

॥ सहवीर्य करवा वहे ॥

26<sup>TH</sup>

ANNUAL REPORT 2011-2012



धरंजुं धर | SINCE 1985

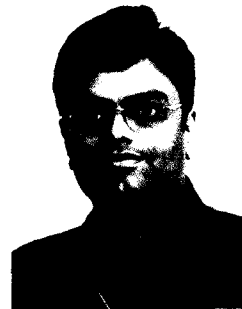
**PARSHWANATH**  
CORPORATION LIMITED



## MANAGING DIRECTOR'S STATEMENT

My Dear Shareowners,

I am extremely happy to share with you the highlights of our company's achievements in the year 2011-12. During the year our company made significant progress in fulfilling its vision of completing our prestigious project "PARSHWANATH HOMES" providing latest modern and comfortable homes.



As you are well aware, we, the "PARSHWANATH GROUP", are the pioneers in Gujarat for providing "GHAR NU GHAR" to a large number of people, including weaker sections of the society. After diversification of activities from housing finance into real estate and construction field, the company is rapidly marching towards progress and prosperity, which is evident from the encouraging financial performance of the company.

I am glad to inform you that, our company Parshwanath Corporation Ltd., has achieved record Annual Turnover amounting to Rs.1407.33 Lacs, in the current financial year 2011-12 as against Rs. 187.33 Lacs in 2010-11, which shows tremendous rise of more than 700%. Consequently the Net Profit in the year 2011-12 has also reached to Rs.385.59 Lacs which reflects sizeable increase as compared to the profit of Rs. 135.29 lacs during the previous year 2010-11. The Earning per share (EPS) is Rs. 12.85 as against Rs. 4.51 during the last year. I am sure that you will be happy with the financial results.

We are proud of being a leading company in Realty Industry, which is one of the biggest economic factor in Gujarat. We believe in making every effort to ensure that our real estate projects are based on cutting-edge technologies and are executed at speeds and costs which are unmatched in the industry. Our history and heritage as a PARSHWANATH GROUP, in one word, stand for TRUST in us.

On behalf of the Board, I convey my sincere thanks to all of you for your continued support and faith. Also I heartily express my feelings of gratitude to all our customers, vendors, bankers, business associates and Government Authorities, for their co-operation and support, which have played important role in the present development of the company. I greatly value and appreciate the outstanding commitment and dedicated efforts of our employees who are very much instrumental in this growth of the company.

I look forward to seek your whole-hearted support and encouragement to shape and vision our values in future.

Rushabh N. Patel,  
Managing Director



## COMPANY INFORMATION

### BOARD OF DIRECTORS

Shri Navnitbhai C. Patel *Chairman & Managing Director*  
Shri Rushabh N. Patel *Managing Director*  
Smt. Riddhiben R. Patel *Joint Managing Director*  
Shri Navinbhai S. Patel  
Shri H. K. Yadav  
Shri Arvindbhai B. Patel  
Shri Ramanbhai H. Patel

### AUDITORS

#### MANUBHAI & COMPANY

Chartered Accountants,  
2nd Floor, "B" Wing, Premium House,  
Near Gandhigram Railway Station,  
Navrangpura,  
Ahmedabad - 380 009.

### BANKERS

Punjab National Bank.  
The Kalupur Commercial Co-op. Bank Ltd.  
Central Bank of India  
Sardar Vallabhbhai Sahakari Bank Ltd.

### REGISTRAR AND SHARE TRANSFER AGENT

Link Intime (India) Pvt. Ltd.  
C-13, Pannalal Silk Mills Compound,  
LBS Marg, Bhandup (W),  
Mumbai - 400078

### REGISTERED OFFICE

50, 3rd Floor, Harsiddha Chambers,  
Nr. Income Tax Circle,  
Ashram Road,  
Ahmedabad-380014. Gujarat

### CONTENTS

Notice .....	2
Directors' Report .....	3
Corporate Governance Report .....	5
Compliance Certificate .....	10
Auditors' Report .....	13
Balance Sheet .....	16
Statement of Profit and Loss .....	17
Cash Flow Statement .....	18
Notes to Financial Statements .....	19

**NOTICE**

Notice is hereby given that the 26th Annual General Meeting of the Members of Parshwanath Corporation Limited will be held on Thursday, 27th September, 2012, at 10.00 A.M. at 50, Harsiddha Chambers, Ashram Road, Ahmedabad - 380 014 to transact the following business :

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2012, and the Profit and Loss Account for the year ended on that date and the reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Navnitbhai C. Patel who retires by rotation but being eligible offers himself for reappointment.
3. To appoint a Director in place of Shri. Navinbhai S. Patel, who retires by rotation but being eligible offers himself for reappointment.
4. To appoint Auditors and to fix their remuneration.

Registered Office :

50, Harsiddha Chambers,  
3rd Floor, Ashram Road,  
Ahmedabad-380014.

Date : 27th August, 2012

**For, Parshwanath Corporation Ltd.**

By order of the Board of Directors

**NAVNITBHAI C. PATEL**

*Chairman*

**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 AND THE PROXY NEED NOT BE A MEMBER.**
2. The proxy form, duly stamped and executed, should reach the registered office of the Company atleast 48 hours before the time fixed for the commencement of the meeting.
3. The Registers of Members and the Share Transfer Books of the Company will remain closed from 24/09/2012 to 27/09/2012 (both days inclusive) and 27/09/2012 will be the Record Date for the purpose of updating the records and other information of Members of the Company.
4. Members are requested to bring their copy of Annual Report to the meeting as the same will not be distributed thereat.
5. Members are requested to bring with them the attendance slip and hand it over at the entrance duly signed by them.
6. Members are requested to inform the change of the address immediately.
7. The Company has established connectivity with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Demat security (ISIN) code for the equity shares is INE635I01018. Members are requested to convert their shares held in physical form into demat form.

**ANNEXTURE TO NOTICE**

**Details of Directors seeking appointment and reappointment are as under:**

Particulars	Shri Navnitbhai C. Patel	Shri Navinbhai S. Patel
Date of Birth:	21/08/1936	19/01/1936
Date of appointment:	18/02/1995	31/12/1985
Qualifications:	B.E. Civil	B.sc.
Specific areas:	Business	Business
Directorship in other Public companies:	Nil	Nil
Membership or Chairmanship in Other public companies: -		
Shareholding in the Company:	1203431	625

Registered Office :

50, Harsiddha Chambers,  
3rd Floor, Ashram Road,  
Ahmedabad-380014.

Date : 27th August, 2012

**For, Parshwanath Corporation Ltd.**

By order of the Board of Directors

**NAVNITBHAI C. PATEL**

*Chairman*

## DIRECTOR'S REPORT

To,  
The Members of  
Parshwanath Corporation Limited,  
Ahmedabad.

Your Directors present herewith the 26th Annual Report together with the Audited Statements of Accounts of the Company for the year ended 31st March, 2012.

### FINANCIAL RESULTS :

The financial highlights of the year are as under which reflects that the Company has earned gross profit of Rs. 448.32 Lacs during the year under report.

(Rs. in Lacs)

Particulars	For The Year Ended	
	March 31, 2012	March 31, 2011
Net Sales/Income from Operations	1213.69	72.00
Other Operating Income	193.64	115.33
<b>Total Income</b>	<b>1407.33</b>	<b>187.33</b>
Total Expenses	957.12	44.61
Operating Profit(+)/Loss (-)	<b>450.22</b>	<b>142.72</b>
Less: Finance Cost	(0.15)	(0.10)
Less: Depreciation	(1.74)	(1.33)
<b>Profit (+)/Loss (-) Before TAX &amp; Exceptional Items</b>	<b>448.32</b>	<b>141.29</b>
Provision For Tax (NET)	62.72	6.00
Profit (+)/Loss (-) After TAX before Exceptional Items	385.60	135.29
Less: Exceptional Items	0.00	0.00
<b>Profit (+)/Loss (-) After Exceptional Items</b>	<b>385.60</b>	<b>135.29</b>
Add: Balance Brought Forwarded from Previous Year	35.48	(99.81)
<b>Balance Carried to Balance Sheet</b>	<b>421.07</b>	<b>35.48</b>

### DIVIDEND :

With a view to strengthen the capital base of the company, your Directors do not recommend any Dividend for the year under Report.

### OPERATIONS:

Members are aware that the company entered into construction activities and joined as partner with M/s. Vaibhavlaxmi Corporation, M/s. Chinmay Corporation, Shri Parshwanath Corporation & Parshwanath Corporation the partnership firms, engaged in construction activities. The Company is now earning profits from construction activities.

The company continued to face problems in recovering the housing loan installments. The hearing of Civil and Criminal Suits filed by the Company has come up and orders have been passed in favour of the Company. All steps are being taken to see that the judgment is properly implemented so that maximum amount can be recovered from the defaulting members.

