

# **MANDYA FINANCE COMPANY LIMITED**

**7, Chittaranjan Avenue, 3<sup>rd</sup> Floor, Kolkata 700072**

## **NOTICE**

Notice is hereby given that the 31<sup>st</sup> Annual General Meeting of MANDYA FINANCE COMPANY LIMITED will be held on Thursday, the 12<sup>th</sup> September, 2013 at 11.30 A.M. at its registered office at 7, Chittaranjan Avenue, 3<sup>rd</sup> Floor, Kolkata- 700072 to transact the following ordinary business:

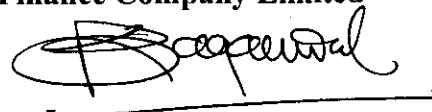
1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and Audited Profit and Loss Account for the year ended on that date together with Auditors' Report and Director's Report thereon.
2. To appoint a Director in place of Sri Raj Kumar Jalan, who retires by rotation and being eligible, offers himself for re-appointment as the director of the Company.
3. To appoint Auditors and fix their remuneration.

By Order of the Board,

For Mandya Finance Company Limited

Place: Kolkata

Dated: 31<sup>st</sup> May, 2013



Director

### **NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE SHOULD BE DULY STAMPED, COMPLETED AND SIGNED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE AFORESAID MEETING.
2. Register of Members and Share Transfer Books shall remain closed from the 9<sup>th</sup> September, 2013 to the 12<sup>th</sup> September, 2013 (both days inclusive).

3. Members holding shares in dematerialized form are requested to bring their Client ID Number and DP ID Number for easy identification of attendance at the meeting.
4. The Registrar and Share Transfer Agent of the Company is NICHIE TECHNOLOGIES PRIVATE. LIMITED. of D-511, Bagree Market, 71, B. R. B. Basu Road, Kolkata : 700001.
5. The Equity Shares of the Company are listed at The Calcutta Stock Exchange Association Limited, 7, Lyons Range, Kolkata-700 001 The annual listing fees for the year 2013-2014 has been paid to the Stock Exchange .

BB

# MANDYA FINANCE COMPANY LIMITED

REGISTERED OFFICE  
7, CHITARANJAN AVENUE, 3<sup>RD</sup> FLOOR, KOLKATA 700 072

I/We \_\_\_\_\_ of  
\_\_\_\_\_ being member(s) of the above  
named Company hereby appoint \_\_\_\_\_ of  
\_\_\_\_\_ or failing him \_\_\_\_\_  
of \_\_\_\_\_ as my/our proxy to attend and vote  
for me/us on my/our behalf at the 31<sup>st</sup> Annual General Meeting of **MANDYA FINANCE  
COMPANY LIMITED** to be held on Thursday, the 12<sup>th</sup> September, 2013 at 11.30 A.M. at  
7, Chitaranjan Avenue, 3<sup>rd</sup> Floor, Kolkata 700 072 and at any adjournment thereof.

As witness my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2013

Affix  
Revenue  
Stamp  
Here

Signature of the Shareholder \_\_\_\_\_  
No. of shares held \_\_\_\_\_ Regd. Folio No. \_\_\_\_\_  
DPID Number.....Client ID Number.....

## Notes:

- (i) Proxy forms in order to be effective must be received by the Company at its Registered Office not less than 48 hours before the meeting.
- (ii) A person who is not a member of the Company may be appointed a proxy.

# MANDYA FINANCE COMPANY LIMITED

7, Chittaranjan Avenue, 3<sup>rd</sup> Floor, Kolkata 700072

## DIRECTORS' REPORT

To  
The Members,

Your Directors have great pleasure in presenting their 31<sup>st</sup> Annual Report together with a statement of accounts for the year ended 31<sup>st</sup> March 2013.

### PROFIT/(LOSS), DIVIDENDS AND SURPLUS:

The Financial Results of the Company's working during the year is summarized below:

PROFIT/ (LOSS)	2012-2013 Rs.	2011-2012 Rs.
Profit/(Loss) before Tax	(12,01,899)	6,04,989
Tax Expense		
- Current Tax	---	34,000
- Deferred Tax	23,068	(1,003)
- Income Tax for earlier years	---	191
- Profession Tax for earlier years	125	---
Profit/ (Loss) for the Year	(12,25,092)	5,71,801

### SURPLUS IN STATEMENT OF PROFIT AND LOSS:

At the beginning of the year	1, 82, 57,539	1, 78, 00,238
Profit/( Loss) for the year	(12,25,092)	5,71,801
Transfer to RBI Reserve Fund	---	(1,14,500)
At the end of the year	1, 70, 32,447	1, 82, 57,539

### DIVIDENDS:

In view of the above, your Directors are unable to consider Dividend for the year.

### DEMATERIALISATION OF SHARES:

The Securities & Exchange Board of India (SEBI) has made it mandatory for all the investors to trade in the equity shares of the Company on the Stock Exchanges only in demat form and for the purpose the Company has entered into an agreement with National Securities Depository Limited and Central Depository Services (India) Limited to facilitate the investors to trade in the equity shares in dematerialized form.

### **ADEQUACY OF INTERNAL CONTROL:**

The Company has a proper and adequate system of internal control to ensure that all activities are monitored and controlled against any authorized use or disposition of assets, and that the transactions authorized, recorded and reported correctly.

The Company also ensures adherence to all internal control policies and procedure as well as compliances with all the regulatory guidelines.

### **PUBLIC DEPOSIT:**

During the year, the Company has not accepted any deposit from the Public.

### **DIRECTORS:**

Sri Raj Kumar Jalan, Director of the Company retire by rotation at this Annual General Meeting and being eligible offer themselves for reappointment.

### **AUDITORS:**

G L Dokania & Co., Statutory Auditors of the Company, retires, and being eligible, offers themselves for re-appointment.

### **AUDITORS' REPORT:**

The observations made in the Auditor's Report are self-explanatory and, therefore, do not call for any further explanation under Section 217(3) of the Companies Act, 1956.

### **COMPLIANCE CERTIFICATE:**

Copy of Compliance Certificate from M.P.KABRA & CO, Company Secretaries, as required under Section 383A of the Companies Act, 1956 is attached and form a part of this report.

### **INFORMATION REQUIRED UNDER SECTION 217(1) (e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988:**

#### **(A) Conservation of Energy**

Not applicable to the Company

#### **(B) Technology Absorption**

Not applicable to the Company

Expenditure on Research and Development – Nil

#### **(C) Foreign Exchange Earnings and Outgo:**

Earnings	-	Nil
Outgo	-	Nil

### **PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 217(2A) OF THE COMPANIES ACT, 1956:**

There was no employee who was in receipt of remuneration as required to be disclosed under Section 217 (2A) of the Companies Act, 1956.

**NBFC AUDITORS' REPORT(RESERVE BANK) DIRECTIONS, 2007:**

In view of the Directions issued on 22<sup>nd</sup> February, 2007 by Reserve Bank of India the Auditors have given their report to the above effect which is self-explanatory.

**RBI RESERVE FUND:**

During the year under review a sum of Rs.NIL ( Previous year Rs.1,14,500/-) is transferred to RBI Reserve Fund under Section 45IC of Reserve Bank of India Act, 1934.

**DIRECTORS RESPONSIBILITY STATEMENT:**

As required under Section 217 (2AA) of the Companies Act, 1956, Your Directors state -

1. That in the preparation of the accounts for the financial year ended 31<sup>st</sup> March, 2013 the applicable accounting standards have been followed and there are no material departures;
2. that the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of the affairs of the Company as at the end of the financial year and of the loss of the Company for that period;
3. that the Directors have 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 for preventing and detecting fraud and other irregularities;
4. that the annual accounts for the financial year ended 31<sup>st</sup> March, 2013 have been prepared on a going concern basis.


**APPRECIATION:**

The Directors wish to thank all the bankers, employees and other persons concerned with the Company for their utmost co-operation extended to the Company.

