



ISF LIMITED

K-10, Som Vihar, R.K. Puram, New Delhi - 110022

NOTICE 24th ANNUAL GENERAL MEETING

NOTICE is hereby given that 24th Annual General Meeting of the members of M/S. ISF Limited will be held on 24th September 2012 at Institute Hall, K-Block, R.K. Puram, New Delhi-110022 at 11.30 a.m. to transact the following business :-

ORDINARY BUSINESS:-

1. To consider and adopt the Audited Balance Sheet as on March 31, 2012 and Profit & Loss Account for the year ended on that date together with Auditors' and Directors' Report thereon.
2. To consider and to appoint a Director in place of Mr. Harish Chandra Gandhi who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint and fix remuneration of M/s. JAGDISH SAPRA & CO., CHARTERED ACCOUNTANTS, New Delhi who retires at the conclusion of the ensuing Annual General Meeting of the Company and being eligible, have offered themselves for re-appointment.

By Order of the Board of Directors

PLACE: NEW DELHI
DATED: 21st Aug 2012

RAJIV MEHTA
Company Secretary

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE LODGED WITH THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN FORTYEIGHT HOURS BEFORE THE MEETING.
2. The Register of Members and Share Transfer Books of the company will remain closed from 21st September, 2012 to 24th September, 2012 (both days inclusive).
3. All documents referred to in the accompanying notice are open for inspection at the registered office of the company during office hours on all working days, except Saturdays, between 11.00 a.m. and 1.00 p.m. up to the date of the Annual General Meeting.
4. All members are requested to make their correspondence relating to the shares in physical and demat to our Share Transfer Agent i.e. Skyline Financial Services Pvt. Ltd. at its office at D153A, 1st Floor, Okhla Industrial Area, Phase-1, New Delhi -110020 as and when required.

DIRECTORS' REPORT

To the Shareholders,

Your Directors have pleasure in presenting 24th Annual Report of the Company alongwith Audited Statement of your accounts for the year ended March 31, 2012.

FINANCIAL RESULTS

The working results of your company for the year under review may be summarised as under:-

	Year ended 31.03.2012	Year Ended 31.03.2011
		<i>(Rs. In Lacs)</i>
Income	118	141
Profit before depreciation	8	9
Less: Depreciation	7	7
Profit before taxation	1	2
Less: Provision for Taxation Current	0	1
Deferred Tax	0	1
Profit after tax	1	1
Your Directors have made the following appropriations		
To Reserve Fund	0	0
Leaving available	1	1

DIVIDENDS

Keeping in view uncertain business prospects, the Board of Directors of your Company do not recommend payment of any dividend for the year. The net profit for the year along with brought forward from the previous years of Rs. 235 lacs, is being carried forward to the Balance Sheet.

REVIEW AND PROSPECTS

During the year under Report, there was slight fall in business resulting in lower Profitability.

As reported last year, the Recovery of loans given for Commercial Vehicles had become increasingly difficult on account of very stringent conditions imposed by the Courts and Reserve Bank of India on the use of Recovery Agencies. NO alternative method had been provided to NBFC's, as in the case of Banks who had been given protection under Securitisation Act, 2002. Therefore, your Company had to discontinue financing of commercial vehicles last year. Your Company had reported in the last year's Director's Report that it was approaching the Banks for Credit facilities to lend against Gold. However, because of Reserve

Bank of India's restrictions, the proposal did not materialise. Your Company in the coming Financial year proposes to enter Real Estate Market and do lending against Equity Shares of well known and established Companies. With our excellent track record with the Banks, we are hopeful of getting reasonable support from our Bankers to undertake the proposed business.

DEPOSITS

The Deposits of Rs. 211 Lacs held are those of Directors and their Relatives and Rs. 50 Lacs are Inter Corporate Deposits as on 31.03.2012

DIRECTORS

Sh. H. C. Gandhi Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment. Sh. Gandhi has retired as Chairman of Public Enterprises Selection Board. Earlier, he held the post of Secretary & Director General, Technical Development, Government of India and other very Senior Positions. His association as Director of the Company would be in the best interest of the Company.

CORPORATE GOVERNANCE REPORT

Detailed Corporate Governance Report is attached

AUDITORS & AUDITOR'S REPORT

M/s. Jagdish Sapra & Co., Chartered Accountants, Statutory Auditors of the Company hold office till the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Company has received a letter from the Statutory Auditors to the effect that their re-appointment, if made at the ensuing Annual General Meeting, would be within the limits prescribed under Sector 224(1B) of the Companies Act, 1956

PARTICULARS OF EMPLOYEES

None of the employees is getting remuneration in excess of Rs.24,00,000/- p.a. if employed through out the year or Rs. 2,00,000 p.m., if employed for part of the year.

The Company has nothing to report in respect of Conservation of Energy and Technology Absorption as provided by the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1995. Since company is not carrying on any manufacturing activities or having use of energy in substantial quantity.

The company has not earned any foreign exchange during the year.

DIRECTORS RESPONSIBILITY STATEMENT IN TERMS OF SECTION 217(2AA) OF THE COMPANIES ACT, 1956

The Board of Directors of the Company state:

- (i) That in the preparation of the annual accounts, the applicable accounting standards had been followed and there were no material departures.
- (ii) That we had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the year ended 31.3.2012.
- (iii) That we had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and preventing and detecting fraud and other irregularities.
- (iv) That we had prepared the annual accounts on a going concern basis.

ACKNOWLEDGEMENTS

The Directors acknowledge the continued support and assistance extended by the Banks, Depositors, Automobile Dealers, Hirers and Lessees. The Directors also thank the shareholders for their continued confidence in the company.

Your Directors place on record their appreciation for the dedication and hard work put in by the personnel of the company, whose devotion to duty has been commendable.

