

**THE INDUSTRIAL INVESTMENT CO. LTD.**

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2012.**  
(Rupees in Lakhs)

Sr. No.	Particulars	STANDALONE			YEAR TO DATE FIGURES		CONSOLIDATED	
		3 months ended 31.03.2012 (Unaudited)	Preceding 3 months ended 31.12.2011 (Unaudited)	Corresponding 3 months ended 31.03.2011 (Unaudited)	for the year ended 31.03.2012 (Audited)	for the Previous year ended 31.03.2011 (Audited)	Year ended 31.03.2012 (Audited)	Year ended 31.03.2011 (Audited)
1	Income from operations (a) Net sales/Income from operations (Net of excise duty) (b) Other operating Income (Net)	0.11 12.36	- 117.71	- 10.42	0.11 548.41	- 636.00	0.11 569.15	- 660.13
	Total Income from operations (net)	12.47	117.71	10.42	548.52	636.00	569.26	660.13
2	Expenses (a) Cost of materials Consumed (b) Purchases of stock-in-trade (c) Changes in inventories of finished goods work-in progress and stock-in-trade (d) Employee benefits expense. (e) Depreciation and amortisation expense (f) Legal and Professional fees (g) Commission to Directors (h) Adjustment to carrying amount of investments (Net)	- - - 1.81 0.04 3.34 9.00 30.92	- - - 1.78 0.04 1.76 - -	- - - 1.33 0.06 3.07 9.00 19.50	- - - 7.01 0.16 8.33 9.00 18.88	- - - 5.49 0.18 6.91 9.00 9.79	- - - 7.01 0.16 8.33 9.00 9.61	- - - 5.49 0.18 6.91 9.00 9.79
	Total Expenses	47.79	5.12	34.12	10.45	7.02	11.30	7.78
3	Profit/(Loss) from operations before other income, finance costs and exceptional item (1-2)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98
4	Other income	-	-	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before finance costs and exceptional Items (3 + 4)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98
6	Finance costs	-	-	-	-	-	-	-
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98
8	Exceptional items	-	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 + 8)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98



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10	Tax expenses	(2.11)	-	(6.17)	(0.11)	1.33	(0.10)	1.33
11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11 + 12)	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
14	Share of profit / (Loss) of associates *	-	-	-	-	-	-	-
15	Minority Interest *	-	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (Loss) of associates (13+14+15) *	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
17	Paid-up equity share capital (Face Value of the Share Rs. 10 each)	58.18	58.18	58.18	58.18	58.18	58.18	58.18
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	2,360.51	2,237.60	2,686.07	2,535.01
19 (i)	Earning per share (before extraordinary items) of Rs 10 /- each (not annualised):	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(a) Basic	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(b) Diluted	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
19 (ii)	Earning per share (after extraordinary items) of Rs 10 /- each (not annualised):	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(a) Basic	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(b) Diluted	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51

See accompanying note to the financial results.





# THE INDUSTRIAL & MERCANTILE INVESTMENT CO. LTD.

## AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2012.

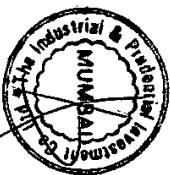
### PART - II

Sr. Nos.	Particulars	STANDALONE			YEAR TO DATE FIGURES		CONSOLIDATED	
		3 months ended 31.03.2012	Preceding 3 months ended 31.12.2011	Corresponding 3 months ended 31.03.2011	for the year ended 31.03.2012	for the Previous year ended 31.03.2011	year ended 31.03.2012	year ended 31.03.2011
<b>A PARTICULARS OF SHAREHOLDING</b>								
1	Public shareholding							
	- Number of shares .....	196,375	196,375	196,341	196,341	196,375	196,341	
	- Percentage of shareholding .....	33.75	33.75	33.75	33.75	33.75	33.75	
2	Promoters and Promoter Group Shareholding							
a)	Pledged / Encumbered	Nil	Nil	Nil	Nil	Nil	Nil	
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil	
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	
b)	Non-encumbered							
	- Number of shares	385,405	385,405	385,439	385,439	385,405	385,439	
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%	100%	
	- Percentage of shares (as a % of the total share capital of the company)	66.25	66.25	66.25	66.25	66.25	66.25	

