

EFFINGO TEXTILE & TRADING LIMITED

(Formerly known as MALTI TEXTILES & TRADING LIMITED)



28th ANNUAL REPORT

FOR THE YEAR ENDED

31st MARCH, 2013

EFFINGO TEXTILE & TRADING LIMITED

DIRECTORS:

Mrs.Priya Rawal – Managing Director

Mr.Rajendra Prasad Gogawat

Mr.Anil Tandon

Mr.Manish Jain

BANKERS:

AXIS BANK LTD

AUDITORS:

M/s. S. B. Jajoo & Co.
Chartered Accountants

REGISTERED OFFICE:

502, Arcadia Building,
195. NCPA Marg, Nariman Point,
Mumbai.-400021.

**R REGISTRAR AND SHARE
TRANSFER AGENTS:**

ABHIPRA CAPITAL LTD
(BM-1), A-387, Abhipra Complex,
Dilkhush Industrial Area,
G. T. Karnal Road, Azadpur, Delhi,110033

NOTICE

NOTICE is hereby given that the Annual General Meeting of the shareholders of the Company EFFINGO TEXTILE & TRADING LIMITED (Formerly known as Malti Textile & Trading Limited) will be held on Friday, 27th September 2013 at 10.00 A.M. at The Maharaja Business hotel, Kohinoor Complex, Service Road, Western Express Highway, Rawalpada, Dahisar (East), Mumbai-400068. to transact the following business:

ORDINARY BUSINESS

- 1) To receive, consider and adopt the Audited Balance Sheet as at and the Audited Profit and Loss Account of the Company for the period ended 31st March, 2013 together with Directors' Report and Auditors' Report thereon.
- 2) To re-appoint as a Director in place of Mr. Rajendra Prasad Gogawat who retires by rotation and being eligible, offers himself for re-appointment.
- 3) To re-appoint as a Director in place of Mr. Anil Tandon who retires by rotation and being eligible, offers himself for re-appointment.
- 4) To appoint M/s. S. B. Jajoo & Co., Chartered Accountants, Mumbai as Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General meeting and to fix their remuneration.

SPECIAL BUSINESS**5) Sub Division Of Equity Shares :**

To consider and if thought fit, to pass with or without modifications, the following, resolution as a Special Resolution:

“RESOLVED THAT subject to the provisions of section 94 and all other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the provisions of the Memorandum of Association and Articles of Association of the Company as may be necessary and subject to such other consents, approvals, permissions and sanctions as may be considered necessary by the Board of or as may be prescribed or made, while granting such consents and approvals and which may be agreed to by the Board:

Each of the 11,00,00,000 equity share of the company of face value Rs. 10/- (Rupees Ten Only) each in the Authorised capital of the Company be sub-divided into 11,00,00,000 equity shares of face value Rs. 1/- (Rupees One Only) each effective from the Record Date, to be decided by the Board of Directors; and the existing Clause V of the Memorandum of Association of the company be substituted by the following new clause V:

“V. The Authorised share capital of the Company is Rs. 11,00,00,000/- (Rupees 11 Crores Only) divided into 11,00,00,000 (Eleven Crores only) Equity shares of Rs. 1 (Rupees One only) each.”

RESOLVED FURTHER THAT the Board of Directors of the Company (“the Board”, which expression shall also include a Committee thereof) be and they are hereby authorised to call back the existing share certificates from the shareholders and to issue new share certificates representing the sub-divided equity shares with new distinctive numbers, consequent to the sub-division of shares as aforesaid and /or credit the shareholders' accounts maintained with the Depositories, subject to

the rules as laid down in the Companies (Issue of Share Certificates) Rules, 1960, and the Articles of Association of the Company and to inform the Depositories and the Registrar and Transfer Agents of the Company and execute all such documents, instruments and writings as may be required in this connection and to delegate all or any of the powers herein vested in the Board, to any Committee thereof or to any Director(s) or Company Secretary, to give effect to the aforesaid resolution.”

6) Alteration in Capital Clause of the Articles Of Association

To consider, and if thought fit, to pass, with or without modification the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 31 of the Companies Act, 1956, other applicable provisions of the Companies Act, 1956, Articles of Association be and is hereby altered in the manner following:

Existing clause 3 i.e. Capital Clause of the Articles of Association of the company be altered, by replacing the present clause by the following new clause 3.

“4. The Authorised share capital of the Company is Rs. 11,00,00,000/- (Rupees Eleven Crores Only) divided into 11,00,00,000 (Eleven Crores only) Equity shares of Rs. 1 (Rupees One only) each.”

7) Appointment of Ms. Priya Rawal as the Director of the Company:

To Consider and if thought fit, to pass, with or without modification(s), the following resolution as Ordinary Resolution:

“RESOLVED THAT Ms. Priya Rawal a director who was appointed as additional director in the meeting of the Board of Directors held on 31st December 2012 and who holds office only upto the date of Annual General Meeting and in respect of whom notices under section 257 of the companies Act, 1956 have been received from some members signifying their intention to propose Ms. Priya Rawal as a candidate for the office of Director of the company be and is hereby appointed as Director of the company.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all the acts, deeds and things and execute all such agreements, documents and instruments as may be required from time to time for giving effect to the above resolution and matters related thereto.”

8) Appointment of Ms. Priya Rawal as the Chairperson and Managing Director:

To Consider and if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:

"RESOLVED THAT pursuant to section 198, 269, 309 and 310 read with schedule XIII, and other applicable provisions if any of the companies act, 1956, the consent and approval of the company be and is hereby accorded to the appointment of Ms. Priya Rawal as Chairperson and Managing Director of the company in accordance with Schedule XIII of the Companies Act, 1956 to hold office of Chairperson and Managing Director for a period of one year from 31st August 2013 till 30th August 2014 on such terms and conditions as contained in an agreement proposed to be entered into between the company and Ms. Priya Rawal, and as set out in the explanatory statement to this resolution.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all the acts, deeds and things and execute all such agreements, documents and instruments

as may be required from time to time for giving effect to the above resolution and matters related thereto.”

9) Appointment of Mr. Gaurav Bahtey as the Director of the Company:

To Consider and if thought fit, to pass, with or without modification(s), the following resolution as Ordinary Resolution:

“RESOLVED THAT Mr. Gaurav Bahtey_a director who was appointed as additional director in the meeting of the Board of Directors held on 31st August 2013 and who holds office only upto the date of Annual General Meeting and in respect of whom notices under section 257 of the companies Act, 1956 have been received from some members signifying their intention to propose Mr. Gaurav Bahtey_as a candidate for the office of Director of the company be and is hereby appointed as Director of the company.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all the acts, deeds and things and execute all such agreements, documents and instruments as may be required from time to time for giving effect to the above resolution and matters related thereto.”

10) Appointment of Mr. Gaurav Bahtey as the Executive Director:

To Consider and if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:

“RESOLVED THAT pursuant to section 198, 269, 309 and 310 read with schedule XIII, and other applicable provisions if any of the companies act, 1956, the consent and approval of the company be and is hereby accorded to the appointment of Mr. Gaurav Bahety as Executive Director of the company in accordance with Schedule XIII of the Companies Act, 1956 to hold office of Executive Director for a period of one year from 31st August 2013 till 30th August 2014 on such terms and conditions as contained in an agreement proposed to be entered into between the company and Mr. Gaurav Bahety, and as set out in the explanatory statement to this resolution.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all the acts, deeds and things and execute all such agreements, documents and instruments as may be required from time to time for giving effect to the above resolution and matters related thereto.”

NOTES:

- i. A Member entitled to attend and vote on a poll is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting. The Register of Members and Share Transfer Books will remain closed from 20th September 2013 till 27th September 2013.
- ii. Members are requested to address all communication regarding transfer of shares, change of address etc. directly to the Share Transfer Agent of the Company, Abhipra Capital Ltd, Phone: 011-42390725. Fax: 011-42390830 . Email: jeewatrai@abhipra.com and in case their shares are held in the dematerialised form, this information should be passed on to their respective Depository Participants without any delay.
- iii. Members desirous of availing nomination facility may send their nomination in the prescribed form. Nomination forms can be obtained from the Registrars/ Company.
- iv. Members desirous of obtaining any information concerning the account and operations of the Company are requested to address their queries to the Chairmen, so as to reach the

Registered Office of the Company at least Seven days before the date of the Meeting, to enable the Company to make available the required information at the Meeting, to the extent possible.