FOR AND ON BEHALF OF THE BOARD

**PLACE: NEW DELHI
DATED : 13.08.2012**

CHAIRMAN

REPORT ON CORPORATE GOVERNANCE

The detailed report on Corporate Governance as per the format prescribed by SEBI and incorporated in Clause 49 of the Listing Agreement is set out below for the financial year 2011-12.

1) Company's Philosophy on code of Corporate Governance

Corporate Governance refers to a combination of regulations, procedures and voluntary practices that enable companies to maximize shareholder's value by attracting financial & human capital and efficient performance.

As a responsible corporate citizen, it is the earnest endeavor of the company to improve its focus on Corporate Governance by increasing accountability & transparency to shareholders, bankers, customers etc.

The Company has complied with the guidelines on Corporate Governance as laid down by the Stock Exchanges.

2) Board of Directors

Composition

The Board of Directors of the Company has an optimum combination of executive, non-executive and independent directors. The Board comprises of four directors, headed by a non-executive Chairman.

The Company is managed by the Managing Director and four other non-executive directors. The Board of Director approves and reviews strategy and oversees the actions and results of management to ensure that the long term objectives of maximizing profit and enhancing shareholders value are achieved.

The composition and category of directors as on 31.3.2012 is as follows:

Name of the Directors/ Designation	Position	Board Meetings held during the period of Directorship	Board Meetings attended	Whether attended Meetings last AGM	No. of Directorship held in other public limited companies incorporated in India
Mr. Udayjit Singh	Managing Director	4	4	Yes	1
Mr. H. C. Gandhi	Director	4	3	Yes	2
Lt. Gen. K. C. Taneja PVSM (Retd.)	Director	4	4	Yes	NIL
Mr. Ved Ahuja	Director	4	3	No	NIL
Amarjit Singh	Director	4	4	Yes	2

None of the Director is a member of more than ten Board-level committees, or a Chairman of more than five such committees, as required under clause 49 of the Listing Agreement.

Meetings & Attendance

During the last financial year, the Board of Directors of your Company met at five meetings on may 30 2011, August 08, 2011, November 11, 2011 ,and February 08,2012. Agenda papers alongwith explanatory notes were circulated to the Directors well in advance for each of these meetings. All relevant informations, as per Clause 49 of the Listing Agreement were placed before the Board from time to time.

Remuneration of Directors: Sitting Fees, Salary, Perquisites and Commission.

Name of the Director	Relationship with other Directors	Sitting Fee	Commission on profits	Salary	Perquisites & Allowances	Total
Mr. UDAYJIT SINGH	Nephew of Lt. Gen.K.C. Taneja PVSM (Retd.)	NA	NIL	12,00,000/-	50,000	12,50,000/-
Mr. H.C. Gandhi	None	12,000/-	NIL	NA	NA	12,000/-
Mr. Ved Ahuja	None	12,000/-	NIL	NIL	NA	12,000/-
Lt. Gen. K.C. Taneja PVSM(Retd.)	Uncle of Mr. Udayjit Singh	16,000/-	NIL	NA	NA	16,000/-
Amarjit Singh	Father of Mr. Udayjit Singh and Brother in law of Lt Gen K.C. Taneja PVSM(Retd.)	12,000/-	NIL	NA	NA	12,000/-

33) Committees of the Board

Audit Committee

The Audit Committee of the Board of Directors has been constituted in conformity with the requirements of Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement.

The Committee comprises of three directors, all being non-executive directors. Four Audit Committee Meetings were held during the year on may 30,2011, August 8, 2011, November 11, 2011 and February 08, 2012.

Composition of the Audit Committee is as follows:

Name of the Director	Position held in Committee
Mr. H.C. Gandhi	Chairman
Lt. Gen. K.C. Taneja PVSM (Retd.)	Member
Mr. V.P. Ahuja	Member

The Audit Committee of Inter State Finance Limited performs the following function:

Oversee the Company's financial reporting process and disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

Reviewing with management the annual financial statement before submission to the Board focusing primarily on:

Any change in accounting policies and practices.

Major accounting entries based on exercise of Judgement by management.

Qualification in draft audit report

Significant adjustments arising out of audit.

The going concern assumption.

Compliance with accounting standards.

Any related party transaction i.e. transactions with promoters/management their subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large.

Reviewing the adequacy of internal control systems with management, external and internal auditors.

Reviewing the adequacy of internal audit function and reporting the matter of the Board.

Reviewing the Company's financial risk management policies.

Reviewing the findings of internal investigation on suspected fraud or irregularities of failure of internal control systems.

Shareholders' / Investors' Grievance Committee

The composition of Shareholders' / Investors' Grievance Committee is as follows:-

Name of the Director/ Sr. Executive	Position held in Committee
Lt.Gen. K.C. Taneja PVSM (Retd.)	Chairman
Mr. H.C. Gandhi	Member
Mr. V.P. Ahuja	Member

Share transfer requests received by the Company or by its Registrar and Share Transfer Agents are registered within a period of 30 days from the receipt, if the transfer documents are complete in all respects. The demat requests are normally confirmed within 15 days from the date of receipt.

Remuneration Committee

The Committee determines Company's Policy on specific remuneration package for executive directors. The Composition of the Committee is as follows:-

Name of the Director	Position held in Committee
Mr. H.C. Gandhi	Chairman
Lt. Gen. K.C. Taneja PVSM (Retd.)	Member
Mr. V.P. Ahuja	Member

4) Management discussion and analysis

The Annual Report contains matter on management discussion and analysis.

5) Compliance Officer

The Board has designated Mr. Rajiv Mehta Company Secretary as Compliance Officer.

6) Details of shareholders' complaints received & attended during the year :

Subject	Complaints		
	Received	Attended	Pending
Investors's Complaints	18	18	NIL
TOTAL	18	18	NIL

7) General Body Meetings

The last three Annual General Meeting of your Company were held at Institute Hall, K-Block, Som Vihar, R.K. Puram, New Delhi-110 022, as per the following schedule:

Financial Year	Date	Time
2010-11	26.09.2011	11.30 a.m.
2009-10	27.09.2010	11.30 a.m.
2008-09	07.09.2009	10.00 a.m.

