

**SHREE NIDHI TRADING COMPANY LIMITED**

**BOARD OF DIRECTORS :**

ARUN KUMAR KHEMKA — Director  
RAKESH AGARWAL — Director  
AMALESH SADHU — Director  
SHIBASHIS MUKHERJEE — Director

**AUDITORS :**

JAIN SONU & ASSOCIATES  
Chartered Accountants  
23A, Gurupada Haldar Road  
1st Floor, Kolkata - 700 026

**BANKERS :**

Indian Overseas Bank  
Indusind Bank  
Bank of India  
HDFC Bank

**REGISTERED OFFICE :**

7, Lyons Range,  
3rd Floor, Room No. 9 & 10  
Kolkata - 700 001

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**SHREE NIDHI TRADING COMPANY LIMITED**

**NOTICE**

Notice is hereby given that the 30th Annual General Meeting of the Members of **M/s. SHREE NIDHI TRADING COMPANY LIMITED** will be held at its Registered Office at 7, Lyons Range, 3rd Floor, Room No. 9 & 10, Kolkata - 700 001 on Saturday, the 29th September, 2012 at 11.30 A. M. to transact the following business :

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and Profit and Loss Statement for the year ended on that date and Reports of directors and Auditors thereon.
2. To appoint a Director in place of Mr. Amlesh Sadhu, who retires by rotation at the conclusion of the meeting and being eligible has offered himself for re-appointment.
3. To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting and to fix their remuneration, or to authorise the Board to fix it.

**SPECIAL BUSINESS :**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution :

4. "RESOLVED THAT Pursuant to section 257 of the Companies Act, 1956 Mr. Shibashis Mukherjee, who was appointed as Director in Addition to the Board at its meeting held on 24/12/2011 and whose tenure of office expires at the conclusion of the ensuing Annual General Meeting, be and are hereby appointed as Directors of the Company whose offices shall be liable to determination by retirement of Directors by rotation".
5. "RESOLVED THAT Pursuant to section 257 of the Companies Act, 1956 Mr. Rakesh Kumar Agarwal, who was appointed as Director in Addition to the Board at its meeting held on 24/12/2011 and whose tenure of office expires at the conclusion of the ensuing Annual General Meeting, be and are hereby appointed as Directors of the Company whose offices shall be liable to determination by retirement of Directors by rotation".

By Order of the Board  
For **SHREE NIDHI TRADING COMPANY LTD.**

Place : Kolkata.

Date : 5th Sept., 2012

**Arun Kumar Khemka**  
Chairman

**SHREE NIDHI TRADING COMPANY LIMITED**

**NOTES :**

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies (who need not be a member) to attend on a poll to vote instead of himself. The Proxy Form duly executed must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time fixed for holding the aforesaid meeting. A proxy need not be a member of the Company.
2. The Register of members and Share Transfer Books of the Company will remain closed from 26th September, 2012 to 29th September, 2012 (both days inclusive) for the above purpose.
3. Shareholders desiring any information as regards accounts, are requested to write to the Registered Office of the Company at least seven days before the date of Annual General Meeting so as to enable the management to keep the information ready.

**ANNEXURE TO THE NOTICE**

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956.**

**ITEM NO. 4 & 5**

Mr. Shibashis Mukherjee and Mr. Rakesh Kumar Agarwal were appointed as Additional Directors of the Company as on 24/12/2011 and their tenures of offices expires at the conclusion of the ensuing Annual General Meeting. The Company has received notices and deposits of Rs. 500/- for each of them severally from the members u/s.257 of the Companies Act, 1956, signifying their intention to propose the Candidatures of Mr. Shibashis Mukherjee and Mr. Rakesh Kumar Agarwal for the offices of Directors. In view of their Professional Status and Experience and to avail their Services as such, the board recommends the adoption of these Resolutions. None of the Directors are interested or concerned in the above Resolutions save as mentioned hereinabove

## SHREE NIDHI TRADING COMPANY LIMITED

No. of the Company : 21-35305  
Authorised Capital : Rs. 80,000,000.00

### DIRECTORS' REPORT

TO  
THE MEMBERS OF  
M/s. SHREE NIDHI TRADING CO. LTD.

Ladies & Gentlemen,

Your Directors have pleasure in presenting their Annual Report and Audited Statement of Accounts together with Auditors' Report thereon for the year ended 31st March, 2012.

### FINANCIAL RESULTS :

	<u>2011-2012</u> (Rs.)	<u>2010- 2011</u> (Rs.)
Operational Revenue and Other Income	<u>40,893,341</u>	<u>53,003,412</u>
Profit/(Loss) before Exceptional and extraordinary items and Tax	173,646	9,211
<u>Provision for Taxation :</u>		
Current Tax : Tax on Income	33,090	1,708
Add/(Less) : MAT Receivable	<u>7,147</u>	<u>(1,708)</u>
Deferred Tax	<u>(1,631)</u>	<u>—</u>
Profit/(Loss) after Tax (from continuing operation and for the year)	131,778	9,211
Less : Transferred to Statutory Reserve (NBFC)	26,400	63,000
Add : Surplus brought forward from last year	<u>592,195</u>	<u>645,984</u>
Net Surplus carried over	<u><u>697,573</u></u>	<u><u>592,195</u></u>

### OPERATIONAL REVIEW :

During the year under review, the Company's Gross Income (including other income) has decreased by 22.85% from Rs. 530.03 lacs to Rs. 408.93 lacs due to adverse marketing conditions. However, it has posted a net profit before tax of Rs. 173,646/- & after tax of Rs. 131,778/- compared to previous year's profit before/after tax of Rs. 9,211/-. Your Directors hope further better results in the years to come.

### DIVIDEND :

In view to increase the net worth of the Company, your Directors do not recommend any payment of dividend for the year.

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## **SHREE NIDHI TRADING COMPANY LIMITED**

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### **DIRECTORS :**

Mr. Amlesh Sadhu, the director of the Company retires by rotation at the conclusion of the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

The tenures of the Offices of Mr. Shibashis Mukherjee and Rakesh Kumar Agarwal, who were appointed as Additional Directors by the Board at its meeting held on 24/12/2011, expire at the conclusion of the ensuing Annual General Meeting. The Board has received individual notices u/s. 257 for each of them severally for proposal of their candidatures for the office of Directors.

Mr. Prabhat Goyal, ceased to be directors by resignation on and from 24/12/2011. The Board wishes to place on record its deep appreciation for the valuable services and contributions made by them during their tenures of offices.

### **AUDITORS REMARK :**

As regard Auditors Remark in para 'q' of the Annexure to the Auditors Report, Your Directors wish to clarify that the amounts repaid by Loan Debtors were not kept idle, instead it was invested in liquidable shares for the benefit of the company, which does not adversely affect the financial strength, liquidity or otherwise of the Company.

### **AUDITORS :**

M/s. Jain Sonu & Associates, Chartered Accountants, the Auditors of the Company retire at the conclusion of the forthcoming Annual General Meeting and have provided a written certificate u/s. 224(1B) regarding their eligibility for re-appointment as Auditors.

### **DIRECTORS RESPONSIBILITY STATEMENT :**

According to section 217(2AA) Board's report confirm :-

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) that the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the period;
- (iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the Directors had prepared the annual accounts on a going concern basis.

### **SATUTORY INFORMATION :**

#### **a) Conservation of Energy and Technology Absorption**

The Company being an NBFC, in case of existing activities of the Company, there was no scope for conservation of energy or technology absorption.

**SHREE NIDHI TRADING COMPANY LIMITED**

b) Foreign Exchange Earning/Outgo

There was no foreign exchange earning/outgo during the year under review.

c) Public Deposit

The Company has neither accepted during the year nor held at the end of the year any Public Deposit.

d) Particulars of Employees

No employee is covered by section 217(2A) of the Companies Act, 1956.

e) Other provisions of section 217 of the Act are not applicable in the present case of our Company.

