

**MAGNANIMOUS TRADE  
& FINANCE LTD.**

*Annual Report*

2010-2011

**BOARD OF DIRECTORS**

Shri Sudhir Kumar Parasrampur  
*Chairman and Managing Director*

Smt Parwati Parasrampur  
*Director*

Km. Arti Parasrampur  
*Director*

**STATUTORY AUDITOR**

Om Prakash Agarwal & Associates  
Chartered Accountant,  
401, Plaza Kalpana,  
Birhana Road-Kanpur-208001

**Bankers**

HDFC BANK, VIDHYADHAR NAGAR, JAIPUR.

**Registered Office:-**

ROOM NO. 8, C GROUND FLOOR, 12-A,  
NETAJI SUBHASH ROAD, KOLKATA-700001

## **MAGNANIMOUS TRADE & FINANCE LTD**

REGD.OFFICE:- ROOM NO 8, C GROUND FLOOR, 12-A NETAJI SUBHASH ROAD, KOLKATA

### **NOTICE**

Notice is hereby given that Annual General Meeting of the shareholders of **MAGNANIMOUS TRADE & FINANCE Ltd.** will be held at the registered office of the company at ROOM NO 8, C GROUND FLOOR, 12-A NETAJI SUBHASH ROAD, KOLKATA on Friday 30<sup>th</sup> September, 2011 at 10:00 A.M. to transact the following business:

1. To receive, consider and adopt the audited statement of accounts for the year ended on 31-03-2011.and to consider the Director's Report.
2. To appoint retiring Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next annual general meeting and fix their remuneration. The retiring Auditors M/S Om P. Agarwaml & Associates, Chartered Accountants, Kanpur are eligible for re-appointment.
3. To appoint a director in place of SHRI Sudhir Kumar Parasrampurua who retires by rotation and being eligible offer him for reappointment.

ON BEHALF OF THE BOARD

Sd/-

Sudhir kumar Parasrampurua  
DIRECTOR

Dated: 27<sup>th</sup> June 2011

#### **Notes:-**

1. A member entitled to attend and/vote is entitled to appoint a proxy to attend and/vote instead of him and the proxy need not be a member.
2. The proxies in order to be effective must be received by the company not less than 48 hours before the meeting.
3. The shareholders are requested to notify change in address, if any, to the company.

## **MAGNANIMOUS TRADE & FINANCE LTD**

REGD.OFFICE:- ROOM NO 8, C GROUND FLOOR, 12-A NETAJI SUBHASH ROAD, KOLKATA

### **DIRECTORS' REPORT**

Gentlemen,

The Directors hereby present the Annual Report and the audited accounts for the financial year ended 31<sup>st</sup> March 2011.

#### **FINANCIAL RESULTS**

The Company has done a profit of Rs. 2042013.85 after deduction of tax. Profit of Rs.5975248.94 is carried forward towards balance sheet. The Board of Directors are positive towards future growth and hope that with effective planning & the continued co-operation of the agencies involved and support from the management and staff, the company would further improve its performance.

#### **DIRECTORS**

At present, the Board of Directors of the Company comprises of Directors, viz.Sudhir Kumar Parasrampurua, Smt Parwati Parasrampurua and Km.Aarti Parasrampurua.There is no change in the composition of the Board during the period under review.Sudhir Kumar Parasrampurua will retire by rotation at the ensuing Annual General Meeting and eligible offers himself for re-appointment. The Board recommends for his re-appointment at the forthcoming Annual General Meeting of the Company.

#### **AUDITORS**

M/S Om P. Agarwal & Associates, Chartered Accountants, Kanpur , the Statutory Auditors of the Company will retire at the conclusion of the ensuing Annual General Meeting and have given their consent for re-appointment. As required under the provisions of Section 224 (1B) of the Companies Act, 1956, the company has received a certificate from the said auditors to the effect that their re-appointment, if made, would be in accordance with the limits specified in that Section. The Board recommends the re-appointment of M/s Om P. Agarwal & Associates, Chartered Accountants, Kanpur.Comments & qualified remarks, if any in Auditors report are self Explanatory and therefore do not require any further clarification. As regards clause 4 of the Auditors Report regarding payment of principal & interest by the specified parties it is further clarified that the repayment of the principal is strongly pursued also alternatively the management has taken steps for the recovery of the same and in one case is adopting legal recourse.

#### **ADDITIONAL INFORMATION PURSUANT TO SECTION 217 (1) (E)**

Information in accordance with the provisions of Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of board of Directors), Rules, 1988 is as under:-

- |   |      |
|---|------|
| (1) Conservation of Energy              | N.A. |
| (2) Technology Absorption               | N.A. |
| (3) Foreign Exchange Earnings and Outgo | NIL- |

SECRETARIAL COMPLIANCE CERTIFICATE:

Compliance certificate to section 383 A of the Companies Act, 1956 from Company Secretary- in – Practice is enclosed herewith.

DIRECTORS' RESPONSIBILITY STATEMENT:

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

- i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed.
- ii) they had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of state of affairs of the Company as at 31<sup>st</sup> March, 2011 and of the loss of the company for that period.
- iii) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- iv) they had prepared the Annual Accounts on a going concern basis.

ACKNOWLEDGEMENT

The Board of Directors convey their appreciation and thanks for the support extended to the company by banks and various Government Authorities and also to the management and staff of the company for the services rendered by them.

FOR & ON BEHALF OF THE BOARD

SD/-  
(S.K. Parasrampuria)

DIRECTOR

SD/-  
(Parwati Parasrampuria)

DIRECTOR

Dated: 27<sup>th</sup> June 2011

## **OVERALL REVIEW**

### **Economic Overview:**

After global meltdown, in the year 2008 and present economic crises in U.S.A. & European countries which also touches to India by rising inflation due to which RBI is increasing the rates of interest on & off which has resulting in to economic slow down to some extent but keeping in view the all odds still India is emerging as the strong economy in the globe thanks to its Rising domestic savings and investment which are chief engines of growth. There is slow recovery in global economic and financial situation. This will probably generate more inflows in the form of FDI in the Indian economy. But Regulatory uncertainty, both at the federal level and between federal and state levels continues to pose challenges. Further, even though infrastructure spending is increasing, tighter credit conditions may result in a slowdown of private sector activity. Your company has took measures and steps to augment its resources and endeavored for a prospective business proposition in real estate and is striving in this venture.

### **Performance**

During the year under review, the company has earning from long term Investment, real estate, Leave & License & Interest from Loans and Advances. The year under review, proved to be better for the company as compared to previous years. The company is having Reserve & Surplus to the tune of Rs.628.13 lacs and being a debt free company. The company is looking forward new business ventures of Real Estate. The company in the process of taking strategic decisions with regard to the real estate projects as was done in earlier year which will enhance the value of its shares down the line.

### **Internal control systems**

The internal control system is looked after by the executive director himself, who also look after the day to day affairs of the company to ensure compliance of guidelines and policies, adhere to the management instructions and policies to ensure improvements in the system. The internal audit reports are regularly reviewed by the management.

**Financial management and financial performance**

The company has plans for tight budgetary control on key operational performance indication with judicious deployment of funds without resorting to any kind of borrowing.

**Environmental issues:**

As the company is not carrying on any manufacturing activity, the matter relating to produce of harmful gases and the liquid effluents are not applicable.

**Statutory compliance**

The company could not make payment of listing fees to the stock exchanges due to certain problems. But the company is in the process of complying with all the pending compliances with all the regulatory authorities and move forward with its first step of reviving the operations of the company.