8) Disclosures
a) Details of material financial and commercial transactions with related parties

For detail please refer to the Note No. 13 (b) in schedule 15. Notes to the Accounts are forming part of the Balance Sheet and Profit & Loss Account.

b) Details of non-compliance by the company, penalties, and strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

There is no material non-compliance or penalties or strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

c) Disclosures regarding appointment or re-appointment of directors

According to the Articles of Association of ISF LTD one third of the rotational directors retire by rotation at every annual general meeting of the company. Sh. H. C. Gandhi, retire at the forthcoming Annual General Meeting of the Company and being eligible himself offer themselves for re-appointment.

Brief particulars of the directors seeking re-appointment are given below:-

Sh. Gandhi has retired as Chairman of Public Enterprises Selection Board. Earlier, he held the post of Secretary & Director General, Technical Development, Government of India and other very Senior Positions. His association as Director of the Company would be in the best interest of the Company.

All the details relating to financial and commercial transactions where directors may have a potential interest are provided to the Board and the interested directors neither participate in the discussions nor do they voted on such matters.

9) Means of Communication
Financial Results

All financial results of the Company are forthwith communicated to all stock exchanges after they are approved and taken on record by the Board of Directors of the Company. Further, the results are published in leading English Dailies like Pioneer and in the regional newspapers.

10) Insider Trading Rules

In terms of the provisions of SEBI (Prevention of Insider Trading Regulations) 2002, as amended, the Company has formulated a `Code of Internal Procedure & Conduct' for prevention of insider trading in shares of the Company. The Code lays down guidelines and advises the designated employees on procedures to be followed and disclosures to be made, while dealing in the shares of ISF LTD.

11) General Shareholders Information
Annual General Meeting

Date and Time : September 24, 2012 at 11.30 a.m.
 Venue : Institute Hall, K-Block,
 R.K. Puram New Delhi-110 022

Financial Calender (tentative)

Financial Year : April - March - 2012-13
 Results for the First Quarter : Mid of August, 2011
 Results for the Second Quarter : Mid of November, 2012
 Results for the Third Quarter : Mid of February, 2012
 Annual Results : End May, 2012

Date of Book Closure : September 21, 2012 to
 September 24, 2011
 (both days inclusive)

Dividend on equity shares : NIL

Share Details :-

Listed at : Mumbai & Delhi & Calcutta Stock Exchanges.
 Stock Code : 526859 (Mumbai)
 International Security Identification No. : INE 973B01018

Stock Market Data

Last rate quoted on August 09, 2012 is Re 0.21/-

Registrar and Share Transfer Agents :

Skyline Financial Services Pvt. Ltd.
 246 1st Floor, Sant Nagar, East of Kailash,
 New Delhi - 110 065
 Phone : 011-26292680
 E-mail : snag@del6.vsnl.in

Distribution of Shareholdings as on March 31, 2012

No. of Equity Shares held	No. of Shareholders	%age of	No. of Shares shareholders	%age of shareholding
Upto 5000	412	9.29%	93931	0.10%
5001-10000	689	15.54%	678727	0.71%
10001-20000	1482	33.42%	2915935	3.07%
20001-30000	415	9.36%	1209734	1.27%
30001-40000	374	8.44%	1487519	1.57%
40001-50000	322	7.26%	1605137	1.69%
50001-100000	416	9.38%	3414753	3.59%
100001 & above	324	7.31%	83594264	87.99%
TOTAL	4434	100.00%	95,000,000	100.00%

Category of Shareholders as on on March 31, 2010.

Categories		No. of Shares held	Percentage of Shareholding
Promoter's Holding			
1.	Indian Promoters, Directors & Relatives :	37074415	39.03
	Foreign Promoters :	3690000	3.88
2.	Persons acting in concert	NIL	NIL
	Sub-Total	40764415	42.91
B.	Non-Promoters Holding	NIL	NIL
3.	Institutional Investors	NIL	NIL
	a. Mutual Funds and UTI	NIL	NIL
	b. Banking, Financial Institutions/Insurance Companies (Central/State Govt. Institutions Non-government Institutions)	NIL	NIL
	c. FII's	NIL	NIL
	Sub-Total	NIL	NIL
4.	Others	NIL	NIL
	a. Private Corporate Bodies	28725402	30.24
	b. Indian Public	20510183	21.59
	c. NRIs/OCBs	5000000	5.26
	Sub-Total	54235585	57.09
	Grand-Total	95000000	100.00

Shareholders/Investors : Skyline Financial Services Pvt. Ltd.

Correspondence : 246 1st floor, Sant Nagar East of Kailash, New Delhi-110065

Practicing Company Secretary's Certificate on Corporate Governance as required under Clause 49 of the Listing Agreement of Inter State Finance Limited with Stock Exchanges.

The Members

ISF LIMITED

We have examined the compliance of conditions of Corporate Governance by **INTER STATE FINANCE LIMITED**, for the year ended March 31, 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

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

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

We have been explained that no investor grievances are pending for a period exceeding one month as at March 31, 2012, against the Company as per the records maintained by the Company.

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

**For JAGDISH SAPRA & CO.
Chartered Accountants**

**Vipal Kalra
Chartered Accountant**

AUDITORS' REPORT

To the Members,
ISF LIMITED

We have audited the attached Balance Sheet of ISF Limited as at 31st March, 2012, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- iii. The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- iv. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- v. On the basis of written representations received from the directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956; on the said date,
- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Notes and Significant Accounting Policies thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012
 - b) In the case of the Profit and Loss Account, 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 flow for the year ended on that date.