**CASH FLOW STATEMENT :**

The Cash flow Statement for the year ended 31st March, 2012, pursuant to clause 32 (as amended) of the Listing Agreement with Stock Exchange is annexed herewith.

**LISTING FEES :**

The Listing fees to CSE has been paid for the year.

**CORPORATE GOVERNANCE :**

Clause 49 of the listing agreement with the Stock Exchange regarding Report on Corporate Governance along with Auditors Certificate on its Compliance is annexed with the report.

**ACKNOWLEDGEMENTS :**

The Board wishes to place on record its deep appreciation for the whole hearted Co-operation and Assistance received from the Bankers, Clients, Govt/Semi-Govt. Agencies and all others associated with the Company, for support and trust reposed on it by the shareholders and for the valuable services and contributions made by the employees of the Company.

Yours faithfully,  
For and on behalf of the Board

Place : Kolkata

Date : 5th September, 2012

Sd/- Arun Kumar Khemka  
**(ARUN KUMAR KHEMKA)**  
Chairman

## SHREE NIDHI TRADING COMPANY LIMITED

### ANNEXURE TO THE DIRECTOR'S REPORT

(For the year ended 31st March, 2012)

#### CORPORATE GOVERNANCE REPORT :-

Your Company's philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity in all field of its operations and in all its interactions with its shareholders including employees, Clients and the Government agencies. Your Company believes that all its operations & actions must serve the underlying goal of enhancing overall shareholders value over a sustained period of time.

#### BOARD OF DIRECTORS :-

The Board of the Company at present comprises of three Directors, all are Non-Executive. Seven Board Meetings were held during the financial year 2011-2012. The dates on which the Board Meeting were held are as follows : 06.04.11, 10.05.11, 10.08.11, 02.09.11, 11.11.11, 24.12.11 and 09.02.12.

The composition of the Board of Directors, the attendance of Directors at the Board Meeting and at the last Annual General Meeting as also the number of Directorships & Committee Memberships held by them in other companies are given below :-

Name of Directors	Category	No. of Board Meetings	Attendance of Last AGM held on 30.09.2011	No. of Directorship in other Limited Companies	No. of Committee membership in other Companies
1. Arun Kumar Khemka	Non-executive, Independent	7	Yes	13	2
2. Amalesh Sadhu	- Do -	5	Yes	2	1
3. Prabhat Goyal (Till 24.12.11)	- Do -	4	Yes	N.A.	N.A.
4. Shibashis Mukherjee (Since 24.12.11)	- Do -	2	N.A.	Nil	Nil
5. Rakesh Kr. Agarwal (Since 24.12.11)	- Do -	2	N.A.	Nil	Nil

#### COMPENSATION :-

No Director is entitled to any Salary or compensation except Directors Fee for attending the meeting of the Board/Committee. Directors' Fee have been waived by them.

#### AUDIT COMMITTEE :-

Terms of reference of the Audit Committee are as per the guidelines set out in listing agreements with the Stock Exchange and to meet the requirements of section 292A of the Companies Act, 1956. The Primary function of the Audit Committee is to periodically interact with the internal

## SHREE NIDHI TRADING COMPANY LIMITED

auditors to review their reports and discuss adequacy of internal control system, meet with the Statutory Auditors to discuss their observations and suggestions on accounts & accounting policies. At present the committee comprises of three members, all are Non-Executive Directors.

Four Meeting were held during the financial year 2011-2012. The dates of the meeting are : 10.05.11, 10.08.11, 11.11.11 and 09.02.12.

The composition of the Audit Committee and the meeting attended by the members are as under:-

Name of Directors	No. of Meeting attended
1. Arun Kumar Khemka (Chairman)	4
2. Amalesh Sadhu	3
3. Prabhat Goyal (Till 24.12.11)	3
4. Shibashis Mukherjee (Since 24.12.11)	1

### **REMUNERATION COMMITTEE :-**

The Remuneration Committee comprises of two members all of whom are Independent Non-Executive Directors. Only one meeting was held during the year on 09.02.2012.

The composition and the meeting attended by the members are as under :

Name of Directors	Meeting attended
1. Arun Kumar Khemka (Chairman)	Yes
2. Amalesh Sadhu	Yes

### **REMUNERATION POLICY :-**

The remuneration policy is directed towards rewarding performance. It is attracting and retaining high calibre talent. The Company does have an incentive plan which is linked to performance and achievement of the Company's objectives. The Non-Executive Directors of the Company were not paid any salary, fee or any other remuneration or commission.

### **SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE :-**

The Company has constituted a Shareholders and Investors Grievance Committee. The function of the said committee is to look into the redressal of investors grievances pertaining to share transfer, dematerialisation of shares, issue of duplicate share, non receipt of dividend/ rights/bonus, and other allied and related matters. Two meetings of the committee were held during the year ended on 31st March, 2012. The composition of the committee and the no. of meeting attended by each of the members is as under :

Name of Directors	No of Meeting attended
1. Arun Kumar Khemka (Chairman)	2
2. Prabhat Goyal( Till 24.12.11)	1
3. Shibashis Mukherjee (Since 24.12.11)	1

No. of Share holders' complaints pending at the end of the year - Nil



## **SHREE NIDHI TRADING COMPANY LIMITED**

### **SHARE TRANSFER SYSTEM :-**

Shares sent for transfer in physical form and demat form are registered by the Company through its Registrar & Transfer Agent within 15 days of receipts of the documents, if documents are found in order. Shares under objection are returned within two weeks.

### **GENERAL BODY MEETINGS :-**

The details of Annual General Meeting held in previous three years are as under :

AGM	For the year ended	Day / Date	Time	Venue
29th	31.03.2011	Friday/30.09.2011	11.30 a.m.	7, Lyons Range 3 <sup>rd</sup> Floor, R. No. 9 & 10 Kolkata – 700 001.
28th	31.03.2010	Tuesday/28.09.2010	11.30 a.m.	– Do –
27th	31.03.2009	Monday/31.08.2009	11.30 a.m.	– Do –

No Special resolutions have been put through either in the meeting or by postal ballot so far by the Company in the said three meetings.

### **DISCLOSURES :-**

- (i) The particulars of its related parties as per the 'Accounting Standard 18' is set out in NOTE NO.17 in point no.II.3B of the Annual Accounts. There is no related party transaction.
- (ii) There is no accounting treatment different from that prescribed in Accounting Standards.
- (iii) There was no material non compliance by the Company. No penalties/strictures have been imposed on the Company by Stock Exchange or SEBI or statutory authority on any matter related to Capital Markets during the last three years.
- (iv) Whistle Blower Policy :- The Company complies with the high Standard Whistle Blower Policy. It has communicated to all employees their right of access and assured them full protection from unfair termination and other unfair prejudicial employment practices. The Company hereby affirm that it has not denied any personnel access to the Audit Committee of the Company (in respect of matters involving alleged misconduct) and that it has provided protection to "Whistle-blowers" from unfair termination and other unfair or prejudicial employment practices.
- (v) There is no audit qualification except there remark in para 'q' of the Annexure to their Report which is duly redressed/clarified in Directors' Report.
- (vi) There is no subsidiary Company.
- (vii) There is no known and ascertained Contingent Liability.

### **GENERAL SHAREHOLDERS INFORMATION :**

#### **1. ANNUAL GENERAL MEETING**

Day, Date & Time : Saturday, 29th Sept., 2012 at 11.30 a.m.  
Venue : 7, Lyons Range, 3rd Floor,  
Room No. 9 & 10, Kolkata -700001.  
(The Registered office of the Company)

2. Book Closure Date : 26th Sept., to 29th Sept., (both days inclusive.)

3. Dividend Payment Date : Not applicable since dividend not declared.

## SHREE NIDHI TRADING COMPANY LIMITED

4. Financial Calender  
 Year Ending : March 31st  
 Annual General Meeting : Generally September (August in 2009)
5. Listing on Stock Exchange :  
 The equity shares of the Company are presently listed a : The Calcutta Stock Exchange Assn.Ltd.