**Caution:**

Statements which are based on and describe about management's expectations, estimates, projections, objectives, intentions and assumptions are forward looking statements. Words such as "expects," "anticipates," "plans," "believes," "scheduled," "estimates" and variations of these words and similar expressions are intended to identify forward-looking statements, which include but are not limited to projections of revenues, earnings, segment performance, cash flows. Forward-looking statements are made pursuant to the Companies Act, 1956, Securities Laws and all other applicable acts, statues, rules and regulations as amended from time to time. These statements are not guarantees of future performance and involve certain risks and uncertainties, which are difficult to predict. Therefore, actual future results and trends may differ materially from what was forecasted in forward-looking statements, expressed or implied.

The Company does not undertake any obligation to update or publicly release any revisions to forward-looking statements to reflect events, circumstances or changes in expectations after the date of this report.

## PRISK AND CONCERN

The company is in the process of taking up the new venture of real estate business which has some risk due to slow down of growth in the country and the melt down of European economy but keeping in view the increasing population and per capita income and requirement of houses and infrastructure development at the micro and macro level the real estate business will provide a thrash hold to the company in India. It may be possible that in near future the return on investment be some what lower but in the long run it will be a profitable business.



## **MAGNANIMOUS TRADE AND FINANCE LIMITED**

### **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL**

#### **1.0 INTRODUCTION**

- 1.1 This Code of Ethic ("Code") shall be called "The Code of Conduct for Board Members and Senior Management Personnel" of **Magnanimous Trade and Finance Limited** ("the Company").
- 1.2 The purpose of the '\_Code' is to reflect business practices and principles of behavior of the Board Members and Senior Management Personnel in affirming their commitment to Good Governance in line with the Company's Philosophy on Corporate Governance.
- 1.3 This '\_Code' has been framed specifically in compliance with the provisions of Clause 49 of the Listing Agreement with Stock Exchanges. However, the Functional Directors and Senior Management Personnel will continue to be governed by the Company's Discipline Rules which govern the conduct of all employees of the Company.
- 1.4 The '\_Code' shall come into force with effect from 1st day of January 2006.

#### **2. DEFINITIONS & INTERPRETATIONS:**

In this Code, unless repugnant to the meaning or context thereof, the following expressions shall have the meaning given to them as under :-

- 2.1 "Board Members" shall mean the members on the Board of Directors of the Company.
- 2.2 "Whole-time Director" shall mean the Board members who are in Whole-time employment of the Company including the C&MD.
- 2.3 "Part-time Director" shall mean the Board members who are not Whole time Directors and include Part-time (Official) Directors and Part-time (Non-Official) Directors of the Company.
- 2.4 "Relative" shall mean a '\_relative' as defined under Section 2(41) and Section 6 read with Schedule IA of the Companies Act, 1956.
- 2.5 "Senior Management Personnel" shall mean and include all the Senior functionaries i.e. Company Secretary, Module Manager and Functional Heads (excluding Whole-time Directors) In this '\_Code' words importing masculine shall include feminine and words importing singular shall include the plural and vice versa.

### **3. APPLICABILITY:**

This 'Code' shall be applicable to the following persons:

- a) Whole-time Directors / Managing Director
- b) Part-time Directors
- c) Company Secretary
- d) All Module Heads and Functional Heads.

### **4.0 KEY REQUIREMENTS**

The Board Members and Senior Management Personnel shall function within the authority conferred upon them by the Company, keeping the best interest of the Company in view and they

- shall act with utmost care, skill, diligence and integrity
- shall act in utmost good faith and fulfill the fiduciary obligations without allowing their independence of judgment to be compromised
- shall not be involved in taking any decision on a subject matter in which conflict of personal interest arises or which in their opinion is likely to arise
- shall avoid any dealing with a contractor, supplier or service provider that compromises the ability to transact business on a professional, impartial and competitive basis or influence decision to be made on behalf of the Company
- shall not exploit for his own personal gain, opportunities that are discovered through use of corporate property, information or position, unless the opportunity is disclosed fully in writing to the Board of Directors and the Board declines to pursue such opportunity.

### **5. COMPLIANCES**

The Board Members and Senior Management Personnel shall comply with all applicable laws, rules and regulations.

### **6. CONFIDENTIALITY OF INFORMATION**

Any information concerning the Company's business, its customers, suppliers, etc, and to which the Board Members and Senior Management Personnel have access or possesses such information, must be considered confidential and held in confidence. No Board Members or Senior Management Personnel shall provide any information either formally or informally, to the press or any other public media, except as required in the

performance of the regular corporate duties. However, Board Members or Senior Management Personnel shall be free to disclose such information which is

- (a) Part of the public domain at the time of disclosure.
- (b) Authorized or required to be disclosed pursuant to a decision of the Board.
- (c) Required to be disclosed in accordance with applicable laws, rules, regulations or guidelines.

#### **7. PROTECTION OF ASSETS**

The Board Members and Senior Management Personnel shall protect the Company's assets including physical assets, information and intellectual rights and shall not use the same for personal gain.

#### **8. ENFORCEMENT OF 'CODE'**

Each Board Member and Senior Management Personnel shall be accountable for full compliance of this Code.

#### **9. AMENDMENTS TO THE CODE**

The provisions of this Code can be amended/ modified by the Board of Directors of the Company from time to time and all such amendments/ modifications shall take effect from such date as the Board may decide. The Board may delegate the authority to make amendment to the Code to the Chairman & Managing Director or any other Director as Board may deem fit.

#### **10. PLACEMENT OF THE CODE ON WEBSITE**

Pursuant to Clause 49 of the Listing Agreement, this 'Code' and any amendments thereto shall be posted on the website of the Company.

#### **11. ANNUAL COMPLIANCE REPORTING**

It terms of Clause 49 of the Listing Agreement, all Board Members and Senior Management Personnel shall affirm compliance of this Code within 30 days of close of every financial year in the proforma enclosed as Appendix I to this Code. The Annual Compliance Report shall be forwarded to the Compliance Officer.

#### **12. CONSEQUENCES OF NON- COMPLIANCE OF THIS CODE**

- 12.1 In case of breach of this Code by the Directors, the same shall be considered by the Board of Directors for initiating appropriate action, as deemed necessary.

12.2 In case of breach of this 'Code' by the Whole-time Directors/ Managing Director and Senior Management Personnel, the same shall be dealt with in accordance with the Discipline Rules of the Company.

### **13. ACKNOWLEDGEMENT OF RECEIPT OF THE CODE**

All Board Members and Senior Management Personnel shall acknowledge receipt of this Code or any modification(s) thereto, in the acknowledgement form annexed to this Code vide Appendix-I and forward the same to the Compliance Officer.

**MAGNANIMOUS TRADE AND FINANCE LIMITED**

**CODE OF CONDUCT  
FOR  
BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL**

**ANNUAL COMPLIANCE REPORT**

I, Sudhir Kumar Parasrampuria, do hereby solemnly affirm to the best of my knowledge and belief that I, have in letter and in spirit complied with the provisions of the **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL** during the financial year ending 31 st March,2011.

Signature

Name : Sudhir Kumar Parasrampuria

Designation : Managing Director

Date : 29th April, 2011

Place : Kanpur

**MAGNANIMOUS TRADE AND FINANCE LIMITED**  
**CODE OF CONDUCT**  
**FOR**  
**BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL**

ACKNOWLEDGEMENT FORM

I, Sudhir Kumar Parasrampurua, have received and read the company's" **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL** ( " this code") I have understood the provisions and policies contained in this code and I agree to comply with this code.

