid	Foremost Industries (India) Limited	0.07	96.49

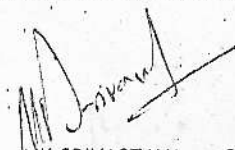
For Umesh Chand & Co
Chartered Accountants

FRN : 010585N

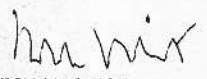
FCA Umesh Chand Goyal
Partner
M. No. 088328

Place: New Delhi
Date: 30.08.2012

For and on Behalf of Board of Directors



A.K. SRIVASTAVA
(Director)
DIN 00516840



RAKESH VASHIST
(Director)
DIN 00516784

A F ENTERPRISES LIMITED

(Amount in ₹)

CASH FLOW STATEMENT	THIS YEAR	PREVIOUS YEAR
A Cash Flow From Operating Activities		
Net profit/(Loss) before Tax &	183,607	(2,026,474)
Extra ordinary Items		
Adjustments for :		
Profit/(Loss) on sale of Assets/Investments	0	0
Diminution in Value of Long Term Investments	24,023	0
Interest	0	0
Interest & Dividend Income	0	0
Operating Profit before Working	0	0
Capital Changes	0	0
Adjustments for :		
Add:Increase in Current Liabilities		35,500
Increase in Other Current Liabilities	57,470	0
Less:Increase in Current Assets		
Increase in Trade Receivables	(67,500)	0
Increase in Other Current Assets	(80,000)	0
Increase in Loans & Advances	(153,731)	
Defferred Revenue Expenditure	0	0
Cash Flow before Extra-ordinary Items	0	0
Direct Taxes paid		(10,000)
Extra-ordinary items	0	0
NET CASH FLOW FROM OPERATING ACTIVITIES	(36,131)	(2,000,974)
B Cash Flow From Investing Activities		
Purchase of Fixed Assets/Investments	0	0
Sale of Investments	0	1,906,389
Sale of Fixed Assets	0	0
NET CASH FLOW FROM INVESTING ACTIVITIES		1,906,389
C Cash Flow From Financing Activities		
Proceeding from long term & short term Borrowings	78,941	54,861
Repayment of long term & short-term Borrowings	0	0
Interest paid	0	0
Dividend paid	0	0
Net increase/(decrease) in Cash and		
Cash Equivalents (A+B+C)	42,810	(39,724)
Cash & Cash Equivalents at the beginning of the year	68,338	108,062
Less:Cash & Cash equivalent pertaining		
to transfer Division	0	0
Cash and Cash Equivalents at the end of the year	111,148	68,338

FOR UMESH CHAND & COMPANY
 CHARTERED ACCOUNTANTS
 (FRN. 010585N)

FCA UMESH CHAND GOYAL
 (PARTNER)

PLACE NEW DELHI
 DATED: 00.08.2012

For and on Behalf of Board of Directors

A K SRIVASTAVA
 (DIRECTOR)
 DIN 00516840

RAKESH VASHIST
 (DIRECTOR)
 DIN 00516784