

# **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

CIN - L65990GJ1983PLC005986

**31<sup>ST</sup>**  
**ANNUAL REPORT**  
**F Y 2011-12**

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**Shreenath Industrial Investment Pvt. Ltd.**

**Name of Directors:**

1. Rajesh Agarwal
2. Deepak Mandowara
3. Rakesh Nyati
4. Kaushal Ameta

**Listed At**

Ahmedabad Stock Exchange (53810)

**Bankers:**

1. ICICI Bank  
Zaveri Bazaar Branch

**RTA (Registrar and transfer agent):**

1. Name: PURVA SHAREGISTRY (INDIA) PRIVATE LIMITED  
Address: Purva Sharegistry (India) Pvt. Ltd. Unit no. 9 Shiv Shakti Ind. Estt.  
J .R. Boricha marg Opp.  
Kasturba Hospital Lane Lower Parel (E) Mumbai 400 011  
Contact: 022-2301 8261/2518

**Registered Address:**

4 Chintan Bhomeshwar Society  
1 Bajrangwadi, Jamnagar Road  
Rajkot, Gujrat-360 001

**Corporate Address:**

Shreenath Industrial Investment Pvt. Ltd.  
Address : Office No. 401, 597 Rajshila Co-op Society Ltd., Chira Bazar,  
J S S Road, Marine Lines (E)  
Mumbai - 400002  
Contact: 022-2207 1707

**NOTICE**

**NOTICE** is hereby given that the 29<sup>th</sup> Annual General Meeting of the members of **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED** will be held at 103, Swagat complex, poet Nanalal marg, Opp. Bapu's Bawla, Rajkot – 360001 on Monday, 25<sup>th</sup> June, 2012 at 11.00 a.m. to transact the following business: -

**ORDINARY BUSINESS**

1. To receive, consider and adopt the audited Balance sheet as at 31<sup>st</sup> March, 2010 and the Profit & Loss Account as at that date together with the reports of the Board of Directors and auditors thereon.
2. To appoint a director in place of Mr. G. N. Shenoy, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

**SPECIAL BUSINESS**

4. To consider and, if though fit, to pass with or without modification(s), the following Resolutions as an **ORDINARY RESOLUTION**:

**"RESOLVED THAT**, Mr. Amit S. Mehta, who appointed as additional Director in the meeting of the Board of Directors of Company held on 22<sup>nd</sup> February, 2012 and who hold office as such upto the conclusion of the ensuing Annual General Meeting under section 260 of the companies Act, 1956, and in respect of whom the company has received notice in writing under section 257 of the Companies Act, 1956, proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director of the Company.

By the order of the Board of Directors  
For **SHREENATH INDUSTRIAL INVESTMENT CO. LTD.**

DATE: - 18<sup>th</sup> May, 2012  
PLACE: - Rajkot

G. N. SHENOY  
**Director**

**NOTES:-**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The instrument appointing proxy should, however, be deposited at the registered office of the Company not less than 48 hours before the commencement of the Meeting.
3. The Board of Director of the Company has fixed 24<sup>th</sup> June, 2012 as the record date for the purpose of Annual General Meeting.

## **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

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4. An Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in relation to the special business is annexed.

### **ANNEXURE TO THE NOTICE**

#### **EXPLANATORY STATEMENT UNDER SECTION 173 OF THE COMPANIES ACT, 1956.**

##### **Item no. 4**

Mr. Amit S. Mehta was appointed as an additional director by the board of Director of the Company on 22<sup>nd</sup> February, 2012 pursuant to section 260 of the Companies Act, 1956 and holds office of Director upto the conclusion of forthcoming Annual Genral Meeting. The Company has received a notice in writing alongwith the requisite deposit under the provision of section 257 of the Companies Act, 1956 from a member proposing the candidature of Mr. Amit S Mehta as a director of the Company.

By the order of the Board of Directors  
For **SHREENATH INDUSTRIAL INVESTMENT CO. LTD.**

DATE: - 18<sup>th</sup> May, 2012

PLACE: - Rajkot

G. N. SHENOY

**Director**

## DIRECTORS' REPORT

To

### The Members,

We have pleasure in presenting the 29<sup>th</sup> Annual Report together with the audited Statement of Accounts of the company for the year ended 31<sup>st</sup> March, 2012.

### FINANCIAL RESULTS:

The Financial results of the Company are summarised below:

Particulars	For the year ended 31-03-2012	For the year ended 31-03-2011
Total Income	7,21,175	9,67,938
Profit Before Tax	6,83,969	9,44,951
Less: Tax Expenses		
Current Tax	2,15,000	3,00,000
Short Provision of Tax for earlier years	-	87,951
Profit for the year	4,68,969	5,57,000

(Amounts in Rs.)

### DIVIDEND:

The Directors in their prudence have not recommended payment of any dividend for the year ended 31<sup>st</sup> March, 2012.

### OPERATIONS:

In view of uncertainties in the financial market, the working of the Company was subdued during the year under review. Your directors are making all efforts for development of new areas of business.

### FIXED DEPOSITS:

During the year under review, the Company has neither invited nor accepted any fixed deposits from the public within the meaning of Section 58A of the Companies Act, 1956 or Rules made there under or under Non Banking Financial Companies acceptance of Public Deposits (Reserve Bank) Directions.

The Auditors have issued additional report to the Board of Directors of the Company as required by the Non - Banking Financial Companies Auditor's Report (Reserve Bank) Directions 2008, which is enclosed herewith.

### DIRECTORS:

During the year under review, Mr. Amit S. Mehta was appointed as an Additional Director of the Company with effect from 22<sup>nd</sup> February, 2012 pursuant to Section 260 of the Companies Act, 1956. He holds the office of Director upto the conclusion of the ensuing Annual General Meeting of the Company. The Company has received notice in writing alongwith the requisite Security Deposit under the provisions of Section 257 of the Companies Act, 1956, from a member proposing his candidature for the office of Director of the Company.

Mr. B. C. Kamdar resigned from the office of Director of the Company with effect from 22<sup>nd</sup> February, 2012 due to his pre-occupation. The Board of Directors place on record its appreciation for the valuable guidance and co-operation extended to the Company by the outgoing Director.

## SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

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During the year, Mr. G. N. Shenoy retires by rotation and being eligible, offers himself for re-appointment. The Board of Directors recommends his re-appointment.

### **PARTICULARS OF EMPLOYEES:**

There was no employee employed throughout the financial year or part thereof, whose details are required to be mentioned as per sub-section (2A) of Section 217 of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 as amended.

