

APPU MARKETING AND MANUFACTURING LIMITED

DIRECTORS REPORT

Your Directors have pleasure in presenting the Annual Report together with the Annual Accounts and the Auditors Report for the year ended 31st March 2012.

<u>FINANCIAL HIGHLIGHTS:</u>	<u>Year Ended on 31st March 2012 (Amount in Rs.)</u>	<u>Year Ended on 31st March 2011 (Amount in Rs.)</u>
Profit / (Loss) before Tax	673362.00	8000.00
Provision for Taxation	2,08,300.00	2000.00
Profit / (Loss) after Tax	4,65,062.00	6000.00
Balance brought from last year	(65076.25)	(71076.25)
Balance carried to Balance Sheet	3,99,986.00	(65076.25)

DIVIDEND:

The Board of Directors of the Company does not recommend any dividend for the year.

DEPOSITS:

No public deposits were invited or accepted during the year under report.

AUDITORS:

MR. ASHOK KUMAR AGARWALA Chartered Accountants, the auditors of the company retire at the A.G.M. of the company and being eligible offer themselves for reappointment.

AUDITORS REPORT:

Notes on the Accounts referred to in the Auditors Report are self-explanatory and thereof, do not call for any further clarification.

PERSONNEL:

No employee of the company is covered U/s 217(2A) of the companies (particulars of employees) Rules, 1975.

FOREIGN EXCHANGE INFLOW AND OUTFLOW: - NIL

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION:

In view of the nature of business, it is not applicable.

DIRECTORS RESPONSIBILITY STATEMENT:

As required under section 217 (2AA) the Directors confirm:

- (i) That the applicable accounting standards have been followed along with proper explanation relating to material departures in preparing the accounts :
- (ii) That such accounting policies have been selected and applied consistently and judgements and estimates made that are reasonable and prudent so as to give a true and fair view of the State of affairs of the Company at the end of the financial period and of the profit or loss of the Company for the period:
- (iii) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities:
- (iv) That the accounts have been prepared on a going concern basis.

By order of the Board of Directors

PLACE : Kolkata

S. K. Sridana

DATE : 01.09.2012

AUDITORS REPORT

To The Members of M/s. **APPU MARKETING & MANUFACTURING LIMITED**

1. We have audited the attached balance Sheet of **M/S. APPU MARKETING & MANUFACTURING LIMITED** as at 31st March, 2012 and also the Profit & Loss Account and the Balance Sheet for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our Audit.
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 disclosure in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the companies (Auditor's Report) Order' 2003, as amended by the companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of subsection (4A) of section 227 of the companies Act, 1956, we enclose as annexure, a statement on the matters specified in the paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred 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, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
- III. The Balance Sheet & Profit & Loss account dealt with by this report are in agreement with the books of accounts;
- IV. In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the accounting standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- V. On the basis of the written representation received from the directors and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2012 from being appointed as a 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 explanation given to us, the Balance Sheet & Profit & Loss Account together with the notes thereon and attached thereto, give the information required by the companies Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
- (a) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2012;
- (b) In the case of the Profit & Loss Account, of the profit for the year ended on that;

FOR ASHOK KUMAR AGARWAL
(Chartered Accountants)

Membership No: 54835

Place: KOLKATA

Date: 01.09.2012



ANNEXURE TO THE AUDITORS' REPORT

1. The company does not have fixed assets as such the company did not maintain records showing particulars including quantitative details and situations of fixed assets.
2. The Company does not any Inventory.
3. (a) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4 (III) (b) to (d) of the Order are not applicable.
(b) The company has not taken any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4 (III) (f) to (g) of the Order are not applicable.
4. An adequate internal control procedure commensurate with the size of company and the nature of its business, for the purchase of Fixed Assets exists. Further, on the basis of our examination of the books and records of the Company, we have neither come across nor have we been informed of any continuing failure to correct major weakness in the aforesaid internal control procedures.
5. In our opinion and according to the information and explanations given to us, there are no contracts and arrangements referred to in section 301 of the Companies, 1956, particulars of which need to be entered into a register maintained under section 301 of the Act. Accordingly, clause, 4 (V) (b) of the order is not applicable.
6. That the company did not accept any public deposit during the year.
7. The company has an Internal Audit system, which in our opinion is commensurate with the size and nature of the business.
8. The Company is not required to maintain cost records as prescribed by central Government under section 209 (1) (d) of the Companies Act, 1956.