**6. STOCK MARKET INFORMATION :**

- i) Stock Code : 29319  
 ii) Market Price : Calcutta Stock Exchange

<u>Month</u>	<u>High (Rs.)</u>	<u>Low (Rs.)</u>
APRIL,11	159.90	159.90
MAY, 11	159.90	159.90
JUNE,11	159.90	159.90
JULY,11	159.90	159.85
AUG., 11	159.90	159.90
SEPT,11	159.90	159.90
OCT.,11	159.90	159.90
NOV, 11	159.90	159.90
DEC.,11	159.90	159.90
JAN, 12	159.90	159.90
FEB, 12	159.90	159.90
MARCH,12	159.90	159.90

- 7) Registrar & Transfer Agents : Niche Technologies (P) Ltd.  
 D-511, Bagree Market, 71, B.R.B. Basu Road,  
 Kolkata - 700 001.

8) Share Transfer System

The power to transfer the shares is delegated to the aforementioned Registrar and Share Transfer Agent. Shares in the physical form with duly executed transfer deed can be sent to them for transfer and shares in the demat form can be sent through D.P. If the documents are found correct and valid, the Shares are transferred, and if not found so, it is returned to the shareholder/D.P., within prescribed time. 7691600 Shares (98.69%) shares are held in dematerialized form as on 31.03.2012.

**9. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH' 2012.**

**DISTRIBUTION SCHEDULE**

(To be made out for each class of security)

**SHREE NIDHI TRADING CO. LTD.**

(Name of the Company)

Distribution of	7793700	Equity Shares as on (Kind of Security)	31-03-2012
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## SHREE NIDHI TRADING COMPANY LIMITED

Total nominal value of Rs.	77,937,000	Nominal Value of each share	Rs. 10/-
Total number of shares	7793700	Paid up value per share	Rs. 10/-
Distinctive Nos. from	1 to 7793700		

**Table I**  
**DISTRIBUTION OF HOLDING**

No. of Equity Share held	Share Holders		No. of Shares	% of Shares Held
	Number	% of Shareholder		
(1)	(2)	(3)	(4)	(5)
Upto — 500	142	43.96	17950	0.23
501 — 1000	50	15.48	37200	0.48
1001 — 2000	20	6.19	27850	0.36
2001 — 3000	2	0.62	5100	0.06
3001 — 4000	9	2.79	23800	0.30
4001 — 5000	12	3.72	49300	0.63
5001 — 10000	4	1.24	35550	0.46
10001 and above	84	26.00	7596950	97.48
<b>Total</b>	<b>323</b>	<b>100</b>	<b>7793700</b>	<b>100</b>

**10. DEMATERIALISATION OF SHARES & LIQUIDITY :**

The Equity shares are registered for dematerialation with the National Securities Depository Ltd. and Central Depository Services Ltd. The shares are listed in the Calcutta Stock Exchange Assn. Ltd. at present.

**11. Outstanding GDRs/ADRs Warrants etc -**

Nil

**12. Plant Locations -**

There is no plant of the Company.

**13. ADDRESS FOR CORRESPONDENCE BY INVESTORS :-**

To the Company

7, Lyons Range, 3rd Floor, Room No. 9 & 10,  
Kolkata - 700 001.

To the Registrar & Transfer Agents

Niche Technologies (P) Ltd.

D-511, Bagree Market,  
71, B.R.B. Basu Road,  
Kolkata - 700 001.

**SHREE NIDHI TRADING COMPANY LIMITED**

**AUDITOR'S CERTIFICATE TO THE MEMBERS OF  
SHREE NIDHI TRADING CO. LTD.**

1. We have examined the compliance of conditions of Corporate Governance by Shree Nidhi Trading Co. Ltd. for the year ended 31st March' 2012 as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchanges, with the relevant records and documents maintained by the Company and furnished to us.
2. The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion in the financial statements of the Company.
3. We further state that such compliance is neither an assurance as to further viability of the Company of the efficiency or effectiveness with which management has conducted the affairs of the Company.
4. We state that in respect of Investor Grievances received during the year ended 31st March, 2012, no investor grievances are remaining unattended/pending against the Company for a period exceeding one month as per the records maintained by the Shareholders/Investors Grievance Committee.
5. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the aforesaid Listing Agreement.

**For JAIN SONU & ASSOCIATES**  
Chartered Accountants

**Sonu Jain**  
Partner

M. No. 060015

Firm's Regn. No. 324386E

Place : Kolkata

Date : 5th Sept., 2012

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**SHREE NIDHI TRADING COMPANY LIMITED**

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**AUDITORS' REPORT**

TO  
THE SHAREHOLDERS OF  
M/S. SHREE NIDHI TRADING CO. LTD.

We have audited the attached Balance Sheet of M/s. SHREE NIDHI TRADING CO. LTD. as at 31st March, 2012 and also the Profit & Loss Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose 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 and Profit & Loss Statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the Balance Sheet and Profit & Loss Statement dealt with by this report comply with the Accounting Standards referred to in section 211(3C) of the Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors of the Company is disqualified as on 31st March, 2012 from being appointed as a director under section 274(1)(g) 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 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 :
  - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012; and
  - ii) in the case of the Profit & Loss Statement, of the Profit of the Company for the year ended on that date.

For JAIN SONU & ASSOCIATES  
Chartered Accountants

Sonu Jain  
Partner

M. No. 060015

Firm's Regd. No. 324386E

Place : Kolkata

Date : 5th Sept., 2012

## **SHREE NIDHI TRADING COMPANY LIMITED**

### **ANNEXURE TO THE AUDITORS' REPORT**

In terms of the information and explanations given to us and the Books and Records examined by us in the normal course of Audit and to the best of our knowledge and belief, we state as under:

- a) The Company has maintained proper records showing full particulars including quantitative detail and situation of the fixed asset. As explained to us, the fixed asset has been physically verified by the management during the year and no material discrepancy has been noticed on such verification. No asset is sold or revalued during the year.
- b) The Stock of Inventory (stock in trade) has been physically verified during the year by the Management at reasonable intervals. In our opinion the procedure of Physical Verification of Inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business. The Company is maintaining proper records of inventory. No discrepancy was noticed on Physical Verification of Stock as compared to Book records. However, there was no stock of inventory at the year end.
- c) The Company has neither granted nor taken any loan, secured or unsecured, to/from the Companies, firms or other parties covered in the Register maintained U/s. 301 of the Companies Act, 1956, save an interest free, unsecured, temporary advance of Rs. 13.50 lacs given to a relative of a Director in earlier year & refunded during the year, the other terms & conditions of which was not prima facie prejudicial to the interest of the Company.
- d) In our opinion there is adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of Inventory, Investment & Fixed Asset and for the sale of goods/ services.
- e) As per records examined and information provided to us, there was no such contract or arrangement as referred to in section 301 of the Act that need to be entered into the Register maintained under that section, save as mention in para 'c' above, which was so entered.
- f) The Company has not accepted any deposit from the Public.
- g) In our opinion the Company has an Internal Audit System commensurate with its size and the nature of its business.
- h) Maintenance of cost records by the class of this Company is not required U/s. 209(1)(d) of the Act.
- i) The Company is regular in depositing undisputed Statutory dues including Provident Fund, Investor's Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, CESS and any other statutory dues with the Appropriate Authority, as far as applicable.