Signature :

Name : Sudhir Kumar Parasrampurua

Designation : Managing Director

Date : : 29<sup>th</sup> April,2011

Place : Kanpur

**MAGNANIMOUS TRADE AND FINANCE LIMITED**

**CODE OF CONDUCT  
FOR  
BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL**

**ANNUAL COMPLIANCE REPORT**

I, Parwati Parasrampuria, do hereby solemnly affirm to the best of my knowledge and belief that I, have in letter and in spirit complied with the provisions of the **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL** during the financial year ending 31 st March,2011.

Signature

Name : Parwati Parasrampuria

Designation : Director

Date : 29th April, 2011

Place : Kanpur

**MAGNANIMOUS TRADE AND FINANCE LIMITED**

**CODE OF CONDUCT  
FOR  
BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL**

**ACKNOWLEDGEMENT FORM**

I, Parwati Parasrampur, have received and read the company's" **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL** ( " this code") I have understood the provisions and policies contained in this code and I agree to comply with this code.

Signature :

Name : Parwati Parasrampur

Designation : Director

Date : : 29<sup>th</sup> April,2011

Place : Kanpur



**AUDITOR'S REPORT**

**TO,  
THE MEMBERS OF,  
MAGNANIMOUS TRADE & FINANCE LIMITED,  
KOLKATA**

1. We have audited the attached Balance Sheet of MAGNANIMOUS TRADE & FINANCE LIMITED, KOLKATA, as at 31st March, 2011 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by 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 Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act 1956, we enclose in the Annexure "A" statement of the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph (3) above, we report that :-
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes, of our audit.
  - b) In our opinion, proper books of account as required by Law have been kept by the company so far as appears, from our examination of those books.
  - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the applicable accounting standards referred to in Sec.211 (3C) of the Companies Act, 1956.

**Om P. Agarwal & Associates**  
Chartered Accountants

e) On the basis of the written representations received from the Directors as on 31st March, 2011 and taken on record by the Board of Directors we report that none of the directors is disqualified as on 31.03.2011 from being appointed as director in terms of section 274(1) (g) of the Companies Act, 1956.

f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the 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, Subject to the following;

Loans & Advances include Rs. 1409033.00 from Shri Prakash Kanodia. No recovery of this loan have been made. The company has adopted legal recourse for recovery of the same. However, provision for bad debts has not been made. (Refer Note No. 5 of Notes on Accounts).

- I. In the case of the Balance Sheet of the State of affairs of the Company as at 31st March, 2011 and;
- II. In the case of the Profit and Loss Account of the Company of the Profit for the year ended on that date.
- III. In the case of cash flow statement, of the cash flows for the year ended on that date.

PLACE : KANPUR  
DATED : 27.06.2011

ANNEXURE REFERRED TO IN PARAGRAPH (3) OF OUR REPORT OF EVEN DATE

1. The nature of the Company's business/activities during the year is such that Clause (viii), of paragraph 4 of the Companies (Audit Report) Order, 2003 are not applicable to the company for the year ended 31.03.11.
2.
  - 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 in a phased, periodical manner, 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) Based on our scrutiny of records of the company and the information and explanation required by us, we report that company has not disposed off any Fixed Assets during the F.Y. 2010-11.
3.
  - a) As explained to us inventory have been physically verified by the management at reasonable intervals during the year. In our opinion the frequency of verification is reasonable, having regard to the size of the company and the nature of its business.
  - b) 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) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been duly adjusted.
- 4) The parties to whom the loans, or advances in the nature of loans have been given by the company are repaying the principal amount as stipulated and are also regular in payment of the interest except in following two cases, where interest has not been charged/debited by the company.
  - a) Shri Prakash Kanodia Outstanding Balance Rs. 1409033.00
  - b) Smt. Poonam Khurana Outstanding Balance Rs. Nil  
(Out of old balance of Rs. 361250.00 the company has recovered Rs. 250000.00 and the balance Rs. 111250.00 have been written off as bad debts.)

Now Management is taking steps for recovery of the dues from Shri Prakash Kanodia.

- 5a) The company has granted unsecured loans to two parties whose maximum balances at any time during the year were Rs.18849470/- & Rs.9471713/- which are covered in the register maintained under Section 301 of the Companies Act, 1956. The terms and conditions of such loans are not prejudicial to the interest of the company. There are no overdue of such loans

Contd....

- b) The company has not taken unsecured loans from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
6. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and with regard to the sale of goods and services.
- 7.a) In our opinion, and according to the information and explanations given to us, the particulars of contract(s) and arrangement(s) referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under the Act.
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Company Act, 1956 and exceeding the value of Rs. Five lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
8. The company has not accepted any deposits in respect of which provisions of section 58A, 58AA or any other relevant provision of the Companies Act, 1956 are applicable.
9. In our opinion the company has an Internal Audit System which is commensurate with the size of the company.
- 10.a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including investor education Protection Fund, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Service Tax, Excise Duty, Cess and other statutory dues applicable to it.
- b) According to the information and explanation given, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty, Service Tax and Excise Duty were outstanding as at 31st March, 2011 for a period of more than Six Months from the date they became payable.
- c) According to the records of the company, there are no dues of Sales Tax, Income Tax, Custom Tax/Wealth Tax, Service Tax, Excise Duty/Cess which have not been deposited on account of any dispute.
11. The accumulated losses of the company are not more than fifty percent of its net worth. The company has not incurred cash loss during the financial year covered by our audit and has not incurred any cash loss during immediately preceding financial year.

Contd.....

12. According to the records of the company, the company has not borrowed from financial institution or issued debentures till 31st March 2011.
13. According to the information & explanation given to us and based on the documents & records produced to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures or other similar securities.
14. On the basis of our examination of the companies records we are of the opinion that the company is maintaining adequate records regarding transactions and contracts regarding its trading activities in Shares, Securities, Debentures And other investment and timely entries have been made in these records. The Shares, Securities, Debenture and other investment are held by the company in its own name.
15. According to the records of the company and the information and explanations provided by the management, the company has not given any gurantee for loans taken by others from bank or financial institution.
16. According to the records of the company, the company has not obtained any term loan.
17. According to the information and explanations given by the management to us and on overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment by the company.
18. As required by the Non Banking Financial Companies Auditor's Report (Reserve Bank Direction), 1998 we further state that :-
  - a) The company, incorporated prior to 9th January, 1997, had applied for registration as provided in Section 45(A) of The Reserve Bank of India Act, 1934 (2 of 1934) and has received the certificate of Registration from the Reserve Bank of India as investment company.
  - b) The company has complied with the prudential norms relating to income recognition accounting standard, assets classification and provisioning of bad and doubtful debts as applicable to it, except in one case for which we have qualified our Audit Report..
  - c) The Company has a branch office at Jaipur as per information provided to us.
19. According to the records of the company and the information and explanation provided by the management, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained Under Section 301 of the Company Act.
20. According to the records of the company, the company has not issued any debentures.
21. The company has not raised any money by public issues during the period covered by our audit report.
22. In our opinion, and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

Pl ACF : KANPUR -  
DATED : 27.06.2011

MAGNANIMOUS TRADE & FINANCE LTD.

BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT 1956.