9. The company is regular in depositing undisputed statutory dues including Income Tax, and other statutory dues with the appropriate authorities. Due to nature & size of the business of the company, other statutory provision of Investor Education and Protection Fund, Employees State Insurance, Custom Duty, Excise Duty, Cess etc are not applicable. Hence the matter of compliance thereof for timely deposit of such undisputed statutory dues does not arise. There is no arrears of outstanding statutory dues disputed or otherwise at the year end outstanding for more than 6 months.
10. The company does not have any accumulated losses at the end of the financial year and it is further stated that the company has neither incurred any cash losses in such financial year nor in the financial year immediately proceeding such financial year.
11. The company has not issued debentures. The Company has not borrowed from Banks.
12. The company has not granted any loan or advances on the basis of security by way of pledge of shares, debentures and any other securities.
13. The company does not have or own any nidhi or mutual benefit fund or societies.
14. The Company is also in the business of dealing or trading in shares. The company has maintained proper records of transactions and contracts in respects of Shares, Securities and other Investments and timely entries have been made therein. The Shares, Securities and other Investments have been held by the Company, in its own name.
15. The company has not given any guarantee for any loans taken by others from bank or financial institution.
16. The Company has not borrowed any term loan.
17. According to the information and explanations given to us and on the basis of our overall examination of the Balance Sheet, we report that no funds raised on short term basis have been used for long term investment of the company.
18. During the year under Audit, the Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.



19. The Company has not issued any debentures.
20. The Company has not made any public issue during the financial year under review.
21. Based upon the audit procedures performed and on the basis of information and explanations provided by the management, we report that no fraud, on or by the Company has been noticed or reporting during the year.

FOR ASHOK KUMAR AGARWAL

(Chartered Accountants)

Membership No: 54835

Place: KOLKATA

Date: 01.09.2012



APPU MARKETING AND MANUFACTURING LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2012

Sr, No:	Particulars	Note	Figures for the current reporting period AMOUNT IN RUPEES	Figures for the previous reporting period AMOUNT IN RUPEES
I.	EQUITY AND LIABILITIES :			
(1)	Shareholders' Funds :			
(a)	Share Capital	1	10,34,15,000	10,34,15,000
(b)	Reserves and Surplus	2	48,16,078	43,51,016
(2)	Current Liabilities :			
(a)	Other Current Liabilities	3	5,000	1,000
(b)	Short-Term Provisions	4	2,23,473	15,173
	TOTAL		10,84,59,551	10,77,82,189
II.	ASSETS :			
(1)	Non-Current Assets :			
(a)	Non-current investments	5	9,96,18,640	9,96,86,640
(b)	Long Term Loans & Advances	6	71,39,000	71,39,000
(c)	Other Non-Current Assets	7	3,74,250	1,42,193
(2)	Current Assets :			
(a)	Trade Receivables	8	6,99,262	-
(b)	Cash and Cash Equivalents	9	6,28,399	8,14,356
	TOTAL		10,84,59,551	10,77,82,189

The Notes referred to above form an integral part of the Financial Statements.

This is the Balance Sheet referred to in our report of even date.