PARTICULARS

3 months ended  
31.03.2012

**B INVESTOR COMPLAINTS**  
 Pending at the beginning of the quarter Nil  
 Received during the quarter 4  
 Disposed of during the quarter 4  
 Remaining unresolved at the end of the quarter Nil

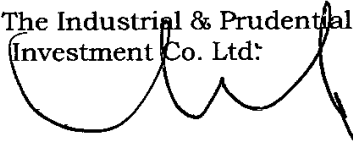


## **NOTES TO THE FINANCIAL RESULTS.**

1. The **Investment activity** is considered as a single segment in accordance with Accounting Standard (AS-17) "Segment Reporting".
2. Other operating income (net) includes dividend earned on investments and profit/loss on sale of investments (net).
3. Consolidated Financial Results are made up of The Industrial & Prudential Investment Co. Ltd and its Subsidiary New Holding and Trading Co. Ltd.
4. The Previous period figures have been regrouped/rearranged wherever necessary to conform to current period's classification.
5. The Board of Directors have recommended a dividend of Rs. 55 per share for the year ended 31<sup>st</sup> March, 2012.
6. The above financial results were taken on record by the Board of Directors at their meeting held on May, 18, 2012.

Mumbai  
May 18, 2012.

For The Industrial & Prudential  
Investment Co. Ltd:




A. V. SETALVAD  
DIRECTOR

**STATEMENT OF ASSETS AND LIABILITIES**

PARTICULARS	STANDALONE		CONSOLIDATED	
	(Rs. In Lakhs)		(Rs. In Lakhs)	
	As at year end 31.03.2012	As at year end 31.03.2011	As at year end 31.03.2012	As at year end 31.03.2011
<b>A EQUITY AND LIABILITIES</b>				
<b>(1) SHAREHOLDERS' FUNDS</b>				
(a) Share Capital	58.21	58.21	58.21	58.21
(b) Reserves and Surplus	2,360.51	2,237.60	2686.07	2534.01
(c) Money received against Share Warrants	-	-	-	-
<b>Sub-Total- Shareholders' Funds</b>	<b>2,418.72</b>	<b>2,295.81</b>	<b>2,744.28</b>	<b>2,592.22</b>
<b>(2) SHARE APPLICATION MONEY</b>				
Pending allotment	-	-	-	-
<b>(3) Minority Interest</b>				
(a) Long - term borrowings	-	-	-	-
(b) Deferred tax Liabilities (Net)	-	0.11	-	0.11
(c) Other Long Term Liabilities	-	-	-	-
(d) Long - term Provisions	-	-	-	-
<b>Sub-Total- Non-Current Liabilities</b>	<b>-</b>	<b>0.11</b>	<b>-</b>	<b>0.11</b>
<b>(5) CURRENT LIABILITIES</b>				
(a) Short - term borrowings	-	-	-	-
(b) Trade Payables	11.35	11.84	11.64	12.12
(c) Other Current Liabilities	22.84	16.77	22.84	16.77
(d) Short - term Provisions	383.39	385.45	383.46	385.51
<b>Sub-Total- Current Liabilities</b>	<b>417.58</b>	<b>414.06</b>	<b>417.94</b>	<b>414.40</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>2,836.30</b>	<b>2,709.98</b>	<b>3,162.22</b>	<b>3,006.73</b>
<b>B ASSETS</b>				
<b>(1) NON - CURRENT ASSETS</b>				
(a) Fixed assets	0.84	1.00	0.84	1.00
(b) Goodwill on consolidation	-	-	-	-
(c) Non-Current investments	2,454.58	2,294.26	2707.47	2,557.01
(d) Deferred Tax assets (net)	-	-	-	-
(e) Long Term loans and Advances	-	-	-	-
(f) Other non-current assets	0.15	0.15	0.15	0.15
<b>Sub-Total- Non-Current Assets</b>	<b>2,455.57</b>	<b>2,295.41</b>	<b>2,708.46</b>	<b>2,558.16</b>
<b>(2) CURRENT ASSETS</b>				
(a) Current Investments	277.01	313.86	277.01	313.86
(b) Inventories	-	-	-	-
(c) Trade receivables	-	-	-	-
(d) Cash and Cash equivalents	81.71	85.56	154.23	119.50
(e) Short -Term Loan and Advances	14.49	14.98	14.55	15.04
(f) Other Current assets	7.52	0.17	7.97	0.17
<b>Sub-Total- Current Assets</b>	<b>380.73</b>	<b>414.57</b>	<b>453.76</b>	<b>448.57</b>
<b>TOTAL - ASSETS</b>	<b>2,836.30</b>	<b>2,709.98</b>	<b>3,162.22</b>	<b>3,006.73</b>

