



2011-2012

DAULAT SECURITIES LIMITED

DAULAT SECURITIES LIMITED

- **Directors**

Shri Sohan Lal Kochar	(Chairman)
Shri Jitendra Kochar	(Managing Director)
Shri Ajit Kochar	(Wholetime Director)
Shri Madhu Sudan Daga	(Director)
Shri Jaideep Jaloka	(Director)
Shri Prabin Kumar Baid	(Director)
Dr. Pradip Rasiklal Kamdar	(Director)
Mrs. Vasudha Kochar (Chhajer)	(Addl. Director)

- **Auditors**

M/s. Bahety & Goenka

- **Bankers**

Corporation Bank
HDFC Bank

- **Registered Office**

86 Canning Street, Kolkata - 700001

- **Administrative Office**

21 Lansdowne Place, Kolkata - 700029

NOTICE

NOTICE is hereby given that the Nineteen Annual General Meeting of the members of **DAULAT SECURITIES LTD** will be held on 14th September, 2012 at MANGLAM 29, Lansdown Place Kolkata-700 029 at 11.00 A.M. to transact the following business: -

ORDINARY BUSINESS:-

1. To receive, consider and adopt the Audited Balance Sheet and Profit and Loss Account for the year ended 31st March 2012 and Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Madhusudan Daga who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Dr P R Kamdar who retires by rotation and being eligible, offers himself for reappointment
4. To appoint Auditors to hold office, from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

“RESOLVED THAT M/s BAHETY & GOENKA. Chartered Accountants, Kolkata (Registration No 317111E) be and are hereby reappointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company at remuneration to be determined by the Board. “

SPECIAL BUSINESS

ITEM NO- 5

To consider and if thought fit, to pass, with or without modification, the following as an ordinary resolution:-

“RESOLED THAT Mrs.Vasudha Kochar (Chhajer) who was appointed by the Board of Directors as an Additional Director of the Company with effect from October 20, 2011 and who holds office up to the date of this Annual General meeting in terms of Section 260 of the Companies Act , 1956 (‘Act”) and in respect of whom the company has received notice in writing from a member under Section 257 of the Act , proposing her candidature for the office of the director of the Company, be and is hereby appointed as a Director of the Company. “

Registered Office
86 Canning Street
Kolkata – 700 001
Dated: 30th May 2012

By Order of the Board
JITENDRA KOCHAR
(Managing Director)

Notes: -

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company. The Company should receive proxies not less than 48 hours before the meeting
2. The Register of the Members and Share Transfer Books in respect of the Equity Shares of the Company will remain closed from 01-09-2012 to 14-09-2012 (both days inclusive).
3. Members are requested to notify the change, if any, in their address and bank mandate details immediately to the Company's Share Department at the Registered Office at 86, Canning street, Kolkata – 700 001, &/or to the Registrars and Transfer Agents of the Company- Maheshwari Datamatics (P) Ltd 6 Mango Lane , 2nd Floor , Kolkata-700 001 quoting their folio numbers.
4. Members are requested to bring their copies of the Reports and Accounts to the meeting.
5. Members desirous of getting any information about the accounts and operation of the company are requested to address their queries to the Director of the company well in advance so that the same are received at least seven days before the date of Meeting to enable the Management to keep the information readily available at the meeting.
6. Explanatory statement pursuant to section 173(2) of the Companies Act, 1956, relating to the Special Business to be transacted at the Annual general Meeting is annexed hereto:

ITEM NO- 5 under Special Business

At the Meeting of the Board of Directors held on 20.10.2011, Mrs. Vasudha Kochar (Chhajer) was appointed as an Additional Director of the Company to hold office till the conclusion of the Annual General Meeting. Mrs. Vasudha Kochar (Chhajer) is a Bsc Msc by profession. She brings with her rich & vast experience in the field of Finance and Accounts.

As required under section 257 of the Companies Act, 1956, notice has been received from a Member proposing the name of Mrs. Vasudha Kochar (Chhajer) as the Director of the Company.

The brief resume of the Director and other information as per clause 49 of the Listing Agreement with the Stock Exchange are provided as annexure to the notice

The Resolution is recommended for the approval of the Members. Mr Sohan Lal Kochar, Mr. Jitendra Kochar, Mr Ajit kochar and Mrs. Vasudha Kochar (Chhajer) is concerned or interested in the said resolution.

Registered Office
86 Canning Street
Kolkata – 700 001

By Order of the Board

Dated: 30th May 2012

JITENDRA KOCHAR
(Managing Director)

Details of Director seeking appointment/re-appointment at the 19th Annual General Meeting (In pursuance of Clause 49 of the Listing Agreement)

Name of the Director	Mr Madhusudan Daga	Dr P R Kamdar	Mrs.Vasudha Kochar (Chhajer)
Date of Birth	18-01-1957	26-02-1948	24-11-1987
Date of appointment	01-12-1998	02-06-2003	20-10-2011
Qualification	B.Com (Hons')	MBBS	BSC, MSC
Expertise in specific functional areas	He carries rich experience in finance and other industries	Rich experience in capital market	Accounts and finance
Number of Shares held in the Company	NIL	2500	14200
Directorship held in other public companies (excluding foreign companies)	Balaji Metal Craft Ltd.	N.A	N.A
Chairman / Member of the committee of the Directors of other Companies in which he is a Director	N.A	N.A	N.A



**DIRECTORS' REPORT
TO
THE MEMBERS**

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

FINANCIAL RESULTS FOR THE YEAR IS AS UNDER:

	Year ended 31.03.2012	Year ended 31.03.2011
Profit before tax	10,122,007	7,916,328
Tax expense:		
(1) Current tax	1,760,000	1,340,504
(2) Deferred tax	(45,140)	54,506
(3) Earlier Years	(229,085)	193
Profit for the period	8,636,232	6,521,125
Earning per equity share:		
(1) Basic	1.67	1.32
(2) Diluted	1.67	1.32

OPERATION

STOCK EXCHANGE OPERATION

Global and domestic macro economic headwinds had an adverse impact on the financial markets in India. Amidst dwindling investor interest, Equity markets recorded lowest turnover in several year. Increasing competition and structural regulatory changes in recent years had already made business conditions quite challenging In this scenario, your company has performed satisfactorily.

DEPOSITORY OPERATION

The depository operation of the company continues to run smoothly.

DIVIDEND

The company has decided to plough back its profits for future development. Hence the Directors do not recommend any dividend for the year under review.

DIRECTORS

Pursuant to the provisions of section 260 of the Companies Act, 1956 and the Articles of Association of the Company Mrs. Vasudha Kochar (Chhajer) was appointed as an Additional Director with effect from October 20, 2011 and will hold office up to the date of the forthcoming Annual General Meeting of the Company

Mr.Madhusudan Daga and Dr P R Kamdar retire by rotation and being eligible, offers himself for reappointment.

CORPORATE GOVERNANCE

As per the amended listing agreement with stock exchanges, the company has complied with the requirement of corporate governance. A report on Corporate Governance is attached to this report as per statutory requirements. A Certificate from the Auditors of the Company M/s. Bahety & Goenka confirming the compliance of conditions of Corporate Governance is annexed to this report

AUDITORS' REPORT

The report of the auditors is self-explanatory and there are no comments, which need to be reported.

LISTING

The equity shares of the company are listed on The Bombay Stock Exchange Ltd and The Calcutta Stock Exchange Ltd



AUDITORS

The Auditors M/s. Bahety & Goenka, Chartered Accountants (Registration No-317111E) retire and being eligible offer themselves for reappointment. Shareholders are requested to appoint the Auditors of the company and to fix their remuneration.

PARTICULARS OF EMPLOYEES

No employee was in receipt of remuneration aggregating to Rs. 24, 00,000/- per annum or Rs. 2, 00,000/- per month.

CONSERVATION OF ENERGY / TECHNOLOGY / ABSORPTION / RESEARCH AND DEVELOPMENT

Particulars as required under the Companies (Disclosures of particulars in the report of Board of Directors) Rules 1975 are not applicable to the company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors confirms that:

- i) In the preparation of the annual accounts for the financial year ended 31st March, 2012, the applicable accounting standards have been followed and that there is no material departure;
- ii) the Directors have 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 as at 31st March, 2012 and of the Profit of the Company for said period.
- iii) the Directors have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities, and
- iv) the Directors have prepared the annual accounts for the financial year ended 31st March 2012 on a going concern basis.

ACKNOWLEDGEMENT

The Board expresses its deep gratitude and thanks to the Clients, Bankers, and associated staff & SEBI, Stock Exchange Employees & Depository participants and Shareholders/ Investors for their valuable contribution towards the progress of the Company.

Registered Office
86, Canning Street
Kolkata – 700 001.

For and on behalf of the Board

Dated: 30th May 2012
Place: Kolkata

JITENDRA KOCHAR
Managing Director



Management Discussion and Analysis Report

Industries Trends & Developments - Be it stock broking, mutual fund distribution or depository services, all the activities that your company is engaged in have huge growth opportunities due to existing low penetration levels, but are facing tremendous competitive pressures and increasing regulatory compliances. With the increasing role of technology, there is a paradigm shift in the running of these businesses. Your company is gearing up well to face all such developments by ramping up its infrastructure and technological, financial and human resources.

Opportunities and Threats - Your company's philosophy of providing professional, value-added, comprehensive and integrated broking, depository services and mutual fund to a cross-segment of society across the Eastern Region is fast becoming a positive differentiating factor vis-a-vis erstwhile competition. These could be treated as great opportunities for the company.

Business Review/ Segment wise Performance - In spite of such competitive pressures, your company has done satisfactorily well to remain above break even levels in spite of huge slowdown in income due to its focus on costs and diversified activities within the board core business of the company it does not have any segments/divisions.

