

# CHITRAKUT HOLDINGS LIMITED

Registered Office : 1/1, Camac Street  
3rd Floor, Suite No.7, Kolkata - 700 016  
Tele : 22296351/55 \*\*E-mail : gmchl@rediffmail.com  
CIN : L51909WB1988PLC044765

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## NOTICE

NOTICE IS HEREBY GIVEN that the Twenty Sixth Annual General meeting of the members of Chittrakut Holdings Limited will be held at 1/1, Camac Street, 3rd Floor, Suite No.7, Kolkata - 700 016, on Tuesday, the 30<sup>th</sup> day of September, 2014 at 11.00 A.M. to transact the following business:

### AS ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as on 31<sup>st</sup> March, 2014 and Profit and Loss Account for the year ended on that date together with the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Rajendra Kumar Saraogi (DIN: 00002503), who retires by rotation, and being eligible offers himself for reappointment.
3. To appoint a Director in place of Shri Kailash Chand Saraogi (DIN: 00002512), 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/-."

### SPECIAL BUSINESS:

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, (Act) approval of the Company be and is hereby given to the appointment of Mr. Ashok Kumar Jain (DIN: 00007535), whose period of office was liable to determination by retirement of Directors by rotation and in respect of whom the Company has received a notice in writing in terms of Section 160 of the Act, as an Independent Director of the Company who shall hold office from 1st April, 2014 to 31st March, 2019 and whose office shall not, henceforth, be liable to determination by retirement of Directors by rotation."

6. To consider and if, thought fit, to pass with or without modification(s) the following Resolution as Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, (Act) approval of the Company be and is hereby given to the appointment of Mr. Mahendra Kumar Pandya (DIN: 00007526), whose period of office was liable to determination by retirement of Directors by rotation and in respect of whom the Company has received a notice in writing in terms of Section 160 of the Act, as an Independent Director of the Company who shall hold office from 1st April, 2014 to 31st March, 2019 and whose office shall not, henceforth, be liable to determination by retirement of Directors by rotation."

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## NOTES:

1. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to Special Businesses to be transacted at the Annual General Meeting (AGM) is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY (IES) TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution / authority, as applicable.
3. The Register of Members & Share Transfer Books of the Company will remain closed from 25<sup>th</sup> day of September, 2014 to 30<sup>th</sup> day of September, 2014 (Both days inclusive).
4. All requests for transfer of shares and allied matters along with the relevant transfer deeds and/or share certificates should be sent to the Company's Registrar and Share Transfer Agents, viz., Niche Technologies Pvt. Ltd.
5. The Company's shares are enlisted with NSDL and CDSL for participation into Electronic Depository System operated by them. Its shares are compulsorily to be traded in Electronic Form and the security bears code no. INE228E01011.
6. Members are requested to notify immediately any change in their address to the Registrar and Share Transfer Agents of the Company quoting their folio numbers, to ensure prompt service.
7. Members holding shares in the same name under different folios are requested to apply for consolidation of such folios and send relevant Share Certificates to the Registrar and Share Transfer Agents of the Company.
8. Members are requested to produce the enclosed Attendance Slip at the entrance of the Office and bring their copies of Annual Report to the meeting, as extra copies will not be supplied.
9. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members who have not registered their e-mail address with the Company can now register the same by writing to the Registrar of the Company, M/s. Niche Technologies Private Limited,  
D-511, Bagree Market, 5<sup>th</sup> Floor, 71 B.R.B. Basu Road, Kolkata - 700001

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10. Members holding shares in demat form are requested to register their e-mail address with their Depository Participant(s) only. Members of the Company, who have registered their e-mail address, are entitled to receive such communication in physical form upon request.
  11. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members whose e-mail IDs are registered with the Company or the Depository Participant(s) unless the Members have registered their request for a hard copy of the same. Physical copy of the Notice of AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their e-mail IDs with the Company or Depository Participant(s). Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the registration counter to attend the AGM. Members are requested to bring their admission slip along with copy of the Annual Report at the Annual General Meeting.
  12. Members seeking information regarding financial accounts of the Company are requested to write to the Company at least 7 (seven) days before the date of meeting so as to enable the management to keep the information ready.
  13. Re-appointment / Appointment of Directors: Pursuant to clause 49 of the listing agreement with the Stock Exchanges, the information in respect of Directors being re-appointment has been provided in the section of Corporate Governance incorporated elsewhere in the Annual Report.

#### 14. VOTING THROUGH ELECTRONIC MEANS

I.) Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote by electronic means. As an alternative to vote physically at the AGM, and the business may be transacted through e-Voting Services provided by Central Depository Services Limited (CDSL).

II.) Similarly, Members opting to vote physically can do the same by remaining present at the meeting and should not exercise the option for e-voting. However, in case Members cast their vote exercising both the options, i.e. physically and e-voting, then votes casted through e-voting shall be only be taken into consideration and treated valid whereas votes casted physically at the meeting shall be treated as invalid. The instructions for e-voting are as under, Members are requested to follow the instruction below to cast their vote through e-voting:

III.) The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 25<sup>th</sup> September'2014 at 10.00 A.M and ends on 26<sup>th</sup> September'2014 at 6.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 22<sup>nd</sup> August, 2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com) during the voting period
- (iii) Click on "Shareholders" tab.

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(iv) Now Enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Members holding shares in Physical Form should enter Folio Number registered with the Company, excluding the special characters.

(v) Next enter the Image Verification as displayed and Click on Login.

(vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.

(vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"><li>• Members who have not updated their PAN with the Company / Depository Participant are requested to enter in capital letters the PAN field of 10 characters as First 2 Characters of the First Holder Name followed by 8 characters consisting of Folio Number prefix by "0" (or 8 characters from right of BO-ID). No special characters or space will be taken from the name and folio number and name shall be excluded of titles like Mr / Mrs / Smt / Miss / Ms / M/s etc.</li></ul> <p>Example: 1) Mr. V. N. Swami and Folio Number is S/0245, the PAN will be VN000S0245 2) M/s. 4-square Company Ltd. and Folio Number is C-0052 the PAN will be 4S000C0052</p>
DOB	<p>Enter the Date of Birth as recorded in your demat account with the depository or in the company records for your folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Bank Account Number as recorded in your demat account with the depository or in the company records for your folio.</p> <ul style="list-style-type: none"><li>• Please Enter the DOB or Bank Account Number in order to Login.</li><li>• If both the details are not recorded with the depository or company then please enter in the Dividend Bank Details field the Number of Shares Held by you as on Cut-Off Date (Record Date) of 22/08/2014..</li></ul>

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

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- (xi) Click on the EVSN for the relevant Chitrakut Holdings Limited on which you choose to vote.
  - (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
  - (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
  - (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
  - (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
  - (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
  - (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
  - (xviii) Note for Institutional Shareholders
    - Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
    - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
    - After receiving the login details they have to create a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
    - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
    - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
15. Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at [navneet904@gmail.com](mailto:navneet904@gmail.com) with a copy marked to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) on or before September 26, 2014, upto 6 pm. without which the vote shall not be treated as valid
16. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 22-August-2014.

