



**21<sup>st</sup> ANNUAL REPORT 2009-2010**

## BOARD OF DIRECTOR

**Managing Director :**  
Pawan Kumar Todi

**Directors :**  
Nand Lal Todi  
Debiprasad Chatterjee  
Arun Charan Mukherjee  
Nitin Guha

## COMMITTEES :

**Audit Committee**  
Debiprasad Chatterjee  
Arun Charan Mukherjee  
Nitin Guha  
Nand Lal Todi

## ShareTransfer & Investors

**Grievance Committee :**  
Debiprasad Chatterjee  
Nitin Guha  
Pawan Kumar Todi

## Remuneration Committee :

Nitin Guha  
Debiprasad Chatterjee  
Arun Charan Mukherjee

## Asset Liability Committee :

Pawan Kumar Todi  
Debiprasad Chatterjee  
Shanker Birjuka

## Fair Practice Code Committee :

Pawan Kumar Todi  
Nand Lal Todi  
Nitin Guha

## Executive Vice President &

**Company Secretary :**  
Sarika Mehra

## REGISTERED OFFICE :

19, R. N. Mukherjee Road, 1<sup>st</sup> Floor  
Main Building, Kolkata - 700 001  
Phone : (033) 2248 4788  
Fax : (033) 2243 0151  
E-mail : npr@cal.vsnl.net.in

## BRANCHES

**AHMEDABAD BRANCH :**  
106-07, 1<sup>st</sup> Floor "Samedh"  
Above Oriental Bank of Commerce  
Near Associated Petroleum  
C. G. Road, Panchavati  
Ahmedabad - 380 006  
Phone : (079) 2640 1482/3 (2 lines)  
Fax : (079) 2640 4346

**BHUBANESWAR BRANCH :**  
112, Satyanagar  
Bhubaneswar - 751 007  
Phone : (0674) 257 1056

**KOCHI BRANCH :**  
41/1787, Chitoor Road  
Opp - Sree Sudheendra Hospital  
Kochi - 682 018  
Phone : (0484) 402 3117, 329 6830  
Fax No. : (0484) 235 1589

**MUMBAI BRANCH :**  
218, Majestic Shopping Centre  
Premises Society  
144, Jagannath Shankar Seth Road  
(J. S. S. Road)  
Girgaun, Mumbai - 400 004  
Phone : (022) 2380 1507  
Fax : (022) 2380 2715

**AUDITORS :**  
M/s. L. N. Todi & Co.  
Chartered Accountants  
"Hudco Niwas" 15N, Nelli Sengupta  
Sarani (Lindsay Street)  
4<sup>th</sup> Floor, Room No. 4  
Kolkata - 700 087

**FINANCIAL INSTITUTION**  
Indian Renewable Energy  
Development Agency Limited

**AGRA BRANCH :**  
18/163-B/5, Fatehabad Road  
Opp. Hanuman Temple  
(Near Taj View Hotel), Agra - 282 001  
Phone : (0562) 2223 4053

**CHENNAI BRANCH :**  
No. 35/36, Greams Road  
Ground Floor, Thousand Light  
Chennai - 600 006  
Phone : (044) 2829 5745  
Fax : (044) 2829 5746

**JAIPUR BRANCH :**  
323, 3<sup>rd</sup> Floor  
Navjeevan Complex  
Station Road  
Jaipur - 302 001  
Mobile : 9314509408

**NEW DELHI BRANCH :**  
8C/6, W. E. A. Abdul Aziz Road  
Karol Bagh, (Opp. Shastri Park)  
2<sup>nd</sup> Floor, New Delhi - 110 005  
Phone : (011) 2875 2585/2481/2081  
Fax : (011) 2875 0672

**PUNE BRANCH :**  
A-17, Surya Prakash Apartment  
Market Yard Road  
Pune - 411 037  
Phone : (020) 2422 6810

**KOZHIKODE BRANCH :**  
1<sup>st</sup> Floor, V P Complex  
Wayanad Road  
Kozhikode 673011  
Phone : (0495) 4020889/4020518  
Fax No. : (0495) 2761477

**BANKERS :**  
Allahabad Bank  
HDFC Bank Ltd.

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# NPR FINANCE LIMITED

## NOTICE

**NOTICE** is hereby given that the 21<sup>st</sup> Annual General Meeting of the Members of the Company will be held on Friday, 27<sup>th</sup> August, 2010 at, Jhajharia Committee Room, Merchant Chamber of Commerce, 15-B, Hemanta Basu Sarani, 2<sup>nd</sup> Floor, Kolkata- 700 001 at 11.00 a.m. to transact the following business :

### Ordinary Business:

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31<sup>st</sup> March, 2010, the Audited Balance Sheet as on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Nand Lal Todi who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Debiprasad Chatterjee who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditor to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorise the Board to fix their remuneration.

M/s. L. N. Todi & Co. , Chartered Accountants of Hudco Niwas, 15N, Nelia Sengupta Sarani ( Lindsay Street), 4<sup>th</sup> Floor, Room No. 4, Kolkata- 700 087 retire from the office of the Auditors and being eligible offer themselves for re-appointment.

### Special Business without Postal Ballot:

5. To consider and if thought fit, to pass the following with or without modification as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Sections 198, 269, 309, 310 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 or any statutory modification(s) or re-enactment thereof, and Article 145(1), Article 173 and Article 175 of the of Articles of Association of the Company, approval of the Company be and is hereby accorded to increase the remuneration of Mr. Pawan Kumar Todi, Managing Director of the Company with effect from 1<sup>st</sup> June, 2010 till the period of his continuance in the office of Managing Director.

**RESOLVED FURTHER** that the revised remuneration and perquisites as set out in the Explanatory Statement annexed to the Notice convening this meeting with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any Committee of the Board constituted to exercise its powers, including the powers conferred by this resolution) to alter and vary the terms and conditions and/or remuneration, subject to the same not exceeding the limits specified under Schedule XIII to the Companies Act, 1956 or any statutory modification(s) or re-enactment thereof be and is hereby approved.

**RESOLVED FURTHER THAT** the Board be and is hereby authorised to take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Regd. Office:  
19, R.N.Mukherjee Road  
Main Building, 1<sup>st</sup> Floor  
Kolkata-700 001  
Dated: 28<sup>th</sup> May, 2010

BY ORDER OF THE BOARD  
**SARIKA MEHRA**  
Executive Vice-President &  
Company Secretary

**NOTES:**

1. The Explanatory Statement as required under section 173(2) of the Companies Act, 1956, in respect of business under Item No. 5 are annexed hereto. The details of persons seeking appointment / re- appointment as required by clause 49 of the Listing Agreements entered into with the Stock Exchange are annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
3. Members holding share in dematerialised form are requested to bring their Depository Account No. and Client I.D. No. for identification.
4. The Register of Members and Share Transfer Books of the Company in respect of Equity Shares shall remain closed from 23<sup>rd</sup> day of August, 2010 to 27<sup>th</sup> day of August, 2010 (both days inclusive).
5. Electronic Clearing Services (ECS) Facility :-
  - a. To avoid loss of dividend warrants in transit and undue delay in respect of receipt thereof, the Company provides ECS facility to the members. The ECS facility is available at locations identified by the Reserve Bank of India, from time to time and covers most of the cities and towns.
  - b. Members holding shares in the physical form may furnish their details in the prescribed form, which can be obtained from the Registrars & Share Transfer Agents of the Company.
  - c. Members holding shares in the electronic form may furnish their details in the prescribed form, which can be obtained from their respective Depository Participants.
6. Members are requested to notify to the Company, change of address, if any, with pin code quoting reference of their folio number/DP ID and Client ID to our Registrar & Share Transfer Agent i.e. Niche Technologies Private Ltd., D-511, Bagree Market, 71, B.R.B.B. Road, Kolkata 700 001, Phone Nos. 2235-7270/7271/3070.
7. In case, the mailing address mentioned in this Annual Report is without the PIN CODE, members are requested to kindly inform their PIN CODE immediately.
8. Non- Resident Indian Shareholders are requested to inform the Company immediately:
  - a. The change in residential status on return to India for permanent settlement.
  - b. The particulars of NRE Bank Account maintained in India with complete name and address of the Bank, if not furnished earlier.
9. As per the provisions of the Companies Act, 1956, facility for making nominations is available to the members in respect of shares held by them. Members holding shares in physical form may furnish their details in the prescribed form, which can be obtained from the Company/ Registrar and Share Transfer Agent. Members holding shares in electronic form may furnish their details in the prescribed form which can be obtained from the respective depository participant.
10. Members who are holding shares in identical order or names in more than one folio are requested to send the Company/Registrar and Share Transfer Agent, the details of such folios together with the Share Certificates for consolidating their holdings in one such folio.
11. Members are requested to quote their Folio number/DP ID and Client ID in all correspondence.
12. A Member or his Proxy is requested to produce at the entrance of the Meeting Hall, attendance Slip forwarded to the member duly completed and signed by the member.
13. Members are requested to note that trading in securities of the Company are compulsorily in dematerialised form only. Hence members who are yet to dematerialise their shares are advised to do so. The Company has entered into agreements with National Securities Depositories Ltd. (NSDL) and Central Depositories Services (I) Ltd. (CDSL) for Demat facilities.

## EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

### Item No. 5

The Members of the Company had at their Annual General Meeting held on 14<sup>th</sup> day of September, 2009 re-appointed Mr. Pawan Kumar Todi as Managing Director for a period of five years w.e.f. 1<sup>st</sup> November, 2009. The remuneration of the Managing Director has not been revised since 2004 and further the exiting remuneration is not commensurate with the industries norms. Hence it is recommended that the remuneration of the Managing Director be increase with effect from 1<sup>st</sup> June, 2010 as per the terms and conditions as specified below.

The principal terms and conditions of increased remuneration are given below:-

1. Effective Date of Increment: 1<sup>st</sup> June, 2010.
  2. Remuneration:
    - A. SALARY  
Basic: Rs.65,000/- (Rupees Sixty Five Thousand Only) per month.
    - B. PERQUISITES & ALLOWANCES : As detailed below :
      1. Special Allowance: Rs. 20,000/- (Rupees Twenty Thousand Only)
      2. Housing
        - a. The expenditure incurred by the Company on hiring unfurnished accommodation.
        - b. The expenditure incurred by the Company on gas, electricity and water will be evaluated as per Income Tax Rules.
        - c. Perquisites in the form of furniture, furnishings and other utilities in accordance with the rules of the Company, the value of which will be evaluated as per Income Tax Rules, 1962.
        - d. Wherever the Company does not provide any accommodation, House Rent Allowance may be paid.
    3. Medical reimbursement.
      - i. The expenses incurred for self and family including premium payable for Mediclaim Insurance .
      - ii. Major hospitalisation expenses for him and his family which are not payable under Mediclaim Insurance Policies.
      - iii. Expenses incurred for self medical treatment or for any member of his family outside India. The expenditure incurred for the travel and stay abroad including for one attendant, subject to the condition that the expenditure on medical treatment and stay abroad will be allowed only to the extent permitted by the Reserve Bank of India and also subject to the permission, if any required, of any Authority under Companies Act, 1956 or any other Act, 1956.
- Explanation : "Family means the spouse, dependent children and dependent parents of the appointee."
4. Leave Travel Assistance/Concession
    - a. Leave in a Year: Total 45 days Annual and Casual leave including sickness, in addition to Hospitalisation leave for the days remained hospitalised.
    - b. Leave Travel Concession for self and family once in a year.
    - c. Encashment of leave as allowed by Companies Act, 1956 and other applicable laws.
    - d. Return holiday package once in a year by economy class or once in two years by first class to children and to members of the family from the place of their study or abroad to India if they are not residing in India with the appointee.

5. Club Fees

Fees of Clubs subject to the maximum of two clubs, excluding admission and life membership fees.

6. Entertainment Expenses

The Managing Director shall be reimbursed actual entertainment expenses incurred on the Company's business including fees of credit cards.

7. Personal Accident Insurance

Personal Accident Insurance for self and family.

