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ANNEXURE - 'B'

MAHENDRA N. SHAH & CO.
CHARTERED ACCOUNTANTS

CA MAHENDRA N. SHAH B.Com., B. A. (SPL) F.C.A.
CA CHIRAG M. SHAH B.Com., LL.B., F.C.A. D.I.S.A.
CA MADHUKANT T. PATEL B.Com., LL.B., F.C.A.
CA RASHMI B. SHETH B.Com., F.C.A.



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AHMEDABAD - 380 009.

Ref. No. :

Date :

To,
The Board of Directors,
Gujarat State Financial Corporation
Gandhinagar

Sub: Limited Review Report of Unaudited financial Statements for the Quarter ended 31st December 2013, pursuant to Clause 41 of Listing Agreement.

We have reviewed the accompanying statement of unaudited financial results of Gujarat State Financial Corporation for the Quarter ended 31st December, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and is subject to approval by the Board of Directors / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, "Engagements to Review Financial Statements" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures which are applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We have to draw attention about certain accounting transactions as under.

- (1) During the quarter, no provision for employee retirement benefits, legal and profession fees, Sales tax liability, ICICI security deposit liability etc. are made and we have been informed that the same will be provided by the year end.
- (2) Interest on ICD & LQD and branch office rent is accounted for on Cash basis in quarterly working and not on accrual basis.
- (3) The Accounting effect on reworking of interest and penalty on various loans is not ascertained and shall be accounted for on finalization of working thereof.
- (4) Justification for certain Credit and Debit entries / balance in various income and expenses account like interest on term loan, Interest on Corporate loan, Interest on Tiny Loan, Interest on staff loan, Staff advances, bad debt recovery account etc. is still to be received.

Based on our review conducted except as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and/or Accounting Standards issued by Institute of Chartered Accountants of India and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MAHENDRA N. SHAH & CO
CHARTERED ACCOUNTANTS,
FRN. 205775W

Chirag M. Shah
CHIRAG M. SHAH
(PARTNER)
MEMB. NO. 45706

PLACE: AHMEDABAD
DATE: 7th February 2014



GUJARAT STATE FINANCIAL CORPORATION

GANDHINAGAR

UNAUDITED FINANCIAL RESULTS (PROVISIONAL)

FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2013

(Rs in Lacs)

PART-I

PARTICULARS	Quarter ended (Reviewed)			Nine Months ended (Reviewed)		Year ended (Audited)
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
1 (a) Interest Income	901.56	340.57	853.44	1532.57	2218.01	2506.15
(b) Other Income	61.18	26.34	37.66	126.90	274.93	3938.01
Total Income (a+b)	962.74	366.91	891.10	1659.47	2492.94	6444.16
2 Expenditure						
(A) Interest Expenses	2913.86	2894.05	2835.16	8651.13	11776.62	14571.39
(B) Employees cost	98.91	84.72	126.50	255.12	302.56	432.84
(C) Other Expenses	686.53	251.17	936.31	1220.70	1708.05	2736.78
(D) Depreciation	5.00	5.00	5.00	15.00	15.00	19.62
Total Expenditure (A+B+C+D)	3704.30	3234.94	3902.97	10141.95	13802.23	17760.62
3 Profit(+)/Loss(-) before Tax (1+2-3)	-2741.55	-2868.03	-3011.87	-8482.47	-11309.29	-11316.45
4 Provision for Taxation	0.00	0.00	0.00	0.00	0.00	0.00
5 Net Profit(+)/Loss(-) (5-6)	(2741.55)	(2868.03)	(3011.87)	(8482.47)	(11309.29)	(11316.45)
6 Extra-ordinary items						
Profit on Sale of assets/Investment	0.00	0.00	0.00	0.00	0.00	0.14
7 Net Profit(+)/Loss(-) after extraordinary item	(2741.55)	(2868.03)	(3011.87)	(8482.47)	(11309.29)	(11316.31)
8 Paidup Equity Share Capital (Face value of Rs. 10/- each)	8911.40	8911.40	8911.40	8911.40	8911.40	8911.40
9 Reserves	27336.67	27336.67	27336.67	27336.67	27336.67	27336.67
10 Accumulated Loss	(211195.74)	208454.19	(202706.25)	(211195.74)	(202706.25)	(202713.27)
11 Earning per Share (Basic & diluted)	-3.08	-3.22	-3.38	-9.52	-12.69	-12.70

PART - II SELECT INFORMATION FOR THE QUARTER ENDED 31.12.2013

A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of shares	14303600	14303600	14303600	14303600	14303600	14303600
- Percentage of shareholding	16.05	16.05	16.05	16.05	16.05	16.05
2 Promoters and Promoter Group Shareholding						
a Pledged / Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a% of the total shareholding of the promoter and promoter group)	NA	NA	NA	NA	NA	NA
- Percentage of shares (as a% of the total share capital of the Corporation)	NA	NA	NA	NA	NA	NA
b Non-encumbered						
- Number of shares	74810400	74810400	74810400	74810400	74810400	74810400
- 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 Corporation)	83.95	83.95	83.95	83.95	83.95	83.95
B INVESTOR COMPLAINTS				NIL		
Pending at the beginning of the quarter				1		
Received during the quarter				1		
Disposed of during the quarter				NIL		
Remaining unresolved at the end of the quarter				NIL		

Note :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14.02.2014
- 2 Limited Review of the said results were carried out by Statutory Auditors.
- 3 As the Corporation operates in a single segment i.e. term lending, segment reporting is not applicable
- 4 NPA provision, if any, will be made at the end of the year by the Corporation.

By Order of the Board

Arvind Agarwal
Arvind Agarwal
Managing Director

Place : Gandhinagar
Date : 14/02/2014

qtr_31_12_13 Result 31.12.2013