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17. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / depositories as at closing hours of business, on 22-August-2014.
  18. The shareholders shall have one vote per equity share held by them as on the cut-off date (record date) of 22-August-2014. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
  19. Mr. Navneet Jhunjhunwala, Practising Company Secretary, (Certificate of Practice Number 5184) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblocks the votes in the presence of at least two (2) witness not in the employment and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
  20. The results shall be declared on or after the AGM of the Company. The results declared alongwith the Scrutinizer's Report shall be displayed at the registered office of the company and website of CDSL within two (2) days of passing of the resolution at the AGM of the Company and will be communicated to the Stock Exchanges.

## 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: 52 years  
Qualification: B.Com  
Expertise: He has extensive experience in finance, investment, trading in Shares and securities and other fields since over 27 years.  
Other Directorships: 1 (One)
2. Name: Mr. Kailash Chand Saraogi  
Age: 68 years  
Qualification: Graduate  
Expertise: He has extensive experience in finance, investment, trading in Shares and securities and other fields since over 27 years.  
Other Directorships: 1 (One)

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EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

**Item No.5:-**

In accordance with the relevant provisions of the Articles of Association of the Company and the erstwhile provisions of the Companies Act, 1956, Mr. Ashok Kumar Jain had been appointed as Non-Executive Independent Director of the Company on 20th November, 2002 whose period of office was liable to determination by retirement of Directors by rotation under the erstwhile applicable provisions of the Companies Act 1956. The Board of Directors in their meeting dated 30th of May, 2014 has appointed Mr. Ashok Kumar Jain as Independent director of the Company to hold office from 1st April, 2014 till 31st March, 2019. However, such appointment is subject to approval of the shareholders in their meeting. Under the Companies Act, 2013, the Company is required to appoint independent directors for a fixed term and their office shall not be liable to determination by retirement of directors by rotation. Accordingly, in compliance of Sections 149, 150, 152, Schedule IV and any other applicable provisions of the Companies Act, 2013, Mr. Ashok Kumar Jain being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director who shall hold office from 1st April, 2014 to 31st March, 2019. A brief profile of the proposed Independent Director is provided elsewhere in the notice.

Notice has been received from a member proposing candidature of the above director for the office of Independent Director of the Company. In the opinion of the Board, Mr. Ashok Kumar Jain fulfills the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as Independent Director of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than the Independent Director for his appointment, are concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Ordinary Resolution as set out at Item no. 5 for approval of the Members.

**Item No.6:-**

In accordance with the relevant provisions of the Articles of Association of the Company and the erstwhile provisions of the Companies Act, 1956, Mr. Mahendra Kumar Pandya had been appointed as Non-Executive Independent Director of the Company on 20th November, 2002 whose period of office was liable to determination by retirement of Directors by rotation under the erstwhile applicable provisions of the Companies Act 1956. The Board of Directors in their meeting dated 30th of May, 2014 has appointed Mr. Mahendra Kumar Pandya as Independent director of the Company to hold office from 1st April, 2014 till 31st March, 2019. However, such appointment is subject to approval of the shareholders in their meeting. Under the Companies Act, 2013, the Company is required to appoint independent directors for a fixed term and their office shall not be liable to determination by retirement of directors by rotation. Accordingly, in compliance of Sections 149, 150, 152, Schedule IV and any other applicable provisions of the Companies Act, 2013, Mr. Mahendra Kumar Pandya being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director who shall hold office from 1st April, 2014 to 31st March, 2019. A brief profile of the proposed Independent Director is provided elsewhere in the notice.

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Notice has been received from a member proposing candidature of the above director for the office of Independent Director of the Company. In the opinion of the Board, Mr. Mahendra Kumar Pandya fulfills the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as Independent Director of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than the Independent Director for his appointment, are concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Ordinary Resolution as set out at Item no. 6 for approval of the Members.

Registered Office:  
1/1, Camac Street,  
3<sup>rd</sup> Floor, Suite No.7,  
Kolkata - 700 016  
Dated : 18.08.2014

*Kailash Chand Saraogi*

By Order of the Board  
Kailash Chand Saraogi  
Director



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## ATTENDANCE SLIP

(To be handed over at the entrance of the meeting Hall)  
(Annual General Meeting – 30<sup>th</sup> September, 2014)

I hereby record my presence at the Annual General Meeting of the Company held on Tuesday, 30<sup>th</sup> September, 2014 at 11.00 AM at 1/1, Camac Street, 3<sup>rd</sup> Floor, Suite No.7, Kolkata – 700016

Full Name of the member (In BLOCK LETTERS):.....

Folio No.....DP ID No.....Client ID No.....

Full Name of Proxy (In BLOCK LETTERS): .....

Member/Proxy(s)Signature.....

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## Form No. MGT--11

### PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 of the companies (Management and Administration) Rules, 2014]

CIN : L51909WB1988PLC044765  
Name of the Company : CHITRAKUT HOLDINGS LIMITED  
Registered Office : 1/1, Camac Street, 3rd Floor, Suite No.7, Kolkata - 700 016  
Name of the Members :  
Registered Address :  
E-Mail ID :  
Folio No./Client No. :  
DP ID :

I/We, being the member(s) of .....shares of the above Company, hereby appoint.

- Name.....Address.....  
E-Mail ID : ..... Signature.....Or falling him
- Name.....Address.....  
E-Mail ID : ..... Signature.....Or falling him
- Name.....Address.....  
E-Mail ID : ..... Signature.....Or falling him

As my/our proxy to attend and vote (on a poll) for me/us on my/our behalf at the AGM of the Company, to be held on 30<sup>th</sup> September, 2014 at 11.00 AM at 1/1, Camac Street, 3rd Floor, Suite No.7, Kolkata - 700 016 and at any adjournment thereof in respect of such resolution(s) as are indicated below:

Resolution No.	Resolution	For	Against
1.	Ordinary Resolution to Consider and adopt the Audited Financial Statements, Reports of Board of Directors and Auditors		
2.	Ordinary Resolution for Re-Appointment of Shri Rajendra Kumar Saraogi (DIN: 00002503) who retires by rotation		
3.	Ordinary Resolution for Re-Appointment of Shri Kailash Chand Saraogi (DIN: 00002512) who retires by rotation		
4.	Ordinary Resolution for Appointment of Auditors and to fix their Remuneration		
5.	Ordinary Resolution for Appointment of Shri Ashok Kumar Jain (DIN: 00007535) as an Independent Director		
6.	Ordinary Resolution for Appointment of Shri Mahendra Kumar Pandya (DIN: 00007526) as an Independent Director		

Signed this.....Day of.....2014  
Signature of Shareholder(s) Signature of proxy(s).....