For ASHOK KUMAR AGARWALA
Chartered Accountants


(CA A.K. Agarwala)



Membership. No.54835
Place : Kolkata
Date : 01.09.2012

For & on the behalf of the Board

S. K. Swarna

Director

Anju Jupti

Director

APPU MARKETING AND MANUFACTURING LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2012

SR. NO	Particulars	Note	Figures for the current reporting period AMOUNT IN RUPEES	Figures for the previous reporting period AMOUNT IN RUPEES
I	Revenue from Operation	10	7,24,262	23,000
	Total Revenue		7,24,262	23,000
II	Expenses :			
	Employee Benefits Expense	11	36,000	-
	Other Expenses	12	14,900	15,000
	Total Expenses		50,900	15,000
III	Profit before tax (I - II)		6,73,362	8,000
IV	Tax expense:			
	(1) Net Current Tax			
	Current Tax		2,08,300	2,000
V	Profit / (Loss) for the period (IV - VI)		4,65,062	6,000
VI	Earnings per equity share :			
	(1) Basic	13	-	-

The Notes referred to above form an integral part of the Financial Statements.

This is the Statement of Profit & Loss referred to in our report of even date.

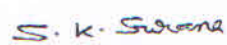
For ASHOK KUMAR AGARWALA
Chartered Accountants


(CA A.K. Agarwala)

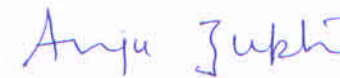


Membership. No.54835
Place : Kolkata
Date : 01.09.2012

For & on the behalf of the Board


S. K. Swarna

Director


Anju Jukhi

Director

APPU MARKETING AND MANUFACTURING LIMITED
Notes Forming Integral Part of the Financial Statements as at 31st March, 2012

Particulars		Figures for the current reporting period AMOUNT IN RUPEES	Figures for the previous reporting period AMOUNT IN RUPEES
Note - 1 :			
SHARE CAPITAL :			
a. Authorised			
1,03,50,000 Equity Shares of ` 10/- each		10,35,00,000	10,35,00,000
Total		10,35,00,000	10,35,00,000
b. Issued and Subscribed			
1,03,41,500 Equity Shares of ` 10/- each fully paid up		10,34,15,000	10,34,15,000
Total		10,34,15,000	10,34,15,000
c Shareholder holding more than 5% of the aggregate share are shown seperately in Annexure			
d Reconciliation of Number of Shares Outstanding:			
	Equity Shares:		
Balance as at the beginning of the year	1,03,41,500	1,03,41,500	1,03,41,500
Add: Addition during the year	-	-	-
Balance as at the end of the yer	1,03,41,500	1,03,41,500	1,03,41,500
Note - 2 :			
RESERVES & SURPLUS :			
a. General Reserve:			
Investment Allowance Reserve		1,28,754	1,28,754
b. Capital Reserve:			
Out of Merger		42,87,339	42,87,339
b. Surplus - Balance in the Statement of Profit and Loss:			
Opening balance		-65,076	-71,076
Add : Profit for the year		4,65,062	6,000
Closing balance		3,99,986	-65,076
Total		48,16,078	43,51,016
Note - 3 :			
OTHER CURRENT LIABILITIES :			
Audit fees Payable		5,000	1,000
Total		5,000	1,000
Note - 4 :			
SHORT-TERM PROVISIONS :			
Provision for Taxation		2,23,473	15,173
Total		2,23,473	15,173
Note - 5 :			
NON -CURRENT INVESTMENT :			
Trade Long Term Investment (Unquoted, Valued at Cost) As Per Separate List		9,96,18,640	9,96,86,640
Total (Rs.)		9,96,18,640	9,96,86,640

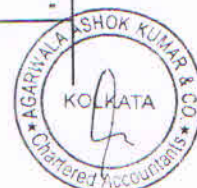
S. K. Sutar



APPU MARKETING AND MANUFACTURING LIMITED
Notes Forming Integral Part of the Financial Statements as at 31st March, 2012