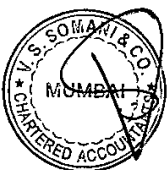
For The Industrial & Prudential Investment Company Ltd.

  
 (A. V. SETALVAD)  
 DIRECTOR  
 MUMBAI, 18.05.2012.

## AUDITORS' REPORT

### TO THE MEMBERS OF THE INDUSTRIAL & PRUDENTIAL INVESTMENT COMPANY LIMITED

1. We have audited the attached Balance Sheet of **THE INDUSTRIAL & PRUDENTIAL INVESTMENT COMPANY LIMITED**, as at 31<sup>st</sup> March 2012, Profit and Loss Account and also 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.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (ii) In our opinion, proper books of 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 and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 as sub-section (3C) of section 211 of the Companies Act, 1956;

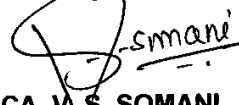


- (v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (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 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 31<sup>st</sup> March 2012;
  - (b) in the case of the Profit and Loss Account, of the Profit 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.

Place: Mumbai

Date: May 18, 2012

**For V. S. SOMANI & CO.,**  
Chartered Accountants  
Firm Registration No.: 117589W



**CA. V. S. SOMANI**  
Proprietor  
Membership No: 102664

**Annexure referred to in paragraph 3 of our report of even date**

**Clause No. 4 (ii),4(viii), 4(x), 4(xvi) of the Order is not applicable to the Company**

- i.
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
  - b) The fixed assets of the Company have been physically verified by the management during the year. No material discrepancies were noticed on such verification as compared with the book records.
  - c) The Company has not disposed off substantial part of fixed asset during the year.
  
- ii. The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms and other parties listed in the register maintained under section 301 of the Companies Act, 1956. Accordingly sub-clause (b),(c),(d), (f) and (g) of clause 4(iii) of the Order are not applicable.
  
- iii. In our opinion, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
  
- iv. There are no particulars of contracts or arrangements referred to in Section 301 of the Companies Act, 1956 that need to be entered into the register maintained in pursuance of section 301. Accordingly, sub-clause (b) is not applicable.
  
- v. The Company has not accepted any deposits from the public.
  
- vi. The Company does not have an internal audit system. Considering the nature and scale of operations of the Company and in the context of the close supervision exercised by the Board of Directors, we are informed that an internal audit system is not considered necessary at present.
  
- vii.
  - (a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income - tax, Sales - tax, Wealth-tax, Service tax, custom duty, excise, cess and any other statutory dues applicable to it. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at 31<sup>st</sup> March, 2012 for a period of more than six months from the date they became payable.
  
  - (b) According to the records made available to us and the information and explanations given by the management, there are no dues of sales tax / income tax /custom duty / wealth tax / service tax / excise duty / cess that have not been deposited on account of any dispute.
  
- viii. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the financial year immediately preceding such financial year.
  
- ix. The Company has no dues payable to banks, financial institutions, or debenture holders. Accordingly, provision of clause 4(xi) is not applicable to the Company.
  
- x. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

The Company is not a chit/ nidhi/mutual benefit fund/society.