Managements of Risks - The T +2 Rolling Settlement System in the Indian Capital Markets induces safety and your company also has strict margin norms and other risk management policies. A comprehensive risk evaluation methodology and processes for early identification and mitigation of all kinds of risks begin in place, except for unforeseen circumstances and marginal exposure to financial risk in the retail capital markets division, your company is quite a risk-free business entity.

Internal Control Systems and their adequacy - The scope of work for internal auditors addresses issues related to internal control systems, particularly those related to regulatory compliance. Pre-audit and post audit checks and reviews ensure that audit observations are acted upon. The Audit Committee of the Board of Directors reviews the Internal Audit Reports and the adequacy of internal controls.

Financial Performance - A snapshot of financial performance is furnished in the Directors Report. The economic slowdown and complete meltdown in capital markets has brought down the income of the company.

Future Outlook - With hopes of economic revival in the near future and the indicative rise in the capital markets in the recent past, we can expect business to improve. Conscious efforts are being made to keep the expenses under check so that resources could be deployed for strategic growth. From herein onwards, the company can only look at better time.

Human Resource Management - Employees are vital to Daulat Securities Limited. We have created a favorable work environment that encourages innovation and meritocracy. We have also set up a scalable recruitment and human resource management process, which enable us to attract and retain high caliber employees.

BAHETY & GOENKA
Chartered Accountants

310 Manglam-A
24, Hemant Basu Sarani
Kolkata-700001

**AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE
AS PER CLAUSE 49 OF THE LISTING AGREEMENT OF THE STOCK EXCHANGE.**

To the Members of Daulat Securities Ltd.

We have reviewed the relevant records of the company for the year ended on 31st March, 2012, relating to compliance of conditions of Corporate Governance, as stipulated in Clause 49 of the Listing Agreement entered into, by the Company, with the Stock Exchanges.

The compliances of conditions of Corporate Governance are the responsibility of Management. Our review was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of an 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, we have to state that to the best of our knowledge the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Investor Grievance Committee.

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

For Bahety & Goenka
Chartered Accountants
Firm Registration Number: 317111E

RAJENDRA KUMAR BAHETY
Partner
Membership Number: 053255

Kolkata
Date: 30/05/2012

CORPORATE GOVERNANCE

PHILOSOPHY

Your Company believes that Corporate Governance is a powerful medium to sub serves the long-term interests of all the stakeholders, including the enhancement of overall business valuation for the owners. Corporate Governance strengthens investors' trust and ensures a long-term partnership that helps in fulfilling our quest for achieving significant growth and profits. Your Company is committed to benchmarking itself with the best in all areas including Corporate Governance and has benchmarked its practices with the prevailing guidelines with transparency, full disclosure and independent monitoring.

BOARD OF DIRECTORS

Composition, Category of Directors And Their Other Directorship And Committee Memberships.

Directors	Category	Other Directorships / Board Committee (Numbers)	
		Directorships	Board Committee
Mr. Sohan Lal Kochar	Chairman and Director	1	---
Mr.Madhusudan Daga	Independent and Non Executive Director	1	---
Mr.Jaideep Jaloka	Do	1	---
Mr.Prabin Kr.Baid	Do	1	---
Dr.P.R.Kamdar	Do	---	---
Mr.Jitendra Kochar	Managing Director	---	---
Mr. Ajit Kochar	Whole time Director	2	---
Ms.Vasudha Kochar **	Director	---	---

**Appointed Additional Director w.e.f. 20th October, 2011

Eight Meeting of the Board of Directors were held during the year ended 31st March, 2012

Dates of Board Meeting
14 th May 2011
24 th June, 2011
25 th July, 2011
12 th August 2011
20 th October, 2011
11 th November 2011
10 th February , 2012
26 th March , 2012

Attendance of the Directors at the Board Meetings, Last Annual General Meeting and Extra Ordinary General Meetings:

Name of Director	No. Of Board Meetings Attended	Attendance at the Last Annual General Meeting held on 15 th September 2011	No. Of Extra Ordinary General Meetings Attended (NIL Extra Ordinary General Meeting held)
Mr. Sohan Lal Kochar	6	Yes	---
Mr. Madhusudan Daga	6	No	---
Mr. Ajit Kochar	8	Yes	---
Mr. Jitendra Kochar	8	Yes	---
Mr. Jaideep Jaloka	7	Yes	---
Mr. Prabin Kr. Baid	7	Yes	---
Dr.P.R.Kamdar	6	Yes	---
Ms. Vasudha Kochar **	3	No	---

**Appointed Additional Director w.e.f. 20th October, 2011

Non executive Director Compensation and disclosure

Non Executive Directors were not paid any compensation other than sitting fee

Code of Conduct and Ethics for Directors and Senior Executive

In line with the amended Clause 49 of the listing agreement, the Company adopted a Code of Conduct and Ethics for its Director and Senior Executives. The purpose of this code is to promote conduct of business ethically in an efficient and transparent manner.

AUDIT COMMITTEE

Broad Terms of Reference.

- To review the Company's Financial reporting process and its Financial Statements.
- To review the accounting and financial policies & practices.
- To review the efficiency of the internal control mechanism. And monitor risk Management policies adopted by the company and ensure compliance with Regulatory guidelines.
- To review reports furnished by the internal and statutory auditors and ensure that suitable follow up action is taken.
- To examine accountancy taxation and disclosure aspects of all significant transactions.

Composition, Name of Members and Chairman

The Audit Committee consists of three non-executive and independent Directors viz. Mr. Madhusudan Daga (Chairman), and Mr. Jaideep Jaloka and Mr. Prabin Kumar Baid.

Meetings and Attendance during the year ended 31st March 2011.

Name of Director	No. of Meetings	
	Held	Attended
Mr. Madhusudan Daga	5	5
Mr. Jaideep Jaloka	5	5
Mr. Prabin Kumar Baid	5	5

Remuneration Committee

- To review assess and recommend the appointment of whole time Director.
- To periodically review the remuneration package of whole time Director and recommend suitable revision to the board.

Composition

The Remuneration committee comprises three independent non-executives Director.

1. Mr. Madhusudan Daga Chairman Independent Non-executive
2. Mr. Jaideep Jaloka Member - do - -do-
3. Mr. Prabin Kumar Baid -do- - do -

Meetings and Attendance during the year ended 31st March 2011.

Name of Director	No. of Meetings	
	Held	Attended
Mr. Madhusudan Daga	1	1
Mr. Jaideep Jaloka	1	1
Mr. Prabin Kumar Baid	1	1

Remuneration to Director
Executive director

Jitendra Kochar Managing Director Remuneration paid – Rs 3, 00,000/-

SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE

To approve inter-alias Transfer / Transmission of shares, Issue of duplicate share certificate and review the status of Investor's Grievance and redressal mechanism and recommend measures to improve the level of investor's service

Chairman:	Mr. Sohan Lal Kochar
Members:	Mr. Madhusudan Daga Mr. Jaideep Jaloka
Compliance Officer:	Mr. S.P.Lunia

2 (Two) complaints received during the year ended 31st March 2012 and all are resolved during the year
There were no pending transfers as on 31st March 2012

CEO/CFO Certificate

In terms of clause 49 of the Listing Agreement, the certification by the Managing Director on the financial statements and internal controls relating to financial reporting has been obtained.

F. GENERAL BODY MEETINGS

i) Details of Annual General Meetings (AGMs):

AGMs	Date of AGMs	Location	Time
AGM (16 th)	15 th September, 2009	Kolkata	11.00 A.M.
AGM (17 th)	15 th September, 2010	Kolkata	11.00 A.M.
AGM (18 th)	15 th September, 2011	Kolkata	11.00 A.M.

ii) There was no special Resolution put through Postal Ballot last year.

iii) No special resolution was put through postal ballot during the year 2011-12 and presently there is no proposal for passing any resolution through Postal Ballot in the ensuing AGM.

iv) Resume and other information of the Directors retiring by rotation & getting reappointed as required to be disclosed under Clause 49VI (A) of the Listing Agreement is as under: -

- a) Shri Madhu Sudan Daga aged about 56 years is an industrialist having rich experience in the field of Business & Management. He has been Director of the Company since 1998 and is also Director in Balaji Metalcraft Ltd
- b) Dr P R Kamdar aged about 61 years is a Doctor by profession yet he takes keen interest in investment in Stocks and Mutual Fund. His experience in the stock market shall prove beneficial to the company.

DISCLOSURES

(1) The Company does not have any related party transactions, which may have potential conflict with interests of the Company at large. The Company has complied with the requirements of regulatory authorities on capital markets

(2) The Board Of Directors of the Company has laid down a Code Of Conduct for all its Board Members and Senior Management of the Company. A declaration of compliance with the Code of Conduct, signed by the Managing Director forms part of the Annual Report

G. MEANS OF COMMUNICATION

Financial Results and Annual Reports etc.:

The Quarterly and Half-Yearly Unaudited Financial Results and the Annual Audited Financial Results as taken on record or approved by the Board of Directors of the Company are published during the year under review in Leading National newspapers, i.e. The Financial Express, The Asian Age and Kalantar and are also displayed on the Company's website www.daulatsec.com. The Company is not in practice of sending Half-Yearly Report to each household of Shareholders. Notice relating to AGM & Extraordinary Meeting etc. is sent to members at their registered address.

General Shareholder Information

1. Financial reporting for the quarter ending

- June 30, 2011
- September 30, 2011
- December 31, 2011
- March 31, 2012

July, 2011
November, 2011
February, 2012
May, 2012

2. Registered Office:

86, Canning Street
Kolkata – 700 001.