By Order of the Board,  
For **Mandya Finance Company Limited**



Purushottam Lal Agarwal,  
Director



Apurva Salarpuria,  
Director

Place: Kolkata  
Date: 31<sup>st</sup> May, 2013

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF MANDYA FINANCE COMPANY LIMITED**

We have audited the accompanying financial statements of **MANDYA FINANCE COMPANY LIMITED**, ("The Company") which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956(the Act). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act 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 March 31, 2013;
- (b) In the case of the Statement of Profit and Loss, of the **LOSS** for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



(2)

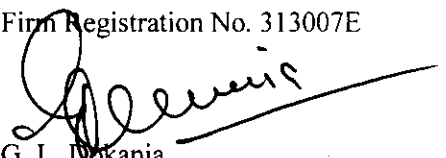
**Report on Other Legal and Regulatory Requirements**

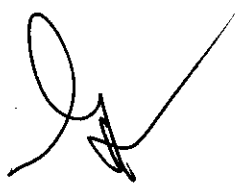
1. As required by the Companies (Auditor's Report) Order, 2003 (the order) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. As required by section 227(3) of the Act, we report that:
  - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion, proper books of accounts as required by law have been kept by the Company, so far as it appears from our examination of those books;
  - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - e. On the basis of the written representations received from directors of the Company as at 31st March, 2013 and taken on record by the Board of Directors, we report that no director is disqualified as on 31st March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

Place: 9, India Exchange Place  
Kolkata - 700 001

Date: 31<sup>st</sup> day of May, 2013

For G. L. Dokania & Co.  
Chartered Accountants  
Firm Registration No. 313007E

  
G. L. Dokania  
Proprietor  
Membership No. 50921

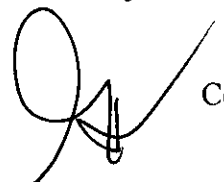




**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT:**

*(Referred to in Paragraph 1 of our Report of even date)*

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) The Fixed Assets, were physically verified during the year by the management in accordance with a programme of verification, which in our opinion, is adequate with relation to the size of the company and the nature of assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
  
(c) There is a disposal of Motorcar during the year, which does not have any impact on the going concern status.
2. (a) As explained to us, inventories were physically verified during the year by the management at reasonable intervals.  
  
(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.  
  
(c) In our opinion and according to the information and explanations given to us, the company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
3. (a)( i) The company has not granted any loans secured or unsecured to companies and other parties covered in the Register maintained under Section 301 of the Companies Act, 1956.  
  
(ii) The company has taken unsecured loan from 1(one) company covered in the register maintained under section 301 of the Companies Act, 1956. In respect of the said company maximum amount outstanding at any time during the year is Rs.3,00,000.00 and year end balance is Rs. NIL. (Previous year Rs. 4,970.00).  
  
(b) The payment of principal amount and interest are regular in accordance with the demand and mutual consent between the parties.  
  
(c) The question of overdue payment more than Rs.1 lac does not arise as the loan taken are in accordance with mutual consent between the parties.  
  
(d) In our opinion the rate of Interest and other terms and conditions on which loan has been taken are not prima facie prejudicial to the interest of the company.
4. On the basis of checks carried out during the course of audit and as per explanations given to us, we are of the opinion that there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for purchase and sale of shares and mutual funds. During the course of our audit, no major weakness has been noticed in the internal control system.



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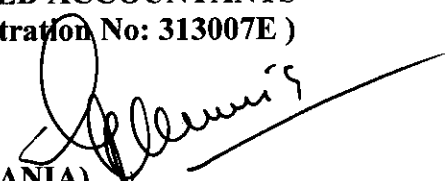
- 5.(a) To the best of our knowledge and belief and according to the information and explanations given to us, the contracts or arrangements that needed to be entered into the register maintained under Section 301 of the Companies, Act, 1956 have been so entered.
- (b) According to the information and explanations given to us, transaction made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at that relevant time.
6. According to the information and explanations given to us, the company has not accepted any deposits from public.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. The maintenance of cost records pursuant to rules made by the Central Government U/s. 209 (1)(d) of the Companies Act, 1956 (1 of 1956) is not applicable to the company.
9. (a) According to information and explanations given to us and on the basis of our examination of the books of accounts, the company is regular in depositing undisputed statutory dues including, Income Tax and any other statutory dues with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax and other Statutory dues were in arrears, as at 31.03.2013 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of Income Tax and Other statutory dues, which have not been deposited on account of any dispute.
10. In our opinion, the company has no accumulated losses as at 31<sup>st</sup> March, 2013. The company has incurred cash losses during the financial year Rs. 11,48,790.93 covered by our audit but no cash loss incurred in the immediately preceding financial year.
11. The Company has not defaulted in repayment of dues to Financial Institution or Banks.
12. According to the information and explanations given to us, the company has not granted loans or advances on the basis of security by way of pledge of shares, debentures, and other securities.
13. In our opinion, the company is not a Chit Fund or a nidhi/mutual benefit fund/society. Therefore the provisions of Clause 4 (xiii) of the Order are not applicable to the Company.

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14. In our opinion, proper records have been maintained of the transactions and contracts relating to dealing in Shares, Securities, debenture and other investments and further timely entries have been made therein. The shares, securities and other investments have been held by the company in its own name.
15. The company has not given any guarantee for loans taken by others from bank or financial institutions.
16. The company has not taken any term loan during the financial year covered by our audit.
17. On the basis of our examination and as per information and explanations given to us funds raised on short term basis have not been used for long term investment and vice-versa.
18. During the year under Audit, the company has not made any preferential allotment of shares to parties covered in the register maintained under Section 301 of the Companies Act, 1956.
19. There were no debentures issued by the company and hence question of creating security does not arise.
20. The company has not raised any money by way of public issue during the year and hence question of disclosure and verification of end use of such money does not arise.
21. Based upon the audit procedures performed and on the basis of information and explanations provided by the management, we report that no fraud, on or by the company has been noticed or reported during the year.

**For G. L. DOKANIA & CO.**  
**CHARTERED ACCOUNTANTS**  
**(Firm Registration No: 313007E )**

  
**(G. L. DOKANIA)**  
**PROPRIETOR**  
**Membership No.50921**  
9, India Exchange Place  
Kolkata - 700001,

The 31<sup>st</sup> day of May, 2013.



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**BALANCE SHEET AS AT 31ST MARCH, 2013**

Particulars	Note No.	Figures as at 31.03.2013 ₹	Figures as at 31.03.2012 ₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	1,92,00,000.00	1,92,00,000.00
(b) Reserves and Surplus	3	4,99,17,150.89	5,11,42,242.82
<b>(2) Non-Current Liabilities</b>			
(a) Deferred Tax Liabilities	4	5,921.00	-
<b>(3) Current Liabilities</b>			
(a) Short-term Borrowings	5	-	4,970.00
(b) Other Current Liabilities	6	46,068.00	37,711.54
(c) Short-term Provisions	7	22,93,500.00	22,93,500.00
<b>Total</b>		<b>7,14,62,639.89</b>	<b>7,26,78,424.36</b>
<b>II. ASSETS</b>			
<b>(1) Non-current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets	8	8,28,096.00	1,39,355.00
(b) Non-current Investments	9	1,58,13,605.00	2,05,16,640.75
(c) Deferred Tax Assets	10	-	17,147.00
(d) Long-term Loans and Advances	11	2,70,50,335.00	27,64,097.00
<b>(2) Current Assets</b>			
(a) Inventories	12	2,70,26,511.58	1,83,54,553.86
(b) Trade Receivable	13	98.67	-
(c) Cash and Cash Equivalents	14	7,23,993.64	5,16,630.75
(d) Other Current Assets	15	20,000.00	3,03,70,000.00
<b>Total</b>		<b>7,14,62,639.89</b>	<b>7,26,78,424.36</b>


Significant Accounting Policies and Notes on Financial Statement

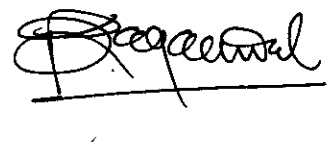
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**For G. L. DOKANIA & CO.**  
**CHARTERED ACCOUNTANTS**  
(Firm Registration No: 313007 E)

**FOR & ON BEHALF OF BOARD**

(G. L. DOKANIA)  
**PROPRIETOR**  
Membership No.50921  
9, India Exchange Place  
Kolkata 700001,

  
Director

  
Director

The 31<sup>st</sup> day of May, 2013.