### **DIRECTORS' RESPONSIBILITY STATEMENT:**

As required by Section 217(2AA) of the Companies Act, 1956 the Directors hereby confirm:

1. That in the preparation of the annual accounts, the applicable Accounting Standards have been followed;
2. That the selected accounting policies were applied consistently and the Directors made judgments and estimates that are reasonable so as to give a true and fair view of the state of affairs of the Company and of the Profit of the Company for the financial year ended 31<sup>st</sup> March, 2012;
3. That proper and sufficient care has been taken 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.
4. The annual accounts have been prepared on a going concern basis.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO [Section 217 (1)(e)]:**

- a. Conservation of Energy: The Company will take all reasonable measures to save the electricity.
- b. Technology Absorption: The activities of the Company do not involve technology absorption and research and development.
- c. Foreign Exchange Earnings: NIL
- d. Foreign Exchange Outgoing: NIL

### **SECRETARIAL COMPLIANCE CERTIFICATE:**

A copy of Secretarial Compliance Certificate from a practicing Company Secretary as required under Section 383A (1) of the Companies Act, 1956 is attached herewith.

### **AUDITORS:**

M/s. J. G. Verma & Co., Chartered Accountants, Mumbai retire as Statutory Auditors of the Company at the conclusion of the ensuing Annual General Meeting, and being eligible offer themselves for re-appointment. You are requested to consider their re-appointment.

For and on behalf of the Board  
For **SHREENATH INDUSTRIAL INVESTMENTS COMPANY LTD.**

Sd/-  
**G. N. SHENOY**  
DIRECTOR

Sd/-  
**BABU A. DEVADIGA**  
DIRECTOR

Place: Mumbai

Date : 18<sup>th</sup> May, 2012

**COMPLIANCE CERTIFICATE**

To,  
The Members,  
Shreenath Industrial Investment Company Limited  
103, Swagat Complex, Poet Nanalal Marg,  
Opp. Babu's Bawla, Rajkot - 360001

We have examined the registers, records, books and papers of **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED** (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31<sup>st</sup> March, 2012**. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this Certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has generally filed the forms and returns as stated in **Annexure 'B'** to this Certificate, with the Registrar of Companies within the time prescribed under the Act and the rules made there under during the financial year.
3. The Company being Limited Company has the minimum prescribed paid-up capital and its maximum number of members during the said financial year were sixteen excluding its present and past employees and the company during the year under scrutiny:
  - (i) has not invited public to subscribe for its shares or debentures; and
  - (ii) has not invited or accepted any deposits from persons other than its members, directors or their relatives.
4. The Board of Directors duly met six times in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has complied with the provisions of section 154 of the Companies Act, 1956.
6. The Annual General Meeting for the financial year ended 31-3-2011 was held on 25-06-2011 after giving due notice to the members of the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has NOT advanced loan to its directors and/or persons or firms or companies referred in the section 295 of the Act after complying with the provisions of the Act.
9. The Company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. The Company has obtained necessary approvals from the Board of Directors, members and previous approval of the Central Government pursuant to section 314 of the Act wherever applicable.
12. The Board of Directors or duly constituted Committee of Directors has approved the issue of duplicate share certificates. NOT APPLICABLE.

## SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

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13. The Company has:
- (i) delivered all the certificates on allotment of securities and on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act. NOT APPLICABLE
  - (ii) deposited the amount of dividend declared including interim dividend in a separate Bank Account on \_\_\_\_\_ which is within five days from the date of declaration of such dividend. NOT APPLICABLE
  - (iii) paid/posted warrants for dividends to all the members within a period of 30 (Thirty) days from the date of declaration and that all unclaimed/unpaid dividend has been transferred to Unpaid Dividend Account of the Company with \_\_\_Bank on \_\_\_\_\_. NOT APPLICABLE
  - (iv) transferred the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund. NOT APPLICABLE
  - (v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was an appointment of one director and resignation of one director during the year.
15. The appointment of Managing Director/ Whole-time Director/Manager has been made in compliance with the provisions of section 269 read with Schedule XIII to the Act and approval of the Central Government has been obtained in respect of appointment of \_\_\_\_\_ not being in terms of Schedule XIII. NOT APPLICABLE
16. The appointment of sole-selling agents was made in compliance of the provisions of the Act. NOT APPLICABLE
17. The Company was not required to obtain any necessary approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has complied with the provisions of sections 58A and 58AA read with Companies (Acceptance of Deposit) Rules, 1975/ the applicable directions issued by the Reserve Bank of India/ any other authority in respect of deposits accepted including unsecured loans taken, amounting to Rs. \_\_\_\_\_ raised by the company during the year and the company has filed the copy of Advertisement/Statement in lieu of Advertisement/ necessary particulars as required with the Registrar of Companies \_\_\_\_\_ on \_\_\_\_\_. The company has also filed return of deposit with the Registrar of Companies/Reserve Bank of India/other authorities. NOT APPLICABLE
24. The amount borrowed by the Company from directors, members, public, financial institutions, banks and others during the financial year ending 31<sup>st</sup> March 2012 are within the borrowing limits of the Company and that necessary resolutions as per section 293(1)(d) of the Act have been passed in duly convened annual/extraordinary general meeting.

25. The Company has made loans and investments, or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose. NOT APPLICABLE
26. The company has not altered the provisions of the memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny after complying with the provisions of the Act.
27. The Company not has altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny and complied with provisions of the Act.
28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny and complied with the provisions of the Act.
29. The Company has not altered the provisions of the memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its articles of association during the financial year.
31. There was/were no prosecution initiated against or show cause notices received by the Company, during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has remitted both the employer's and employee's contribution to provident fund up to date and complied with the provisions of the Provident Fund Act. NOT APPLICABLE

**Place: MUMBAI**  
**Date: 18<sup>th</sup> May 2012**

**Sd/-**  
**V. V. CHAKRADEO**  
**Name of Company Secretary**  
**C. P. No. : 1705**

#### ANNEXURE A

Registers as maintained by the Company

1. Register of Members u/s. 150
2. Minutes of the Board and AGM u/s 193.
3. Register of Directors u/s 303
4. Register of Directors shareholdings
5. Register of Contracts.
6. Register of Charges.

#### ANNEXURE B

Forms and returns as filed by the Company with the Registrar of Companies, Central Government or other authorities during the financial year ended 31-3-2012

1. Form 17 filed on 07/04/2012
2. Form 66 for the year ended 31/03/2011 filed on 10/11/2011
3. Form 23AC & 23ACA for the year ended 31/03/2011 filed on 10/11/2011
4. Form 20B for the year ended 31/03/2011 filed on 15/11/2011

**AUDITORS' REPORT**

TO THE MEMBERS OF

**SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

RAJKOT – 360 001

We have audited the attached Balance Sheet of **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**, as at 31<sup>st</sup> March 2012 and also the Statement of Profit and Loss and the Cash Flow Statement of the Company 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.