### DIRECTORS' RESPONSIBILITY STATEMENT:

The Board of Directors of the Company confirms:

- that in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure;

- ii that the selected accounting policies were applied consistently and the Directors 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 the year ended on that date;
- iii 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 detaching fraud and other irregularities;
- iv that the annual accounts have been prepared on a going concern basis.

**CORPORATE GOVERNANCE:**

Your Directors affirm their commitment to the Corporate Governance Standards prescribed by the Securities and Exchange Board of India (SEBI). This annual report carries a separate section on Corporate Governance and forms part of this report. The Company has complied with all the requirements of Corporate Governance.

**COMPLIANCE CERTIFICATE:**

The company has received compliance Certificate for the year 2011-12 from Shri S. R. Sanghavi, Practicing Company Secretary and the same is attached herewith.

**DIRECTORS :**

Your Directors Shri Navnitbhai C. Patel and Shri Navinbhai S. Patel retire by rotation at the ensuing Annual General Meeting. They being eligible, offer themselves for reappointment.

Particulars of Directors seeking reappointment are mentioned in the Corporate Governance Report and notice convening the Annual General Meeting.

The members are requested to consider reappointing the Directors.

**DEMATERIALISATION OF EQUITY SHARES:**

Your directors are pleased to inform you that now the Equity shares of the company are dematerialized and can be traded in dematerialized form also by all investors.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION ETC. :**

As required under section 217 (1) (e) of the Companies Act, 1956 no information is to be given as the Company is not carrying on any such activities.

There were no earnings or outgoings of Foreign Exchange during the year.

**PARTICULARS OF EMPLOYEES:**

Information as required to be given under section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, is NIL.

**FIXED DEPOSIT:**

The Company did not accept any deposit from the Public during the year under report and as such there were no depositors whose deposit remained unpaid/ unclaimed.

**AUDITORS :**

The existing Auditors of the Company M/s. Manubhai & Company, Chartered Accountants, Ahmedabad, are due to retire at the conclusion of the ensuing Annual General Meeting and are eligible for reappointment. You are requested to appoint the Auditors and fix their remuneration.

**ACKNOWLEDGMENT :**

Your Directors are thankful to Punjab National Bank, Central Bank of India, The Kalapur Commercial Co-op. Bank Limited as well as Officers of Central and State Governments for their assistance and Co-operation. Your Directors also place on record their appreciation of devoted services rendered by the staff of the Company. They also appreciate the continued support and confidence reposed by the Shareholders in the management.

Registered Office :  
50, Harsiddha Chambers,  
3rd Floor, Ashram Road,  
Ahmedabad-380014.  
Date : 27th August, 2012

**For, Parshwanath Corporation Ltd.**  
By order of the Board of Directors

**NAVNITBHAI C. PATEL**  
*Chairman*

## CORPORATE GOVERNANCE

As required under clause 49 of the Listing Agreement with the Stock Exchange, a report on Corporate Governance practiced in Company is given below:

### MANDATORY REQUIREMENTS

#### 1. Company's philosophy on code of Governance

The Company believes in adopting the best Corporate Governance practices and protecting the rights and interest of the shareholders. They have the right to have complete information about the Directors and Management and their interests in the company as well as governance practices followed by them. Towards this end, the company is making extensive disclosures from time to time. Your Company is fully compliant with all its provisions.

#### 2. Board of Directors

##### Composition:

The Board composition is in conformity with the provisions of the Companies Act, 1956 and the Listing Agreement. The present strength of the Board is 7 Directors with considerable experience. Of these, three are Executive Directors and four are Non-Executive Independent Directors.

The current composition of the Board as on the date of the report is as follows:

Sr No	Name of Director	Category of Director	No. of Directorship in other Public Ltd. Co.	Chairman/ Director in other Public Ltd. Co.
1	Shri N. C. Patel	Executive	-	-
2	Shri R. N. Patel	Executive	-	1
3	Smt. R. R. Patel	Executive	-	-
4	Shri H. K. Yadav	Non- Executive - independent	-	-
5	Shri N. S. Patel	Non- Executive - independent	-	-
6	Shri A. B. Patel	Non- Executive - independent	-	-
7	Shri R. H. Patel	Non - Executive - independent	-	-

##### Number and dates of Board Meeting held

The Board met five times during the year on 12/05/2011, 30/07/2011, 26/08/2011, 12/11/2011 & 31/01/2012. Notices of the meetings with agenda and necessary details were sent to the Directors in time. The decisions are taken after detailed discussion. The Board play an important role in ensuring good governance.

##### Attendance details of Directors at the Board Meetings and the last AGM

Sr. No.	Name of Director	No. of Board Meetings attended	Attendance at the last AGM
1	Shri N. C. Patel	5	Yes
2	Shri R.N. Patel	5	Yes
3	Smt.R. R. Patel	5	Yes
4	Shri H. K. Yadav	—	No
5	Shri N. S. Patel	5	No
6	Shri A. B. Patel	—	No
7	Shri R. H. Patel	5	No

##### Directors to be appointed /reappointed:

Shri Navnitbhai C. Patel and Shri Navinbhai S. Patel retire by rotation at the ensuing Annual General Meeting. They being eligible, offer themselves for reappointment.

The detailed particulars of these Directors are as under:

Name of Director	Shri Navnitbhai C. Patel	Shri Navinbhai S. Patel
Date of Birth	21/08/1936	19/01/1936
Date of Appointment	18/02/1995	31/12/1985
Expertise in specific Functional areas	Business	Business
Qualifications	B.E.Civil	B.sc.
List of Companies in which directorship is held as on 31-03-2012	Parshwanath Realty Pvt.Ltd. Vardhman Finstock Pvt.Ltd.	-
Chairman / Member of the Committee of Other Companies as on 31-03-2012	-	-

**3. Audit Committee:**

The company has constituted the AUDIT COMMITTEE consisting of the following three Non-Executive Directors:

1. Shri Ramanbhai H. Patel
2. Shri Navinbhai S. Patel
3. Shri Arvindbhai B. Patel

Shri Ramanbhai H. Patel, is the Chairman of the COMMITTEE. The committee met on 12/05/2011, 30/07/2011, 26/08/2011, 12/11/2011 & 31/01/2012. for perusing financial position and other transactions of the Company. Necessary information was supplied to the AUDIT COMMITTEE from time to time. The details of the attendance by members of the Audit Committee are as follows:

Name of the Directors	No. of Meetings Held	Meeting Attended
Shri Ramanbhai H. Patel	5	5
Shri Navinbhai S. Patel	5	5
Shri Arvindbhai B. Patel	5	-

**4. Remuneration Committee:**

The Remuneration Committee consists of the following Directors

1. Shri Ramanbhai H. Patel
2. Shri Navinbhai S. Patel
3. Shri Arvindbhai B. Patel

The Committee determines the remuneration of the Executive Directors subject to the approval of the members. The Committee meets from time to time to revise remuneration payable to all the three Executive Directors.

The details of payment of remuneration to the Directors are given below:

Name of the Directors	Sitting Fee during the year	Total Remuneration paid during the year	No. of Board meetings held and attended (Including Circular)	
Shri Navnitbhai C. Patel	—	Rs. 12,00,000/-	5	5
Shri Rushbah N. Patel	—	Rs. 9,00,000/-	5	5
Smt. Riddhiben R. Patel	—	Rs. 6,00,000/-	5	5
Shri H. K. Yadav	—	—	5	—
Shri Navinbhai S. Patel	5000	—	5	5
Shri Arvindbhai B. Patel	—	—	5	—
Shri Ramanbhai H. Patel	5000	—	5	5

Note: Shri Navnitbhai C. Patel, Shri Rushabh N. Patel & Smt. Riddhiben R. Patel are related to each other.



The company has not granted any loan nor paid any commission to its Directors during the year.

The Directors, other than Executive Directors are paid sitting fees of Rs. 1000/- and out of Pocket expenses for attending each Board Meeting.

**5. CEO/CFO CERTIFICATION:**

The Managing Director has certified to the Board that he has reviewed financial statements and the cash flow statement for the year and that to the best of his knowledge and belief:

- (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and
- (ii) These statements together present a true & fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

There are, to the best of his knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.

**6. Disclosures:**

Transactions with related parties are disclosed in final accounts adequate care was taken to ensure that such transactions did not harm the interest of the Company at large.

Your Company has followed all relevant Accounting Standards while preparing the financial statements.

**7. Details of Non-compliances, Penalties, etc. :**

There were no such instances of non-compliance nor any penalties or strictures were imposed on the company by the Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

**8. Share Transfer Committee / Investors Grievance Committee:**

The company has a SHARE TRANSFER COMMITTEE for quick and timely transfer of shares, issue of duplicate share certificates, etc. Transfer of shares approved by the committee is placed before the Board. The committee also looks into the issues relating to investor grievances including non-receipt of dividend, annual report etc.