**SHREE NIDHI TRADING COMPANY LIMITED**

- j) The Company has not incurred cash losses during the financial year or in the immediately preceding financial year. There was no accumulated loss at the end of the Financial Year.
- k) The Company had no dues to any Financial Institution or Bank. There was no Debenture Holder.
- l) The Company has not granted any loan or advance on the basis of security by way of pledge of Shares, debentures or other securities.
- m) The Company is not a Chit Fund, Nidhi or Mutual Benefit Fund/ Society.
- n) In respect of shares, securities, debentures and other investments, the Company has maintained proper records of the transactions and contracts and timely entries have been made therein. Those shares, securities, debentures and other investments are held in the name of the Company as far as applicable.
- o) The Company has not given any guarantee for loans taken by others from Bank or Financial Institutions.
- p) The Company has not obtained any term loan during the year.
- q) Fund raised on short term basis was used for making long term investment to the tune of Rs. 404 lacs.
- r) The Company has not made any Allotment of Shares during the year.
- s) The Company has not issued any debenture.
- t) No Public issue was made by the Company during the year.
- u) During the checks carried out by us no fraud on or by the Company was noticed or reported during the year under Report.

**For JAIN SONU & ASSOCIATES**  
Chartered Accountants

Place: Kolkata

Date : 5th Sept., 2012

**Sonu Jain**  
Partner  
M. No. 060015  
Firm's Regd. No. 324386E

# SHREE NIDHI TRADING COMPANY LIMITED

## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2012

		Amount ₹	
	Note No.	As at 31 <sup>st</sup> March, 2012	As at 31 <sup>st</sup> March, 2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	1	77,937,000.00	77,937,000.00
(b) Reserves & Surplus	2	26,851,439.28	26,719,661.65
<b>(2) Share application money pending allotment</b>			
		—	—
<b>(3) Non Current Liabilities</b>			
Deferred Tax Liabilities	17. II.4	1,631.00	—
<b>(4) Current Liabilities</b>			
(a) Trade Payables		—	—
(b) Other Current Liabilities	3	36,175,940.00	69,460,029.00
(c) Short Term Provisions	4	51,051.50	89,806.00
	..	43,601.00	27,376.00
<b>TOTAL</b>		<b>141,060,662.78</b>	<b>174,233,872.65</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
Tangible Assets	5	6,442.00	10,096.00
Non Current Investments	6	77,669,035.00	37,084,285.00
<b>(2) Current Assets</b>			
(a) Trade Receivables	7	766,753.00	5,549,292.00
(c) Cash and Cash Equivalents	8	143,908.78	874,972.65
(d) Short - Term Loans and Advances	9	58,474,524.00	125,215,227.00
(e) Other Current Assets	10	4,000,000.00	5,500,000.00
<b>TOTAL</b>		<b>141,060,662.78</b>	<b>174,233,872.65</b>
Significant Accounting Policies and other Notes on the Financial Statements	17		

IN TERMS OF OUR REPORT OF EVEN DATE ATTACHED HERewith  
For JAIN SONU & ASSOCIATES

Chartered Accountants

Sonu Jain

Partner

M. No. 060015

Firm's Regd. No. 324386E

Arun Kumar Khemka

Shibashis Mukherjee

Directors

Place : Kolkata  
Date : 5th Sept., 2012



## SHREE NIDHI TRADING COMPANY LIMITED

### PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2012

Amount ₹

	Note No.	For the year ended 31.03.2012	For the year ended 31.03.2011
I Revenue from Operations	11	40,893,341.00	53,003,412.00
II Other Income		—	—
III Total Revenue		<u>40,893,341.00</u>	<u>53,003,412.00</u>
IV Expenses :			
Purchase of Stock-in-Trade	12	37,482,110.00	50,425,761.00
Employee Benefit Expenses	13	2,477,883.00	1,913,541.00
Depreciation & Amortization Expense	14	3,654.00	5,988.00
Other Expenses	15	756,048.37	648,910.77
Total Expenses		<u>40,719,695.37</u>	<u>52,994,200.77</u>
V Profit before exceptional and extraordinary items and tax (III - IV)		173,645.63	9,211.23
VI Exceptional Items		—	—
VII Profit before extraordinary items and Tax (V - VI)		173,645.63	9,211.23
VIII Extraordinary Items		—	—
IX Profit before Tax (VII - VIII)		173,645.63	9,211.23
X Tax Expenses :			
Current Tax : On Income	16	40,237.00	—
Deferred Tax		1,631.00	—
XI Profit/(Loss) for the period from continuing operations (IX - X)		131,777.63	9,211.23
XII Profit/(Loss) from discontinuing operations		—	—
XIII Tax expenses of discontinuing operations		—	—
XIV Profit/(Loss) from Discontinuing operation after tax (XII - XIII)		—	—
XV Profit/(Loss) for the period (XI + XIV)		<u>131,777.63</u>	<u>9,211.23</u>
XVI Earning Per Equity Share :	17. II.3C		
(1) Basic		0.017	0.001
(2) Diluted		0.017	0.001
Significant Accounting Policies and other Notes on the Financial Statements	17		

IN TERMS OF OUR REPORT OF EVEN DATE ATTACHED HERewith  
For JAIN SONU & ASSOCIATES

Chartered Accountants

Sonu Jain

Partner

M. No. 060015

Firm's Regd. No. 324386E

Arun Kumar Khemka

Shibashis Mukherjee

Directors

Place : Kolkata

Date : 5th Sept., 2012

**SHREE NIDHI TRADING COMPANY LIMITED**

**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT  
31ST MARCH, 2012 AND PROFIT & LOSS STATEMENTS FOR  
THE YEAR ENDED ON THAT DATE.**

Particulars	As at 31st March 2012		As at 31st March 2011	
	Number	Amount (Rs.)	Number	Amount (Rs.)

**NOTE NO. 1 : SHARE CAPITAL**

<b>1 (I) AUTHORISED</b>				
<u>EQUITY SHARES OF RS. 10/- EACH</u>	8000000	80,000,000.00	8000000	80,000,000.00
	<u>8000000</u>	<u>80,000,000.00</u>	<u>8000000</u>	<u>80,000,000.00</u>
<b>1 (II) ISSUED, SUBSCRIBED &amp; PAID UP</b>				
<u>EQUITY SHARES OF RS. 10/- EACH</u>				
<u>FULLY PAID UP IN CASH</u>				
OUTSTANDING AT THE BEGINNING OF THE YEAR	7793700	77,937,000.00	7793700	77,937,000.00
SAVE AS BELOW :				
OUT OF THE ABOVE 7553700 SHARES OF RS.10/- EACH WAS ALLOTTED TO THE EARST- WHILE SHAREHOLDERS OF AMALGAMATION COMPANIES IN LIEU OF THEIR HODINGS IN THOSE COMPANIES PURSUANT TO THE ORDER OF HON'BLE HIGH COURT AT KOLKATA UNDER THE SCHEME OF AMALGAMATION.				
ADD : ISSUED, SUBSCRIBED & PAID UP DURING THE YEAR	—	—	—	—
LESS : BOUGHT BACK DURING THE YEAR	—	—	—	—
OUTSTANDING AT THE END OF THE YEAR	<u>7793700</u>	<u>77,937,000.00</u>	<u>7793700</u>	<u>77,937,000.00</u>
<b>1 (III) EQUITY SHARES IN THE COMPANY HELD BY EACH SHAREHOLDERS HOLDING MORE THAN 5% OF TOTAL SHARES IN THE SHARE CAPITAL OF THE COMPANY</b>				