We conducted our audit in accordance with Auditing Standards generally accepted in India. These 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 the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 paragraph 4 and 5 of the said Order.

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

1. 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;
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
3. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
4. In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
5. On the basis of the written representations received from the directors and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> 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.
6. The Company has been granted Certificate of Registration bearing no. 01.00097 dated 11<sup>th</sup> March, 1998 by the

Reserve Bank of India under section 45 IA of the Reserve Bank of India Act, 1934. The Board of Directors has passed a resolution during the year for non-acceptance of any public deposits and accordingly it has not accepted any public deposits during the year.

7. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the 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 accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2012;
- (ii) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date;  
and
- (iii) in the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For J G VERMA & CO.,  
CHARTERED ACCOUNTANTS,  
(Registration no. 111381W)  
Sd/-  
J. G. VERMA  
PARTNER  
Membership No. 5005

Mumbai: 18<sup>th</sup> May, 2012

**ANNEXURE REFERRED TO IN OUR REPORT OF EVEN DATE**

**SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED (31.03.2012)**

- (i) The Company does not own any fixed assets, accordingly clauses 4(i)(a), 4(i)(b) and 4(i)(c) of the Order are not applicable.
- (ii) The Company did not have any inventory during the year or at the end of the year, accordingly clauses 4(ii)(a), 4(ii)(b) and 4(ii)(c) of the Order are not applicable.
- (iii) (a) The Company has not granted any unsecured loans to parties covered in the register maintained under section 301 of the Companies Act, 1956.  
(b) The Company has not taken interest free unsecured loans from parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (iv) The Company has not purchased any stores items, raw materials, plant and machinery or sold any goods during the year under report and accordingly, the clause 4(iv) of the Order is not applicable to the Company.
- (v) Based on audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that there were no transactions during the year that needed to be entered into the register maintained under section 301 of the Companies Act, 1956. Accordingly clause (v)(b) of paragraph 4 of the Order regarding reasonableness of prices of such transactions is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975. Hence the clause (vi) of the Order is not applicable to the Company.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
- (ix) (a) In the absence of any activities during the year, the Company was not liable to deposit any statutory dues with the authorities. As per the records of the Company, there were no arrears of outstanding statutory dues for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty or cess which have not been deposited on account of any dispute.
- (x) The Company does not have any accumulated losses at the end of the financial year and has not incurred any cash losses either during the financial year under report or immediately preceding financial year.
- (xi) The Company has neither taken any loans from a financial institution and a bank nor issued debentures. Accordingly, clause (xi) of paragraph 4 of the Order is not applicable.
- (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) The Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the clause (xiii) of paragraph 4 of the Order is not applicable to the Company.
- (xiv) The Company has not made any transactions during the year of dealing or trading of shares, securities, debentures and other investments. Accordingly, the clause (xiv) of paragraph 4 of the Order is not applicable to the Company for the above year.
- (xv) As informed to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) The Company has not taken any term loan during the year. Therefore clause (xvi) of paragraph 4 of the Order is not applicable.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) The Company has not issued debentures and hence the clause (xix) of paragraph 4 of the Order is not applicable.
- (xx) During the year under audit, the Company has not raised money by public issue.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For J G VERMA & CO.,  
CHARTERED ACCOUNTANTS,  
(Registration no. 111381W)  
Sd/-  
J. G. VERMA  
PARTNER  
Membership No. 5005

Mumbai: 18<sup>th</sup> May, 2012

## **SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

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### **AUDITORS' REPORT**

TO THE BOARD OF DIRECTORS OF

**SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

RAJKOT – 360 001

1. The Company is engaged in the business of non-banking financial institution and it has obtained a Certificate of Registration (COR) from the Bank;
2. The Company is holding COR issued by the Bank, and is entitled to continue to hold such COR in terms of its assets/income pattern as on 31<sup>st</sup> March, 2012;
3. Based on the criteria set forth by the bank in Company Circular No. DNBS.PD.CC NO.85 / 03.02.089 /2006-07 dated December 6, 2006 for classification of NBFCs as Asset Finance Company (AFC), the non-banking financial company has been correctly classified as AFC as defined in Non-Banking Financial Companies Acceptance of Public Public Deposits (Reserve Bank) Direction, 1998 with reference to the business carried on by it during the financial year ended 31<sup>st</sup> March, 2012.
4. The Company has not accepted and did not hold public deposits and accordingly statement on various matters covered in Part (B) of Paragraph (3) of the Notification No. DNBS.201/DG(VL)-2008 dtd. 18.9.2008 are not applicable, hence not given for the above year.
5. In view of the facts of the Company, Part (D) of Paragraph (3) of the Notification No. DNBS.201/DG(VL)-2008 dtd. 18.9.2008 is not applicable, hence not commented by us.
6. The Board of Directors has passed a resolution on 11.02.2012 for non-acceptance of any public deposit.
7. The Company has not accepted any public deposit during the year ended on 31<sup>st</sup> March, 2012.
8. The Company has complied with the Prudential Norms relating to income recognition, accounting standard, assets classification and provisioning for bad and doubtful debts as applicable to it in terms of Non Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2008.
9. In respect of Systemically important Non-Deposit taking NBFCs as defined in paragraph 2(1)(xix) of the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2008; we report that the Company is not required to furnish to the Bank the Annual statement of capital funds, risk asset ratio (NBS-7) as its asset size is less than Rs. 100 Crores and accordingly it has not furnished the same.

For J G VERMA & CO.,  
CHARTERED ACCOUNTANTS,  
(Registration no. 111381W)

Sd/-

J. G. VERMA  
PARTNER

Membership No. 5005

Mumbai: 18<sup>th</sup> May, 2012

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2012

PARTICULARS	NOTE	Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b><u>EQUITY AND LIABILITIES:</u></b>			
<b>Shareholders' Funds:</b>			
(a) Share Capital	2	2,000,000	2,000,000
(b) Reserves and Surplus	3	2,430,717	1,961,748
<b>Non-Current Liabilities:</b>			
Long Term Provisions	4	141,118	190,392
<b>Current Liabilities:</b>			
Other Current Liabilities	5	34,167	33,910
<b>TOTAL</b>		<b>4,606,002</b>	<b>4,186,050</b>
<b><u>ASSETS:</u></b>			
<b>Non-Current Assets:</b>			
Long Term Loans and Advances	6	3,500,000	2,550,000
<b>Current Assets:</b>			
(a) Current Investments	7	590,690	553,904
(b) Trade Receivables	8	168,750	573,750
(c) Cash and Bank Balances	9	60,810	109,259
(d) Short Term Loans and Advances	10	15,258	-
(e) Other Current Assets	11	270,494	399,137
<b>TOTAL</b>		<b>4,606,002</b>	<b>4,186,050</b>
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements	1 to 20		
As per our report of even date For J. G. Verma & Co. Chartered Accountants		For and on behalf of the board of directors of Shreenath Industrial Investment Company Limited	