3. Listing of Equity Shares / GDSs on
Stock Exchanges

The Stock Exchange Mumbai
Phiroze Jeejeebhoy Towers
Dalal Street Mumbai -400023

The Calcutta Stock Exchange Ltd
7, Lyons Range,
Kolkata – 700 001.

4. STOCK MARKET DATA

The equity shares of the Company were listed on the Stock Exchange, Mumbai and The Calcutta stock Exchange Ltd. Listing Fee for the Year 2012-13 has been paid for both the exchange

Market Price Data :

Monthly stock market data of High and Low price of Equity shares of the Company during Financial year 2011-12

Market Price Data (Monthly High and Low in 2011-12)						
Month	Bombay Stock Exchange			Calcutta Stock Exchange		
	High	Low	No of shares traded	High	Low	No of shares traded
Apr-11	20.05	7.02	4717	NIL	NIL	NIL
May-11	11.00	5.27	13249	NIL	NIL	NIL
Jun-11	7.25	5.10	24411	NIL	NIL	NIL
July-11	10.39	5.70	30306	NIL	NIL	NIL
Aug-11	9.94	8.32	6333	NIL	NIL	NIL
Sep-11	8.59	5.65	5029	NIL	NIL	NIL
Oct-11	6.20	5.25	22114	NIL	NIL	NIL
Nov-11	7.24	5.55	1921	NIL	NIL	NIL
Dec-11	7.60	7.30	22	NIL	NIL	NIL
Jan-12	8.33	5.52	2220	NIL	NIL	NIL
Feb-12	6.40	5.28	25172	NIL	NIL	NIL
Mar-12	6.72	4.37	5432	NIL	NIL	NIL

Registrar and Share Transfer Agents:

M/s. Maheshwari Datametics Pvt.Ltd.
6, Mangoe Lane, 2nd floor, Kolkata- 700 001.

Share Transfer System

Trading in equity shares of the Company is permitted only in dematerialized form. Share Transfer in physical form are registered and returned between 15 to 30 days from the date of receipt, if documents are in order in all respects.
The Committee of Directors (Shareholders / Investors Grievances) usually approves Transfer of shares.

Distribution of Shareholding As On 31st March, 2012

Shares held	No Of Equity Shareholders	% Of Shareholders	Total No Shares Held	% Of Shareholding
1-500	1757	79.37	364330	7.29
501-1000	191	8.60	150836	3.02
1001-2000	92	4.14	138076	2.76
2001-3000	67	3.02	170752	3.42
3001-4000	10	0.45	35069	0.70
4001-5000	23	1.04	111252	2.23
5001-10000	20	0.90	156331	3.13
10000 and above	55	2.48	3873354	77.47
Total	2215	100	5000000	100

Categories of Shareholding (as on 31st March, 2012)

Sr. No.	Category of Holders	No. of Shares	% of Equity
1.	Promoters' Holding	2603800	52.08
	Sub-Total	2603800	52.08
2.	Mutual Funds / UTI	--	--
3.	Banks / Financial Institutions / Insurance Companies (Central / State Govt. Institutions / Non Govt. Institutions)	--	--
4.	FII's / GDR	--	--
	Sub-Total	--	--
5.	Others	--	--
	Private Corporate Bodies	709938	14.20
	Indian Public	1686262	33.72
	NRI's / OCBs / Foreign Company	--	--
	Sub Total	2396200	47.92
		5000000	100

Dematerialization of Shares and liquidity:

Over 83.61 % of Equity Shares have been dematerialized up to 31st March 2012.

Investor Correspondence

Mr. S.P.Lunia
C/o Daulat Securities Ltd
86, Canning Street
Kolkata-700 001
Phone. 2474 - 0462

GENERAL SHAREHOLDER INFORMATION

Date and Time

14-09-2012 at 11.00 AM

Venue:

MANGLAM 29, Lansdowne Place
Kolkata-700 029

Book Closure Dates:

01-09-2012 to 14-09-2012 (Both days Inclusive)

CODE OF CONDUCT CERTIFICATE

I, Jitendra kochar, Managing director of company, hereby declare that the Board of Directors laid down a code of conduct for its Board Members and Senior Management of the company and the Board Members and Senior Management have affirmed compliance with the said Code of Conduct

Place: Kolkata
Date: 30-05-2012

For Daulat Securities Ltd

Jitendra Kochar
Managing Director

CEO Certification under Clause 49 (v) of the Listing Agreement

The Board of Director

Daulat Securities Ltd.

I Jitendra Kochar, Managing Director of Daulat Securities Ltd. do hereby certify to the Board in terms of the requirement of Clause 49 (v) of the Listing Agreement, that I have reviewed the financial statement of the company for the ended 31ST March, 2012 :

1. To the best of my knowledge I certify that :
 - (a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - (b) These statements together present a true and fair view of the company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulation.
 - (c) There are, to the best of my knowledge & belief, no transactions entered into by the company during the year which is fraudulent, illegal or violative of the company's code of conduct.
2. For the purpose of this reporting I accept responsibility for establishing and maintaining internal controls and that I have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design, or operation of such internal controls.
3. I do further certify that there has been :
 - (a) No significant changes in internal control over financial reporting during the quarter :
 - (b) No changes in accounting policies :
 - (c) No instances of significant fraud of which I am aware.

Place: Kolkata

Jitendra Kochar

Date: 30-05-2012

Managing Director

BAHETY & GOENKA
Chartered Accountants

310 Manglam-A
24, Hemant Basu Sarani
Kolkata-700001

AUDITORS' REPORT

To the Members of
Daulat Securities Limited

Report on the Financial Statements


1. We have audited the attached Balance Sheet of **DAULAT SECURITIES LIMITED** as at March 31, 2012, the statement of Profit & Loss and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Companies management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in Paragraphs 4 & 5 of the said Order.

4. Further to our comments in the Annexure referred to in Paragraph 3 above, we report that:-

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law, have been kept by the Company so far as appears from our examination of those books;



c) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;

d) In our opinion, the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in compliance with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act 1956.

e) On the basis of written representation received from the Directors as on March 31, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies and notes thereon give the information required by the Companies Act 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

i) In the case of Balance Sheet of the state of affairs of the Company as at March 31, 2012;

ii) In the case of the statement of Profit & Loss of the Profit for the year ended on that date; and

iii) In the Cash Flow Statement, of the cash flows for the year ended on that date.

For Bahety & Goenka
Chartered Accountants
Firm Registration Number: 317111E

RAJENDRA KUMAR BAHETY
Partner
Membership Number: 053255

Kolkata
Date: 30th May 2012

BAHETY & GOENKA
Chartered Accountants

310 Manglam-A
24, Hemant Basu Sarani
Kolkata-700001

Annexure to the Auditor's Report

The Annexure referred to in our report to the members of the **Daulat Securities Limited** for the year ended 31st March 2012. We report that:

(i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The company has a regular programme of physical verification of its fixed assets; and no material discrepancies were noticed on such verification.

(c) Office premises having written down value of Rs 13,41,461 have been disposed of during the year for Rs 90 Lakhs. The Company has taken another premise on rent on temporarily basis pending erection /completion of new office building. It has not affected the Going Concern Principle.

(ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management;

(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.


(c) The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.

(iii) (a) The Company has granted unsecured loans to Companies, firms or other parties, which are not covered in the register maintained under Section 301 of the Companies Act 1956.

(b) The rate of interest and other terms and conditions of unsecured loans given by the company, are prima facie not prejudicial to the interest of the company;

(c) The principal amounts are received as per stipulations and the parties are also regular in payment of interest.

(d) In respect of said loans there is no overdue amount of more than one lakh or more. But there is overdue amount with respect of interest which has not fallen due on 31/03/2012.



(iv) In our opinion and according to the information and explanations given to us there is an adequate internal control procedure 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. We have not observed any continuing failure to correct major weaknesses in internal control system.

(v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been so entered in the register be maintained under that section;

(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rs.5 lakhs in respect of each party during the year have been made at prices which appear reasonable as per information available with the Company..

(vi) According to the information and explanations given to us, the Company has not accepted any deposits from the public. Therefore, the provisions of Clause (vi) of paragraph 4 of the Order are not applicable to the Company.

(vii) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.

(viii) The rules relating to maintenance of cost records under Section 209(1)(d) of the Companies Act 1956 is not applicable to the Company. Since it is a brokerage Company.

(ix)(a) According to the information and explanations given to us and on basis of our examination of records of the company, the company is regular in depositing undisputed statutory dues including Income-tax, Service -tax, and any other statutory dues with the appropriate authorities. There was no arrears as at 31st March 2012, for a period of more than six months from the date of becoming payable.

(b) There are no disputed statutory dues payable which have not been deposited.

(x) The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in such financial year and in the financial year immediately preceding such financial year also;

(xi) Based on our audit procedures and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions or banks.

(xii) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.



(xiii) In our opinion and according to the information and explanations given to us, the company is not a chit fund/ Nidhi/ mutual benefit fund/society.

(xiv) The Company has maintained proper records of transactions in respect of trading in shares, debentures and other securities and timely entries has been made therein. The investments are held by the Company in its own name.

(xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.

(xvi) The Company has not taken any term loan during the year.

(xvii) On the basis of information received from the management and based on our examination of the balance sheet of the company as at 31st March 2012, we are of the opinion that there are no funds raised on short-term basis that have been used for long-term investment and vice versa.

(xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of Companies Act 1956.

(xix) The company has not issued debentures during the year.

(xx) The company has not raised any money by public issues during the year.