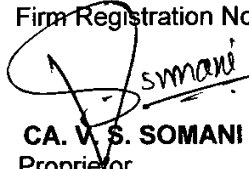




- xii. Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that in respect of current investments, wherein the Company is dealing in shares, securities and other investments, proper records have been maintained of those transactions and contracts and entries therein have generally been made on timely basis. The Company has held the investments in its own name except as permissible under section 49 of the Act.
- xiii. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xiv. During the year the Company has not raised any funds on short term basis.
- xv. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- xvi. During the year the Company has not issued any debentures.
- xvii. The Company has not raised any money by public issue during the year.
- xviii. According to the information and explanations given to us, no fraud on or by the Company, has been noticed or reported during the course of our audit.

**For V. S. SOMANI & CO.**  
Chartered Accountants  
Firm Registration No.: 117589W



  
**CA. V. S. SOMANI**  
Proprietor  
Membership No: 102664

Place: Mumbai  
Date: May 18, 2012

**V. S. Somani & Co.**  
**Chartered Accountants**  
17, Dattatva Society,  
Dasturwadi,  
M.M.G.S. Marg, Dadar (E),  
Mumbai - 400 014, India.  
Tel. : 91-22-3258 6162  
E-mail : somanivs@gmail.com

**AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO  
THE BOARD OF DIRECTORS OF THE INDUSTRIAL & PRUDENTIAL  
INVESTMENT COMPANY LIMITED**

1. We have audited the attached Consolidated Balance Sheet of The Industrial & Prudential Investment Company Limited (the Company) and its subsidiary, as at 31st March 2012, and also the related Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding component. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of subsidiary, New Holding and Trading Company Limited, whose financial statements reflect total assets of Rs. 325.94 Lacs as at 31st March 2012, the total revenues of Rs.30.01 Lacs and cash outflows amounting to Rs.38.58 lacs for the year then ended. These financial statements and other financial information have been audited by the other auditor whose report has been furnished to us, and our opinion is based solely on the report of the other auditor.
4. We report that the consolidated financial statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements, prescribed by the Companies (Accounting Standards) Rules,2006 as sub-section (3C) of section 211 of the Companies Act, 1956
5. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the component, and to the best of our information and according to the explanations given to us, we are of the opinion that the attached consolidated financial statements read together with notes thereon, give a true and fair view in conformity with the accounting principles generally accepted in India:



- (a) in the case of the Consolidated Balance Sheet, of the State of affairs of the Company and its subsidiary as at 31st March 2012;
- (b) in the case of the Consolidated Profit and Loss Account, of the Profit for the year ended on that date; and
- (c) in the case of the Consolidated Cash Flow Statement, of the Cash Flow for the year ended on that date.

Place: Mumbai  
Date: May 18, 2012



**For V. S. SOMANI & CO.,**  
Chartered Accountants  
Firm Registration No.: 117589W

A handwritten signature in black ink that reads "V. S. Somani".

**CA. V. S. SOMANI**  
Proprietor  
Membership No: 102664

**THE INDUSTRIAL & MERCANTILE INVESTMENT CO. LTD.**

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	(i) Other expenses	2.68	1.54	1.16	10.45	7.02	11.30	7.78
	Total Expenses	47.79	6.12	34.12	53.83	38.39	45.41	39.15
3	Profit/(Loss) from operations before other income, finance costs and exceptional item (1-2)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98
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8	Exceptional Items	-	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 + 8)	(35.32)	112.59	(23.70)	494.69	597.61	523.85	620.98



**THE INDUSTRIAL & MERCANTILE INVESTMENT CO. LTD.**

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2012.**  
**PART I**  
*(Rupees in Lakhs)*

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11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
12	Extraordinary items (net of tax expense).	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11 + 12)	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
14	Share of profit/(Loss) of associates *	-	-	-	-	-	-	-
15	Minority interest *	-	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (Loss) of associates (13+14+15) *	(33.21)	112.59	(17.53)	494.80	596.28	523.95	619.65
17	Paid-up equity share capital (Face Value of the Share Rs. 10 each)	58.18	58.18	58.18	58.18	58.18	58.18	58.18
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	2,360.51	2,237.60	2,686.07	2,535.01
19 (i)	Earning per share: (before extraordinary items) of Rs 10 /- each (not annualised):	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(a) Basic	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(b) Diluted	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
19 (ii)	Earning per share: (after extraordinary items) of Rs 10/- each (not annualised):	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(a) Basic	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51
	(b) Diluted	(5.71)	19.35	(3.02)	85.05	102.49	90.05	106.51

See accompanying note to the financial results.