**MANDYA FINANCE COMPANY LIMITED**  
7, CHITTARANJAN AVENUE, KOLKATA 700 072

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH ,2013**

Particulars	Note No.	Figures as at 31.03.2013 ₹	Figures as at 31.03.2012 ₹
I. Revenue from Operations	16	2,37,92,134.01	2,40,95,745.44
II. Other Income	17	(11,76,987.35)	11,29,293.55
<b>III, Total Revenue ( I + II )</b>		<b>2,26,15,146.66</b>	<b>2,52,25,038.99</b>
IV. Expenses			
Purchase of Stock -in - Trade	18	3,20,37,941.24	2,86,68,475.28
Changes in Inventories of Stock-in-Trade	19	(86,71,957.72)	(44,50,616.23)
Employee Benefit Expenses	20	35,201.00	15,000.00
Finance Cost	21	1,071.00	4,970.00
Depreciation and Amortization Expense	22	53,108.00	38,781.00
Other Expenses	23	3,61,682.07	3,43,440.26
<b>Total Expenses (IV)</b>		<b>2,38,17,045.59</b>	<b>2,46,20,050.31</b>
V. Profit before tax ( III - IV )		(12,01,898.93)	6,04,988.68
VI Tax expense :			
(1) Current tax/ MAT		-	34,000.00
(2) Deferred tax		23,068.00	(1,003.00)
(3) Income Tax for Earlier Years		-	191.00
(4) Professional Tax for Earlier Years		125.00	-
		23,193.00	33,188.00
VII Profit / (loss) after tax for the year from continuing operation ( V - VI )		(12,25,091.93)	5,71,800.68
VIII Earning per equity share:			
(1) Basic		(0.64)	0.30
(2) Diluted		(0.64)	0.30

Significant Accounting Policies and Notes on Financial Statement

1 to 43

**For G. L. DOKANIA & CO.**  
**CHARTERED ACCOUNTANTS**  
(Firm Registration No: 313007 E)

(G. L. DOKANIA)  
**PROPRIETOR**  
Membership No.50921  
9, India Exchange Place  
Kolkata 700001,

**FOR & ON BEHALF OF BOARD**

*A. S. Ghosh*

Director

*Debasmita*

Director

The 31<sup>st</sup> day of May, 2013.

*[Signature]*

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

Particulars	31.03.2013 ₹	31.03.2012 ₹
<b>A. Cash Flow from Operating Activities :</b>		
Net Profit/(Loss) before tax and extraordinary items	(12,01,898.93)	6,04,988.68
Adjustment for Depreciation	53,108.00	38,781.00
Adjustment for Sundry Balance written off (TDS)	(54,982.00)	-
Profit on Investments	17,55,094.35	(5,79,576.55)
<b>Operating Profit/(Loss) before working Capital Changes</b>	<b>5,51,321.42</b>	<b>64,193.13</b>
<b>Adjustments for:</b>		
Inventories	(86,71,957.72)	(44,50,616.23)
Trade Receivables	(98.67)	-
Other Current Assets	62,50,000.00	1,75,000.00
Other Current Liabilities	8,356.46	7,675.54
<b>Cash Generated from Operations</b>	<b>(18,62,378.51)</b>	<b>(42,03,747.56)</b>
Direct Taxes Paid	(1,86,363.00)	(85,000.00)
<b>Net Cash from Operating activities</b>	<b>(20,48,741.51)</b>	<b>(42,88,747.56)</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets	(7,97,867.00)	-
Purchase of Investments	-	-
Sale of Investments	29,47,941.40	37,87,450.20
Sale of Fixed Assets	1,11,000.00	-
<b>Net Cash from Investing Activities</b>	<b>22,61,074.40</b>	<b>37,87,450.20</b>
<b>C Cash Flow from Financing Activities</b>		
Unsecured Loans	(4,970.00)	(16,386.00)
<b>Net Cash used in Financing Activities</b>	<b>(4,970.00)</b>	<b>(16,386.00)</b>
<b>Net increased (decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>2,07,362.89</b>	<b>(5,17,683.36)</b>
Cash and Cash Equivalents as at (Opening Balance)	5,16,630.75	10,34,314.11
Cash and Cash Equivalents as at (Closing Balance)	7,23,993.64	5,16,630.75
	<b>2,07,362.89</b>	<b>(5,17,683.36)</b>

**Note:**

1. The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
2. Schedule referred to above form in integral part of the Cash Flow Statement.
3. Previous Year's Figures has been re-arranged, regrouped wherever necessary.

This is the Cash Flow Statement referred to in our report of even date.

**For G. L. DOKANIA & CO.**  
**CHARTERED ACCOUNTANTS**  
**(Firm Registration No. 313007E)**

**(G. L. DOKANIA)**

**PROPRIETOR**

**Membership No.50921**

**9, India Exchange Place**

**Kolkata 700 001.**

**The 31<sup>st</sup> day of May 2013.**

**FOR AND ON BEHALF OF BOARD**

*A. Sanyal*  
**Director**

*[Signature]*  
**Director**

**MANDYA FINANCE COMPANY LTD.**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2013**

**Note :1 SIGNIFICANT ACCOUNTING POLICIES :**

a) **Basis of the Preparation of Financial Statements :**

The Financial Statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India under the Historical Cost Convention on Accrual Basis except Dividend Income which is accounted on Cash Basis. GAAP comprises Mandatory Companies (Accounting Standard) Rules, 2006 modified by the Central Government of India under Section -211(3C) of the Companies Act, 1956. other Pronouncements of Institute of Chartered Accountants of India, provisions of Companies Act, 1956 and Guide Lines issued by the Securities' and Exchange Board of India ( SEBI).

b) **Fixed Assets :**

Fixed Assets are stated at cost less accumulated depreciation. Cost includes purchase price and all other attributable costs of bringing the assets to working condition for intended use.

c) **Depreciation :**

Depreciation on Fixed Assets has been provided on written down value method adopting the rates specified in Schedule XIV, read with notes thereon as per Companies Act, 1956 ( as amended ) and as per Circular GSR 756 (E) dated 16.12.1993.

d) **Stock-in-trade :**

Shares and Mutual Funds have been valued at cost or market value whichever is lower and Debentures are valued at cost.

e) **Investments :**

Long Term Investments are valued at cost except those shares which have been revalued as on 31.03.2010 and an equivalent amount due to revaluation has been transferred to Revaluation Reserve Statement. Provisions are not being made for diminution in value of investments being temporary in nature.

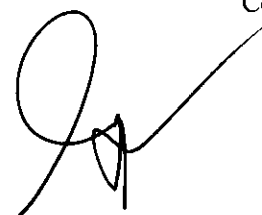
f) **Employee Benefits :**

Short Term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit & Loss to the year in which the related services are rendered.

g) **Taxes on Income :**

Provision for current tax is made as per the provisions of the Income Tax Act, 1961. Deferred Tax Liability / Asset resulting from 'timing difference' between books and taxable Profit is accounted for considering the tax rate and laws that have been enacted as on the Balance Sheet date. Deferred Tax Liability is recognized and carried forward only to the extent that there is virtual certainty of its realization.

Contd. ..



**MANDYA FINANCE COMPANY LTD.**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2013**

**Note :1. Contd. ..**

**h) Provisioning on Standard Assets :**

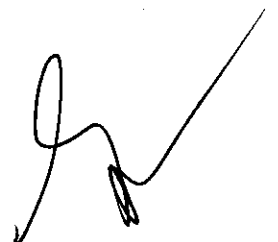
In terms of Notification No. DNBS. 223/CGM (US) – 2011 dated 17<sup>th</sup> January, 2011 issued by the Reserve Bank of India, Contingent Provision @ 0.25% Standard Assets are made in the accounts, if applicable.