8. Provision of chauffeur driven Company's cars.

9. Provision of telephone(s) at the residence of the Director.

10. Company's contribution to Provident Fund/Pension Fund / Superannuation Fund, Payment towards Gratuity & encashment of leave shall not be included in computation of remuneration or ceiling on perquisites.

11. Such other allowances, perquisites, benefits and amenities as may be provided by the Company subject however that total remuneration including perquisites shall be within the ceiling laid down in sections 198, 309 and all other applicable provisions of the Companies Act, 1956 as may be amended from time to time.

Perquisites will be evaluated as per Income Tax Rules, wherever applicable. In the absence of any such rule, perquisite shall be evaluated at actual cost.

All other terms and conditions remain same as per the resolution passed on 14<sup>th</sup> day of September, 2009 at the Annual General Meeting of the Company.

The said terms of appointment are within the guidelines in Schedule XIII of the Companies Act, 1956 and require your approval. Accordingly an ordinary resolution is submitted for your approval.

Abstract of Notice under section 302 of the Companies Act, 1956 for the said appointment will be sent to the members on and before 21<sup>st</sup> June, 2010. Your Directors commend the resolution for the approval of the Members.

Mr. Pawan Kumar Todi being the appointee and Mr. Nand Lal Todi being the relative of Mr. Pawan Kumar Todi are deemed to be concerned or interested in the resolution.

None of the other directors of the Company are interested in the resolution.

Regd. Office:  
19, R.N.Mukherjee Road  
Main Building, 1<sup>st</sup> Floor  
Kolkata-700 001  
Dated: 28<sup>th</sup> May, 2010

BY ORDER OF THE BOARD  
**SARIKA MEHRA**  
Executive Vice-President &  
Company Secretary

## INFORMATION ON DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING (PURSUANT TO CLAUSE 49 (VI) (A) OF THE LISTING AGREEMENT)

Name of Director	Date of Birth	Date of Appointment	Expertise in specific functional areas	Qualifications	Directorship in other Companies	Membership of Committees in Other Companies	Nature of Directorship	Remarks
Mr. Nand Lal Todi	30.05.1931	30.06.2006	58 years of working experience in the field of Manufacturing, Trading & Export.	B. Com Hons	<ol style="list-style-type: none"> <li>1. Elgin Impex Pvt. Ltd.</li> <li>2. NPR Motors Pvt. Ltd.</li> <li>3. NSG Estate Services Pvt. Ltd.</li> <li>4. Zee, ABC, Agro Industries Pvt. Ltd.</li> <li>5. Todi Minerals Pvt. Ltd.</li> <li>6. Shrishti Developers Pvt. Ltd.</li> <li>7. Deepshikha Properties Ltd.</li> <li>8. Magnum Cedit &amp; Consultants Pvt. Ltd.</li> <li>9. Ganesh Narayan Brijlal Pvt. Ltd.</li> <li>10. Supreme Credit Corporation Ltd.</li> <li>11. Rani Leasings &amp; Finance Ltd.</li> <li>12. Supreme Paper Mills Ltd.</li> <li>13. NPR Developers Ltd.</li> <li>14. Global Developers Pvt. Ltd.</li> </ol>	----	Non - Executive promoter Director	Retiring by rotation at the forthcoming Annual General Meeting & offers himself for Re-Appointment
Mr. Debiprasad Chatterjee	10.01.1935	31.07.2001	50 years of working experience in the field of Journalism & Business Management	B. A. (English Hons.)	<ol style="list-style-type: none"> <li>1. Acme Credit Pvt. Ltd.</li> <li>2. GNB Finance Pvt. Ltd.</li> <li>3. Rani Leasings &amp; Finance Ltd.</li> <li>4. Supreme Paper Mills Ltd.</li> </ol>	----	Non - Executive Independent Director	Retiring by rotation at the forthcoming Annual General Meeting & offers himself for Re-Appointment

## DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 21<sup>st</sup> Annual Report of the Company together with Audited Accounts for the year ended 31<sup>st</sup> March, 2010.

<b>FINANCIAL RESULTS</b>	Rs. in Lacs	
	<b>2009-10</b>	<b>2008-09</b>
Gross Profit before depreciation, Interest and Tax	<b>303.47</b>	331.99
(Less) : Depreciation	<b>(117.43)</b>	(100.31)
(Less) : Interest	<b>(181.21)</b>	(213.61)
(Less) : Provision for Current tax	<b>(36.67)</b>	(30.38)
Add/(Less) : Provision for Deferred Tax	<b>53.30</b>	38.23
(Less) : Provision for Fringe Benefit Tax	<b>(0.00)</b>	(3.34)
Net Profit after tax	<b>21.46</b>	22.58
Add : Brought forward from previous year	<b>1367.89</b>	1365.89
Add : Income Tax adjustment of earlier years	<b>2.17</b>	0.68
(Less) : Depreciation adjustment of earlier years	<b>(99.76)</b>	(16.74)
Profit available for appropriation	<b>1291.76</b>	1372.41
<b>APPROPRIATIONS</b>		
Statutory Reserve	<b>4.30</b>	4.52
Surplus Carried to balance sheet	<b>1287.46</b>	1367.89
<b>Total</b>	<b>1291.76</b>	1372.41

## OPERATIONS

The Company has made a net profit of Rs. 21.46. lacs against Rs. 22.58 lacs registered in the previous year. The fall in profit is largely attributable to writing off non performing assets of cases financed in Gujarat in earlier years.

## DIVIDEND

Keeping in view the low profit, the Directors have not made recommendation for declaration of dividend in respect of the financial year under review.

## DIRECTORS

Mr. Nand Lal Todi and Mr. Debiprashad Chatterjee, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors confirm

- i. that in the preparation of the Company's Annual Accounts for the period ended March, 31, 2010, the applicable Accounting Standards have been followed and there are no material departures;
- ii. that the Directors have selected such accounting policies and applied them consistently and made judgments 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 that period;
- iii. that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the 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.

## CORPORATE GOVERNANCE REPORT

Your Company has been complying with all the requirements of the code of Corporate Governance, as specified by SEBI.

A separate report on Corporate Governance is furnished as a part of the Directors' Report and the certificate from the Company Secretary in whole time practice regarding compliance of condition of Corporate Governance is annexed to the said Report.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

In accordance with the listing requirement, the Management's Discussion and Analysis forms part of this Report.





# NPR FINANCE LIMITED

## AUDITORS

M/s. L. N. Todi & Co. , Chartered Accountants of Hudco Niwas, 15N , Nelia Sengupta Sarani (Lindsay Street), 4<sup>th</sup> Floor, Room No. 4, Kolkata- 700 087 retire from the office of the Auditors and being eligible offer themselves for re-appointment.

## AUDITORS' REPORT

Auditor's Report is self explanatory and hence does not require any further explanations.

## PUBLIC DEPOSIT

Total Public Deposit as on 31<sup>st</sup> March, 2010 after taking into account interest accrued but not due stood at Rs. 321.33 lacs (previous year Rs 315.29 lacs). As on 31<sup>st</sup> March, 2010, there were 49 deposits aggregating to Rs. 18.03 lacs which matured but remaining unclaimed by the depositors out of which 15 deposits aggregating to Rs. 3.59 lacs have already been paid/renewed. For the remaining deposits, steps are continuously been taken to arrange for repayment/renewals.

## PRUDENTIAL NORMS FOR NBFC'S:

Your Company has been complying with all the requisite norms prescribed by the Reserve Bank of India for income recognition, accounting standards, capital adequacy, credit rating, provisioning & all other requirements.

## PARTICULARS OF EMPLOYEES:

The Company has no employee of the category indicated under Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended from time to time.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company has no activity relating to conservation of energy and technology absorption in terms of Section 217 (1) (e) of the Companies Act, 1956. The Company has Foreign exchange earnings of Rs.0.11 lacs and no Foreign exchange outgoing during the financial year under review.

## ACKNOWLEDGEMENT

Your Directors take this opportunity to place on record their deep sense of gratitude to the banks, financial institutions, customers and business associates for their continued co-operation and support. Your directors express their deep sense of appreciation for the total commitment, dedication and hard work put in by the employees of the Company. Lastly, your directors are deeply grateful for the confidence and faith shown by the members of the Company.

Place : Kolkata  
Dated : 28<sup>th</sup> May, 2010

ON BEHALF OF THE BOARD OF DIRECTORS  
**ARUN CHARAN MUKHERJEE**  
Chairman

## MANAGEMENT DISCUSSION AND ANALYSIS

### ECONOMIC AND INDUSTRY OVERVIEW

After witnessing slowdown during 2008-09, the Indian economy has recovered in 2009-10 and is further expected to firm up in 2010-11. Financing requirement is also increasing commensurately in order to sustain and support economic growth led by asset creation. NBFCs-Asset Financing Companies have been playing a complementary role to the other financial institutions including banks in meeting the funding needs of the economy. The increased consumerism in the past has been possible because of availability of credit to retail customers which has largely been supported by NBFC-AFCs.

Despite increase in competition with continuous entry of new players management believes that retail finance segment offers tremendous opportunities especially in semi urban and rural markets. Sustained economic growth as planned by the Government is expected to drive demand of Commercial vehicles, and three wheelers significantly.

### OPERATING & FINANCIAL PERFORMANCE

- Company's Gross Receivable as on 31st March, 2010 stand at Rs. 3494.07 lacs against 2888.89 lacs recorded in the previous year.
- Your Company's loan disbursement at Rs. 2440 lacs during the year registered growth of 13% over the previous year figure of Rs. 1982 lacs.
- Company's gross income from financing has gone up by 24% in comparison to previous year. However Company has booked Rs. 361.71 lacs towards losses & write-offs out of which 321.09 lacs pertain to financing in Gujarat in earlier years as a result segment revenue of financing operation has gone down by 14%.
- Money changing operation has registered revenue of Rs. 42.65 lacs only as against Rs. 46.74 lacs of previous year.
- Income from Wind Power Generation has gone up by 8% due to yearly increase of tariff.
- The Company has registered net profit of Rs. 21.46 lacs as against Rs. 22.58 lacs of previous year.
- Net owned Fund of the Company stands at Rs. 3058.82 lacs as against Rs. 3134.95 lacs, last year. Reduction is attributable to impairment of Solar Equipments leased out.
- The Capital to Risk Weighted Asset Ratio of the Company stands at 58.19% as on 31<sup>st</sup> March, 2010, which is well above the minimum level of 15% prescribed by Reserve Bank of India.

### DEBT STRUCTURE

Secured & Unsecured Loan of the Company have marginally gone down by 2% and 4% respectively. Company's debt Equity ratio as on 31<sup>st</sup> March, 2010 stands at 0.56:1

### OUTLOOK

Financing in Gujarat in the earlier years have had a significant impact on the financial performance of the Company over a period of last three years. Post Gujarat fiasco, Company has made its financing parameters very strict and is consistently focusing on increasing the good quality of its loan portfolio. Increase in standard Assets in the year 2009-10 by 13% is a very strong indicator. With its all round efforts for recovery of Non Performing assets coupled with financing of good quality assets with very conservative credit norms, management is optimistic that adverse impact of Gujarat financing shall be mitigated in the years to come ensuring thereby return of the Company on the growth path.



## **RISK MANAGEMENT**

Your Company being in the business of financing of Commercial vehicles & Three Wheelers in the retail segment has to manage various risks. These risks include Credit risk, interest rate risk and liquidity risk. The Company manages these risks through stringent credit norms and thereby ensure that risk parameters are within the limits.

## **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has a proper and adequate system of internal Controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized, recorded and reported correctly. The Company undergoes an Internal Audit at periodic intervals for obtaining an objective check on financial reporting process, and to ensure that internal controls are adequate and proper, transactions are authorized, recorded and reported correctly. The Board of directors have constituted Audit Committee which is headed by a Non Executive Independent Director. The Audit Committee periodically reviews internal Audit Reports and brings to the notice of the Board, significant process deviation if any.

## **HUMAN RESOURCE DEVELOPMENT**

Employees' relations continued to be harmonious throughout the year with the management. Number of employees on roll was 88 as on 31<sup>st</sup> March, 2010 against 94 as at the end of previous year.

