

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.
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Ref. No. :

Date :

Auditor's Report to
The Board of Directors,
Gujarat State Financial Corporation
Gandhinagar.

1. We have audited the accompanying Statement of financial results ("the Statement") of Gujarat State Financial Corporation for the year ended 31/03/2014 being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement with the Stock Exchange. This statement has been prepared on the basis of the related annual financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement, based on our audit of the related annual financial statements, which have been prepared in accordance with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement 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 Statement is free material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Attention is invited to
 - (i) Note No. 1 of the Statement regarding the figures for the quarter ended 31st March 2014, being balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year.
 - (ii) Note No. 3 regarding inclusion of exceptional nature of Sales Tax expenses of earlier years of Rs. 1881.75 lacs in "Other Expenses" and Write back of excess provision of NPA of Rs.1590.49 lacs in "Other operating Income".
4. In our opinion and to the best of our information and according to the explanations given to us on the basis stated in paragraph 4 and subject to our comments in paragraph 5, the Statement:
 - (i) is presented in accordance with the requirements of clause 41 of the Listing Agreements with the Stock Exchanges and;
 - (ii) gives a true and fair view of the net Loss and other financial information of the Company for the year ended 31/03/2014.
5. Further, we also report that we have traced from the details furnished by the Management / Registrars, number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, pledged / encumbered shares and non-encumbered shares of promoter and promoter group shareholders, in terms of clause 35 of the Listing Agreement and the particulars relating to the undisputed investor complaints and have not been audited by us.

Place : Ahmedabad

Date : 29/05/2014



For Mahendra N. Shah & Co.

Chartered Accountants

FRN 105775W

Chirag M. Shah
Chirag M. Shah

Partner

Membership No. 45706

GUJARAT STATE FINANCIAL CORPORATION
GANDHINAGAR
AUDITED FINANCIAL RESULTS
FOR THE YEAR/QUARTER ENDED 31ST MARCH, 2014

PART - I

(Rs. In Lacs)

PARTICULARS	Quarter ended (Reviewed)			Year ended (Audited)	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
1 (a) Interest Income	270.01	901.56	288.14	1802.58	2506.15
(b) Other Operating Income	2151.66	61.18	3663.08	2278.56	3938.01
Total Income (a+b)	2421.67	962.74	3951.22	4081.14	6444.16
2 Expenditure					
(A) Interest Expenses	2870.02	2913.86	2794.77	11521.15	14571.39
(B) Staff Expenses	198.05	98.91	130.28	453.17	432.84
(C) Other Expenses	2134.86	686.53	1028.73	3355.56	2736.86
(D) Depreciation	15.84	5.00	4.62	30.84	19.62
Total Expenditure (A+B+C+D)	5218.77	3704.30	3958.40	15360.72	17760.70
3 Profit(+)/Loss(-) before Tax (1+2-3)	-2797.10	-2741.55	-7.17	-11279.58	-11316.45
4 Provision for Taxation	0.00	0.00	0.00	0.00	0.00
5 Net Profit(+)/Loss(-) (5-6)	(2797.10)	(2741.55)	(7.17)	(11279.58)	(11316.45)
6 Extra-ordinary items					
Profit on Sale of assets/Investment	0.79	0.00	0.14	0.79	0.14
7 Net Profit(+)/Loss(-) after extraordinary item	(2796.31)	(2741.55)	(7.03)	(11278.79)	(11316.31)
8 Paidup Equity Share Capital (Face value of Rs. 10/- each)	8911.40	8911.40	8911.40	8911.40	8911.40
9 Reserve	27336.67	27336.67	27336.67	27336.67	27336.67
10 Accumulated Loss	(213992.06)	(211195.74)	(202713.27)	(213992.06)	(202713.27)
11 Earning per Share (Basic & diluted)	-3.14	-3.08	-0.01	-12.66	-12.70
PART - II SELECT INFORMATION FOR THE QUARTER ENDED 31.03.2014					
A PARTICULARS OF SHAREHOLDING					
1 Public Shareholding					
- Number of shares	14303600	14303600	14303600	14303600	14303600
- Percentage of shareholding	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
- Percentage of shares (as a% of the total shareholding of the promoter and promoter group)	NA	NA	NA	NA	NA
- Percentage of shares (as a% of the total share capital of the Corporation)	NA	NA	NA	NA	NA
b Non-encumbered					
- Number of shares	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
- Percentage of shares (as a% of the total share capital of the Corporation)	83.95	83.95	83.95	83.95	83.95
B INVESTOR COMPLAINTS			3 months ended 31.03.2014		
Pending at the beginning of the quarter			NIL		
Received during the quarter			2		
Disposed of during the quarter			2		
Remaining unresolved at the end of the quarter			NIL		

STATEMENT OF ASSETS AND LIABILITIES AS PER CLAUSE 41(V)(H)

PARTICULARS		As at	As at
		31.03.14 Audited	31.03.13 Audited
A	Equity and Liabilities		
1	Shareholder's Funds		
	(a) Share Capital	9371.88	9371.88
	⊙ Reserves & Surplus	-186655.40	-175376.60
	Sub-total Shareholder's Fund	-177283.52	-166004.72
2	Non-Current Liabilities		
	(a) Long Term Borrowing	66169.14	66169.14
	(b) Other Non-Current Liabilities	119295.08	107802.07
	Sub-total Non-Current Liabilities	185464.22	173971.21
3	Current Liabilities		
	(a) Other Current Liabilities	798.00	346.66
	Sub-total Current Liabilities	798.00	346.66
	TOTAL- EQUITY AND LIABILITIES	8978.70	8313.15
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed Assets		
	(i) Gross Block	1535.86	1402.23
	(ii) Depreciation	-1126.46	-1105.88
	(iii) Net Block	409.40	296.35
	(b) Non-current Investment	484.35	484.35
	⊙ Long term Loans and advances	200.51	199.12
	(d) Other Non-current assets	548.88	471.86
	Sub-total - Non-Current Assets	1643.14	1451.68
2	Current Assets		
	(a) Cash and Cash equivalents	7335.56	6861.47
	Sub-total - Current Assets	7335.56	6861.47
	TOTAL - ASSETS	8978.70	8313.15

Note :

- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- The above audited financial results have been reviewed by the Audit Committee and were taken on record by the Board of Directors at its meeting held on 29.5.2014.
- Other income for the year ended 31st March, 2014 includes write back of NPA provision made in earlier years and other expenses include exceptional items.
- As the Corporation operates in a single segment i.e. term lending, segment reporting is not applicable
- The details of grievances received and disposed off during the quarter are as under

Pending as on 31/12/13	Received during the quarter	Disposed during the quarter	Pending at the end of the quarter
0	2	2	0

By Order of the Board



(Arvind Agarwal)
Managing Director

Place : Gandhinagar

Date :29/05/2014

qtr 31 03 14 31.03.2014