- v. On dematerialisation of shares, the nomination registered by the Company automatically stands cancelled. In the case of shares held in electronic (dematerialised) form, the Members are given an option of nomination at the time of opening a demat account. If no nomination is made at the time of opening the demat account, they should approach their respective Depository Participant.
- vi. As part of the Green Initiative in Corporate Governance, the Ministry of Corporate Affairs("MCA"), Government of India, through its Circular nos. 17/2011 and 18/2011, dated 21st April, 2011 and 29th April, 2011 respectively, has allowed companies to send official documents through electronic mode. In the spirit of the above circulars and as part of the Company's Green Initiative, we henceforth propose to send documents like Notice convening the general meetings, Financial Statements, Directors Report, etc. to the e-mail address provided by the members. We, therefore, appeal to the members to register their name in getting the documents in electronic mode by sending an e mail giving their Registered Folio No. and/or DP Id/Client Id to the dedicated e mail address at maltitextile@yahoo.com
- vii. Members/Proxies are requested to bring the Attendance Slip sent with this Notice duly filled-in for attending the meeting.
- viii. The relative Explanatory Statement pursuant to Sections 173(2) of the Companies Act, 1956 setting out material facts is annexed hereto.
- ix. Members are requested to bring their copy of Annual report to the meeting.

In terms of circular no.MRD/DoP/Cir-05/2010 dated 20th May, 2009 issued by Securities and Exchange Board of India (SEBI) it is now mandatory for the transferee of the physical shares to furnish copy of PAN card to the Company or its RTA for registration of transfer of shares. Shareholder are requested to furnish copy of PAN card at the time of transferring their physical shares

Explanatory Statement pursuant to Sections 173(2) of the Companies Act, 1956**Item no 5& 6 :**

The shareholders to note that the Equity Shares of your Company are listed on the Bombay Stock Exchange Limited (BSE). The equity shares of the company are actively traded on BSE.

The market price of the shares of the Company has witnessed significant spurt over the last 12 months. In order to improve the liquidity of the Company's shares in the stock market and to make it affordable to the small investors, the Board of Directors of the Company ('the Board') at their meeting held on 31st August, 2013, considered it desirable to sub-divide the nominal value of the equity portion of the authorised share capital of the Company.

The shareholders may please note that presently the nominal value of the equity shares is Rs.10/- each and consequent to the sub-division it is being divided into 10 (Ten) equity shares of Rs. 1/- each such that each shareholder holding 1 (one) equity share of the Company of face value Rs. 10/- per share will receive 10 (Ten) equity shares of the Company of face value Rs. 1/- per share. The date on which this sub-division would become effective (record date), will be decided by the Board after obtaining the shareholders' approval, which will be notified through the Stock Exchanges.

Shareholders attention is also invited to the fact that in view of the foregoing, the existing Capital Clause V in the Memorandum of Association of the Company & Articles of Association relating to equity shares also need relevant amendment to give effect to the sub-division.

The Board of Directors recommends passing the resolution as Special Resolution. None of the Directors of the Company are in any way interested in the said resolution.

A copy of the Memorandum of Association together with a copy of the Articles of Association reflecting the proposed amendments is available for inspection by the members of the company at its Registered Office between 11.00 AM and 1.00 PM on any working day (except Sunday & Bank Holidays) of the company.

Item no 7 & 8 :

Ms. Priya Rawal was appointed by the Board of Directors in their meeting held on 31st December 2012. Pursuant to provisions of section 260 of the Companies Act, 1956, she holds office only up to the date of forthcoming Annual General Meeting. Further, company has received notice from some of the shareholders pursuant to provisions of section 257 of the Act proposing her candidature. Also the company has received a sum of Rs. 500 each towards the deposit along with the notice. Your Directors propose her appointment as Director liable to retire by rotation.

Ms. Priya Rawal also was also appointed as Chairperson and Managing Director in the meeting of Board of Directors on 31st August 2013 with effect from 31st August 2013 for a period of one year, i.e. from 31st August 2013 to 30th August 2014 subject to approval of shareholders. The Board of Directors recommends appointing Ms. Priya Rawal as the Managing Director in the category of Chairperson of the Company for a period of one year, i.e. from 31st August 2013 to 30th August 2014. The Board feels expertise of Ms. Priya Rawal will immensely help the Company in expansion of the operations of the Company.

In terms of the provisions of sections 198, 269, 309, 310 and Schedule XIII of the Companies Act, 1956, the above said appointment and payment of remuneration requires the shareholders' approval by way of a special resolution.

The Board recommends the proposed resolution for your approval as a special resolution. Except Priya Rawal, no other director is interested in the resolution.

These disclosures and information will also be treated as information and disclosure provided under section 302 of the Companies Act, 1956.

Item no 9 & 10

Mr. Gaurav Bahtey was appointed by the Board of Directors in their meeting held on 31st August 2013. Pursuant to provisions of section 260 of the Companies Act, 1956, he holds office only up to the date of forthcoming Annual General Meeting. Further, company has received notice from some of the shareholders pursuant to provisions of section 257 of the Act. Also the company has received a sum of Rs. 500 each towards the deposit along with the notice Further, the Company also proposes to appoint him as the Executive Director of the Company for a period of one year i.e. from 31st August 2013 to 30th August 2014. The Board is of the view that Mr. Gaurav Bahtey's knowledge and experience will be of benefit and value to the Company and, therefore, recommends her appointment as a Director of your Company liable to retire by rotation and also as the Executive Director of the Company.

Your Directors recommend this resolution as an Ordinary Resolution for your approval. In terms of the provisions of sections 198, 269, 309, 310 and Schedule XIII of the Companies Act, 1956, the above said appointment and payment of remuneration requires the shareholders' approval by way of a special resolution.

The Board recommends the proposed resolution his appointment as Executive Director for your approval as a special resolution. Except Mr. Gaurav Bahtey, no other director is interested in the resolution.

These disclosures and information will also be treated as information and disclosure provided under section 302 of the Companies Act, 1956.

By Order of the Board of Directors

Place: Mumbai

Date: 31st August 2013

**Priya Rawal
Chairman & Managing Director**

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 28th Annual Report of the Company along with the Audited Statement of Accounts for the year ended as on 31st March, 2013.

FINANCIAL RESULTS:

Particulars	31-03-2013	31-03-2012
Revenue form Operation	47,146,366	46,380
Depreciation	Nil	Nil
Profit/(Loss) before Tax	483,490	(25,979)
Provision for Tax	(150,000)	(3,427)
Profit/(Loss) after Tax	333,490	(29,406)
Balance Brought forward	(5,885,861)	(5,856,455)
Balance carried to Balance Sheet	(5,552,371)	(5,885,861)

BUSINESS OVERVIEW:

During the year under review, the company has progressed with its efficient management and made a Net Profit of Rs. 333,490/-.

During the period under review, the Company also changed its name from Malti Textiles to Effingo Textile & Trading Ltd. The main reason for change of name was to give a fresh branding to the company so that the Company could enter a new era of growth and in turn increase the shareholders value.

Further the Company also during the period under review restructured its capital by increasing the Authorised Share Capital and also with the preferential allotments the Company obtained fresh infusion of funds for the further expansion plans of the Company.

DIVIDEND:

Your Directors feel that it is prudent to plough back the profits for future growth of the Company and with a view to conserve the resources they do not propose any dividend for the year ended 31st March 2013

AUDITOR'S QUALIFICATIONS:

The Auditors of the Company have not qualified their report and there are no observations and suggestions made by the Auditors in their report and therefore do not call for any further comments under section 217(3) of the Companies Act, 1956.

FIXED DEPOSITS:

The company has not accepted any Fixed Deposits from the public during the period.

BOARD OF DIRECTORS:

Ms. Priya Rawal was appointed as the Additional Director of the Company in the meeting of Board of Directors held 31st December 2012 and Mr. Gaurav Bahety was appointed as the Additional Director of the Company in the meeting of Board of Directors held 31st August 2013. Pursuant to provisions of section 260 they hold office only upto the date of forthcoming Annual General Meeting. Your Directors propose their re-appointment. Pursuant to provisions of section 198, 269, 309 and 310 read with schedule XIII, and other applicable provisions if any of the companies act, 1956, your directors propose appointment of Ms. Priya Rawal as Chairperson and Managing Director and Mr. Gaurav Bahety as the Executive Director of the company for a period of one year from 31st August 2013 to 30th August 2014. Your Directors propose their appointment as the Managing Director and Executive Director respectively. Pursuant to provision of Section 256 of the Companies Act, 1956, Mr. Rajendra Prasad Gogawat, and Mr. Anil Tondon retires by rotation and being eligible offers themselves for re-appointment.