## **CAUTIONARY STATEMENT**

Statement in the Management Discussion and Analysis describing company's expectations or predictions may be 'forward looking statements' within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that would make a difference to the Company's operation include demand supply conditions, change in government regulations, tax regimes, economic development within the country and abroad and such other factors over which Company does not have any direct control.

## CORPORATE GOVERNANCE REPORT

### 1. Brief Statement on Company's Philosophy on Code of Governance:

Corporate Governance envisages commitment of the Company towards the attainment of high levels of transparency, accountability and equity with the ultimate objective of increasing long-term shareholders value, keeping in view the needs and interests of all other stakeholders.

Your Company also believes that good Corporate Governance makes good business sense and build up a good Corporate Image. As such your Company not only complies with all requirements of Corporate Governance laid by various bodies, but follows it in spirit also.

### 2. Board of Directors

The Company's Board of Directors as on 31<sup>st</sup> March, 2010 comprises of one Managing Director and four Non Executive Directors including the Chairman.

Five Meetings of the Board were held during the financial year 2009-2010 i.e. on 30/05/2009, 30/06/2009, 31/07/2009, 31/10/2009 and 30/01/2010.

As is evident, the maximum time gap between any two Board Meetings was not more than four months.

None of the Directors on the Board is a member of more than 10 Committees & Chairman of more than 5 Committees across all the Companies in which he is a Director.

The composition of the Board of Directors and their attendance at the Board Meetings during the year and at the last Annual General Meeting and also the number of Directorship and Committee Membership /Chairmanship held by them in other Companies are given below :-

Name of Director	Category	No. of Board Meetings attended	Whether last AGM Attended	No. of other Directorship		No. of other Committee(s) Membership/ Chairmanship	
				Public	Private	Member	Chairman
Mr. Pawan Kumar Todi	Promoter & Managing Director	5	Yes	7	18	.....	
Mr. Nand Lal Todi	Non Executive Promoter Director	5	No	6	8	.....	
Mr. Arun Charan Mukherjee	Non Executive Independent Director	5	Yes	7	0	4	5
Mr. Debiprasad Chatterjee	- do -	3	Yes	2	2	.....	
Mr. Nitin Guha	- do -	5	Yes	1	1	.....	

### 3. Audit Committee

#### (a) Composition :

The Audit Committee comprises of three non-executive independent directors and one non-executive promoter director as on March, 31<sup>st</sup>, 2010. The Committee met 5 (Five) times during the year i.e. on 30/05/2009, 30/06/2009, 31/07/2009, 31/10/2009 and 30/01/2010. The attendances of the members were as follows:

Sl. No.	Name	Status	No. of Meetings
1	Mr. Nand Lal Todi	Non Executive Promoter Director	5
2	Mr. Arun Charan Mukherjee	Non Executive Independent Director	5
3	Mr. Debiprasad Chatterjee	Non Executive Independent Director (Chairman of the Committee)	3
4	Mr. Nitin Guha	Non Executive Independent Director	5

Ms. Sarika Mehra, Executive Vice President & Company Secretary acts as the Secretary to the Audit Committee.

Mr. Arun Charan Mukherjee, Chairman of the Committee was present at the 20<sup>th</sup> Annual General Meeting of the Company held on 14<sup>th</sup> day of September, 2009.

**(b) Terms of Reference:-**

The terms of reference of the Committee is in accordance with that specified in clause 49 of the Listing Agreement with the Stock Exchange and also confirms to the requirements of Section 292A of the Companies Act, 1956.

#### 4. REMUNERATION COMMITTEE

**(a) Composition of the Committee:**

The Remuneration Committee of the Company comprises of three non-executive independent directors. The details are as follows:

Sl. No.	Name	Status
1	Mr. Arun Charan Mukherjee	Non Executive Independent Director
2	Mr. Debiprasad Chatterjee	Non Executive Independent Director
3	Mr. Nitin Guha	Non Executive Independent Director (Chairman of the Committee)

The Committee met once during the year i.e. 30/06/2009 and all the members were present.

**(b) Terms of Reference:**

The Remuneration Committee of the Company was constituted in accordance with Schedule XIII of the Companies Act, 1956 to carry out functions as envisaged under the said schedule. The Committee was constituted on 30/10/2002.

**(c) Remuneration Policy:**

The remuneration of the Managing Director is determined by the Board of Directors within the statutory limits subject to shareholder's approval. The non-executive directors are paid sitting fees @ Rs. 1,000/- for each meeting of the Board and Audit Committee attended by them. The details of remuneration paid to all the directors during the year ended 31<sup>st</sup> March, 2010 are given below:

Name	Salary Rs.	Perquisite & Allowances Rs.	Setting Fees Rs.	Total Rs.
Mr. Pawan Kumar Todi	2,76,000/-	1,87,358/-	...	4,63,358/-
Mr. Nand Lal Todi	...	...	10,000/-	10,000/-
Mr. Arun Charan Mukherjee	...	...	10,000/-	10,000/-
Mr. Debiprasad Chatterjee	...	...	6,000/-	6,000/-
Mr. Nitin Guha	...	...	10,000/-	10,000/-
<b>Total</b>	<b>2,76,000/-</b>	<b>1,87,358/-</b>	<b>36,000/-</b>	<b>4,99,358/-</b>

## 5. Share Transfer & Investors Grievance Committee

The Company has a Share Transfer and Investors Grievance Committee. The Committee consists of one Promoter Director, Mr. Pawan Kumar Todi and two Non - Executive Independent Director, Mr. Debiprasad Chatterjee who is the Chairman of the Committee & Mr. Nitin Guha as on 31<sup>st</sup> March, 2010. Ms. Sarika Mehra, Executive Vice President & Company Secretary is the Compliance Officer. The Committee deals with matters relating to approval of Share Transfer, Transmissions and Transposition, Folio Consolidation, Issue of Duplicate Share Certificates, Replacement of Share Certificates, Split and Consolidation of Certificates, Dematerialisation and Rematerialisation requests, monitoring of shareholder complaints /requests.

During the year, the Company complied with all of the following requests/complaints received from its shareholders.

Serial No.	Nature of request/complaint	Nos.
1.	Change of address	6
2.	Non receipt of Dividend	5
3.	Non receipt of Annual Report	2
4.	Dividend Revalidation	3
5.	Issue of Duplicate Share Certificate	1
6.	Miscellaneous Enquiry	3
	<b>Total</b>	<b>20</b>

## 6. General Body Meetings:

### A. Location and time for last three Annual General Meetings were :

Financial Year	Date of AGM	Venue	Time
2008-2009	14-09-2009	Jhajharia Committee Room, Merchant Chamber of Commerce, 15-B, Hemanta Basu Sarani, 2 <sup>nd</sup> Floor, Kolkata- 700 001	11.00 A.M.
2007-2008	29-08-2008	Jhajharia Committee Room, Merchant Chamber of Commerce, 15-B, Hemanta Basu Sarani, 2 <sup>nd</sup> Floor, Kolkata- 700 001	11.00 A.M.
2006-2007	19-09-2007	Jhajharia Committee Room, Merchant Chamber of Commerce, 15-B, Hemanta Basu Sarani, 2 <sup>nd</sup> Floor, Kolkata- 700 001	11.00 A.M.

### B. SPECIAL RESOLUTIONS AT THE LAST THREE ANNUAL GENERAL MEETINGS :

At the 20<sup>th</sup> Annual General Meeting held on 14/09/2009 : Nil  
 At the 19<sup>th</sup> Annual General Meeting held on 29/08/2008 : Nil  
 At the 18<sup>th</sup> Annual General Meeting held on 19/09/2007 : Nil

**C. WHETHER ANY SPECIAL RESOLUTION PROPOSED TO BE CONDUCTED THROUGH POSTAL BALLOT**  
 No resolution is proposed to be conducted through postal ballot in the forthcoming Annual General Meeting.

**7. DISCLOSURES**

- a. Related Party transactions have been disclosed under note “G” of schedule to the accounts for the year under review.
- b. The Company has complied with all the requirements of the Listing Agreement with the Stock Exchange as well as regulations and guidelines of SEBI. No penalty has been imposed or strictures have been issued by SEBI or any other Stock Exchange on matters related to Capital Market so far.
- c. Certificate as stipulated in Clause 49 of the Listing Agreement from Managing Director in his capacity as Chief Executive Officer (CEO) was obtained and placed before the Board.
- d. The Company has complied with all the mandatory requirements of Clause 49 of the Listing Agreement but has not adopted the non-mandatory requirements so far save and except the requirements under Remuneration Committee.

**8. MEANS OF COMMUNICATIONS**

Quarterly unaudited results of the Company were published in accordance with the Stock Exchange Listing Agreement in The Financial Express - English (Mumbai edition) and Dainik Lipi -Bengali (Kolkata edition).

The quarterly and the annual results of the Company are faxed to the Bombay Stock Exchange Limited, immediately on closure of meeting of Board of Directors. The Annual Reports are posted to every shareholder of the Company.

Management Discussion and Analysis forms part of the Annual Report.

**9. GENERAL SHAREHOLDERS INFORMATION**

**Annual General Meeting :**

Date : 27<sup>th</sup> August, 2010

Time : 11.00 a.m.

Venue : Jhajharia Committee Room, Merchant Chamber of Commerce,  
 15-B, Hemanta Basu Sarani, 2<sup>nd</sup> Floor, Kolkata- 700 001

Financial Calender : (Tentative)

Financial Year - 1 <sup>st</sup> April, 2010 to 31 <sup>st</sup> March, 2011	Relevant Dates
Board Meeting for consideration of accounts	28 <sup>th</sup> May, 2010
Posting of Annual Report along with notice of AGM	On or before 4 <sup>th</sup> August, 2010
Book closure dates	23 <sup>rd</sup> August, 2010 to 27 <sup>th</sup> August, 2010 (both days inclusive)
Last date for receipts of proxy of forms	25 <sup>th</sup> August, 2010 (before 11.00 a.m.)
Unaudited results for the quarter ended on June 30, 2010	Last week of July, 2010
Unaudited results for the quarter ended on September 30, 2010	Last week of October, 2010
Unaudited results for the quarter ended December 31, 2010	Last week of January, 2011
Unaudited results for the quarter ended on March 31, 2011	Last week of April, 2011

**Listing on Stock Exchange at:**

The Bombay Stock Exchange Ltd. (Stock code : 530127)

1<sup>st</sup> Floor, New Trade Ring,  
 P. J. Towers, Dalal Street,  
 Fort, Mumbai - 400 001

The Company has paid the listing fee to the Bombay Stock Exchange Limited for the year 2010-2011.

Stock Market Price for the Financial Year 2009-2010:

Month	High (Rs.)	Low (Rs.)	Volume (Nos.)
April, 2009	6.68	4.34	702
May, 2009	7.69	6.10	1210
June, 2009	11.30	8.07	7859
July, 2009	9.45	7.06	139
August, 2009	8.47	6.79	3055
September, 2009	8.65	7.25	5875
October, 2009	8.30	6.82	1845
November, 2009	8.94	6.30	1901
December, 2009	9.60	7.27	105
January, 2010	9.95	7.61	1756
February, 2010	11.20	8.65	9738
March, 2010	13.25	9.61	12015

Share Transfer System: The Company's shares are in compulsory demat mode. The shares received for transfer in physical mode are registered and returned within a period of 30 days from the date of receipt, if the documents are clear in all respects. Shares under objection are returned within two weeks. Total number of physical shares transferred during the year ended 31<sup>st</sup> March, 2010 were 6300.

Dedicated email ID for Investors. For the convenience of our investors, the Company has designated an exclusive email ID for investors i.e. [investors@nprfinance.com](mailto:investors@nprfinance.com)

**Registrar & Share Transfer Agent :**

M/s. Niche Technologies Private Ltd.  
 D-511, Bagree Market, 71, B.R.B. Road, Kolkata 700 001,  
 Phone Nos. (033) 2235-7270/7271/3070.

**Dematerialisation of Shares and Liquidity:**

The Company's shares are tradable compulsorily in electronic form and are available for trading in the depository systems of both National Securities Depositories Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL). The International Securities Identification Number (ISIN) of the Company as allotted by NSDL and CDSL is INE446D01011. Nearly 77.28% of total equity shares have been dematerialized as on 31.03.2010.