1. REGISTRATION DETAILS

State code : 21  
Registration No. : 53925  
Balance Sheet Date : 31-03-2011

2. POSITION OF FINANCING AND DEVELOPMENT OF FUNDS (Amount. In Rs.Thousands)

Public Issue Nil	Right Issue Nil
Bonus Issue Nil	Private Placement Nil

3. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands)

Total Liabilities 70287	Total Assets 70287
Source of Fund Paid up Capital 7474	Reserve & Surplus 62813
Secured Loans Nil	Unsecured Loan Nil
Application Of Fund Net Fixed Assets 10369	Investment 14762
Net Current Assets 43963	Misc. Expenditure Nil
Accumulated Loss Nil	

4. PERFORMANCE OF COMPANY (Amount in Rs.Thousands)

Turnover 7133	Total Expenditure 2259
Profit/(loss) before tax 2042	Profit/(loss) after tax 2042
Earning Per Share in Rs. 2.72	Dividend Rate & Nil

5. GENERAL NAME OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (As Per Monetary Terms)

Item Code No. (ITC Code)	Not Applicable
Product Description	

Sudhir Kumar Parasarampuria  
(Director)

Parwati Parasarampuria  
(Director)

**MAGNANIMOUS TRADE & FINANCE LTD.**  
 Regd. Off. Room No. 8-C, Ground Floor, 12-A, Netaji Subhash Road, Kolkata

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011**

**OPERATING ACTIVITIES**

<b>Profit as per profit &amp; loss account</b>		2,036,447.28
<b><u>Add :</u></b>		
Depreciation	113,928.79	
Decrease in inventories	2,689,959.35	
Decrease in other receivables	68,064.00	2,871,952.14
		4,908,399.42
<b><u>Less :</u></b>		
Decrease in Trade payables	2,321,288.34	
Increase in Loans & Advances	2,763,763.78	
Increase in Deferred Tax Assets	4,004.33	5,089,056.45
		(180,657.03)
<b><u>Less :</u></b>		
Increase in Fixed Deposits	1,000,000.00	
Increase in Fixed Assets	138,101.00	1,138,101.00
		(1,318,758.03)
<b>NET CASH IN FLOW</b>		<b>(1,318,758.03)</b>
<b><u>Add :</u></b>		
Opening Balance of Cash & Bank		2,266,263.93
Closing Balance		<b>947,505.90</b>
Closing Balance of cash & bank as per Balance Sheet		947,505.90

This is the Cash Flow Statement referred to in our Report of Even date.

Place : Kanpur

for and on behalf of the board

Dated : 29.06.2011

(Sudhir Kumar Parasrampur) Director

(Parwati Parasrampur) Director

**MAGNANIMOUS TRADE & FINANCE LTD.**

Regd. Office:- 8-C, Ground Floor, 12-A, Netaji Subhash Road, Kolkata - 700 001

Balance Sheet as at 31st March, 2011

Particulars	Schedules Annexed	As At 31.03.2011		As At 31.03.2010	
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
<b>(I) Sources of Funds</b>					
(1) Share Holders Funds:-					
(a) Share Capital	"A"		7,473,870.00		7,473,870.00
(b) Reserves & Surplus	"B"		62,813,416.44		60,776,969.16
<b>Total Rupees</b>			<b>70,287,286.44</b>		<b>68,250,839.16</b>
<b>(II) Application of funds</b>					
(1) Fixed Assets:	"C"				
(a) Gross Block		11,795,723.79		11,763,483.79	
Addition during the year		138,101.00		32,240.00	
Sale		11,933,824.79		11,795,723.79	
(b) Less Depreciation		1,564,688.27		1,450,759.48	
(c) Net Block			10,369,136.52		10,344,964.31
(2) Investment	"D"		14,762,130.35		14,762,130.35
(3) Deferred Tax Asset			192,727.85		188,723.52
(3) Fixed Deposit (HDFC)			1,000,000.00		
(5) Current Assets Loans & Advances	"E"				
(i) Inventories		14,324,419.63		17,014,378.98	
(ii) Cash & Bank Balances		947,505.90		2,266,263.93	
(iii) Other Receivables		6,442.00		74,506.00	
(iv) Loan & Advances		32,679,236.85		29,915,473.07	
<b>TOTAL RUPEES</b>		<b>47,957,604.38</b>		<b>49,270,621.98</b>	
(6) Less: Current Liabilities & Provisions	"F"				
(a) Liabilities		3,563,893.66		4,644,293.00	
(b) Provisions		430,419.00		1,671,308.00	
<b>TOTAL RUPEES</b>		<b>3,994,312.66</b>		<b>6,315,601.00</b>	
(7) Net Current Assets			43,963,291.72		42,955,020.98
Significant Accounting Policies & Notes on Accounts	"G"				
<b>Total Rupees</b>			<b>70,287,286.44</b>		<b>68,250,839.16</b>

Sudhir Kumar Parasrampuria  
(Director)

Parwati Parasrampuria  
(Director)

Place : Kanpur  
Date : 27.06.2011



**MAGNANIMOUS TRADE & FINANCE LTD.**

Regd. Office:- 8-C, Ground Floor, 12-A, Netaji Subhash Road, Kolkata - 700 001

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

Particulars	Annexure	As at 31.03.2011 Amount Rs.	As at 31.03.2010 Amount Rs.
Sale	1	3,869,724.13	2,447,156.26
Other Income	2	2,801,388.87	3,386,037.80
Dividend		461,525.00	682,710.12
Increase/(Decrease) in Stock of Trading Goods		(2,689,959.35)	(1,845,653.47)
Profit on sale investments		-	(272,260.62)
<b>Total</b>		<b>4,442,678.65</b>	<b>4,397,990.09</b>
Purchase	3	-	169,540.83
Other Expenditure	4	2,258,986.01	2,200,323.69
<b>Total</b>		<b>2,258,986.01</b>	<b>2,369,864.52</b>
Net Profit/(Loss) before depreciation		<b>2,183,692.64</b>	<b>2,028,125.57</b>
Less Depreciation		113,928.79	136,148.35
Less : Provision for Gratuity		27,750.00	33,400.00
Net Profit/(Loss) for The Year after depreciation.		<b>2,042,013.85</b>	<b>1,858,577.22</b>
Add Balance as per last year		3,938,801.66	2,276,310.03
Less : Income Tax Adjustment (A.Y.2007-08)		9,570.90	-
Add : Deferred Tax Expenditure		4,004.33	3,914.41
Less : Provision for Taxation		-	200,000.00
Balance Carried to Balance Sheet		<b>5,975,248.94</b>	<b>3,938,801.66</b>

Sudhir Kumar Parasrampur  
(Director)Parwati Parasrampur  
(Director)Place : Kanpur  
Date : 27.06.2011

MAGNANIMOUS TRADE & FINANCE LTD.

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

SCHEDULE "A" : SHARE CAPITAL

PARTICULARS	AS AT 31.03.2011 AMOUNT (RS.)	AS AT 31.03.2010 AMOUNT (RS.)
<b>AUTHORISED</b>		
23,70,000 Equity Shares of Rs. 10/- (Previous year 23,70,000.00 shares)	23,700,000.00	23,700,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
747387 Equity Shares of Rs. 10/- each 448000 Equity Shares of Rs. 10/- each fully paid up	4,480,000.00	4,480,000.00
299387 Equity Shares of Rs. 10/- each fully paid up (Issued to the shares holders of intersee companies on merger Amalgamation of four companies as per Hon. High Court order of Kolkata)	2,993,870.00	2,993,870.00
<b>Total Rupees :</b>	<b>7,473,870.00</b>	<b>7,473,870.00</b>

SCHEDULE "B" : RESERVE & SURPLUS

PARTICULARS	AS AT 31.03.2011 AMOUNT (RS.)	AS AT 31.03.2010 AMOUNT (RS.)
<b>CAPITAL RESERVE</b> (Arising on Amalgamation of four com as per order of Hon. High Court of Kolkata)	25,178,512.50	25,178,512.50
<b>GENERAL RESERVE</b> (Arising on Amalgamation of four companies as per order of Hon. High Court of Kolkata)	31,659,655.00	31,659,655.00
<b>PROFIT &amp; LOSS ACCOUNT</b>	5,975,248.94	3,938,801.66
<b>Total Rupees :</b>	<b>62,813,416.44</b>	<b>60,776,969.16</b>