PARTICULARS OF EMPLOYEES :

Disclosure of information as per Section 217(2A) of the Companies Act, 1956 is not being given as no employee of the Company is getting remuneration more than the prescribed limits.

CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE AND EARNING AND OUT GO:

The particulars as required under the provisions of Section 217(1)(e) of the Companies Act, 1956 in respect of conservation of energy and technology absorption are not required to be furnished considering the nature of activities undertaken by the Company during the year under review. Further during the year under review, the Company has neither earned nor used any foreign exchange.

DIRECTOR'S RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217 (2AA) OF THE COMPANIES ACT, 1956 :

Pursuant to Section 217 (2AA) of the Companies (Amendment Act) 2000, the Directors of your Company state as under:-

- a) that in the preparation of the Annual Accounts, applicable accounting standards have been followed.
- b) that the accounting policies are consistently applied and reasonable, prudent judgment and estimates are made so as to give a true and fair view of the state of affairs of the company at the end of the Financial Year.
- c) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) that the Directors had prepared the annual Accounts on a going concern basis.

AUDITORS :

M/s. S B Jajoo & Co. Chartered Accountants hold office until the conclusion of the forthcoming Annual General Meeting of the company and being eligible offer themselves for re-appointment.

CORPORATE GOVERNANCE:

Reports on Corporate Governance and Management Discussions & Analysis are annexed and form part of this report.

APPRECIATION:

The Board of Directors wish to place on record their appreciation for the co-operation and support of the Company's Bankers, its valued customers, employees and all other intermediaries concerned with the company's business.

We directors sincerely thank all members for supporting us during the difficult days. We look forward to your continued support and reiterate that we are determined to ensure that the plans are successfully implemented.

By Order of the Board of Directors

Place: Mumbai
Date: 31st August 2013

Priya Rawal
Chairman & Managing Director

REPORT ON CORPORATE GOVERNANCE**A MANDATORY REQUIREMENTS:****1.COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE :**

Corporate Governance philosophy stems from our belief that corporate governance is a vital element in improving effectiveness and growth as well as enhancing investor confidence.

Company's philosophy is to keep transparency towards all the stakeholders and hence whenever and wherever required statement to that effect has been given and incorporated. The company takes feedback into account in its periodic reviews of the guidelines to ensure their continuing relevance, effectiveness and responsiveness to the needs of stakeholders.

1. BOARD OF DIRECTORS :

- **Composition:**

The present strength of the Board is Four Directors. The Board comprises of Executive and Non-Executive Directors. The Non-Executive Directors bring independent judgment in the Board's deliberations and decisions. There are 2 independent Directors.

- **Attendance of each Director at the Board Meeting and the last AGM**

Six Board Meetings were held in the Financial Year 2012-2013. The dates on which the said meetings were held are as follows:-

24/05/2012, 06/08/2012, 09/11/2012, 31/12/2012, 30/01/2013, 18/02/2013

Details of Attendance, Number of other Companies or Committees the Director (being a Director as on the date of the Directors' Report) is a Director/Chairperson:

Name of Director	Category of Directorship	No. of Board Meetings Attended	No. of other Companies In which Director	No. of Committees (other than the company)	Attendance at the last AGM
PRIYA RAWAL (Note 1)	Chairperson & Whole Time Director	2	NA	NA	NO
GAURAV BAHETY (Note 2)	Executive Director	NA	NA	NA	NA
MANISH JAIN	Independent Director	6	1	NA	YES
ANIL TANDON	Independent Director	6	5	NA	YES
RAJENDRA PRASAD GOGAWAT	Independent Director	6	1	NA	YES

Note 1: Ms. Priya Rawal was appointed as Additional Director w.e.f. 31st December 2012 and appointed as Chairperson and Managing Director of the company with effect from 31st August 2013

Note 2: Mr. Gaurav Bahety is appointed as Additional Director & Executive w.e.f. 31st August 2013

▪ **Directors Remuneration/ Compensation:**

Sr No.	Name of the Director	Designation	Sitting Fees Rs.	Salaries, Commission Etc. (Rs.)	Total (Rs.)
1	Manish Jain	Independent Director	NIL	NIL	NIL
2	Rajendra Prasad Gogawat	Independent Director	NIL	NIL	NIL
3	Anil Tandon	Independent Director	NIL	NIL	NIL
4	Priya Rawal	Managing Director	NIL	NIL	NIL
5	Gaurav Bahety	Executive Director	NA	NA	NA

2. COMMITTEES OF THE BOARD

A) AUDIT COMMITTEE:

The Audit Committee was formed during the year on February 18th 2013, but no meeting was held till the end of this Financial Year. The constitution of Audit Committee also meets with the requirements of Section 292A of the Companies Act, 1956 & Clause 49 of the Listing Agreement and the terms of reference stipulated by the Board for the Audit Committee covers the matters specified in aforesaid Section & Clause of Listing Agreement.

i. Reference:-

The Audit Committee of the Board, inter-alia, provides reassurance to the Board on the existence of an effective internal control environment that ensures:

ii. Efficiency and effectiveness of operations:-

1. Safeguarding of assets and adequacy of provisions for all liabilities.
2. Reliability of financial and other management information and adequacy of disclosures
3. Compliance with all relevant statutes.

iii. The Audit Committee is empowered pursuant to its terms of reference Inter – alia to :-

1. Investigate any activity within its terms of reference and to seek any information requires from any employee.
2. Obtain legal or other independent professional advice and to secure the attendance of outsiders with relevant experience and expertise, when considered necessary.

iv. The role of the Committee is :

1. Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending the appointment and removal of external auditors, fixation of audit fee and approval of payment of fees for any other services rendered by them.
3. Reviewing with the management the financial statements before submission to the Board, focusing primarily on :
 - a. Any changes in accounting policies and practices
 - b. Major accounting entries based on exercise of judgment by management
 - c. Qualifications in the draft audit report
 - d. Significant adjustments arising out of audit
 - e. The going concern assumption
 - f. Compliance with accounting standards
 - g. Any related party transactions as per the accounting standards
 - h. Compliance with legal requirements concerning financial statements
4. Reviewing with the management, external and internal auditors the adequacy of internal control system and the Company's statement on the same prior to the endorsement by the Board.
5. Reviewing reports of internal audit and discussions with them on any significant findings and follow-up thereon.
6. Reviewing the findings of any internal investigations by the internal audit where there is a suspected fraud or irregularity or failure of internal control system.
7. Discussions with the external auditors before the audit commences on nature and scope of audit as well as after conclusive audit to ascertain any areas of concern and review the comments contained in the management letter.

B) REMUNERATION COMMITTEE:**Terms Of Reference:**

The committee was also formed on 18th February 2013 to review, assess and recommend the appointment of Executive and Non-Executive Directors and to review their remuneration package, to recommend compensation to the Non-Executive Directors in accordance with the provisions of the Companies Act, 1956, and to administer and superintend the same. No meeting of Remuneration Committee was held during the year under review.

C) SHARE TRANSFERS AND INVESTORS/SHAREHOLDERS GRIEVANCE COMMITTEE

As on 31st March 2013, the Company's Investors/Shareholders Grievance Committee had not received any complaints from the Shareholders. The Company has no pending transfer at the end of the financial year.

3. GENERAL BODY MEETING:

Details of the location of the last three AGMs & EGMs and the details of the resolution passed or to be passed by Postal Ballot.

Year Ended	AGM/EGM	Date	Place of meeting	Time	Special Resolutions Passed
2009-10	AGM	28.09.2010	502, ARCADIA BUILDING, 195. NCPA MARG, NARIMAN POINT, MUMBAI. MAHARASHTR A- 400021.	12.00 AM	NIL
2010-11	AGM	30.09.2011		12.00 AM	NIL
2011-12	AGM	29.09.2012		12.00 AM	NIL
2012-13	EGM	28.01.2013		11.00 AM	1. Increase In Authorized Share Capital. 2. Consequential alterations to Memorandum and Articles of association 3. Issue of shares on preferential basis. 4. Change of Name of the Company.

All the resolutions including special resolutions set out in the respective Notices of the meetings aforesaid were passed by the Shareholders of the Company at the respective meetings.