The shares of the company have been dematerialized.

**9. Registrar and Share Transfer Agent:**

M/s. Link Intime (India) Pvt. Ltd. are the Registrar & Share Transfer Agent of the Company.

**10. Means of Communications:**

The quarterly / half - yearly / annual financial results are published in English and Gujarati languages in leading newspapers. The Company also submitted necessary quarterly / reports and Certificates and also half yearly certificates to the Bombay Stock Exchange Ltd. as required under the Listing Agreement.

**11. Record Date:**

For updating the records and shareholding information of the members of the company, the Share Transfer Books and the Registers of Members shall remain closed from 24-09-2012 to 27-09-2012 and 27-09-2012 will be considered as the Record Date.

**12. General Meeting:**

The ensuing Annual General Meeting of the Company will be held on 27/09/2012 at 10.00 A.M. At the Registered Office of the Company at Ahmedabad.

Particulars of last three Annual General Meeting :

Date of Meeting	Place	Time	Particulars of Special Business
26-09-2009	50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad-380 014	10.00 a.m.	Reappointment of Shri Rushabh N. Patel as managing Director
29-09-2010	50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad-380 014	10.00 a.m.	Change of Name Increase in Capital Increase in remuneration of Shri Rushabh N. Patel and reappointment of ShriNavnitbhai C.Patel, as Managing Director & Riddhiben R. Patel, As a Joint Managing Director
28-09-2011	50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad-380 014.	10.00 a.m.	—



**13. Name and designation of the Compliance Officer is as under :**

*Shri Chandrakant A. Shah - Compliance Officer*

**14. Shareholding Pattern :**

(A) Category wise distribution of equity shareholding as on 31st March, 2012 is as under :

Category	No. of Shares	% age
Promoters' group	24,63,280	82.11
Other Body Corporate	7,150	0.24
FIIS	-	-
Banks	-	-
Mutual Funds	-	-
NRI	-	-
General Public	5,29,570	17.65
<b>Total</b>	<b>30,00,000</b>	<b>100.00</b>

(B) Shares held by Directors:

No.	Shares held by Directors	No. of Shares
1.	Shri Navnitbhai C. Patel	12,03,431
2.	Shri Rushabh N. Patel	7,12,593
3.	Smt. Riddhiben R. Patel	3,22,900
5.	Shri H. K. Yadav	—
6.	Shri Navinbhai S. Patel	625
7.	Shri Arvindbhai B. Patel	625
8.	Shri Ramanbhai H. Patel	625

(C) Distribution Schedule :

Shareholding of nominal value of Shareholders Share Amount

Rs.	Rs.	Number Nos	% of Total	in Rs.	% of Total Amount
	(1)	(2)	(3)	(4)	(5)
Up to	500	2355	94.9980	358218	11.9410
501 to	1,000	78	3.1460	51525	1.7180
1,001 to	2,000	29	1.1700	38925	1.2980
2,001 to	3,000	3	0.1210	7475	0.2490
3,001 to	4,000	0	0.0000	0.00	0.00
4,001 to	5,000	1	0.0400	4700	0.1570
5,001 to	10,000	1	0.0400	5500	0.1830
10,001 and above		12	0.4810	2533675	84.4550
<b>Total</b>		<b>2479</b>	<b>100.00</b>	<b>3,00,00,000</b>	<b>100.00</b>



**15. Dividend payment date:**

The Board has not recommended any payment of Dividend.

**16. Market Price Data:**

There were some transactions for transfer of shares carried out between the Shareholders inter se. The lowest price was Rs.18.65 and the highest price was Rs.90.75 A few transactions have taken place at Bombay Stock Exchange Ltd.

**17. The Shares of the Company are listed at Bombay Stock Exchange Ltd.**

**18. Dematerialisation of Shares:**

Equity shares of the company can be traded in dematerialized form by all investors. The Company has established connectivity with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Demat security (ISIN) code for the equity shares is INE635I01018

19. The Registered Office of the company is situated at 50, 3rd Floor, Harsiddha Chambers, Ashram Road, Ahmedabad - 380 014.

Registered Office :  
50, Harsiddha Chambers,  
3rd Floor, Ashram Road,  
Ahmedabad-380014.  
Date : 27th August, 2012

For, **Parshwanath Corporation Ltd.**  
By order of the Board of Directors

**NAVNITBHAI C. PATEL**  
*Chairman*

**DECLARATION**

I Rushabh Navnitbhai Patel, Managing Director of Parshwanath Corporation Limited, hereby declare that all the members of the Board of Directors and the senior management personnel have affirmed compliance with the Code of Conduct, for the year ended March 31, 2012.

Ahmedabad-380 014  
27th August, 2012

For, **Parshwanath Corporation Limited**  
**RUSHABH N. PATEL**  
Managing Director

**AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members of  
Parshwanath Corporation Limited

We have examined the compliance of conditions of Corporate Governance by Parshwanath Corporation Limited for the year ended March 31, 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause-49 of the above mentioned Listing Agreement.

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

For, **MANUBHAI & COMPANY**  
Chartered Accountants  
(Registration No. 106041W)

**K. B. SOLANKI**  
Partner  
(Membership No. 110299)

Place : Ahmedabad  
Date : August 27,2012

## COMPLIANCE CERTIFICATE

[The Companies (Compliance Certificate) Rules, 2001]

YEAR: 2011-12

Co.Reg. No. 04/08361  
NAME OF THE COMPANY

Authorised Capital : Rs. 10.00 Crores  
PARSHWANATH CORPORATION LTD.

To:  
The Members  
PARSHWANATH CORPORATION LTD.  
AHMEDABAD.

I have examined the registers, records, books and papers of PARSHWANATH CORPORATION LTD. as required to be maintained under the Companies Act, 1956, 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 31st March, 2012 in my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I 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 company and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure "B" to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities as, the case may be, within the time prescribed under the Act and the rules made thereunder.
3. The Company being PUBLIC LIMITED COMPANY has the minimum prescribed paid-up capital.
4. The Board of Directors duly met five times 12/05/2011, 30/07/2011, 26/08/2011, 12/11/2011 & 31/01/2012, in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.
5. The company closed its Register of Members for the period from 26th September, 2011 to 28th September, 2011 (Both days inclusive) and 28th September, 2011 was fixed as record date for the purpose of updating the record of the members of the company.
6. The annual general meeting for the financial year ended on 31st March, 2011 was held on 28-09-2011.
7. No extra-ordinary general meeting was held during the financial year.
8. The Company has not advanced any loan to its Directors or persons or firms or companies referred to under section 295 of the Act.
9. The company has not entered into any contract which attracts the provisions of sections 297 and 299 of the Act.
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 and members.
12. The company has issued duplicate share certificates during the year after complying with relevant provisions of the Act.
13. (a) The company has delivered all the share certificate on allotment of equity shares and on lodgment thereof for transfer /transmission or any other purpose in accordance with the provisions of the Act.  
(b) The company was not required to deposit any amount in a separate Bank Account for dividend as no dividend was declared during the year under report.  
(c) Since no dividend was declared, the company has not posted dividend warrants and was not required to transfer any amount of unclaimed/ unpaid dividend to unpaid divided account of the company.  
(d) There was no amount outstanding and lying in unpaid dividend account, application money due for refund, matured deposits, matured debentures, and the interest accrued thereon which is liable to be transferred to investor education and protection fund.  
(e) The company has duly complied with the requirements of section 217 of the Act.

14. The Board of Directors of the company is duly constituted and the further appointment of directors additional directors, executive directors and directors, except directors retiring by rotation, during the year, were duly made and necessary forms in respect thereof were duly filed with the registrar of companies.
15. The appointment of Managing Directors/Whole-time Directors were made in compliance with the provisions of Section 269 read with Schedule XIII of to the Act.
16. The company has not appointed any sole-selling agents.
17. The company has obtained necessary approvals of the Central Government, Company Law Board regional Director, registrar or such other authorities as 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 thereunder.
19. The company has not issued any shares / debentures / other securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. The company has not redeemed preference shares / debentures during the year as the company did not have the same.
22. There was no instance necessitating the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares in compliance with the provisions of the Act.
23. The company has not accepted / invited any deposits falling within the purview of Section 58A of the companies Act, 1956, and there is no unclaimed / deposit outstanding during the year under report.
24. The company has not made any borrowing during the financial year which attracted the provisions of sections 293 (1) (d) of the Act.
25. The company has not made loans and investments, or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act.
26. The company has not altered the provisions of the memorandum with respect to situation of the registered office of the company during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the financial year.
28. The company has not altered the provisions of memorandum with respect to the name of the company during the year under scrutiny and complied with necessary requirements.
29. The company has not altered the provisions of memorandum with respect to the share capital of the company during the year under scrutiny and complied with necessary requirements.
30. The company has not altered its Articles of Association.
31. There was no prosecution initiated against the company not show cause notice received by the company during the year for offences under the Act.
32. The company has not received and money as security from its employees during the year.
33. The company has deducted necessary contribution towards the Provident Fund and deposited both employee's and employer's contributions to provident with the prescribed authority pursuant to section 418 of the Act.