For JAGDISH SAPRA & COMPANY
FIRM REGISTRATION NO.001378N
CHARTERED ACCOUNTANTS

NEW DELHI
DATED : 30-05-2012

(VIPAL KALRA)
PARTNER
M.NO.084583

ANNEXURE

(Referred to in paragraph 3 of Auditors' Report of even date)

- i.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The Fixed Assets except those on Lease have been physically verified by the management at the end of the year which in our opinion is reasonable having regard to the size of the Company and the nature of assets. No material discrepancies were noticed on such verification.
 - c) No assets were disposed off during the year. Hence the provision of paragraph 4(i)(c) of the Order are not applicable.
- ii.) As per information and explanations given to us and taking into consideration the nature of business, clauses (ii) (a) regarding physical verification of inventories and its frequency, (ii) (b) regarding procedures of physical verification of inventories and (ii) (c) regarding maintenance of records of inventory and discrepancies noticed on verification between physical stocks and book records are not applicable to the Company.
- iii.
 - a) The company has granted unsecured loans to three companies covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 7406812/- and balance of Rs. 2027966/- was outstanding at the year end.
 - b) In our opinion, the rate of interest and other terms and conditions on which the loans were given to the parties are not prima facie prejudicial to the interest of the company.
 - c) The parties are repaying the principal amount as stipulated and have been regular in repayment of interest.
 - d) There is no overdue amount of loans granted to the companies listed in the Register maintained under section 301 of the Companies Act, 1956.
 - e) The company has taken unsecured loans from two directors, thirty seven relatives and from two companies covered in the Register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 3,34,30,000/- and balance of Rs. 2,62,20,000/- was outstanding at the year end.
 - f) In our opinion, the rate of interest and other terms & conditions of loans taken by the company are not prima facie prejudicial to the interest of the company.
 - g) The company is regular in repayment of principal amount and interest on the above loans.
 - h) There is no overdue amount of loans taken from companies listed in the Register maintained under Section 301 of the Companies Act, 1956.
- iv. 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 nature of its business with regard to purchases of fixed assets. The Company does not undertake any purchases of inventory, sale of goods and services. During the course of our audit we have not come across any continuing failure to correct major weaknesses in internal controls.

- v. a) According to the information & explanations given to us, we are of the opinion that particulars of contracts or arrangements referred to in Section 301 of the Companies Act, 1956 have been entered in the Register required to be maintained under that Section.
- b) In our opinion and according to the information and explanations given to us, the loan transactions made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at interest rates which are reasonable having regard to prevailing market rates at the relevant time.
- vi. In our opinion and according to the information and explanations given to us, as the company does not hold any deposits other than from directors and relatives of directors, the provisions of Sections 58A and 58AA of the Companies Act, 1956, other relevant provisions of the Act and the Rules framed thereunder in respect thereof are not applicable to the company as the company does not hold any deposits other than from directors and relatives of directors.
- vii. In our opinion, the Internal audit function carried out during the year by a firm of Chartered Accountants appointed by the Management has been commensurate with the size of the company and nature of its business.
- viii. The provisions of clause (viii) of the Order regarding maintenance of cost records under clause (d) of Sub-Section (1) of Section 209 of the Companies Act, 1956 are not applicable to the Company.
- ix. a) According to the information and explanations given to us and the records of the company examined by us, the company has been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Income Tax, Wealth Tax and other material Statutory dues applicable to it. However, according to the information & explanations given to us, the provisions of Employees State Insurance, Sales Tax, Custom Duty & Excise Duty are not applicable to the Company in view of its nature of business.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of statutory dues applicable to the company as stated above were in arrears as at the last day of the financial year for a period of more than six months from the date they became payable.
- c) According to the books of account and records as produced and examined by us in accordance with the generally accepted auditing practices in India and information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- x. The Company does not have any accumulated losses as at the end of the financial year. The Company has not incurred cash losses during the current year. However there were no cash losses in the immediately preceding financial year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. The Company has not obtained any borrowings from any financial institutions or by way of debentures.
- xii. Based on our examination of documents and records and as per information & explanations given to

us, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

- xiii. In our opinion the company is not a chit fund or nidhi/mutual benefit fund/society and hence clause (xiii) of the Order is not applicable to the company.
- xiv. In our opinion, the Company has kept proper records of transactions and contracts of dealing or trading in shares and timely entries have been made therein. The shares and other investments have been held by the Company in its own name.
- xv. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- xvi. In our opinion, the term loans have been applied for the purpose for which they were raised.
- xvii. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
- xviii. According to the information & explanations given to us, no preferential allotment of shares has been made by the company to parties and companies covered in the Register maintained under Section 301 of the Companies Act.
- xix. According to the information & explanations given to us, no debentures have been issued by the company during the year.
- xx. Based on our examination of books and records of the company, no public issue was made by the company during the year.
- xxi. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have not come across any instance of fraud on or by the company nor have we been informed by the management of any such instance being noticed or reported during the year.

**For JAGDISH SAPRA & COMPANY
FIRM REGISTRATION NO.001378N
CHARTERED ACCOUNTANTS**

**NEW DELHI.
DATED : 30-05-2012**

**(VIPAL KALRA)
PARTNER
M.NO.084583**

NOTE 1 : STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES :**a. Basis of Preparation of Financial Statements**

The Financial Statements are prepared under historical cost convention and comply in all material aspects with the applicable accounting principles in India , Accounting Standards notified under Sub Section 3 (C) of Section 211 of the Companies Act 1956 and other relevant provisions of the Companies Act ,1956.

b. Revenue Recognition

Revenue is recognised when there is reasonable certainty of its ultimate realization/collection. Prudential norms prescribed by Reserve Bank of India for revenue recognition are followed.

i) Lease Rentals

Lease rentals received/receivable under lease agreements are accounted as income net of Lease Equalisation to ensure recognition of Net Income at a constant periodic rate of return on the Net Investment outstanding in the lease as per (AS)-19 on leases. Against the lease rentals a matching annual charge (which represents recovery of the net investment in the leased assets over the lease term) is made to the Profit and Loss Account.