NAME OF SHARE HOLDERS	NO. OF SHARES	% OF HOLDINGS	NO. OF SHARES	% OF
	—	—	—	—

## SHREE NIDHI TRADING COMPANY LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

	<u>As at</u> <u>31<sup>st</sup> March, 2012</u>	<u>As at</u> <u>31<sup>st</sup> March, 2011</u>
<b>NOTE NO. 2 : RESERVE &amp; SURPLUS</b>		
<b>2.1 RESERVES</b>		
<b>(A) SECURITIES PREMIUM RESERVE</b>		
CAPITAL RESERVE (AS PER LAST ACCOUNT)	10,000.00	10,000.00
<b>GENERAL RESERVE (CREATED THROUGH</b>		
AMALGAMATION)	26,054,466.56	26,054,466.56
(THE EXCESS OF THE VALUE OF THE NET ASSETS OF		
NASWAR VYAPAAR PVT. LTD., SUPER CREATION PVT. LTD.		
& DHANVARSHA FINANCIAL SERVICES PVT LTD., AS AT		
20/07/2001 OVER THE PAID UP VALUE OF SHARES OF THE		
COMPANY ISSUED PURSUANT TO THE SCHEME OF		
AMALGAMATION AMOUNTING TO RS. 26,190,000/-)		
LESS : C/F LOSS OF 3 MERGED COMPANIES RS. 135,533.44)		
	<u>26,064,466.56</u>	<u>26,064,466.56</u>
<b>(B) STATUTORY RESERVE</b>		
(AS PER R. B. I. ACT FOR NBFC)		
AT THE BEGINNING OF THE YEAR	63,000.00	—
ADDITION DURING THE YEAR (TRANSFER FROM SURPLUS)	26,400.00	63,000.00
AT THE END OF THE YEAR	<u>89,400.00</u>	<u>63,000.00</u>
<b>2.2 SURPLUS</b>		
AT THE BEGINNING OF THE YEAR	592,195.09	645,983.86
ADDITION (SURPLUS OF THE YEAR)	131,777.63	9,211.23
LESS : TRANSFER TO STATUTORY RESERVE FUND	<u>(26,400.00)</u>	<u>(63,000.00)</u>
BALANCE AT THE END OF THE YEAR	697,572.72	592,195.09
<b>TOTAL [2.1(A) + 2.1(B) + 2.2]</b>	<u><u>26,851,439.28</u></u>	<u><u>26,719,661.65</u></u>
<b>NOTE NO. 3 : OTHER CURRENT LIABILITIES</b>		
EXPENSES PAYABLE	51,051.50	89,806.00
	<u>51,051.50</u>	<u>89,806.00</u>
<b>NOTE NO. 4 : SHORT-TERM PROVISIONS</b>		
PROVISION FOR TAXATION	43,601.00	27,376.00
	<u>43,601.00</u>	<u>27,376.00</u>

## SHREE NIDHI TRADING COMPANY LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

### NOTE No. 5 : TANGIBLE FIXED ASSETS

Amount in Rupees

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	COST AS ON 1.4.2011	ADN(DISP) DURING THE YEAR	TOTAL AS ON 31.03.2012	UP TO 31.03.2011	FOR THE YEAR	TOTAL AS ON 31.03.2012	W.D.V AS ON 31.03.2012	W.D.V AS ON 31.03.2011
COMPUTER	420,800	—	420,800	412,174	3,450	415,624	5,176	8,626
CELLULAR PHONE	10,500	—	10,500	9,030	204	9,234	1,266	1,470
<b>CURRENT YEAR</b>	<b>431,300</b>	<b>—</b>	<b>431,300</b>	<b>421,204</b>	<b>3,654</b>	<b>424,858</b>	<b>6,442</b>	<b>10,096</b>
PRE. YEAR	431,300	—	431,300	415,216	5,988	421,204	10,096	16,084

### NOTE NO. 6 : NON-CURRENT INVESTMENTS (Valued at Cost) :

Name of The Company	As at 31st March 2012		As at 31st March 2011	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
<b>QUOTED SHARES :</b>				
MAWANA SUGAR MILLS LTD.	100	17,720.00	100	17,720.00
MODIPON LTD.	50	3,250.00	50	3,250.00
STATE BANK OF INDIA	50	5,000.00	50	5,000.00
TEXTTOOL LTD.	50	2,250.00	50	2,250.00
<b>SUB TOTAL (a)</b>	<b>250</b>	<b>28,220.00</b>	<b>250</b>	<b>28,220.00</b>

### UNQUOTED SHARES :

AASHIYANA DISTRIBUTORS PVT. LTD.	—	—	133325	3,999,750.00
ABHISHEK CAPITAL SERVICES PVT. LTD.	500	25,000.00	500	25,000.00
ANANT PROPERTIES (P) LTD.	7500	300,000.00	—	—
ANGLOVER TEXTILES (P) LTD.	7500	75,000.00	7500	75,000.00
ARIHANT INTERNATIONAL LTD.	38300	383,000.00	38300	383,000.00
ATI PLANTATIONS PVT. LTD.	5000	200,000.00	—	—
B L IMPEX PVT. LTD.	7500	300,000.00	—	—
BINAWADINI PRINTING & ALLIED WORKS PVT. LTD.	—	—	37500	1,500,000.00
BIRBHUM AGRO PRODUCTS PVT. LTD.	2000	500,000.00	2000	500,000.00
BURDWAN ROAD PROPERTIES PVT. LTD.	—	—	27500	1,100,000.00
CALCUTTA NORTH MARKETING PVT. LTD.	—	—	12500	500,000.00
CYNDRELLA TIE UP PVT. LTD.	5000	200,000.00	5000	200,000.00
EXOIMP RESOURCES (INDIA) LTD.	—	—	37500	1,500,000.00

## SHREE NIDHI TRADING COMPANY LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

### NOTE NO. 6 : NON-CURRENT INVESTMENTS (Valued at Cost) : (Contd.....)

Name of The Company	As at 31st March 2012		As at 31st March 2011	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
GLOBAL ALLOYS	—	—	20000	2,000,000.00
GUJRAT COLOUR & COATING (P) LTD.	7674	460,440.00	7674	460,440.00
GUNJAN MARKETING (P) LTD.	6460	323,000.00	6460	323,000.00
HANURAND MERCHANTILE (P) LTD.	10000	100,000.00	10000	100,000.00
KANCHAN METALS PVT. LTD.	42500	425,000.00	42500	425,000.00
KARIKISH VYAPAAR PVT. LTD.	7500	300,000.00	7500	300,000.00
MAHESWARI BROTHERS COAL LTD.	49500	4,207,500.00	—	—
MALANI HOLDING PVT. LTD.	—	—	70000	7,000,000.00
MAPSA TAPES PVT. LTD.	—	—	100000	5,000,000.00
MICRO NICKEL (P) LTD.	10000	3,000,000.00	—	—
OLYMPIA TRADEFIN LTD.	—	—	18890	1,889,000.00
ONKARMAL CONSULTANCY (P) LTD.	5000	200,000.00	—	—
PARKER BUILDERS (P) LTD.	20000	12,000,000.00	—	—
PARKER ESTATE DEVELOPERS (P) LTD.	12500	7,500,000.00	—	—
PAYANTA MERCHANTS PVT. LTD.	5000	200,000.00	—	—
PICHU SLEEPWEAR PVT. LTD.	10000	400,000.00	10000	400,000.00
PRANAMI ESTATE PVT. LTD.	—	—	25000	2,500,000.00
R S NIRMAN (P) LTD.	25000	500,000.00	—	—
RADHIKA BIHARI CONSULTANTS (P) LTD.	4500	450,000.00	—	—
RAJEEV TRADING COMPANY (P) LTD.	27500	1,100,000.00	—	—
RAMESHWARAM IMPORT (P) LTD.	1500	150,000.00	—	—
SALASAR MARCOM PVT. LTD.	19000	1,900,000.00	19000	1,900,000.00
SHARAD BUILDCON (P) LTD.	3000	300,000.00	3000	300,000.00
SHRI MOHINI BIHARI FINCOM (P) LTD.	9000	900,000.00	9000	900,000.00
SILVERPEARL TRADING PVT. LTD.	—	—	26840	2,684,000.00
SRI MOHINI BIHARI FINCOM (P) LTD.	4000	400,000.00	—	—
SURYA COMMERCIAL LTD.,	—	—	5000	200,000.00
SWISS PARK VANIJYA PVT. LTD.	400000	40,000,000.00	—	—
THUNDER MERCHANDISE (P) LTD.	—	—	5000	50,000.00
UNIQUE HOLDING PVT. LTD.	10000	100,000.00	10000	100,000.00
VASUDHA VANIJYA PVT. LTD.	6110	305,500.00	6110	305,500.00
WEBTECH SOFTWARES & SERVICES LTD.	1500	40,000.00	1500	40,000.00
WINSHIRE AGENCIES PVT. LTD.	7880	394,000.00	7880	394,000.00
<b>SUB TOTAL (b)</b>	<b>778424</b>	<b>77,638,440.00</b>	<b>712979</b>	<b>37,053,690.00</b>
<b>DEBENTURE (QUOTED) :</b>				
12.5% PCD OF RELIANCE IND. LTD.	25	2,375.00	25	2,375.00
<b>SUB TOTAL (c)</b>	<b>25</b>	<b>2,375.00</b>	<b>25</b>	<b>2,375.00</b>
<b>GRAND TOTAL ( a+b+c)</b>	<b>778699</b>	<b>77,669,035.00</b>	<b>713254</b>	<b>37,084,285.00</b>
MARKET VALUE OF QUOTED INVESTMENTS		106,499.50		145,582.50