Sudhir Kumar Parasrampurua  
(Director)

Parwati Parasrampurua  
(Director)

**MAGNANIMOUS TRADE & FINANCE LTD.**  
**FIXED ASSETS SCHEDULE ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011**

S. No.	Particulars	Rate @	GROSS BLOCK		DEPRECIATION BLOCK			NET BLOCK			
			As At 01.04.10	Additions	Sale/ Adjustment	TOTAL As At 31.03.11	Upto 31.03.10	for the year	Total	WDV as at 31.03.11	WDV as at 31.03.10
1	Motor Cars	25.69%	889,742.00		-	889,742.00	702,122.92	48,574.58	750,697.50	199,044.50	187,619.08
2	Furniture & Fixture	18.10%	170,411.60		-	170,411.60	128,758.98	7,539.12	136,298.10	34,113.50	41,652.62
3	Computer	40%	285,150.00		-	285,150.00	256,256.67	11,557.33	267,814.00	17,336.00	28,893.33
4	Xerox Machine	13.91%	170,000.00		-	170,000.00	154,522.90	2,152.86	156,675.76	13,324.24	15,477.10
5	Land including Devel	NIL	9,796,740.34	103,403.00	-	9,900,143.34	-	0.00	-	9,900,143.34	9,796,740.34
6	Electrical EPABX	13.91%	4,111.82		-	4,111.82	3,172.19	130.70	3,302.89	808.93	939.63
7	Office Equipment	13.91%	47,017.03		-	47,017.03	35,907.63	1,545.32	37,452.95	9,564.08	11,109.40
8	Cell Phone	13.91%	81,796.00	34,698.00	-	116,494.00	31,237.47	9,945.13	41,182.60	75,311.40	50,558.53
9	LCD TV	18.10%	36,000.00		-	36,000.00	16,115.78	3,599.04	19,714.82	16,285.18	19,884.22
10	Air Conditioner	13.91%	106,832.00		-	106,832.00	35,998.08	9,653.00	45,651.08	60,980.92	70,833.92
11	Plant & Machinery	13.91%	111,210.00		-	111,210.00	28,786.71	11,465.08	40,251.79	70,958.21	82,423.29
12	Scooter	25.69%	32,965.00		-	32,965.00	25,412.13	1,955.44	27,367.57	5,597.43	7,552.87
13	Motor Cycle	25.69%	33,400.00		-	33,400.00	22,881.21	2,723.31	25,604.52	7,795.48	10,518.79
14	Telephone	13.91%	9,929.00		-	9,929.00	2,570.12	1,023.62	3,593.74	6,335.26	7,358.88
15	Cooler	13.91%	20,419.00		-	20,419.00	7,016.69	1,864.26	8,880.95	11,538.05	13,402.31
<b>GRAND TOTAL</b>			<b>11,795,723.79</b>	<b>138,101.00</b>	<b>0.00</b>	<b>11,933,824.79</b>	<b>1,450,759.48</b>	<b>113,928.79</b>	<b>1,564,688.27</b>	<b>10,369,136.52</b>	<b>10,344,964.31</b>
<b>PREV. YEAR</b>			<b>11,763,483.79</b>	<b>32,240.00</b>	<b>-</b>	<b>11,795,723.79</b>	<b>1,314,611.13</b>	<b>136,148.35</b>	<b>1,450,758.48</b>	<b>10,344,964.31</b>	<b>10,448,872.66</b>

**ADDITIONS**

1	Cell Phone	13.91	Purchase Cost	19,398.00	Purchase Date	02.04.10	No of days	364.00	2690.87
				15,300.00		22.02.11		38.00	221.57

Sudhir Kumar Parasrampuria (Director)  
 Parvati Parasrampuria (Director)

**MAGNANIMOUS TRADE & FINANCE LTD.**  
SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

**"D" : Long Term Investments (At Cost)**

Company	Kind of Share	Number of Share 31.03.11	Number of Share 31.03.10	Face Value Fully Paid	Cost As On 31.03.2011	Cost As On 31.03.2010
<b>Quoted :</b>						
<b>Shares (Fully paid up)</b>						
T.C Ltd.	Equity	40.00	40.00	10/-	1,194.80	1,194.80
Macro International Exports Ltd.	"	1652200.00	1652200.00 *	10/-	9,913,200.00	9,913,200.00
Member Mercantiles Ltd.	"	257630.00	257630.00 *	10/-	1,030,520.00	1,030,520.00
<b>Sub Total "A" Rupees:</b>		<b>1909870.00</b>	<b>1909870.00</b>		<b>10,944,914.80</b>	<b>10,944,914.80</b>
<b>Unquoted</b>						
<b>Shares (Fully paid up)</b>						
Tri Gautam Motors	Equity	7000.00	7000.00	100/-	35,000.00	35,000.00
Tri Gautam Motors	Preference	11950.00	11950.00	100/-	1,195,000.00	1,195,000.00
Madha Roller Flours Mills (P) Ltd.	Equity	4530.00	4530.00	100/-	246,205.50	246,205.50
Triyam Securities & Finance Ltd.	"	3800.00	3800.00	10/-	22,800.00	22,800.00
Shree Sahkari Samiti Ltd.	"	1.00	1.00	100/-	100.00	100.00
<b>Sub Total "B" Rupees:</b>		<b>27281.00</b>	<b>27281.00</b>		<b>1,499,105.50</b>	<b>1,499,105.50</b>
<b>Total (A+B) Rupees :</b>					<b>12,444,020.30</b>	<b>12,444,020.30</b>
Provision : Diminution in value of investments					<b>1,893,167.30</b>	<b>1,893,167.30</b>
<b>Total "C" Rupees:</b>					<b>10,550,853.00</b>	<b>10,550,853.00</b>
<b>Mutual Funds</b>						
Tri C. Enterprises Equity Fund	units	150000	150,000.00		1,725,000.00	1,725,000.00
Triance Equity Opportunities Fund	units	155762	155762.269		2,486,277.35	2,486,277.35
<b>Total "D" Rupees:</b>		<b>305762</b>	<b>305762.269</b>		<b>4,211,277.35</b>	<b>4,211,277.35</b>
<b>Grand Total Rupees :</b>					<b>14,762,130.35</b>	<b>14,762,130.35</b>

In case of shares (Quoted) quotation of shares have not been available as at 31.03.2011 & as such the quoted rates available as at 31.03.2007. They have been considered for arriving at market value as at 31.03.2011. As per final accounts of these companies is not further diminution in value investment of quoted companies shares.

Provision for diminution in value of shares for Rs. 1893167.30 were made in earlier year and the same is continue in the current year.

Sudhir Kumar Parasrampuria  
(Director)

Parwati Parasrampuria  
(Director)

MAGNANIMOUS TRADE & FINANCE LTD.