4. NOTES ON DIRECTORS SEEKING APPOINTMENT/REAPPOINTMENT AS REQUIRED UNDER:

Name	Mrs. Priya Rawal	Mr. Gaurav Bahety
Age	40	23
Qualification	B.Com	B.Com
Nature of Expertise	Financial Market & Business Development	Master Marketing Management
Experience		
Name of the Companies in which also holds Directorship	NA	NA
Name of the Companies in committees of which also holds Membership/ Chairmanship	NA	NA
Shareholding in the Company	NA	NA

5. DISCLOSURES:

There are no materially significant transactions made by the company with its promoters, the Directors or the Management, their subsidiaries or relatives etc., which require separate disclosure.

No penalties/strictures have been imposed on the company by any regulatory authority for non-compliance of any laws.

a. Related Party Transaction:

The Company has not entered in any related party transaction as per section 301 of the companies Act, 1956.

b. Disclosure of Accounting Treatment:

In the preparation of financial statements, the company has followed the accounting standards issued by the Institute of Chartered Accountants of India to the extent applicable.

c. Disclosure of Risk Management:

The Company has laid down procedure to inform board of members about the risk assessment and minimization procedures which is periodically reviewed by the Board.

d. Code of conduct:

The Company adopted the code of conduct and ethics for directors and senior management. The code had been circulated to all the members of the board and senior management. The Board members and senior management have affirmed their compliance with the code and a declaration signed by the manager of the company appointed in terms of the Companies Act, 1956.

e. Subsidiary Companies

The Company does not have any subsidiary as on 31st March, 2013.

f. Proceeds from Public Issue/ Preferential Issue

The proceeds raised from Preferential Issue of shares are being utilized in terms of the objects of the issue and in accordance with the approval of shareholders dated 28th January 2013 under Section 81 (1A) of the Companies Act, 1956.

g. Management Discussion and Analysis Report

The Management Discussion and Analysis Report has been provided as Annexure to the Directors' Report.

h. Details of Non-compliance with regard to Capital Market

With regard to the matters related to capital market, the Company has complied with all the requirements of Listing Agreement as well as SEBI regulations. No penalties were imposed or strictures passed against the Company by the stock Exchanges, SEBI or any other statutory authority during the last three years in this regard.

i. Details of Compliance with Mandatory Requirements and Adoption of Non-mandatory Requirements of Clause 49 of the Listing Agreement

The Company has complied with all the mandatory requirements as mandated under Clause 49 of the Listing Agreement. A certificate, from D. S. Momaya & Co., Company Secretaries, a firm of practicing company secretaries, to this effect has been included in this report. Besides mandatory requirement, the Company has constituted a Remuneration Committee to consider and approve the remuneration of executive directors and other senior employees of the Company.

j. Whistle Blower Policy

The Company does not have a formal whistle blower policy. However, the Company has its intranet portal, wherein all the employees are free to express their feedback/suggestions/complaints, if any.

6. MEANS OF COMMUNICATION:

The Board of Directors of the Company approves and takes on record the un-audited/audited financial results in the Performa prescribed by the Stock Exchange within one month of close of quarter/half year and announces forthwith the results to all Stock Exchange where the shares of the Company are listed. The results, presentations and all other official news releases are displayed at the Company's website: [http:// www.maltitextiles.com](http://www.maltitextiles.com) along with the websites of the Stock Exchange: www.bseindia.com.

Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority, on any matter related to capital markets, during the last three years:

7. GENERAL SHAREHOLDERS INFORMATION:

- | | | |
|-------|----------------------------|--|
| i. | Annual General Meeting | Date : 27 th September 2013
Time : 10 A.M
The Maharaja Business hotel, Kohinoor Complex, Service Road W.E. Highway, Rawalpada, Dahisar (East), Mumbai-400068. |
| ii. | Financial Calendar | a) April to March
b) 1st Quarter Results - within 45 days from the end of the Quarter
c) 2nd Quarter Results- within 45 days from the end of the Quarter
d) 3rd Quarter Results - within 45 days from the end of the Quarter
e) 4th Quarter Audited Results - within 60 days from the end of the Quarter |
| . iii | Date of Book Closure | 20 th September 2013 till 27 th September 2013
(both days inclusive) |
| iv | Listing on Stock Exchanges | Bombay Stock Exchange |

- v ISIN Number INE907N01011
- vi BSE Scrip Code 512207
- vii Registrar and Transfer Agents **ABHIPRA CAPITAL LTD.**
BM-1, A-387, Abhipra complex,
Dilkhush industrial area,
G. T. karnal road,
Azadpur,delhi,
Delhi,110033
Tel. : 011-42390725
Email : jeewatrai@abhipra.com
- viii Registered Office 502, Arcadia Building,
195, NCPA Marg,, Nariman Point,
Mumbai.
Maharashtra 400021

ix) Listing of Equity Shares:

The securities of your company are listed at BSE. The Trading in company's securities was permitted by BSE and securities of the company remain active at Bombay Stock Exchange Ltd. the company has paid the listing fees for the year 2013-2014 to BSE.

x) Market Price Data: High, Low during each month during the last financial year

Month*	Price of Effingo Textile and Trading Ltd. on Bombay Stock Exchange Limited (Price in Rs. Per share)		
	High	Low	Close
March 2013	504.00	504.00	504.00

*Note:- During April 2012 to February2013 the share was not traded on BSE

xi) Buy-Back Of Shares

There was no buy-back of shares during the year under review.

Share Transfer System:

All the transfer received are processed by the Share Transfer Agent - Abhipra Capital Ltd. Email: jeewatrai@abhipra.com and approved by the Board/Committee and returned well within the stipulated period from the date of receipt.

xii) Distribution Of Shareholding As On 31.03.2013:

Distribution of Shares	No. of Shareholders	Percentage to Total No. of Shareholders	No. of Shares held	Percentage to total Share Capital
UPTO-2500	50	28.409	45800	0.042
2501-5000	0	0.000	0.000	0.000
5001-10000	0	0.000	0.000	0.000
10001-20000	11	6.250	200000	0.182
20001-30000	15	8.523	430000	0.391
30001-40000	4	2.273	160000	0.146
40001-50000	13	7.386	635600	0.578
50001-100000	14	7.955	1235000	1.123
100001&Above	69	39.205	107253600	97.539
Total	176	100.00	109960000	100.00

xiii) Shareholding pattern as on 31.03.2013 is as follows:

Category	No. of Shares held	Holding Strength %
Insurance Cos./Banks	Nil	Nil
U.T.I.	Nil	Nil
NRIs	Nil	Nil
Mutual Funds	Nil	Nil
Bodies Corporate(Non-institutions)	9	10.33
Resident Indians	147	86.05
Promoters/Directors and their relatives	4	3.21
Hindu Undivided Families	8	0.41
Total	168	100.00

xiv) Dematerialization of shares

The total equity shares Capital of the Company is 109960000 as on 31st March 2013, out of the total paid up equity capital were held in electronic form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and Physical Form. All the demat requests were generally processed and confirmed within 7 days of receipt.

xv) Address for correspondence:**EFFINGO TEXTILE & TRADING LIMITED**

502, Arcadia Building,
195, NCPA Marg, Nariman Point,
Mumbai-400021.

Shareholders correspondence may be directed to the company's Registrar and Share Transfer Agents whose reference is given below:

ABHIPRA CAPITAL LTD

BM-1, a-387, Abhipra Complex,
Dilkhush Industrial Area,
G. T. Karnal road,
Azadpur, Delhi,
Delhi-110033
Phone: 011-42390725
Fax: 011-42390830
Email: jeewatrai@abhipra.com

Xvi) Secretarial Audit Report

As stipulated by the Securities and Exchange Board of India, Secretarial Audits have been carried out, by Firm of Practicing Company Secretary, to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the stock exchanges and is also placed before the board of directors. The audit, inter alia, confirms that the total listed and paid-up capital of the Company is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

9. Declaration under Clause 49(I)(D) of the Listing Agreement for compliance with the Code of Conduct

In terms of the provisions of Clause 49 of the Listing Agreements with the Stock Exchanges, it is hereby declared that the Members of the Board of Directors of the Company have affirmed the compliance with the Code of conduct for the year ended 31.03.2012.