Affix  
Revenue  
Stamp

Notes: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

### ELECTRONIC VOTING PARTICULARS

EVSN	User Id	Password
140903119	Please refer Note No. 14(III) in the Notice of the AGM.	

## CHITRAKUT HOLDINGS LIMITED

### DIRECTORS' REPORT

To  
The Members

Your Directors have pleasure in presenting the 26th Annual report on the business and operations of the Company together with Audited statements of accounts for the year ended 31st March, 2014 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	680,278.07	(3,434,507.52)
Tax expense:		
1) Current tax	200,000.00	-
2) Deferred tax	3,473.00	5,047.00
Tax for earlier year	87,366.65	48,896.00
Profit (loss) for the period	<u>389,438.42</u>	<u>(3,488,450.52)</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 Profit of ₹ 3.89 Lacs compared to previous year Loss of ₹ 34.88 Lacs.

The year 2013-2014 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 Kailash Chand Saraogi 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 :

- i) 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.
- ii) 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 Profit of the company for that period.
- iii) 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.
- iv) Your directors have prepared the accompanying Annual Accounts for the year ended 31st, March, 2014 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.

#### 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 : 30<sup>th</sup> day of May, 2014

For and on behalf of the Board

*Rajendra Kumar Saraogi*

Director

Rajendra Kumar Saraogi – Director  
For Chitrakut Holdings Ltd.

*Kailash Chand Saraogi*

Kailash Chand Saraogi – Director

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Economic Scenario**

A brief overview of the economy is in order. FY2014 has been yet another difficult year. FY2013 ended with a real GDP growth of 4.5%. FY2014 is not much better — and is expected to post 4.9% growth. Indeed, it may be lower. In any case, this represents two consecutive years of sub-5% GDP growth — something that cannot be good for the health of businesses that deal with financial sector products and services.

That is not all. With serious political uncertainties throughout FY2014 and overhang of many corruption scandals, the government's ability to take fair yet proactive and growth oriented decisions went into the deep freeze. There was more. In an environment of rapidly worsening investment climate, there were the twin dangers of high inflation and a dangerously high current account deficit. The Reserve Bank of India (RBI) responded swiftly by tightening monetary policy — which while taming the current account problem and temporarily dampening inflation expectations, increased the financial costs of doing business, which continues until the present.

These factors taken together created extremely challenging times for those businesses in the financial sector

### **Business Outlook**

During FY 2013-14, the economic activity in India remained subdued as the economic slowdown bottomed out due to pressure on exchange rate and continuous spell of global financial turbulence caused by capital outflows. However, strong policy measures helped the currency to stabilize, rebuild reserves, and narrow the excessive current account deficit. The Indian economy remains weak due to persistent inflation, fiscal imbalances, bottlenecks to investment, and inefficiencies that require structural reforms. Without a systemic resolution to these, growth is forecasted to pick up modestly. Economic recovery would have to be led by improved investment and consumption, but elevated inflation, a tight monetary stance, and a weak currency will continue to constrain spending.

Indian Non-Banking Finance Companies (NBFCs) faced a challenging economic environment during 2013-14 on account of subdued economic, industrial and manufacturing growth and relatively high credit costs due to increased risk perception in the economy. RBI had to calibrate monetary policy to balance weak growth with concerns over external and price pressures.

### **Analysis of performance for the year**

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

### **Opportunities and Threats**

Your Company as a Financial Institution has been catering to all segments of industry for more than a decade. Your Company will continue to strive for newer business opportunities in the form of creation of fresh assets, unlocking of unquoted shares and advisory services for generating higher fund based income and so on.

Persistently high interest rates in the domestic economy and delay in regulatory approvals has significantly reduced the credit offtake by industries. Challenging macro-economic conditions also affected the sentiments. It has been the endeavor of your Company to continuously analyze its portfolio risks and initiate timely interventions like diversification in order to chart out a balanced growth, despite the challenging environment. It is expected that an improvement in macro-economic environment will boost growth in industrial as well as other sectors, lower inflation and

will create more opportunities for your Company in the next year. It shall be the endeavor of your Company to strive for ways to lower down its cost of funds and thereby cater to borrowers with the best credit ratings.

Gradually strengthening regulatory framework for NBFC's will lead to more robust governance structures and better performance. Competition within the financial services sector is expected to strengthen, along with the entry of new banking players, but your Company sees them as opportunities for improvement.

### **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**

The Company continues to lay emphasis on people, its most valuable resource. In an increasingly competitive market for human resources, it seriously focuses on attracting and retaining the right talent. It provides equal opportunity to employees to deliver results.

### **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.

For Chitrakut Holdings Ltd.

Rajendra Kumar Sanyal

Director

For Chitrakut Holdings Ltd.

Karish Chaud Sanyal

Director

## CHITRAKUT HOLDINGS LIMITED

### CORPORATE GOVERNANCE

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

Corporate Governance is based on the principle of fairness, equity, transparency, accountability and dissemination of information. Chitrakut Holdings Limited (CHL) believes in maintaining highest standards of Corporate Governance as essential to its existence. CHL is fully committed to practicing best corporate governance and upholding the highest ethical standards in conducting business.

#### 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: 30.04.2013, 14.05.2013, 27.05.2013, 28.06.2013, 14.08.2013, 29.08.2013, 13.11.2013 and 14.02.2014

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 Pandya	Independent	Non-executive	8	---	Yes
Mr. Ashok Kumar Jain	Independent	Non-executive	8	1	Yes
Mr. Hiralal Pareek	Independent	Non-executive	7	---	Yes

\* Directorship held in Public Limited Company.

#### 3. AUDIT COMMITTEE

The terms of reference of the Audit Committee is to see the effectiveness of operations of the audit function of the Company, review the systems and procedures of internal control, oversee the Company's financial reporting process, review the periodical and annual financial statements before submission to the Board with the management and ensure compliance with the regulatory guidelines. The Committee is also responsible for objectively reviewing the reports of the internal auditors and statutory auditors and ensuring adequate follow up action by the management. The Committee also proposes the fixation of their fees.

As on 31st March, 2014, 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 14.05.2013, 28.06.2013, 14.08.2013, 13.11.2013 and 14.02.2014

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	4

#### 4. SHARE TRANSFER AND INVESTOR RELATIONS COMMITTEE

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Investors' Grievance Committee (nomenclature changed to "Stakeholders Relationship Committee" w.e.f. April 30, 2014) of CHL consists of Three Non-Executive Independent Directors.