(xxi) In our opinion and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

For Bahety & Goenka
Chartered Accountants
Firm Registration Number: 317111E

RAJENDRA KUMAR BAHETY
Partner
Membership Number: 053255

Kolkata
Date: 30th May 2012

Balance Sheet as at 31st March, 2012

Particulars	Note No	As at 31/03/2012	As at 31/03/2011
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	50,000,000	50,000,000
(b) Reserves and Surplus	2	58,042,150	49,405,918
(2) Share application money pending allotment			
		NIL	NIL
(3) Non-Current Liabilities			
(a) Deferred tax liabilities (Net)	3	132,983	178,123
(b) Other Long term liabilities	4	65,000	65,000
(4) Current Liabilities			
(a) Short-term borrowings	5	472,117	3,216,863
(b) Trade payables		14,647,631	2,481,623
(c) Other current liabilities	6	4,210,378	1,474,024
(d) Short-term provisions	7	1,760,000	1,340,504
Total		129,330,259	108,162,055
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	6,575,035	5,437,830
(b) Non-current investments	9	20,132,272	19,681,930
(c) Long term loans and advances	10	15,554,900	14,107,518
(2) Current assets			
(a) Inventories	11	35,435,744	31,094,882
(b) Trade receivables	12	1,532,121	1,731,792
(c) Cash and cash equivalents	13	15,790,309	7,368,258
(d) Short-term loans and advances	14	33,481,555	28,580,819
(e) Other current assets	15	828,323	159,026
Total		129,330,259	108,162,055

Significant Accounting Policies & Notes on Accounts 1 to 21

S. L. Kochar Chairman

Jitendra Kochar Mang. Director

Ajit Kochar Director

In terms of our report attached.

For **BAHETY & GOENKA**

Chartered Accountants

FRN NO. 317111E

Place : Kolkata

Rajendra Kumar Bahety

Dated :30th May, 2012

Partner

M.NO.053255

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

Particulars	Note No	As at 31/03/2012	As at 31/03/2011
<u>III. Income</u>			
I. Revenue from operations	16	1,152,935	5,058,224
II. Other Income	17	13,326,324	9,507,635
III. Total Revenue (I +II)		14,479,259	14,565,859
<u>IV. Expenses:</u>			
Employee benefit expense	18	1,830,427	3,176,800
Adminstration & other expenses	19	1,958,309	2,765,222
Depreciation and amortization expense	8	288,587	395,007
Miscellaneous Expenses	20	279,929	312,502
IV. Total Expenses		4,357,252	6,649,531
V. Profit before tax (III - IV)		10,122,007	7,916,328
VI. Tax expense:			
(1) Current tax		1,760,000	1,340,504
(2) Deferred tax		(45,140)	54,506
(3) Earlier Years		(229,085)	193
VII. Profit for the period	(V-VI)	8,636,232	6,521,125
VIII. Earning per equity share:			
(1) Basic		1.67	1.32
(2) Diluted		1.67	1.32

Significant Accounting Policies & Notes on Accounts

1 to 21

S. L. Kochar

Chairman

Jitendra Kochar

Mang. Director

Ajit Kochar

Director

In terms of our report attached.
For **BAHETY & GOENKA**
Chartered Accountants
FRN NO. 317111E

Place : Kolkata

Rajendra Kumar Bahety

Dated :30th May, 2012

Partner

M.NO.053255



Notes:

		As at 31/03/2012	As at 31/03/2011
1	Share Capital		
a	Authorised Share Capital: 6000000 number of Equity shares of Rs. 10 each	60,000,000	60,000,000
b	Issued, Subscribed and Fully Paid up Share Capital: 5000000 number of Equity shares of Rs. 10 each	50,000,000	50,000,000
c	Par Value per Share	10	10
d	Number of equity shares at the beginning of the year	5,000,000	5,000,000
	Add: Rights issue	-	-
	Bonus issue	-	-
	Less: Buy back	-	-
	Number of equity shares at the end of the year	5,000,000	5,000,000

e **Number of shares held by share holders more 5% of total shares**

	As at 31/03/2012	As at 31/03/2011
Name of the share holder		
Ajit Kochar	399,900	399,900
Anil Kochar	529,200	529,200
B. Daulat Ltd	297,000	297,000
Jitendra Kochar	404,000	404,000
Sohan Lal Kochar	342,100	342,100

Notes

2	Reserves and Surplus	As at 31/03/2012	As at 31/03/2011
a	General reserve Opening balance Add: transfer from profit & loss account Closing balance	4,010,000 - 4,010,000	4,010,000 - 4,010,000
b	Surplus from Profit & Loss account Opening balance Add: Current year surplus Closing balance	45,395,918 8,636,232 54,032,150	38,874,793 6,521,125 45,395,918
	TOTAL(a + b)	58,042,150	49,405,918
3	Deferred Tax Liabilities (Net)	As at 31/03/2012	As at 31/03/2011
a	Opening Balance B/f Add/(Less):- Changes in P/L	178,123 (45,140) 132,983	123,617 54,506 178,123
4	OTHER LONG TERM LIABILITIES	As at 31/03/2012	As at 31/03/2011
a	Rent deposit	65,000 65,000	65,000 65,000
5	Short term borrowings	As at 31/03/2012	As at 31/03/2011
a	Bank Overdraft	472,117 472,117	3,216,863 3,216,863
6	Other Current Liabilities	As at 31/03/2012	As at 31/03/2011
a.	Sundry Creditors for expenses	189,502	148,874
b.	TDS Payable	1,100	10,150
c.	Margin received from clients	4,019,776	1,315,000
		4,210,378	1,474,024
7	Short term provisions	As at 31/03/2012	As at 31/03/2011
	Provision for income tax	1,760,000 1,760,000	1,340,504 1,340,504

Note 8. FIXED ASSETS- TANGIBLE ASSETS

PARTICULARS	GROSS BLOCK		DEPRECIATION BLOCK			NET BLOCK	
	Balance as on 04/01/2011	Additions during the year	Deduction during the year	Balance as on 31/03/2012	For the year	Deduction during the year	Balance as on 31/03/2012
Leasehold Properties	358540			358540	7936		158692
Office Premises	2279462	2343054	1341461	3281055	6277		1347738
Fax Machines	69000			69000	1152		8275
Office Equipments	99390	14999		114389	8360		48326
Air Conditioners	386592	59000		447592	19190		84515
Cellular Phones & Pagers	87490			87490	1100		7892
Generator	45260			45260	664		4787
Furniture & Fittings	372674			372674	7760		42884
Motor Cars	1210070			1036680	44888		173390
Computer & Peripherals	2736212			2736212	63388		158462
Electricity Fittings	148400			148400	3480		19237
Land	895790	350200		1245990			895790
Building	2994180			2994180	124392		2487842
TOTAL	11685060	2767253	1341461	13110852	288587		5668763
PREVIOUS YEAR	11520986	164074		11850660	395007		5637830

Air Conditioner
23/05/2011
59000
59000

Office Equipments
18/06/2011
14999
14999

Office premises
31/03/2012
2343054
2343054

Land At Karimpur
31/03/2012
350200
350200

NOTE 9 -INVESTMENTS

INVESTMENTS (At cost)	Face	As on 31.03.2012		As on 31.03.2011	
	Value	Holdings	Book Value	Holdings	Book Value
	Rs.	Nos.	Rs.	Nos.	Rs.
TRADED					
A. QUOTED EQUITY SHARES FULLY PAID-UP					
Aditya Birla Novo Ltd	10	1000	1365000	2382	1995192
Arvind Mills Ltd	10	1400	133214	0	0
Assam Carbon Product Ltd.	10	200	7500	200	7500
Benchmark Gold Bees	100	0	0	742	1108956
Cairn India Ltd	10	0	0	500	74900
Chamber Fertiligers Ltd	10	0	0	1500	86250
Charminar Beverages Ltd.	10	1000	4000	1000	4000
Colgate pamolive Ltd	1	1767	573668	1767	573668
Corporation Bank	10	1100	499593	0	0
Dalmia Bharat Sugar & Ind Ltd	10	1890	18900	1890	18900
Dalmia Cement Bharat Ltd	2	1890	233162	1890	233162
Dena bank	10	1000	62000	1000	62000
Dish Tv Ltd	10	4500	418050	5000	282250
Electrosteel Castings Ltd	1	1800	27000	1800	27000
Emami Infra	10	15000	600065	0	0
Entegra Ltd	10	50	210	50	210
Ginni Filament	10	15000	189200	0	0
GTL Ltd	10	4000	213460	0	0
GTN Industries Ltd	10	515	3400	515	3400
Havells Ltd	5	0	0	100	0
HDIL	10	1600	204860	2400	308560
Herdilla Unimers Ltd.	10	200	4500	200	4500
Hindalco Industries Limited	1	0	0	1341	69732
IFCI Ltd	10	30500	1364900	30500	1364900
Indo Solar	10	7000	134475	0	0
Ingersol Rand India Ltd	10	200	52300	200	52300
Ispat Industries Ltd	10	6500	71175	6500	71175
ITC Ltd	1	2600	193060	2600	193060
JCT Ltd	10	26000	156000	26000	156000
JSW Energy	10	4000	310743	0	0
Kakatiya Cements Ltd	10	2200	116600	2200	116600
KCP Sugars Ltd	1	3000	39300	3000	39300
Kerala Ayurvedic Ltd.	10	700	1925	700	1925
Lifeline Medicare Ltd.	10	300	1200	300	1200
Mahindra Satyam Computer Servi	2	3200	127680	3200	127680
Mid Day Multimedia Ltd	10	300	3585	300	3585
Midland Plastics Ltd.	10	3400	20570	3400	20570
Moil	10	300	124740	0	0
Nahar Inv & Hold Ltd	5	2300	23000	2300	23000
Narmada Cement Ltd.	10	100	950	100	950
Oswal Chemicals Ltd	10	1000	16650	1200	19970
Patspin India Ltd	10	9076	56444	9076	56444
PFIL Ltd.	10	200	700	200	700
REC Ltd	10	480	107448	0	0
Reliance Gold ETF	100	0	0	300	433200
Reliance Industries Ltd	10	5028	2588708	5028	2588708
Reliance Power Ltd	10	3513	392268	3750	418800
Restile Ceramic Ltd.	10	1660	8300	1660	8300
RICO auto	10	25500	422225	0	0