By Order of the Board of Directors

Place: Mumbai
Date: 31st August 2013

Priya Rawal
Chairman & Managing Director

MANAGEMENT DISCUSSION & ANALYSIS

Your Directors are pleased to present the Management Discussion and Analysis Reports for the year ended March 31, 2013 as under

Industry Structure and Developments:

Indian textile Industry is one of the leading textile industries in the world. Though was predominantly unorganized industry even a few years back, but the scenario started changing after the economic liberalization of Indian Economy in 1991. The opening up of economy gave the much needed thrust to the Indian Textile Industry, which has now successfully become one of the largest in the world. Indian textile Industry largely depends on the textile manufacturing and export. It also plays a major role in the economy of the country.

India earns about 27% of its total foreign exchange through textile exports. Indian textile industry is also the largest in the country in terms of employment generation. It not only generates jobs in its own industry but also opens up scope for other ancillary sectors.

Opportunities and Threat

Opportunities

With the fresh infusion of funds in the company during the year under review, the company has been able to regain the confidence of the investors and looks forward for viable business opportunities in the field of Textile.

Threat

The Company may face risk in respect of slow down into the Textile market as well as of high competition.

Business operations:

The Company is engaged in the business of Textile industry. During the year under review, the industry faced various challenges due to global and economic slowdown and increasing rates of interest rates. But looking at the huge potential in India for Textile, the company is hopeful of reenter into this sector. The growth in the sector is very good and Management expects better results in forth coming year.

The company has been now focusing on the Textile projects in and around the city of Mumbai. During the year, the company witnessed inflow of funds for business expansion plans of the company. Further based on this, the company has once again started its operations and the company looks forward at the future with hope and zest which will enhance shareholders value of the Company.

Out Look

In light of the new and vibrant management of the company and steady growth in the operations of the company and looking at the huge demand for residential as well as commercial space in Mumbai the company is hopeful of its upward performance the future growth for the benefit of its stakeholders at large.

Internal control System

The company has an effective internal control environment which ensures that operation are managed efficiently and effectively, assets are safeguarded, regulatory are complied with and transactions are

recorded after appropriate authorization. Every quarter, the significant audit findings, the corrective steps recommended and their implementation status are presented to Audit Committee.

Human relations

Human resources have always been most valuable assets for Effingo Textiles Ltd. During the year the company has once again gained the confidence of its Human Resource as well and company constantly seeks to attract and retain the best available talent. Human resources management incorporates a process driven approach that invest regularly in the extensive training programs.

Forward Looking and Cautionary Statements:

The statement in the management discussion and analysis reports describing company objective, projections, estimates, expectation may be “Forward looking statements” within meaning of applicable securities law and regulations are based upon the information and data available with the company assumptions with regard to global economic conditions the government regulations, tax laws other status policies and incidental factors. The company cannot guarantee the accuracy of assumption and perceived performance of the company in future. Hence, it is cautioned that the result may differ from those expressed or implied in this report.

By Order of the Board of Directors

Place: Mumbai
Date: 31st August 2013

Priya Rawal
Chairman & Managing Director

CEO/CFO Certification

We, Mrs. Priya Rawal, Managing Director & Chief Executive Officer and Mr. Gaurav Bahety, Executive Director of Effingo Textile & Trading Limited to the best of our knowledge and belief:

(1) We have reviewed financial statements and the cash flow statement of Effingo Textile & Trading Ltd for the year ended 31st March, 2013 and to the best of our 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;

(ii) These statements and other financial information including in this report present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(2) There are, to the best of their 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.

(3) We accept responsible for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting

(4) We have disclosed to the Company's Auditors and the Audit Committee of Company's Board of Directors all significant deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps taken or propose to take to rectify the deficiencies.

(5) We have indicated to the Auditors and the Audit committee

(i) Significant changes in Company internal control over financial reporting during the year;

(ii) Significant changes in accounting policies during the year if any and that the same have been disclosed in the notes to the financial statements.

(iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or other employee having a significant role in the company's internal control system over financial reporting.

By Order of the Board of Directors

Place: Mumbai
Date: 31st August 2013

Priya rawal
Chairman & Managing Director

AUDITORS' REPORT ON CORPORATE GOVERNANCE

To,
The Members of
Effingo Textile & Trading Limited.

We have examined the compliance of conditions of corporate governance by Effingo Textile & Trading Limited, for the year ended on 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. 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, we certify that the Company has partly complied with the conditions on Corporate Governance as stipulated in the abovementioned Listing Agreement.

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

We further 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 the Company.

For S B JAJOO & CO.,

CHARTERED ACCOUNTANTS
Firm Registration No.125915W

SANTOSH JAJOO

PROPREITOR

M. No. 118622

Place: MUMBAI

Dated: 30.05.2013

INDEPENDENT AUDITOR'S OPINION**To the Members of M/s Effingo Textile & Trading Limited****Report on the Financial Statements**

1. We have audited the accompanying financial statements of **M/s Effingo Textile & Trading Limited**, which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013.
 - (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
 - (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2003("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
8. As required by Section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2013 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For S.B.JAJOO & CO.
Chartered Accountants.

(Santosh B. JAJOO)
Proprietor
Membership No.118622

Place: Mumbai
Date: 30.05.2013

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 7 under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The Company has no fixed assets and hence Para 4 (i) of company (Audit Report) Order,2003 is not applicable.
2. (a) As explained to us, at the end of the year there is no physical inventories. The inventories have been physically verified during the year by the management at reasonable intervals.
(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. However there are interest free unsecured loan given in earlier year outstanding as on March 31, 2013 of Rs.52, 04,000. In case of one party covered in register maintained u/s 301. The maximum amount due during the year was Rs. 52, 14,000 and outstanding balance as on March 31, 2013 is Rs 52, 04,000.
(b) No interest has been charged on above unsecured loans. In our Opinion interest and other terms and condition on which above loans have been given, are prejudicial to the interest of the company with regard to non-charging of interest
(c) The outstanding loans have been rescheduling in earlier year. The management is of the opinion that the same will be recovered within the rescheduled/extended period.
(d) As mentioned in clause iii (c) above as the overdue amount of outstanding loans have been rescheduled by the lenders in earlier years there was no overdue amount outstanding for payment of principal as at March 31, 2013 and as such clause (iii)(d) of the said order is not applicable.

(e) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company has not taken loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. However, there are interest free unsecured loan of Rs. 1,78,84,500 outstanding as on March 31, 2013 in case of 4 parties covered in the register maintained u/s 301 of the Companies Act, 1956. The maximum amount due during the year was Rs.1,78,84,500.

(f) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from Companies, firms or other parties listed in the register maintained u/s 301 are prima facie not prejudicial to the interest of the company.

(g) Parties from whom loans have been taken were rescheduled in earlier years and accordingly no principal was due for payment during the year as per revised stipulation.

4. In our opinion and according to the information and explanations given to us, there is adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories & fixed assets and payment for expenses & for sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.

5. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.

b) As per information & explanations given to us and in our opinion, the transaction entered into by the company with parties covered u/s 301 of the Act does not exceeds five lakhs rupees in a financial year therefore requirement of reasonableness of transactions does not arises.

6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956.

7. As per information & explanations given by the management, the Company did not have any internal audit system commensurate with its size and the nature of its business.

8. As per information & explanation given by the management, maintenance of cost records has not prescribed maintenance of cost record under clause (d) of sub-section (1) of section 209 of the Act, 1956. In respect of products dealt with by the company for the year under review.

9. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on March 31, 2013 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 is no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.

10. The Company does not have any accumulated loss but has incurred cash loss during the financial year covered by our audit. The accumulated losses incurred in previous financial year are more than 50% of the company net worth and Company has incurred cash losses during preceding financial year.

11. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.

12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.

14. According to information and explanations given to us, the Company is trading in Shares, Mutual funds & other Investments. Proper records & timely entries have been maintained in this regard & further investments specified are held in their own name.

15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.

16. Based on our audit procedures and on the information given by the management, we report that the company has not raised any term loans during the year.

17. Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at March 31, 2013, we report that no funds raised on short-term basis have been used for long-term investment by the Company.

18. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has made preferential allotment of shares during the year. The company has allotted share under preferential allotment to parties and company covered in register maintained U/S 301 of the act.

19. The Company has no outstanding debentures during the period under audit.

20. During the year the Company has issued 10,000,000 Equity shares on preferential basis at the rate of Rs.12/- per shares (Including premium of Rs.2/- per share).

21. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

For S B Jajoo & Co.

