

CHITRAKUT HOLDINGS LIMITED

NOTICE

NOTICE IS HEREBY GIVEN that the 25th Annual General meeting of the Members of CHITRAKUT HOLDINGS LIMITED will be held at its Registered office at 1/1, Camac Street, 3rd Floor, Kolkata - 700 016, on Friday, the 27th day of September, 2013 at 11.00 A. M. to transact the following business:

AS ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and Profit and Loss Account for the year ended on that date and the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Sri Rajendra Kumar Saraogi who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Sri Mahendra Kumar Pandya who retires by rotation and being eligible offers himself for reappointment.
4. To appoint Auditor and to fix their remuneration. In this connection, to consider and, if thought fit, to pass the following resolution which will be proposed as an Ordinary Resolution:

"RESOLVED that M/s Patni & Co., Chartered Accountants, who retires after conclusion of this Annual General Meeting and offer themselves for reappointment be and are hereby appointed as the Auditors of the Company to hold such office till the conclusion of the next Annual General Meeting at a remuneration of ₹ 10,000/-."

NOTES:

1. A Member entitled to attend and vote at this Annual General Meeting may appoint a proxy to attend and vote on a poll on his behalf. A Proxy need not be a Member of the Company. Proxies, in order to be effective must be received at 1/1, Camac Street, 3rd Floor, Kolkata- 700 016, not less than forty-eight hours before this Annual General Meeting.
2. As a measure of economy copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual Report at the meeting.
3. The Register of Members & Share Transfer Books of the Company will remain closed from 23rd day of September, 2013 to the 27th day of September, 2013 (Both days inclusive).
4. Members are requested to notify immediately any change in their address to the Company's Registered Office quoting their folio Nos.

INFORMATION REQUIRED TO BE FURNISHED AS PER THE LISTING AGREEMENT

As required under the Listing Agreement, the particulars of Directors who are proposed to be appointed/re-appointed are given below:

- | | |
|----------------------|--|
| 1. Name: | Mr. Rajendra Kumar Saraogi |
| Age: | 51 years |
| Qualification: | B.Com |
| Expertise: | He has extensive experience in finance, investment, trading in Shares and securities and other fields since over 26 years. |
| Other Directorships: | 1 (One) |
| 2. Name: | Mr. Mahendra Kumar Pandya |
| Age: | 58 years |
| Qualification: | B.Com |
| Expertise: | He has extensive experience in finance, investment, trading in Shares and securities and other fields since over 31 years. |
| Other Directorships: | Nil |

No Director is in any way concerned or interested in the said resolution except as a member.

For Chittrakut Holdings Ltd.

Rajendra Kumar Saraogi

Registered Office :
1/1, Camac Street, 3rd Floor
Kolkata - 700 016
Dated : 28th day of June, 2013.

By Order of the Board
Rajendra Kumar Saraogi
Director

Director

CHITRAKUT HOLDINGS LIMITED

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the 25th Annual report on the business and operations of the Company together with Audited statements of accounts for the year ended 31st March, 2013 to a large number of shareholders.

REVIEW OF OPERATION

Some highlights of the performance during the said year are reproduced for your consideration:

	Current Year ₹	Previous Year ₹
Profit before tax	(3,434,507.52)	968,403.68
Tax expense:		
1) Current tax	-	191,001.00
2) Deferred tax	5,047.00	276.00
Tax for earlier year	48,896.00	-
Profit (loss) for the period	<u>(3,488,450.52)</u>	<u>777,126.68</u>

DIVIDEND

The Company's Dividend policy is based on the need to balance the objectives of rewarding the shareholders with Dividend and retaining the earned surplus to support future growth and healthy Capital Adequacy Ratio. With a view to conserving resources and building up reserves, your Directors do not recommend payment of Dividend for the year.

OPERATION

During the year under review, your Company has posted a Loss of ₹ 34.88 Lacs compared to previous year Profit of ₹ 7.77 Lacs. The current year's Loss has been generated mostly from securities trading business.

The year 2012-2013 witnessed a decline in the prevalent market rates of interest thereby affecting the company's profitability adversely. Your Directors expect brighter days ahead since interest rates are expected to stabilise during the next fiscal year.

DIRECTORS

Shri Rajendra Kumar Saraogi and Shri Mahendra Kumar Pandya retire from office by rotation in accordance with the requirements of Companies Act, 1956 and being eligible, offer themselves for reappointment.

DIRECTORS RESPONSIBILITY STATEMENT

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

- In the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same.
- Your 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 Loss of the company for that period.
- Your directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- Your directors have prepared the accompanying Annual Accounts for the year ended 31st, March, 2013 on a going concern basis.

COMPLIANCE CERTIFICATE

The Company has obtained Secretarial Compliance Report pursuant to Section 383A of the Companies Act, 1956 from a Practising Company Secretary which has been enclosed along with this report.

For Chittrakut Holdings Ltd.

Ranjesh Chaudhary Sarangi

For Chittrakut Holdings Ltd.

Rajendra Kumar Saraogi

Director

AUDITORS

M/s Patni & Co., Chartered Accountants, 1, India Exchange Place, Kolkata, statutory Auditors of your Company shall be retiring at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Company has received a certificate from them to the effect that their reappointment, if made, would be within the limits prescribed under section 224(1C) of the Companies Act, 1956.

AUDITORS' REPORT:

The notes to the Accounts referred to in the Auditors' report are self-explanatory and, therefore, do not call for any further explanation under Section 217 (3) of the Companies Act, 1956.

DEPOSITS:

The Company has not accepted any deposit from public as defined in Section 58A of the Companies Act, 1956.

PERSONNEL

During the year, no employee was in receipt of remuneration of or in excess of the amount prescribed under section 217(2A) of the Companies Act, 1956.

STATUTORY INFORMATION

Particulars required to be furnished by the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988:

1. Part A and B pertaining to conservation and technology absorption are not applicable to the company.
2. Foreign Exchange earnings and outgoes : NIL

CORPORATE GOVERNANCE

Your Company complies with all the requirements pertaining to Corporate Governance, in terms of Clause 49 of the Listing Agreement with the Stock Exchange, including the non-mandatory requirements. A detailed report on Corporate Governance has been included in this report along with a certificate from the auditors of the company regarding compliance of conditions of Corporate Governance. Further, a separate Management Discussion and Analysis report is also given in this report.

ACKNOWLEDGEMENT

Your Directors wish to convey their gratitude to the company's clients, Bankers, Financial Institutions, Share holders, well wishers and employees, for their valued and timely support and also for the role played in the continued growth of the company.

Place : Kolkata

Dated : 28th day of June, 2013

For and on behalf of the Board
For Chitrakut Holdings Ltd.

Kailash Chand Saraogi

Director

Rajendra Kumar Saraogi – Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Saraogi

Kailash Chand Saraogi – Director

Director

MANAGEMENT DISCUSSION AND ANALYSIS

Economic Scenario

India continues to witness a very challenging economic environment. Growth remained weak and continued to decline throughout 2012-13. Declining growth is not the only economic problem. The current account deficit, which stood at 4.2% of G. D. P. for F. Y. 2012, is expected to be around 5% for F. Y. 2013. Both wholesale price inflation (WPI) and consumer price inflation (CPI) have remained uncomfortably high through the better part of the year.

There were some positive developments on the monetary front. The Reserve Bank of India (RBI) began F. Y. 2013 with a higher than expected 50 bps policy rate cut in April 2012. This was followed by two further cuts in the policy rate of 25 bps each — resulting in a total of 100 bps repo rate cut through the year. Therefore, while the RBI's policy stance remains focused on containing inflation, it has shown some adjustment to marginally ease interest rates.