## SHREE NIDHI TRADING COMPANY LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>NOTE NO. 7 : TRADE RECEIVABLE</b>		
(UNSECURED, CONSIDERED GOOD)		
DEBTS EXCEEDING SIX MONTHS	—	—
OTHER DEBTS	766,753.00	5,549,292.00
	<u>766,753.00</u>	<u>5,549,292.00</u>
<b>NOTE NO. 8 : CASH AND CASH EQUIVALANTS</b>		
(i) BALANCE WITH SCHEDULE BANKS IN CURRENT A/C.	113,707.00	708,402.87
(ii) CHEQUE IN HAND	—	250.00
(iii) CASH IN HAND (AS CERTIFIED BY THE MANAGEMENT)	30,201.78	166,319.78
	<u>143,908.78</u>	<u>874,972.65</u>
<b>NOTE NO. 9 : SHORT-TERM LOANS AND ADVANCES</b>		
(UNSECURED, CONSIDERED GOOD)		
(i) LOANS (INCLUDING INTEREST)		
SAI SULPHONATES PVT. LD.	7,756,000.00	7,467,210.00
MAHESHWARI BROTHERS	234,880.00	5,659,132.00
BHINASWAR COMMERCIAL PVT. LTD.	6,427,279.00	4,824,000.00
DINESH MEHTA	1,353,994.00	1,353,994.00
P. L. GUPTA	6,866,472.00	6,506,472.00
JAGANNATH BANWARIWAL TEXTILES PVT. LTD.	—	1,662,000.00
PRANAMI BUILDERS	1,871,327.00	1,730,752.00
SPARES TRADING & AGENCIES CO.	1,360,940.00	1,179,918.00
ANJU DEVI MANDHANI	894,249.00	2,657,808.00
JFC CREATION	364,800.00	332,400.00
J K ELECTRO POWER	—	1,500,000.00
JALAN STEEL WORKS PVT. LTD.	560,393.00	505,770.00
PAWAN PROPERTIES	—	6,546,048.00
DREDGING & DESILTATION CO. (P) LTD.	256,500.00	2,717,508.00
TRIVENI WIRES (P) LTD.	1,662,000.00	1,596,904.00
PASUPATI BUILDERS PVT. LTD.	7,382,439.00	6,772,880.00
NIRMALA DEVI MANDHANI	847,392.00	2,500,000.00
SUB TOTAL (I)	<u>37,838,665.00</u>	<u>55,512,796.00</u>

**SHREE NIDHI TRADING COMPANY LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>NOTE NO. 9 : SHORT-TERM LOANS AND ADVANCES (Contd.....)</b>		
(II) ADVANCES (ADVANCE RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED )		
(a) <u>TO RELATED PARTIES</u>		
ARVIND KHEMKA	—	1,350,000.00
(b) <u>TO OTHERS</u>		
MAT RECEIVABLE	32,430.00	39,577.00
T.D.S.	403,429.00	537,854.00
JUMAC DETERGENTS PVT. LTD.	2,500,000.00	2,500,000.00
PRANAMI BUILDERS PVT. LTD.	—	3,500,000.00
S K BAID	—	300,000.00
INDUSIND NARIMAN (P) LTD.	200,000.00	200,000.00
SIKHA GUPTA	2,500,000.00	2,500,000.00
ADITI JALAN	2,500,000.00	2,500,000.00
PRANAMI COMMUNICATION (P) LTD.	—	1,500,000.00
RISHI KANT TEKRIWAL	1,000,000.00	1,000,000.00
SWETA TEKRIWAL	1,000,000.00	1,000,000.00
THE NANITAL BANK LTD.	3,000,000.00	3,000,000.00
KRISHNA KISHORE MISHRA	500,000.00	500,000.00
RANJIT KR. KHIRORIA	—	75,000.00
KRISHNAKANT TEKRIWAL	—	1,000,000.00
ARUN KUMAR TEKRIWAL HUF	1,000,000.00	1,000,000.00
PREM KR. TEKRIWAL HUF	1,000,000.00	1,000,000.00
SARITA KEJRIWAL	1,000,000.00	1,000,000.00
SWISS PARK VANIJYA (P) LTD.	—	40,000,000.00
SUNIL KEDIA	—	500,000.00
UMA SREE SAREES	500,000.00	500,000.00
SUNIL KR. TIBREWAL	—	700,000.00
NCL RESEARCH & FINANCIAL SERV. LTD.	3,500,000.00	3,500,000.00
<b>SUB TOTAL (II)</b>	<b>20,635,859.00</b>	<b>69,702,431.00</b>
<b>TOTAL (I + II)</b>	<b>58,474,524.00</b>	<b>125,215,227.00</b>
<b>NOTE NO. 10 : OTHER CURRENT ASSETS</b>		
SHARE APPLICATION MADE	4,000,000.00	5,500,000.00
	<u>4,000,000.00</u>	<u>5,500,000.00</u>

## SHREE NIDHI TRADING COMPANY LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

Particulars	For the year ended 31st March 2012 Amount ( Rs. )	For the year ended 31st March 2011 Amount ( Rs. )
<b>NOTE NO. 11 : REVENUE FROM OPERATION</b>		
(a) SALE OF PRODUCTS		
TEXTILES	34,195,826.00	47,700,782.00
VANADIUM	<u>2,080,800.00</u>	<u>897,728.00</u>
	36,276,626.00	48,598,510.00
(b) SALE OF SERVICES		
SOFTWARE MAINTENANCE CHARGES (T.D.S. Rs.12,335/-, PRE. YEAR Rs.11,448/-)	623,400.00	572,000.00
(c) INTEREST (T.D.S. Rs. 382,180/-, PREV. YEAR Rs. 345,244/-)	4,881,915.00	3,832,902.00
(d) OTHER OPERATIONAL REVENUE FUTURE & OPTION	(888,600.00)	—
	<u>40,893,341.00</u>	<u>53,003,412.00</u>
<b>NOTE NO.12 : PURCHASE OF STOCK-IN-TRADE</b>		
(a) PURCHASE OF PRODUCTS		
TEXTILES	35,460,710.00	49,553,761.00
VANADIUM	<u>2,021,400.00</u>	<u>872,000.00</u>
	<u>37,482,110.00</u>	<u>50,425,761.00</u>
<b>NOTE NO.13 : EMPLOYEE BENEFIT EXPENSE</b>		
SALARY	2,342,870.00	1,884,805.00
BONUS	102,365.00	—
STAFF WELFARE EXPENSES	<u>32,648.00</u>	<u>28,736.00</u>
	<u>2,477,883.00</u>	<u>1,913,541.00</u>
<b>NOTE NO.14 : DEPRECIATION &amp; AMORTIZATION</b>		
DEPRECIATION	3,654.00	5,988.00
AMORTIZATION (PRELIMINARY EXP. W/OFF.)	—	—
	<u>3,654.00</u>	<u>5,988.00</u>



**SHREE NIDHI TRADING COMPANY LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2012  
AND PROFIT & LOSS STATEMENTS FOR THE YEAR ENDED ON THAT DATE.