INVESTMENTS (At cost)	Face	As on 31.03.2012		As on 31.03.2011	
	Value	Holdings	Book Value	Holdings	Book Value
	Rs.	Nos.	Rs.	Nos.	Rs.
S Kumars Nationwide Ltd	10	100	2750	100	2750
SCI Ltd	10	400	31720	400	31720
SCI Ltd	10	1600	169441	0	0
Siemens Ltd	2	0	0	900	483214
Sonata Software	10	2200	100100	0	0
Spentax Industries	10	5000	100490	0	0
SRF Ltd	10	100	14250	100	14250
State Bank Of India	10	200	569600	145	146302
Tata Chemicals Ltd	10	5028	782451	6528	1022451
Tata Motors Ltd	10	30	5374	30	5374
Tayo rolls ltd	10	1000	140000	1000	140000
The CSEA Ltd	100	250	2500000	250	2500000
The Indian Hotels Co Ltd	1	369	14760	369	14760
Uni Legwears Ltd.	10	5000	20000	5000	20000
United spirit	10	180	179027	180	179027
Usha Martin Education & Soloutic	5	6149	170077	6149	170077
UTI Gold ETF	100	54	80568	54	80568
Zuari Ltd	10	535	74900	535	74900
Sub Total	(A)		15848236		15443940
Investment In Mutual Fund(un quote (B)			4284036		4237990
			4284036		4237990
TOTAL	A+B		20132272		19681930
Aggregate Market Value of Quoted Investments (in Rupees)			15897248		20959457

NOTES

9	Non-current investments	As at 31/03/2012	As at 31/03/2011
(i)	Trade Investments	15,848,236	15,443,940
(ii)	Other Investments - Investment in Mutual funds	4,284,036	4,237,990
		20,132,272	19,681,930

10	Long term loans and advances	As at 31/03/2012	As at 31/03/2011
a.	Advances	203,039	2,550,000
b.	Income Tax deducted at source (Earlier Years)	468,861	813,604
c.	Membership & deposits with Stock Exchanges	8,102,000	8,102,000
d.	Other Deposits	6,781,000	2,641,914
		15,554,900	14,107,518

11	Inventories	As at 31/03/2012	As at 31/03/2011
a	Stock in trade (in respect of goods acquired for trading)	35,435,744	31,094,882
		35,435,744	31,094,882

12	Trade receivables	As at 31/03/2012	As at 31/03/2011
a	Trade receivables outstanding for: - more than 6 months	247,924	443,674
	- others	1,284,197	1,288,118
		1,532,121	1,731,792

13	Cash and Bank Balances	As at 31/03/2012	As at 31/03/2011
a	Cash and cash equivalents		
i	Balance with banks In current account	10,953,605	1,280,056
ii	Cash in hand	202,485	453,983
b	Other Bank Balances: in Fixed deposit	4,634,219	5,634,219
		15,790,309	7,368,258

14	Short-term loans and advances	As at 31/03/2012	As at 31/03/2011
a.	Unsecured Loans	32,996,743	28,143,225
b.	Tax Deducted at source (Current Year)	484,812	437,594
		33,481,555	28,580,819

NOTES

15	Other current assets	As at 31/03/2012	As at 31/03/2011
	Brokerage Receivable	73,056	128,914
	Dividend Receivable	26,581	-
	Interest accrued	727,586	30,112
	Others Receivables	1,100	-
		828,323	159,026

16	Revenue from operations	As at 31/03/2012	As at 31/03/2011
a.	Income From Operations	1,152,935	5,058,224
		1,152,935	5,058,224

17	Other Income	As at 31/03/2012	As at 31/03/2011
a	Interest Income	5,135,547	4,279,141
b	Dividend Income	641,494	697,576
c	Net gain / (loss) on sale of investment	172,137	4,452,918
d	Profit on sale of fixed assets	7,283,546	-
	Rent Received	93,600	78,000
		13,326,324	9,507,635

18	Salaries & Wages	As at 31/03/2012	As at 31/03/2011
	Salaries & Wages	1,709,500	3,041,500
	Welfare expenses	120,927	135,300
		1,830,427	3,176,800

NOTES

19	<u>Administrative and Other Expenses</u>	As at 31/03/2012	As at 31/03/2011
	Advertisement	58,401	95,161
	Audit fees		
	a) Statutory & Tax Auditor	12,353	12,133
	b) Certification fees	10,515	11,000
	Bank charges	12,754	5,927
	Computer Consumables & Upkeep	129,061	188,651
	Director's Fees	9,000	9,000
	Director's Salary	300,000	300,000
	Electricity Charges	84,950	152,310
	Filing Fees	4,000	2,000
	Insurance	47,202	47,874
	Internal Audit Fess	16,000	20,000
	Listing Fees	30,330	600,926
	Membership & Subscription	128,022	120,300
	Motor Car Fuel & Maintenance	166,550	152,440
	Office Maintenance	302,920	17,520
	Postage & Courier	116,700	153,609
	Printing & Stationery	146,974	198,062
	Rent & Taxes	10,300	10,300
	Registrar & Share Transfer Agent Fees	28,680	22,980
	Repair & Maintenance	74,915	201,793
	Retainership Fee	48,000	54,000
	Software Charges	17,133	50,000
	Telephone & fax	82,813	110,067
	Travelling & Conveyance	120,736	229,169
		1,958,309	2,765,222
20	<u>Miscellaneous Expenses</u>	As at 31/03/2012	As at 31/03/2011
	Miscellaneous expenses	279,929	312,502
		279,929	312,502

NOTES : 21

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

SIGNIFICANT ACCOUNTING POLICIES

(1)

- a) **System of Accounting:**
All income and expenses are accounted for on accrual basis.
- b) **Fixed Assets:**
Fixed Assets are stated at cost of acquisition inclusive of expenses incidental to their acquisition as reduced by accumulated depreciation thereon.
- c) **Depreciation:**
Depreciation on Fixed Assets has been provided on the written down value method at the rates specified in Schedule XIV of the Companies Act, 1956.
- d) **Investments:**
Investments are valued at cost. Expenses relating to transfer are charged to revenue. Provision for diminution in value is not considered unless such diminution is permanent in nature. Gains / Losses on disposal of the investments are recognized as Income / Expenditure.
- e) Inventories are valued at cost or market value whichever is lower.
- f) **Accounting for Taxes on Income:**
Deferred tax is recognised on timing differences; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized. Such assets are reviewed as at each Balance Sheet date to reassess reliability thereof.

INFORMATION PURSUANT TO THE PROVISIONS OF PART II OF SCHEDULE VI TO

THE COMPANIES ACT, 1956

- II. Leasehold premises is yet to be registered in the name of the Company.
- III. Membership Deposit includes Rs. 2000/- towards equity shares of Ludhiana Stock Exchange Association Limited for attaining corporate membership of the Exchange.
- IV. Fixed Deposit of Rs 41,00,000/- (Previous Year Rs 41,00,000/-) are deposited with The Calcutta Stock Exchange Ltd, National Stock Exchange Of India Ltd, Ludhiana Stock Exchange Ltd and OTC Exchange Of India respectively towards margin to be utilized as and when required.

V. Quantitative details in respect of shares, debentures and other securities dealt in during the year ended 31st March 2012

<u>Particulars</u>	<u>Quantity (Nos.)</u>	<u>Amount (Rs.)</u>
Opening Stock	1805130	31094882
	(1611936)	(24151968)
Purchase	6556067	544847143
	(10702809)	(912359259)
Sales	6745772	544217874
	(10509615)	(908153802)
Closing Stock	1615425	35435743
	(1805130)	(31094882)
	(Figures in Brackets indicate those of the Previous year)	

VI. Previous year's figures have been rearranged / regrouped where ever found necessary.

VII. Related party transaction

<u>Name</u>	<u>Purchase of securities(Rs)</u>	<u>Sale of securities(Rs)</u>
AJIT KOCHAR	5524487	7106200
B DAULAT LTD	7536175	6464292
NARENDRAKOCHAR	478705	884742
SOHAN LAL KOCHAR	2355966	4450842
VAIBHAV KOCHAR	267691	423339
YASHOVARDHAN KOCHAR	257678	886906
NARENDRA KOCHAR HUF	78891	862402
VASUDHA KOCHAR	387340	200753
ADITI KOCHAR	1392016	1960636
AJIT KOCHAR HUF	298293	484559
JITENDRA KOCHAR HUF	297688	407390
KANCHAN DEVI KOCHAR	77939	574047
SUNITA KOCHAR	286044	1908064
NALINI KOCHAR	7664332	2001662
KUSUM KOCHAR	248994	10414
JITENDRA KOCHAR	0	1706302
ANAMIKA KOCHAR	903393	1981646
ANIL KOCHAR	3524219	258040
ADITI INDUSTRIES LTD	2953715	4333217
ANIL KOCHAR HUF	316373	413547
ARYAN KOCHAR	1700559	1878826
NIPUN KOCHAR	78891	862402

VIII. The Company has not received any information from any of the suppliers of there being Small Scale Industries Unit. Hence, the amount due to Small Scale Industries units outstanding as on 31st March 2012 are not ascertainable.