=> 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 compliant was received during the year and none was pending unresolved as on 31<sup>st</sup> March, 2014.

#### 5. SHARE TRANSFER

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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, 2014.

#### 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

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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

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Information about last three Annual General Meeting

Year	Date	Time	Location (Registered Office)
2011	30.09.2011	11:00 A.M.	1/1, Camac Street, 3 <sup>rd</sup> Floor, Kolkata - 700 016
2012	29.09.2012	11:00 A.M.	1/1, Camac Street, 3 <sup>rd</sup> Floor, Kolkata - 700 016
2013	27.09.2013	11:00 A.M.	1/1, Camac Street, 3 <sup>rd</sup> 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

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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 Exchange 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

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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

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A. Annual General Meeting

Date - 30<sup>th</sup> September, 2014

Time - 11:00 A.M.

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



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

Result for Quarter ending June 30, 2014 : On or before 14th August, 2014

Result for Quarter ending September 30, 2014 : On or before 14th November, 2014

Result for Quarter ending December 31, 2014 : On or before 14th February, 2015

Result for Quarter ending March 31, 2015 : On or before 15th May, 2015

C. Book Closure

The Register of members and Share Transfer Book will remain closed from 25<sup>th</sup> day of September, 2014 to the 30<sup>th</sup> day of September, 2014 (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

<u>Name</u>	<u>Address</u>
Niche Technologies (P) Ltd. (For Physical and Demat Shares)	71, Canning Street, Kolkata - 700001

13. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2014

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 31.03.2014

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 31.03.2014 which is 22.56 percent of the total shares of the Company.

16. BREAK-UP OF SHARES IN PHYSICAL AND DEMAT SEGMENT (As on 31.03.2014)

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,  
3<sup>rd</sup> Floor,  
Kolkata – 700 016  
Tel. No. (033) 2229-6351/55

For Chitrakut Holdings Ltd.  
*Rajendra Kumar Sarangi*  
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, 2014.

For Chitrakut Holdings Ltd.

*Rajendra Kumar Saraogi*

Director

Place : Kolkata  
Date : May 30, 2014.

Rajendra Kumar Saraogi  
Director

# PATNI & CO.

CHARTERED ACCOUNTANTS

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**NEW DELHI OFFICE :**

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## CERTIFICATE ON CORPORATE GOVERNANCE

**TO  
THE MEMBERS OF  
CHITRAKUT HOLDINGS LIMITED**

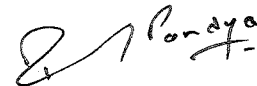
We have examined the compliance of conditions of Corporate Governance by **CHITRAKUT HOLDINGS LIMITED** for the year ended March 31, 2014, as stipulated in clause 49 of the Listing Agreement of the said company with the Stock Exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of procedures and implementation thereof, adopted by the Company to ensure compliance with 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 clause 49 of the above-mentioned Listing Agreement.

We 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.

**For PATNI & CO.**  
Firm Reg. No. 320304E  
Chartered Accountants



Pavel Pandya  
(Partner)  
Membership No. 300667



Place : 1, India Exchange Place, Kolkata - 700 001  
Date : May 30, 2014

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**NEW DELHI OFFICE :**

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

## INDEPENDENT AUDITOR'S REPORT

TO  
THE MEMBERS OF  
CHITRAKUT HOLDINGS LIMITED

### Report on the Financial Statements

We have audited the accompanying financial statements of CHITRAKUT HOLDINGS LIMITED, which comprise the Balance Sheet as at March 31, 2014, 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") read with the General Circular 15/2013 dated 13<sup>th</sup> September, 2013 of the ministry of corporate Affairs in respect of Section 133 of the Company Act, 2013 and in accordance with the accounting principles generally accepted in India. 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, but not for the purpose of expressing an opinion on the effectiveness of the entity's



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internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us the 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, 2014;

and

(b) in the case of Statement of Profit and Loss, of the Profit for the year ended on that date;

and

(c) 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 Cash Flow Statement, dealt with by this Report are in agreement with books of account;



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- d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13<sup>th</sup> September, 2013 of the ministry of corporate Affairs in respect of Section 133 of the Company Act, 2013.
- e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- 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.

1, India Exchange Place  
Kolkata - 700 001

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



PAVEL PANDYA  
(Partner)  
Membership No. 300667



Dated : The 30<sup>th</sup> Day of May, 2014

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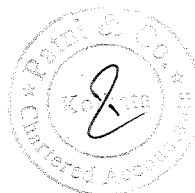
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## ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

In term of the information and explanations given to us and books of account examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under: -

- 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 and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for purchase of inventory and fixed assets and for sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control.
- v) According to the information and explanations given to us, in our opinion that there were no contracts or arrangements during the year that need to be entered in the register required to be maintained u/s 301 of the Companies Act, 1956.





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- vi) According to information and explanations given to us, in our opinion, the company has not accepted public deposits upto 31.03.2014.
- vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii) The company is not engaged in production, processing, manufacturing or mining activities. Hence, the provisions of section 209(1)(d) do not apply to the company. Hence in our opinion, no comment on maintenance of cost records u/s 209(1)(d) is required.
- ix) According to the records of the company, the company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty & Cess and any other statutory dues with appropriate authorities applicable to it. According to information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty and excise duty were outstanding as at the last date of the accounting year for a period of more than six months from the date they became payable. According to records of the company, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- x) The company has no accumulated losses. The company has not incurred cash losses in the financial year under report and has incurred cash losses of ₹ 30,18,115.82 in the immediately preceding financial year. In arriving at the accumulated losses and net worth as above, we have considered all qualifications which are quantifiable in the audit reports of the years to which these losses pertain.
- xi) According to records of the company, the company has not borrowed from financial institutions, banks or issued debentures till 31.03.2014. Hence, in our opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debenture holders does not arise.
- 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 similar securities.
- xiii) The company is not a chit fund, nidhi or mutual benefit fund / society.



# PATNI & CO.

CHARTERED ACCOUNTANTS

H.O. 1, INDIA EXCHANGE PLACE, 2<sup>ND</sup> 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  
4<sup>TH</sup> 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

- xiv) The company has maintained proper records of the transactions and contracts of dealing in shares, securities, debentures and other investment and we have been informed that timely entries have been made therein. As explained to us, all the shares, securities and other investments have been held by the company in its own name except to the extent of exemption granted u/s 49 of Companies Act, 1956.
- xv) The company has not given any guarantee for loans taken by others from bank or financial institutions.
- xvi) The company has not taken any term loans. Hence, comments under the clause are not called for.
- xvii) According to the information and explanation given to us, we report that no funds raised on short-term basis have been used for long term investment by the company.
- xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.
- xix) The company has not issued any debenture.
- xx) The company has not raised any money by public issues during the period covered by our audit report.
- xxi) During the checks carried out by us, no fraud on or by the company has been noticed or reported during the year under report.