During the second half of the fiscal year, the Government of India announced several reform measures such as increasing fuel prices and giving oil marketing companies greater freedom to adjust prices according to the global price of crude; opening of foreign direct investment (FDI) in different sectors, especially retail; setting up a high level committee to address much needed infrastructure investment; simplification of debt limits for foreign institutional investors (FII); and a fiscal consolidation plan under the aegis of the new Finance Minister. Simultaneously, oil, gold and other commodity prices have begun to ease. Hopefully, all these factors may aid growth in F. Y. 2014.

Even so, the challenges remain. The good news is that despite economic difficulties, the demand for retail finance remained fairly robust with the sector witnessing all-round growth. We expect retail finance to continue growing given the large untapped demand and a clear demographic shift in favour of a younger and more consumption and lifestyle conscious working population which should increase demand for homes and consumer durables.

Business Outlook

Non-Banking Finance Companies (NBFCs) continue to play a critical role in making financial services accessible to a wider set of India's population and are emerging as strong intermediaries in the retail finance space. Going forward, one should expect NBFCs to further strengthen their presence in retail finance and grow at a reasonably healthy pace. Chitrakut Holdings Limited expects to maintain its performance in FY2014 and hopes to grow at a rate faster than the growth of bank credit.

Analysis of performance for the year

The detailed highlights of the performance are produced elsewhere in the Director's Report.

Opportunities and Threats

The ever increasing demand for credit especially in the industrial and infrastructure sectors, requirement of working capital amidst all sectors, impetus on infrastructure development activities and technological advancement are factors which are seen as an opportunity for the growth of your company. However, with the increasing number of banking institutions and tightening of noose on the working of NBFCs by the Reserve Bank of India as also the rapidly changing regulatory compliances are being viewed as threats. Your Company is in a position to take advantage of the available opportunities and take suitable steps to avert the threats.

Internal control system and their adequacy

The Company has an effective internal control system, commensurate with its size and nature to ensure smooth business operation, including assurance of recording all the transaction details, ensuring regulatory compliance and protecting the Company assets from any kind of loss or misuse.

Development in human resources

Your Company has always given immense importance to its people as believes that the success of any organisation lies in the utmost support, co-operation, efforts, knowledge and expertise put in by them. The Company values the diverse qualities and culture its people bring to it. The success of the Company is attributed to the richness of knowledge, ideas and experience of its varied workforce.

Conclusion

Certain statements in the Management Discussion and Analysis describing the Company's objectives, predictions may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward looking statements contained in this document due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India, volatility in interest rates, new regulations and Government policies that may impact the Company's business as well as its ability to implement the strategy. The Company does not undertake to update these statements.

CHITRAKUT HOLDINGS LIMITED

CORPORATE GOVERNANCE

1. BRIEF STATEMENT ON THE COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The commitment of Chitrakut Holdings Limited to the highest standards of good corporate governance practices predates SEBI and clause 49 of the listing agreement. Transparency, fairness, disclosure and accountability are central to the working of CHL. Chitrakut Holdings Limited (the Company) maintains the same tradition and commitment. Given below are the Company's corporate governance policies and practices for FY 2013. As will be seen, the Company's corporate governance practices and disclosures have gone well beyond complying with the statutory and regulatory requirements in accordance with the provisions of clause 49 of the listing agreement.

Corporate governance is a continuous process at CHL. Systems, policies and frameworks are regularly upgraded to effectively meet the challenges of rapid growth in a dynamic external business environment. Governance practices not only have to deal with the growing size of the business, but also the increase in complexities of the organizational structure that supports such growth.

2. BOARD OF DIRECTORS

All the members of the Board are eminent persons with considerable expertise and experience in the corporate laws, income Tax, Investment and retail financing. The Company is immensely benefited by the range of experience and skills that the directors bring to the Board.

The Board of Directors comprises 5 Non-Executive Directors.

The Board reviews and approves strategy and oversees the actions and results of management to ensure that the long term objectives of enhancing stakeholder value are met.

There were no materially relevant pecuniary relationships or transactions of the Non-Executive Directors vis-à-vis the Company during the year.

During the year under review, the Board of Directors met 8 times on: 02.04.2012, 19.04.2012, 14.05.2012, 01.06.2012, 30.06.2012, 14.08.2012, 13.11.2012 and 13.02.2013

Name of Director	Type	Executive/ Non-executive	Number of meetings attended	Number of other Directorships*	Whether attended last AGM
Mr. Rajendra Kumar Saraogi	Promoter	Non-executive	8	1	Yes
Mr. Kailash Chand Saraogi	Promoter	Non-executive	8	1	Yes
Mr. Mahendra Kumar Pandey	Independent	Non-executive	8	---	Yes
Mr. Ashok Kumar Jain	Independent	Non-executive	8	1	Yes
Mr. Hiralal Pareek	Independent	Non-executive	8	---	Yes

* Directorship held in Public Limited Company.

3. AUDIT COMMITTEE

With a view to comply with various requirements under the Companies Act, 1956 and clause 49 of the listing agreement, the Board of Directors has set up an audit committee. The Board reviews the working of the committee from time to time to bring about greater effectiveness in order to comply with the various requirements under the Companies Act, 1956, clause 49 of the listing agreement and NBFC regulations. The terms of reference are extensive and go beyond what is mandated in clause 49 of the listing agreement, section 292A of the Companies Act, 1956 and under NBFC regulations. These broadly include review of financial statements, review of compliances and review of systems and controls.

As on 31st March, 2013, the Audit Committee comprises of 4 Non-executive Directors, Shri Mahendra Kumar Pandya, Shri Rajendra Kumar Saraogi, Shri Ashok Kumar Jain and Shri Hiralal Pareek. The Committee is chaired by Shri Mahendra Kumar Pandya, Independent Non-executive Director, who possesses the necessary financial background.

During the year, the Committee met five times on 14.05.2012, 30.06.2012, 14.08.2012, 13.11.2012 and 13.02.2013

Composition of the Committee and attendance of the members are as follows:

<u>Name of the Director</u>	<u>No. of Meetings Attended</u>
Shri Mahendra Kumar Pandya	5
Shri Rajendra Kumar Saraogi	5
Shri Ashok Kumar Jain	5
Shri Hiralal Pareek	5

4. SHAREHOLDERS GRIEVANCE COMMITTEE

The Investors'/ Shareholders' Grievance Committee was in place

=> To deal with and decide all matters relating to the registration of transfer and transmission of shares and debentures, issue of duplicate share certificates or allotment letters and certificates for debentures in lieu of those lost/ misplaced

=> To redress shareholders and investors complaints relating to transfer of shares, non-receipt of Balance Sheet and non-receipt of declared dividends, among others.

=> To monitor the compliance of Code of prevention of insider trading framed by the Company.

=> To effect dematerialisation and re-materialisation of shares of the Company

There were no transfers and there were no investor complaints during the year, hence the committee held no meeting.

Composition of the Committee and the attendance of the members are as follows:

<u>Name of the Director</u>	<u>No. of Meeting Attended</u>
Sri Mahendra Kumar Pandya	Nil
Sri Ashok Kumar Jain	Nil
Sri Hiralal Pareek	Nil

No investor complaint was received during the year and none was pending unresolved as on 31st March, 2013.

5. SHARE TRANSFER

The Company has appointed M/s Niche Technologies (P) Ltd. as Registrar and share transfer agent for share transfer in physical and demat form. Shri Rajendra Kumar Saraogi, Promoter Non-executive Director and Shri Kailash Chand Saraogi, Promoter Non-executive Director have been authorized to approve the transfers and transmissions of shares, securities, debentures, etc., issue of duplicate share certificates, consolidation and sub-division of shares and investors' grievance. The transfers/transmissions of shares are approved at least once in a fortnight. There were no share transfer requests pending as at March 31, 2013.