Signature to Notes 1-21

Per our report attached.
For BAHETY & GOENKA
Chartered Accountants
FRN NO.317111E

S.L.Kochar Chairman
Jitendra Kochar Managing Director
Ajit Kochar Wholetime Director

Place: Kolkata
Dated: 30th May, 2012

RAJENDRA KUMAR BAHETY
Membership No-053255
Partner

DAULAT SECURITIES LIMITED

FORMATION PURSUANT TO PART 1 OF SCHEDULE VI OF THE COMPANIES ACT, 1956 STATEMENT OF NATURE AND EXTENT OF INVESTMENT IN INVENTORIES

Name of Company	Nature of Investment	Face Value (Rs.)	As at 31st Mar'12	As at 31st Mar'11	Name of Company	Nature of Investment	Face Value (Rs.)	As at 31st Mar'12	As at 31st Mar'11
3I INFOTEC LTD	EQ	10	15900	400	CELEBRITY FASHONS L	EQ	10	227	0
A S ROTOTECH LTD	EQ	10	50	50	CENTRAL BANK OF INDI	EQ	10	563	200
ABG SHIPYARD	EQ	10	0	100	CENTURY EXTRUSION L	EQ	1	26300	26500
ABHISHEK INDUSTRIES LTD	EQ	10	20349	24849	CENTURY TEXTILE	EQ	10	100	100
ACTION CONSTEQUIP LTD	EQ	2	100	100	CHAMBAL FERTLISERS I	EQ	10	1400	1500
ADITYA BIRLA NOVO LTD	EQ	10	1457	175	CIMCO BIRLA LTD	EQ	10	360	360
AGRE DEVELOPER	EQ	10	2	2	CIPLA	EQ	2	200	200
ALEMBIC LTD	EQ	10	1300	0	CLASSIC DIAMONDS (I)L	EQ	10	1000	3000
ALLAHABAD BANK	EQ	10	200	200	COAL INDIA LTD.	EQ	10	0	300
ALOK INDUSTRIES LTD	EQ	10	14500	27500	COLGATE PALMOLIVE	EQ	1	500	0
ALPINE INDUSTRIES LTD	EQ	10	1279	1279	CONSOLIDATED FIBRES	EQ	10	1000	1000
AMI COMPUTERS (I) LTD	EQ	10	100	100	CORE EMBLEAGE	EQ	10	300	300
AMRUTANJAN HEALTH LTD	EQ	10	0	230	CORPORATION BANK	EQ	10	0	150
ANDHRA BANK	EQ	10	200	0	CRESENT FINSTOCK LTI	EQ	10	68	68
ANDHRA CEMENT	EQ	10	1000	1000	D L F	EQ	2	200	75
ANDHRA PAPER MILLS LTD	EQ	10	1804	0	D S KULKARNI DEVELOPE	EQ	10	0	500
ANDREW YULE LTD	EQ	10	600	600	DALMIA BHARAT SUGAR	EQ	10	410	410
ANKURDRUG & PHARMA	EQ	10	3400	1200	DALMIA CEMENT	EQ	2	410	410
APOLLO TUBES LTD	EQ	10	2500	2500	DATAR SWITHGEAR LTD	EQ	10	1500	1500
ARIHANT IND LTD	EQ	4	50	50	DCW LTD	EQ	10	18000	0
ARVIND MILL	EQ	10	0	1500	DECCAN CHRONICLE HC	EQ	10	500	0
ARVIND REMEDIES LTD	EQ	1	20000	20000	DENA BANK	EQ	10	200	0
ASHOK LEYLAND LTD	EQ	1	1500	450	DEWAN TYRES LTD	EQ	10	70	70
ASIAN ELECTRONIC	EQ	10	1600	1600	DHUNSERI PETROCHEM	EQ	10	75	75
ASSAM COMPANY	EQ	10	5000	5000	DLINK INDIA LTD	EQ	2	900	900
ATN INT	EQ	4	250	250	DSQ SOFTWARE	EQ	10	2000	2000
AUSTRAL COKE & PRO LT	EQ	1	30000	30000	DUNCAN INDUSTRIES LI	EQ	10	11600	11600
AXIS BANK LTD	EQ	10	25	0	DUNLOP INDIA LTD	EQ	10	400	400
AXIX IT LTD	EQ	5	1100	1200	EAST INDIA HOTELS LTC	EQ	2	200	206
BAG FILMS LTD.	EQ	10	14700	9700	EASTERN SILK IND.	EQ	2	8297	8297
BAJAJ HINDUSTAN	EQ	1	800	703	ELB SCHILRR	EQ	10	100	100
BALARAMPUR CHINI	EQ	1	1200	900	ELECTROSTEEL CASTIN	EQ	1	5800	5800
BALLURGHAT TECH. LTD	EQ	10	17402	17402	ELECTROSTEEL STEELS	EQ	10	21521	6800
BANK OF INDIA	EQ	10	100	0	EMAMI INFRASTRUCTUR	EQ	10	599	3700
bank of maharashtra	eq	10	500	0	ENIL LTD	EQ	10	100	100
BARTRONICS INDIA LTD	EQ	10	700	200	ESSAR PORTS LTD	EQ	10	200	0
BENCHMARK GOLD	UNIT	100	247	1127	EUROTEC IND LTD	EQ	10	1779	1779
BHARAT COMMERCE	EQ	10	289	289	F S L	EQ	10	2000	2000
BHARTI TELE	EQ	10	80	80	FACT LTD.	EQ	10	1400	1400
BHEL	EQ	2	250	0	FAME INDIA LTD	EQ	10	610	0
BHOPAL SUGAR LTD	EQ	10	100	100	FARMAX INDIA LTD	EQ	1	5000	0
BHOR INDUSTRIES LTD	EQ	10	100	100	FERRO ALLOY CORP LTI	EQ	10	1450	1450
BIRLA COTSYN LTD.	EQ	10	201	201	FINOLEX CABLES LTD	EQ	2	500	500
BIRLA ERICSSON	EQ	10	500	500	FINOLEX IND LTD	EQ	10	100	100
BIRLA POWER SOL.LTD.	EQ	1	24000	24000	FORTIS HEALTHCARE	EQ	10	1900	1900
BLUE CHIP INDIA LTD	EQ	2	3991	3991	FUTURE CAPITAL HOLDI	EQ	10	1581	1881
BNK CAPITAL MARKETS LTD	EQ	10	375	300	FUTURE VENTURE INDIA	EQ	10	10000	0
BOC INDIA	EQ	10	100	100	G N F C	EQ	10	200	200
BOMBAY DYING	EQ	10	48	75	GAIL	EQ	10	100	100
BPL LTD.	EQ	10	2200	1802	GAMMON INFRA PROJEK	EQ	2	200	0
BRELS INFOTECH	EQ	1	14084	14084	GANDHIMATI APPLIANCE	EQ	10	26	0
BRITANIA INDUSTRIES LTD	EQ	10	375	375	GANGADHARAM APPLIAI	EQ	10	0	500
BRITINIA 8.25%NCD FD	DEB	100	25	25	GEE CEE VENTURE LTD	EQ	10	1500	1500
BTW INDUSTRIES LTD	EQ	10	200	200	GINNI FILAMENTS LTD	EQ	10	60223	59398
BUSCH LTD	EQ	10	10	10	GLAXO LTD	EQ	10	90	90
CAMBRIDGE SOLUTIONS LTD	EQ	10	323	0	GLOBAL CAPITAL MKT L	EQ	10	520	520