Signature : Sd/-  
Name of secretary : **S.R. SANGHAVI**  
COMPANY SECRETARY  
C.P. No. : CP - 1052

Place : AHMEDABAD  
Date : 01/08/2012



**YEAR : 2011-12**

**Annexture 'A'**

Registers as maintained by the Company

1. Register of Charges.
2. Register of Members.
3. Register of Transfers.
4. Books of Account and other related records.
5. Register of Contracts.
6. Register of Directors, Managing Directors, etc.
7. Register of Directors Shareholdings.
8. Register of Investments.
9. Minutes Book of Board Meetings and Attendance Register.
10. Minutes Books of General Meeting and Attendance Register.

---

**ANNEXTURE 'B' TO COMPLIANCE CERTIFICATE**

FORMS and Returns were filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2012.

1. Form 20B with Annual Return upto 28-09-2011 was filed with R.O.C.
2. Form 23AC and 23 ACA for Balance Sheet as on 31st March, 2011 was filed with R.O.C.
3. Form 66 with Compliance Certificate upto 31-03-2011, was filed with R.O.C.

Place : AHMEDABAD  
Date : 01/08/2012

Signature : Sd/-  
Name of secretary : **S.R. SANGHAVI**  
COMPANY SECRETARY  
C.P. No. : CP - 1052



## AUDITOR'S REPORT

To,  
The Members of  
**Parshwanath Corporation Limited.**

1. We have audited the attached Balance Sheet of **Parshwanath Corporation Limited** as at 31st March, 2012, and also Profit and Loss Account for the year ended on that date annexed thereto and Cash Flow Statement 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 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 hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - (i) 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;
  - (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 and Cash Flow Statement dealt with by this report are in agreement with books of account;
  - (iv) In our opinion, the Balance Sheet, Profit & Loss Account and 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;
  - (v) On the basis of written representations received from the directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of directors is 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 explanations given to us, the said accounts read together with the Significant Accounting Policies and other 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:
    - (a) in so far as it relates to Balance Sheet, of the state of affairs of the company as at 31st March, 2012;
    - (b) in so far as it relates to the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
    - (c) in so far as it relates to the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For **Manubhai & Company**  
*Chartered Accountants*  
(Reg. No.: 106041W)

**K. B. SOLANKI**  
*Partner*

M. No. 110299

Place : Ahmedabad  
Date : August 27, 2012

**ANNEXURE TO AUDITOR'S REPORT**

[Referred to paragraph 3 of our report of even date]

**1. In respect of its fixed assets:**

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b. As explained to us, the fixed assets have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c. In our opinion, the Company has not disposed of substantial part of fixed assets during the year.

**2. In respect of its inventories:**

The company is involved in the business of housing finance and construction and development of housing projects. Therefore, the provisions of clause 4 (ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.

**3. In respect of loans granted and taken to / from parties covered in the register maintained u/s 301 of the Companies Act, 1956.**

According to the information and explanations given to us, the company has not taken or granted any loans, secured or unsecured to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Consequently, requirements of clauses (iii a), (iii b), (iii c), (iii d), (iii e), (iii f) and (iii g) of paragraph 4 of the Order are not applicable.

**4. In respect of internal control**

In our opinion and according to the information and explanations given to us, there are adequate internal controls procedures commensurate with the size of the Company and the nature of its business with regard to purchase of construction material and fixed assets. During the course of audit, we have not observed any continuing failure to correct major weakness in internal control.

**5. In respect of transactions need to be entered into a register maintained u/s 301 of the Companies Act, 1956.**

In our opinion and according to the information and explanations given to us, the particulars of contract or arrangements and referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.

In our opinion and according to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained under section 301 of Companies Act, 1956 aggregating during the year to Rs. 5 Lacs or more in respect of any party.

**6. In respect of deposits from public**

The Company has not accepted any deposits from the public during the year.

**7. In respect of internal audit system**

In our opinion the company has an internal audit system commensurate with the size and nature of business.

**8. In respect of maintenance of cost records**

In our opinion and according to information and explanations given to us, the Company is required to maintain cost records pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209 (1) (d) of the Companies Act, 1956. The Company is in the process of preparing cost records.

**9. In respect of statutory dues:**

- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Income Tax, Wealth Tax, Investor Education and Protection Fund, Employees' State Insurance dues, Sales Tax, Service Tax, Custom duty, Excise duty, Professional tax, Cess and other statutory dues as may be applicable to the company have been generally regularly deposited with the appropriate authorities.
- b. According to the information and explanations given to us, no undisputed amounts payable in respect of sales tax, wealth tax, service tax, customs duty and excise duty were in arrears as at 31st March, 2012 for a period of more than six months from the date they become payable. The undisputed dues which are outstanding at the year end for a period of more than six months from the date they became payable are as under:

Nature of dues	Amount (Rs. in lakhs)	Assessment Year to Which amount relates
Income Tax	31.91	A.Y. 2004 - 05



- c. According to the records of the Company, there are no dues of custom duty, sales tax, wealth tax, service tax, excise duty and cess which have not been deposited on account of dispute. In respect of income tax, details of disputed dues which are not deposited are given hereunder :

Nature of Status	Nature of Dues	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	20.09	A.Y. 2009 – 10	CIT (A)

**10. In respect of accumulated losses and cash losses**

The Company has no accumulated losses at the end of the financial year. It has not incurred cash losses in the financial year under report and in the immediately preceding financial year.

**11. In respect of dues to financial institution / banks / debentures**

In our opinion and according to the information and explanation given to us, during the year the company has not defaulted in repayment of dues to financial institution.

**12. In respect of loans and advances granted on the basis of security.**

In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

**13. In respect of provisions applicable to Chit fund**

In our opinion, the Company is not a chit fund or a nidhi /mutual benefit fund/ society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.

**14. In respect of dealing or trading in shares, securities, debentures and other investment**

As the company is not dealing or trading in shares, securities, debentures and other investments, the provision of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.

**15. In respect of guarantee given for loans taken by others**

According to the information and explanation given to us, the Company has given guarantee for loans taken by its group entities from a bank, the terms and conditions thereof in our opinion are not prima facie prejudicial to the interest of the Company.

**16. In respect of application of term loans**

According to the information and explanations given to us, the company has not obtained any term loans during the year.

**17. In respect of fund used**

According to the information and explanations given to us and on an overall examination of the balance sheet of the company, funds raised on short-term basis have, *prima facie*, not been used for long-term investment.

**18. In respect of preferential allotment of shares**

During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.

**19. In respect of securities created for debentures**

The Company has not issued any debentures during the year.

**20. In respect of end use of money raised by public issues**

The Company has not raised any money by way of public issue during the year.

**21. In respect of fraud**

According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For **Manubhai & Company**  
 Chartered Accountants  
 (Reg. No.: 106041W)

**K. B. SOLANKI**  
 Partner

M. No. 110299

Place : Ahmedabad  
 Date : August 27, 2012



**BALANCE SHEET AS AT 31 MARCH, 2012**

Particulars	Note No.	As at 31 March, 2012 Rs.	As at 31 March, 2011 Rs.
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	3 00 00 000	3 00 00 000
(b) Reserves and surplus	3	4 37 91 179	52 31 290
		<u>7 37 91 179</u>	<u>3 52 31 290</u>
<b>2 Non Current Liabilities</b>			
(a) Other Long Term Liabilities	4	41 00 000	28 00 000
(b) Long Term Provisions	5	36 16 387	11 88 554
		<u>77 16 387</u>	<u>39 88 554</u>
<b>3 Current liabilities</b>			
(a) Short-term borrowings	6	97 70 700	
(b) Trade payables	7	42 28 594	9 63 520
(c) Other current liabilities	8	7 29 505	11 29 60 819
		<u>1 47 28 799</u>	<u>11 39 24 339</u>
<b>TOTAL</b>		<u><u>9 62 36 365</u></u>	<u><u>15 31 44 183</u></u>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets- Tangible Assets	9	12 43 658	7 34 434
(b) Non-current investments	10	5 35 000	5 35 000
(c) Long-term loans and advances	11	40 86 539	
		<u>58 65 197</u>	<u>12 69 434</u>
<b>2 Current assets</b>			
(a) Current investments	12	1 86 29 344	6 43 94 450
(b) Inventories	13	21 94 675	8 56 71 986
(c) Trade receivables	14	4 13 200	
(d) Cash and Bank Balances	15	6 88 38 044	8 55 402
(e) Short-term loans and advances	16	2 95 905	9 52 911
		<u>9 03 71 168</u>	<u>15 18 74 749</u>
<b>TOTAL</b>		<u><u>9 62 36 365</u></u>	<u><u>15 31 44 183</u></u>