6. REMUNERATION COMMITTEE

The Company has constituted a Remuneration committee to look into the various elements of remuneration package of all the directors, etc. This committee presently comprises of Directors Sri Mahendra Kumar Pandya, Sri Ashok Kumar Jain and Sri Hiralal Pareek. Sri Mahendra Kumar Pandya, non-executive director, is

the Chairman of the committee. There are no whole time directors on the Board of Directors of the Company and the non-executive directors do not draw any remuneration from the Company and hence there was no need for a meeting of the committee.

7. CODE OF CONDUCT

CHL's commitment to ethical and lawful business conduct is a fundamental shared value of the Board of Directors, the senior management and all other employees of the company. Consistent with its Values and Beliefs, the company has formulated a Code of Conduct applicable to the Board and Senior Management. All Board members and senior management personnel have affirmed compliance with the Company's code of conduct during the period under review. Further, the Company has also adopted an Insider Trading Code for prevention of insider trading.

8. DETAILS OF LAST 3 ANNUAL GENERAL MEETINGS

Information about last three Annual General Meeting

Year	Date	Time	Location (Registered Office)
2010	30.09.2010	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016
2011	30.09.2011	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016
2012	29.09.2012	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016

No resolutions have been put through postal ballot so far. Similarly, there are no resolutions which are required to be put through postal ballot at this Annual General Meeting

9. DISCLOSURE

No transaction of material nature has been entered into by the company with Directors, Management and their relatives etc. that may have potential conflict with the interest of the Company.

Transaction with the related parties are disclosed in Clause 2.29 of Notes on Financial Statements in Note 2 to the accounts in Annual Report.

There is no non-compliance by the company on any matters related to Capital market. Hence the question of penalties or strictures being imposed by SEBI or The Stock Exchanges does not arise.

Disclosure of Accounting Treatment : In the preparation of financial statements, the company has followed the treatment as prescribed in the Accounting Standards.

Risk Management : The company has a defined Risk Management framework. The company has laid down procedures to inform the Board members about the risk assessment and minimization procedures.

Proceeds from public issues, rights issues, preferential issues etc. : There were no proceeds from public issues, rights issues, preferential issues etc. during the financial year.

10. MEANS OF COMMUNICATION

The unaudited Quarterly results of the Company are regularly submitted to the Stock Exchange and published in News Papers in accordance with the Listing Agreement.

11. SHAREHOLDER INFORMATION

A. Annual General Meeting

Date - 27th September, 2013

Time - 11:00 A.M.

Venue- 1/1, Camac Street, 3rd Floor, Kolkata - 700 016

B. Financial Calender 1st April to 31st March Provisional : Will be published during

Result for Quarter ending June 30, 2013 : On or before 14th August, 2013

Result for Quarter ending September 30, 2013 : On or before 14th November, 2013

Result for Quarter ending December 31, 2013 : On or before 14th Febtuary,2014

Result for Quarter ending March 31, 2014 : On or before 15th May, 2014

C. Book Closure

The Register of members and Share Transfer Book will remain closed from 23rd day of September, 2013 to the 27th day of September, 2013 (both days inclusive) on account of Annual General Meeting.

D. Dividend

No dividend is recommended for the year.

E. Listing at Stock Exchange

The Calcutta Stock Exchange Association Ltd.

F. Stock Code

The Calcutta Stock Exchange Association Ltd. : 10013176

G. ISIN Number : INE228E01011

H. Depository Connectivity : NSDL and CDSL

I. STOCK MARKET DATA

There was no trading in the shares of the Company during the financial year..

J. SHARE TRANSFER SYSTEM

Transfer of shares are registered and processed by the Registrar and Share Transfer Agents within fifteen days from the date of receipt if the relevant documents are complete in all respects.

12. REGISTRAR & TRANSFER AGENTS

Name

Niche Technologies (P) Ltd.
(For Physical and Demat Shares)

Address

71, Canning Street, Kolkata - 700001

13. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2013

No. of Equity Shares Held	No. of Share holders	% of Share holders	No. of Shares held	% of Share holding
Upto 500	900	81.9672	450000	6.1475
501 to 1000	153	13.9344	98700	1.3484
1001 to 5000	7	0.6375	30000	0.4098
5001 to 10000	1	0.0911	10000	0.1366
10001 to 50000	6	0.5464	230000	3.1421
50001 to 100000	12	1.0929	1049100	14.3320
100001 and above	19	1.7305	5452198	74.4836
Totals	1098	100.0000	7319998	100.000

14. SHAREHOLDING PATTERN AS ON 31.03.2013

Category	No. of Share held	% of Share holding
Indian Promoters	1651300	22.56
Domestic Companies	5039998	68.85
Resident Individuals	628700	8.59
	7319998	100.000

15. DEMATERIALIZATION OF SHARES

16,51,300 shares have been dematerialised upto 31.03.2013 which is 22.56 percent of the total shares of the Company.

16. BREAK-UP OF SHARES IN PHYSICAL AND DEMAT SEGMENT (As on 31.03.2013)

Segment	No. of Shareholders	% to total Shareholders	No. of Shares held	% to total Shares
Physical	1083	98.63	5668698	77.44
Demat	15	1.37	1651300	22.56
Total	1098	100.00	7319998	100.00

17. OUTSTANDING GDRs/ADRs/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

Not applicable as the Company has not issued any such instruments.

18. ADDRESS FOR CORRESPONDENCE

REGISTERED OFFICE:
Chitrakut Holdings Limited
1/1, Camac Street,
3rd Floor,
Kolkata – 700 016
Tel. No. (033) 2229-6351/55

For Chitrakut Holdings Ltd.

Kantash Chand Sarvag
Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarvag
Director

**DECLARATION ON COMPLIANCE OF
THE COMPANY'S CODE OF CONDUCT**

To the Members of Chitrakut Holdings Limited

The Company has framed specific code of conduct for the members of the Board of Directors and the Senior Management Personnel of the Company pursuant to Clause 49 of the Listing Agreement with the Stock Exchange to further strengthen corporate governance practices in the Company. All the members of the Board and Senior Management Personnel of the Company have affirmed due observance of the said code of conduct in so far as it is applicable to them and there is no non-compliance thereof during the year ended March 31, 2013.

For Chitrakut Holdings Ltd.

Rajendra Kumar Saraogi

Director

Place : Kolkata
Date : June 28, 2013.

Rajendra Kumar Saraogi
Director

PATNI & CO.

CHARTERED ACCOUNTANTS

H.O. 1, INDIA EXCHANGE PLACE, 2nd FLOOR, R. NO. 219, KOLKATA – 700 001, PHONE: 2230 0556/57, 2231 4111/4112
FAX – 2231 4193, E-mail: octal1@cal2.vsnl.net.in/patni.co@rediffmail.com

JAIPUR OFFICE:

GANAPATI PLAZA, M. I. ROAD
4TH FLOOR, R. NO. – 421, JAIPUR – 302 001
PHONE: 237 4836

NEW DELHI OFFICE :

4D/14, OLD RAJINDER NAGAR
BASEMENT, NEW DELHI – 110 060
PHONE: 2582 6174

CERTIFICATE ON CORPORATE GOVERNANCE

TO
THE MEMBERS OF
CHITRAKUT HOLDINGS LIMITED

We have examined the compliance of conditions of Corporate Governance by Chittrakut Holdings Limited for the year ended March 31, 2013, as stipulated in clause 49 of the Listing Agreement of the said company with the Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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

For PATNI & CO.

Firm Reg. No. 320304E

Chartered Accountants



Pavel Pandya
(Partner)

Membership No. 300667



Place : 1, India Exchange Place, Kolkata – 700 001

Date : June 28 , 2013

PATNI & CO.