Distribution of shareholding & shareholding pattern :

Distribution of shareholding as on 31/03/2010

Category	Number of shareholders	% of shareholders	Number of shares held	% of shares held
1 - 250	2001	60.00	2,75,585	4.60
251 - 500	714	21.41	2,70,914	4.52
501 - 1000	345	10.34	2,94,442	4.92
1001 - 2000	134	4.02	2,12,228	3.54
2001 - 3000	40	1.20	1,09,561	1.83
3001 - 4000	10	0.30	36,210	0.61
4001 - 5000	13	0.39	63,003	1.05
5001 - 10000	19	0.57	1,32,238	2.21
10001 and above	59	1.77	45,95,419	76.72
<b>Total</b>	<b>3335</b>	<b>100.00</b>	<b>59,89,600</b>	<b>100.00</b>

Pattern of Shareholding as on 31/03/2010

Sl. No.	Category	No. of shares held	% of shareholding
1	Promoters/Directors & their relatives including Associate Companies	31,94,400	53.33
2	Financial Institutions/Insurance Companies/Mutual Funds & Banks	83,400	1.39
3	Non-Resident Indians/Overseas Corporate Bodies	2,63,473	4.40
4	Other Bodies Corporate	4,38,233	7.32
5	Indian Public	16,97,561	28.33
6	Clearing Members*	2,77,050	4.63
7	Others	35,483	0.60
	<b>Total</b>	<b>59,89,600</b>	<b>100.00</b>

\* Out of 2,77,050 shares shown as clearing members 2,66,000 shares belong to promoters.

Outstanding ADRs/GDRs : Not Applicable

Plant Location :

- (i) Village Chhadvel, Taluka Sakari  
District : Dhule  
Maharashtra
- (ii) Village Kundlapur, Taluka Kawthe Mahakal,  
District : Sangli  
Maharashtra

Address for matters related to shares, any correspondence:  
 M/s. Niche Technologies Private Ltd.,  
 D-511, Bagree Market, 71, B.R.B.B. Road, Kolkata 700 001,  
 Phone Nos. (033) 2235-7270/7271/3070.



Address for any kind of assistance/clarification :

Ms. Sarika Mehra, Compliance Officer  
C/o. NPR Finance Ltd.  
19, R. N. Mukherjee Road, 1<sup>st</sup> Floor,  
Main Building, Kolkata- 700 001

## 10. CODE OF CONDUCT

The Company's Code of Conduct has been complied with by all the members of the Board and selected employees of the Company.

The Company has put in place a prevention of Insider Trading Code based on SEBI (Insider Trading) Regulations, 1992. This code is applicable to all Directors and select employees. The code ensures prevention of dealing in shares by persons having access to unpublished price sensitive information.

## 11. DECLARATION

As provided under Clause 49 of the Listing Agreement with the stock exchange, the Board of Directors and select Employees have confirmed Compliance with the code of conduct.

Place : Kolkata  
Dated : 28<sup>th</sup> May, 2010

For and on behalf of the Board of Directors  
**Arun Charan Mukherjee**  
Chairman



## NPR FINANCE LIMITED

### CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE AS STIPULATED IN CLAUSE 49 OF THE LISTING AGREEMENT

To  
The members of,  
NPR Finance Ltd.

I have examined the compliance of conditions of Corporate Governance by NPR Finance Ltd. for the year ended on 31<sup>st</sup> March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange, with relevant records and documents maintained by the Company and furnished to me.

The compliance of conditions of Corporate Governance is the responsibility of the management. My examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me and the representations made by the Directors and the management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

I state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained and certified by the Company.

I further state that such compliance is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place : Kolkata  
Dated : 28<sup>th</sup> May, 2010

**Niaz Ahmed**  
Practising Company Secretary  
C.P. No. 5965

## AUDITORS' REPORT TO THE SHAREHOLDERS

1. We have audited the attached Balance Sheet of M/S. NPR FINANCE LIMITED as at 31<sup>st</sup> March, 2010 and the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with 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 misstatements. 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' 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 hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - I. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - II. In our opinion proper books of accounts, as required by law, have been kept by the Company as far as appears from our examination of those books.
  - III. The Balance Sheet, Profit and Loss Account and Cash Flow Statement
  - IV. Dealt with by this report are in agreement with the books of account.
  - V. In our opinion the Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956.
  - VI. On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2010 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31<sup>st</sup> March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - VII. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting policies and other notes there on give the information required by the companies Act, 1956, in the manner so required, and give a true and fair view, in conformity with the accounting principles generally accepted in India:
    - a. In so far as it relates to Balance Sheet, of the state of affair of the Company as at 31<sup>st</sup> March, 2010.
    - b. In so far as it relates to the Profit and Loss Account, of the profit of the company for the year ended on that date. And
    - c. In so far as it relates to Cash Flow Statement, of the cash flows for the year ended on that date.

**For L. N. Todi & Co.**  
Chartered Accountants  
Registration No. : 304022E

**Pankaj Kakarania**  
Partner  
Membership No. : 053304

Place : Kolkata  
Dated : The 28<sup>th</sup> Day of May, 2010

## Annexure to Auditors' Report

Referred to in Paragraph 3 of our report of even date

1. In respect of its fixed assets.
  - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b. As explained to us, the management during the year has physically verified the fixed assets in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c. During the year, the company has disposed off part of Fixed Assets. According to the information and explanations given to us, we are of the opinion that the sale of the said assets has not affected the going concern status of the company.
2. In respect of its inventories:
  - a. As explained to us, the management has conducted physical verification of stock at reasonable intervals.
  - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of stock followed by the management are 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 stock and as reported and explained to us by the management, no material discrepancies were noticed on physical verification of stocks.
3. In respect on loans, Secured or unsecured, granted or taken by the Company to/from Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956:
  - a. The Company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Therefore, clause 3(b) to 3 (d) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
  - b. The Company has taken unsecured loans from twelve parties and Fixed Deposits from one hundred and three parties covered in the register maintained under section 301 of the Act. At the year end outstanding balance of such loans and deposits were Rs. 189.36 lacs and Rs. 363.48 lacs respectively.
  - c. In our opinion, the rate of interest and other terms and conditions of such loan are prima facie not prejudicial to the interest of the company.
  - d. The payment of principal amounts and interest have been regular during the year. At the end of the year Rs. 84.02 Lacs deposits were unclaimed.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. During the course of audit, we have not observed any major weakness in internal control system.
5. In respect on transactions covered under Section 301 of the Companies Act 1956:
  - a. In our opinion and according to the information and explanations given to us, there are no particulars of contracts or agreements that to be entered into in the register in pursuance of Section 301 of the Companies Act, 1956. Therefore, clause 5(b) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.



## NPR FINANCE LIMITED

6. The Company has accepted deposits from the public in accordance with the directives issued by the Reserve Bank of India and has complied with the same.
7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
8. In our opinion the companies is not a manufacturing Company. Therefore clause 4 (viii) of the Companies (Auditors' Report) Order, 2003 is not applicable to the Company.
9. In respect of statutory dues:
  - a. According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2010 for a period of more than six months from the date of becoming payable.
10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of dues to financial institutions, banks.
12. In our opinion and according to the information and explanation given to us, the Company has granted loans against Co's Fixed Deposits and has maintained adequate documents and records.
13. In our opinion, the Company is not a chit fund or a nidhi /mutual fund/ society. Therefore, clause 4(xiii) of the Companies (Auditors' Report) Order, 2003 is not applicable to the Company.
14. The Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and others investment and timely entries have been made therein. All shares, debenture and other investment have been held by the Company in its own name.
15. The Company has not given any guarantees for loans taken by others from banks or financial institutions.
16. The Company has not raised any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company we are of the opinion that no funds raised on short term basis have been used for long-term investments.
18. During the year the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not raised any money by way of debentures issued.
20. The company has not raised any money by way of public issue during the year.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

**For L. N. Todi & Co.**  
Chartered Accountants  
Registration No. : 304022E

**Pankaj Kakarania**  
Partner  
Membership No. : 053304

Place : Kolkata  
Dated : The 28<sup>th</sup> Day of May, 2010

## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2010

	Schedule	As at 31.03.2010 <u>Rs.</u>	As at 31.03.2009 <u>Rs.</u>
<b>SOURCES OF FUNDS</b>			
<b>Shareholders' Funds</b>			
a) Share Capital	<b>A</b>	59,966,000	59,966,000
b) Reserves and surplus	<b>B</b>	245,915,747	253,529,211
<b>Loan Funds</b>			
a) Secured loans	<b>C</b>	78,872,704	79,730,283
b) Unsecured loans	<b>D</b>	92,527,306	96,234,829
	<b>TOTAL</b>	<u>477,281,757</u>	<u>489,460,323</u>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets</b>			
a) Gross block	<b>E</b>	159,075,576	193,894,288
b) Less: Accumulated Depreciation		<u>(45,917,736)</u>	<u>(53,718,014)</u>
Net Fixed Assets		<u>113,157,840</u>	<u>140,176,274</u>
<b>Current Assets, Loans and Advances</b>			
a) Inventories	<b>F</b>	18,734,212	18,553,783
b) Sundry Debtors	<b>G</b>	119,139,396	153,417,671
c) Cash & bank balance	<b>H</b>	17,057,093	19,820,708
d) Loans and advances	<b>I</b>	277,989,124	233,812,552
		<u>432,919,825</u>	<u>425,604,714</u>
<b>Less: Current Liabilities &amp; Provision</b>			
a) Current liabilities	<b>J</b>	32,381,989	34,864,081
b) Provision	<b>K</b>	36,413,919	41,456,584
		<u>68,795,908</u>	<u>76,320,665</u>
Net Current Assets		<u>364,123,917</u>	<u>349,284,049</u>
	<b>TOTAL</b>	<u>477,281,757</u>	<u>489,460,323</u>
Notes on Accounts	<b>T</b>		
Balance Sheet Abstract & Companies General Business Profile	<b>U</b>		

As per our report of even date

Hudco Niwas  
Room No. 4, 4<sup>th</sup> Floor  
15N, Lindsay Street  
Kolkata 700 087  
Dated : 28<sup>th</sup> May, 2010

**For L. N. Todi & Co.**  
Chartered Accountants  
**PANKAJ KAKARANIA**  
Partner  
Membership No. 053304

**PAWAN KUMAR TODI**  
**NAND LAL TODI**  
**SARIKA MEHRA**

Managing Director  
Director  
Executive Vice President  
& Company Secretary

## PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

	Schedule	For the Year Ended 31.03.2010 <u>Rs.</u>	For the Year Ended 31.03.2009 <u>Rs.</u>
<b>INCOME</b>			
Income from Financing operations	L	76,806,819	62,116,520
Income from Money changing operation	M	4,264,900	4,674,338
Income from Generation of Wind Power		15,045,335	13,957,845
Income from Shares & Securities	N	244,547	(3,825,782)
Other Income	O	7,154,901	6,057,266
		<u>103,516,502</u>	<u>82,980,187</u>
<b>EXPENDITURE</b>			
Establishment charges	P	13,556,957	13,159,869
Other expenses	Q	19,759,314	20,520,468
Financial expenses	R	18,461,330	21,680,863
Losses & writeoffs	S	39,512,797	15,781,012
		<u>91,290,398</u>	<u>71,142,212</u>
Profit before depreciation, and Tax		12,226,104	11,837,975
Depreciation		(11,743,308)	(10,030,913)
<b>PROFIT BEFORE TAX</b>		<b>482,796</b>	<b>1,807,062</b>
Provision for Income Tax			
Current		(3,667,000)	(3,038,000)
Deferred		5,330,000	3,823,000
Fringe Benefit Tax		0	(334,250)
<b>PROFIT AFTER TAX</b>		<b>2,145,796</b>	<b>2,257,812</b>
Income Tax Adjustments of Earlier Years		216,592	67,865
Depreciation of earlier years		(9,975,850)	(1,674,078)
Balance brought forward		136,789,000	136,589,401
<b>PROFIT AVAILABLE FOR APPROPRIATION</b>		<b>129,175,538</b>	<b>137,241,000</b>
Transfer to statutory reserve		430,000	452,000
Surplus balance carried to Balance Sheet		128,745,537	136,789,000
	<b>TOTAL</b>	<b>129,175,537</b>	<b>137,241,000</b>
Notes on Accounts	T		
Balance Sheet Abstract & Companies			
General Business Profile	U		