Chartered Accountants

Firm Reg. No.: 125915W

Santosh B Jajoo

Proprietor

Membership No: 118622

Place: Mumbai

Date: 30.05.2013

EFFINGO TEXTILE & TRADING LIMITED
(Formerly known as Malti Textile Mills Limited)

Balance Sheet as at 31st March 2013

Particulars	Note No.		As at March 31, 2013 Rupees	As at March 31, 2012 Rupees
<u>EQUITY AND LIABILITIES</u>				
SHAREHOLDER'S FUND				
Share Capital	1	109,960,000	9,960,000	
Reserves & Surplus	2	<u>14,447,629</u>	124,407,629	<u>(5,885,861)</u> 4,074,139
NON-CURRENT LIABILITIES				
Long Term Borrowings	3	19,269,074	17,884,500	
Long Term Provisions	4	<u>17,200</u>	19,286,274	<u>17,200</u> 17,901,700
CURRENT LIABILITIES				
Other Current Liabilities	5	3,996,763	4,142,094	
Short Term Provisions	6	<u>245,482</u>	4,242,245	<u>95,482</u> 4,237,576
			<u>147,936,148</u>	<u>26,213,415</u>
<u>ASSETS</u>				
NON CURRENT ASSETS				
Non Current Investment	7	45,199,268	19,301,133	
Long Term Loans & Advances	8	<u>100,485,448</u>	145,684,716	<u>6,191,065</u> 25,492,198
CURRENT ASSETS				
Cash & Cash Equivalents	9	476,344	12,610	
Other Current Assets	10	<u>1,775,088</u>	2,251,432	708,607 721,217
			<u>147,936,148</u>	<u>26,213,415</u>

Significant Accounting Policies 18
Notes on Financial Statements 1 to 29
Notes forming an integral part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE ANNEXED

For **S B JAJOO & CO.**,
CHARTERED ACCOUNTANTS
Firm Registration No.125915W

FOR AND ON BEHALF OF THE BOARD OF
EFFINGO TEXTILE & TRADING LIMITED

SANTOSH JAJOO
PROPREITOR
M. No. 118622

MANISH JAIN
DIRECTOR

PRIYA RAWAL
DIRECTOR

Place: **MUMBAI**
Dated: **30.05.2013**

EFFINGO TEXTILE & TRADING LIMITED
(Formerly known as Malti Textile Mills Limited)

STATEMENT OF PROFIT AND LOSS
For the year Ended 31st March, 2013

Particulars	Note No.	For the Year Ended March 31, 2013 Rupees	For the Year Ended March 31, 2012 Rupees
INCOME			
Revenue from Operation	11	45,085,000	46,380
Other Income	12	2,061,366	-
Total Revenue		47,146,366	46,380
EXPENSES			
Purchase of Stock-in-Trade	13	44,145,750	-
Finance Cost	14	95,841	-
Employee Benefit Expense	15	85,000	-
Other Expenses	16	2,336,285	72,359
Total Expenses		46,662,876	72,359
Profit / (Loss) before tax		483,490	(25,979)
Less : Tax expenses (Represents for Current years)		(150,000)	(3,427)
Profit / (Loss) for the year		333,490	(29,406)
Earnings Per Equity Shares			
Basic & Diluted	17	0.16	(0.03)
Significant Accounting Policies	18		
Notes on Financial Statements	1 to 29		
Notes forming an integral part of the Financial Statements			

AS PER OUR REPORT OF EVEN DATE ANNEXED

For S B JAJOO & CO.,
 CHARTERED ACCOUNTANTS
 Firm Registration No.125915W

FOR AND ON BEHALF OF THE BOARD OF
 EFFINGO TEXTILE & TRADING LIMITED

SANTOSH JAJOO
 PROPRIETOR
 M. No. 118622

MANISH JAIN
 DIRECTOR

PRIYA RAWAL
 DIRECTOR

Place: MUMBAI
Dated: 30.05.2013

EFFINGO TEXTILE & TRADING LIMITED
(Formerly known as Malti Textile Mills Limited)**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

Particulars	For the Year Ended March 31, 2013 Rupees	For the Year Ended March 31, 2012 Rupees
A. CASH FLOW ARISING FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	483,490	(25,979)
Adjustment for		
Interest Income	(862,266)	-
Miscellaneous Expenses	625	-
Operating Profit Before Working Capitals Changes	(378,151)	(25,979)
Adjustment for		
(Increase)/Decrease in Other Current Assets	(986,858)	(22,169)
(Increase)/Decrease in Trade Payables	(85,331)	-
(Increase)/Decrease in Other Current Liabilities	(60,000)	39,997
Cash Inflow/(Outflow) in course of Operating Activities	(1,510,340)	(8,151)
Direct Taxes Paid	80,248	-
Net Cash Inflow/(Outflow) in course of Operating Activities (A)	(1,590,588)	(8,151)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investments (Net of sales)	(25,898,135)	-
(Increase)/Decrease in Long term loans and advances	(94,294,383)	-
Interest Received	862,266	-
Proceeds from sales of fixed assets	-	6,120
Net Cash Inflow/(Outflow) in course of Investing Activities (B)	(119,330,252)	6,120
C. CASH FLOW FROM FINANCING ACTIVITIES	-	
Proceeds from issue of share capital	100,000,000	-
Proceeds of Securities Premium	20,000,000	-
Proceeds from/(Payments of) Long Terms Borrowing	1,384,574	-
Net Cash Inflow/(Outflow) in course of Financing Activities (C)	121,384,574	-
Net Increase/(decrease) in Cash & Cash Equivalents (A)+(B)+(C)	463,734	(2,031)
Cash & Cash Equivalents at the beginning of the year	12,610	14,641
Cash & Cash Equivalents at closing of the year	476,344	12,610

Note:

- The Cash Flow Statement has been prepared under the 'Indirect Method' set out in Accounting Standard - 3 Cash Flow Statement specified in the Companies (Accounting Standard) Rules, 2006.
- Previous Year figures have been regrouped/rearranged wherever considered necessary to confirm to make them comparable.

AS PER OUR REPORT OF EVEN DATE ANNEXED

For **S B JAJOO & CO.**,
CHARTERED ACCOUNTANTS
Firm Registration No. 125915WFOR AND ON BEHALF OF THE BOARD OF
EFFINGO TEXTILE & TRADING LIMITED**SANTOSH JAJOO**
PROPREITOR
M. No. 118622**MANISH JAIN**
DIRECTOR**PRIYA RAWAL**
DIRECTORPlace: **MUMBAI**
Dated: **30.05.2013**

1. SHARE CAPITAL

Particulars	As at 31st March 2013		As at 31st March 2012	
	No. of shares	Rupees	No. of shares	Rupees
a) Authorized				
Equity Shares of Rs.10/- each	11,000,000	110,000,000	1,000,000	10,000,000
b) Issued, Subscribed and Paid up				
Issued Share Capital of Rs.10/- each	10,996,000	109,960,000	996,000	9,960,000

I) Rights & restriction attached to equity shareholders

The Company has only one class of equity shares having a face value of Rs.10/- each. Every Shareholder is entitled for one vote per share.

The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in cash of interim dividend.

In the event of liquidation, the equity shareholders are entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

II) Reconciliation of the number of Shares outstanding at the beginning and at the end of the reporting period

Equity Shares Outstanding

Particulars	As at 31st March 2013		As at 31st March 2012	
	No. of shares	Value Of Shares	No. of shares	Value Of Shares
Number of equity shares at the beginning of the year	996,000	9,960,000	996,000	9,960,000
Add: Additions during the period	10,000,000	100,000,000	-	-
Less: Reduction during the period	-	-	-	-
Number of equity shares outstanding at the end of the year	10,996,000	109,960,000	996,000	9,960,000

Presently as option are available on un-issued Share Capital.

III) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company :

Particulars	As at 31st March 2013		As at 31st March 2012	
	No. of Shares	% of Holdings	No. of Shares	% of Holdings
VMA Finance Pvt. Ltd.	-	-	239,040	24
Mr. Manish Jain	-	-	119,520	12
Mr. Vineet Jain	-	-	119,520	12
MVA Finance Pvt. Ltd.	-	-	239,040	24
Smt. Anju Jain	-	-	239,040	24

2. RESERVE & SURPLUS

Particulars	As at 31st March 2013		As at 31st March 2012	
	Rupees	Rupees	Rupees	Rupees
Share Premium		20,000,000		-
Profit & Loss Account				
Opening Balance	(5,885,861)		(5,856,455)	
Add: Additions during the period	333,490		(29,406)	
Closing Balance		14,447,629		(5,885,861)

3. LONG TERM BORROWINGS

Particulars	As at 31st March 2013		As at 31st March 2012	
		Rupees		Rupees
Unsecured				
Inter Corporate Loans		18,919,074		17,534,500
From Directors		350,000		350,000
TOTAL		19,269,074		17,884,500

4. LONG TERM PROVISIONS

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
For Standard Assets	17,200	17,200
TOTAL	17,200	17,200

5. OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
Advances Received	3,631,431	3,691,431
Other payables	365,332	450,663
TOTAL	3,996,763	4,142,094

6. SHORT TERM PROVISIONS

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
Provision for Income Tax	245,482	95,482
TOTAL	245,482	95,482

7. NON CURRENT INVESTMENT

Particulars	As at 31st March 2013		As at 31st March 2012	
	No. of shares	Rupees	No. of shares	Rupees
(Quoted):				
Oswal Agro Mills Ltd.	200	6,699	200	6,699
Pasupati Acrylon Ltd.	2,562,097	11,460,870	2,562,097	11,460,870
Arihant Exports Ltd.	87,000	107,280	87,000	177,480
Pasupati Spinning & Weaving Mills Ltd.	101,842	6,954,533	101,842	6,954,533
Global Corporation Ltd.	36,500	293,551	36,500	293,551
Radford Global Limited	305,654	16,628,912	-	-
Videocon Industries	25,000	4,798,007	-	-
Rander Corporation	7,105	1,201,802	-	-
Anjaneya Life Care	2,000	909,183	-	-
Dhenu Buildcon Infra Limited	31,000	2,440,431	-	-
(Unquoted):				
Nontech Plastic Industries Co.)P) Ltd.	2,000	200,000	2,000	200,000
Auto Invest Leasing & Finance (I) Pvt. Ltd.	19,000	190,000	20,000	200,000
Akansha Finvest Ltd.	300	3,000	300	3,000
VMA Finance Pvt. Ltd.	500	5,000	500	5,000
	3,180,198	45,199,268	2,810,439	19,301,133

In the opinion of the management the diminution in the value of long term investment is temporary in nature and hence provisions for the same is not considered necessary.

Aggregate amount of quoted investments	44,801,268	18,893,133
Aggregate market value of quoted investments	49,857,564	17,168,232
Aggregate amount of unquoted investments	398,000	408,000

8. LONG TERM LOANS & ADVANCES

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
Unsecured (Considered Good unless otherwise stated)		
Loans and advances		
-To Related parties	5,204,000	5,214,000
-To Others	95,281,448	977,065
TOTAL	100,485,448	6,191,065

9. CASH & CASH EQUIVALENTS

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
Balance with Banks	261,153	11,592
Cash on hand	215,191	1,018
TOTAL	476,344	12,610

10. OTHER CURRENT ASSETS

Particulars	As at 31st March 2013 Rupees	As at 31st March 2012 Rupees
Commission Receivable	719,822	-
Interest receivable	711,874	694,999
Tax deducted at source	176,929	13,221
Others	300	387
Sundry Receivable	166,163	-
TOTAL	1,775,088	708,607

11. REVENUE FROM OPERATIONS

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Revenue from sale of traded goods	45,085,000	-
TOTAL	45,085,000	-

12. OTHER INCOME

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Interest	862,266	22,500
Profit on sale of shares	84,498	23,880
Commission Received	954,602	-
Other Income	160,000	-
TOTAL	2,061,366	46,380

13. Purchase of Stock-in-Trade

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Purchases	44,145,750	-
TOTAL	44,145,750	-

14. FINANCE COST

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Interest paid	95,841	-
TOTAL	95,841	-

15. EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Salary	85,000	-
TOTAL	85,000	-

16. OTHER EXPENSES

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Rates & Taxes	-	2,736
Advertisement	38,594	18,356
Auditors Remuneration*	26,000	12,500
Bank charges	21,193	132
De-mat charges	-	331
Legal & Professional fees	34,124	21,450
Listing fee	1,127,500	16,854
Custody Fees	6,500	-
Legal Fees & Taxes	1,080,922	-
Miscellaneous Expenses	625	-
Postage & Courier	827	-
TOTAL	2,336,285	72,359

*Payment to auditors is as under:

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
As Statutory Audit Fees	13,000	7,500
As Limited Review Fees	-	-
For Other Services	13,000	5,000
TOTAL	26,000	12,500

17. EARNINGS PER SHARE (EPS)

Particulars	For the year ended March 31, 2013 Rupees	For the year ended March 31, 2012 Rupees
Profit After Tax for the year	333,490	(29,406)
Profit Attributable to Equity Share Holders (A)	333,490	(29,406)
Weighted Average Number of Equity Shares for Basic and Diluted EPS (Nos.)(B)	2,146,685	996,000
Nominal Value of Equity Shares Rs.	10	10
Basic and Diluted EPS Rs. (A/B)	0.16	(0.03)

Note 18: Significant Accounting Policies**a. Business**

M/s Effingo Textile & Trading Limited is public limited listed company. The Company operates in the business of Trading in various products

b. Basis of Accounting & Preparation of Financial Statements

Preparation and presentation of financial statements of the company is disclosed as per the revised Schedule VI notified under the Companies Act, 1956 However, it has significant impact on presentation and disclosures made in the financial statements. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. Accounting policies not stated explicitly otherwise are consistent with Generally Accepted Accounting Principles (GAAP).

The Company generally follows mercantile system of accounting and recognize significant items of income and expenditure on accrual basis as a going concern.

c. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

d. Dividend/Interest Income

Dividend/Interest Income is credited to revenue in the year in which it accrue Income is stated in full with the tax there on being accounted for under advance tax.

e. Investments

Long term investments are stated at cost of acquisition, Provision for diminution in the value of long term investment is made only if, such a decline is other than temporary in the opinion of the management.

f. Taxation

The current Income Tax liability is calculated by the company in accordance with relevant tax provisions and tax advices taken wherever considered necessary.

g. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized only when there is reliable estimate of present obligation on a result of past events. Contingent liabilities are disclosed by way of notes on accounts. Contingent assets are neither accounted nor disclosed in the financial statement due to uncertainty of their realization.

h. Events occurring after the Balance Sheet date

Events occurring after the Balance Sheet date and till the date on which the financial statement are approved which are material in nature and indicates the need for adjustments in the financial statements are considered and accounted.

i. Deferred Taxation

Deferred Taxation is calculated using the liability method in respect of the taxation effect arising from all material timing differences between the accounting and tax treatment of income & expenditure which are expected with reasonable probability to crystallize in foreseeable future. Deferred tax is recognized in the financial statement only to the extent of any deferred tax liability or when such benefits are reasonably expected to be realizable in near future.

j. Earning Per share

Basic earning per share is calculated by dividing the net profit for the year attributable to equity shareholders (after deducting the redeemable preference share dividend) by the weighted average number of equity shares outstanding during the year.

Diluted earning per share is calculated by dividing the net profit attributable to equity shareholders (after deducting the redeemable preference share dividend) by the weighted average number of equity shares outstanding during the year (adjusted for the effects of dilutive options).

Note 19: Information required under Para 3 (ii) (b) of Part II of Schedule VI to the Companies Act, 1956 in respect of items traded during the year:

- a. Since the Company is in the business of trading, the provisions regarding licensed and installed capacity, as well as production & raw - material consumption are not applicable.
- b. Details of items traded –

1) Cloth

Particulars	Current Year		Previous Year	
	Units (Meters)	Amount (Rs.)	Units (Meters)	Amount (Rs.)
Opening Stock	NIL	NIL	NIL	NIL
Purchases	3,00,107	4,41,45,750	NIL	NIL
Sales	3,00,107	4,50,85,000	NIL	NIL
Closing Stock	NIL	NIL	NIL	NIL

Note 20: The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures if any, relating to amounts unpaid as at the year end together with the interest paid/payable as required under the said Act have not been given.

Note 21: In the opinion of the Board, the Current Assets Loans and Advances are not less than the values stated if realized in the ordinary course of business. The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.

Note 22: The Deferred Tax asset arising due to brought forward losses has not been recognized in view of uncertainty as recommended under Accounting Standard '22' (AS-22) on Deferred Taxation issued by the Institute of Chartered Accountants of India.