CHARTERED ACCOUNTANTS

H.O. 1, INDIA EXCHANGE PLACE, 2ND FLOOR, R. NO. 219, KOLKATA-700 001,
PHONE : 2231 4112 / 4111, 2230 0556 / 0557
E-mail : octal1@cal2.vsnl.net.in

JAIPUR OFFICE :

GANAPATI PLAZA, M. I. ROAD
4TH FLOOR, R. NO. - 421, JAIPUR - 302 001
PHONE : 237 4836

NEW DELHI OFFICE :

4D/14, OLD RAJINDER NAGAR
BASEMENT, NEW DELHI - 110 060
PHONE : 2572 6174 / 2575 2920

AUDITOR'S REPORT

TO
THE MEMBERS OF
CHITAKUT HOLDINGS LIMITED

Report of the Financial Statements

We have audited the accompanying financial statements of **CHITRAKUT HOLDINGS LIMITED**, which comprise the Balance Sheet as at March 31, 2013 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



PATNI & CO.

CHARTERED ACCOUNTANTS

H.O. 1, INDIA EXCHANGE PLACE, 2ND FLOOR, R. NO. 219, KOLKATA-700 001,
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BASEMENT, NEW DELHI - 110 060
PHONE : 2572 6174 / 2575 2920

Opinion

In our opinion and to the best of our information and according to the explanations given to us the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013; and
and
- (b) in the case of Statement of Profit and Loss, of the Loss for the year ended on that date.
and
- © in the case of Cash Flow Statement, of the Cash Flows for the Year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement, dealt with by this Report are in agreement with books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



PATNI & CO.

CHARTERED ACCOUNTANTS

H.O. 1, INDIA EXCHANGE PLACE, 2ND FLOOR, R. NO. 219, KOLKATA-700 001,
PHONE : 2231 4112 / 4111, 2230 0556 / 0557
E-mail : octal1@cal2.vsnl.net.in

JAIPUR OFFICE :

GANAPATI PLAZA, M. I. ROAD
4TH FLOOR, R. NO. - 421, JAIPUR - 302 001
PHONE : 237 4836

NEW DELHI OFFICE :

4D/14, OLD RAJINDER NAGAR
BASEMENT, NEW DELHI - 110 060
PHONE : 2572 6174 / 2575 2920

- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

Place: 1, India Exchange Place
Kolkata - 700 001

Dated : The 28th day of June 2013



For PATNI & CO.

CHARTERED ACCOUNTANTS
(Firm Reg. No. 320304E)

PAVEL PANDYA
(Partner)

Membership No. 300667

PATNI & CO.

CHARTERED ACCOUNTANTS

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ANNEXURE TO THE AUDITOR'S REPORT

(This is the Annexure referred to in our Report of even date)

- i) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The fixed assets of the company were physically verified by the management during the year. We have been informed that no material discrepancies have been noticed on such physical verification. Substantial parts of fixed assets have not been disposed off during the year, which will affect its status as going concern.
- ii) Physical verification of inventories has been conducted by the management during the year at reasonable intervals. In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory. As informed to us, no discrepancies were found on physical verification of inventories as compared to book records.
- iii) The company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register required to be maintained under section 301 of the Companies Act, 1956. Hence question of reporting whether the terms and conditions of such loans are prejudicial to the interest of the company, whether reasonable steps for recovery of over dues of such loans are taken does not arise. The company has not taken any loan, secured or unsecured from companies, firms or other parties covered in the register required to be maintained under section 301 of the Companies Act, 1956. Hence question of reporting whether the terms and conditions of such loans are prejudicial to the interest of the company does not arise.
- iv) In our opinion, there is adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. In our opinion, there is no continuing failure to correct major weaknesses in internal control system.
- v) a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the particulars of contracts or arrangements that need to be entered into the register maintained under section 301 have been so entered.
b) As per explanations given to us, transactions made in pursuance of such contracts or arrangements exceeding the value of Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time where such market prices are available.
- vi) The company has not accepted any deposits from the public during the year.



PATNI & CO.

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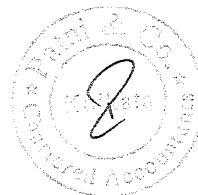
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4D/14, OLD RAJINDER NAGAR
BASEMENT, NEW DELHI - 110 060
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- vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- viii) The Central Government has not prescribed the maintenance of cost records by the company under section 209(1)(d) of the Companies Act, 1956 for any of its products.
- ix) a) The Company has been generally regular in depositing undisputed statutory dues including provident fund, Investor Education and protection fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Cess and any other statutory dues, wherever applicable, with the appropriate authorities during the year .
- b) According to the information and explanation given to us, no undisputed amounts payable in respect of aforesaid were outstanding as at 31st March 2013, for a period of more than six month from the date they became payable .
- c) According to the records of the Company, there are no statutory dues, which have not been deposited on account of any dispute.
- x) The company has no accumulated losses. The Company has incurred cash loss ₹ 30,18,115.82 in the financial year but has not incurred cash loss in the immediately preceding financial year.
- xi) The Company has not taken any loan from Financial Institution or Bank. The Company has no Debenture holders.
- xii) As informed to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The Company is not a chit fund, nidhi or mutual benefit fund/society.
- xiv) Proper records of transactions and contracts are maintained by the Company in respect of dealing or trading in shares, securities, debentures and other Investments and timely entries have been made therein. The Shares and other investments have been held in the name of the Company except to the extent of the exemption granted under section 49 of the Companies Act, 1956.
- xv) The Company has not given any guarantee for loans taken by others from bank or financial Institutions.
- xvi) The term loans obtained by the company have been applied for the purpose for which they were raised.



PATNI & CO.

CHARTERED ACCOUNTANTS

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BASEMENT, NEW DELHI - 110 060
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- xvii) According to information and explanation given to us and on an overall examination of the balance sheet of the company, funds raised on short term basis have, prima-facie, not been used for long term investment.
- xviii) The company has not made preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.
- xix) According to the records of the company, the company has not issued any debenture.
- xx) The Company has not raised any money by Public Issue.
- xxi) During the checks carried out by us, any fraud on or by the company has not been noticed or reported during the year under report.

Place: 1, India Exchange Place
Kolkata - 700 001

Dated : The 28th day of June 2013



For PATNI & CO.
CHARTERED ACCOUNTANTS
(Firm Reg. No. 320304E)

PAVEL PANDYA
(Partner)
Membership No. 300667

CHITRAKUT HOLDINGS LTD.

Balance Sheet as at 31st March, 2013

(Amount in ₹)

Particulars	Note No.	As at 31st March 2013	As at 31st March 2012
EQUITY AND LIABILITIES			
<u>SHAREHOLDERS' FUND</u>			
Share Capital	2.1	73,199,980.00	30,000,000.00
Reserves and Surplus	2.2	99,900,857.35	103,389,287.87
Share Application pending allotment	2.3	-	43,200,000.00
<u>Non-Current Liabilities</u>			
Long Term Borrowings	2.4	975,000.00	975,000.00
Long Term Provisions	2.5	1,192,518.70	696,703.00
Deferred Tax Liability	2.6	-	-
<u>Current Liabilities</u>			
Short- Term Borrowings	2.7	7,700,000.00	2,500,000.00
Other Current Liabilities	2.8	66,644.00	51,794.61
Short- Term Provisions	2.9	364,010.00	349,035.00
Total		183,399,010.05	181,161,820.48
ASSETS			
<u>Non - Current Assets</u>			
Fixed Assets			
Tangible Assets	2.10	72,516.00	11,403.00
Non-Current Investments	2.11	12,113,730.26	20,213,278.26
Deferred Tax Assets	2.12	1,490.00	6,537.00
Long Term Loans & Advances	2.13	5,258,156.00	4,267,031.00
<u>Current Assets</u>			
Inventories	2.14	7,165,521.45	8,502,261.48
Trade Recievables	2.15	40,170.00	-
Cash & Bank Balances	2.16	9,368,717.69	5,970,720.09
Short- Term Loans And Advances	2.17	149,378,708.65	142,190,589.65
Total		183,399,010.05	181,161,820.48
Significant Accounting Policies	1		
Notes to Financial Statements	2	-	-

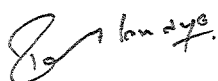
Notes referred to above form an integral part of financial statements

As per attached report on even date

For **PATNI & CO.**

Firm Reg. No. 320304E

CHARTERED ACCOUNTANTS

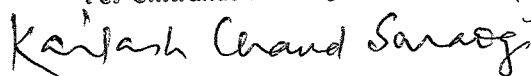


Pavel Pandya
(Partner)
M.No- 300667



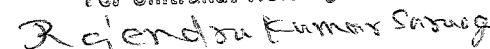
On behalf of the board

For Chitrakut Holdings Ltd.