GLOBAL TELESYSTEMS LTD	EQ	10	275	0	JAGARAN PRAKASHAN I	EQ	2	100	186
GOLDEN TOBACOO LTD.	EQ	10	150	150	JAI BALAJI INDUSTRIES	EQ	10	33	33
GOUTAM RESOURCES LTD	EQ	10	1	1	JAIN STUDIO LTD	EQ	10	200	200
GR MAGNETS LTD	EQ	10	23001	23001	JET AIRWAYS LTD	EQ	10	50	100
GRAPCO GRANITE LTD	EQ	10	3200	3200	JINDAL SOUTHWEST HO	EQ	10	0	60
GRAPCO MINING LTD	EQ	10	3000	3000	JIJAJEERAO COTTON M	EQ	10	2600	2600
GTL INFRAS	EQ	10	15700	6700	JP ASSOCIATES LTD	EQ	2	950	950
GTN IND LTD	EQ	10	1810	1110	JP HYDRO	EQ	10	4500	8200
GTN TEXTILR	EQ	10	959	959	JSW ENERGY	EQ	10	0	4000
GUJARAT HEAVY CHEMICAL	EQ	10	500	500	JSW ISPAT INDUSTRIES	EQ	10	6500	6000
GUJARAT NRE COKE	EQ	10	300	300	JYOTI STRUCTURES LTI	EQ	2	200	0
GUJARAT SIDHI LTD	EQ	10	66912	66912	K S OIL LTD	EQ	10	9500	0
GUJARAT TELEPHONE	DEB	10	214	214	KAASHYAP RADIANT LTI	EQ	10	980	980
GUJRAT OPTICAL LTD	EQ	10	100	100	KANCO ENTERPRISE	EQ	10	196	196
GUJRAT STATE FERTILIZER	EQ	10	50	50	KANCO TEA & INDUSTRI	EQ	10	19	19
GULF OIL INDIA LTD	EQ	10	200	2200	KCP SUGAR	EQ	1	600	600
GVK POWER	EQ	1	13750	700	KEC INTL LTD	EQ	10	150	150
HAVELLS INDIA	EQ	10	0	150	KEDIA DISTILLER LTD	EQ	10	100	100
HBL POWER SYSTEMS LTD	EQ	1	4500	4500	KINGFISHER AIRWAYS	EQ	10	9561	1561
HIMACHAL FUTURISTIC COMM	EQ	10	22600	48375	KITPLY INDUSTRIES	EQ	10	6662	6662
HIND SYNTEX LTD	EQ	10	5801	5801	KOTHARI ORIENT FINAN	EQ	10	600	600
HIND UNILEVER LTD	EQ	1	950	950	KOTHARI PLANTATION L	EQ	10	100	100
HIND. CONSTRUCTION	EQ	1	3800	4100	KOTHARI SUGAR	EQ	10	1000	1000
HINDALCO INDUSTRIES LTD	EQ	1	1341	0	KRISHNA LIFE LTD	EQ	1	13000	13000
HINDUSTAN MOTORS LTD	EQ	10	5080	9481	KSB PUMPS LTD	EQ	10	200	100
HINDUSTAN PETROLEUM	EQ	10	200	200	L & T	EQ	2	70	100
HT MEDIA LTD	EQ	2	200	200	LAKSHMI PRECISION	EQ	10	400	400
HUDCO 8.20 NCD 05 MARCH27	BOND	1000	200	0	LANCO INFRATECH LTD	EQ	1	4400	0
I G PETROCHEMICALS LTD	EQ	10	19413	18682	LIMTEX INVESTMENT	EQ	10	1	1
ICICI BANK LTD	EQ	10	480	500	LINK PEN	EQ	10	501	501
IDBI LTD	EQ	10	400	200	LML LTD	EQ	10	20108	12000
IDEA CELLULAR	EQ	10	0	300	LORDS CHOLOROALKAL	EQ	10	15	15
IFB INDUSTRIES LTD	EQ	10	0	700	M S SHOES EAST LTD	EQ	10	0	735
IFB AGRO INDUSTRIES LTD	EQ	10	0	200	M S SHOES LTD	EQ	10	735	0
IFCI LTD	EQ	10	3500	2500	MAC CHARLS	EQ	10	300	150
INDIA BULL INFRA & POWER L	EQ	10	147	0	MADHUSUDAN INDUSTR	EQ	10	100	100
INDIA BULLS WHOLESALE SEI	EQ	10	12	0	MADRAS ALUMINIUM	EQ	2	2980	2980
INDIA GLYCOL	EQ	10	300	300	MADRAS MOTOR FINAN	EQ	10	650	650
INDIABULLES SECURITIES	EQ	2	1200	1200	MAHANAGAR TELEPHON	EQ	10	1200	1200
INDIABULLS REALESTATE	EQ	2	100	300	MAHARAJA SHREE UMEI	EQ	10	900	300
INDIAN BANK	EQ	10	100	0	MALANPUR LTD	EQ	10	72500	203548
INDIAN HOTEL NCD	NCD	1	0	2000	MANALI PETRO	EQ	5	3931	1931
INDIAN OIL CORP. LTD.	EQ	10	0	1	MANGALORE REFINERY	EQ	10	500	500
INDIAN OVERSEAS BANK LTD	DEB	10	100	0	MANGLAM CEMENT LTD	EQ	10	4000	4099
INDIAN SEAMLESS METAL TUI	EQ	10	125	125	MANGLORE CHEMICAL	EQ	10	500	0
INDO BIOTECH	EQ	10	400	400	MARAL OVERSEAS LTD	EQ	10	5984	3984
INDO BRATIAN AGRO FARMS I	EQ	10	1	1	MARDIA CHEMICALS LTI	EQ	10	53	53
INDOSOLAR LTD	EQ	10	0	6000	MARSONS LTD	EQ	10	1250	1250
INDOWIND ENERGY LTD	EQ	10	2000	2000	MARUTI UDYOG LTD.	EQ	5	50	50
INFOMEDIA 18 INDIA LTD	EQ	10	9528	9528	MAWANA SUGAR	EQ	10	466	666
INFORMATION TECH (I) LTD	EQ	10	0	5000	MCLEOD RUSSEL	EQ	5	100	100
INFOSYS TECHNOLOGY	EQ	5	61	61	MEGA SOFT LTD.	EQ	10	0	300
ING VYSYA BANK LTD	EQ	10	1000	0	MELSTAR INF.TECH	EQ	10	500	500
INGERSOLL RAND (I) LTD	EQ	10	300	300	MERCANTILE CREDIT CC	EQ	1	1800	1800
INOX LEISURE LTD.	EQ	10	18455	18644	MERCK (I) LTD	EQ	10	200	200
INTER GLOBE FINANCE LTD	EQ	10	300	300	MESCO PHARMA LTD	EQ	10	200	200
ISHWAR MEDICAL SERVICES I	EQ	1	24000	24000	MIC ELECTRONICS LTD.	EQ	2	10662	12162
ISMT LTD	EQ	5	250	250	MIDLAND PLASTIC LTD	EQ	10	0	61400
ITC LTD	EQ	1	500	400	MIRC ELECTRONICS	EQ	1	700	700
IVRCL LTD	EQ	2	700	200	MMTC LTD	EQ	10	40	100
J F LABORATORIES LTD	EQ	10	9	9	MOIL LTD	EQ	10	0	500
J K LAKSHMI CEMENT	EQ	10	4209	4709	MOOLCHAND EXPORT L	EQ	10	300	300
J S L STAINLESS	EQ	2	507	2157	MOSEAR BEAR	EQ	10	130	130

MOTOROL (I) LTD	EQ	10	6650	6650	RELINACE IND INFRA LT	EQ	10	140	150
MRO-TEK LTD	EQ	10	11357	10857	REPRO INDIA LTD.	EQ	10	414	414
MSL IND	EQ	10	100	100	RICO AUTO INDUSTRIES	EQ	1	26294	56794
MUKUND LTD	EQ	10	300	300	RINKI PETRO CHEMICAL	EQ	10	2000	2000
MWUNITEX DESIGN (UNITEX C	EQ	10	1500	1500	ROLTA INDIA LTD	EQ	10	100	0
MYLAN LABRATORIS (MATRIX	EQ	2	130	130	RPG LIFE SCIENCE	EQ	10	1500	1510
MYSORE PETROCHEMICALS	EQ	10	2300	2300	S & S POWER SWITCHGI	EQ	10	53	53
NAGARJUNA FERTILIZER	EQ	10	2750	1000	S.KUMARS NATION	EQ	10	700	0
NAGARJUNA OIL REFINERY	EQ		2500	0	SAI TELEVISION	EQ	10	1000	1000
NAHAR CAPITAL & FIN.LTD.	EQ	10	0	30	SANGHI POLYESTER LTI	EQ	10	3330	3330
NAHAR SPINING	EQ	5	650	650	SATYAM COMPUTER	EQ	2	700	4000
NALCO LTD	EQ	10	400	100	SAURASTRA CEMENT LT	EQ	10	25	25
NATIONAL HYDRO POWER	EQ	10	13300	12500	SBI BOND 15 YEARS	BONI	10000	71	71
NATIONAL PLASTICS LTD	EQ	10	100	100	SBI BOND 9.95 %	BONI	10000	370	250
ND TV LTD	EQ	4	1707	1690	SEAMEC	EQ	10	50	50
NELCO ?	EQ	10	400	400	SENBO IND LTD	EQ	10	2	2
NEXGEN ANIMATION (I)LTD(SII	EQ	10	128	128	SERV LAKSHMI PAPER L	EQ	10	1150	0
NHAI BOND 8.3% TAX FREE	BOND	1000	919	0	SHASUN CHEMICALS	EQ	2	100	100
NIIT LTD	EQ	2	6600	6700	SHIPPING CORP OF INDI	EQ	10	0	1800
NTPC	EQ	10	650	650	SHIVA CEMENT	EQ	10	3520	3520
ODESSY VIDEO LTD	EQ	10	400	400	SHREE ASHTASINAYAK	EQ	1	3200	3200
OIL COUNTRY TUBULAR LTS	EQ	10	800	201	SHREE KRISHNA PETRO	EQ	10	250	250
OIL INDIA LTD	EQ	10	322	322	SHREE KRISHNA POLY L	EQ	10	1300	1300
OMAX AUTOS LTD	EQ	10	500	0	SHREE PRECOATED STE	EQ	10	39953	39953
ONGC	EQ	10	0	200	SHREE RENUKA SUGAR	EQ	1	600	600
ORCHID CHEMICALS LTD	EQ	10	0	10	SHREE SYNTHETICS LTI	EQ	10	2760	2760
ORIENT GREEN POWER CO.LI	EQ	10	7299	6099	SHREYANS INDUSTRIES	EQ	10	300	300
ORIENTAL BANK OF COMMER	EQ	10	100	0	SHREYANS INTERMEDIA	EQ	10	100	100
ORKAY INDUSTRIES LTD	EQ	10	790	790	SIEMENS LTD	EQ	2	424	400
P AND G	EQ	10	121	121	SILVERLINE TECHNOLO	EQ	10	320	320
PADMINI POLYMERS LTD	EQ	10	1	1	SIRPUR PAPER	EQ	10	700	700
PANCHMAHAL CEMENTS LTD	EQ	10	0	9100	SKF BEARING LTD	EQ	10	150	150
PANTALOOM RETAIL	EQ	2	10	10	SOMA TEXTILE	EQ	10	115301	115301
PASUPATI ACYLON LTD	EQ	10	7650	7650	SOMANY CEREMICS	EQ	10	4500	4500
PASUPATI SHEYONG LTD	EQ	10	100	100	SONATA SOFTWARE LTI	EQ	10	0	5800
PATHEJA FORGING LTD	EQ	10	100	100	SOUTH ASIA FINANCE E	EQ	10	500	500
PATSPIN LTD	EQ	10	13532	13229	SOUTH INDIAN BANK	EQ	10	1100	100
PENTAMEDIA GRAPHICS LTD	EQ	10	12000	12000	SPIC	EQ	10	1000	1000
PIONEER EMBROIDERY	EQ	10	245	300	SREI INTERNATIONAL	EQ	10	500	0
POCHIRAJU IND	EQ	10	1100	1100	STANDARD CHARTERED	EQ	1	500	0
POWER FINANCE CORP.	EQ	10	0	300	STANDARD ORGANIC LT	EQ	10	100	100
POWER GRID CORP.LTD.	EQ	10	1100	1100	STAR PAPER MILLS LTD	EQ	10	100	100
PRAJ IND	EQ	2	500	500	STATE BANK OF BIKANE	EQ	10	100	0
PRAKASH INDUSTRIES LTD	EQ	10	200	0	STATE BANK OF INDIA	EQ	10	0	5
PRUDENTIAL MOULI SUGAR L	EQ	10	700	700	STATE BANK OF MYSOR	EQ	10	60	60
PUNJAB NATIONAL BANK	EQ	10	100	100	STEEL AUTHORITY OF IN	EQ	10	100	100
RADIANT FINANCE	EQ	10	1	1	STERLITE IND. (I) LTD.	EQ	2	100	100
RAGHAV IND	EQ	10	1	1	SUMEDHA FISCAL LTD	EQ	10	1200	1200
RAJ OIL MILLS	EQ	10	500	500	SUMMIT SECURITIES	EQ	10	218	218
RAJENDRA STEEL LTD	EQ	10	100	100	SUN PHARMA ADVANCE	EQ	1	400	500
RAMA NEWSPRINT	EQ	10	17860	26226	SUN SOURCE LTD	EQ	10	600	600
RANA SUGAR	EQ	10	16400	11400	SUPER FORGING & STE	EQ	10	300	300
RANBAXY LTD	EQ	5	575	575	SUPREME PETROCHEMI	EQ	10	200	200
RASHEL AGRO	EQ	10	2500	2500	SURLUX DIAGONSTIC LT	EQ	10	1000	1000
RASTIYA CHEMICAL FERT	EQ	10	600	500	SURYA PHARMA	EQ	10	1000	0
RAVI LEELA GRANITE LTD	EQ	10	200	200	SUVEN LIFE SCIENCE	EQ	10	2500	0
RDB REALTY LTD	EQ	10	500	0	SUZLON ENERGY	EQ	2	550	2550
REL.COMM.VENTURE S LTD	EQ	5	400	400	SVC SUPERCHEM	EQ	10	800	800
REL.MEDIA WORKS	EQ	5	200	700	SYNDICATE BANK	EQ	10	200	0
RELIANCE BRDC NTRWK LTD	EQ	10	600	3300	TAI IND.	EQ	10	500	500
RELIANCE CAPITAL LTD	EQ	10	20	50	TAKSHEEL SOLUTION L	EQ	10	100	0
RELIANCE GOLD ETF	bond	100	300	0	TALBROS AUTOMOBILE	EQ	10	200	206
RELIANCE POWER LTD	EQ	10	100	0	TANTIA CONSTRUCTION	EQ	10	500	0