Aggregate value of	Cost	Market Value
Quoted companies Shres	10,944,914.80	9,297,732.00
	(10,944,914.80)	(9,297,732.00)
Unquoted companies Shres	1,499,105.50	1,253,121.00
	(1,499,105.50)	(1,253,121.00)
Mutual Funds	4,211,277.35	5,481,263.84
	(4,211,277.35)	(5,364,823.85)

(Figures in brackets are for previous year)

## MAGNANIMOUS TRADE & FINANCE LTD.

### CURRENT ASSETS LOANS & ADVANCES AND CURRENT LIABILITIES & PROVISIONS

EDUE "E" :

PARTICULARS	AS AT 31.03.2011 AMOUNT (RS.)	AS AT 31.03.2010 AMOUNT (RS.)
<b>i) INVENTORIES</b>		
Stock In Trade :		
a) Shares	2,558,530.63	2,874,641.98
b) Shops & Office at Plaza Kalpana, Kanpur	9,930,100.00	12,228,948.00
c) Car parking space at Plaza Kalpana, Kanpur	175,000.00	250,000.00
d) Flats & Offices at Jaipur D - 1	1,660,789.00	1,660,789.00
<b>Total Rupees :-</b>	<b>14,324,419.63</b>	<b>17,014,378.98</b>

**ii) CASH & BANK BALANCES :**

<b>Cash in hand (As certified by the management)</b>		
Jaipur	50,921.84	44,197.21
Head Office, Kanpur	19,364.53	25,601.53
<b>Balance with scheduled banks</b>		
With HDFC Bank Ltd., Park Street, Jaipur	877,219.53	343,816.34
With People Co-Operative Bank Ltd.	-	2,648.85
With SDR with BOB	-	1,850,000.00
<b>Total Rupees :-</b>	<b>947,505.90</b>	<b>2,266,263.93</b>

**iii) LOANS & ADVANCES :**

(Unsecured Considered-Good In respect of which company holds no security other than personal security of borrowers)	30,730,216.00	26,592,245.00
<b>ADVANCES :</b>		
Prepaid Insurance	6,200.00	8,269.00
Security Deposit (Telephone)	2,500.00	2,500.00
Tax Deducted at Source/Advance Tax	1,834,665.21	2,532,499.07
Other Advances	89,599.64	778,904.00
Security Deposit Electricity	1,056.00	1,056.00
Security Deposit Plaza Kalpana Society	15,000.00	-
<b>Total Rupees :-</b>	<b>32,679,236.85</b>	<b>29,915,473.07</b>

**iv) OTHER RECEIVABLES :**

Leave & Licence Receivable (2009-10)	-	37,700.00
Rates & Taxes Receivable	6,442.00	17,570.00
Service Tax Receivable from Tenants	-	19,236.00
<b>Total Rupees :-</b>	<b>6,442.00</b>	<b>74,506.00</b>

Sudhir Kumar Parasrampur  
(Director)

Parwati Parasrampur  
(Director)

**MAGNANIMOUS TRADE & FINANCE LTD.****CURRENT ASSETS LOANS & ADVANCES AND CURRENT LIABILITIES & PROVISIONS****SCHEDULE "F":****I) CURRENT LIABILITIES & PROVISIONS:-****i) Current Liabilities**

Liabilities for Expenses, ( F.Y.2008-09)		10,000.00	10,000.00
Security Deposits (Payable)		200,600.00	276,500.00
Advance received agaisnt sale of Offices (Kanpur)		3,223,000.00	3,448,000.00
Om P. Agarwal & Associates		10,750.00	10,750.00
Sudershan K.Banthia & Co.		14,000.00	-
Plaza Kalpana Society		-	2,820.00
Expenses Payable 2009-10		10,000.00	17,404.00
Expenses Payable 2010-11		14,200.66	-
Liability for uncleared cheques		78,249.00	878,819.00
Reliance Infocom Ltd.		3,094.00	-
		<b>3,563,893.66</b>	<b>4,644,293.00</b>

**ii) PROVISIONS**

Provision for F.B.T. Payable ( A.Y.2008 - 09)		22,669.00	22,669.00
Provision for FBT Payable,(A.Y. 2009-10)		35,000.00	35,000.00
Provision for Gratuity Payable		90,750.00	63,000.00
Service Tax Payable		-	28,639.00
Provision for Income Tax A.Y. 2004-05 (u/s 115 JB)		79,000.00	79,000.00
Provision for Income Tax for ( A.Y.2007 - 08)		-	390,000.00
Provision for Income Tax for (A.Y. 2008-09)		-	850,000.00
Provision for Income Tax for (A.Y. 2010-11)		200,000.00	200,000.00
TDS Payable on Professional Fees		3,000.00	3,000.00
<b>Total Rupees :-</b>		<b>430,419.00</b>	<b>1,671,308.00</b>

Sudhir Kumar Parasrampur  
(Director)

Parwati Parasrampur  
(Director)

## MAGNANIMOUS TRADE & FINANCE LTD.

ANNEXED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

### ANNEXURE "1"

<u>PARTICULARS</u>	<u>AS AT 31.03.2011</u>	<u>AS AT 31.03.2010</u>
	<u>AMOUNT (RS.)</u>	<u>AMOUNT (RS.)</u>
<b><u>SALES</u></b>		
Shares	379,724.13	1,839,156.26
Sale Of Office Kalpana Plaza including car parking	3,490,000.00	608,000.00
<b>Total Rupees :-</b>	<b>3,869,724.13</b>	<b>2,447,156.26</b>

### ANNEXURE "2" : OTHER INCOME

Interest on loans	1,348,385.00	1,408,493.00
Interest on FDR	45,708.04	75,048.00
Leave & Licence Fee	746,614.00	1,283,692.00
Rent received	600,000.00	600,000.00
Sundry Party Adjustment	-	(1,540.20)
Excess Provision Written Back	31,831.83	-
Interest on I.T. Refund	28,850.00	20,345.00
<b>Total Rupees :-</b>	<b>2,801,388.87</b>	<b>3,386,037.80</b>

### ANNEXURE "3" : PURCHASE

Shares	-	169,540.83
<b>Total Rupees :-</b>	<b>-</b>	<b>169,540.83</b>

Sudhir Kumar Parasrampuria  
(Director)

Parwati Parasrampuria  
(Director)



**MAGNANIMOUS TRADE & FINANCE LTD.**

Annexed to and forming part of profit & loss A/c for the year ended 31 March 2011

Annexure '4'

Other Expenditure	As at 31.03.2011 Amount Rs.	As at 31.03.2010 Amount Rs.
Salaries	829,912.00	793,512.00
Bonus	68,955.00	66,793.00
Staff Welfare (Fooding Expenses of Staff)	55,488.95	36,108.49
Travelling Exp.	181,436.00	96,447.97
Conveyance	66,353.00	55,725.00
Printing & Stationery	21,355.00	19,269.00
Legal Expenses	1,470.00	22,094.00
Office Expenses	19,904.00	18,304.35
Bank Charges	56.00	270.85
Rates & Taxes	42,363.00	61,149.00
Listing Fees	10,000.00	10,000.00
Postage & Telegram	7,324.00	8,944.00
Vehicle Running & Maintenance	181,818.00	199,258.10
Telephone Charges	20,128.00	29,336.00
Insurance	13,739.00	19,907.00
Statutory Audit Fee	8,000.00	8,000.00
Tax Audit Fee	2,000.00	2,000.00
Out of Pocket Expenses	750.00	750.00
Director Remuneration	180,000.00	180,000.00
Rent	36,000.00	36,000.00
Building Maintenance	172,756.00	275,404.00
Electric Expenses	69,524.00	115,204.00
Misc. Expenses	5,127.00	5,266.00
Demat Charges	2,343.40	496.93
Cellphone Expenses	30,519.66	36,248.00
Computer Maintenance	2,940.00	-
Guest House Expenses	17,400.00	18,500.00
Office Maintenance	25,828.00	41,536.00
Interest on Late deposit (Ser.Tax)	1,746.00	-
Donation	11,000.00	11,000.00
Professional Charges	61,500.00	30,000.00
Interest of FBT	-	2,800.00
Bad Debts written off	111,250.00	-
<b>TOTAL RUPEES</b>	<b>2,258,986.01</b>	<b>2,200,323.69</b>

Sudhir Kumar Parasrampur  
(Director)