**i) Cash and Cash Equivalents :**

Cash and cash equivalents includes Cash on hand and at Bank, demand deposits with banks, cheques on hand and other short term highly liquid investments with an original maturity of three months or less.

**j) Earnings Per Share :**

In determining earnings per share, the Company considers the net profit after tax and includes the post tax effect of any extra-ordinary / exceptional item, if any. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period.





**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013	As at 31.03.2012
	₹	₹

**Note : 2 SHARE CAPITAL**

**Authorised Share Capital**

2000000 (P.Y. 2000000) Equity Shares of Rs.10/- each	2,00,00,000.00	2,00,00,000.00
	<u>2,00,00,000.00</u>	<u>2,00,00,000.00</u>

**Issued subscribed and paid up**

1920000 (P.Y.1920000) Equity Shares of Rs.10/- each fully paid up	1,92,00,000.00	1,92,00,000.00
	<u>1,92,00,000.00</u>	<u>1,92,00,000.00</u>

The company has issued only one class of shares referred as Equity Shares having a par value of Rs.10/- per share. Each holder of Equity Shares is entitled to one vote per share.

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.

**Reconciliation of the number of shares outstanding**

**Equity Shares**

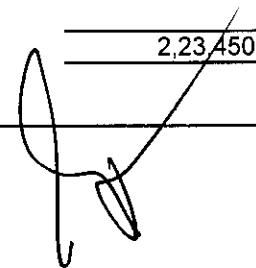
**Particulars**

Number of shares at the beginning of the year  
Add / Less: During the year  
Number of shares at the end of the year

As at 31.03.2013 No.	As at 31.03.2012 No.
1920000	1920000
-	-
<b>1920000</b>	<b>1920000</b>

**DETAILS OF EQUITY SHAREHOLDERS HOLDING MORE THAN 5% OF THE COMPANY :**

Sl.No.	Name of Shareholder	As at 31.03.2013		As at 31.03.2012	
		% of share holding	No. of Shares held	% of share holding	No. of Shares held
1	NARAYANI DEVI	5.47	1,05,100	5.47	1,05,100
2	EASUN CAPITAL MARKET LIMITED	6.16	1,18,350	6.16	1,18,350
			<u>2,23,450</u>		<u>2,23,450</u>



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013 ₹	As at 31.03.2012 ₹
<b>Note : 3 RESERVES AND SURPLUS</b>		
<u>Securities Premium Reserve (A)</u>		
Opening Balance	1,14,50,000.00	1,14,50,000.00
Addition	-	-
Deduction	-	-
Closing Balance	<u>1,14,50,000.00</u>	<u>1,14,50,000.00</u>
<u>RBI Reserve Fund (B)</u>		
Opening Balance	61,33,500.00	60,19,000.00
Add: Addition during the year	-	1,14,500.00
Closing Balance	<u>61,33,500.00</u>	<u>61,33,500.00</u>
<u>General Reserve (C)</u>		
Opening Balance	44,37,356.01	32,20,056.01
Add: Addition during the year	33,18,975.00	12,17,300.00
Closing Balance	<u>77,56,331.01</u>	<u>44,37,356.01</u>
<u>Revaluation Reserve (D)</u>		
Opening Balance	1,08,63,847.83	1,20,81,147.83
Less: Deduction during the year	33,18,975.00	12,17,300.00
Closing Balance	<u>75,44,872.83</u>	<u>1,08,63,847.83</u>
<u>Surplus Account (E)</u>		
Opening Balance	1,82,57,538.98	1,78,00,238.30
Add: Net Profit after Tax transferred from Statement of Profit and loss	(12,25,091.93)	5,71,800.68
	<u>1,70,32,447.05</u>	<u>1,83,72,038.98</u>
Less: Transfer to RBI Reserve Fund	-	1,14,500.00
Closing Balance	<u>1,70,32,447.05</u>	<u>1,82,57,538.98</u>
<b>TOTAL (A+B+C+D+E)</b>	<b><u>4,99,17,150.89</u></b>	<b><u>5,11,42,242.82</u></b>

**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013 ₹	As at 31.03.2012 ₹
-------------	--------------------------	--------------------------

**Note : 4 DEFERRED TAX LIABILITIES (NET)**

Deferred Tax Liabilities

Opening Balance	-	-
Addition	5,921.00	-
Deduction	-	-
Closing Balance	<u>5,921.00</u>	<u>-</u>

**Note : 5 SHORT TERM BORROWINGS**

Loans & Advances from Related Parties

Loan (Unsecured) (as per Note No. 42)	-	4,970.00
	<u>-</u>	<u>4,970.00</u>

Loans represents the amount received from one of the related party on interest @ 9% p.a and total amount shown above includes the unpaid interest net of tax added with principal amount at the end of the year.

**Note : 6 OTHER CURRENT LIABILITIES**

Other payables

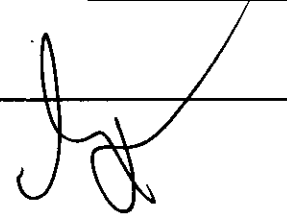
Audit Fees Payable	41,461.00	30,337.00
Director Meeting Fee Payable	-	3,700.00
Demat Charges Payable	-	303.54
Income Tax Deduction	4,607.00	3,371.00
	<u>46,068.00</u>	<u>37,711.54</u>

**Note : 7 SHORT TERM PROVISIONS**

Others

Provision for Income Taxes *	22,93,500.00	22,93,500.00
	<u>22,93,500.00</u>	<u>22,93,500.00</u>

\* Represents accumulated balance of provision for Income Tax of earlier years.



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

**Note : 8 FIXED ASSETS**

Description	Gross Block				Depreciation / Amortisation				Net Block	
	As at 01.04.2012 ₹	Additions ₹	Deductions/ Adjustments ₹	Total as at 31.03.2013 ₹	As at 01.04.2012 ₹	For the Year ₹	Deductions/ Adjustments ₹	Total Up to 31.03.2013 ₹	As at 31.03.2013 ₹	As at 31.03.2012 ₹
<b>TANGIBLE ASSETS</b>										
Furniture & Fixtures	4,040.00	-	-	4,040.00	3,623.00	75.00	-	3,698.00	342.00	417.00
Air Conditioner	1,15,000.00	-	-	1,15,000.00	63,990.00	7,095.00	-	71,085.00	43,915.00	51,010.00
Mobile Phone	17,450.00	-	-	17,450.00	7,622.00	1,367.00	-	8,989.00	8,461.00	9,828.00
Computer	35,884.00	-	-	35,884.00	30,921.00	1,985.00	-	32,906.00	2,978.00	4,963.00
Motor Car	3,41,814.00	7,97,867.00	3,41,814.00	7,97,867.00	2,68,677.00	42,586.00	2,85,796.00	25,467.00	7,72,400.00	73,137.00
<b>Total</b>	<b>5,14,188.00</b>	<b>7,97,867.00</b>	<b>3,41,814.00</b>	<b>9,70,241.00</b>	<b>3,74,833.00</b>	<b>53,108.00</b>	<b>2,85,796.00</b>	<b>1,42,145.00</b>	<b>8,28,096.00</b>	<b>1,39,355.00</b>
<b>Previous Year</b>	<b>5,14,188.00</b>	<b>-</b>	<b>-</b>	<b>5,14,188.00</b>	<b>3,36,052.00</b>	<b>38,781.00</b>	<b>-</b>	<b>3,74,833.00</b>	<b>1,39,355.00</b>	

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

**Note : 9 NON-CURRENT INVESTMENTS**

Sl. No.	Particulars	Subsidiary/ Associate/JV Controlled Entity/ Others	Face Value ₹	As At 31.03.2013		As At 31.03.2012	
				No. of Shares	Amount ₹	No. of Shares	Amount ₹