ii) Hire-Purchase

Income from Hire Purchase financing is recognised on equated instalment basis.

iii) Dividend Income is accounted when the right to receive the same is established.

iv) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

c. Fixed Assets

The fixed assets are stated at cost less accumulated depreciation. The cost of fixed assets includes taxes and other identifiable direct expenses.

d. Depreciation

Depreciation on Fixed Assets is provided on Straight line Method at the rates and in the manner given in Schedule-XIV (as amended by the Department of Companies Affairs, Government of India on December 16, 1993) to the Companies Act, 1956. In respect of Fixed Assets acquired prior to December 16, 1993 depreciation is provided at the rates applicable prior to the amendment. Assets costing upto Rs. 5000/- each are depreciated fully in the year of purchase. In respect of assets given on lease the company has followed the recommendations of the Institute of Chartered Accountants of India on accounting for leases. No depreciation is provided in respect of assets leased after 01.04.2001 as per Accounting Standard-19 on "Leases".

e. Stock on Hire

Stock on hire is valued at cost plus total finance charges and is reduced by the instalments which have matured during the relevant period.

f. Investments

Investments are classified into current and long term investments. Long Term Investments are valued at cost. Current Investments are valued at lower of cost and fair value. However, diminution other than temporary is provided. The Profit/Loss arising on account of Sales is recognised in the Profit & Loss Account.

g. Employee Benefits

Contribution to Defined Contribution Schemes such as Provident Fund is charged to Profit & Loss Account. Gratuity liability for employees who have completed five years of service is provided for on the basis of actual liability determined by the company. Liability on account of short term employee benefits such as bonus is recognized on an undiscounted accrual basis.

h. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, if any, are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

i. Taxation

Provision for current tax is made based on the liability computed in accordance with relevant tax rates and tax laws. Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

j. Foreign currency Transactions

- (a) Transactions in foreign currencies are recorded at the exchange rate prevailing at the date of the transaction.
- (b) Loans denominated in foreign currencies at the year end are translated at the rates prevailing as on the date of Balance Sheet and resultant exchange loss/gain, if any, is dealt in the Profit & Loss Account.
- (c) In respect of transactions covered by forward exchange contracts, the difference between exchange rate on the date of the contract and the year end rate/settlement rate is recognized in the profit & loss account. Any premium/discount on forward contract is amortised over the life of the contract. Any profit/loss arising on cancellation or renewal of such a contract is recognized as income or expense for the period.

k. Provisions & Contingent Liabilities

A provision is recognised when the company has a present obligation as a result of past event and it is probable that an outflow of resources would be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are reviewed at each balance sheet date and are adjusted to effect the current best estimation.

A contingent Liability is disclosed after a careful evaluation of the facts and legal aspects of the matter involved where the possibility of an outflow of resources embodying the economic benefits is remote.

I. Impairment of Assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment of assets. If any such indication exists , impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in books of accounts. In case there is any indication that an impairment loss recognised for an asset in prior accounting periods no longer exists or may have decreased , the recoverable value is reassessed and the reversal of impairment loss is recognised as income in the profit and loss account

m. Other Accounting Policies

These are consistent with generally accepted accounting practices.

(2) NOTES TO THE ACCOUNTS:

1. a) **Contingent Liabilities for :**
 Claims against the company not acknowledged as debts Rs 760550 (Rs 760550) (Net of Advances) (Being contested by the company).
- b) In the opinion of the Board, all the Current Assets, Loans & Advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.
2. Loans given, some of the Current Liabilities, Sundry Debtors and Advances are subject to confirmation/reconciliation.
3. The company has created a Reserve Fund of 11000/- (previous year Rs.11000/-) as required under the provisions of Reserve Bank of India (Amendment) Act, 1997.
4. Since the company does not have a substantial number of employees, gratuity liability for eligible employees is provided for on actual basis and not actuarial valuation.
5. The company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Accounting Standard (AS)-17 dealing with 'Segment Reporting.'
6. The company has assessed its assets for impairment and concluded that there are no impairment losses.
7. Current Assets, Loans & Advances (Note-2.14) include amounts due from :-

		As at 31.3.2012
i)	Private Limited Companies in which the Managing Director of the Company is interested as Director	Rs. 4113076 (5395794)

8. As per AS(15) Revised on Employee Benefits details of expenses for the year ended 31.03.2012 are given as under:-

i.	Provident Fund (Defined contribution plan)	Rs.	Rs.
	Disclosed in Profit & Loss Account as Employer's contribution to provident Fund	29070	(28488)
ii.	Gratuity- Non funded	47334	(20582)

9. Related Party Disclosures under Accounting Standard(AS)-18

a) List of related Parties (As identified by the Management)

i) Associates : Paradigm Sourcing Solutions Pvt. Ltd.

ii) Enterprises owned or significantly influenced by Key Management Personnel or their relatives : ISF Services Pvt. Ltd.

SpiceTowers & Resorts Ltd

Simbal Builders Pvt. Ltd.

Simka Hotels & Resorts Pvt. Ltd.

iii) Key Management Personnel

& their relatives

Managing Director : Mr. Udayjit Singh

Relatives : Mrs. Simbal Singh, Mr. Amarjit Singh
Priya Khanna

b) Transactions with related Parties.