Significant Accounting Policies 1  
Contingent Liability 17

**Notes on Financial Statements are integral part of the financial statements**

As per our separate report annexed herewith of even date

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

**For, Manubhai & Company**  
Chartered Accountants

**N.C. Patel** Chairman & Managing Director

**R. N. Patel** Managing Director

**K.B. Solanki**  
Partner

**R. H. Patel** Director

Place : Ahmedabad  
Date : August 27,2012

Place : Ahmedabad  
Date : August 27,2012

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

Particulars	Note No.	For the year ended 31 March, 2012 Rs.	For the year ended 31 March, 2011 Rs.
1 Revenue from operations	18	12 13 68 795	15 82 563
2 Other income	19	1 93 64 395	1 71 50 263
<b>3 Total revenue (1+2)</b>		<b>14 07 33 190</b>	<b>1 87 32 826</b>
<b>4 Expenses</b>			
(a) Changes in inventories of finished goods, work-in-progress and stock-in-trade	20	8 34 77 311	( 2 41 22 773)
(b) Project Expenses	21	69 92 619	2 41 22 773
(c) Employee benefits expense	22	16 30 424	19 42 398
(d) Finance costs	23	15 138	10 003
(e) Depreciation and amortisation expense	9	1 74 416	1 33 198
(f) Other expenses	24	36 11 194	25 18 246
<b>Total expenses</b>		<b>9 59 01 102</b>	<b>46 03 845</b>
<b>5 Profit before tax (3-4)</b>		<b>4 48 32 088</b>	<b>1 41 28 981</b>
<b>6 Tax expense:</b>			
(a) Current tax		67 50 000	6 00 000
(b) Previous year tax adjustment		( 4 77 801)	
		<b>62 72 199</b>	<b>6 00 000</b>
<b>7 Profit for the year (5 - 6)</b>		<b>3 85 59 889</b>	<b>1 35 28 981</b>
<b>Earnings per share</b>			
Basic		12.85	4.51
Diluted		12.85	4.51
<b>Significant Accounting Policies</b>	<b>1</b>		

**Notes on Financial Statements are integral part of the financial statements**

As per our separate report annexed herewith of even date

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

**For, Manubhai & Company**  
Chartered Accountants

**N.C. Patel** *Chairman & Managing Director*

**R. N. Patel** *Managing Director*

**K.B. Solanki**  
Partner

**R. H. Patel** *Director*

Place : Ahmedabad

Place : Ahmedabad

Date : August 27,2012

Date : August 27,2012

**CASH FLOW STATEMENT FOR THE YEAR 2011-12**

Particulars	2011-12 Rs.	2010-2011 Rs.
<b>(A) Cash flow from Operating Activities:</b>		
Net Profit After Tax	3 85 59 889	1 35 28 981
Adjustments:		
Depreciation	1 74 416	1 33 198
Provision For current tax	67 50 000	6 00 000
Excess provision of tax written off	( 4 77 801)	
Interest Expense	15 138	10 003
Operating profit before working capital changes	<u>4 50 21 644</u>	<u>1 42 72 182</u>
<b>Adjustments for net current assets:</b>		
(Increase) / Decrease in inventories	8 34 77 312	(241 22 773)
Increase/ (Decrease) in trade and other payables	(11 53 61 374)	6 47 50 943
(Increase) / Decrease in trade and other receivables	( 38 42 733)	(23 58 966)
<b>Cash Generated from operations</b>	<u><b>92 94 849</b></u>	<u><b>5 25 41 386</b></u>
Taxes paid	38 50 765	2 340
<b>Net Cash Flow From Operating activities</b>	<u><u><b>1 31 45 614</b></u></u>	<u><u><b>5 25 43 726</b></u></u>
<b>(B) Cash flow from Investing Activities:</b>		
(Increase)/Decrease in Investments	4 57 65 106	(5 53 14 316)
Fixed Assets purchased	( 6 83 640)	( 6 58 502)
<b>Net Cash Flow From Investing activities</b>	<u><u><b>4 50 81 466</b></u></u>	<u><u><b>(5 59 72 818)</b></u></u>
<b>(c) Cash flow from Financing Activities:</b>		
(Increase)/Decrease in borrowed funds	97 70 700	( 6 52 382)
Interest on borrowed funds	( 15 138)	( 10 003)
<b>Net cash flow from financing activities</b>	<u><u><b>97 55 562</b></u></u>	<u><u><b>( 6 62 385)</b></u></u>
Net Increase/(Decrease) in Cash & Cash Equivalents	6 79 82 642	( 40 91 477)
Cash & Cash Equivalents at the beginning of the year	8 55 402	49 46 879
Cash & Cash Equivalents at the close of the year	6 88 38 044	8 55 402

**Notes:**

- 1 Cash and Cash equivalent include cash and bank balances.
- 2 The Cash Flow Statement has been prepared under 'Indirect Method'.

As per our separate report annexed herewith of even date

**For, Manubhai & Company**  
Chartered Accountants

**K.B. Solanki**  
Partner

Place : Ahmedabad  
Date : August 27,2012

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

**N.C. Patel** Chairman & Managing Director

**R. N. Patel** Managing Director

**R. H. Patel** Director

Place : Ahmedabad  
Date : August 27,2012

**Note to Financial Statement for the year ended 31st March, 2012**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of Accounting:**

These accounts are prepared on historical cost basis.

**b) Use of Estimates:**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

**c) Revenue Recognition:**

All Income and expenditure are accounted for on accrual basis. In accordance with Accounting Standards (AS-9) on "Revenue Recognition" revenue from interest in case where ultimate collection is uncertain, is recognized in the year in which such interest is recovered.

**d) Inventory:**

Closing stock of construction material is valued at lower of cost or net realizable value.

**e) Project Expenses:**

Expenditure directly related to carrying out project activity are debited to the project account.

**f) Fixed Assets:**

Fixed Assets are stated at original cost less depreciation. Original cost includes all expenses incurred up to and incidental to the installation/acquisition.

**g) Depreciation:**

Depreciation on Fixed Assets is provided on Straight Line Method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

**h) Investments:**

All the Investments are long term and carried at cost. However, provision is made for diminution in the value of investment other than of temporary nature. Current Investments are carried at lower of cost or fair value.

**i) Employee Benefits:**

i. Post employment benefits under defined plans are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable towards contributions. The present value is determined using the market yields of government bonds, at the balance sheet date, at the discounting rate.

ii. Short term employee benefits and post employment benefits under defined contribution plans are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related services is rendered.

iii. Other long-term employee benefits are recognized as an expense in the profit and loss account for the period in which the employee has rendered services. Estimated liability on account of long-term benefits is discounted to the current value, using the yield on government bonds, as on the date of balance sheet, at the discounting rate.

iv. Actuarial gains and losses in respect of post employment and other long-term benefits are charged to the profit and loss account.

**j) Borrowing Costs:**

Interest related to project is charged to cost of project and other interest is charged to revenue.

**k) Operating Lease**

Rentals are expensed with reference to lease terms and other considerations.

**l) Provision for Current and Deferred Tax**

Provision for current tax is made after taking into consideration benefits admissible under the Provisions of the Income tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in future.

**m) Impairment of fixed assets**

At the end of each year, the company determines whether a provision should be made for impairment loss on fixed assets by considering the indications that an impairment loss may have occurred in accordance with the Accounting Standard AS-28 on "Impairment of Assets" issued by the Institute of Chartered Accountants of India. An impairment loss is charged to the Profit & Loss Account in the year in which, an asset is identified as impaired, when the carrying amount value of the asset exceeds its recoverable value. The impairment loss recognized in prior accounting periods reversed, if there has been a change in the estimate of recoverable amount.

**n) Provisions, Contingent Liability, Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

**o) General:**

Accounting policies not specifically referred to are consistent with generally accepted accounting practice.



**Notes to Financial Statement for the year ended March 31, 2012**

**2 Share Capital**

(Amount in Rs.)

	As At March 31,	
	2012	2011
<b>a. Authorised Capital</b>		
1,00,00,000 Equity Shares of Rs. 10/- each (Previous Year 1,00,00,000 Equity Shares of Rs. 10/- each)	10 00 00 000	10 00 00 000
<b>b. Issued, subscribed and fully paid-up equity Shares</b>		
30 00 000 Equity Shares of ' 10/- each (Previous Year: 30 00 000 shares)	3 00 00 000	3 00 00 000
<b>c. Reconciliation of number of shares outstanding</b>		
At the beginning of the period	30 00 000	30 00 000
Add:		
Issued during the period		
At the end of the period	<u>30 00 000</u>	<u>30 00 000</u>

**d. Rights, preferences and restrictions attached to shares**

**Equity Shares :**

The company has only one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amount in proportion to their shareholding.