Parwati Parasrampur  
(Director)

**MAGNANIMOUS TRADE & FINANCE LTD.**

Groupings of Balance Sheet

	As at 31-03-2011 Amount (Rs.)	As at 31-03-2010 Amount (Rs.)
<b>Advance Income Tax</b>		
T.D.S. For A.Y. 2004-2005	167,005.00	167,005.00
T.D.S. For A.Y. 2005-2006	119,492.00	119,492.00
T.D.S. For A.Y. 2007-2008	-	296,440.90
T.D.S. For A.Y. 2008-2009	-	254,741.17
T.D.S. For A.Y. 2009-2010	-	410,419.00
T.D.S. For A.Y. 2010-2011	281,271.00	281,271.00
T.D.S. For A.Y. 2011-2012	196,055.21	-
Advance Tax A.Y. 2007-08	-	103,130.00
Advance Tax A.Y. 2008-09	-	600,000.00
Income Tax Receivable (A.Y. 2008-09)	72,417.00	-
Advance Tax A.Y. 2009-10	-	200,000.00
Income Tax Refund Receivable (A.Y. 2009-10)	569,976.00	-
Income Tax Receivable (A.Y. 2009-10)	33,449.00	-
Advance Tax A.Y. 2010-11	100,000.00	100,000.00
Advance Tax A.Y. 2011-12	295,000.00	-
<b>Total Rupees :-</b>	<b>1,834,665.21</b>	<b>2,532,499.07</b>
<b>Loans &amp; Advances :-</b>		
Bhooramal Durgi Devi Public Charitatable Trust	18,849,470.00	12,426,272.00
Parasrampuriam Gems Intern.School	9,471,713.00	7,583,529.00
Poonam Khurana	-	361,250.00
Shri Prakash Kanodia	1,409,033.00	1,409,033.00
Anukampa.Awas Vikas	-	1,000,000.00
Jain Auto & Finance	-	1,000,000.00
Suraj Exports	-	812,161.00
Sara Jeweles	-	1,000,000.00
Rikhab Chand Lodha	1,000,000.00	1,000,000.00
<b>Total Rupees :-</b>	<b>30,730,216.00</b>	<b>26,592,245.00</b>
<b>Other Advances:-</b>		
PGIS (Lease Rent)	-	540,000.00
Tandon & Associates	-	16,995.00
FBT receivable (2007-08)	7,538.00	7,538.00
Fringe Benefit Tax (2008-09)	38,000.00	38,000.00
Fringe Benefit Tax (2009-10)	35,000.00	35,000.00
Reliance Infocom Ltd.	-	50,203.00
Ram Pratap Shukla	-	8,000.00
Matrix & Cellular Service	-	15,625.00
Accrued Interest on FDR	9,061.64	67,543.00
<b>Total Rupees</b>	<b>89,599.64</b>	<b>778,904.00</b>

Sudhir Kumar Parasrampuriam  
(Director)

Parwati Parasrampuriam  
(Director)

**MAGNANIMOUS TRADE & FINANCE LTD.**  
8-C, GROUND FLOOR, 12-A, NETAJI SUBHASH ROAD, KOLKATA 700 001

**SCHEDULE - 'G'**  
SIGNIFICANT ACCOUNTING POLICIES & CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2011 AND THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DAY.

**A) Accounting Policies :**

- 1) GENERAL**  
The Financial statement are prepared under the historical cost convention on the basis of going concern as per applicable accounting standard and the provisions of the Companies Act 1956, as adopted consistently by the company . The company follows mercantile system of accounting.
- 2) FIXED ASSETS**  
Fixed Assets are stated at cost / less accumulated depreciation . Cost comprises of purchase price or construction cost including any cost of bringing the asset to its working condition for use.
- 3) DEPRECIATION**  
Depreciation on Fixed Assets has been provided on W.D.V. method as per clarification and on the basis of rates specified in Schedule XIV to the companies Act 1956 .
- 4) INVESTMENT**  
Long Term investment are stated at cost. In case of permanent diminution in value of certain investments appropriate provision for the same was made in Accounts in earlier year .The same provision is continuing. There is no further diminution in value of investment.
- 5) INVENTORIES OF SHARES AND REAL ESTATE (STOCK IN TRADE )**
  - a) Shares ,stock are valued at cost as on 31<sup>st</sup>, March 2011 as per past practice.
  - b) Real estate are valued at expected net realizable value or cost whichever is lower .
- 6) REVENUE RECOGNITION**  
Revenue / Income except dividend and expenditures except Municipal Taxes are accounted for on accrual basis , as and when they are earned or incurred .
- 7) Deferred Tax**-resulting from timing difference between book & tax profits is accounted for under the liability method at the current rate of tax to the extent that the timing difference are expected to crystallise . Tax provision has been made according to Income Tax Act 1961 .
- 9) EMPLOYEES BENEFITS**  
The Company has provided gratuity amounting to Rs.27750.00 only ( as per guide lines prescribed in AS – 15 , issued by The Institute Of Chartered Accountants Of India & as per provisions of Gratuity Act) for all employees on completed year of service. The provision is made for 15 days salary of each completed years of services .

**NOTES ON ACCOUNTS**

Figures in brackets pertain to previous year and have been regrouped where ever considered necessary to correspond with current year figures .

<b>1) MANAGERIAL REMUNERATION</b>		
( Smt. Parwati Parasrampuria )	180,000/-	(180,000/-)
( as per Schedule XIII of the Companies Act 1956 . )		
<b>2) REMUNERATION TO AUDITORS</b>		
Statutory Audit Fees	8,000/-	(8,000/-)
Tax Audit fees	2,000/-	(2,000/-)
Out of Pocket Expenses	750/-	( 750/-)
	10,750/-	(10,750/-)

( Sudhir Kumar Parasrampuria )  
Director

( Smt. Parwati Parasrampuria )  
Director

3 A) The Quantitative details of opening stock, Purchases, Sales and closing stock of Shares are as under. figures in bracket, relate to previous year. Stocks have been valued at cost. While upto preceding previous year it was valued on the basis of cost or market value, whichever is lower.

SHARES		PURCHASE		SALES		CLOSING STOCK	
QTY.	AMOUNT	QTY.	AMOUNT	QTY.	AMOUNT	QTY.	AMOUNT
(Nos.)	(Rs.)	(Nos.)	(Rs.)	(Nos.)	(Rs.)	(Nos.)	(Rs.)
177800	2874641.98	--	--	3000	379724.10	174800	2558530.63
(189800)	(4238795.45)	(2000)	(169540.83)	(14000)	(1839156.26)	(177800)	(2874641.98)

B) The details of opening stock, and closing stock of Shares are as under. Stocks have been valued at cost.

Name of the Company	No. Of Equity Shares	Face Value Of Shares	Closing Stock Total Value (at Cost)	Opening Stock Total Value (at cost)	Nos. Amount in Rs.
<b>SHARES :</b>					
Amber Mercantiles Ltd.	30000	10/-	300000.00	30000	300000.00
Vikalp Securities Ltd	79000	10/-	790000.00	80000	800000.00
ANCO Communication Ltd	100	10/-	215.00	100	215.00
Hindustan Putectics Commu. Ltd.	40000	10/-	684513.44	40000	684513.44
J.P.Power Venture, Ltd	700	10/-	22400.00	700	22400.00
Aastha Broadcasting Ltd	20000	10/-	139680.00	20000	139680.00
GTC Ltd	3000	10/-	315610.83	3000	315610.83
Reliance Power Ltd.	2000	10/-	306111.36	4000	612222.71
<b>SUB TOTAL (A)</b>	<b>174800</b>		<b>2558530.63</b>	<b>(177800)</b>	<b>(2874641.98)</b>

4) The quantitative details of opening stock, purchases, sales, and closing stock of real estates are as under. Figures of previous years have been given in brackets. Stock have been valued on the basis of cost or net realizable value which ever is lower.