Sd/-

**J. G. Verma**  
(Partner)

Mumbai: 18th May, 2012

Sd/-

**G. N. Shenoy**  
Director

Sd/-

**Babu A. Devadiga**  
Director

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

PARTICULARS	NOTE	AMOUNT IN Rs. YEAR ENDED	
		31ST MARCH, 2012	31ST MARCH, 2011
<b>INCOME:</b>			
Revenue from Operations	12	721,175	967,938
<b>Total Revenue</b>		<b>721,175</b>	<b>967,938</b>
<b>EXPENSES:</b>			
Other Expenses	13	37,206	22,987
<b>Total Expenses</b>		<b>37,206</b>	<b>22,987</b>
<b>Profit Before Tax</b>		<b>683,969</b>	<b>944,951</b>
<b>Less: Tax Expenses:</b>			
Current Tax		215,000	300,000
Short Provision of Tax for earlier years		-	87,951
		<b>215,000</b>	<b>387,951</b>
<b>Profit for the year</b>		<b>468,969</b>	<b>557,000</b>
<b>EARNINGS PER EQUITY SHARE:</b>			
Equity shares of par value Rs. 10/- each			
Basic and Diluted	16	<b>2.34</b>	<b>2.79</b>
<b>Summary of significant accounting policies</b>	1		
<b>The accompanying notes are an integral part of the financial statements</b>	1 to 20		
<b>As per our report of even date For J. G. Verma &amp; Co. Chartered Accountants</b>		<b>For and on behalf of the board of directors of Shreenath Industrial Investment Company Limited</b>	

Sd/-

**J. G. Verma**  
(Partner)

Mumbai: 18th May, 2012

Sd/-

**G. N. Shenoy**  
Director

Sd/-

**Babu A. Devadiga**  
Director

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

PARTICULARS	Amount in Rs.	
	31ST MARCH, 2012	31ST MARCH, 2011
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit after tax and before adjustments	468,969	557,000
Adjustments for :		
Provision for Tax	215,000	387,951
Operating Profit before working capital changes	<b>683,969</b>	<b>944,951</b>
Account payables	257	-
Trade and other receivables	405,000	-
Other Current assets	128,643	-
Direct tax paid	(279,532)	(124,308)
Net cash generated/(used) in operating activities	<b>938,337</b>	<b>820,643</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Investments	(36,786)	(23,598)
Net cash generated/(used) in Investing activities	<b>(36,786)</b>	<b>(23,598)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Advances given	(950,000)	(819,192)
Net cash generated/(used) in Financing activities	<b>(950,000)</b>	<b>(819,192)</b>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS :	(48,449)	(22,147)
CASH & CASH EQUIVALENTS AS AT 01.04.2011	109,259	131,406
<b>CASH &amp; CASH EQUIVALENTS AS AT 31.03.2012 (Note 9)</b>	<b>60,810</b>	<b>109,259</b>

As per our report of even  
date For J. G. Verma & Co.  
Chartered Accountants

For and on behalf of the board of directors of  
Shreenath Industrial Investment Company Limited

Sd/-

Sd/-

Sd/-

J. G. Verma  
(Partner)

G. N. Shenoy  
Director

Babu A. Devadiga  
Director

Mumbai: 18th May, 2012

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

**1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

**1.1 Basis of Accounting:**

The financial statements are prepared under historical cost convention on accrual basis and are in accordance with the requirements of the Companies Act, 1956.

**1.2 Investments:**

Non-current investments are valued at cost. Current Investments are carried at lower of cost and quoted/ fair value, computed category wise.

**1.3 Prior Period Adjustments, Extraordinary items and Changes in Accounting Policies:**

Income and expenditure pertaining to prior period and extraordinary items and changes in accounting policies, where material are disclosed separately.

**1.4 Revenue Recognition:**

Revenue is recognised as per Accounting Standard 9 "Revenue Recognition" notified by the Companies (Accounting Standards) Rules, 2006. Revenue from service transactions is recognized as the service is performed and completed. Dividends are recorded when the right to receive payment is established.

**1.5 Taxes on Income:**

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961. Deferred tax is recognised on timing differences between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted as on the Balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>2 SHARE CAPITAL :</b>		
<b>AUTHORISED:</b>		
2,50,000 Equity Shares of Rs.10/- each (Previous year 2,50,000 Equity Shares of Rs. 10/- each).	2,500,000	2,500,000
<b>Total</b>	<b>2,500,000</b>	<b>2,500,000</b>
<b>ISSUED ,SUBSCRIBED AND FULLY PAID UP:</b>		
2,00,000 Equity Shares of Rs. 10/- each, fully paid up (Previous year 2,00,000 Equity Shares of Rs. 10/- each).	2,000,000	2,000,000
<b>Total</b>	<b>2,000,000</b>	<b>2,000,000</b>

**2.1 Terms/ rights attached to equity shares**

The Company has only class of equity shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

### 2.2 Details of Shareholders holding more than 5% shares in the Company

	AS AT 31ST MARCH, 2012		AS AT 31ST MARCH, 2011	
	Number	% holding in the class	Number	% holding in the class
<b>Equity shares of Rs. 10/- each fully paid</b>				
Vithal V. Kamat - HUF	80000	40%	80,000	40%
Dr. Vithal V. Kamat	65000	33%	65,000	33%

### 3 RESERVES AND SURPLUS:

#### Surplus/(Deficit) in the Statement of Profit and Loss

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Special Reserve Fund	352,634	241,234
Add: Transfer from Profit for the year	93,794	111,400
	<u>446,428</u>	<u>352,634</u>
As per last financial statements	1,609,114	1,163,514
Add : Profit for the year	468,969	557,000
Less : Transfer to Special Reserve Fund	93,794	111,400
	<u>1,984,289</u>	<u>1,609,114</u>
<b>Total</b>	<b><u>2,430,717</u></b>	<b><u>1,961,748</u></b>

### 4 LONG TERM PROVISIONS

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Provision for Income Tax (Net of payment of tax of Rs. 373,882/-(Previous Year Rs. 139,608/-))	141,118	190,392
<b>Total</b>	<b><u>141,118</u></b>	<b><u>190,392</u></b>