Particulars	For the year ended 31st March 2012 Amount ( Rs. )	For the year ended 31st March 2011 Amount ( Rs. )
<b>NOTE NO. 15 : OTHER EXPENSES</b>		
TELEPHONE EXPENSES	—	3,210.00
POSTAGE EXPENSES	22,376.00	16,578.00
PRINTING & STATIONARY	70,642.00	53,332.00
GENERAL EXPENSES	65,783.00	42,684.00
FILING FEES	6,500.00	6,500.00
BANK CHARGES	4,003.37	11,526.77
TRAVELLING & CONVEYANCE EXPENSES	83,482.00	81,204.00
RENT	108,000.00	60,000.00
ADVERTISEMENT	4,487.00	4,415.00
PROFESSIONAL FEES	1,103.00	1,103.00
REPAIR & MAINTENANCE	48,572.00	39,658.00
LISTING FEES	17,500.00	17,500.00
DEPOSITORIES & REGISTRAR FEES	77,000.00	58,600.00
SOFTWARE MAINTENANCE CHARGES	236,800.00	242,600.00
<b>AUDITORS' REMUNERATION</b>		
AS AUDIT FEES	3,309.00	3,309.00
AS TAX AUDIT FEES	2,206.00	2,206.00
ON OTHER MATTER	4,485.00	4,485.00
	10,000.00	10,000.00
TOTAL	<u>756,048.37</u>	<u>648,910.77</u>

**NOTE NO.16 : CURRENT TAX**

TAX ON INCOME	33,090.00	1,708.00
ADD/(LESS) : MAT RECEIVABLE	7,147.00	(1,708.00)
	<u>40,237.00</u>	<u>—</u>

## **SHREE NIDHI TRADING COMPANY LIMITED**

### **NOTES NO.17: Significant Accounting Policies and Other Notes on Financial Statements**

(Annexed to and forming part of the Balance Sheet as at 31st March, 2012 and the annexed Profit & Loss Statement for the year ended on that date.)

#### **I. SIGNIFICANT ACCOUNTING POLICIES :**

a) Principle & Practice :

The Financial Statements have been prepared under the historical cost convention, in accordance with generally accepted accounting principles, following Accounting standards and other provisions of the Companies Act, and on going concern concept.

b) System of Accounting :

Generally Mercantile System of Accounting is followed except filing fees and unascertained items which have been taken on cash basis.

c) Recognition of Income & Expenses :

Items of Income and Expenditure are recognised on accrual basis save as above.

d) Fixed Assets & Depreciation :

- i) Fixed Assets are stated at historical cost less depreciation provided on WDV method.
- ii) Depreciation on fixed assets have been provided in the accounts in the manner and at the rate prescribed in schedule XIV to the Companies Act, 1956.

e) Current Assets & Liabilities :

In the opinion of the Board, all the Assets other than Fixed Assets and Non-Current Investments are at least approximately of the value stated in the accounts, if realized in the ordinary course of business, unless otherwise stated. The provision of all the known liabilities are adequate and are not in excess of the amount considered reasonably necessary by the management.

f) Method of valuation :

- i) Non-Current Investments in Shares are valued at cost. No Provision for diminution in value of Investments is made as diminution, if any, is temporary.
- ii) Stock were valued at cost or market value, whichever was lower. However, there was no stock in trade at the end of the year.

g) Contingent Liabilities & Commitments :

Contingent Liabilities are provided in the Accounts on the best judgement basis depending upon the degree of certainty of the contingency. Commitments are provided on the basis of estimated amount of and period of occurrence. The balance of both, not provided for, are disclosed by way of notes. However, there is no known or expected contingent liability or commitment at the year end.

h) Provision for Gratuity :

Provision for Gratuity is made when there is a reasonable certainty of Staff continuing the service for minimum eligible period or has completed such period. However, it has not been made in the accounts for the year as there is no such reasonable certainty or completion.

i) Provision for Taxation :

Provision for Taxation has been made as per Income Tax Act 1961 and Rules made there under.

## SHREE NIDHI TRADING COMPANY LIMITED

### NOTES NO.17: Significant Accounting Policies and Other Notes on Financial Statements (Contd.....)

j) NBFC Requirements regarding transfer of profit to reserve :

20% of profit after Tax (rounded off to next hundred) for the current year have been transferred to Statutory Reserve Fund appropriating the Profit & Loss Statement as per requirement of the R.B.I. Act.

k) Recognition of Deferred Tax :

The Company recognises deferred tax assets and liabilities in terms with Accounting Standard 22 issued by the Institute of Chartered Accountants of India on "Accounting for Taxes on Income". Deferred tax is recognised on timing differences (being the difference between taxable income under Income Tax Act and Accounting Income) which originate in one period and are capable of reversal in subsequent period. Deferred Tax Assets over & above Deferred Tax Liabilities are recognised only if there is reasonable certainty of recouping them against taxable Profit in foreseeable future. All such assets and liabilities are reviewed on each Balance Sheet date to reflect the changed position.

### II. OTHER NOTES ON FINANCIAL STATEMENTS

1. Figures of the previous year has been re-grouped/re-arranged and recasted wherever necessary.

2. The Company is a Small & Medium Size Company as defined in the General Instruction in respect of Accounting Standard notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small & Medium Size Company.

3. A. SEGMENT REPORTING

The main and regular business of the Company consists only trading and there is no geographical spread of the business. Hence, there is no segment. Therefore the segment reporting is not applicable.

3. B. RELATED PARTY DISCLOSURE

Disclosures as required by the Accounting Standard 18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India.

A. Relationship are given below :-

i) Directors (existing) :-

1) Mr. Amalesh Sadhu (2) Mr. Prabhat Goyal (Upto 24.12.2011) and (3) Mr. Arun Kumar Khemka, (4) Mr. Shibashis Mukherjee (From 24.12.2011) and Rakesh Kumar Agarwal (From 24.12.2011)

B. Group Company or Company having Common Control

: NIL

C. Transaction with related Parties

: Temporary (unsecured) Interest Free Advance refunded by :  
Mr. Arvind Khemka Rs. 13,50,000/-

D. Amount Outstanding (Receivable) as on 31.3.2012

: NIL

E. Amount Outstanding (Payable) as on 31.3.2012

: NIL

## SHREE NIDHI TRADING COMPANY LIMITED

### NOTES NO.17: Significant Accounting Policies and Other Notes on Financial Statements (Contd....)

3. C. <u>EARNING PER SHARE</u>	<u>2011-2012</u>	<u>2010-2011</u>
(a) Calculation of Weighted average no. of equity shares of Rs. 10/- each No. of shares at the beginning of the period	7793700	7793700
Share issued during the year.	Nil	Nil
No. of Shares at the close of the period	7793700	7793700
Weighted average no. of Equity shares during the period	7793700	7793700
(b) Net Profit for the period attributable to equity shares (in rupees)	131,778	9,211
(c) Basic & diluted earning (in rupees) per share	0.017	0.001

#### 4. DEFERRED TAX ASSETS/LIABILITIES :

In accordance with A.S.22-"Accounting for Taxes on Income" issued by the I.C.A.I., the Company has accounted for deferred tax during the year. The Company has no amount of carried forward loss/unabsorbed depreciation under the Income Tax Act at the year end and hence there is no deferred tax asset. It has recognised and accounted for deferred tax liability only.