Director

For Chitrakut Holdings Ltd.



Director

Place : Kolkata

Date : The 28 th Day of June, 2013

Director

Director

CHITRAKUT HOLDINGS LTD.

Statement of Profit and Loss for the year ended 31st March, 2013

(Amount in ₹)

Particulars	Note No.	Year ended 31st March, 2013	Year ended 31st March, 2012
REVENUE :			
Revenue from Operations	2.18	39,978,394.58	37,684,870.74
Other Income	2.19	1,659,474.73	2,684,878.27
Total Revenue		41,637,869.31	40,369,749.01
Expenses:			
Purchase of Stock-in-Trade	2.20	41,678,960.75	33,280,469.82
(Increase) / Decrease of Inventories of Traded Goods	2.21	1,336,740.03	3,905,350.11
Employee Benefit Expense	2.22	196,000.00	308,000.00
Finance Cost	2.23	675,024.00	209,016.00
Depreciation And Amortization Expense	2.24	7,519.00	2,746.00
Other Expenses	2.25	1,178,133.05	1,695,763.40
Total Expenses		45,072,376.83	39,401,345.33
Profit before exceptional items and tax		(3,434,507.52)	968,403.68
Exceptional Items		-	-
Profit before tax		(3,434,507.52)	968,403.68
Tax expense:	2.26		
1) Current tax		-	191,001.00
2) Deferred tax		5,047.00	276.00
3) Tax for Earlier Year		48,896.00	-
Profit(Loss) for the period		(3,488,450.52)	777,126.68
Earning per equity share:	2.27		
1) Basic (Equity Share Face Value ₹ 10/- each)		(1.16)	0.26
2) Diluted (Equity Share Face Value ₹ 10/- each)		(1.16)	0.26
Significant Accounting Policies	1		
Notes to Financial Statements	2		

Note : The notes referred to above form an integral part of the Financial Statement

As per attached report on even date

For **PATNI & CO.**

Firm Reg. No. 320304E

CHARTERED ACCOUNTANTS

Pavel Pandya



Pavel Pandya

(Partner)

M.No- 300667

On behalf of the board

For Chitrakut Holdings Ltd.

For Chitrakut Holdings Ltd.

Kailash Chand Sarvag *Rajendra Kumar Sarvag*

Director

Director

Director

Director

Place : Kolkata

Date : The 28 th Day of June, 2013

CHITRAKUT HOLDINGS LTD.

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

	2012-2013 ₹	2011-2012 ₹
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) Adjustment before Tax & Extra Ordinary items	(3,434,507.52)	968,403.68
<u>Add/ Less Adjustment for:</u>		
Depreciation	7,519.00	2,746.00
Provision for Standard Asset	14,975.00	58,288.00
Profit/Loss on Sale of Investment	500,026.47	-
Provision for Non Performing Assets	495,815.70	606,703.00
Operating Profit before Working Capital Changes	(2,416,171.35)	1,636,140.68
<u>Add/Less:- Adjustment for:</u>		
1. (Increase)/Decrease in Inventories	1,336,740.03	3,905,350.11
2. (Increase)/Decrease in Current & Non Current Assets	(8,179,244.00)	(8,629,174.00)
3. Increase/(Decrease) in Current Liabilities & Provisions	14,849.39	(6,069,922.37)
4. (Increase)/Decrease in Trade Receivables	(40,170.00)	188,691.00
Cash Generated from Operation	(9,283,995.93)	(8,968,914.58)
Direct Taxes Paid (Net of Refunds)	48,896.00	(191,001.00)
	(9,332,891.93)	(9,159,915.58)
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(68,632.00)	-
Purchase of Investments	-	-
Sale of Investments	7,599,521.53	-
Net Assets Acquired on Amalgamation	-	-
Net Cash used in Investment Activities	7,530,889.53	-
C: CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Loan Liability	5,200,000.00	2,500,000.00
	5,200,000.00	2,500,000.00
Net Increase in cash & cash equivalents(A+B+C)	3,397,997.60	(6,659,915.58)
Cash and cash equivalents (Opening Balance)	5,970,720.09	12,630,635.67
Cash and cash equivalents (Closing Balance)	9,368,717.69	5,970,720.09
	-	-

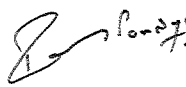
This is the Cash Flow Statement referred to in our report of even date

For and on Behalf of the Board

For **PATNI & CO.**

Firm Reg. No. 320304E

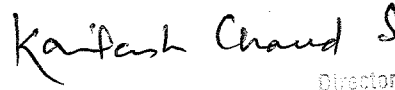
CHARTERED ACCOUNTANTS


Pavel Pandya
(Partner)
M.No- 300667

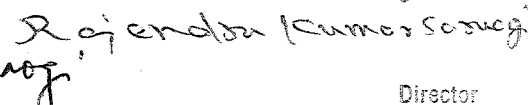


On behalf of the board

For Chittrakut Holdings Ltd.


Karan Chaud Sarangi
Director

For Chittrakut Holdings Ltd.


Rajendra Kumar Sarangi
Director

Place : Kolkata

Date : The 28 th Day of June, 2012

Director

Director

CHITRAKUT HOLDINGS LTD.

1. Significant Accounting Policies

A. Accounting Convention & System of Accounting

The accompanying financial Statements are prepared under the historical cost convention on accrual basis of accounting. These are presented in accordance with the normally accepted Accounting Principles in India, provisions of the Companies Act, 1956, and the guidelines issued by the Reserve Bank of India, wherever applicable.

B. Revenue Recognition

Sales

Income from Sale of Shares is recognized on the date of transaction.

Interest Income

Interest on Loan is recognized on a time proportion basis taking into account the outstanding amount and the applicable rate.

C. Fixed Assets

All Fixed Assets are stated at acquisition cost less depreciation.

D. Depreciation

Depreciation on Fixed Assets is charged on Written down Value Method at the rates prescribed under Schedule XIV of the Companies Act 1956.

E. Stock in Trade

Shares and Securities purchased for trading purpose are shown as stock in shares and securities under the head current assets and are valued at cost or market price/break up value whichever is lower.

F. Investments

Investments are long term in nature and are stated at cost of acquisition. In the opinion of the management, the decline in the market value of investment is temporary in nature; hence no provision for diminution in the value of investments has been made.

G. Retirement Benefit

Payment of Gratuity Act is not applicable to the company as numbers of employees are less than the minimum required for applicability of Gratuity Act.

F. Taxation

- Provision for taxation has been made as per current rules & regulations of the Income Tax Act, 1961.
- Deferred tax liabilities or assets are recognized using the future tax rates, to the extent the management feels that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets/liabilities can be realized. Such assets/ liabilities are reviewed as at each Balance Sheet date, to reassess realization.