As per our report of even date

Hudco Niwas  
Room No. 4, 4<sup>th</sup> Floor  
15N, Lindsay Street  
Kolkata 700 087  
Dated : 28<sup>th</sup> May, 2010

**For L. N. Todi & Co.**  
Chartered Accountants  
**PANKAJ KAKARANIA**  
Partner  
Membership No. 053304

**PAWAN KUMAR TODI**  
**NAND LAL TODI**  
**SARIKA MEHRA**

Managing Director  
Director  
Executive Vice President  
& Company Secretary



**Schedules Annexed to and Forming Part of the Accounts :**

	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
<b>SCHEDULE-A</b>		
<b>Share Capital</b>		
<b>Authorised</b>		
7000000 Equity share of Rs. 10/- each	<u>70,000,000</u>	<u>70,000,000</u>
<b>Issued and Paid-up</b>		
5989600 Equity share of Rs. 10/-each fully paid-up in cash	59,896,000	59,896,000
Add : Forfeited Share Account	70,000	70,000
	<u>59,966,000</u>	<u>59,966,000</u>
 <b>SCHEDULE-B</b>		
<b>Reserves and Surplus</b>		
Share Premium	24,948,000	24,948,000
General Reserve	37,389,486	37,389,486
Statutory Reserve	54,832,725	54,402,725
Profit & Loss Account	128,745,536	136,789,000
	<u>245,915,747</u>	<u>253,529,211</u>
 <b>SCHEDULE-C</b>		
<b>Secured Loans</b>		
From Schedule Banks	34,264,704	24,626,283
From Financial Institutions	44,608,000	55,104,000
	<u>78,872,704</u>	<u>79,730,283</u>
 <b>SCHEDULE-D</b>		
<b>Unsecured Loans</b>		
Fixed Deposits	67,087,410	84,757,349
Intercompany Deposits	25,439,896	11,477,480
	<u>92,527,306</u>	<u>96,234,829</u>

## SCHEDULE (CONTD.)

### SCHEDULE - E FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK				
	OPENING BALANCE AS ON 01.04.2009	ADDITION DURING THE PERIOD	DEDUCTION/ IMPAIRMENT DURING THE PERIOD	TOTAL AS ON 31.3.2010	AS ON 01-04-2009	IMPAIRMENT UP TO 31.03.09	FOR THE PERIOD	ADJUST- MENT	TOTAL AS ON 31.3.2010	AS ON 31.3.2010	AS ON 31.3.2009
<b>Owned Assets</b>											
Land	943,578	0	0	943,578	0	0	0	0	943,578	943,578	
Office Premises	6,597,108	1,282,418	0	7,879,526	767,418	0	112,685	0	880,103	6,999,423	5,829,690
Plant & Machinery	125,812,812	0	0	125,812,812	23,320,529	0	6,642,916	0	29,963,445	95,849,367	102,492,283
Furniture & Fittings	6,728,495	9,150	0	6,737,645	4,125,945	0	399,973	0	4,525,918	2,211,727	2,602,550
Office Equipment	5,053,947	65,800	9,690	5,110,057	1,943,012	0	610,286	4,910	2,548,388	2,561,669	3,110,935
Computer	5,575,652	289,975	0	5,865,627	4,424,909	0	444,609	0	4,889,518	996,109	1,150,743
Vehicles (Car)	6,369,618	383,281	285,396	6,467,503	2,670,652	0	565,021	271,126	2,964,547	3,502,956	3,698,966
Vehicles (Motorcycle)	253,141	0	0	253,141	134,533	0	25,700	0	160,233	92,908	118,608
Cycle	5,687	0	0	5,687	4,798	0	786	0	5,584	103	889
<b>Total A</b>	157,340,038	2,030,624	295,086	159,075,576	37,391,796	0	88,801,976	276,036	45,917,736	113,157,840	119,948,242
<b>Leased Assets</b>											
Energy Saving Equipments	36,554,250	0	36,554,250	0	16,326,218	9,975,850	2,941,332	29,243,400	0	0	20,228,032
<b>Total B</b>	36,554,250	0	36,554,250	0	16,326,218	9,975,850	2,941,332	29,243,400	0	0	20,228,032
<b>Total A+B</b>	193,894,288	2,030,624	36,849,336	159,075,576	53,718,014	9,975,850	11,743,308	29,519,436	45,917,736	113,157,840	140,176,274
<b>Previous Year</b>	194,373,165	441,637	920,514	193,894,288	42,482,078	0	10,030,913	(1,205,023)	53,718,014	140,176,274	151,891,087

## SCHEDULE (CONTD.)

	<b>As on</b> <b>31.03.2010</b>	<b>As on</b> <b>31.03.2009</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>SCHEDULE-F</b>		
<b>Inventories</b>		
Stock of shares and securities	15,659,212	9,184,172
Stock of Foreign Currency	1,244,000	1,302,563
Stock of vehicle repossessed	1,831,000	8,067,048
	<u>18,734,212</u>	<u>18,553,783</u>
<b>SCHEDULE-G</b>		
<b>Sundry Debtors</b>		
Sundry debtors:(Unsecured Considered Good)		
Debts outstanding for a period exceeding six months	87,469,903	97,400,826
Other Debts	31,669,493	56,016,845
	<u>119,139,396</u>	<u>153,417,671</u>
<b>SCHEDULE-H</b>		
<b>Cash and Bank Balances</b>		
Cash in hand (including stamps)	3,428,503	3,688,283
<b>Cash at Bank with Scheduled Banks</b>		
In current account	2,364,687	4,886,135
In Dividend account	780,072	780,922
(Less) : Unclaimed Dividend	(780,072)	(780,922)
Fixed Deposit Account	11,065,000	11,065,000
Interest accrued on F.D. with bank	82,382	100,252
Interest accrued on Govt. securities	116,521	81,038
	<u>17,057,093</u>	<u>19,820,708</u>
<b>SCHEDULE- I</b>		
<b>Loans and Advances</b>		
Gross Instalment Receivable	349,406,820	288,889,288
(covered by hypothecation contracts)		
(Less) : Unearned Interest Income	(81,058,129)	(78,675,193)
Advances Recoverable in cash or in kind or value to be received	8,608,258	21,733,658
Security Deposit	763,748	808,228
Income Tax Deducted at Source & Advance Tax.	10,689,298	11,501,196
(Less): Provision for Income Tax	(10,528,717)	(10,422,000)
Advance Tax : Fringe Benefit Tax	776,462	1,111,000
(Less) : Provision for Fringe Benefit Tax	(668,616)	(1,133,625)
	<u>277,989,124</u>	<u>233,812,552</u>

**SCHEDULE (CONTD.)**

	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
<b>SCHEDULE-J</b>		
<b>Current Liabilities</b>		
Sundry Creditors	27,057,267	14,385,545
Other Liabilities	1,307,361	4,998,420
Interest accrued but not due	2,408,161	6,148,845
Tax deducted at source	262,642	477,242
Security Deposit	1,346,558	8,854,029
	<u>32,381,989</u>	<u>34,864,081</u>

**SCHEDULE-K**

<b>Provisions</b>		
For Deferred Tax Liabilities	34,346,922	39,676,922
For Gratuity	1,716,787	1,581,162
For Leave Encashment	350,210	198,500
	<u>36,413,919</u>	<u>41,456,584</u>

**SCHEDULE-L**

<b>Income From Financing operation</b>		
Income from Loan- hypothecation	75,195,958	60,224,057
(Less) : Direct Expenses pertaining to Hypothecation	(1,241,784)	(1,334,790)
Lease Rental Income	2,852,645	3,227,253
	<u>76,806,819</u>	<u>62,116,520</u>

**SCHEDULE-M**

<b>Income From Money Changing Operation</b>		
Sales	471,730,809	478,036,138
Add: Closing Stock	1,244,001	1,302,563
(Less) : Purchases	(470,571,537)	(472,872,283)
Add: TC settlement of previous year's sales	3,164,190	2,026,222
(Less): TC sold but not settled	0	(3,164,190)
(Less): Opening Stock	(1,302,563)	(654,112)
	<u>4,264,900</u>	<u>4,674,338</u>

**SCHEDULE (CONTD.)**

	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
<b>SCHEDULE-N</b>		
<b>Income from Shares &amp; Securities</b>		
Sales	857,907	28,931,804
Add: Closing Stock	15,659,212	9,184,172
(Less) : Purchases	(7,088,400)	(33,426,264)
(Less) : Opening Stock	(9,184,172)	(8,515,494)
	<u>244,547</u>	<u>(3,825,782)</u>

**SCHEDULE-O**
**Other Income**

Interest from bank (TDS Rs.1,07,274/-) (Previous year TDS Rs.2,54,505/-)	960,322	1,232,324
Interest from Govt. security & bonds (TDS Rs.600/-) (Previous year TDS Rs.79,310/-)	646,013	619,285
Other interest (TDS Rs.35643/-) (Previous year TDS Rs.1236/-)	556,261	177,505
Dividend income	51,017	67,783
Rental Income (TDS Rs. 101091/-) (Previous year TDS Rs.1,41,469/-)	623,238	579,281
Service Charges - Forex	450,413	511,241
Miscellaneous Income	491,022	774,493
Profit on Sale of Assets	13,730	20,493
Keyman Insurance Refund ( Surrender Value )	2,927,836	0
Commission (TDS Rs.10182/-) (Previous year Rs.12,808/-)	435,049	457,297
Compensation -Wind Electricals	0	1,617,564
	<u>7,154,901</u>	<u>6,057,266</u>

**SCHEDULE-P**
**Establishment Charges**

Salaries, Allowance,commission and bonus	12,266,647	12,359,898
Contribution to Provident Fund & E.S.I.	1,225,327	755,117
Staff welfare expenses	64,983	44,854
	<u>13,556,957</u>	<u>13,159,869</u>

**SCHEDULE (CONTD.)**

	As on 31.03.2010 Rs.	As on 31.03.2009 Rs.
<b>SCHEDULE-Q</b>		
<b>Other Expenses</b>		
Rates & Taxes	995,499	304,207
Rent	1,996,950	1,908,480
Printing & Stationary	910,011	761,417
Advertisement & Business promotion	42,205	90,111
Insurance	253,650	275,530
Electricity	573,607	579,582
Repair & Maintenance	4,579,466	5,661,516
Director's remuneration	463,358	449,883
Legal Expenses	536,009	483,707
Miscellaneous Expenses	3,239,591	2,683,244
Auditor's remuneration		
Audit Fees	75,000	52,000
Tax Audit Fess	25,000	15,500
Other Capacity	96,800	132,841
Professional fees	1,807,826	1,724,102
Travelling and Conveyance	1,850,338	2,317,421
Postage,Telegram & Telephone	1,354,419	1,520,590
Commission /Brokerage	959,585	1,560,337
	<u>19,759,314</u>	<u>20,520,468</u>

**SCHEDULE-R**
**Financial Expenses**

Interest on Loans	13,646,258	15,680,875
Bank Interest & Charges	4,474,804	5,679,834
Brokerage on Deposits	340,268	320,154
	<u>18,461,330</u>	<u>21,680,863</u>

**SCHEDULE-S**
**Losses & Writeoffs**

Writeoffs - Bad debts & Non Performing Assets	32,859,361	10,355,761
Loss on sale of fixed assets	3,280	98,497
Loss on sale/valuation of vehicle repossessed	10,512,730	10,156,196
Recovery from Bad Debts & Non Performing Assets	(3,862,574)	(4,829,442)
	<u>39,512,797</u>	<u>15,781,012</u>

**SCHEDULE (CONTD.)****SCHEDULE - "T" SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS****1. SIGNIFICANT ACCOUNTING POLICIES :****A. Accounting Convention :**

The Company prepares its financial statements in accordance with generally accepted accounting practices and also in accordance with requirements of the Companies Act, 1956 and follows the directions prescribed by Reserve Bank of India for Non-Banking Financial Companies and the applicable accounting standards issued by the Institute of Chartered Accountants of India (ICAI).