### 5 OTHER CURRENT LIABILITIES

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Dividend Suspense Account	12,880	12,880
Audit Fees Payable	11,236	11,030
Profession Tax Payable	10,000	10,000
Others	51	-
<b>Total</b>	<b><u>34,167</u></b>	<b><u>33,910</u></b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>6</b>	<b>LONG TERM LOANS AND ADVANCES (Unsecured, good)</b>		
	<b>Loans and advances to Others</b>		
	- Placewell Jobs Private Limited	3,500,000	2,550,000
	<b>Total</b>	<b>3,500,000</b>	<b>2,550,000</b>
		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>7</b>	<b>CURRENT INVESTMENTS</b> (Valued at lower of cost and fair value)		
	- Investment in Mutual Fund (Unquoted)		
	3608 Units of Rs. 100/- each (Previous Year 33,838 units of Rs. 10/- each) of Birla Sun Life Cash Plus Retail Daily Dividend Re-Investment Plan	590,690	553,904
	<b>Total</b>	<b>590,690</b>	<b>553,904</b>
	Aggregate amount of Unquoted Investments - Cost	590,690	553,904
		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>8</b>	<b>TRADE RECEIVABLES</b> (Unsecured, good)		
	- Over Six Months	168,750	-
	- Other Debts	-	573,750
	<b>Total</b>	<b>168,750</b>	<b>573,750</b>
		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>9</b>	<b>CASH AND BANK BALANCES</b>		
	<b>Balance with banks:</b>		
	On Current account	51,390	96,069
	Cash on Hand	9,420	13,190
	<b>Total</b>	<b>60,810</b>	<b>109,259</b>
		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>10</b>	<b>SHORT TERM LOANS AND ADVANCES (Unsecured, good)</b>		
	Payment of Income Tax (Net of provision of tax Rs. 30,000/-)	15,258	-
	<b>Total</b>	<b>15,258</b>	<b>-</b>

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>11 OTHER CURRENT ASSETS</b>			
(Unsecured, good)			
Interest Receivable on Loan		270,494	399,137
	<b>Total</b>	<b>270,494</b>	<b>399,137</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>12 REVENUE FROM OPERATIONS</b>			
Loan Syndication Charges		315,000	637,500
Interest Earned on Advances		369,389	306,000
Dividend Earned		36,786	24,438
	<b>Total</b>	<b>721,175</b>	<b>967,938</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>13 OTHER EXPENSES</b>			
Auditors' Remuneration (Refer Note 13.1)		11,236	11,030
Conveyance		16	570
Credit Card Charges		271	130
Postage & Telegram		172	345
Professional Fees		8,274	4,412
Refreshment		77	-
ROC Filing Fees		13,550	6,500
Bank Charges		55	-
Photostat Charges		55	-
General Expenses		3,500	-
	<b>Total</b>	<b>37,206</b>	<b>22,987</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>13.1 Payment to Auditors</b>			
Audit Fees		10,000	10,000
Service Tax		1,236	1,030
	<b>Total</b>	<b>11,236</b>	<b>11,030</b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

**14** 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 the Companies Act 1956, has become applicable to the Company. The Company has reclassified previous year figures to conform to this year's classification. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it significantly impacts presentation and disclosures made in the financial statements, particularly presentation of balance sheet.

**15(a)** The Company has obtained registration from the Reserve Bank of India (RBI) under section 45 IA of the RBI Act, 1934 vide Reg. No. 01.00097 dated 11<sup>th</sup> March, 1998. However, it has not accepted any public deposits during the year within the meaning of NBFC directions

**15(b)** The Company has not accepted any deposit during the year. The Schedule as required in terms of paragraph 13 of Non-Banking financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 has been appended herein below:

Particulars	Amount in Rs.			
	YEAR ENDED			
	31ST MARCH, 2012	31ST MARCH, 2011	31ST MARCH, 2012	31ST MARCH, 2011
<b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid</b>	<b>Amount outstanding</b>		<b>Amount Over Due</b>	
(a) Debentures : Secured	Nil	Nil	Nil	Nil
Unsecured	Nil	Nil	Nil	Nil
(Other than falling within the Meaning of public Deposits)				
(b) Deferred Credits	Nil	Nil	Nil	Nil
(c) Term Loans	Nil	Nil	Nil	Nil
(d) Inter-corporate loans and borrowing	Nil	Nil	Nil	Nil
(e) Commercial Paper	Nil	Nil	Nil	Nil
(f) Public Deposits	Nil	Nil	Nil	Nil
(g) Other Loans (specify nature)	Nil	Nil	Nil	Nil

(2) Break-up of 1(f) above (Outstanding public deposits inclusive of internal accrued thereon but not paid):	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
(a) In the form of Unsecured debentures	Nil	Nil
(b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security	Nil	Nil
(c) Other public deposits	Nil	Nil

(3) Break-up Loans and Advances including bills receivables (other than those included in (4) below):	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
<b>Assets side:</b>	<b>Amount Outstanding</b>	
i) Secured	Nil	Nil
ii) Unsecured	Rs. 3,770,494	Rs. 2,949,137

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

		Amount in Rs.	
		YEAR ENDED	
(4) Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities		31ST MARCH, 2012	31ST MARCH, 2011
(i) Lease assets including lease rentals under sundry debtors :			
(a) Financial lease		Nil	Nil
(b) Operating lease		Nil	Nil
(ii) Stock on hire including hire charges under sundry debtors:			
(a) Assets on hire		Nil	Nil
(b) Repossessed assets		Nil	Nil
(iii) Other loans counting towards AFC activities			
(a) Loans where assets have been repossessed		Nil	Nil
(b) Loans other than (a) above		Nil	Nil

		Amount in Rs.	
		YEAR ENDED	
(5) Break-up of Investments:		31ST MARCH, 2012	31ST MARCH, 2011
<i>Current Investment :</i>			
<i>1. Quoted :</i>			
(i) Shares: (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>2. Unquoted :</i>			
(i) Shares: (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Rs. 590,690	Rs. 553,904
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>Long term investments :</i>			
<i>1. Quoted :</i>			
(i) Shares : (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>1. Unquoted :</i>			
(i) Shares : (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

- (6) **Borrower group-wise classification of assets financed as in (3) and (4) above : Please see Note 2 Below**

<b>Category</b>	<b>Amount net of provisions</b>		
	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
1. Related parties **			
(a) Subsidiaries	Nil (Nil)	Nil (Nil)	Nil (Nil)
(b) Companies in the same group	Nil (Nil)	Nil (Nil)	Nil (Nil)
(c) Other related parties	Nil (Nil)	Nil (Nil)	Nil (Nil)
2. Other than related parties	Nil	Rs. 3,770,494	Rs. 3,770,494
	(Nil)	(Rs. 2,949,137)	(Rs. 2,949,137)
Total	Nil	Rs. 3,770,494	Rs. 3,770,494
	(Nil)	(Rs. 2,949,137)	(Rs. 2,949,137)