Note 23: Related Party Disclosure

Major Shareholder	Anju Jain
Director	Sh. Manish Jain
Concerns where major Shareholder/Director has substantial interest	Arihant Exports Limited
	Nityanand Exports & Consultants Co. Ltd.
	Pasupati Acrylon Limited
Associates	VMA Finance Pvt. Ltd.
	MVA Finance Pvt. Ltd.

Transactions with Related Parties:

Particulars	Concerns over which Major shareholder / director has substantial interest		Associate Concern		Director		
	Current Year Rs.	Previous Year Rs.	Current Year Rs.	Previous Year Rs.	Current Year Rs.	Previous Year Rs.	
OPENING BALANCE							
A) Loan & Advance							
Advance Received	-	-	40,000	40,000	-	-	
Loan Given	52,04,000	52,14,000	-	-	-	-	
Loan Taken	79,07,431	79,07,431	1,03,54,500	1,03,54,500	3,50,000	3,50,000	
B) Investment	1,16,38,350	1,16,44,470	5,000	5,000			
Loan Taken	-	-	-	-	-	-	
Loan Received Back	-	-	40,000	-	-	-	
Loan/ Advances Repaid/ Adjusted	70,200	6,120	-	-	-	-	
CLOSING BALANCE							
A) Loan & Advance							
Advance Received	-	-	-	40,000	-	-	
Loan Given	52,04,500	52,14,500	-	-	-	-	
Loan Taken	79,07,431	79,07,431	1,03,54,500	1,03,54,500	3,50,000	3,50,000	
B) Investment	1,15,68,150	1,16,38,350	5,000	5,000	-	-	

Note: Related Party relationship is as identified by the Company and relied upon by the Auditors.

Note 24: Previous year's figures have been regrouped and/or rearranged wherever considered necessary.

Note 25: Company has been Registered as Non Banking Finance Company with RBI vide Registration No.13.00625 dated 07.04.1998.

Note 26: In the opinion of the management, the current assets, loans and advances are expected to

realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.

Note 27: The Deferred Tax asset arising due to brought forward losses has not been recognized in view of uncertainty as recommended under Accounting Standard '22' (AS-22) on Deferred Taxation issued by the Institute of Chartered Accountants of India.

Note 28: Disclosure in respect of loan/advances & investment in its own shares by the company, its subsidiary, associates etc. (as required under clause 32 of listing agreement):-

Particulars	Name of Lonee	Status	Balance as at 31.03.2013 Rs.	Maximum Amount during the year Rs.
Loans where there is no interest	Nityanand Exports & Consultants Co. Limited	Associates	52,04,000 (52,04,000)	52,14,000 (52,14,000)
	Fortune Leasing & Trading Co. Ltd.	Others	4,32,065 (4,32,065)	4,32,065 (4,32,065)

Note 29: Additional particulars as required in terms of paragraph 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.

PARTICULARS

(Rs. In lakhs)

Liabilities Side:

1) Loans and Advances availed by the NBFCs includes of interest accrued thereon but not paid:	Amount <u>Outstanding</u>	Amount <u>Overdue</u>
(a) Debentures : Secured	-	-
Unsecured (other than falling within the meaning of Public deposits	-	-
(b) Deferred Credits	-	-
Term Loans	-	-
Inter-Corporate loans and borrowing	192.69 (178.84)	-
Commercial Paper	-	-
Public deposit*	-	-
Other Loans (Specify nature)	-	-

*Please see Note 1 below

2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid:	<u>Amount Outstanding</u>	<u>Amount Overdue</u>
(a) In the form of Unsecured debentures	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
(c) Other public deposits	-	-
*Please see Note 1 below		

Assets side:

3) Break-up of Loans and Advances including bills receivables (other than those included in (4) below):		
(a) Secured	-	
(b) Unsecured	1022.60	
	(68.99)	
4) Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
(i) Lease assets including lease rental under sundry debtors:		
(a) Financial lease	-	-
(b) Opening lease	-	-
(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Hypothecation loans counting towards EL/HP activities		
(a) Loans where assets have been repossessed	-	
(b) Loans other than (a) above	-	

5) Break-up of Investments:

Current Investments:

1. Quoted:

- | | | |
|-----------------------------|---|---|
| (i) Shares | - | - |
| (a) Equity | - | - |
| (b) Preference | - | - |
| (ii) Debentures and Bonds | - | - |
| (iii) Units of mutual funds | - | - |
| (iv) Government Securities | - | - |
| (v) Other (please specify) | - | - |

2. Unquoted:

- | | | |
|-----------------------------|---|---|
| (i) Shares | - | - |
| (a) Equity | - | - |
| (c) Preference | - | - |
| (ii) Debentures and Bonds | - | - |
| (iii) Units of mutual funds | - | - |
| (iv) Government Securities | - | - |
| (v) Other (please specify) | - | - |

Long Term Investments:

1. Quoted:

- | | | |
|-----------------------------|----------|---|
| (i) Shares | | |
| (a) Equity | 448.01 | - |
| (b) Preference | (188.93) | - |
| (ii) Debentures and Bonds | - | - |
| (iii) Units of mutual funds | - | - |
| (iv) Government Securities | - | - |
| (v) Other (please specify) | - | - |

2. Unquoted:

- | | | |
|-----------------------------|--------|---|
| (i) Shares | | |
| (a) Equity | | |
| | 3.98 | - |
| (b) Preference | (4.08) | - |
| (ii) Debentures and Bonds | - | - |
| (iii) Units of mutual funds | - | - |
| (iv) Government Securities | - | - |
| (v) Other (please specify) | - | - |

- (6) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances including receivables :

Category	Amount net provision
----------	----------------------

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

Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)
----------	--	--------------------------------

1. Related Parties**

a) Subsidiaries	-	-
b) Companies in the same group	-	-
c) Other related Parties	73.58 (99.54)	115.68 (116.38)

2. Other than related parties	320.21* (12.89)	336.31 (76.63)
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Total	393.79 (112.43)	451.99 (193.01)
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*NAV of unquoted shares is not available hence book value considered.

- (8) Other Information

<u>Particulars</u>	<u>Amount</u>
--------------------	---------------

(i) Gross Non-Performing Assets

(a) Related Parties	-
(b) Other than related parties	-

(ii) Net Non-Performing Assets

(a) Related Parties	-
(b) Other than related parties	-

(iii) Assets acquired in satisfaction of debt -

Note: Previous Year figures are given in bracket.

As per our Report of even date annexed.

For S B Jajoo & Co.,
Chartered Accountants
Firm Registration No.125915W

For & on behalf of the Board of Directors of
M/s Effingo Textile & Trading Limited

Santosh B Jajoo
Proprietor
Membership No: 118622
Place: Mumbai
Date: 30.05.2013

Director

Director

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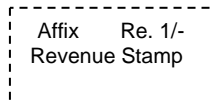
PROXY FORM

Reg.Folio No. _____ No. of shares: _____

D.P.I.D* _____ Client ID* _____

I / we _____ of _____
being a share holder / shareholders of **EFFINGO TEXTILE & TRADING LIMITED**
Hereby appoint _____ or failing him/her
_____ as my/ our proxy to attend and vote for me / us and on
my/ our behalf at the Annual General meeting of the Company to be held on 27th
September, 2013 at 10.00 A.M. and at any adjournment thereof.

Signed this _____ day of _____, 2013



Signature of the shareholder _____

[Signature of Proxy]

Note: The Proxy form duly completed and signed must be deposited at the Registered office of the company not less than 48 hours before the time for holding the Meeting

*Applicable for shares held in electronic form.

EFFINGO TEXTILE & TRADING LIMITED
Regd. Off:502,Arcadia Building,195 NCPA Marg,Mumbai- 400021..

ATTENDANCE SLIP
Annual General Meeting

Reg.Folio NO. _____ No. of shares held _____

Name of the Attending Member _____

D.P.I.D* _____ Client I.D.* _____

I/We hereby record my/our presence at the Annual General Meeting of the company being held on 27th September 2013 at The Maharaja Business hotel,Kohinoor Complex,Service Road,Western Express Highway,Rawalpada,Dahisar(East),Mumbai-400068 .At 10.00 A.M
Signature of the shareholder(s), / Proxy/ Representative _____

Note:

- 1) Member / proxy holder wishing to attend the meeting must bring the attendance slip to the meeting and hand over the same duly signed at the Venue.

BOOK-POST

If undelivered please return to:

EFFINGO TEXTILE & TRADING LIMITED.

Reg.Off:-

502,Arcadia Building,195 NCPA Marg,

Mumbai-400021.