**B. Fixed Assets :**

Fixed Assets are stated at historical cost less accumulated depreciation.

**C. Depreciation :**

Depreciation on Fixed Assets both owned & leased is provided on Straight Line Method at the rates given in Schedule XIV of the Companies Act, 1956.

**D. Current Assets :**

a. Stock of shares & securities are stated at cost or net realisable value whichever is less.

b. Valuation of repossessed assets:

Assets when repossessed are treated as Stock of Vehicles repossessed. Such stock is valued at cost or net realisable value whichever is less and the difference between such valuation and the book value of the asset, if a loss, is written-off.

**E. Revenue Recognition :**

a. Income from financing transactions are accounted for on the basis of Internal Rate of Return method, as per Accounting Standard-19,

b. Incomes from dividend are accounted for on receipt basis.

c. All other income is accounted for on accrual basis.

**F. Foreign Currency Transactions :**

a. Foreign Exchange Transactions in respect of purchase and sale of Travellers Cheques and currencies are recorded at the exchange rate prevailing at the time of transaction.

b. Closing Stock of foreign currency notes & coins and Travellers Cheques are valued at cost price or market price whichever is less.

**G. Retirement Benefits :**

Provision for gratuity liability towards employees is made on the basis of actuarial valuation as per AS 15 revised.

Defined Benefit Plans on 31<sup>st</sup> March, 2010 as per Actuarial Valuations using Projected Unit Credit Method and recognized in the Financial Statements are as follows:-

**SCHEDULE - T (Contd.)**

**Gratuity Scheme**  
**Actuarial calculations under AS15 (revised 2005)**  
**Net Asset/(Liability) recognised in the Balance Sheet 01.04.2009**

A	Funded Status	Rupees
1	Present value of Defined Benefit Obligation	1581162.00
2	Fair value of plan assets	0.00
3	Funded Status [Surplus/(deficit)]	(1581162.00)
4	Effect of balance sheet asset limit	0.00
5	Unrecognised Past Service Costs	0.00
<b>6</b>	<b>Net asset/(liability) recognised in Balance sheet</b>	<b>(1581162.00)</b>

**Gratuity Scheme**  
**Actuarial calculations under AS15 (revised 2005)**  
**Total expenses recognised in the Statement of Profit & Loss**  
**Fiscal year ending 31.03.2010**

A	Components of Employer Expenses	Rupees
1	Current Service Cost	161004.00
2	Interest Cost	131917.96
3	Expected Return on plan assets	0.00
4	Curtailement cost (credit)	0.00
5	Settlement cost (credit)	0.00
6	Amortization of Past Service Cost	0.00
7	Actuarial Losses/(Gains) on defined benefit obligation	(127728.96)
8	Actuarial (Losses)/Gains on plan Assets	0.00
9	Total Expenses recognised in the Statement of Profit & Loss A/C	165193.00
<b>B</b>	<b>Actual Contribution and Benefits Payments for period ending 31<sup>st</sup> March, 2010</b>	
1	Actual Benefit Payments	29568.00
2	Actual Contributions	29568.00

**Gratuity Scheme**  
**Actuarial calculations under AS15 (revised 2005)**  
**Net Asset/(Liability) recognised in the Balance Sheet 31.03.2010**

A	Funded Status	Rupees
1	Present value of Defined Benefit Obligation	1716787.00
2	Fair value of plan assets	0.00
3	Funded Status [Surplus/(deficit)]	(1716787.00)
4	Effect of balance sheet asset limit	0.00
5	Unrecognised Past Service Costs	0.00
<b>6</b>	<b>Net asset/(liability) recognised in balance sheet</b>	<b>(1716787.00)</b>
<b>1</b>	<b>Net asset/(liability) recognised in balance sheet at beginning of the period</b>	<b>(1581162.00)</b>
2	Employer Expenses	165193.00
3	Employer Contribution	29568.00
<b>4</b>	<b>Net asset/(liability) recognised in balance sheet at end of the period</b>	<b>(1716787.00)</b>



## SCHEDULE - T (CONTD.)

**Gratuity Scheme**  
**Actuarial calculations under AS15 (revised 2005)**  
**Reconciliation of Defined Benefit Obligation and Fair Value of Assets**  
**Over the year ending on 31.03.2010**

A	Change in Defined Benefit Obligation	Rupees
1	Present value of PBO at beginning of period (+)	1581162.00
2	Current Service Cost (+)	161004.00
3	Interest Cost (+)	131917.96
4	Curtailement cost/(credit) (-)	0.00
5	Settlement cost/(credit) (-)	0.00
6	Employee contribution (-)	0.00
7	Plan amendments (-)	0.00
8	Acquisitions (-)	0.00
9	Actual (gains)/Losses	(127728.96)
10	Benefits Paid (-)	(29568.00)
11	Present value of PBO at the end of period (-)	1716787.00
<b>B</b>	<b>Change in Fair Value of Assets</b>	
1	Plan Assets at beginning of period	0.00
2	Expected return on plan assets	0.00
3	Actual company contributions	29568.00
4	Employee contributions	0.00
5	Acturial Gain/(Loss) on plan assets	0.00
6	Benefits paid	(29568.00)
7	Plan assets at the end of period	0.00

The financial assumptions employed for the calculations are as follows:-

As at	31.03.2009	31.03.2010
Discount Rate per annum Compound	8.00%	8.00%
Rate of increase salaries	5.00%	5.00%
Rate of return on plan Assets	0.00%	0.00%
Expected Average remaining working lives of employees (years)	20.86	19.67
Withdrawal Rates	Varying between 2% per annum and 1% per annum depending on duration and age of the employees	

## SCHEDULE - T (Contd.)

### 2. NOTES ON ACCOUNTS

**A.** The Statutory maintenance of minimum percentage of liquid assets is based on deposits liabilities as per directions given by Reserve Bank of India.

### **B. Non-Performing Assets :**

- Identification of Non-Performing Assets (NPAs) have been done as per the guidelines of Non-Banking Financial Companies (Prudential Norms) Directions, 1998 prescribed by the Reserve Bank of India. Company has written off as the amount as per the guideline of RBI.

### **C Contingent Liabilities :**

- i. Estimated amount of Estate Development Contracts remaining to be executed is not ascertainable.
- ii Bank Guarantee issued by bank on behalf of the Company is Rs. 49.65 Lakhs. Bank Guarantee has been obtained by pledging Fixed Deposit of the equivalent amount.
- iii. Suit Filed against the Company by customers under hypothecation contract amount to Rs. 11.54 lacs.

### **D. Secured Loans :**

- i. Cash Credit facilities from Banks are secured by hypothecation of assets covered by Hypothecation Contracts and Receivables arising there from ranking pari passu (excluding Assets which are specifically charged to others), counter Guarantee by the Director, Promoters & Associate. Further Company's Specific Properties have also been given as Collateral.
- ii. Overdraft facilities from Banks are against pledge of Fixed Deposits.
- iii. Term Loans from Banks and domestic Financial Institution are secured by hypothecation of specific Fixed Assets / Hypothecation Contracts and Receivable arising there from ranking pari passu (excluding Assets which are specifically charged to others) and counter Guarantee by the Director, Promoters & Associate in certain cases .
- iv. Company shall make Term Loan repayment along with interest of Rs.143.20 lacs in the F.Y. 2010-2011.

### **E. INCOME TAX :**

Pursuant to the requirement of Accounting Standard 22 on Accounting for taxes on Income issued by the Institute of Chartered Accountants of India, the Company has made Provision for Income Tax after considering both current and deferred taxes.

The implementation of this Accounting Standard has resulted in net deferred tax liability of Rs 343.47 lacs as on 31.03.2010, component of which is liability arising out of timing difference on account of depreciation on fixed assets.

### **F. SEGMENT ACCOUNTING POLICIES:**

#### **Identification of Segments :**

Primary Segment : Business Segment :

- The Company's business is organized around three business segments namely, Financial, Money Changing and Wind Power Generation. Financial activities consist of granting of loan covered by Leasing and Hypothecation Agreements and Shares & Securities . Accordingly the Company has provided primary segment information for these three segments as per Accounting Standard 17 on Segment Reporting issued by I.C.A.I.
- There is no inter segment transfer.
- All the common income, expenses, assets and liabilities which are not possible to be allocated to different segments are treated as un-allocable items.

## SCHEDULE - T (Contd.)

### Other Income

Segment wise Breakup of Schedule 'O' representing Other income during the financial Year 2009-2010 is as follows :-

(Rs. in lakhs)

Serial No.	Components of Other Income	Financial Activities	Money Changing	Power Generation	Total
(a)	Interest from bank	9.60	0.00	0.00	<b>9.60</b>
(b)	Interest from govt. security & bonds	6.46	0.00	0.00	<b>6.46</b>
(c)	Other interest	5.56	0.00	0.00	<b>5.56</b>
(d)	Dividend income	0.51	0.00	0.00	<b>0.51</b>
(e)	Rental Income	6.23	0.00	0.00	<b>6.23</b>
(f)	Service Charges	0.00	4.50	0.00	<b>4.50</b>
(g)	Profit on sale of assets	0.14	0.00	0.00	<b>0.14</b>
(h)	Miscellaneous Income	4.69	0.22	0.00	<b>4.91</b>
(I)	Commission Income	2.85	1.50	0.00	<b>4.35</b>
(j)	Keyman Insurance Refund	29.28	0.00	0.00	<b>29.28</b>
	<b>Total</b>	<b>65.32</b>	<b>6.22</b>	<b>0.00</b>	<b>71.54</b>

### Segment Revenue

Segment wise Breakup of Total Revenue during the financial Year 2009-2010 is as follows :-

(Rs. in lakhs)

Serial No.	Components of Segment Revenue	Financial Activities	Money Changing	Power Generation	Total
(a)	Income from Financing Operations	394.06	0.00	0.00	<b>394.06</b>
(b)	Income from Money Changing Operation	0.00	21.54	0.00	<b>21.54</b>
(c)	Income from Generation of Wind Power	0.00	0.00	150.45	<b>150.45</b>
(d)	Income from Shares & Securities	2.45	0.00	0.00	<b>2.45</b>
(e)	Other Income	65.32	6.22	0.00	<b>71.54</b>
	<b>Total</b>	<b>461.83</b>	<b>27.76</b>	<b>150.45</b>	<b>640.04</b>

## SCHEDULE - T (CONTD.)

### Segment Information

The following table presents segment revenue, results, assets & liabilities in accordance with AS-17 as on 31.03.2010

(Rs. in lakhs)

Serial No.	Particulars	Financial Activities	Money Changing	Power Generation	Total
1.	<b>Segment Revenue</b>	461.83	27.76	150.45	<b>640.04</b>
	Less : Inter Segment Revenue	...	...	...	...
	Net sales/Income from operation	461.83	27.76	150.45	<b>640.04</b>
2.	<b>Segment Results</b> Profit (+) / loss (-) before tax and interest from each segment	342.13	(36.38)	14.76	<b>320.51</b>
	Less i) interest	...	...	...	<b>181.21</b>
	ii) Other Un-allocable Expenditure	...	...	...	<b>134.47</b>
	Total Profit before Tax	...	...	...	<b>4.83</b>
3.	<b>Capital Employed (Segment Asset-Segment Liability)</b>	3577.34	51.55	974.38	<b>4603.27</b>
	<b>Add : Unallocated</b>	...	...	...	<b>169.55</b>
	<b>Total Capital Employed</b>	...	...	...	<b>4772.82</b>

### G. Related Party Disclosures

#### Associates

1. E. I. Investments Pvt. Ltd.
2. East End Finance Pvt. Ltd.
3. GNB Finance Pvt. Ltd.
4. Ganesh Narayan Brijlal Pvt. Ltd.
5. Lime Light Holdings Pvt. Ltd.
6. Magnum Credit & Consultants Pvt. Ltd.
7. Nadia Printing & Packaging Pvt. Ltd.
8. NPR Motors Pvt. Ltd.
9. R. K. Fuels Pvt. Ltd.
10. Rani Leasings & Finance Ltd.