**e. Details of shareholders holding more than 5% shares in the Company:**

Name of Shareholder	As At March 31,			
	2012		2011	
	No. of Shares heldx	% of Holding	No. of Shares held	% of Holding
Rushabh Navnitbhai Ptael	7 12 593	23.75%	7 12 593	23.75%
Navnitbhai Chunibhai Patel	12 03 431	40.11%	12 03 431	40.11%
Riddhi Rushbh Patel	3 22 900	10.76%	3 22 900	10.76%

**3 Reserves and Surplus**

(Amount in Rs.)

	As At March 31,	
	2012	2011
<b>a. Capital Reserve</b>		
Balance as per last year Financial Statement	1 83 750	1 83 750
<b>b. Share Premium Account</b>		
Balance as per last year Financial Statement	15 00 000	15 00 000
<b>c. Surplus as per Statement of Profit and loss</b>		
Balance as per last year Financial Statement	35 47 540	(99 81 441)
Add: Net Profit for the year	3 85 59 889	1 35 28 981
<b>Closing Balance</b>	<u>4 21 07 429</u>	<u>35 47 540</u>
<b>Total</b>	<u>4 37 91 179</u>	<u>52 31 290</u>



	As At March 31,	
	2012	2011
<b>4 Other Long Term Liabilities</b>		
Maintenance Deposit	41 00 000	28 00 000
	<u>41 00 000</u>	<u>28 00 000</u>
<b>5 Long Term Provisions</b>		
Provision for gratuity	12 944	6 545
Income Tax (Net)	36 03 443	11 82 009
	<u>36 16 387</u>	<u>11 88 554</u>
<b>6 Short Term borrowings</b>		
<b>a. Secured</b>		
Working Capital facility from banks (secured against bank fixed deposits)	97 70 700	
<b>Total</b>	<u>97 70 700</u>	
<b>7 Trade Payables</b>		
Micro, Small and Medium Enterprises		
Other suppliers	42 28 594	9 63 520
<b>Total</b>	<u>42 28 594</u>	<u>9 63 520</u>
* Disclosure in respect of Micro, Small and Medium Enterprises :		
A Principal amount remaining unpaid to any supplier as at the reporting period	—	—
B Interest due there on	—	—
C Amount of interest paid by the Company in terms of Section 16 of MSMED, along with the amount of payment made to the suppliers beyond the appointed day during the reporting period	—	—
D Amount of interest due and payable for the reporting period of delay in making payment (Which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED.	—	—
E Amount of interest accrued and remaining unpaid at the end of the accounting period	—	—
F Amount of further interest remaining due and payable in succeeding years.	—	—
The above information has been complied in respect of parties to the extent to which they could be identified as Micro, Small and medium Enterprise on the basis of information available with the Company.		
<b>8 Other Current Liabilities</b>		
Advance from Customers	5 79 866	11 28 34 283
Statutory dues	1 49 639	1 26 536
<b>Total</b>	<u>7 29 505</u>	<u>11 29 60 819</u>





9 Fixed Assets

(Amount in Rs.)

Particulars	Gross Block (At Cost)			Depreciation			Net Block			
	As at 01-04-2011	Additions	Deductions	As at 31-03-2012	As at 01-04-2011	For Adjustments the on Year Deduction	Upto 31-03-2012	As at 31-03-2012	As at 31-03-2011	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Vehicles	6 55 458			6 55 458	1 28 370	54 259	---	1 82 629	4 72 829	5 27 088
Office Equip.& Air conditioner	7 72 017			7 72 017	6 53 660	32 649	---	6 86 309	85 708	1 18 357
Computers	1 19 350	6 83 640		8 02 990	46 156	71 808	---	1 17 964	6 85 026	73 194
Furnitures	20 15 294			20 15 294	19 99 499	15 700	---	20 15 199	95	15 795
<b>Total Rs.</b>	<b>35 62 119</b>	<b>6 83 640</b>		<b>42 45 759</b>	<b>28 27 685</b>	<b>1 74 416</b>		<b>30 02 102</b>	<b>12 43 658</b>	<b>7 34 434</b>
Previous Year	29 03 617	6 58 502		35 62 119	26 94 487	1 33 198		28 27 685	7 34 434	

(Amount in Rs.)

As At March 31,  
2012 2011

10 Non Current Investments

Non-trade Investments

In shares (Quoted)

2,100 Equity shares (Previous year 2,100 Equity Shares) of  
Punjab Communication Ltd. 5 25 000 5 25 000  
[(Market Value of Rs. 3 96 060 (Previous year Rs. 1,09,200)]

In Government Security - NSC 10 000 10 000

**Total** **5 35 000** **5 35 000**

10.1 The management is of the view that the shortfall of Rs. 1 28 940/- (previous year Rs. 3 91 125/-) between the aggregate cost price and aggregate market value of quoted investments is temporary and hence no provision is required in respect thereof.

11 Long Term Loan and Advances

a. Residential Housing Loans (Secured considered doubtful) 1 56 20 635 1 62 61 157  
b. Advance Recoverable in cash or in kind or value to be received 40 86 539 —  
(Unsecured, considered good)  
Less : Provision 1 56 20 635 1 62 61 157  
**Total** **40 86 539**

12 Current Investments

Investment in Partnership Firms

M/s. Chinmay Corporation 408 424

M/s. Parshwanath Corporation 1 21 91 353 35 71 631

M/s. Shree Parshwanath Corporation 53 07 798 6 00 65 860

M/s. Vaibhavlaxmi Corporation 11 29 785 7 56 535

**1 86 29 344** **6 43 94 450**



12.1 Particulars in respect of investment in capital of partnership firms

i Chinmay Corporation

Name of Partner	Share in profit %	Share in Loss %	Capital As on	
			31.03.2012	31.03.2011
Mrs. Pritiben S. Patel	12.50	25.00	307	332
Mr. Vishvesh S. Patel	12.50	12.50	320	332
Mrs. Dipikaben J Patel	6.00	6.00	153	159
Mr. Bavik J Patel	6.00	6.00	157	163
Mr. Nishit J Patel	6.00	6.00	153	159
Mrs. Indiraben N. Patel	1.50	1.50	39	40
Mr. Navinbhai C Patel	3.00	3.00	77	80
Shri Rushabh N. Patel	1.50	1.50	39	40
Parshwanath Corporation Limited	16.00	16.00	408	424
Neminath Construction Pvt. Ltd.	7.00	7.00	179	186
Parshwanath reality Private Limited	3.00	3.00	77	80
Pranjal S. Patel	12.50	12.50	320	332
Minor Advaita S Patel	6.25	0.00	166	166
Minor Chinmay S. Patel	6.25	0.00	166	166

ii Parshwanath Corporation

Name of Partner	Share in profit %	Share in Loss %	Capital As on	
			31.03.2012	31.03.2011
Shri Navinbhai C. Patel	20.00	20.00	3 92 55 818	21 06 864
Shri Rushabh N. Patel	20.00	20.00	4 10 29 824	( 20 85 627)
Mrs. Indiraben N. Patel	20.00	20.00	3 93 91 159	1 34 45 915
Mrs. Riddhiben R. Patel	14.00	14.00	2 74 76 225	34 61 956
Parshwanath Realty Pvt. Ptd.	20.00	20.00	3 95 35 779	94 86 825
Parshwanath Corporation Limited	5.00	5.00	1 21 91 353	35 71 631
Vardhman Finstock Pvt. Ltd.	1.00	1.00	19 46 495	8 88 047

iii Shree Parshwanath Corporation

Name of Partner	Share in profit %	Share in Loss %	Capital As on	
			31.03.2012	31.03.2011
Shri Navnitbhai C. Patel	25.00	25.00	70 31 961	66 65 840
Shri Rushabh N. Patel	25.00	25.00	1 12 67 394	60 36 599
Mrs. Indiraben N. Patel	12.00	12.00	94 34 164	33 35 762
Mrs. Riddhiben R. Patel	12.00	12.00	30 01 040	31 08 353
Parshwanath Realty Pvt. Ltd.	15.00	15.00	4 69 37 640	11 49 33 483
Parshwanath Corporation Limited	10.00	10.00	53 07 798	6 00 65 860
Vardhman Finstock Pvt. Ltd.	1.00	1.00	1 61 246	1 52 843

iv Vaibhavlaxmi Corporation

Name of Partner	Share in profit %	Share in Loss %	Capital As on	
			31.03.2012	31.03.2011
Mrs. Pritiben S. Patel	12.50	25.00	( 9 40 953)	6 30 446
Mr. Vishvesh S. Patel	12.50	12.50	9 40 953	6 30 446
Shri Rushabh N. Patel	3.00	3.00	2 25 828	1 51 307
Shri Navnitbhai C. Patel	3.00	3.00	2 25 828	1 51 307
Mrs. Riddhiben R. Patel	2.00	2.00	1 50 553	1 00 871
Mrs. Indiraben N. Patel	2.00	2.00	1 50 553	1 00 871
Parshwanath Corporation Limited	15.00	15.00	11 29 785	7 56 535
Neminath Construction Pvt. Ltd.	25.00	25.00	22 56 906	12 60 892
Mr. Pranjal S. Patel	12.50	12.50	9 40 953	6 30 446
Minor Advita S Patel	6.25	0.00	11 19 053	3 15 223
Minor Chinmay S. Patel	6.25	0.00	11 19 053	3 15 223