DESCRIPTION	Opening Stock		PURCHASES		SALES		Closing Stock	
	Sqr. Ft.	Value	Sqr. Ft.	Value	Sqr.Ft	Value	Sqr Ft.	Value
<b>PLAZA KALPANA :</b>								
Ground Floor	5182	5441100.00	-	-	-	-	5182	5441100.00
	(5182)	(5441100.00)	-	-	-	-	(5182)	(5441100.00)
II ND FLOOR	5514	4411200.00	-	-	2873.56	3340000.00	2640.44	2112352.00
	(5814)	(4651200.00)	-	-	(300)	(300000.00)	(5514)	(4411200.00)
VI TH FLOOR	368	165600.00	-	-	-	-	368	165600.00
	(368)	(165600.00)	-	-	-	-	(368)	(165600.00)
Restaurant at Ground Floor	2583	2211048.00	-	-	-	-	2583	2211048.00
	(2583)	(2211048.00)	-	-	-	-	(2583)	(2211048.00)
<b>Total</b>		<b>12228948.00</b>						<b>9930100.00</b>
<b>CAR PARKING</b>	10 NOS.	250000.00	-	-	3	150000.00	7 NOS.	175000.00
	(10 Nos.)	(250000.00)	-	-	(-)	(-)	(10 Nos.)	(250000.00)
<b>JAIPUR D-1</b>								
Basement	1643	1660789	--	---	--	----	1643	1660789
	(1643)	(1660789)	(--)	(---)	(--)	(----	(1643)	(1660789)

( Sudhir Kumar Parasrampur )  
Director

( Smt. Parwati Parasrampur )  
Director

5) Loans & advances include 1409033.00 recoverable from Mr. Shri Prakash Kanodia has not been recovered as yet. No interest has been provided in the books of Account. The company is adopting legal recourse for the recovery and hopeful for the recovery. No provision for bad debts has been made in the books of Account.

6) 40 shares of GTC Industries Ltd. Shown under the head long term investments are not traceable at the company's end. Correspondence in this regard is in process.

7) To the extent known there are no dues outstanding in favour of any Micro Enterprises & Small Enterprises.

8) Information in respect of foreign exchange :

	Current Year	Previous Year
A) CIF Value of Import	NIL	NIL
B) Expenditure in foreign Currency	NIL	NIL
C) Amount Remitted During the Year In foreign currency	NIL	NIL
D) F.O.B. Value of Export	NIL	NIL
E) Earning in foreign currency	NIL	NIL

9) Major components of deferred tax liability arising under :

	As At 31 ST Mar.2011 Deferred Tax Liability (188723.52)	As At 31 ST Mar.2010 (Deferred Tax Liability) (184809.11)
Balance of previous year		
ADD : Deferred Tax liability (asset) During the year on account of timing difference	(4004.33)	(3914.41)
<b>TOTAL</b>	<b>(192727.85)</b>	<b>(188723.52)</b>

Deferred Taxes have been recognized in accordance with the AS -22 accounting for taxes on Income Issued by ICAL.

10) Earnig per Share :

	Current Year	Previous Year
Profit / Loss after Tax (1)	2032442.95	1658577.22
No.Of shares (2)	747387	747387
Basic / Diluted EPS (1/2)	2.72	2.22

11) Impairment of Asset:-

The indicators listed in Paragraph 8 to 10 of Accounting Standard (AS-28) . Impairment of Assets issued by the Institute of Chartered Accountants of India have been examined and on such examination it was found that none of the indicators are present in case of the Company.

12) Disclosure as required by accounting standard 18 (AS 18) 'Related Party disclosure' issued by The Institute of Chartered Accountants of India are given below :

a) Related Parties where control exists :	Macro International Ltd. Amber Mercantiles Ltd. Radha Roller Floor Mills P.Ltd.
b) Other Related Parties :	Ms. Arti Parasrampur Mr. S.K. Parasrampur HUF Master Shashank Parasrampur BDPC Trust /Parasrampur Gems International School. Beopar Sahayak Pvt.Ltd.
Associates	
c) Key Management Personnel	Smt. Parwati Parasrampur Mr. S.K.Parasrampur

( Sudhir Kumar Parasrampur )  
Director

( Smt. Parwati Parasrampur )  
Director

d). Details of transactions;	<u>Subsidiaries</u>	<u>Associates</u>	<u>Key Management Personnel</u>	<u>Related Party</u>
<b>i) Managerial Remuneration</b>				
Smt. Parwati Parasrampur			180000.00	
(Whole Time Director)			(180000.00)	
ii) A builder's agreement has been entered between the company and Amber Mercantiles Ltd. on the land situated at Jaipur. The company will have 70% share over the constructed building.				
iii) Amber Mercantiles Ltd.				
Rent Paid				12000.00 (12000.00)
B D P C Trust.				
(Advance Given)				18849470.00 (12426272.00)
(Interest Received)				636887.00 (987340.00)
Parasrampur Gems International School				
Loan Given				9471713.00 (7583529.00)
Interest Received				320204.00 (22379.00)
Lease Rent Received				600000.00 (600000.00)
Sudhir.Kumar Parasrampur (HUF)				
Rent Paid				24000.00 (24000.00)

( Sudhir Kumar Parasrampur )  
Director

( Smt. Parwati Parasrampur )  
Director

**MAGNANIMOUS TRADE & FINANCE LTD.**

Room No. 8, C Ground Floor, 12-A, Netaji Subhash Road, Kolkata-700001

I/We..... in  
the district of..... being member(s) of the above Company, hereby  
appoint .....

..... failing him..... of .....

..... in the district of..... as my/our proxy to attend and vote for  
me/us and on my/our behalf at the 18<sup>TH</sup> Annual General Meeting of the Members of the Company to be  
held on Thursday 30<sup>TH</sup> September 2011 at 10.00 A.M. at Room No. 8, C Ground Floor, 12-A, Netaji  
Subhash Road, Kolkata-700001

Signed at.....this..... day of.....2011

Signature.....

Ledger Folio No.....

Number of Equity Shares held.....



Notes :

- i. The proxy need not be member.
- ii. The proxy duly signed across Re. One revenue stamp should reach at the Registered Office of the Company, not less than 48 hours before the time fixed for the meeting.

**MAGNANIMOUS TRADE & FINANCE LTD.**

Room No. 8, C Ground Floor, 12-A, Netaji Subhash Road, Kolkata-700001

**ATTENDANCE SLIP**

I, hereby record my presence at the 18<sup>TH</sup> Annual General Meeting of the Members of the Company  
to be held on Thursday 30<sup>TH</sup> September 2011 at 10.00 A.M. at Room No. 8, C Ground Floor, 12-A,  
Netaji Subhash Road, Kolkata-700001

- 1. Full name of Shareholder .....  
(In Block Letters)
- 2. L.F. No .....
- 3. No. of Equity Shares held.....
- 4. Signature of the Shareholder or Proxy attending.....  
To be used when first named shareholder is not attending.

Please give full name of the 1st Joint Holder

Mr./Mrs./Miss.....

Note: Please fill in this attendance slip and hand it over at the Entrance.

If undelivered please return to :  
**MAGNANIMOUS TRADE & FINANCE LTD.**  
ROOM NO. 8, C GROUND FLOOR, 12-A,  
NETAJI SUBHASH ROAD, KOLKATA-700001