**A) Investment in Equity Shares (Quoted)( At Cost )**

1	Century Plyboard Ltd.	Others	1.00	500	40,285.00	5000	4,02,865.75
2	Easun Capital Markets Ltd.	Others	10.00	174308	4,82,450.00	174308	4,82,450.00
3	Gujrat Siddhi Cement Ltd.	Others	10.00	-	-	1000	5,050.00
4	Gujrat State Petronet Ltd (GSPL)	Others	10.00	-	-	1500	1,39,230.00
5	Himachal Futuristic Communication Ltd.	Others	1.00	4000	95,060.00	4000	95,060.00
6	The Indian Hotels Co. Ltd.	Others	1.00	6150	6,54,985.00	6150	6,54,985.00
7	IDBI Bank	Others	10.00	1000	75,290.00	1000	75,290.00
8	Infrastructure Deve. Fin.Co. Ltd. (IDFCL)	Others	10.00	2000	3,21,900.00	2000	3,21,900.00
9	Jaiprakash Power Venture Ltd.	Others	10.00	72500	49,01,000.00	72500	49,01,000.00
10	The Karnataka Bank Ltd.	Others	10.00	5000	6,17,050.00	5000	6,17,050.00
11	ONGC Ltd.	Others	5.00	18700	28,01,685.00	26200	69,21,810.00
12	Petronet LNG Ltd.	Others	10.00	10000	7,60,500.00	11000	8,36,550.00
13	Reliance Industries Ltd	Others	10.00	2000	21,48,500.00	2000	21,48,500.00

Total : 'A'

**296158 1,28,98,705.00 311658 1,76,01,740.75**

**B) Investment in Equity Shares (Unquoted)( At Cost )**

1	Baid Finex Services Pvt. Ltd.	Others	10.00	90000	90,000.00	90,000	90,000.00
2	Baid Trade Fina Pvt. Ltd.	Others	10.00	174000	1,76,500.00	1,74,000	1,76,500.00
3	Belfast Holdings Pvt. Ltd.	Others	10.00	110000	1,20,500.00	1,10,000	1,20,500.00
4	Canton Properties Pvt. Ltd.	Others	10.00	140000	1,54,000.00	1,40,000	1,54,000.00
5	Right Aid Associates Pvt. Ltd.	Others	10.00	183000	2,02,000.00	1,83,000	2,02,000.00
6	Salarpuria Investment Pvt. Ltd.	Others	10.00	32	9,000.00	32	9,000.00
7	Salarpuria Properties Pvt. Ltd.	Others	10.00	268000	19,97,500.00	2,68,000	19,97,500.00
8	Salarpuria Real Estates Pvt. Ltd.	Others	10.00	10000	11,550.00	10,000	11,550.00
9	Shivgauri Jewellers Pvt. Ltd.	Others	10.00	132500	1,44,850.00	1,32,500	1,44,850.00
10	Trailokyasundar Realtors Pvt. Ltd	Others	10.00	900	9,000.00	900	9,000.00

Total : 'B'

**1108432 29,14,900.00 1108432 29,14,900.00**

Total ( 'A' + 'B' )

**1404590 1,58,13,605.00 1420090 2,05,16,640.75**

Aggregate Value of Quoted Investment

Aggregate Value of Un-Quoted Investment

As At 31.03.2013		As At 31.03.2012	
Cost ₹	Market Value ₹	Cost ₹	Market Value ₹
1,28,98,705.00	1,24,45,026.70	1,76,01,740.75	1,54,63,089.20
29,14,900.00	NA	29,14,900.00	NA

**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013 ₹	As at 31.03.2012 ₹
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**Note : 10 DEFERRED TAX AEESTS (NET)**

**Deferred Tax Assets**

Opening Balance	17,147.00	16,144.00
Addition	-	1,003.00
Deduction	17,147.00	-
Closing Balance	<u>-</u>	<u>17,147.00</u>

**Note : 11 LONG TERM LOANS AND ADVANCES**

**OTHERS**

Tax Deducted at Source	5,32,651.00	5,32,651.00
Advance Income Tax	16,75,000.00	15,25,000.00
Income Tax	7,39,884.00	7,03,646.00
Advance Fringe Benefit Tax	2,800.00	2,800.00
Advance Against Properties (as per Note No. 42)	2,41,00,000.00	-
	<u>2,70,50,335.00</u>	<u>27,64,097.00</u>

**MANDYA FINANCE COMPANY LIMITED**  
7, CHITTARANJAN AVENUE, KOLKATA 700 072

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

**Note : 12 INVENTORIES**

Particulars	Face Value ₹	As At 31.03.2013		As At 31.03.2012	
		No. of Shares	Amount ₹	No. of Shares	Amount ₹
<b>A) Stock of Shares</b> (Valued at Cost or Market Price whichever is lower )					
1 Adani Enterprises Ltd	1.00	500	1,01,100.00	500	1,52,425.00
2 The Andhra Pradesh Paper Mills Ltd	10.00	-	-	1000	1,82,200.00
3 Baid Finex Services Pvt. Ltd.	10.00	120000	1,25,000.00	120000	1,25,000.00
4 Balrampur Chini Mills Ltd.	1.00	2000	87,200.00	2000	1,14,500.00
5 Compucom Software Ltd	2.00	-	-	10000	48,800.00
6 Dena Bank	10.00	4999	4,46,300.27	-	-
7 Dhanalakshmi Bank Ltd	10.00	38000	17,38,500.00	30000	20,38,500.00
8 DSQ Software Ltd.	10.00	22650	1,49,490.00	22650	1,49,490.00
9 Escorts Ltd.	10.00	1500	74,250.00	3500	2,40,100.00
10 Global Software Ltd.	10.00	13475	9,62,500.00	13475	9,62,500.00
11 Gujrat State Petronet Ltd. (GSPL)	10.00	-	-	3000	2,29,500.00
12 H D F C Ltd	2.00	-	-	500	3,33,065.00
13 HDFC Bank Ltd.	2.00	-	-	1000	4,90,921.60
14 Hindalco Industries	1.00	1600	1,46,560.00	-	-
15 ICICI Bank Ltd.	10.00	1800	16,02,360.00	2000	17,80,400.00
16 Idea Cellular Ltd.	10.00	-	-	6000	3,00,600.00
17 I D B I Bank	10.00	10000	6,86,523.00	10000	6,86,523.00
18 I D F C Ltd.	10.00	5000	6,75,000.00	5000	6,75,000.00
19 IFCI Ltd.	10.00	10000	1,08,000.00	10000	1,08,000.00
20 The Indian Hotels Co. Ltd.	1.00	15850	8,48,767.50	3850	2,03,126.00
21 Infosys Ltd	5.00	-	-	200	5,44,340.00
22 ITC Limited	1.00	-	-	2500	2,31,600.00
23 Jaypee Infra Technology Ltd.	10.00	5000	1,98,500.00	5000	2,52,750.00
24 The Karnataka Bank Ltd	10.00	3000	2,46,054.46	3000	2,46,054.46
25 Mafatlal Dyes & Chemicals Ltd.	10.00	2800	7,560.00	2800	7,560.00
26 Mahindra & Mahindra Ltd	5.00	-	-	700	4,90,140.00
27 Novinon Ltd.	10.00	2650	7,817.50	2650	7,817.50
28 NHPC Ltd	10.00	10000	197000.00	10000	1,97,000.00
29 NMDC Ltd	1.00	4000	5,48,400.00	4000	644000.00
30 NTPC Ltd.	10.00	3500	4,96,825.00	3500	5,69,625.00
31 OCL India Ltd.	2.00	-	-	2100	95,025.00
32 Oil & Natural Gas Corp.	5.00	4000	10,57,800.00	-	-
33 Powergrid Cporation of India Ltd.	10.00	-	-	2000	1,91,200.00
34 Quality Synthetics Ltd.	10.00	1000	1,34,700.00	1000	1,34,700.00
35 Shree Digvijay Cement Co. Ltd.	10.00	-	-	25000	2,49,250.00
36 Spicejet Ltd.	10.00	5000	1,17,750.00	5000	1,17,750.00
37 State Bank of India	10.00	900	18,65,475.00	800	16,77,080.00
38 Tata Steel Company Ltd.	10.00	2387	7,46,772.95	1000	4,71,750.00
39 Tourism Finance Corpn. Of India Ltd.	10.00	12000	1,61,400.00	12000	1,61,400.00
40 Union Bank of India	10.00	500	1,09,000.00	-	-
41 Uniworth Textiles Ltd.	10.00	3500	2,800.00	3500	2,800.00
42 Uniworth International Ltd.	10.00	6600	4,950.00	6600	4,950.00
43 Vijaya Bank	10.00	3000	1,40,700.00	3000	1,75,350.00
<b>TOTAL (A)</b>		<b>317211</b>	<b>1,37,95,055.68</b>	<b>340825</b>	<b>1,52,92,792.56</b>