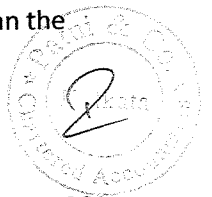
For Chitrakut Holdings Ltd.

Kanishk Chand Sarvag

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarvag

Director



CHITRAKUT HOLDINGS LTD.

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13 ₹	2011-12 ₹
2.1 SHARE CAPITAL		
Authorised		
73,50,000 Equity Shares of ₹ 10 each	73,500,000.00	73,500,000.00
Issued, Subscribed and Paid-up		
73,19,998 Equity Shares of ₹ 10 each fully paid up (Prev. Year 30,00,000 Equity Shares of ₹ 10 each fully paid up)	73,199,980.00	30,000,000.00

2.1.1 Terms attached to equity shares

The company has only one class of shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

2.1.2 The reconciliation of the number of shares outstanding is set out below:

Particulars	No. of Shares	No. of Shares
At the beginning of the period	3,000,000	3,000,000
Add: Issued during the period		
Shares allotted on Amalgamation	4,319,998	-
Outstanding at the end of reporting date	7,319,998	3,000,000

2.1.3 Details of shareholders holding more than 5% of Equity shares

Name of the Shareholder	Number of Shares held	% of Shareholding	Number of Shares held	% of Shareholding
Rajendra Kumar Saraogi	173,000	2.36	173,000	5.77
Larry Dealers Private Limited	416,666	5.69	-	-
Netikta Vyaapar Private Limited	650,000	8.88	-	-
Bipasha Vyaapar Private Limited	550,000	7.51	-	-
Aakansha Trexim (P) Ltd	300,000	4.10	300,000	10.00

2.1.4 Pursuant to scheme of amalgamation, during the financial year 43,19,998 Equity Shares were allotted to the shareholders of Paradise Tie Up Private Limited (i.e. without payment received in Cash)

2.2 RESERVE & SURPLUS

A) SECURITIES PREMIUM

Opening Balance	86,000,000.00	86,000,000.00
Add: During the Year	20.00	-
Closing Balance	86,000,020.00	86,000,000.00

B) STATUTORY RESERVE

Opening Balance	3,547,215.00	3,391,790.00
Add: During the Year	-	155,425.00
Closing Balance	3,547,215.00	3,547,215.00

C) SURPLUS/ (DEFICIT)

Opening Balance	13,842,072.87	13,220,371.19
Add: During the Year (From Statement of Profit & Loss)	(3,488,450.52)	777,126.68
	10,353,622.35	13,997,497.87
Less: Transfer to Reserve Fund	-	155,425.00
Closing Balance	10,353,622.35	13,842,072.87
TOTAL (A + B + C)	99,900,857.35	103,389,287.87

(20% of Profit after Tax has been transferred to Statutory Reserve as per section 45 (1c) of the RBI Act, 1934)

2.3 SHARE APPLICATION PENDING ALLOTMENT

Capital Suspense	-	43,200,000.00
------------------	---	---------------

Pursuant to scheme of amalgamation as approved by High Court of Calcutta, shares of the company will be allotted to the shareholders of transferor company i.e. Paradise Tie up (P) Ltd. in the ratio 10:6.

2.4 LONG TERM BORROWINGS

Unsecured

Security Deposit	975,000.00	975,000.00
	975,000.00	975,000.00

2.5 LONG TERM PROVISIONS

Provision for NPA	1,192,518.70	696,703.00
	1,192,518.70	696,703.00

For Chittrakut Holdings Ltd.

Kailash Chand Saraf

Director

For Chittrakut Holdings Ltd.

Rajendra Kumar Saraogi

Director

CHITRAKUT HOLDINGS LTD.

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13		2011-12	
	₹		₹	
2.6 DEFERRED TAX LIABILITY				
On Depreciation	-		-	
2.7 SHORT TERM BORROWINGS				
Unsecured				
<u>Loans Repayable on Demand</u>				
From Others	7,700,000.00		2,500,000.00	
	<u>7,700,000.00</u>		<u>2,500,000.00</u>	
2.8 OTHER CURRENT LIABILITIES				
Liabilities for Expenses	66,644.00		51,794.61	
	<u>66,644.00</u>		<u>51,794.61</u>	
2.9 SHORT TERM PROVISIONS				
Contingent Provision Against Standard Assets	364,010.00		349,035.00	
2.8.1 Contingent Provision against Standard Assets have been provided @ 0.25% of Total Standard Assets (Loan)				
2.11 NON CURRENT INVESTMENTS				
(Non Trade) (Detail as per Annexure I)				
(At Cost less provision for other than temporary diminution)				
i) Investment in Equity Instrument				
a) Quoted Shares	4,505,250.26		6,404,798.26	
b) Unquoted Shares	47,640.00		47,640.00	
ii) Investment in Mutual Funds	3,000,000.00		9,200,000.00	
iii) Investment in Property	4,560,840.00		4,560,840.00	
	<u>12,113,730.26</u>		<u>20,213,278.26</u>	
2.12 DEFERRED TAX ASSETS				
On Depreciation	1,490.00		6,537.00	
2.13 LONG TERM LOANS & ADVANCES				
(Unsecured, Considerd Doubtful)				
Loan to Others	5,258,156.00		4,267,031.00	
	<u>5,258,156.00</u>		<u>4,267,031.00</u>	
2.14 INVENTORIES				
In Quoted Shares	Qty	Amount	Qty	Amount
ABB	2,250	1,099,687.50	2,250	1,792,800.00
Aditya Birla Money	1,500	21,300.00	1,500	21,300.00
Ashok Leyland	1,000	21,850.00	1,000	30,350.00
Ashok Leyland (Bonus)	1,000	21,850.00	1,000	30,350.00
Bhel	500	88,500.00	500	128,575.00
BPCL	-	-	600	367,110.00
Central Bank of India	800	53,360.00	800	80,680.00
Century Textile	100	28,705.00	100	35,055.00
CESC	500	132,425.00	500	135,850.00
Dena Bank	-	-	1,000	90,050.00
DSQ Software Ltd.	5,000	5,000.00	5,000	5,000.00
EIH Ltd.	727	40,094.05	727	58,632.55
GMR Infra	3,500	75,600.00	3,500	108,675.00
GVK Power & Infrastructure	250	2,287.50	250	4,350.00
HCC	2,500	34,125.00	2,500	64,250.00
HDIL	1,000	46,200.00	1,000	85,650.00
Hindustan Petroleum	600	171,120.00	600	182,160.00
Indian Hotel	1,000	53,550.00	1,000	63,700.00
Inox Leisure Ltd.	-	-	250	11,137.50
IOC	1,450	380,915.00	1,450	380,915.00
IVRCL Infra	250	4,812.50	250	16,537.50
IVRCL Infra (Bonus)	250	-	250	-
Jaiprakash Associates	2,750	179,987.50	2,750	224,675.00
Jaiprakash Associates (Bonus)	750	-	750	-
Lanco Infratech Ltd.	500	5,150.00	500	13,325.00
LIC Housing Finance	-	-	500	113,050.00
Maruti	-	-	450	567,967.50
Piramal Health Care Ltd.	-	-	250	106,080.10



For Chitrakut Holdings Ltd. For Chitrakut Holdings Ltd.
Kaishash Chand Sarvag *Rajendra Kumar Sarvag*
 Director Director

CHITRAKUT HOLDINGS LTD.