1, India Exchange Place  
Kolkata - 700 001

Dated : The 30<sup>th</sup> Day of May, 2014

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



PAVEL PANDYA  
(Partner)  
Membership No. 300667



**CHITRAKUT HOLDINGS LIMITED**  
Balance Sheet as at 31st March, 2014

(Amount in ₹)			
Particulars	Note No.	As at	As at
		31st March 2014	31st March 2013
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUND</b>			
Share Capital	2.1	7,31,99,980.00	7,31,99,980.00
Reserves and Surplus	2.2	10,02,90,295.77	9,99,00,857.35
<b>Non-Current Liabilities</b>			
Long Term Borrowings	2.3	9,75,000.00	9,75,000.00
Deferred Tax Liability (Net)	2.4	1,983.00	-
Long Term Provisions	2.5	15,78,209.00	11,92,518.70
<b>Current Liabilities</b>			
Short- Term Borrowings	2.6	73,00,000.00	77,00,000.00
Other Current Liabilities	2.7	14,573.00	66,644.00
Short- Term Provisions	2.8	3,77,185.00	3,64,010.00
<b>Total</b>		<b>18,37,37,225.77</b>	<b>18,33,99,010.05</b>
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
Fixed Assets			
Tangible Assets	2.9	52,001.00	72,516.00
Non-Current Investments	2.10	84,58,706.77	1,21,13,730.26
Deferred Tax Assets	2.11	-	1,490.00
Long Term Loans & Advances	2.12	47,07,531.00	52,58,156.00
<b>Current Assets</b>			
Inventories	2.13	39,22,508.95	71,65,521.45
Trade Recievables	2.14	4,62,435.00	40,170.00
Cash & Bank Balances	2.15	95,96,386.05	93,68,717.69
Short- Term Loans And Advances	2.16	15,65,37,657.00	14,93,78,708.65
<b>Total</b>		<b>18,37,37,225.77</b>	<b>18,33,99,010.05</b>
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*

**PAVEL PANDYA**

(Partner)

M.No- 300667



On behalf of the board

**For Chitrakut Holdings Ltd.**

*Kanishk Chand Sanyal*

Director  
Director

**For Chitrakut Holdings Ltd.**

*Rajendra Kumar Sanyal*

Director

Place : Kolkata

Date : The 30 th Day of May, 2014

Director

# CHITRAKUT HOLDINGS LIMITED

## Statement of Profit and Loss for the year ended 31st March, 2014

(Amount in ₹)			
Particulars	Note No.	Year ended 31st March, 2014	Year ended 31st March, 2013
<b>REVENUE :</b>			
Revenue from Operations	2.17	5,33,41,137.27	3,99,78,394.58
Other Income	2.18	22,47,950.31	16,59,474.73
<b>Total Revenue</b>		<b>5,55,89,087.58</b>	<b>4,16,37,869.31</b>
<b>Expenses:</b>			
Purchase of Stock-in-Trade	2.19	4,86,56,720.00	4,16,78,960.75
(Increase) / Decrease of Inventories of Traded Goods	2.20	32,43,012.50	13,36,740.03
Employee Benefit Expense	2.21	2,08,000.00	1,96,000.00
Finance Cost	2.22	13,14,443.00	6,75,024.00
Depreciation And Amortization Expense	2.23	20,515.00	7,519.00
Other Expenses	2.24	14,66,119.01	11,78,133.05
<b>Total Expenses</b>		<b>5,49,08,809.51</b>	<b>4,50,72,376.83</b>
<b>Profit before exceptional items and tax</b>		<b>6,80,278.07</b>	<b>(34,34,507.52)</b>
Exceptional Items		-	-
<b>Profit before tax</b>		<b>6,80,278.07</b>	<b>(34,34,507.52)</b>
Tax expense:	2.25		
1) Current tax		2,00,000.00	-
2) Deferred tax		3,473.00	5,047.00
3) Tax for Earlier Year		87,366.65	48,896.00
<b>Profit(Loss) for the period</b>		<b>3,89,438.42</b>	<b>(34,88,450.52)</b>
Earning per equity share:	2.26		
1) Basic (Equity Share Face Value ₹ 10/- each)		0.05	(0.48)
2) Diluted (Equity Share Face Value ₹ 10/- each)		0.05	(0.48)
Significant Accounting Policies	1		
Notes to Financial Statements	2		

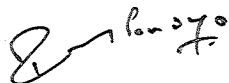
Note : The notes referred to above form an integral part of the Financial Statement

As per attached report on even date

For **PATNI & CO.**

Firm Reg. No. 320304E

CHARTERED ACCOUNTANTS



**PAVEL PANDYA**

(Partner)

M.No- 300667



On behalf of the board

For Chitrakut Holdings Ltd.

*Kartash Chand Sanyal*  
Director

For Chitrakut Holdings Ltd.

*Rajendra Kumar Sanyal*  
Director

Place : Kolkata

Date : The 30 th Day of May, 2014

Director

Director

# CHITRAKUT HOLDINGS LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014


	2013-2014 ₹	2012-2013 ₹
<b>A: CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/ (Loss) Adjustment before Tax & Extra Ordinary items	6,80,278.07	(34,34,507.52)
<u>Add/ Less Adjustment for:</u>		
Depreciation	20,515.00	7,519.00
Provision for Standard Asset	13,175.00	14,975.00
Profit/Loss on Sale of Investment	1,20,677.49	5,00,026.47
Provision for Non Performing Assets	3,85,690.30	4,95,815.70
<b>Operating Profit before Working Capital Changes</b>	12,20,335.86	(24,16,171.35)
<u>Add/Less:- Adjustment for:</u>		
1. (Increase)/Decrease in Inventories	32,43,012.50	13,36,740.03
2. (Increase)/Decrease in Current & Non Current Assets	(66,08,323.35)	(81,79,244.00)
3. Increase/(Decrease) in Current Liabilities & Provisions	(52,071.00)	14,849.39
4. (Increase)/Decrease in Trade Receivables	(4,22,265.00)	(40,170.00)
<b>Cash Generated from Operation</b>	(26,19,310.99)	(92,83,995.93)
Direct Taxes Paid (Net of Refunds)	2,87,366.65	48,896.00
	(29,06,677.64)	(93,32,891.93)
<b>B: CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	-	(68,632.00)
Sale of Investments	35,34,346.00	75,99,521.53
<b>Net Cash used in Investment Activities</b>	35,34,346.00	75,30,889.53
<b>C: CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(Decrease) in Loan Liability	(4,00,000.00)	52,00,000.00
	(4,00,000.00)	52,00,000.00
<b>Net Increase in cash &amp; cash equivalents(A+B+C)</b>	2,27,668.36	33,97,997.60
Cash and cash equivalents (Opening Balance)	93,68,717.69	59,70,720.09
<b>Cash and cash equivalents (Closing Balance)</b>	95,96,386.05	93,68,717.69