**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

**Note : 12 INVENTORIES contd....**

Particulars	As At 31.03.2013		As At 31.03.2012	
	No. of Shares	Amount ₹	No. of Shares	Amount ₹
<b>B) DEBENTURES: ( At Cost )</b>				
1 H. D. C. Ltd. (12.50% NCD)	-	-	800	28,080.00
2 Woolworth (India) Ltd.	-	-	1083	33,681.30
<b>TOTAL (B)</b>	-	-	<b>1883</b>	<b>61,761.30</b>
<b>TOTAL (A+B)</b>	<b>317211</b>	<b>1,37,95,055.68</b>	<b>342708</b>	<b>1,53,54,553.86</b>
<b>C) GOLD BEES</b>				
Gold Bees	101.000	2,83,496.90	-	-
	<b>101.000</b>	<b>2,83,496.90</b>	-	-
<b>D) MUTUAL FUNDS</b> (Valued at Cost or Market Price whichever is lower )				
UTI Treasury Advantage Fund- Growth Plan	8141.414	1,23,47,959.00	1117.613	30,00,000.00
UTI Treasury Advantage Fund- Direct Institutional Plan Growth Option	384.150	6,00,000.00	-	-
<b>TOTAL (D)</b>	<b>8525.564</b>	<b>1,29,47,959.00</b>	<b>1117.613</b>	<b>30,00,000.00</b>
<b>TOTAL (A+B+C+D)</b>	<b>325837.564</b>	<b>2,70,26,511.58</b>	<b>343825.613</b>	<b>1,83,54,553.86</b>



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013 ₹	As at 31.03.2012 ₹
-------------	--------------------------	--------------------------

**Note :13 TRADE RECEIVABLE**

Unsecured ,Considered good

Other Debts

98.67	-
<u>98.67</u>	<u>-</u>

**Note :14 CASH AND CASH EQUIVALENT**

Cash and Bank Balances

Bank Balance with Current Account

7,05,917.22 5,15,341.33

Cash on Hand ( as Certified by the Management)

18,076.42 1,289.42

<u>7,23,993.64</u>	<u>5,16,630.75</u>
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**Note :15 OTHER CURRENT ASSETS**

SECURITY DEPOSIT

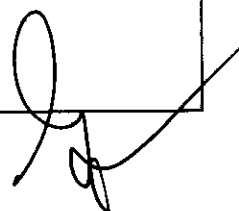
East India Securities (Unsecured ,Considered good)

20,000.00 20,000.00

OTHERS

Share Application Applied (Related Parties)  
(as per Note No. 42 )

-	3,03,50,000.00
<u>20,000.00</u>	<u>3,03,70,000.00</u>



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013	As at 31.03.2012
	₹	₹

**Note: 16 REVENUE FROM OPERATION**

Sale of Shares & Redemption of Mutual Fund	2,37,34,045.54	2,36,32,396.50
Commodity Trading Profit	39,258.47	4,48,621.12
Share Trading Profit	-	14,727.82
Sale of Debentures	18,830.00	-
	<u>2,37,92,134.01</u>	<u>2,40,95,745.44</u>

**Note: 17 OTHER INCOME**

Dividend Recived	5,23,125.00	5,49,717.00
Loss on Sale of Investment (Long Term) STT (Net )	(17,55,094.35)	5,79,576.55
Profit on Sale of Motor Car (Short Term)	54,982.00	-
	<u>(11,76,987.35)</u>	<u>11,29,293.55</u>

**Note: 18 PURCHASE OF STOCK IN TRADE**

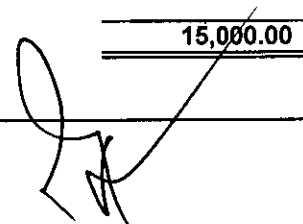
Purchase of Shares & Mutual Fund	3,17,31,620.38	2,86,68,475.28
Purchase of Gold Bees	3,06,320.86	-
	<u>3,20,37,941.24</u>	<u>2,86,68,475.28</u>

**Note: 19 CHANGES IN INVENTORIES OF STOCK IN TRADE**

<b>Opening Stock</b>		
Stock of Shares, Debenture & Mutual Fund	1,83,54,553.86	1,39,03,937.63
<b>TOTAL(A)</b>	<u>1,83,54,553.86</u>	<u>1,39,03,937.63</u>
<b>Closing Stock</b>		
Stock of Shares, Debenture & Mutual Fund	2,70,26,511.58	1,83,54,553.86
<b>TOTAL(B)</b>	<u>2,70,26,511.58</u>	<u>1,83,54,553.86</u>
<b>(INCREASE) / DECREASE IN STOCK (A - B)</b>	<u>(86,71,957.72)</u>	<u>(44,50,616.23)</u>

**Note: 20 EMPLOYEE BENEFIT EXPENSES**

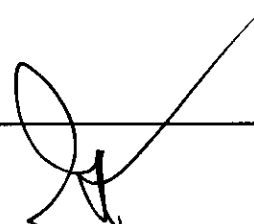
Salary and Bonus	35,201.00	15,000.00
	<u>35,201.00</u>	<u>15,000.00</u>



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

Particulars	As at 31.03.2013 ₹	As at 31.03.2012 ₹
<b>Note: 21 <u>FINANCE COST</u></b>		
Interest Paid	1,071.00	4,970.00
	<u>1,071.00</u>	<u>4,970.00</u>
<b>Note: 22 <u>DEPRECIATION AND AMORTIZATION EXPENSES</u></b>		
Depreciation on Tangible Assets	53,108.00	38,781.00
	<u>53,108.00</u>	<u>38,781.00</u>
<b>Note: 23 <u>OTHER EXPENSES</u></b>		
Advertisement	11,857.00	10,601.00
Annual Depository Fee	13,482.00	13,236.00
Bank Charges	766.00	200.00
Computer Maintenance Charges	1,134.00	-
Demat Charges	8,934.67	7,820.15
Director's Meeting Fee	-	3,700.00
Document & Stamps	280.00	-
Filing Fees	4,000.00	1,500.00
Income Tax Filing Fee	31.00	60.00
Insurance Premium	3,602.00	4,153.00
Listing & Stock Exchange Fee	11,797.80	11,581.50
Miscellaneous Exp.	9,421.00	11,512.00
Motor Car Expenses	1,61,573.00	1,09,513.00
<u>Payment to Auditors:</u>		
- As Audit Fees	46,068.00	33,708.00
- For Other Services	11,236.00	23,163.00
Postage & Stamp	1,537.00	85.00
Printing & Stationery	6,983.00	12,359.00
Professional Charges	22,000.00	31,500.00
Rates & Taxes	6,750.00	7,350.00
Repairing / Maintenance	4,400.00	4,400.00
Security Transaction Tax	12,118.00	27,563.00
Service Tax Expenses	3,427.59	6,112.36
Share Transfer Maintenance Fee	5,392.00	5,296.00
Telephone Expenses	14,353.01	13,003.25
Travelling & Conveyance	539.00	5,024.00
	<u>3,61,682.07</u>	<u>3,43,440.26</u>