\*\*Figures in brackets are for previous year

- (7) **Investor group-wise classification of all investment (current and long term in shares and securities (both quoted and unquoted) :**

<b>Category</b>	<b>Amount in Rs.</b>			
	<b>YEAR ENDED</b>			
	<b>31ST MARCH, 2012</b>	<b>31ST MARCH, 2011</b>	<b>31ST MARCH, 2012</b>	<b>31ST MARCH, 2011</b>
	<i>Market value / Break up or fair value or NAV</i>		<i>Book Value (Net of provisions)</i>	
1. Related Parties **				
(a) Subsidiaries	Nil	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil	Nil
2. Other than related parties	Rs. 590,690	Rs. 553,904	Rs. 590,690	Rs. 553,904
Total	Rs. 590,690	Rs. 553,904	Rs. 590,690	Rs. 553,904

- (8) **Other Information**

<b>Particulars</b>	<b>Amount in Rs.</b>	
	<b>YEAR ENDED</b>	
	<b>31ST MARCH, 2012</b>	<b>31ST MARCH, 2011</b>
(i) Gross Non-Performing Assets		
(a) Related parties		Nil
(b) Other than related parties		Nil
(ii) Net Non-Performing Assets		
(a) Related parties		Nil
(b) Other than related parties		Nil
(iii) Assets acquired in satisfaction of debt		Nil

- 16 **Earning Per Share (E.P.S.) under Accounting Standard 20:**

	<b>Amount in Rs.</b>	
	<b>YEAR ENDED</b>	
	<b>31ST MARCH, 2012</b>	<b>31ST MARCH, 2011</b>
Profit after Tax as per accounts	468,969	557,000
No. of Shares issued	200,000	200,000
Nominal Value of Share	10	10
Basic and Diluted E.P.S.	2.34	2.79

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

### 17 Related Party Disclosures :

Related Parties:

- (a) Holding Company or Subsidiary Company : None
- (b) Companies with common Directors and Shareholders : None
- (c) Individual/ Enterprises having significant influence over the company: Dr. Vithal V. Kamat
- (d) Key Management Personnel : None
- (e) Other Related Parties with whom transactions have taken place during the year: None

(f) Summary of transactions during the year with Related Parties entered into on commercial basis in the interest of the Company and approved by the Board and status of outstanding balances as on 31st March, 2012:

Nature of transactions	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH 2012	31ST MARCH 2011
<b>Individual/ Enterprises having significant influence over the company</b>		
<b>Dr. Vithal V Kamat</b>		
Balance outstanding at the year end		
Trade Receivable	168,750	168,750

18 There were no amounts due and remaining unpaid to suppliers covered under Micro, Small & Medium Enterprises Development Act, 2006 (MSM Act) on account of principal and/or interest as at the close of the financial year. This disclosure is based on the information available with the Company regarding the status of the suppliers as defined under the MSM Act, 2006

19 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

### 20 Additional Information:

Particulars	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH 2012	31ST MARCH 2011
a) Value of Imports (C.I.F. Value):	Nil	Nil
b) Expenditure in Foreign Currencies: (on accrual basis)	Nil	Nil
c) Earning in foreign exchange:	Nil	Nil
d) Number of non-resident shareholders:	Nil	Nil

As per our report of even  
date For J. G. Verma & Co.  
Chartered Accountants

Sd/-

J. G. Verma  
(Partner)

For and on behalf of the board of directors of  
Shreenath Industrial Investment Company Limited

Sd/-

G. N. Shenoy  
Director

Sd/-

Babu A. Devadiga  
Director

Mumbai: 18th May, 2012

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

**1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

**1.1 Basis of Accounting:**

The financial statements are prepared under historical cost convention on accrual basis and are in accordance with the requirements of the Companies Act, 1956.

**1.2 Investments:**

Non-current investments are valued at cost. Current Investments are carried at lower of cost and quoted/ fair value, computed category wise.

**1.3 Prior Period Adjustments, Extraordinary items and Changes in Accounting Policies:**

Income and expenditure pertaining to prior period and extraordinary items and changes in accounting policies, where material are disclosed separately.

**1.4 Revenue Recognition:**

Revenue is recognised as per Accounting Standard 9 "Revenue Recognition" notified by the Companies (Accounting Standards) Rules, 2006. Revenue from service transactions is recognized as the service is performed and completed. Dividends are recorded when the right to receive payment is established.

**1.5 Taxes on Income:**

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961. Deferred tax is recognised on timing differences between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted as on the Balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>2</b>	<b>SHARE CAPITAL :</b>		
	<b>AUTHORISED:</b>		
	2,50,000 Equity Shares of Rs.10/- each (Previous year 2,50,000 Equity Shares of Rs. 10/- each).	2,500,000	2,500,000
	<b>Total</b>	<b>2,500,000</b>	<b>2,500,000</b>
	<b>ISSUED ,SUBSCRIBED AND FULLY PAID UP:</b>		
	2,00,000 Equity Shares of Rs. 10/- each, fully paid up (Previous year 2,00,000 Equity Shares of Rs. 10/- each).	2,000,000	2,000,000
	<b>Total</b>	<b>2,000,000</b>	<b>2,000,000</b>

**2.1 Terms/ rights attached to equity shares**

The Company has only class of equity shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

### 2.2 Details of Shareholders holding more than 5% shares in the Company

	AS AT 31ST MARCH, 2012		AS AT 31ST MARCH, 2011	
	Number	% holding in the class	Number	% holding in the class
<b>Equity shares of Rs. 10/- each fully paid</b>				
Vithal V. Kamat - HUF	80000	40%	80,000	40%
Dr. Vithal V. Kamat	65000	33%	65,000	33%

### 3 RESERVES AND SURPLUS:

#### Surplus/(Deficit) in the Statement of Profit and Loss

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Special Reserve Fund	352,634	241,234
Add: Transfer from Profit for the year	93,794	111,400
	<u>446,428</u>	<u>352,634</u>
As per last financial statements	1,609,114	1,163,514
Add : Profit for the year	468,969	557,000
Less : Transfer to Special Reserve Fund	93,794	111,400
	<u>1,984,289</u>	<u>1,609,114</u>
<b>Total</b>	<b><u>2,430,717</u></b>	<b><u>1,961,748</u></b>