Notes on Financial Statements for the Year ended 31st March, 2013

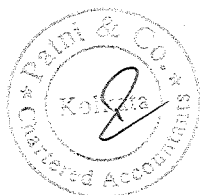
		2012-13		2011-12
		₹		₹
Piramal Life Sciences	1,000	2,019.90	1,000	2,019.90
Power Grid	500	50,950.00	500	50,950.00
Reliance Capital	850	265,795.00	850	333,540.00
Reliance Communications	1,250	69,125.00	1,250	105,062.50
Royal Orchid Hotel	2,000	58,800.00	2,000	97,400.00
Sail	1,500	93,825.00	1,500	141,375.00
Satyam Computers	-	-	14,500	952,650.00
SBI	400	829,100.00	400	838,540.00
Sesa Goa	1,525	237,137.50	1,525	242,111.43
Shreenath Commercial	121,000	2,516,800.00	-	-
Shree Renuka Sugar	1,000	22,200.00	1,000	31,550.00
South Indian Bank	5,000	114,250.00	5,000	114,250.00
SPML Infra Ltd.	3,000	130,500.00	3,000	245,550.00
Sterlite Industries	2,000	187,400.00	2,000	222,100.00
Sterlite Industries (Bonus)	500	-	500	-
Suzlon	6,250	85,000.00	6,250	157,812.50
Tech Mahindra	-	-	100	67,615.00
The Karnataka Bank	-	-	700	66,955.00
TVS Motor	500	16,150.00	500	20,500.00
TVS Motor (Bonus)	500	-	500	-
UB Holdings	500	19,950.00	500	33,450.00
United Spirits	-	-	100	60,605.00
	<u>177,452</u>	<u>7,165,521.45</u>	<u>74,902</u>	<u>8,502,261.48</u>
2.15 TRADE RECEIVABLES				
(Unsecured Considered good)				
Debts Outstanding for a period exceeding 6 months		40,170.00		-
Other Debts		-		-
		<u>40,170.00</u>		<u>-</u>
2.16 CASH AND CASH EQUIVALENTS				
a) Balances with Bank				
On Current Account		8,561,270.08		5,562,232.48
b) Cash in hand (As certified by the Management)		807,447.61		408,487.61
		<u>9,368,717.69</u>		<u>5,970,720.09</u>
2.17 SHORT TERM LOANS AND ADVANCES				
(Unsecured, Considered Good)				
Loan to Others		145,604,044.00		139,614,028.00
Advance to Staffs		-		34,000.00
Professional Tax Receivable		845.00		-
Balances with Revenue Authorities		3,773,819.65		2,542,561.65
(Net Of Provision of ₹ 4,61,912/- & Prev.Year ₹ 609,869/-)				
		<u>149,378,708.65</u>		<u>142,190,589.65</u>

For Chittrakut Holdings Ltd.

Kantash Chand Sarangi
Director

For Chittrakut Holdings Ltd.

Rajendra Kumar Sarangi
Director



CHITRAKUT HOLDINGS LTD.

Note No. 2.10 - Fixed Assets

Tangible Assets

Gross Block

	Furniture & Fixture	Computer	Office Equipment	Total
Cost/ Valuation				
At 1 April 2011	160,000.00	79,836.00	-	239,836.00
Additions	-	-	-	-
Disposals	-	-	-	-
As at March 2012	160,000.00	79,836.00	-	239,836.00
Additions	-	43,472.00	25,160.00	68,632.00
Disposals	-	-	-	-
As at March 2013	160,000.00	123,308.00	25,160.00	308,468.00

Depreciation

	Furniture & Fixture	Computer	Office Equipment	Total
At 1 April 2011	146,689.00	78,998.00	-	225,687.00
Charge for the year	2,410.00	336.00	-	2,746.00
Disposals/Reversal	-	-	-	-
As at March 2012	149,099.00	79,334.00	-	228,433.00
Charge for the year	1,973.00	5,441.00	105.00	7,519.00
Disposals/Reversal	-	-	-	-
As at March 2013	151,072.00	84,775.00	105.00	235,952.00

NET BLOCK

As at March 2012	10,901.00	502.00	-	11,403.00
As at March 2013	8,928.00	38,533.00	25,055.00	72,516.00

For Chitrakut Holdings Ltd.

Kailash Chand Sarvag

Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarvag

Director



CHITRAKUT HOLDINGS LTD.

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13 ₹	2011-12 ₹
2.18 REVENUE FROM OPERATION		
Sale of Products		
Sale Of Share & Securities	23,425,729.58	21,675,031.74
Interest		
Interest on Loan (TDS ₹ 16,46,772/- Prev. Year ₹ 1,592,469/-)	16,552,665.00	16,009,839.00
Other Operating Income		
Profit/(Loss) on Futures & Option	-	-
Speculation Profit	-	-
	<u>39,978,394.58</u>	<u>37,684,870.74</u>
2.19 OTHER INCOME		
Interest Income		
Interest on IT Refund	51,893.00	20,076.00
Dividend Income		
Dividend on Stock	100,972.20	105,166.80
Dividend on long Term Investment	56,374.00	609,635.47
Profit/(Loss) on Sale of Investment	(500,026.47)	-
Other Non-Operating Income		
Rent (TDS ₹ 1,95,027/- Prev. Year ₹ 1,95,000)	1,950,262.00	1,950,000.00
Misc. Income	-	-
	<u>1,659,474.73</u>	<u>2,684,878.27</u>
2.20 PURCHASE OF STOCK IN TRADE		
Shares & Securities	41,678,960.75	33,280,469.82
2.21 (INCREASE) / DECREASE OF INVENTORIES OF TRADED GOODS		
Inventories at the beginning of the year	8,502,261.48	16,802,483.08
Less : Transferred to Long Term Investments	-	4,394,871.49
Inventories at the end of the year	7,165,521.45	8,502,261.48
	<u>1,336,740.03</u>	<u>3,905,350.11</u>
2.22 EMPLOYEE BENEFIT EXPENSES		
Salary and Bonus	196,000.00	308,000.00
2.23 FINANCE COST		
Interest Expense	675,024.00	209,016.00
2.24 DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation	7,519.00	2,746.00
2.25 OTHER EXPENSES		
a) Rates and taxes, excluding, taxes on income	4,450.00	4,790.00
b) <u>Payment to Auditors</u>		
i) As Audit Fees	8,427.00	8,427.00
ii) As Tax Audit Fees	2,809.00	2,809.00
ii) For Other Matter	-	-
c) Security Transaction Tax	48,900.00	31,732.00
d) Miscellaneous expenses	291,176.35	658,504.40
e) Provision For NPA	495,815.70	606,703.00
f) Provision for Standard Asset	14,975.00	58,288.00
g) Rent	12,000.00	12,000.00
h) Municipal Taxes	299,580.00	312,510.00
i) Commission	-	-
	<u>1,178,133.05</u>	<u>1,695,763.40</u>
2.26 TAX EXPENSE		
a) <u>Current Tax</u>		
Provision for Taxation	-	191,001.00
b) Deferred Tax	5,047.00	276.00
	<u>5,047.00</u>	<u>191,277.00</u>
2.27 EARNING PER EQUITY SHARE		
Net Profit as per Statement of Profit & Loss	(3,488,450.52)	777,126.68
Number of Equity Shares	3,000,000	3,000,000
Earning Per Share (Basic/ Diluted)	(1.16)	0.26



For Chitrakut Holdings Ltd.

Rajendra Kumar Sarvag

Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarvag

Director

CHITRAKUT HOLDINGS LTD.

2. NOTES ON FINANCIAL STATEMENTS

2.28 The Company has complied with the Prudential Norms as per NBFC's (Reserve Bank) Directions, 1998 with regard to income recognition assets classification, accounting standard and provision for bad and doubtful debts as applicable to it.