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

- 24 As prescribed by Accounting Standard-17 issued by The Institute of Chartered Accountants of India segmental reporting is not applicable to the company, since the company has got one segment only.
- 25 Contingent Liabilities not provided in respect of listing fees payable to Delhi Stock Exchange for past years, since the Company had already applied for voluntary delisting.
- 26 Income and Expenditure in Foreign Currency Rs.NIL (NIL).
- 27 As per management, provision of the Gratuity Act are not applicable to the company at present.
- 28 Other additional information pursuant to the provisions of Paragraph 3 & 4 of Part 11 of Schedule VI of the Companies Act, are not applicable.
- 29 The Company has classified its assets in accordance with the Prudential Norms prescribed by the Reserve Bank of India, as on the Balance Sheet date, the Company does not have any Non-performing asset'.
- 30 Previous Year figures have been regrouped, rearranged and reclassified and shown in bracket wherever is necessary.
- 31 There is no amount outstanding and payable to Investors' Education and Protection Fund as on 31.03.2013.
- 32 In accordance with AS-22 issued by The Institute of Chartered Accountants of India relating to "Accounting for Taxes on Income", the Deferred Tax Liability on account of timing difference in depreciation is Rs. 5,921.00 for the current year as on 31.03.2013.
- 33 Based on the information available with the company, there are no suppliers who are registered as micro, small or medium enterprises under "The Micro, Small, and Medium Enterprises Development Act, 2006" as at 31st March, 2013.
- 34 There is no amount outstanding and payable to Small Scale Industrial undertaking as on 31.03.2013.
- 35 As per Accounting Standard (AS) 15 (Revised) "Employees Benefits" issued by The Institute of Chartered Accountants of India, Short-term Employee Benefits are recognised as an expense at the undiscounted amount in the Statement of Profit & Loss to the year in which the related services are rendered.
- 36 The company has entered into 3 agreements with different companies for purchase of agricultural land in West Bengal and made an advance of Rs. 2,41,00,000.00 as initial payment. The total capital commitments for all the projects are Rs. 3,67,23,800.00. The balance amount of Rs. 1,26,23,800.00 will be paid on completion of all legal formalities and possession.
- 37 The Board of Directors decided not to pay the sitting fees to the Directors of the Company for attending the Board Meeting for the Financial year 2012-13 onwards. There are no other pecuniary relationship of transaction of Directors vis-à-vis the Company.

Contd. ...



**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013**

**38. Quantitative Information**

Particulars	Shares			Debentures			Gold Bees			Mutual Fund			Total		
	Qty. (Nos)	Rs.	P.	Qty. (Nos)	Rs.	P.	Qty. (Nos)	Rs.	P.	Qty. (Nos)	Rs.	P.	Qty. (Nos)	Rs.	P.
a) Opening Stock	3,40,825 (3,08,125)	1,52,92,792.56 (1,00,42,176.33)		1,883 (1,883)	61,761.30 (61,761.30)		- (-)	- (-)		1,117,613 (1,537,899)	30,00,000.00 (38,00,000.00)		34,38,25,613 (31,15,45,899)	18,35,45,53.86 (13,90,39,37.63)	
b) Purchase/ Conversion / Bonus	40,087 (58,306)	48,55,177.22 (1,43,68,475.28)		- (-)	- (-)		101 (-)	3,06,320.86 (-)		14,59,223.9 (5,50,308)	2,68,76,443.16 (1,43,00,000.00)		54,78,023.9 (63,80,308)	32,03,7941.24 (28,66,84,75.28)	
c) Sales / Conversion/ Redemption	63,701 (25,606)	65,00,518.54 (81,88,300.86)		1,883 (-)	18,830.00 (-)		- (-)	- (-)		7,18,428.8 (5,92,059.4)	1,72,33,527.00 (1,54,44,095.64)		72,76,828 (31,52,859.4)	23,75,28,75.54 (23,63,29,65.0)	
d) Closing Stocks	3,17,211 (3,40,825)	1,37,95,055.68 (1,52,92,792.56)		- (1,883)	- (61,761.30)		101 (-)	2,83,496.90 (-)		8,52,556.4 (1,11,761.3)	1,29,47,959.00 (30,00,000.00)		32,58,37,564 (34,38,25,613)	27,02,65,11.58 (18,35,45,53.86)	

As market value of some equity shares are not available on 31.03.2013 due to delisting or not traded hence, value of such stock has been taken as per last year in valuation of Closing Stock as on 31.03.2013.

39. During the year the company has transferred Rs. 33,18,975.00 into General Reserve A/c from Revaluation Reserve A/c which was created as on 31.03.2010.
40. The company has no Contingent Liabilities as on the Balance Sheet Date.
41. In terms of Notification issued by the Reserve Bank of India Provision for Contingency @0.25% have not been provided on Standard Assets as there is no outstanding balance as on 31.03.2013.

Could...

**MANDYA FINANCE COMPANY LIMITED**  
**7, CHITTARANJAN AVENUE, KOLKATA 700 072**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2013**

**Note No.**

42. Related Party disclosure, as prescribed by Accounting Standard-18 issued by The Institute of Chartered Accountants of India is as below :

Srl. No.	Where common control exists	Relationship	Opening Balance as on 01.04.2012 ₹	Applied / Given during the year ₹	Refund / Repayment during the year ₹	Balance Amount as on 31.03.2013 ₹
<b>a)</b>	<b><u>Share Application Money (Applied)</u></b>					
1	Calendula Realtors Pvt. Ltd.	Group Company	30,00,000.00	-	30,00,000.00	-
2	Dwell Buildcon Pvt. Ltd.	Group Company	57,00,000.00	-	57,00,000.00	-
3	Krishnakripa Dwelling Complex Pvt. Ltd.	Group Company	-	1,00,000.00	1,00,000.00	-
4	Rakshakali Realtors Pvt. Ltd.	Group Company	20,00,000.00	-	20,00,000.00	-
5	Salarpuria Realtors Pvt. Ltd.	Group Company	30,00,000.00	-	30,00,000.00	-
6	Salarpuria Hi-rise Pvt. Ltd.	Group Company	25,00,000.00	-	25,00,000.00	-
7	Salarpuria Simplex Realty Venture Pvt Ltd	Group Company	70,50,000.00	-	70,50,000.00	-
8	Shatadru Realtors Pvt. Ltd.	Group Company	26,00,000.00	-	26,00,000.00	-
9	Shivakripa Realtors Pvt. Ltd.	Group Company	45,00,000.00	-	45,00,000.00	-
	<b>Total : a :</b>		<b>3,03,50,000.00</b>	<b>1,00,000.00</b>	<b>3,04,50,000.00</b>	<b>-</b>

Srl. No.	Where common control exists	Relationship	Opening Balance as on 01.04.2012 ₹	Addition during the year ₹	Payment made during the year ₹	Balance Amount as on 31.03.2013 ₹
<b>b)</b>	<b><u>Loan taken</u></b>					
1	Salarpuria Investment Private Limited	Group Company	4,970.00	10,51,071.00	10,56,041.00	-
	<b>Total : b :</b>		<b>4,970.00</b>	<b>10,51,071.00</b>	<b>10,56,041.00</b>	<b>-</b>

Srl. No.	Where common control exists	Relationship	Amount as on 31.03.2013 (₹)	Amount as on 31.03.2012 (₹)
<b>c)</b>	<b><u>Advance Against Property</u></b>			
1	Everlike Realtors Pvt. Ltd.	Group Company	1,80,00,000.00	-
2	Golden Heart Realtors Pvt. Ltd.	Group Company	30,00,000.00	-
3	Lief Nirman Pvt. Ltd.	Group Company	31,00,000.00	-
	<b>Total : c :</b>		<b>2,41,00,000.00</b>	<b>-</b>

<b>d)</b>	<b><u>Director Meeting Fees</u></b>			
1	Rakesh Salarpuria	Director	-	800.00
2	Purushottam Lal Agarwal	Director	-	800.00
3	Apurva Salarpuria	Director	-	800.00
4	Anand Prakash	Director	-	800.00
5	Raj Kumar Jalan	Director	-	500.00
	<b>Total : d :</b>		<b>-</b>	<b>3,700.00</b>

There have been no amount written off during the year.