TATA COMMUNICATION	EQ	10	50	50
TATA INVESTMENT	EQ	10	50	50
TATA IRON AND STEEL	EQ	10	0	250
TATA MOTORS LTD	EQ	10	120	0
TATA SPONGE	EQ	10	300	300
TELE DATA INFORMATIC LTD	EQ	4	11000	11000
TELEDATA MARINE SOLOUTIC	EQ	3	500	500
TELEDATA TECHNOLOGY SOL	EQ	3	500	500
TEXMACO INFRA	EQ	10	250	250
TEXMACO RAIL & ENG.	EQ	10	250	250
THAPAR MILLS IND LTD	EQ	10	1400	1400
TIJARIA POLYPIPES LTD	EQ	10	10	0
TIPS LTD	EQ	10	0	2000
TIRUPATI INK	EQ	10	2999	2999
TISCO LTD	EQ	10	400	0
TRF LIMITED	EQ	10	794	794
TTML LTD	EQ	10	4200	16319
UCO BANK	EQ	10	100	100
UNIMERS INDIA LTD	EQ	10	153	153
UNIPLAS LTD	EQ	10	1000	1000
UNITECH LTD	EQ	2	1500	3200
UNITED BANK OF INDIA	EQ	10	362	0
UNITED PHOSPHOROUS	EQ	2	550	300
UNIVERSAL CABLES LTD	EQ	10	500	500
USHA MARTIN EDU.& SOL.	EQ	5	1873	1873
USHA MARTIN LTD.	EQ	1	1300	1300
UTI GOLD ETF	EQ	100	2328	293
VAIBHAV GEMA	EQ	10	500	500
VALUE IND.LTD(VIDEOCON) AI	EQ	10	0	1500
VARDHAMAN ACRYLIC	EQ	10	18000	18000
VARDHMAN POLY	EQ	10	500	500
VARUN SHIPPING	EQ	10	700	700
VATSA INDUSTRIES LTD	EQ	1	262000	262000
VIDEOCON IND.	EQ	10	50	50
VIJAYA BANK	EQ	10	1000	700
VIKASH METAL & POWER LTD	EQ	10	500	0
VISAKA IND	EQ	10	100	100
VISHAL EXPORT	EQ	1	22000	22000
VISHAL LACTO INDIA LTD	EQ	10	400	400
VISU INTERNATIONAL	EQ	10	400	400
VOLTAS	EQ	1	200	50
W I SUGAR LTD	EQ	10	400	400
WADALA COMMODITIES	EQ	10	500	500
WATERBASE LTD	EQ	10	6000	6000
WELMANN INCANDESC LTD	EQ	10	100	100
WELSPUN GUJ STAHL	EQ	5	500	500
WELSPUN INDIA LTD	EQ	10	0	2000
WESTERN PAQUES INDIA LTD	EQ	10	5000	5000
WIPRO LTD.	EQ	2	375	375
WIRE & WIRELESS	EQ	1	34684	36100
WORLD DIGITAL	EQ	10	100	100
XPRO INTERNATIONAL LTD	EQ	10	1400	1400
YOGI PHARMACEUTICALS LTI	EQ	10	1000	1000
ZEE LEARN LTD	EQ	10	0	2100
ZUARI INDUSTRIES LTD	EQ	10	535	0

DAULAT SECURITIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

Pursuant to Clause 32 of Listing Agreement with Stock Exchange

	<u>For the Year Ended on</u> <u>31.03.2012</u>		<u>For the Year Ended on</u> <u>31.03.2011</u>	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before Tax & Extra Ordinary Items	0	10122007		7910328
Adjustment for :				
Depreciation	288587		395007	
Write - Off	229085	517672	-193	394814
Adjustment for :		10639679		8511142
Dividend Received	641494		697576	
Interest Recd	5135547		4279141	
Profit on sale of Investment	172137		4452918	
Profit on sale of fixed assets	7283546			
		13232724		9429635
Operating Profit/Loss before Working Capital changes		-2593045		-1118493
Adjustment for :				
Current Assets	(11,158,606)		-16191716	
Current Liabilities	12,157,616	999,010	-4012178	-20203894
(Increase) / Decrease in Net Current Assets				
Add :Taxation		-1340504		-950000
Cash Generated from Operations				
Net Cash from Operating Activities		<u>(2,934,539)</u>		<u>-22272387</u>
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of FIXED ASSETS	-2767253		-164074	
Purchase of Investments	-4833740		-66617621	
Sale of Investments	4613985		83824756	
Interest Received	4728685		4279141	
Dividend Received	614913		697576	
Sale of Fixed Asset	9000000			
Net Cash flow from Investing Activities		<u>11356590</u>		<u>22019778</u>
Net Increase / (Decrease) in Cash and Cash Equivalent		8,422,051		-252609
Cash and Cash Equivalents at the beginning of the year		7,368,258		7620867
Cash and Cash Equivalents at the close of the year		15,790,309		7368258

S. L. Kochar **Chairman**
 Jitendra Kochar **Managing Director**
 Ajit Kochar **Wholtime Director**

Place : Kolkata
 Dated :30th May 2012

We have verified the above Cash Flow Statement of DAULAT SECURITIES LIMITED derived from the audited financial statements for the year ended 31st March, 2009 and found the same is drawn in accordance thereafter and also with the requirements of Clause 32 of the listing agreement with the Stock Exchange.

Per our report attached
 For **BAHETY & GOENKA**
 Chartered Accountants

Place : Kolkata
 Dated 30th May 2012

Rajendra Kumar Bahety
 Partner

DAULAT SECURITIES LIMITED

PROXY FORM

DP ID.: _____

CLIENT ID : _____

FOLIO NO. _____

NO. of SHARE _____

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

being a Member / Member of Daulat Securities Ltd. hereby appoint
.....of.....

as my/our proxy to attend and vote for me/us, on my/our behalf at the 19th Annual
General Meeting of the Company to be held on Friday, 14th September 2012 at 11:00
A.M. and at any adjournment thereof.

Signed this _____ day of _____ 2012

Affix a Re.1
Revenue stamp

Note : Proxy must be deposited at the Registered Office of the Company not less than 48 hours before the meeting.

ATTENDANCE SLIP

DAULAT SECURITIES LTD.

Regd. Office : 86 Canning Street , Kolkata- 700001

Full Name of Shareholder : _____

Regd. Folio/ DP ID. _____

Full Name of Proxy, if any _____

I hereby record my presence at the 19th Annual General Meeting of the Company held at
Manglam , 29, Lansdowne Place Kolkata – 700029 on Friday 14th September 2012 at
11:00 A.M.

Signature of Member/ Proxy

NOTE : This attendance slip must be handed over at the entrance of the meeting hall duly signed.
Please carry a copy of this Annual Report at the Meeting Hall.

BOOK POST

If Undelivered Please Return To:
DAULAT SECURITIES LIMITED
86 CANNING STREET
KOLKATA - 700001