**THE INDUSTRIAL & PRUDENTIAL INVESTMENT CO. LTD.**

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2012.**

**PART - II**

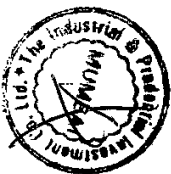
Sl. No.	Particulars	STANDALONE			YEAR TO DATE FIGURES			CONSOLIDATED	
		3 months ended 31.03.2012	Preceding 3 months ended 31.12.2011	Corresponding 3 months ended 31.03.2011	for the year ended 31.03.2012	for the Previous year ended 31.03.2011	year ended 31.03.2012	year ended 31.03.2011	
<b>A PARTICULARS OF SHAREHOLDING</b>									
1	Public shareholding	196,375	196,375	196,341	196,375	196,341	196,375	196,341	
	- Number of shares .....	33,75	33,75	33,75	33,75	33,75	33,75	33,75	
	- Percentage of shareholding .....								
2	Promoters and Promoter Group Shareholding								
	a) Pledged / Encumbered	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
	- Number of shares								
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
	b) Non-encumbered								
	- Number of shares	385,405	385,405	385,439	385,405	385,439	385,405	385,439	
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%	100%	100%	100%	
	- Percentage of shares (as a % of the total share capital of the company)	66.25	66.25	66.25	66.25	66.25	66.25	66.25	

**PARTICULARS**

3 months ended  
31.03.2012

**B INVESTOR COMPLAINTS**

Pending at the beginning of the quarter Nil  
 Received during the quarter 4  
 Disposed of during the quarter 4  
 Remaining unresolved at the end of the quarter Nil

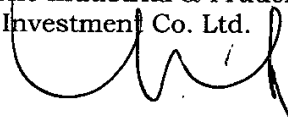


## **NOTES TO THE FINANCIAL RESULTS.**

1. The **Investment activity** is considered as a single segment in accordance with Accounting Standard (AS-17) "Segment Reporting".
2. Other operating income (net) includes dividend earned on investments and profit/loss on sale of investments (net).
3. Consolidated Financial Results are made up of The Industrial & Prudential Investment Co. Ltd and its Subsidiary New Holding and Trading Co. Ltd.
4. The Previous period figures have been regrouped/rearranged wherever necessary to conform to current period's classification.
5. The Board of Directors have recommended a dividend of Rs. 55 per share for the year ended 31<sup>st</sup> March, 2012.
6. The above financial results were taken on record by the Board of Directors at their meeting held on May, 18, 2012.

Mumbai  
May 18, 2012.

For The Industrial & Prudential  
Investment Co. Ltd.