Particulars	Figures for the current reporting period AMOUNT IN RUPEES	Figures for the previous reporting period AMOUNT IN RUPEES
Note - 6 : LONG TERM LOANS AND ADVANCES <u>Unsecured, considered goods</u> Advances recoverable in cash or in kind or for value to be received	71,39,000	71,39,000
Total (Rs.)	71,39,000	71,39,000
Note - 7 : OTHER NON-CURRENT ASSETS : <u>Unsecured, Considered good: Others</u> Unamortised Expenses	3,74,250	1,42,193
Total (Rs.)	3,74,250	1,42,193
Note - 8 : TRADE RECEIVABLES: Sundry Debtors (Unsecured but Considered Good) Debts outstanding for a period exceeding six months	6,99,262	-
	6,99,262	-
Note - 9 : CASH AND CASH EQUIVALENTS: (i) Balance with Bank: -In Current Account (ii) Cash in Hand (As Certified by the Management)	25,021	1,89,078
	6,03,378	6,25,278
Total (Rs.)	6,28,399	8,14,356
Note - 10 : REVENUE FROM OPERATIONS : Income from Operations	7,24,262	23,000
Total (Rs.)	7,24,262	23,000
Note - 11 : EMPLOYEE BENEFIT EXPENSES: Salaries and Wages	36,000	-
Total (Rs.)	36,000	-
Note - 12 : OTHER EXPENSES: <u>Administrative & other expenses</u> Bank Charges General Expenses Accounting Charges Professional Fees	-	1,655
	7,800	5,246
	-	5,000
	2,100	2,100
<u>Auditors Remuneration</u> -As Auditor: Audit Fees	5,000	1,000
Total (Rs.)	14,900	15,000
Note - 13 : EARNING PER SHARE: i) Profit/(Loss) after Tax ii) Number of Equity Shares EPS {(I)/(II)}	4,65,062	6,000
	1,03,41,500	1,03,41,500
	-	-

S. K. Swain



Note - 14 :

Previous Year Figure::

Till the year ended 31 March 2011, the company was using pre-revised Schedule VI to the Companies Act 1956, for preparation and presentation of its financial statements. During the year ended 31 March 2012, the revised Schedule VI notified under Companies Act 1956, has become applicable to the company. The company has reclassified previous year figures to conform to this year's classification.



S. K. Swana

APPU MARKETING & MANUFACTURING LIMITED

Notes to the financial statements for the year ended 31st March 2012

15 Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting following generally accepted accounting principles in India (GAAP) and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India & notified under the Companies (Accounting Standards) Rules 2006 as amended and the relevant provisions of the Companies Act, 1956, to the extent applicable to SMC. The financial statements are presented in Indian rupees.

15.1 Summary of Significant Accounting Policies

a. Change in Accounting Policy

Presentation & Disclosure in financial statements

During the year ended 31.03.2012 the revised Schedule VI notified under the Companies ACT 1956, has become applicable to the Company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements by the company. However, it has significant impact on presentation & disclosures made in the financial statements. The company has also reclassified the previous year's figures in accordance with the requirements applicable in the current year.

b. Use of estimates

The preparation of the financial statements in the conformity with the GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

c. Fixed assets

As the company does not have any fixed assets, the provisions of AS -10 are not applicable to the company.



S. K. Sircar

APPU MARKETING & MANUFACTURING LIMITED

Notes to the financial statements for the year ended 31st March 2012

- d. Depreciation**
Since the company does not have any fixed assets, the provisions of AS -6 are not applicable to the company.
- e. Impairment of assets**
Since the company does not have any fixed assets, the provisions of AS -28 are not applicable to the company.
- f. Investments**
As per the provisions of AS 13 investments which are readily relisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as Long Term Investments/Non Current Investments.
- g. Inventories**
Since the company does not have any inventory, the provisions of AS -2 are not applicable to the company.
- h. Income Tax**
As per the provisions of AS 22 tax expense comprises current & deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. The tax rate & tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.
- i. Earning per share**
In accordance with the provisions of AS 22 basic earnings per share are calculated by dividing the net profit or loss after tax for the period attributable to equity shareholders.
- j. Contingencies**
Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise, or is a present obligation that arises from past events but is not recognised because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made.



S. K. Sridhara