	As At March 31,	
	2012	2011
<b>13 Inventories</b>		
<b>Construction and other expenses</b>		
Work in Progress		8 56 71 986
Completed Units	21 94 675	
<b>Total</b>	<b>21 94 675</b>	<b>8 56 71 986</b>
<b>14 Trade Receivables (Unsecured, considered good)</b>		
a. Debts outstanding for a period exceeding six months from due date of repayment:		
b. Other debts	4 13 200	
<b>Total</b>	<b>4 13 200</b>	
<b>15 Cash and Bank balances</b>		
Cash on hand	66 648	21 381
<b>Balances with Banks</b>		
in current account	94 64 740	5 37 952
in fixed deposit	5 93 06 656	2 96 069
	<b>6 88 38 044</b>	<b>8 55 402</b>
<p>(Fixed deposit of Rs. 1 02 71 074/- has been given as security against bank overdraft facility.)</p>		
<b>16 Short term loan and Advances</b>		
Advance recoverable in cash or in kind or value to be received (Unsecured, considered good)	2 95 905	9 52 911
Loans & Advances to employees (Unsecured, considered doubtful)		1 63 919
Less:Provision		1 63 919
<b>Total Short Term Loans and advances (A+B)</b>	<b>2 95 905</b>	<b>9 52 911</b>
<b>17 Contingent Liability</b>		
<b>Claim Against the company not acknowledge as debts</b>		
Disputed Income Tax Matter	40 09 965	9 41 871

	For the Year Ended March 31,	
	2012	2011
<b>18 Revenue from Operation</b>		
Revenue From Projects	11 80 75 475	
Other Operating Revenues	32 93 320	15 82 563
<b>Total</b>	<b>12 13 68 795</b>	<b>15 82 563</b>
<b>19 Other Income</b>		
Interest Income	57 24 486	59 74 925
Dividend Income		1 95 000
Misc. Income	13 281	49 083
Share of Profit from Partnership Firms	1 36 26 628	1 09 31 255
<b>Total</b>	<b>1 93 64 395</b>	<b>1 71 50 263</b>
<b>20 Changes in Inventories</b>		
<b>Construction and other expense</b>		
<b>Closing stock</b>		
Completed units	21 94 675	
Semi - Finished Goods Work in progress		8 56 71 987
	<b>21 94 675</b>	<b>8 56 71 987</b>
<b>Opening stock</b>		
Completed units		
Semi - Finished Goods Work in progress	8 56 71 986	6 15 49 214
	<b>8 56 71 986</b>	<b>6 15 49 214</b>
<b>(Increase)/Decrease In Inventories</b>	<b>8 34 77 311</b>	<b>(2 41 22 773)</b>
<b>21 Project Expense</b>		
Paid to Society For Land	10 000	
Purchase	20 40 021	99 26 355
Labour	49 72 429	73 58 828
Remuneration	4 49 280	4 51 305
Tax paid	1 99 680	24 37 755
Miscellaneous Expe.	34 07 748	39 48 530
Land cost transferred to advance to society a/c.	( 40 86 539)	
<b>Total</b>	<b>69 92 619</b>	<b>2 41 22 773</b>
<b>22 Employee Benefits Expense</b>		
Salary & Bonus	16 30 424	19 42 398
<b>Total</b>	<b>16 30 424</b>	<b>19 42 398</b>

**22.1 Remuneration to Chairman and managing director and joint managing director**

Particulars	2011-12	2010-11
Salary	27 00 000	27 00 000

Since Managerial Remuneration does not include any commission, computation of profit in accordance with Section 349 of Companies Act, 1956 is not given



22.2 The disclosure required under Accounting Standard 15(Revised) - "Employer Benefits" notified in the Companies (Accounting Standards) Rules are give hereunder

a. **Defined Benefit Plans**

(Amount in Rs.)

i. **Changes in Present Value of Obligations**

	For the Year Ended March 31,	
	2012	2011
Present Value of Obligations at the beginning of the year	6 545	3 86 785
Interest Cost	540	28 042
Current Service Cost	9 560	6 545
Actuarial (Gain)/Loss on Obligations	( 3 701)	( 17 840)
Benefits Paid		3 96 987
Present Value of Obligations at the end of the year	12 944	6 545

ii. **Changes in the Fair Value of Plan Assets**

Fair Value of Plan Assets at the beginning of the year	-	-
Expected Return on Plan Assets	-	-
Contributions	-	-
Actuarial Gain / (loss) on Plan Assets	-	-
Benefits paid	-	-
Fair Value of Plan Assets at the end of the year	-	-

iii. **The amount recognized in the Balance Sheet**

	For the year ended				
	2011-12	2010-11	2009-10	2008-09	2007-08
Experience Adjustments :					
On plan liabilities [Actuarial loss/(Gain)]	( 3 701)	( 17 840)	( 37 976)	( 22 905)	( 30 593)
On plan Assets [Actuarial (loss)/gain]		-	-	-	-
Present Value of Obligations as at the end of the year	12 944	64 545	3 86 785	4 57 949	4 18 738
Fair Value of Assets as at the end of the year	-	-	-	-	-
Net (Asset)/ Liability recognised in Balance Sheet	12 944	6 545	3 86 785	4 57 949	4 18 738

iv. **The amount recognized in the Statement of Profit & Los**

(Amount in Rs.)

	For the Year Ended March 31,	
	2012	2011
Current Service Cost	9 560	6 545
Interest Cost	540	28 042
Expected Return on Plan Assets	-	-
Net actuarial (gain)/ Loss recognized in the year	( 3 701)	( 17 840)
Expenses recognized in the statement of Profit & Loss	6 399	16 747

v. **The principal actuarial assumptions used as at the balance sheet date for gratuity liability are as under:**

	For the Year Ended March 31,	
	2012	2011
Discount Rate	8.50%	8.25%
Rate of Increase in Compensation	6.00%	6.00%
Rate of Return on Plan Assets	-	-

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

For the Year  
Ended March 31,  
2012 2011

23 Finance Costs

Interest Expenses		
Interest on working Capital Loan	15 138	10 003
<b>Total</b>	<b>15 138</b>	<b>10 003</b>

24 Other Expenses

24.1 Administrative & Other Expenses

Office Rent	60 000	60 000
Municipal Tax	46 538	42 060
Insurance Premium	37 243	26 896
Electricity Expense	1 92 093	1 77 744
Repair & Maintenance	1 12 048	23 766
Other Expense	31 63 273	21 87 780
<b>Total Other Expense</b>	<b>36 11 194</b>	<b>25 18 246</b>

24.2 Payments to the Auditors For:

(a) Statutory Audit	1 40 450	1 10 300
(b) Taxation Matters	2 06 621	1 49 231
<b>Total</b>	<b>3 47 071</b>	<b>2 59 531</b>

25 Segment Information:

The company has identified two reportable segments vis : Housing Finance and Construction. Segments have been identified and reported taking into account nature of services as well as the deferring risks and returns. The accounting policies adopted for segment reporting are in line with accounting policies of the company with the following additional policies for segment reporting

- Revenue & Expenditure have been identified to a segment on the basis of relationship to operating activities of the segment. Expenses which relate to enterprise as a whole and are not allocate to a segment on reasonable basis have been disclosed as "Unallocable".
- Segment assets & segment liabilities represent assets & liabilities in respective segments. Liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "unallocable".