(In Rupees)

Type of Related Party		Description of the nature of the transactions	Volume of transactions for the year ended 31.3.2012	Amount Outstanding as at 31.3.2012	
				Receivable	Payable
Associates	i)	Advance given	0 (0)	0 (1009675)	0 (0)
Enterprises owned or significantly Influenced by Key Influenced by Key Relatives	i)	Loan given (excluding Interest Income Disclosed Separately)	4872000 (725000)	1810684 (2341682)	0 (0)
	ii)	Interest Income on Loans given	217282 (194002)	217282 (194002)	0 (0)
	iii)	Loan Taken	7911000 (30558000)	0 (0)	5081000 (108000)
	iv)	Advance given	0 (432000)	2085110 (7905110)	0 (0)
Key Management personnel & their relatives	i)	Interest paid /accrued on deposits	0 (47108)	0 (0)	0 (0)
	ii)	Managerial remuneration	1299960 1395494	0 (0)	199960 (100000)
	iii)	Sitting Fees to Directors	44000 (40000)	0 (0)	0 (0)

10. Earning per share (EPS)	As at 31.03.2012	As at 31.03.2011
	(Rs.)	(Rs.)
- Profit after tax as per Profit & Loss Account (A)	52816	52497
- Basic/Weighted Average Number of Equity Shares outstanding (B)	95000000	95000000
- Nominal value of equity shares	Re.1/- each	Re.1/- each
- Basic/Diluted Earnings per share (A)/(B)	0.0005	0.0006

11. Disclosures as required by Accounting Standard(AS)-19 on Leases".
Present value of minimum lease payments receivable at the Balance Sheet Date are as under:

	As at	As at
	31.03.2012	31.03.2011
	Rs.	Rs.
a) Not later than one year.	799896	799896
b) Later than one and not later than five years	733238	1533134

12. Additional Information as required by paras 3, 4C and 4D of part II of schedule VI of the Companies Act, 1956:

a) Gross Income	Year ended	Year ended
	31.3.2012	31.3.2011
	Rs.	Rs.
i) Lease Income	799896	799896
ii) Hire Purchase Income	3627812	7103813
iii) Interest received	7980354	6640104
b) Expenditure in foreign currency	NIL	NIL
c) Earning in Foreign Exchange	NIL	NIL

Note: Figures in brackets above are in respect of previous year.

13. Previous year figures have been regrouped/rearranged to make them comparable with those of current year.
14. Notes 1 to 2.20 form an integral part of Balance Sheet & Statement of Profit & Loss and have been duly authenticated.

As per our Report of even date
For JAGDISH SAPRA & Co.
CHARTERED ACCOUNTANTS

PARTNER

**MANAGING
DIRECTOR**

DIRECTORS

COMPANY SECRETARY

DATED: 30-05-2012
NEW DELHI

BALANCE SHEET AS AT 31ST MARCH 2012

(Rupees)

		NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD
I	<u>EQUITY AND LIABILITIES</u>			
1	<u>SHAREHOLDERS' FUNDS</u>			
	(a) Share capital	2.1	95000000	95000000
	(b) Reserves and surplus	2.2	31964289	31911473
			126964289	126911473
2	<u>NON-CURRENT LIABILITIES</u>			
	(a) Long-term borrowings	2.3	19546385	24708473
	(b) Long term provisions	2.4	342372	295038
			19888757	25003511
3	<u>CURRENT LIABILITIES</u>			
	(a) Short-term borrowings	2.5	26114000	15760000
	(b) Trade payables	2.6	1474948	3455840
	(c) Other current liabilities	2.7	20239704	22597188
			47828652	41813028
	TOTAL		194681698	193728012
II	<u>ASSETS</u>			
1	<u>NON-CURRENT ASSETS</u>			
	(a) Fixed assets			
	(i) Tangible assets	2.8	7557036	8121341
	(ii) Intangible assets	2.8	0	0
	Add;-Lease Equalisation Reserve	2.8	2465988	3032216
	(b) Deferred tax assets (net)	2.9	3069924	2855739
	(c) Long-term loans and advances	2.10	1285923	1281930
			14378871	15291226
2	<u>CURRENT ASSETS</u>			
	(a) Stock on hire	2.11	71525365	78270271
	(b) Trade receivables	2.12	6438181	7216480
	(c) Cash and cash equivalents	2.13	1198173	1187455
	(d) Short-term loans and advances	2.14	101141109	91762580
			180302827	178436786
	TOTAL		194681698	193728012

SIGNIFICANT ACCOUNTING POLICIES
1
0
0
NOTES ON ACCOUNTS
2

As per our Report of even date
for JAGDISH SAPRA & CO.
CHARTERED ACCOUNTANTS
(Firm Registration No. 001378N)

For & on behalf of the board

 Sd/-
Partner

 Sd/-
Managing Director

 Sd/-
Director

 Sd/-
Company Secretary

 PLACE : NEW DELHI
DATED : 30-05-2012

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2012

A. CASH FLOW FROM OPERATING ACTIVITIES	Year ended 31.03.2012	Year ended 31.03.2011
Net Profit before tax and Extraordinary items	78631	197133
Adjustments for :		
Interest paid	6638037	5875732
Interest Received	(7980354)	(6640104)
Depreciation & Lease Equalisation	1322907	1176453
Loss on sale of Long Term Investments	0	268418
Operating Profit before working capital changes	59221	877633
Adjustments for :		
Trade and Other Receivables	(2073500)	36965448
Trade Payables	(4338375)	(6315224)
Interest Paid	(6638037)	(5875732)
Interest Received	7980354	6640104
Direct Tax Paid	(25815)	(144636)
Net Cash from Operating Activities A	(5036152)	32147593
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets including capital work in progress	(192376)	(1176529)
Sale of Investments	0	1580354
Net Cash used in Investing Activities B	(192376)	403825
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Repayment of Long Term Borrowings	(5114754)	0
Proceeds of Long Term Borrowings	10354000	30076753
Net Proceeds of Short Term Borrowings	0	(64231334)
Net Cash flow from Financing Activities C	5239246	(34154581)
Net Increase in Cash or Cash Equivalents (A+B+C)	10718	(1603163)
Cash and Cash Equivalents as at 1st April	1187455	2790618
Cash and Cash Equivalents as at 31st March	1198173	1187455

Notes :

- 1) The above cash flow statement has been prepared under the indirect method as set out in Accounting standard-3 (AS-3) on cash flow statement issued by the Institute of Chartered Accountants of India.
- 2) Figures in brackets represents outflow.