**SCHEDULE - T (CONTD.)**

11. Regent Enclave Pvt. Ltd.
12. Silva Computech Pvt. Ltd.
13. Silva Pharmaceuticals Pvt. Ltd.
14. Star Wire (India) Vidyut Pvt. Ltd.
15. Supreme Credit Corporation Ltd.
16. Tamal Stationers Pvt. Ltd.
17. Three Ha Industries Pvt. Ltd.

**Key Management Personnel**

Shri Pawan Kumar Todi, Managing Director

(Rs. in lacs)

Nature of Transaction	Associates	Key Management Personal	Relatives of Key Management Personal	Total 2009-2010	Total 2008-2009
Interest Paid	5.00	10.10	40.94	56.04	62.77
Remuneration Paid	-	4.63	-	4.63	4.50
Deposits	184.36	69.90	293.58	547.84	676.78
Purchase of equity shares	70.00	-	-	70.00	-

**H. EARNING PER SHARE**

Calculation of weighted Average Number of Equity Shares of Rs. 10/- each.

Particulars	31.03.2010	31.03.2009
Number of shares outstanding at the beginning of the year (excluding share forfeited)	5989600	5989600
Shares issued during the year	0	0
Number of shares outstanding at the end of the year	5989600	5989600
Net profit after tax available for equity shares (Rs.)	21,45,796	22,57,812
Basic and diluted earning per share (Rs.)	0.36	0.38

**I. PAYMENT TO AUDITORS**

Particulars	Head Office (Rs.)	Branches (Rs.)
Statutory Audit Fees	10,000	65,000
Tax Audit Fees	4,000	21,000
Other Capacities	21,800	75,000

**SCHEDULE - T (Contd.)**
**J. MANAGERIAL REMUNERATION**

Payment made to Managing Director

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Salary	2,76,000	2,76,000
Contribution to P.F.	33,120	33,120
Medical Re-imbursement	11,000	15,000
Medical insurance premium	13,870	14,019
Housing expenses	1,29,368	1,11,744
<b>Total</b>	<b>4,63,358</b>	<b>4,49,883</b>

**K. Information relating to Micro and Small Enterprises (MSEs) :**

(I) The principal amount and interest due thereon remaining unpaid to any supplier as at the end of the year	
Principal	—
Interest	—
(II) The amount of interest accrued and remaining unpaid at the end of accounting year	—
(III) The amount of interest paid by the buyer in terms of Section 16 to the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year	—
Principal	
Interest	

The above particulars, as applicable, have been given in respect of MSEs. No party could be identified on the basis of information available with the Company and pursuant to amendment of Schedule VI to the Act vide Notification dated 16th November, 2007 issued by the Central Government

- L.** As required by Accounting Standard (AS -28) on 'Impairment of Assets' issued by the Institute of Chartered Accountants of India, Company has appropriated Rs 111.81 lacs towards impairment of Leased assets of solar equipments out of which Rs 99.76 lacs have been appropriated from the earlier financial years & Rs. 12.05 from the year under review.
- M.** In view of the nature of business of the Company, the other provisions contained in Part II of Schedule VI of the Companies Act, 1956 are not applicable.

**SCHEDULE - T (CONTD.)**
**N. (i) SHARES & SECURITIES**
**STOCK OF SHARES & SECURITIES**

<b>NAME OF THE SECURITY/SHARE</b>	<b>No. of Bonds/ Shares</b>	<b>Closing Balance as on 31.03.2010</b>	<b>No. of Bonds/ Shares</b>	<b>Closing Balance as on 31.03.2009</b>
<b>Government of India Securities &amp; Bonds (Quoted)</b>	<b>Qty.</b>	<b>Rs.</b>	<b>Qty.</b>	<b>Rs.</b>
7.50% GOVT. OF INDIA LOAN,2034 (Face Value Rs 100/- per Bond)	10,000	911,000	10,000	911,000
7.40% GOVT. OF INDIA LOAN,2035 (Face Value Rs 100/- per Bond)	12,000	1,080,000	12,000	1,080,000
10.03% GOVT. OF INDIA LOAN,2019 (Face Value Rs 100/- per Bond)	21,000	2,383,500	21,000	2,383,500
8.30 % GOVT OF INDIA SPECIAL BOND 2023 (Face Value Rs 100/- per Bond)	27,000	2,585,250	27,000	2,585,250
12.00% IDBI BOND, 2012 (Face Value Rs 1000/- per Bond)	100	108,500	100	11,120
<b>TOTAL (A)</b>	<b>70,100</b>	<b>7,068,250</b>	<b>70,100</b>	<b>6,970,870</b>
<b>Equity Shares (Quoted)</b>				
ABAN OFFSHORE LTD. (Rs.2/- per Share)	100	39,835	100	39,835
BHARAT PIPE AND FITTINGS LTD.	300	1	300	1
BHIWANI SYNTHETIC LTD.	100	1	100	1
FLY UP FASHIONS LTD.	100	1	100	1
GUJRAT NRE COKE LTD.	1,400	27,650	1,400	27,650
GUJRAT INFRASTRUCTURE LTD.	0	0	2,000	189,700
GUJRAT STATE PETROLEUM LTD.	7,000	268,450	7,000	268,450
HOTEL LEELA VENTURE LTD. (Rs. 2/- per Share)	20,000	373,000	20,000	373,000
ICICI BANK LTD	0	0	1,300	432,640
INTERWORLD DIGITAL LTD. (Re.1/-Per Share)	5,000	5,800	5,000	5,800
INDUSTRIAL DEVELOPMENT BANK OF INDIA LTD.	2,000	90,800	2,000	90,800
IDEA CELLULAR LTD.	2,000	100,200	2,000	100,200
INDIAN HOTELS CO. LTD.(Re. 1/-Per Share)	2,000	78,900	2,000	78,900
JINDAL SAW LTD.* (Rs. 2/- per Share)	2,500	88,400	500	88,400
KAILASH AUTO FINANCE LTD.	100	955	100	955
LCC INFOTECH LTD. (Rs 2/- Per Share)	50	23	50	23
METAZINC INDIA LTD.	100	1	100	1

## SCHEDULE - T (CONTD.)

### N. (i) SHARES & SECURITIES

#### STOCK OF SHARES & SECURITIES

NAME OF THE SECURITY/SHARE	No. of Bonds/ Shares	Closing Balance as on 31.03.2010	No. of Bonds/ Shares	Closing Balance as on 31.03.2009
	Qty.	Rs.	Qty.	Rs.
<b>Government of India Securities &amp; Bonds (Quoted)</b>				
MAGMA FINCORP LTD. (FORMERLY MAGMA SHRACHI FINANCE LTD.)	2	1	2	1
MERCATOR LINES LTD.(Re. 1/- per Share)	1,000	28,300	1,000	28,300
MEGASOFT LTD.	4,000	50,600	4,000	50,600
NIIT TECHNOLOGIES LTD.	2,000	105,600	2,000	105,600
QUALITY PHARMACUETICAL LTD.	300	300	300	300
HEATSHRINK TECHNOLOGIES LTD. (FORMERLY REPL ENGINEERING LTD.)	148	96	148	96
SREI INFRASTRUCTURE FINANCE LTD.	5	28	5	28
SANMAC MOTOR FINANCE LTD.	200	2	200	2
STEEL AUTHORITY OF INDIA LTD.	3,000	289,350	3,000	289,350
SUZLON ENERGY LTD. (Rs. 2/- per Share)	1,000	42,350	1,000	42,350
TCFC FINANCE LTD.	75	315	75	315
<b>TOTAL (B)</b>	<b>54,480</b>	<b>1,590,959</b>	55,780	2,213,299
<b>Bond (Unquoted)</b>				
VINOD KOTHARI CONSULTANTS (P) LTD.	30	1	30	1
<b>TOTAL (C)</b>	<b>30</b>	<b>1</b>	30	1
<b>Equity Shares (Unquoted)</b>				
STAR WIRE (INDIA) VIDYUT PVT. LTD.	70,000	7,000,000	0	0
THAPAR MILK PRODUCTS LTD.	200	2	200	2
<b>TOTAL (D)</b>	<b>70,200</b>	<b>7,000,002</b>	200	2
<b>TOTAL (A+B+C+D)</b>	<b>194,810</b>	<b>15,659,212</b>	126,110	9,184,172
<b>Market Value of Quoted Investments</b>		<b>11,482,422</b>		9,613,503

\*Jindal Saw Ltd.-Face Value of Rs.10/- each has been sub-divided into face value of Rs.2/- each on 11.12.2009.

# Paid up value of Equity Shares is Rs.10/- per share unless otherwise stated in bracket.



**SCHEDULE - T (CONTD.)**
**N(ii) SUMMARISED TRADING DETAILS OF SHARES & SECURITIES :**

	Particulars	As on 31 <sup>st</sup> March, 2010		As on 31 <sup>st</sup> March, 2009	
		Qty.	Value (Rs.)	Qty.	Value (Rs.)
<b>A.</b>	<b>Opening:</b>				
	Quoted Equity Shares	55780	2213299	7,280	688,508
	Unquoted Equity Shares	200	2	0	0
	Govt. of India Securities & Bond	70100	6970870	43035	7,826,985
	Unquoted Bond	30	1	30	1
	<b>Total (A)</b>	<b>126110</b>	<b>9184172</b>	<b>50,345</b>	<b>8,515,494</b>
<b>B.</b>	<b>Purchase:</b>				
	Quoted Equity Shares	2500	88400	81,932	30,731,014
	Unquoted Equity Shares	70000	7000000	0	0
	Govt. of India Securities & Bond	0	0	27,100	2,695,250
	Unquoted Bond	0	0	0	0
	<b>Total (B)</b>	<b>72500</b>	<b>7088400</b>	<b>109,032</b>	<b>33,426,264</b>
<b>C.</b>	<b>Sales:</b>				
	Quoted Equity Shares	3800	857907	33,232	25,431,804
	Unquoted Equity Shares	0	0	0	0
	Govt. of India Securities & Bond	0	0	35	3,500,000
	Unquoted Bond	0	0	0	0
	<b>Total (C)</b>	<b>3800</b>	<b>857907</b>	<b>33,267</b>	<b>28,931,804</b>
<b>D.</b>	<b>Closing:</b>				
	Quoted Equity Shares	54480	1590959	55,780	2,213,299
	Unquoted Equity Shares	70200	7000002	200	2
	Govt. of India Securities & Bond	70100	7068250	70,100	6,970,870
	Unquoted Bond	30	1	30	1
	<b>Total (D)</b>	<b>194810</b>	<b>15659212</b>	<b>126,110</b>	<b>9,184,172</b>

**SCHEDULE - T (CONTD.)**
**O. Particulars in respect of Purchase , Sales & Closing Stock of FFMC Operations :**
**A. CURRENCY NOTES**

Particulars	Value in Rs.							
	Opening Stock		Total Purchase		Total Sales		Closing Stock	
	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value
Australian Dollar	0	0	131,245	5,249,483	131,245	5,302,006	0	0
Bahrain Dinar	0	0	561	69,359	561	70,763	0	0
Bangladesh Taka	12	5	47,100	30,615	47,100	32,003	12	5
Canada Dollar	0	0	27,410	1,180,485	27,410	1,195,519	0	0
China Yuan Renminbi	132	782	23,750	156,603	21,150	148,805	2,732	16,847
Danish Kroner	0	0	4,400	35,720	4,400	37,066	0	0
Euro	42	2,888	851,625	56,877,361	843,690	56,830,270	7,977	480,794
Great Britain Pound	500	36,295	192,061	14,730,127	191,553	14,788,641	1008	73880
Hong Kong Dollar	22	127	171,805	1,083,082	171,805	1,110,325	22	130
Japan Yen	0	0	9,076,120	4,559,159	9,076,120	4,612,616	0	0
Jordan Dinar	0	0	28	1,680	28	1,644	0	0
Kuwait Dinar	0.25	39	196	30,976	196	32,230	0	39
Korea Won	1,000	10	0	0	0	0	1,000	10
Scotland Pound	0	0	590	45,490	590	46,663	0	0