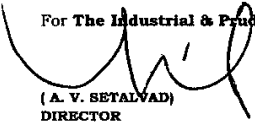
A. V. SETALVAD  
DIRECTOR


**THE INDUSTRIAL & PRUDENTIAL INVESTMENT CO. LTD.**

**STATEMENT OF ASSETS AND LIABILITIES**

PARTICULARS	STANDALONE		CONSOLIDATED	
	(Rs. In Lakhs)		(Rs. In Lakhs)	
	As at year end 31.03.2012	As at year end 31.03.2011	As at year end 31.03.2012	As at year end 31.03.2011
<b>A EQUITY AND LIABILITIES</b>				
(1) <b>SHAREHOLDERS' FUNDS</b>				
(a) Share Capital	58.21	58.21	58.21	58.21
(b) Reserves and Surplus	2,360.51	2,237.60	2,686.07	2,534.01
(c) Money received against Share Warrants	-	-	-	-
<b>Sub-Total- Shareholders' Funds</b>	<b>2,418.72</b>	<b>2,295.81</b>	<b>2,744.28</b>	<b>2,592.22</b>
(2) <b>SHARE APPLICATION MONEY</b>				
Pending allotment	-	-	-	-
(3) <b>Minority Interest</b>	-	-	-	-
(4) <b>NON - CURRENT LIABILITIES</b>				
(a) Long - term borrowings	-	-	-	-
(b) Deferred tax Liabilities (Net)	-	0.11	-	0.11
(c) Other Long Term Liabilities	-	-	-	-
(d) Long - term Provisions	-	-	-	-
<b>Sub-Total- Non-Current Liabilities</b>	<b>-</b>	<b>0.11</b>	<b>-</b>	<b>0.11</b>
(5) <b>CURRENT LIABILITIES</b>				
(a) Short - term borrowings	-	-	-	-
(b) Trade Payables	11.35	11.84	11.64	12.12
(c) Other Current Liabilities	22.84	16.77	22.84	16.77
(d) Short - term Provisions	383.39	385.45	383.46	385.51
<b>Sub-Total- Current Liabilities</b>	<b>417.58</b>	<b>414.06</b>	<b>417.94</b>	<b>414.40</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>2,836.30</b>	<b>2,709.98</b>	<b>3,162.22</b>	<b>3,006.73</b>
<b>B ASSETS</b>				
(1) <b>NON - CURRENT ASSETS</b>				
(a) Fixed assets	0.84	1.00	0.84	1.00
(b) Goodwill on consolidation	-	-	-	-
(c) Non-Current Investments	2,454.58	2,294.26	2,707.47	2,557.01
(d) Deferred Tax assets (net)	-	-	-	-
(e) Long Term loans and Advances	-	-	-	-
(f) Other non-current assets	0.15	0.15	0.15	0.15
<b>Sub-Total- Non-current Assets</b>	<b>2,455.57</b>	<b>2,295.41</b>	<b>2,708.46</b>	<b>2,558.16</b>
(2) <b>CURRENT ASSETS</b>				
(a) Current Investments	277.01	313.86	277.01	313.86
(b) Inventories	-	-	-	-
(c) Trade receivables	-	-	-	-
(d) Cash and Cash equivalents	81.71	85.56	154.23	119.50
(e) Short -Term Loan and Advances	14.49	14.98	14.55	15.04
(f) Other Current assets	7.52	0.17	7.97	0.17
<b>Sub-Total- Current Assets</b>	<b>380.73</b>	<b>414.57</b>	<b>453.76</b>	<b>448.57</b>
<b>TOTAL - ASSETS</b>	<b>2,836.30</b>	<b>2,709.98</b>	<b>3,162.22</b>	<b>3,006.73</b>

For The Industrial & Prudential Investment Company Ltd.

  
 (A. V. SETALVAD)  
 DIRECTOR  
 MUMBAI, 18.05.2012.



## AUDITORS' REPORT

### TO THE MEMBERS OF THE INDUSTRIAL & PRUDENTIAL INVESTMENT COMPANY LIMITED

1. We have audited the attached Balance Sheet of **THE INDUSTRIAL & PRUDENTIAL INVESTMENT COMPANY LIMITED**, as at 31<sup>st</sup> March 2012, Profit and Loss Account and also 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.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (ii) In our opinion, proper books of 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 and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 as sub-section (3C) of section 211 of the Companies Act, 1956;



- (v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (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 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 31<sup>st</sup> March 2012;
  - (b) in the case of the Profit and Loss Account, of the Profit 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.