**As per our Report of even date
for JAGDISH SAPRA & CO.
CHARTERED ACCOUNTANTS
(Firm Registration No. 001378N)**

For & on behalf of the board

**Sd/-
Partner**

**Sd/-
Managing Director**

**Sd/-
Director**

**Sd/-
Company Secretary**

**PLACE : NEW DELHI
DATED : 30-05-2012**

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31/03/2012

2.1 SHARE CAPITAL: (Rupees)

	As at 31st March, 2012	As at 31st March, 2011
AUTHORISED:		
350000000 Equity shares, of Re. 1/- each	350000000	350000000
	350000000	350000000
ISSUED, SUBSCRIBED & PAID UP		
Equity shares, Re. 1/- par value	95000000	95000000
95000000 Equity Shares fully paid up	95000000	95000000

The Company has issued only one class of Equity Shares having a par value of Re. 1/- each. Each holder of Equity Shares is entitled to one vote per share.

The Company declares and pays dividends in Indian Rupees. The Dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing General Meeting.

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently.

The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

The details of Shareholders holding more than 5% Equity Shares are given below:-

	Name of the Shareholder	As at 31st March, 2012		As at 31st March, 2011	
		No. of shares	% held	No. of shares	% held
1	Jassum investments Pvt. Ltd.	10000000	10.53	10000000	10.53
2	Logic Eastern India Pvt Ltd.	10000000	10.53	10000000	10.53
3	Ragrose Ltd	5000000	5.26	5000000	5.26
4	Simbal Singh	9061844	9.54	9061844	9.54
5	Simbal Builders Pvt Ltd	6397778	6.73	6397778	6.73
6	Simka Hotels & Resorts Pvt Ltd	9765410	10.28	9765410	10.28
7	Udayjit Singh	8789383	9.26	8789383	9.26

The reconciliation of the number of shares outstanding and the amount of share capital at the beginning and at the end of the reporting period is given below:

Particulars	As at 31st March, 2012		As at 31st March, 2011	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning	95000000	95000000	95000000	95000000
Additions during the year	0	0	0	0
Number of shares at the end	95000000	95000000	95000000	95000000

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31/03/2012

(Rupees)

	As at 31st March, 2012	As at 31st March, 2011
2.2 RESERVES & SURPLUS:		
(a) General Reserve		
As Per Last Balance Sheet	1891000	1891000
(b) Reserve Fund		
As Per Last Balance Sheet	6598000	6587000
Add: Transferred from Profit & Loss Statement	11000	11000
	<u>6609000</u>	<u>6598000</u>
(c) Surplus in Statement of Profit and Loss;		
As per last Balance Sheet	23422473	23380975
Add Net profit after tax transferred from Statement of Profit & Loss	52816	52498
	<u>23475289</u>	<u>23433473</u>
Less: Transferred to Reserve Fund	11000	11000
	<u>23464289</u>	<u>23422473</u>
	<u>31964289</u>	<u>31911473</u>
2.3 LONG TERM BORROWINGS:		
Secured Term Loans		
From Banks	19546385	24708473
	<u>19546385</u>	<u>24708473</u>
Term loan from ICICI Bank is secured against hypothecation of vehicle.		
Term loan from Bank of India is secured against assignment of lease and hire purchase agreements and also against personal guarantee of a Director.		
Terms of Repayment		
Term loan from ICICI Bank was sanctioned for a term of 60months and carries interest rate of 10.74% per annum.		
Term loan from Bank of india was sanctioned for a term of 60 months and carries an interest rate of 16% per annum.However the interest rate is linked to PLR as applicable from time to time.		
2.4 LONG TERM PROVISIONS:		
Provision for Employees benefits:		
Gratuity	342372	295038
	<u>342372</u>	<u>295038</u>

(Rupees)

	<u>As at 31st March, 2012</u>	<u>As at 31st March, 2011</u>
2.5 CURRENT LIABILITIES:		
2.5 SHORT TERM BORROWINGS:		
Unsecured loans		
Fixed Deposits from Companies	4975000	2608000
Fixed deposits from Related Parties		
Directors	474000	29000
Relative s of directors	20665000	13123000
	<u>26114000</u>	<u>15760000</u>
<p>Fixed Deposit from Companies/Directors and relatives of Directors are accepted for a term of 12 months and carry an Interest rate of 12% P.A. They are renewable on request.</p>		
2.6 TRADE PAYABLES:		
Sundry creditors:		
- Micro, Small and Medium Enterprises		
- Others	1474948	3455840
	<u>1474948</u>	<u>345584</u>
2.7 OTHER CURRENT LIABILITIES:		
Current maturity of long term debt:		
From banks	6162088	5145463
Interest accrued and due on borrowings	334227	222817
Interest accrued but not due on borrowings	1399978	945244
Advances from customers	0	362623
Lease Security deposits	5353157	5353157
Other payables:		
Accrued salaries and benefits	228489	216577
Statutory dues	160524	122255
Unmatured Finance Charges	6601240	10229052
	<u>20239704</u>	<u>22597188</u>
2.9 DEFERRED TAX ASSETS (NET):		
Timing difference on accureof difference between book depreciation /lease Equilisation & depreciation as per Income Tax Rules	2964131	2764572
Other- Provision for Gratuity	105793	91167
Deferred Tax Assets (Net)	<u>3069924</u>	<u>2855739</u>
2.10 LONG TERM LOANS AND ADVANCES:		
Unsecured considered good:		
Security Deposits	1285923	1281930
	<u>1285923</u>	<u>1281930</u>

(Rupees)