2.29 Related Party Disclosure

Related Party disclosures as per the requirements of Accounting Standard 18 –“Related Party Disclosure” are given below –

a) Related Parties

Key Management Personnel (KMP): Mr. Rajendra Kumar Saraogi, Mr. Kailash Chand Saraogi

b) Transaction with Related Parties: -

(₹ In Lacs)

Name of the Party	Relation	Nature of Transaction	Volume of Transaction		Outstanding as on	
			2012-13	2011-12	31.03.2013	31.03.2012
G.M.Holdings (P) Ltd	KMP having significant Influence	Advance Taken Advance Repaid	3.00 3.00	20.00 20.00	--	--
Sunshine Fintrade (P) Ltd	KMP having significant Influence	Advance Taken Advance Repaid	1.00 1.00	10.00 10.00	--	--
Ganeshmal Mohanlal	Associate	Rent Given	0.12	0.12	---	---

2.30 Information about Primary Business Segment:

(₹ In Lacs)

Particulars	Current Year			Previous Year		
	Dealing in Shares & Securities	Loan Financing	Total	Dealing in Shares & Securities	Loan Financing	Total
A: REVENUE						
Total Revenue	234.26	164.51	398.77	216.75	160.10	376.85
B: RESULT						
Segment Result	(195.90)	164.51	(31.39)	(155.10)	160.10	5.00
Less: Unallocated Corporate Expenses net of unallocated income			2.87	--	--	(4.68)
Operating Profit	--	--	(28.52)	--	--	9.68
Tax Expenses	--	--	0.63	--	--	1.91
Net Profit	--	--	(29.17)	--	--	7.77
C: OTHER INFORMATION						
Segment Assets	194.67	1508.62	1703.29	287.16	1438.81	1725.97
Unallocated Corporate Assets			132.46			85.65
Total Assets			1835.75			1811.62
Segment Liabilities	--	10.61	10.61	--	10.46	10.46
Unallocated Corporate Liabilities			88.42			35.27
Total Liabilities			99.03			45.73
Depreciation			0.08			0.03
Non-cash Expenses other than depreciation			0.15			6.65

CHITRAKUT HOLDINGS LTD.

- 2.31 Schedule to the Balance Sheet of a Non Banking Financial Company (as required in terms of paragraph 13 of Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007) is annexed separately.
- 2.32 Management has determined that there were no balances outstanding as at the beginning of the year and no transactions entered with Micro, Small and Medium Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, during the current year, based on the information available with the Company as at March 31, 2013.
- 2.33 Quantitative Information for the year ended 31st March 2013

Particulars	Units	2012-2013		2011-2012	
		Qty	Amount(₹)	Qty	Amount(₹)
<u>Opening Stock</u>					
Shares & Securities	Nos	74902	8502261.48	128447	16802483.08
<u>Purchases</u>					
Shares & Securities	Nos	331800	25,208,785.86	113850	18580469.82
Mutual Fund	Unit	677903.710	1,64,70,174.89		
<u>Sales</u>					
Shares & Securities	Nos	229250	6838923.57	167395	6880750.96
Mutual Fund	Unit	677903.710	16,58,806.01		
<u>Closing Stock</u>					
Shares & Securities	Nos	177452	7165521.45	74902	8502261.48

2.34 Presentation and disclosure of financial statements.

Previous year's figures have been regrouped and/or rearranged wherever considered necessary.

1, India Exchange Place
Kolkata – 700 001
Date: June 28, 2013



For Chitrakut Holdings Ltd.

Kailash Chand Sanyal

Director

Director

For PATNI & CO.
Firm Reg. No. 320304E
CHARTERED ACCOUNTANTS

Pavel Pandya

Pavel Pandya
(Partner)

Memb. No. 300667 For Chitrakut Holdings Ltd.

Rajendra Kumar Sanyal

Director

Director

CHITRAKUT HOLDINGS LIMITED

Annexure-I

Detail of Investment

Script Name	Face Value	Investment as at 31ST MARCH 2013		Investment as at 31ST MARCH 2012	
		QTY	AMOUNT	QTY	AMOUNT
<u>i) Investment in Equity Instruments</u>					
<u>a) Quoted Shares</u>					
Reliance Infra (Formerly Reliance Energy)	10.00	250	312,712.50	250	312,712.50
Reliance Industries	10.00	3,844	3,655,023.49	4,844	4,771,871.49
Unitech	2.00	10,000	404,000.00	10,000	404,000.00
Zicom	10.00	-	-	6,000	782,700.00
Tata Consultancy Services Ltd.	1.00	368	133,514.27	368	133,514.27
Total (a)		14,462	4,505,250.26	21,462	6,404,798.26
<u>b) Unquoted Shares</u>					
Systemma Shyam Telelink	10.00	20,644	47,640.00	20,644	47,640.00
Total (b)		20,644	47,640.00	20,644	47,640.00
<u>ii) Investment in Mutual Funds</u>					
<u>Quoted</u>					
HDFC Equity Fund-DP		-	-	9,837.872	500,000.00
HDFC Top 200 Fund-DP		-	-	129,368.995	5,700,000.00
Reliance Growth Fund-G		5,811.129	3,000,000.00	5,811.129	3,000,000.00
		5,811.129	3,000,000.00	145,017.996	9,200,000.00
<u>iii) In Property</u>					
			4,560,840.00		4,560,840.00
TOTAL (i)+(ii)+(iii)			12,113,730.26		20,213,278.26
Market Value of Quoted Investments			3,867,516.10		4,257,052.50
NAV of Mutual Funds			2,637,154.26		8,029,836.82

Director

Director

For Chitrakut Holdings Ltd.

Kailash Chaudhary

Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarda

Director



CHITRAKUT HOLDINGS LTD.

Annexure to the

Balance sheet of a Non - Deposit taking Non-Banking Financial Company

[as required in terms of paragraph 13 of Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007]

(₹ in lakhs)

Particulars		Amount Outstanding	Amount Overdue
Liabilities Side :			
(1)	Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid :		
	(a) Debentures : Secured	Nil	Nil
	: Unsecured	Nil	Nil
	(Other than falling within the meaning of public deposits)		
	(b) Deferred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter-corporate loans and borrowing	Nil	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Other Loans	77.00	Nil
Assets side		Amount Outstanding	
(2)	Break-up of Loans and Advances including bills receivables [Other than those included in (4) below] :		
	(a) Secured		Nil
	(b) Unsecured		1508.62
(3)	Break up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities :		
	(i) Lease assets including lease rentals under sundry debtors.		
	(a) Financial Lease		Nil
	(b) Operating Lease		Nil
	(ii) Stock on hire including hire charges under sundry debtors :		
	(a) Assets on hire		Nil
	(b) Repossessed Assets.		Nil
	(iii) Other loans counting towards AFC activities		
	(a) Loans where assets have been repossessed		Nil
	(b) Loans other than (a) above		Nil

For Chitrakut Holdings Ltd.

Kantash Chand Sarangi

Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarangi

Director



(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :		
Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
2. Other than related parties		
Quoted Shares	110.32	194.48
Unquoted Shares	0.48	0.48
Units of Mutual Funds	26.37	30.00
Others (Property)	45.61	45.61
Total	182.78	270.56
(7) Other Information		
Particulars		Amount
(i)	Gross Non-Performing Assets	52.58
	(a) Related parties	-
	(b) Other than related parties	52.58
(ii)	Net Non-Performing Assets	40.66
	(a) Related parties	-
	(b) Other than related parties	40.66
(iii)	Assets acquired in satisfaction of debt	Nil

Notes :

- As defined in Paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investment should be disclosed irrespective of whether they are classified as long term or current in column (4) above.

For Chitrakut Holdings Ltd.

Kailash Chaudhary Sarvag, Rajendra Kumar Sarvag

Director