### 4 LONG TERM PROVISIONS

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Provision for Income Tax (Net of payment of tax of Rs. 373,882/-(Previous Year Rs. 139,608/-))	141,118	190,392
<b>Total</b>	<b><u>141,118</u></b>	<b><u>190,392</u></b>

### 5 OTHER CURRENT LIABILITIES

	Amount in Rs.	
	AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
Dividend Suspense Account	12,880	12,880
Audit Fees Payable	11,236	11,030
Profession Tax Payable	10,000	10,000
Others	51	-
<b>Total</b>	<b><u>34,167</u></b>	<b><u>33,910</u></b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>6</b>	<b>LONG TERM LOANS AND ADVANCES (Unsecured, good)</b>		
	<b>Loans and advances to Others</b>		
	- Placewell Jobs Private Limited	3,500,000	2,550,000
	<b>Total</b>	<b>3,500,000</b>	<b>2,550,000</b>
<b>7</b>	<b>CURRENT INVESTMENTS</b>		
	(Valued at lower of cost and fair value)		
	- Investment in Mutual Fund (Unquoted)		
	3608 Units of Rs. 100/- each (Previous Year 33,838 units of Rs. 10/- each) of Birla Sun Life Cash Plus Retail Daily Dividend Re-Investment Plan	590,690	553,904
	<b>Total</b>	<b>590,690</b>	<b>553,904</b>
	Aggregate amount of Unquoted Investments - Cost	590,690	553,904
<b>8</b>	<b>TRADE RECEIVABLES</b>		
	(Unsecured, good)		
	- Over Six Months	168,750	-
	- Other Debts	-	573,750
	<b>Total</b>	<b>168,750</b>	<b>573,750</b>
<b>9</b>	<b>CASH AND BANK BALANCES</b>		
	<b>Balance with banks:</b>		
	On Current account	51,390	96,069
	Cash on Hand	9,420	13,190
	<b>Total</b>	<b>60,810</b>	<b>109,259</b>
<b>10</b>	<b>SHORT TERM LOANS AND ADVANCES (Unsecured, good)</b>		
	Payment of Income Tax (Net of provision of tax Rs. 30,000/-)	15,258	-
	<b>Total</b>	<b>15,258</b>	<b>-</b>

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

		Amount in Rs.	
		AS AT 31ST MARCH, 2012	AS AT 31ST MARCH, 2011
<b>11 OTHER CURRENT ASSETS</b>			
(Unsecured, good)			
Interest Receivable on Loan		270,494	399,137
	<b>Total</b>	<b>270,494</b>	<b>399,137</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>12 REVENUE FROM OPERATIONS</b>			
Loan Syndication Charges		315,000	637,500
Interest Earned on Advances		369,389	306,000
Dividend Earned		36,786	24,438
	<b>Total</b>	<b>721,175</b>	<b>967,938</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>13 OTHER EXPENSES</b>			
Auditors' Remuneration (Refer Note 13.1)		11,236	11,030
Conveyance		16	570
Credit Card Charges		271	130
Postage & Telegram		172	345
Professional Fees		8,274	4,412
Refreshment		77	-
ROC Filing Fees		13,550	6,500
Bank Charges		55	-
Photostat Charges		55	-
General Expenses		3,500	-
	<b>Total</b>	<b>37,206</b>	<b>22,987</b>
<b>Amount in Rs.</b>			
<b>YEAR ENDED</b>			
		<b>31ST MARCH,</b>	<b>31ST MARCH,</b>
		<b>2012</b>	<b>2011</b>
<b>13.1 Payment to Auditors</b>			
Audit Fees		10,000	10,000
Service Tax		1,236	1,030
	<b>Total</b>	<b>11,236</b>	<b>11,030</b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

14 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 the Companies Act 1956, has become applicable to the Company. The Company has reclassified previous year figures to conform to this year's classification. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it significantly impacts presentation and disclosures made in the financial statements, particularly presentation of balance sheet.

15(a) The Company has obtained registration from the Reserve Bank of India (RBI) under section 45 IA of the RBI Act, 1934 vide Reg. No. 01.00097 dated 11<sup>th</sup> March, 1998. However, it has not accepted any public deposits during the year within the meaning of NBFC directions

15(b) The Company has not accepted any deposit during the year. The Schedule as required in terms of paragraph 13 of Non-Banking financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 has been appended herein below:

Particulars	Amount in Rs.			
	YEAR ENDED			
	31ST MARCH, 2012	31ST MARCH, 2011	31ST MARCH, 2012	31ST MARCH, 2011
<b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid</b>	<b>Amount outstanding</b>		<b>Amount Over Due</b>	
(a) Debentures : Secured	Nil	Nil	Nil	Nil
Unsecured	Nil	Nil	Nil	Nil
(Other than falling within the Meaning of public Deposits)				
(b) Deferred Credits	Nil	Nil	Nil	Nil
(c) Term Loans	Nil	Nil	Nil	Nil
(d) Inter-corporate loans and borrowing	Nil	Nil	Nil	Nil
(e) Commercial Paper	Nil	Nil	Nil	Nil
(f) Public Deposits	Nil	Nil	Nil	Nil
(g) Other Loans (specify nature)	Nil	Nil	Nil	Nil

(2) Break-up of 1(f) above (Outstanding public deposits inclusive of internal accrued thereon but not paid):	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
(a) In the form of Unsecured debentures	Nil	Nil
(b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security	Nil	Nil
(c) Other public deposits	Nil	Nil

(3) Break-up Loans and Advances including bills receivables (other than those included in (4) below):	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
	<b>Amount Outstanding</b>	
i) Secured	Nil	Nil
ii) Unsecured	Rs. 3,770,494	Rs. 2,949,137

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

		Amount in Rs.	
		YEAR ENDED	
(4) Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities		31ST MARCH, 2012	31ST MARCH, 2011
(i) Lease assets including lease rentals under sundry debtors :			
(a) Financial lease		Nil	Nil
(b) Operating lease		Nil	Nil
(ii) Stock on hire including hire charges under sundry debtors:			
(a) Assets on hire		Nil	Nil
(b) Repossessed assets		Nil	Nil
(iii) Other loans counting towards AFC activities			
(a) Loans where assets have been repossessed		Nil	Nil
(b) Loans other than (a) above		Nil	Nil

		Amount in Rs.	
		YEAR ENDED	
(5) Break-up of Investments:		31ST MARCH, 2012	31ST MARCH, 2011
<i>Current Investment :</i>			
<i>1. Quoted :</i>			
(i) Shares: (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>2. Unquoted :</i>			
(i) Shares: (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Rs. 590,690	Rs. 553,904
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>Long term investments :</i>			
<i>1. Quoted :</i>			
(i) Shares : (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil
<i>1. Unquoted :</i>			
(i) Shares : (a) Equity		Nil	Nil
(b) Preference		Nil	Nil
(ii) Debentures and Bonds		Nil	Nil
(iii) Units of mutual funds		Nil	Nil
(iv) Government Securities		Nil	Nil
(v) Others (please specify)		Nil	Nil