## SCHEDULE - T (CONTD.)

### O. Particulars in respect of Purchase , Sales & Closing Stock of FFMC Operations :

#### A. CURRENCY NOTES

Particulars	Value in Rs.							
	Opening Stock		Total Purchase		Total Sales		Closing Stock	
	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value
Malaysia Ringitt	0	0	155,016	2,113,798	155,016	2,161,438	0	0
New Zealand Dollar	0	0	6,550	208,320	6,550	212,444	0	0
Norway Kroner	0	0	10,200	75,274	10,200	79,232	0	0
Oman Rial	0	0	2,436	293,630	2,431	297,966	5	582
Qatar Riyal	0	0	5,528	69,010	5,528	71,120	0	0
Saudi Arabia Riyal	5	65	57,194	705,979	57,199	719,510	0	0
Saudi Riyal DD	0	0	3,100	19,554	3,100	20,615	0	0
Singapore Dollar	2	67	143,430	4,834,909	143,290	4,912,727	142	4,583
South Africa Rand	0	0	32,760	183,845	32,760	189,242	0	0
Srilanka Rupee	0	0	14,000	4,850	14,000	5,860	0	0
Sweden Kronor	500	2,600	7,190	41,818	7,190	43,538	500	2,600
Switzerland Franc	0	0	31,410	1,398,930	31,410	1,416,515	0	0
Sterling Pound	0	0	62,850	4,634,945	62,850	46,73,436	0	0
Thailand Baht	0	0	1,631,350	2,316,848	1,631,350	2,396,440	0	0
US Dollar	24,782	1,259,617	3,850,593	182,084,057	3,861,253	184,461,241	14,122	633,330
UAE Dirham	5	68	252,890	3,230,248	252,790	3,307,630	105	1,241
<b>TOTAL (A)</b>		<b>1,302,563</b>		<b>286,266,155</b>		<b>289,177,505</b>		<b>1,214,041</b>

## SCHEDULE - T (CONTD.)

### B. TRAVELLERS CHEQUES (PURCHASE FROM PUBLIC)

Particulars	Value in Rs.							
	Opening Stock		Total Purchase		Surrender		Closing Stock	
	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value
Australia Dollar	0	0	18,600	728,530	18,600	731,490	0	0
Canada Dollar	0	0	4,410	185,530	4,410	190,030	0	0
Euro	0	0	94,220	6,247,658	93,720	6,253,669	500	29,960
Great Britain Pound	0	0	33,998	2,581,901	33,998	2,600,281	0	0
Sterling Pound	0	0	12,630	923,093	12,630	934,513	0	0
Japan Yen	0	0	81,648	38,375	81,648	39,812	0	0
Singapore dollar	0	0	2,500	81,250	2,500	83,375	0	0
Switzerland Franc	0	0	600	26,610	600	26,910	0	0
US Dollar	0	0	392,974	18,337,632	392,974	18,479,140	0	0
<b>TOTAL (B)</b>		<b>0</b>		<b>29,150,579</b>		<b>29,339,220</b>		<b>29,960</b>
<b>TOTAL (A + B)</b>		<b>1,302,563</b>		<b>315,416,734</b>		<b>318,516,725</b>		<b>1,244,001</b>

### C. TRAVELLERS CHEQUES SETTLEMENT/SALES

Particulars	Value in Rs.							
	Opening Unremitted		Settlement		Total Sale		Closing Unremitted	
	Quantity	Value	Quantity	Value	Quantity	Value	Quantity	Value
Australian Dollar	0	0	80,100	3,175,931	80,100	3,198,880	0	0
Canadian Dollar	0	0	38,400	1,692,211	38,400	1,704,875	0	0
Euro	0	0	364,000	24,433,140	364,000	24,713,327	0	0
Great Britain Pound	0	0	269,300	20,677,948	269,300	20,818,516	0	0
Japanese Yen	0	0	250,000	129,875	250,000	131,750	0	0
SGD	0	0	23,165	763,878	23,165	769,928	0	0
US Dollar	63,000	3,164,190	2,188,150	104,281,820	2,125,150	101,876,808	0	0
<b>TOTAL (C)</b>		<b>3,164,190</b>		<b>155,154,803</b>		<b>153,214,084</b>		<b>0</b>
<b>GRAND TOTAL (A+B+C)</b>				<b>470,571,537</b>		<b>471,730,809</b>		

P. Figures have been regrouped or rearranged wherever necessary and rounded off to the nearest rupee.





## SCHEDULE - T (CONTD.)

### Q. Schedule to the Balance Sheet of a Non - Banking Financial Company (Contd.)

Particulars	Amount outstanding		
<b>2. Unquoted :</b>			
(i) Shares : (a) Equity	0.00		
(b) Preference	0.00		
(ii) Debentures and Bonds	0.00		
(iii) Units of Mutual Funds	0.00		
(iv) Government Securities	0.00		
(v) Others (Please specify)	0.00		
<b>(6) Borrower group-wise classification of all leased assets, stock-on hire and loans and advances :</b>			
Category	Amount net of provisions		
	Secured	Unsecured	Total
<b>1. Related Parties</b>			
(a) Subsidiaries			
(b) Companies in the same group			
(c) Other than related parties	2701.80	96.40	2798.20
<b>Total</b>	<b>2701.80</b>	<b>96.40</b>	<b>2798.20</b>
<b>(7) Investor group-wise classification of all investments (current and long term) in shares and securities (Both quoted and unquoted) :</b>			
Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)	
<b>1. Related Parties</b>			
(a) Subsidiaries			
(b) Companies in the same group			
(c) Other than related parties		114.82	156.59
<b>Total</b>		<b>114.82</b>	<b>156.59</b>
<b>(8) Other Information</b>			
Particulars	Amount		
<b>(i) Gross Non-Performing Assets</b>			
(a) Related parties	0.00		
(b) Other than related parties	1091.23		
<b>(ii) Net Non-Performing Assets</b>			
(a) Related parties	0.00		
(b) Other than related parties	1091.23		
<b>(iii) Assets acquired in satisfaction of debt</b>	0.00		

## SCHEDULE (CONTD.)

### SCHEDULE U BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(Submitted in terms of Part IV of Schedule VI of Companies Act, 1956)

#### I. Registration Details

Registration No.	47091	State Code	21
Balance Sheet Date	31/03/2010		

#### II. Capital raised during the year (Amount in Rs. Thousands)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

#### III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	477,282	Total Assets	477,282
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##### Sources of Funds

Paid up Capital	59,966	Reserve & Surplus	245,916
Secured Loans	78,873	Unsecured Loans	92,527

##### Application of Funds

Net Fixed Assets	113,158	Investments	0
Net Current Assets	364,124	Miscellaneous Expenditure	0
Accumulated Losses	Nil		

#### IV. Performance of Company (Amount in Rs. Thousand)

Turnover (Gross Income)	569,985	Total Expenditure	569,502
Profit/(Loss) before Tax	483	Profit/(Loss) after Tax	2,146
Earnings per Share in Rs. (After Tax)	0.36	Dividend Rate	Nil

#### V. Generic Names of Principal Products/Service of Company (as per monetary terms)

Items Code No. (ITC Code) : Not Applicable

Product/Service Description :  
FINANCING  
MONEY CHANGING BUSINESS  
POWER GENERATION

#### Signature to Schedules A to U

In terms of our report of even date

Hudco Niwas  
Room No. 4, 4th Floor  
15N, Lindsay Street  
Kolkata 700 087  
Dated : 28<sup>th</sup> May, 2010

**For L. N. Todi & Co.**  
Chartered Accountants  
**PANKAJ KAKARANIA**  
Partner  
Membership No. 053304

**PAWAN KUMAR TODI**  
**NAND LAL TODI**  
**SARIKA MEHRA**

Managing Director  
Director  
Executive Vice  
President &  
Company Secretary





# NPR FINANCE LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010 (AS REQUIRED BY CLAUSE 32 OF THE LISTING AGREEMENT )

	2009-2010	2008-2009
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax and extraordinary items	482,794	1,807,062
Financial Expenses	18,461,330	21,680,863
Depreciation	11,743,308	10,030,913
(Profit)/Loss on Assets	(10,450)	78,004
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>30,676,982</b>	<b>33,596,842</b>
(Increase)/Decrease in Advances	13,152,267	(8,733,837)
(Increase)/Decrease in Loans & Receivables	(23,856,323)	15,690,160
Increase/(Decrease) in Current Liabilities	9,071,377	(8,343,279)
(Increase)/Decrease in Stock in trade	(180,429)	8,204,187
<b>CASH GENERATED FROM OPERATIONS</b>	<b>28,863,874</b>	<b>40,414,073</b>
Financial Expenses	(22,416,614)	(21,942,022)
Direct Taxes Paid	(2,662,263)	2,474,804
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>3,784,997</b>	<b>20,946,855</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
(Increase)/Decrease in Bank Deposits (Net)	0	5,035,000
Purchase of Fixed Assets	(2,030,624)	(441,637)
Sale of Fixed Assets	29,501	373,450
<b>NET CASH FROM INVESTING ACTIVITIES (B)</b>	<b>(2,001,123)</b>	<b>4,966,813</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Decrease in Secured Loan	(857,579)	(21,039,896)
Decrease in Unsecured Loan	(3,707,523)	(14,742,492)
<b>NET CASH FROM FINANCING ACTIVITIES (C)</b>	<b>(4,565,102)</b>	<b>(35,782,388)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(2,781,228)</b>	<b>(9,868,720)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b>8,574,418</b>	<b>18,443,138</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>5,793,190</b>	<b>8,574,418</b>

In terms of our report of even date

Hudco Niwas  
Room No. 4, 4<sup>th</sup> Floor  
15N, Lindsay Street  
Kolkata 700 087  
Dated : 28<sup>th</sup> May, 2010

**For L. N. Todi & Co.**  
Chartered Accountants  
**PANKAJ KAKARANIA**  
Partner  
Membership No. 053304

**PAWAN KUMAR TODI**  
**NAND LAL TODI**  
**SARIKA MEHRA**

Managing Director  
Director  
Executive Vice President  
& Company Secretary



# NPR FINANCE LIMITED

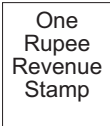
## NPR FINANCE LIMITED

19, R. N. Mukherjee Road, 1<sup>st</sup> Floor  
Main Building, Kolkata - 700 001

### PROXY

Folio No./Client ID & DP ID No.....No. of Shares held .....  
I/We.....of.....  
.....being a member/members of the  
above named Company hereby appoint.....of  
.....or failing him  
.....of.....  
.....as my/our proxy to vote for me/us on  
my/our behalf at the 21<sup>st</sup> Annual General Meeting of the Company to be held on Friday, the 27<sup>th</sup> day of August, 2010  
at 11.00 a.m. and at any adjournment thereof.

Signed this.....day of .....2010



.....  
Member's Signature

Note : The Proxy and the Power of Attorney (if any) under which it is signed or a notarially certified copy of the Power of Attorney must be deposited at the Registered Office of the Company at 19, R. N. Mukherjee Road, Main Building, 1<sup>st</sup> Floor, Kolkata 700 001, not less than 48 hours before the time for holding the Annual General Meeting.

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### ATTENDANCE SLIP

(To be handed over, duly filled in, at the entrance of the Meeting Hall)

Name of the attending Member/s Proxy\* (in block letters) .....

Member's Folio No./Client ID & DP ID No. ....No of Shares held.....

I hereby record my presence at the 21<sup>st</sup> Annual General Meeting.

Place : Kolkata

\* Strike off whichever is not applicable

\*\* To be signed at the time of handing over this slip

.....  
Member's/Proxy's Signature\*\*

**BOOK POST**  
**Printed Matter**

*To,*



*If undelivered please return to :*  
**NPR Finance Limited**  
19, R. N. Mukherjee Road  
1<sup>st</sup> Floor, Main Building  
Kolkata - 700 001