No. Particulars	Housing Finance	Construction	Unallocable	Total
<b>(A) Segment Revenue</b>				
Sales & other income	33 00 255	11 80 75 475	1 93 57 460	14 07 33 190
	( 16 10 263)		( 1 71 22 563)	(1 87 32 826)
<b>Total (A)</b>	33 00 255	11 80 75 475	1 93 57 460	14 07 33 190
	( 16 10 263)		( 1 71 22 563)	(1 87 32 826)
<b>(B) Segment Results</b>				
Operating profit before interest & tax	(21 15 779)	2 76 05 546	1 93 57 460	4 48 47 226
Less:	(29 83 579)		(1 71 22 563)	(1 41 38 984)
Interest Expenses	-	-	15 138	15 138
			( 10 003)	( 10 003)
Previous year tax adjustments	-	-	(4 77 801)	(4 77 801)
Provision for Income Tax			67 50 000	67 50 000
			( 6 00 000)	( 6 00 000)
<b>Segment result after tax (B)</b>	(21 15 779)	2 76 05 546	1 30 70 123	3 85 59 889
	(29 83 579)		(1 65 12 560)	(1 35 28 981)



No.	Particulars	Housing Finance	Construction	Unallocable	Total
<b>(C) Other Information</b>					
	Segment Assets	12 43 657	66 94 414	8 82 98 293	9 62 36 365
		( 7 34 434)	(8 56 71 986)	(6 67 37 763)	(15 31 44 184)
	Segment Liabilities	3 35 379	87 35 664	1 33 74 143	2 24 45 186
		( 1 74 115)	(11 65 56 770)	( 11 82 009)	(11 79 12 894)
	Capital expenditure	6 83 640			6 83 640
	incurred during the year	( 6 58 502)			( 6 58 502)
	Depreciation	1 74 417			1 74 417
		( 1 34 337)			( 1 34 337)

Note:- Figures in brackets represent previous year's amount

**Geographical segment:** There is no geographical segment.

## 26 Related Parties Transactions:

Related party disclosures as required under the Accounting Standard AS – 18 on “Related Party Disclosures” notified under Companies (Accounting Standards) Rules, 2006 are given below:

### i List of Related Parties & Relationship:

Sr. No.	Name of the Related Party	Relationship
1	Shri Navnitbhai C. Patel	Key Management Personnel
2	Shri Rushbhbhai N. Patel	
3	Smt. Riddhi R. Patel	
4	M/s. Vaibhav Laxmi Corporation	
5	M/s. Chinmay Corporation	
6	M/s. Shree Parshwanath Corporation	
7	M/s. Shree Parshwanath Construction Corporation	Key Management Personnel having control on enterprises
8	M/s. Parshwanath Corporation	
9	M/s. Mahavir Farm	
10	M/s. Jai Jinendra Corporation	
11	M/s. Parshwanath Realty Pvt. Ltd.	
12	M/s. Vardhman Finstock Pvt. Ltd.	
13	Smt. Indiraben N. Patel	Relative of Key Management Personnel

### ii Transactions with Related Parties:

(Amount in Rs.)

Sr No.	Nature of transactions (Excluding Reimbursements)	Enterprise where control exists		Key Managerial Personnel		Total	
		2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
<b>(A) Investments</b>							
	Opening	6 43 94 451	74 55 134			6 43 94 451	74 55 134
	Addition during the year	1 92 64 034	9 08 18 021			1 92 64 034	9 08 18 021
	Deduction during the year	6 50 29 141	3 38 78 704			6 50 29 141	3 38 78 704
	Closing	1 86 29 344	6 43 94 451			1 86 29 344	6 43 94 451
<b>(B) Expenditure</b>							
	Remuneration	-	-	27 00 000	27 00 000	27 00 000	27 00 000
<b>(C) Income</b>							
	Interest Income	34 00 142	59 50 627	-	-	34 00 142	59 50 627
	Share of profit from partnership firm	1 36 26 628	1 09 31 255	-	-	1 36 26 628	1 09 31 255

iii Details of material related transactions included in point no. ii above

a. Investment (Amount in Rs.)

Name of Party	Opening balance	Addition during the year	Deduction during the year	Closing balance
Shree Parshwanath Corporation	6 00 65 860	55 94 938	6 03 53 000	53 07 798
	( 46 30 646)	( 6 95 39 132)	( 1 41 03 918)	( 6 00 65 860)
Parshwanath Corporation	35 71 631	1 17 39 264	31 19 542	1 21 91 353
	( 21 43 272)	( 1 65 24 475)	( 1 50 96 116)	( 35 71 631)
Vaibhav Laxmi Corporation	7 56 536	19 29 832	15 56 583	11 29 785
	( 4 00 551)	( 47 53 990)	( 43 98 005)	( 7 56 536)
Total	6 43 94 027	1 92 64 034	6 50 29 125	1 86 28 936
	( 71 74 469)	(9 08 17 597)	(3 35 98 039)	(6 43 94 027)

b. Remuneration

Party	Payment for the year
Mr. Rushabh N. Patel	9 00 000
	( 9 00 000)
Mrs. Riddhi R. Patel	6 00 000
	( 6 00 000)
Mr. Navnit C. Patel	12 00 000
	( 12 00 000)

c. Interest Income

M/s.Shree Parshwanath Corporation	34 00 142
	( 59 50 627)

d. Share of profit from partnership firm

M/s. Shree Parshwanath Corporation	21 41 796
	( 24 69 882)
M/s. Parshwanath Corporation	96 12 239
	( 37 06 959)
M/s. Vaibhav Laxmi Corporation	18 72 609
	( 47 53 990)

Figures in brackets represents previous year's figures

27 Earning Per Share:

Sr. No.	Particulars	Units	2011-2012	2010-2011 (Re-adjusted)
1	Net profit	Rs.	3 85 59 889	1 35 28 981
2	Weighted Average of Equity Shares outstanding	Nos.	30 00 000	30 00 000
3	Basic and diluted Earning Per Share of Rs. 10 each	Rs.	12.85	4.51

28 Deferred Tax :

On consideration of prudence, deferred tax asset is not recognised in the accounts.

29 Balances in the Accounts of borrowers of housing loans, Trade Payables and loans and advances are subject to confirmation by the parties' consequential adjustments, if any, at the company level.

30 Till the year ended March 31, 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 March 31, 2012, the revised Schedule VI notified under Companies Act 1956, has become applicable to the company. The company has reclassified previous year figures to confirm 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.

As per our separate report annexed herewith of even date

For, Manubhai & Company

Chartered Accountants

K.B. Solanki

Partner

Place : Ahmedabad

Date : August 27,2012

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

N.C. Patel Chairman & Managing Director

R. N. Patel Managing Director

R. H. Patel Director

Place : Ahmedabad

Date : August 27,2012



**PARSHWANATH CORPORATION LIMITED**

Registered Office : 50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad - 380 014.

**PROXY FORM**

DP Id \_\_\_\_\_ Regd. Folio No. \_\_\_\_\_

Client Id \_\_\_\_\_

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

of \_\_\_\_\_ in the district of

\_\_\_\_\_ being a member/members of the above named Company, hereby appoint

Mr./Mrs. \_\_\_\_\_ of \_\_\_\_\_ in the

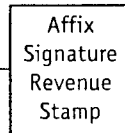
district of \_\_\_\_\_ or failing him/her Mr./Mrs. \_\_\_\_\_ of

\_\_\_\_\_ in the district of \_\_\_\_\_

as my/our Proxy to vote for me/our behalf at the at the 26th Annual General Meeting of the Company to be held on Thursday, 27/09/2012 at 10.00 a.m. and at any adjournment thereof.

Signed the \_\_\_\_\_ day of \_\_\_\_\_ 2012

Signature \_\_\_\_\_



**Note :** The proxy and the Power of Attorney (if any) under which it is signed or a notarially certified copy of that Power of Attorney must be deposited at the Registered Office of the Company at 50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad - 380 014, not less than 48 hours before the date and time for holding the Annual General Meeting.

**PARSHWANATH CORPORATION LIMITED**

Registered Office : 50, Harsiddha Chambers, 3rd Floor, Ashram Road, Ahmedabad - 380 014.

**ATTENDANCE SLIP**

Full name of the Member attending : \_\_\_\_\_

Name of Proxy : \_\_\_\_\_

I hereby record my presence at the Annual General Meeting being held at the 26th Annual General Meeting of the Company to be held on Thursday, 27/09/2012 at 10.00 a.m.

Regd. Folio No. \_\_\_\_\_

DP Id \_\_\_\_\_

Client Id \_\_\_\_\_

No. of Share held \_\_\_\_\_

\_\_\_\_\_  
(To be signed at the time of handing over the slip)



**PARSHWANATH HOMES AT ADALAJ**



*If undelivered, please return to :*



ધરનું ઘર | SINCE 1985

**PARSHWANATH**  
CORPORATION LIMITED

Regd. Office : 50, 3rd Floor, Harsiddha Chambers, Ashram Road,  
Ahmedabad-380 014. Tel. No.: 079-2754 0647, 2754 0848 Fax: 079-02754 0144  
Email : mail@parshwanath.co.in Web :www.parshwanath.co.in