The Components of the recognition is as under :

Deferred Tax Liability (due to difference between W.D.V. of fixed assets as on 31.3.2012 as per I. T. Act and that as per books of accounts Rs. 5,279 /- @ 30.90%)	Rs. 1,631/-
Less: Deferred Tax Assets (there is no carried for business loss & Unabsorbed Depreciation) (to the extent of deferred tax liability.)	Rs. Nil
<b>NET DEFERRED TAX ASSETS/LIABILITIES</b>	<b>Rs. 1,631/-</b>

#### 5. Additional information pursuant to the provision of Paragraph 5 of part II of Schedule VI to the Companies Act, 1956 :-

a) Details of Items of Exceptional and Extra Ordinary Nature	... NIL
b) Prior period Items	... NIL
c) Aggregate of the amounts set aside or proposed to be set aside to Reserves or Reserves or Provisions or withdrawn from such Reserves or Provisions	Net Profit Transferred to Statutory set Reserve Fund as per requirement of R.B.I. Act (for NBFC) Rs. 26,400/-
d) Value of Imports on C.I.F. basis, Expenditure in Foreign Currency on Account of Royalty, Know-how, Fees, Interest and other matters and remittance on account of dividend in foreign currency	... NIL
e) Earning in Foreign Exchange on Export, Royalty, Know-how, Fees, Interest, Dividend or others	... NIL

## SHREE NIDHI TRADING COMPANY LIMITED

### NOTES NO.17: Significant Accounting Policies and Other Notes on Financial Statements (Contd.....)

f) Quantitative information in respect of goods traded during the year are as under :-

	OPENING STOCK		PURCHASES	
	Qty	Amount (Rs.)	Qty	Amount (Rs.)
Textiles (Pcs)	Nil (Nil)	Nil (Nil)	320408 (462638)	35,460,710.00 (49,553,761.00)
Vanadium(Kgs.)	Nil (Nil)	Nil (Nil)	4000 (1660)	2,021,400.00 (872,000.00)
	SALES		CLOSING STOCK	
	Qty	Value (Rs.)	Qty	Value (Rs.)
Textiles (Pcs)	320408 (462638)	34,195,826.00 (47,700,782.00)	Nil (Nil)	Nil (Nil)
Vanadium(Kgs.)	4000 (1660)	2,080,800.00 (897,728.00)	Nil (Nil)	Nil (Nil)

NOTES : i) Previous year's figures are given in the brackets.

IN TERMS OF OUR REPORT OF EVEN DATE.

For **JAIN SONU & ASSOCIATES**  
Chartered Accountants

Sonu Jain  
Partner

M. No. 060015

Firm's Regd. No. 324386E

Arun Kumar Khemka  
Shibashis Mukherjee  
Directors

Place : Kolkata  
Date : 5th Sept., 2012

## SHREE NIDHI TRADING COMPANY LIMITED

### Cash Flow Statement for the year ended 31st March, 2012

[Pursuant to clause 32 of the listing agreement]

	As at 31st March, 2012 (Rs.)	As at 31st March, 2011 (Rs.)
<b>A. Cash Flow from Operating Activities</b>		
Net Profit/(Loss) before Tax and Extra ordinary items	173,646	9,211
Adjustment for :		
Depreciation	3,654	5,988
Operating Profit before working Capital change	177,300	15,199
Adjustment for :		
Trade & Other Receivable	4,782,539	(4,529,374)
Loans & Advances (Non investing)	68,233,556	(65,672,806)
Trade Payable & Other Liabilities	(33,322,843)	50,120,112
Income Tax Paid/Prov. adjusted	(16,866)	(8,212)
Cash Flow from Operation	<u>39,853,686</u>	<u>(20,075,081)</u>
<b>B. Cash Flow from Investing Activities</b>		
Decrease/(Increase) in Investment	(40,584,750)	20,742,250
Net Cash flow from Investing Activities	<u>(40,584,750)</u>	<u>20,742,250</u>
<b>C. Cash Flow from Financing Activities</b>		
Net Increase/(Decrease) in cash and cash equivalent (A+B+C)	Nil	Nil
Add : Opening Balance of cash and cash equivalent	(731,064)	667,169
	874,973	207,804
Closing Balance of cash and equivalent	<u>143,909</u>	<u>874,973</u>

Note : 1) Loan lending is considered as operating activity of the Company for the year pursuant to amalgamation.

Place : Kolkata

Date : 5th September, 2012

Arun Kumar Khemka  
Shibashis Mukherjee  
Directors

**SHREE NIDHI TRADING COMPANY LIMITED**

**AUDITORS' CERTIFICATE**

The Board of Directors  
**SHREE NIDHI TRADING CO. LTD.**  
7, Lyons Range,  
3<sup>rd</sup> Floor, Room No. 9 & 10,  
Kolkata - 700 001

We have examined the attached Cash Flow Statement of SHREE NIDHI TRADING CO. LTD. for the year ended 31st March, 2012. The Statement has been prepared by the Company in accordance with the requirement of clause 32 (as amended) of listing agreement with Stock Exchange and is based on and is in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report dated 5th Sept., 2012 to the member of the Company.

**For JAIN SONU & ASSOCIATES**  
Chartered Accountants

Place : Kolkata  
Date : 5th Sept., 2012

**Sonu Jain**  
Partner  
M. No. 060015  
Firm's Regd. No.324386E

**SHREE NIDHI TRADING COMPANY LIMITED**

**ATTENDANCE SLIP**

**SHREE NIDHI TRADING COMPANY LIMITED**

Registered Office : 7, Lyons Range, 3rd Floor,  
Room No. 9 & 10, Kolkata - 700 001

30th Annual General Meeting on Saturday, the 29th September, 2012 at 11.30 A.M.

Ledger Folio No. \_\_\_\_\_ / DP ID No. \_\_\_\_\_ & Client ID No. \_\_\_\_\_

Full Name of the Share holder : \_\_\_\_\_  
(in Block Letters)

I certify that I am member / Proxy for the member of the Company.

I hereby record my presence at the 30th Annual General Meeting of the the Company held at its registered office 7, Lyons Range, 3rd Floor, Room No. 9 & 10, Kolkata - 700 001 on Saturday, the 29th September, 2012 at 11.30 A. M.

Shareholder's Proxy' Signature \_\_\_\_\_

Proxy's full Name \_\_\_\_\_  
(in Block Letters)

\* Applicable for members holding shares in electronic form

Note : Please fill in this Attendance Slip and hand it over at the entrance of the meeting hall.

**PROXY FORM**

**SHREE NIDHI TRADING COMPANY LIMITED**

Registered Office : 7, Lyons Range, 3rd Floor,  
Room No. 9 & 10, Kolkata - 700 001

I/We \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

being member / Members of **SHREE NIDHI TRADING COMPANY LIMITED**, 7, Lyons Range,  
3rd Floor, Room No. 9 & 10, Kolkata - 700 001 \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_ or failing his / her \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

as my / our proxy in my / our absence to attend and vote for me / us and on my / our behalf at the 30th Annual General Meeting of the Company to be held on Saturday, the 29th September, 2012 at 11.30 a.m. and at any adjournment thereof. I / We have set my / our hand / hands this \_\_\_\_\_ day of September, 2012.

Folio No. \_\_\_\_\_ DP ID No. \_\_\_\_\_ (Signature of the member across the stamp)  
& Client ID No. \_\_\_\_\_



\* Applicable for members holding shares in electronic form

Note : The Proxy form must be deposited at the Registered Office of the Company, not less than 48 hours before the time for holding the meeting. The Proxy need not be a member of the company.