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

- (6) **Borrower group-wise classification of assets financed as in (3) and (4) above : Please see Note 2 Below**

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related parties **			
(a) Subsidiaries	Nil (Nil)	Nil (Nil)	Nil (Nil)
(b) Companies in the same group	Nil (Nil)	Nil (Nil)	Nil (Nil)
(c) Other related parties	Nil (Nil)	Nil (Nil)	Nil (Nil)
2. Other than related parties	Nil	Rs. 3,770,494	Rs. 3,770,494
Total	Nil	Rs. 3,770,494	Rs. 3,770,494
	(Nil)	(Rs. 2,949,137)	(Rs. 2,949,137)

\*\*Figures in brackets are for previous year

- (7) **Investor group-wise classification of all investment (current and long term in shares and securities (both quoted and unquoted) :**

Category	Amount in Rs.			
	YEAR ENDED			
	31ST MARCH, 2012	31ST MARCH, 2011	31ST MARCH, 2012	31ST MARCH, 2011
	Market value / Break up or fair value or NAV		Book Value (Net of provisions)	
1. Related Parties **				
(a) Subsidiaries	Nil	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil	Nil
2. Other than related parties	Rs. 590,690	Rs. 553,904	Rs. 590,690	Rs. 553,904
Total	Rs. 590,690	Rs. 553,904	Rs. 590,690	Rs. 553,904

- (8) **Other Information**

Particulars	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
(i) Gross Non-Performing Assets		
(a) Related parties		Nil
(b) Other than related parties		Nil
(ii) Net Non-Performing Assets		
(a) Related parties		Nil
(b) Other than related parties		Nil
(iii) Assets acquired in satisfaction of debt		Nil

- 16 **Earning Per Share (E.P.S.) under Accounting Standard 20:**

	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH, 2012	31ST MARCH, 2011
Profit after Tax as per accounts	468,969	557,000
No. of Shares issued	200,000	200,000
Nominal Value of Share	10	10
Basic and Diluted E.P.S.	2.34	2.79

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

### 17 Related Party Disclosures :

Related Parties:

- (a) Holding Company or Subsidiary Company : None
- (b) Companies with common Directors and Shareholders : None
- (c) Individual/ Enterprises having significant influence over the company: Dr. Vithal V. Kamat
- (d) Key Management Personnel : None
- (e) Other Related Parties with whom transactions have taken place during the year: None

(f) Summary of transactions during the year with Related Parties entered into on commercial basis in the interest of the Company and approved by the Board and status of outstanding balances as on 31st March, 2012:

Nature of transactions	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH 2012	31ST MARCH 2011
<b>Individual/ Enterprises having significant influence over the company</b>		
<b>Dr. Vithal V Kamat</b>		
Balance outstanding at the year end		
Trade Receivable	168,750	168,750

18 There were no amounts due and remaining unpaid to suppliers covered under Micro, Small & Medium Enterprises Development Act, 2006 (MSM Act) on account of principal and/or interest as at the close of the financial year. This disclosure is based on the information available with the Company regarding the status of the suppliers as defined under the MSM Act, 2006

19 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

### 20 Additional Information:

Particulars	Amount in Rs.	
	YEAR ENDED	
	31ST MARCH 2012	31ST MARCH 2011
a) Value of Imports (C.I.F. Value):	Nil	Nil
b) Expenditure in Foreign Currencies: (on accrual basis)	Nil	Nil
c) Earning in foreign exchange:	Nil	Nil
d) Number of non-resident shareholders:	Nil	Nil

As per our report of even  
date For J. G. Verma & Co.  
Chartered Accountants

For and on behalf of the board of directors of  
Shreenath Industrial Investment Company Limited

Sd/-

J. G. Verma  
(Partner)

Sd/-

G. N. Shenoy  
Director

Sd/-

Babu A. Devadiga  
Director

Mumbai: 18th May, 2012

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

**Registered Office :** 4 Chintan Bhomeshwar Society 1 Bajrangwadi, Jamnagar Road, Rajkot, Gujrat-360 001  
**CIN - L65990GJ1983PLC005986**

## ATTENDANCE SLIP

(PLEASE PRESENT THIS SLIP AT THE ENTRANCE)

Regd. Folio No.:

\*DP ID :

No. of Shares Held:

\*Client ID :

NAME & ADDRESS OF THE MEMBER / PROXY \_\_\_\_\_

I hereby record my presence at the Twenty Ninth Annual General Meeting of the Company to be held at 103, Swagat complex, poet Nanalal marg, Opp. Babu's Bawla, Rajkot – 360001 on Monday, 25th June, 2012 at 11.00 a.m.

.....  
(Signature of the Member/ Proxy)

(To be signed at the time of handing over this slip at the Hall and not in advance)

# SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED

**Registered Office :** 4 Chintan Bhomeshwar Society 1 Bajrangwadi, Jamnagar Road, Rajkot, Gujrat-360 001  
**CIN - L65990GJ1983PLC005986**

## PROXY FORM

Regd. Folio No.:

\*DP ID :

No. of Shares Held:

\*Client ID :

I/We \_\_\_\_\_ of \_\_\_\_\_

being a Member/Members of Nagpur Power & Industries Limited hereby appoint \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_ or failing him/her

\_\_\_\_\_ of \_\_\_\_\_ as my/our proxy to vote for me/us

and on my/our behalf at the Twenty Ninth Annual General Meeting of the Company to be held at 103, Swagat complex, poet Nanalal marg, Opp. Babu's Bawla, Rajkot – 360001 on Monday, 25th June, 2012 at 11.00 a.m.

As Witness my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2014

Affix  
Re. 1/-  
Revenue  
Stamp

Signed by the said

### **NOTES :**

1. A member entitled to attended vote is entitled to appoint a proxy to attend and vote instead of himself.
2. A proxy need not be a member.
3. This form inorder to be effective must be duly stamped, completed and signed must be deposited at the Registered Office of the Company, not later than 48 hours before the commencement of the meeting.

\* Applicable for investors holding shares in Electric (Demat) Form.

**Book - Post**

**To**

If undelivered please return to :

**SHREENATH INDUSTRIAL INVESTMENT COMPANY LIMITED**

**Registered Office :**

4 Chintan Bhomeshwar Society

1 Bajrangwadi, Jamnagar Road,

Rajkot, Gujrat-360 001