MANDYA FINANCE COMPANY LIMITED  
7, CHITTARANJAN AVENUE, KOLKATA 700 072  
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2013  
Note No.

43. <u>Earning Per Share:</u>	<u>2012 - 2013</u>	<u>2011 - 2012</u>
Net Profit/(Loss) available to Equity Shareholder	(12,25,091.93)	5,71,800.68
Average number of Equity Share of Rs.10/- Each outstanding during the Period	1920000	1920000
Earning per share (Basic and Diluted)	(0.64)	0.30

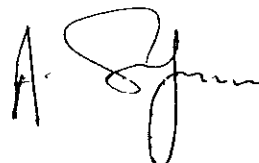
Signature to the above Schedules.

For G. L. DOKANIA & CO.  
CHARTERED ACCOUNTANTS  
( Firm Registration No. 313007E )


(G. L. DOKANIA)  
PROPRIETOR  
Membership No.50921  
9, India Exchange Place  
Kolkata 700 001.

The 31<sup>st</sup> day of May, 2013.

FOR AND ON BEHALF OF BOARD

  
Director

  
Director



# G. L. DOKANIA & CO.

Chartered Accountants

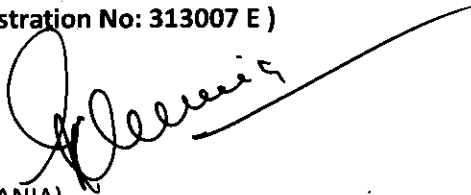
Phone : 2230-7045, 2210-2981  
9, INDIA EXCHANGE PLACE  
Room No. 11, 6th Floor  
KOLKATA-700 001

Auditor's Report to the Board of Directors of MANDYA FINANCE COMPANY LIMITED as on 31.03.2013

As required by the "Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2008" issued by Reserve Bank of India and on the basis of such checks, we hereby state that :-

- 1) The Company is engaged in the business of Non-Banking Financial Institution.
- 2) The Company has obtained the Certificate of Registration (COR) No. 05. 00343 dated 24.02.1998 as granted by Reserve Bank of India.
- 3) Based on the terms of the assets and income patterns of the company as on 31<sup>st</sup> March, 2013, the company is entitled to continue to hold such certificate of registration.
- 4) The Board of Directors has passed a resolution in their meeting dated 12<sup>th</sup> April'2012, for the non-acceptance of any public deposits.
- 5) The Company has not accepted any public deposits during the relevant year 2012-2013 and,
- 6) As per Information and Explanation given to us, the Company has complied with the prudential norms relating to income recognition, Accounting Standards, Assets classification and provisioning for Bad & Doubtful debts etc. as applicable to it.

For G. L. DOKANIA & CO.  
CHARTERED ACCOUNTANTS  
(Firm Registration No: 313007 E )



(G. L. DOKANIA)  
PROPRIETOR  
Membership No. 50921  
9, India Exchange Place,  
Kolkata - 700001.

The 31<sup>st</sup> day of May, 2013.





**Schedule to the Balance Sheet of Mandya Finance Company Ltd. as required in terms  
Paragraph 13 of Non Banking Financial (Non-Deposit Accepting or Holding) Companies  
Prudential Norms (Reserve Bank) Directions, 2007**

(Rs. In Lakhs)

Particulars			
<b>Liabilities Side :</b>		<b>As at 31.3.2013</b>	
		<i>Amount Out- standing</i>	<i>Amount Overdue</i>
(1)	Loans and Advances availed by the NBFCs inclusive of Interest accrued thereon but not paid :		
	(a) Debentures : Secured	NIL	NIL
	: Unsecured.	NIL	NIL
	(Other than falling within the meaning of Public deposits)		
	(b) Deferred Credits	NIL	NIL
	(c) Term Loans	NIL	NIL
	(d) Inter-corporate loans and borrowing	NIL	NIL
	(e) Commercial Paper	NIL	NIL
	(f) Public Deposits	NIL	NIL
	(g) Other Loans (From Shareholders and Directors)	NIL	NIL
(2)	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :		
	(a) In the form of Unsecured debentures	NIL	NIL
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	NIL	NIL
	(c) Other public deposits	NIL	NIL
<b>Assets side :</b>			
		<i>Amount Outstanding</i>	
(3)	Break-Up of Loans and Advances including bills receivables (Other than those included in (4) below :		
	(a) Secured	NIL	
	(b) Unsecured	241.20	
(4)	Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under Sundry Debtors :		
	(a) Financial Lease	NIL	
	(b) Operating Lease	NIL	
	(ii) Stock on hire including hire charges under sundry debtors :		
	(a) Assets on hire	NIL	
	(b) Repossessed Assets	NIL	
	(iii) Hypothecation Loans counting towards EL/HP activities :		
	(a) Loan where assets have been repossessed	NIL	
	(b) Loan other than (a) above.	NIL	

(5)	Break-up of Investments :			
	Current Investments			
	1 <u>Quoted :</u>			
	( i) Shares :	(a) Equity	NIL	
		(b) Preference	NIL	
	( ii) Debentures and Bonds		NIL	
	(iii) Units of mutual funds		NIL	
	( iv) Government Securities		NIL	
	( v) Others (Please specify)		NIL	
	2 <u>Unquoted :</u>			
	( i) Shares :	(a) Equity	NIL	
		(b) Preference	NIL	
	( ii) Debentures and Bonds		NIL	
	(iii) Units of mutual funds		NIL	
	( iv) Government Securities		NIL	
	( v) Others (Please specify)		NIL	
	Long Term Investments :			
	1 <u>Quoted :</u>			
	( i) Shares :	(a) Equity	128.99	
		(b) Preference	NIL	
	( ii) Debentures and Bonds		NIL	
	(iii) Units of mutual funds		NIL	
	( iv) Government Securities		NIL	
( v) Others (Please specify)		NIL		
2 <u>Unquoted :</u>				
( i) Shares :	(a) Equity	29.15		
	(b) Preference	NIL		
( ii) Debentures and Bonds		NIL		
(iii) Units of mutual funds		NIL		
( iv) Government Securities		NIL		
( v) Others (Please specify)		NIL		
(6)	Borrower group-wise classification of all Leased Assets, Stock on hire and Loans and Advance :			
	Category	Amount net of Provisions		
		Secured	Unsecured	Total
	1 Related Parties**			
	(a) Subsidiaries	NIL	NIL	NIL
	(b) Companies in the same group	NIL	241.00	241.00
	( c ) Other related parties	NIL	NIL	NIL
	2 Other than related parties	NIL	0.20	0.20
	Total	NIL	241.20	241.20

(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):		
Category	Market Value/ Break up or /fair value or NAV	Book Value (Net of Provisions)
1 Related Parties**		
(a) Subsidiaries	NIL	NIL
(b) Companies in the same group	2694.30	24.89
(c) Other related parties	166.53	9.08
2 Other than related parties	120.27	124.16
Total	2981.10	158.13

\*\* As per Accounting Standard of ICAI (Please See Note 3)

(8)	Other Information	
	Particulars	Amount.
i)	Gross Non-Performing Assets	NIL
	(a) Related Parties	NIL
	(b) Other than related Parties	NIL
ii)	Net Non-Performing Assets	NIL
	(a) Related Parties	NIL
	(b) Other than related Parties	NIL
iii)	Assets Acquired in satisfaction of debts	NIL

**Notes :**

- As defined in Paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non-Deposit Accepting or Holding ) Companies Prudential Norms (Reserve Bank) Directions, 2007
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in ( 5 ) above.

For **G. L. DOKANIA & CO.**  
**CHARTERED ACCOUNTANTS**  
(Firm Registration No: 313007E.)

(G. L. DOKANIA)  
**PROPRIETOR**  
Membership No.50921  
9, India Exchange Place  
Kolkata 700 001.  
The 31<sup>st</sup> day of May, 2013.

FOR AND ON BEHALF OF BOARD

*A. S. J.*

Director

*[Signature]*

Director