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

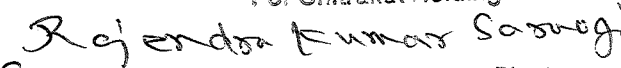
For and on Behalf of the Board

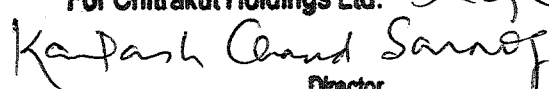
For **PATNI & CO.**  
Firm Reg. No. 320304E  
CHARTERED ACCOUNTANTS

On behalf of the board

  
Pavel Pandya  
(Partner)  
M.No- 300667



For Chittrakut Holdings Ltd.  
  
**Rajendra Kumar Sanyal**  
Director

  
**Karan Chand Sanyal**  
Director

Place : Kolkata  
Date : The 30 th Day of May, 2014

Director

**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**

- a) Provision for taxation has been made as per current rules & regulations of the Income Tax Act, 1961.
- b) 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 Liu.

Kailash Chand Saini  
Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Saini  
Director

# CHITRAKUT HOLDINGS LIMITED

## Notes on Financial Statements for the Year ended 31st March, 2014

	2013-14 ₹	2012-13 ₹
<b>2.1 SHARE CAPITAL</b>		
<u>Authorised</u>		
73,50,000 Equity Shares of ₹ 10 each	7,35,00,000.00	7,35,00,000.00
<u>Issued, Subscribed and Paid-up</u>		
73,19,998 Equity Shares of ₹ 10 each fully paid up	7,31,99,980.00	7,31,99,980.00

**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	73,19,998	30,00,000
Add: Issued during the period	-	43,19,998
Outstanding at the end of reporting date	73,19,998	73,19,998

**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	1,73,000	2.36	1,73,000	2.36
Larry Dealers Private Limited	4,16,666	5.69	4,16,666	5.69
Netikta Vyaapar Private Limited	6,50,000	8.88	6,50,000	8.88
Bipasha Vyaapar Private Limited	5,50,000	7.51	5,50,000	7.51
Aakansha Trexim (P) Ltd	3,00,000	4.10	3,00,000	4.10

2.1.4 Pursuant to scheme of amalgamation, during the financial year 2012-2013, 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	8,60,00,020.00	8,60,00,000.00
Add: During the Year	-	20.00
Closing Balance	8,60,00,020.00	8,60,00,020.00

**B) STATUTORY RESERVE**

Opening Balance	35,47,215.00	35,47,215.00
Add: During the Year	77,888.00	-
Closing Balance	36,25,103.00	35,47,215.00

**C) SURPLUS/ (DEFICIT)**

Opening Balance	1,03,53,622.35	1,38,42,072.87
Add: During the Year (From Statement of Profit & Loss)	3,89,438.42	(34,88,450.52)
	1,07,43,060.77	1,03,53,622.35
Less: Transfer to Reserve Fund	77,888.00	-
Closing Balance	1,06,65,172.77	1,03,53,622.35
<b>TOTAL (A + B + C)</b>	<b>10,02,90,295.77</b>	<b>9,99,00,857.35</b>

2.2.1 20% of Profit after Tax has been transferred to Reserve Fund as per section 45(IC) of the RBI Act, 1934

**2.3 LONG TERM BORROWINGS**

Unsecured

Security Deposit	9,75,000.00	9,75,000.00
	9,75,000.00	9,75,000.00

**2.4 LONG TERM PROVISIONS**

Provision for NPA	15,78,209.00	11,92,518.70
	15,78,209.00	11,92,518.70

2.4.1 Loan given to M/s Tecons of ₹ 3,00,000/- has been considered as Doubtful. Hence 100% provision has been made.

2.4.2 Loan given to Canopy Projects Private Limited (₹ 39,67,031/-) has been considered as Non Performing Asset. Hence 30% provision has been made.

2.4.3 Loan given to Kabra Brothers (₹ 4,00,000/-) & to Smita Properties & Investment Private Limited (₹ 40,500/-) has been considered as Non Performing Asset. Hence 20% provision has been made.

For Chitrakut Holdings Ltd.

Kantash Chand Saraogi, Rajendra Kumar Saraogi

Director

For Chitrakut Holdings Ltd.



# CHITRAKUT HOLDINGS LIMITED

## Notes on Financial Statements for the Year ended 31st March, 2014

	2013-14 ₹	2012-13 ₹		
2.5 DEFERRED TAX LIABILITY On Depreciation	1,983.00	-		
2.6 SHORT TERM BORROWINGS Unsecured Loans Repayable on Demand From Others	73,00,000.00 <u>73,00,000.00</u>	77,00,000.00 <u>77,00,000.00</u>		
2.7 OTHER CURRENT LIABILITIES Liabilities for Expenses	14,573.00 <u>14,573.00</u>	66,644.00 <u>66,644.00</u>		
2.8 SHORT TERM PROVISIONS Contingent Provision Against Standard Assets	3,77,185.00 <u>3,77,185.00</u>	3,64,010.00 <u>3,64,010.00</u>		
2.8.1 Contingent Provision against Standard Assets have been provided @ 0.25% of Total Standard Assets (Loan)				
2.10 NON CURRENT INVESTMENTS (Non Trade , At cost less provision for other than temporary diminution)	2013-2014	2012-2013		
	Quantity	Amount in (₹)	Quantity	Amount in (₹)
i) Investment in Equity Instrument				
a) Quoted Shares				
Reliance InfraLtd. (Formerly Reliance Energy)	250	3,12,712.50	250	3,12,712.50
Reliance Industries Limited	-	-	3,844	36,55,023.49
Unitech Limited	10,000	4,04,000.00	10,000	4,04,000.00
Tata Consultancy Services Limited	368	1,33,514.27	368	1,33,514.27
Total ( a )	<u>10,618</u>	<u>8,50,226.77</u>	<u>14,462</u>	<u>45,05,250.26</u>
b) Unquoted Shares				
Sistema Shyam Teleservices Ltd.	20,644	47,640.00	20,644	47,640.00
Total ( b )	<u>20,644</u>	<u>47,640.00</u>	<u>20,644</u>	<u>47,640.00</u>
Total i ( a+b )	<u>31,262</u>	<u>8,97,866.77</u>	<u>35,106</u>	<u>45,52,890.26</u>
ii) Investment in Mutual Funds				
Reliance Mutual Fund - G	5,811.129	30,00,000.00	5,811.129	30,00,000.00
Total - ii	<u>5,811.129</u>	<u>30,00,000.00</u>	<u>5,811.129</u>	<u>30,00,000.00</u>
iii) Investment in Property				
Property at 64B, Ballygunge Circular Road,Kolkata		45,60,840.00		45,60,840.00
Total - iii		<u>45,60,840.00</u>		<u>45,60,840.00</u>
Total - ( i+ ii + iii )		<u>84,58,706.77</u>		<u>1,21,13,730.26</u>
Market Value of Quoted Shares		10,33,411.70		38,67,516.10
Market Value of Mutual Funds		29,57,614.78		26,37,154.26
2.11 DEFERRED TAX ASSETS On Depreciation	-	-		1,490.00
2.12 LONG TERM LOANS & ADVANCES (Unsecured, Considerd Doubtful) Loan to Others (Refer Note NO. 2.4)		47,07,531.00 <u>47,07,531.00</u>		52,58,156.00 <u>52,58,156.00</u>