Place: Mumbai  
Date: *May 18, 2012*



**For V. S. SOMANI & CO.,**  
Chartered Accountants  
Firm Registration No.: 117589W

*S. V. Somani*

**CA. V. S. SOMANI**  
Proprietor  
Membership No: 102664

**Annexure referred to in paragraph 3 of our report of even date**

**Clause No. 4 (ii),4(viii), 4(x), 4(xvi) of the Order is not applicable to the Company**

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.  
b) The fixed assets of the Company have been physically verified by the management during the year. No material discrepancies were noticed on such verification as compared with the book records.  
c) The Company has not disposed off substantial part of fixed asset during the year.
- ii. The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms and other parties listed in the register maintained under section 301 of the Companies Act, 1956. Accordingly sub-clause (b),(c),(d), (f) and (g) of clause 4(iii) of the Order are not applicable.
- iii. In our opinion, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
- iv. There are no particulars of contracts or arrangements referred to in Section 301 of the Companies Act, 1956 that need to be entered into the register maintained in pursuance of section 301. Accordingly, sub-clause (b) is not applicable.
- v. The Company has not accepted any deposits from the public.
- vi. The Company does not have an internal audit system. Considering the nature and scale of operations of the Company and in the context of the close supervision exercised by the Board of Directors, we are informed that an internal audit system is not considered necessary at present.
- vii. (a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income - tax, Sales - tax, Wealth-tax, Service tax, custom duty, excise, cess and any other statutory dues applicable to it. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at 31<sup>st</sup> March, 2012 for a period of more than six months from the date they became payable.  
(b) According to the records made available to us and the information and explanations given by the management, there are no dues of sales tax / income tax / custom duty / wealth tax / service tax / excise duty / cess that have not been deposited on account of any dispute.
- viii. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the financial year immediately preceding such financial year.
- ix. The Company has no dues payable to banks, financial institutions, or debenture holders. Accordingly, provision of clause 4(xi) is not applicable to the Company.
- x. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

The Company is not a chit/ nidhi/mutual benefit fund/society.



- xii. Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that in respect of current investments, wherein the Company is dealing in shares, securities and other investments, proper records have been maintained of those transactions and entries therein have generally been made on timely basis. The Company has held the investments in its own name except as permissible under section 49 of the Act.
- xiii. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xiv. During the year the Company has not raised any funds on short term basis.
- xv. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- xvi. During the year the Company has not issued any debentures.
- xvii. The Company has not raised any money by public issue during the year.
- xviii. According to the information and explanations given to us, no fraud on or by the Company, has been noticed or reported during the course of our audit.

For V. S. SOMANI & CO.  
Chartered Accountants  
Firm Registration No.: 117589W



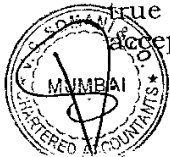
*V. S. Somani*  
CA. V. S. SOMANI  
Proprietor  
Membership No: 102664

Place: Mumbai  
Date: May 18, 2012

**V. S. Somani & Co.**  
**Chartered Accountants**  
17, Dattatva Society,  
Dasturwadi,  
M.M.G.S. Marg, Dadar (E),  
Mumbai - 400 014, India.  
Tel. : 91-22-3258 6162  
E-mail : somanivs@gmail.com

**AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO  
THE BOARD OF DIRECTORS OF THE INDUSTRIAL & PRUDENTIAL  
INVESTMENT COMPANY LIMITED**

1. We have audited the attached Consolidated Balance Sheet of The Industrial & Prudential Investment Company Limited (the Company) and its subsidiary, as at 31st March 2012, and also the related Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding component. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of subsidiary, New Holding and Trading Company Limited, whose financial statements reflect total assets of Rs. 325.94 Lacs as at 31st March 2012, the total revenues of Rs.30.01 Lacs and cash outflows amounting to Rs.38.58 lacs for the year then ended. These financial statements and other financial information have been audited by the other auditor whose report has been furnished to us, and our opinion is based solely on the report of the other auditor.
4. We report that the consolidated financial statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements, prescribed by the Companies (Accounting Standards) Rules,2006 as sub-section (3C) of section 211 of the Companies Act, 1956
5. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the component, and to the best of our information and according to the explanations given to us, we are of the opinion that the attached consolidated financial statements read together with notes thereon, give a true and fair view in conformity with the accounting principles generally accepted in India:

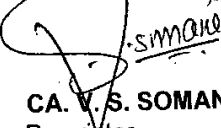


- (a) in the case of the Consolidated Balance Sheet, of the State of affairs of the Company and its subsidiary as at 31st March 2012;
- (b) in the case of the Consolidated Profit and Loss Account, of the Profit for the year ended on that date; and
- (c) in the case of the Consolidated Cash Flow Statement, of the Cash Flow for the year ended on that date.

Place: Mumbai  
Date: May 18, 2012



For V. S. SOMANI & CO.,  
Chartered Accountants  
Firm Registration No.: 117589W

  
CA. V. S. SOMANI  
Proprietor  
Membership No: 102664