	As at 31st March, 2012	As at 31st March, 2011
2.11 STOCK ON HIRE		
Stock on Hire under Hire purchase Agreements (Including unmatured finance charges as per contra)	71525365	78270271
	71525365	78270271
2.12 TRADE RECEIVABLES:		
Secured, considered good:unless otherwise stated		
Over Six months	2622920	268100
Others	3815261	6948380
	6438181	7216480
2.13 CASH & CASH EQUIVALENTS :		
(a) Balances with Banks:		
In Current accounts	221076	0
(b) Cheques in hand/ Remittances in transit	0	175000
(c) Cash in hand	977097	1012455
	1198173	1187455
2.14 SHORT TERM LOANS & ADVANCES:		
Loans & Advances to Related Parties-Unsecured		
Loans	2027966	2535684
Advances	2085110	3585110
Others		
Loans -Secured	39870	1132227
Loans-Unsecured	78503299	64423801
Advances recoverable in cash or in kind or for value to be received and/ or adjusted		
Against supply of goods and services	11699791	13209466
Prepaid Expenses	1413640	1431467
Advance Income Tax (Net of provision)	1570553	1643945
Incidental Advances to customers related to HP & Lease	3800880	3800880
	101141109	91762579
2.15 REVENUE FROM OPERATIONS:		
Income From Financing Operations		
Lease Income		
Lease Rentals(Net of Lease Equilastion Adjustments Rs. 566228 (Previous Year Rs.489390)	233668	310506
Hire Purchase Income		
Finance Charges	3627812	7103813
Interest Income (Including Nil (previous year Rs.21396) on Long term Investments)	7980354	6640104
	11841834	14054423

(Rupees)

	<u>As at 31st March, 2012</u>	<u>As at 31st March, 2011</u>
2.16 OTHER NON OPERATING INCOME:		
Miscellaneous Income	70	77
	<u>70</u>	<u>77</u>
2.17 EMPLOYEE BENEFITS EXPENSE		
Salaries and Bonus	2253428	2564817
Employer's contribution to Provident Fund	29070	28488
Gratuity	47334	20582
Staff Welfare Expenses	15664	209041
	<u>2345496</u>	<u>2822928</u>
2.18 FINANCE COSTS:		
Interest expense	6638037	5875732
Other Borrowing costs	0	109600
	<u>6638037</u>	<u>5985332</u>
2.19 DEPRECIATION AND AMORTISATION EXPENSE:		
Depreciation	753679	687063
Amortisation	3000	0
	<u>756679</u>	<u>687063</u>
2.20 OTHER EXPENSES:		
Electricity Expenses	42121	14391
Rent	114749	105522
Rates & Taxes	0	27575
Insurance	42896	18869
Payment to the auditors:		
As Auditor	33708	33090
For Other services	28090	45466
Legal & Professional Expenses	190739	272343
Bank Charges	28709	551266
Vehicles upkeep	207077	160462
Miscellaneous expenses:	448292	415641
Bad debts written off	886680	2449000
Loss on sale of long term investments (Net)	0	268418
	<u>2023061</u>	<u>4362043</u>

2.8 FIXED ASSETS:

PARTICULARS	Original Cost				Depreciation/ Amortisation			Net book value		Lease Equilisation Reserve	
	As at 1st April, 2011	Additions during the year	Other Adjustments	Deduction/ Retirement	As at 31st March, 2012	As at 1st April, 2011	For the year	Deductions during the year	As at 31st March, 2012		As at 31st March, 2011
Tangible Assets:											
Assets on lease											
Vehicles	19324171	0	0	0	19,324,171	18372318	0	0	951,853	95,853	(3988318)
Data Processing Equipments	3080584	0	0	0	3,080,584	212606	0	0	2,867,978	2867978	1522330
TOTAL A	22404755	0	0	0	22404755	18584924	0	0	3819831	3819831	(2455988)
Other Assets											
Fiat & covered Parking	795616	0	0	0	795,616	198953	12969	0	583,694	596663	
Furniture & Fixtures	3805950	0	0	0	3,805,950	3273681	214117	0	318,152	532269	
Vehicles	8067961	0	0	0	8,067,961	5960858	422172	0	1,684,931	2107103	
Office Equipments	2345104	90100	0	0	2,435,204	1476826	100245	0	858,133	868278	
Data Processing Equipments	3943945	99274	0	0	4,043,219	3746748	4176	0	292,295	197197	
TOTAL B1	18958576	189374	0	0	19147950	14657066	753679	0	3737205	430,510	
Intangible Assets:											
Computer softwares		3000	0	0	3,000	0	3000	0	0	0	
TOTAL B2	0	3000	0	0	3000	0	3000	0	0	0	
Total	41363331	192374	0	0	41555705	33241990	756679	0	7557036	8121341	(2465988)
Previous year	40186802	1176529	0	0	41,363,331	32554927	687063	0	8,121,341		



ISF LIMITED
K-10, Som Vihar, R.K. Puram
New Delhi - 110022

Regd. Folio No.....



ATTENDANCE SLIP

NAME & ADDRESS OF THE MEMBER
(IN BLOCK LETTERS)

NO. OF SHARES HELD

NAME OF PROXY :
(If applicable)

I hereby record my presence at the TWENTY FORTH ANNUAL GENERAL MEETING of the company being held on Monday, 24 September 2012 at 11.30 A.M. in Institute Hall, K- Block, Som Vihar, R. K. Puram, New Delhi - 110022

Signature of Member/Proxy



ISF LIMITED
K-10, Som Vihar, R.K. Puram
New Delhi - 110022

PROXY FORM

I/We of

appoint of

or failing him/her of

vote for me/us, and on my/our behalf at the 24nd Annual General Meeting of the Company to be held on Monday, 24 September 2012.

In WITNESS my/our hand this day of 2012.

Signed by the said

Folio No.....

Signature

Note : This Proxy must be deposited at the Registered Office of the Company K-10, Som Vihar, R.K. Puram New Delhi - 110022, not less than 48 hours before the time of holding of the meeting.

MEMBERS' PROXY HOLDERS ATTENDING THE ANNUAL GENERAL MEETING OF THE COMPANY ON MONDAY, 24th SEPTEMBER 2012 ARE REQUESTED TO NOTE THAT NO GIFT/COUPONS SHALL BE DISTRIBUTED