For Chitrakut Holdings Ltd.

Kantash Chand Sarraf,  
Director

For Chitrakut Holdings Ltd.

Rajendra Kumar Sarraf,  
Director



**CHITRAKUT HOLDINGS LIMITED**

**Notes on Financial Statements for the Year ended 31st March, 2014**

2.13	INVENTORIES In Quoted Shares	2013-14		2012-13	
		Qty	Amount ₹	Qty	Amount ₹
	ABB	2,250	10,99,687.50	2,250	10,99,687.50
	Aditya Birla Money	1,500	19,950.00	1,500	21,300.00
	Ashok Leyland	1,000	21,850.00	1,000	21,850.00
	Ashok Leyland (Bonus)	1,000	21,850.00	1,000	21,850.00
	Bhel	500	88,500.00	500	88,500.00
	Central Bank of India	800	39,880.00	800	53,360.00
	Century Textile	100	28,705.00	100	28,705.00
	CESC	-	-	500	1,32,425.00
	DSQ Software Ltd.	5,000	5,000.00	5,000	5,000.00
	EIH Ltd.	727	40,094.05	727	40,094.05
	GMR Infra	3,500	75,600.00	3,500	75,600.00
	GVK Power & Infrastructure	250	2,287.50	250	2,287.50
	HCC	2,500	34,125.00	2,500	34,125.00
	HDIL	1,000	46,200.00	1,000	46,200.00
	Hindustan Petroleum	600	1,71,120.00	600	1,71,120.00
	Indian Hotel	1,000	53,550.00	1,000	53,550.00
	IOC	1,450	3,80,915.00	1,450	3,80,915.00
	IVRCL Infra	250	3,300.00	250	4,812.50
	IVRCL Infra (Bonus)	250	-	250	-
	Jaiprakash Associates	2,750	1,47,675.00	2,750	1,79,987.50
	Jaiprakash Associates (Bonus)	750	-	750	-
	Lanco infratech Ltd.	500	3,550.00	500	5,150.00
	Piramal Phytocare (Frmly : 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	2,65,795.00	850	2,65,795.00
	Reliance Communications	1,250	69,125.00	1,250	69,125.00
	Royal Orchid Hotel	2,000	58,800.00	2,000	58,800.00
	Sail	1,500	93,825.00	1,500	93,825.00
	SBI	400	7,67,080.00	400	8,29,100.00
	Sesa Goa	-	-	1,525	2,37,137.50
	Shreenath Commercial	-	-	1,21,000	25,16,800.00
	Shree Renuka Sugar	1,000	21,550.00	1,000	22,200.00
	South Indian Bank	5,000	1,11,250.00	5,000	1,14,250.00
	SPML Infra Ltd.	3,000	1,16,400.00	3,000	1,30,500.00
	Sterlite Industries	-	-	2,000	1,87,400.00
	Sterlite Industries (Bonus)	-	-	500	-
	Suzlon	6,250	69,375.00	6,250	85,000.00
	TVS Motor	-	-	500	16,150.00
	TVS Motor (Bonus)	-	-	500	-
	UB Holdings	500	12,500.00	500	19,950.00
	<b>Total</b>	<b>50,927</b>	<b>39,22,508.95</b>	<b>1,77,452</b>	<b>71,65,521.45</b>
2.14	<b>TRADE RECEIVABLES</b> (Unsecured, Considered good)				
	Debts Outstanding for a period exceeding 6 months		2,94,248.00		40,170.00
	Other Debts		1,68,187.00		-
			<u>4,62,435.00</u>		<u>40,170.00</u>
2.15	<b>CASH AND CASH EQUIVALENTS</b>				
a)	Balances with Bank				
	On Current Account		84,11,513.44		85,61,270.08
b)	Cash in hand (As certified by the Management)		11,84,872.61		8,07,447.61
			<u>95,96,386.05</u>		<u>93,68,717.69</u>
2.16	<b>SHORT TERM LOANS AND ADVANCES</b> (Unsecured, Considered Good)				
	Loan to Others		15,08,73,804.00		14,56,04,044.00
	Professional Tax Receivable		-		845.00
	Balances with Revenue Authorities		56,63,853.00		37,73,819.65
	(Net Of Provision of ₹ 391,001/- & Prev.Year ₹ 461,912/-)		<u>15,65,37,657.00</u>		<u>14,93,78,708.65</u>



For Chittrakut Holdings Ltd.

For Chittrakut Holdings Ltd.

*For Chartered Accountant: Saurabh Rajendra Kumar Sarangi*

# CHITRAKUT HOLDINGS LIMITED

## Note No. 2.9 - Fixed Assets

### Tangible Assets

<b>Gross Block</b>				
	Furniture & Fixture	Computer	Office Equipment	Total
<b>Cost/ Valuation</b>				
At 1 April 2012	1,60,000.00	79,836.00	-	2,39,836.00
Additions	-	43,472.00	25,160.00	68,632.00
Disposals	-	-	-	-
<b>As at March 2013</b>	<b>1,60,000.00</b>	<b>1,23,308.00</b>	<b>25,160.00</b>	<b>3,08,468.00</b>
Additions	-	-	-	-
Disposals	-	-	-	-
<b>As at March 2014</b>	<b>1,60,000.00</b>	<b>1,23,308.00</b>	<b>25,160.00</b>	<b>3,08,468.00</b>
<b>Depreciation</b>				
	Furniture & Fixture	Computer	Office Equipment	Total
At 1 April 2012	1,49,099.00	79,334.00	-	2,28,433.00
Charge for the year	1,973.00	5,441.00	105.00	7,519.00
Disposals/Reversal	-	-	-	-
<b>As at March 2013</b>	<b>1,51,072.00</b>	<b>84,775.00</b>	<b>105.00</b>	<b>2,35,952.00</b>
Charge for the year	1,616.00	15,413.00	3,486.00	20,515.00
Disposals/Reversal	-	-	-	-
<b>As at March 2014</b>	<b>1,52,688.00</b>	<b>1,00,188.00</b>	<b>3,591.00</b>	<b>2,56,467.00</b>
<b>NET BLOCK</b>				
As at March 2013	8,928.00	38,533.00	25,055.00	72,516.00
As at March 2014	7,312.00	23,120.00	21,569.00	52,001.00

For Chittrakut Holdings Ltd.

*Kapash Chand Sarang*  
Director



For Chittrakut Holdings Ltd.

*Rajendra Kumar Sarang*  
Director

# CHITRAKUT HOLDINGS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2014

	2013-14 ₹	2012-13 ₹
<b>2.17 REVENUE FROM OPERATION</b>		
<u>Sale of Products</u>		
Sale Of Share & Securities	3,37,12,142.27	2,34,25,729.58
<u>Interest</u>		
Interest on Loan (TDS ₹ 19,53,145/- Prev. Year ₹ 16,46,772/-)	1,96,28,995.00	1,65,52,665.00
	<u>5,33,41,137.27</u>	<u>3,99,78,394.58</u>
<b>2.18 OTHER INCOME</b>		
<u>Interest Income</u>		
Interest on IT Refund	-	51,893.00
<u>Dividend Income</u>		
Dividend on Stock	80,481.80	1,00,972.20
Dividend on long Term Investment	45,646.00	56,374.00
Loss on Sale of Investment	(1,20,677.49)	(5,00,026.47)
<u>Other Non-Operating Income</u>		
Rent (TDS ₹ 2,24,256/- Prev. Year ₹ 1,95,000)	22,42,500.00	19,50,262.00
	<u>22,47,950.31</u>	<u>16,59,474.73</u>
<b>2.19 PURCHASE OF STOCK IN TRADE</b>		
Shares & Securities	4,86,56,720.00	4,16,78,960.75
<b>2.20 (INCREASE) / DECREASE OF INVENTORIES OF TRADED GOODS</b>		
Inventories at the beginning of the year	71,65,521.45	85,02,261.48
Inventories at the end of the year	39,22,508.95	71,65,521.45
	<u>32,43,012.50</u>	<u>13,36,740.03</u>
<b>2.21 EMPLOYEE BENEFIT EXPENSES</b>		
Salary and Bonus	2,08,000.00	1,96,000.00
<b>2.22 FINANCE COST</b>		
Interest Expense	13,14,443.00	6,75,024.00
<b>2.23 DEPRECIATION AND AMORTIZATION EXPENSES</b>		
Depreciation	20,515.00	7,519.00
<b>2.24 OTHER EXPENSES</b>		
a) Rates and taxes, excluding, taxes on income	6,53,345.00	3,04,030.00
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
c) Security Transaction Tax	44,554.00	48,900.00
d) Miscellaneous expenses	3,46,118.71	2,91,176.35
e) Provision For NPA	3,85,690.30	4,95,815.70
f) Provision for Standard Asset	13,175.00	14,975.00
g) Rent	12,000.00	12,000.00
	<u>14,66,119.01</u>	<u>11,78,133.05</u>



For Chittrakut Holdings Ltd.

Kantash Chand Sarraf  
Director

For Chittrakut Holdings Ltd.

Rajendra Kumar Sarraf

**CHITRAKUT HOLDINGS LIMITED**

Notes on Financial Statements for the Year ended 31st March, 2014

	2013-14 ₹	2012-13 ₹
<b>2.25 TAX EXPENSE</b>		
a) <u>Current Tax</u>		
Provision for Taxation	2,00,000.00	-
b) <u>Deferred Tax</u>	3,473.00	5,047.00
	<u>2,03,473.00</u>	<u>5,047.00</u>
<b>2.26 EARNING PER EQUITY SHARE</b>		
Net Profit as per Statement of Profit & Loss	3,89,438.42	(34,88,450.52)
Number of Equity Shares	73,19,998	73,19,998
Earning Per Share (Basic/ Diluted)	0.05	(0.48)



For Chittrakut Holdings Ltd.

Kantash Chaudhary  
Director

For Chittrakut Holdings Ltd.

Sanoj Rajendra Kumar Sanoj  
Director

## CHITRAKUT HOLDINGS LTD.

### 2. NOTES ON FINANCIAL STATEMENTS

2.27 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.

#### 2.28 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: -

Name of the Party	Relation	Nature of Transaction	(₹ In Lacs)			
			Volume of Transaction		Outstanding as on	
			2013-14	2012-13	31.03.2014	31.03.2013
Ganeshmal Mohanlal	Associate	Rent Given	0.12	0.12	---	---

#### 2.29 Information about Primary Business Segment:

Particulars	(₹ In Lacs)					
	Current Year			Previous Year		
	Dealing in Shares & Securities	Loan Financing	Total	Dealing in Shares & Securities	Loan Financing	Total
<b>A: REVENUE</b>						
Total Revenue	337.12	196.28	533.41	234.26	164.51	398.77
<b>B: RESULT</b>						
Segment Result	(181.88)	183.14	1.26	(195.90)	164.51	(31.39)
Less: Unallocated Corporate Expenses net of unallocated income			(5.54)			2.87
Operating Profit	--	--	6.80	--	--	(28.52)
Tax Expenses	--	--	2.91	--	--	0.63
Net Profit	--	--	3.89	--	--	(29.17)
<b>C: OTHER INFORMATION</b>						
Segment Assets	82.83	1555.81	1638.64	194.67	1508.62	1703.29
Unallocated Corporate Assets			198.73			132.46
<b>Total Assets</b>			<b>1837.37</b>			<b>1835.75</b>
Segment Liabilities	--	19.55	19.55	--	10.61	10.61
Unallocated Corporate Liabilities			82.92			88.42
<b>Total Liabilities</b>			<b>102.47</b>			<b>99.03</b>
Depreciation			.20			0.08
Non-cash Expenses other than depreciation			3.99			0.15



For Chitrakut Holdings Ltd.

*Kailash Chand Saraogi*  
Director

For Chitrakut Holdings Ltd.

*Rajendra Kumar Saraogi*  
Director

# CHITRAKUT HOLDINGS LTD.

- 2.30 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.
- 2.31 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, 2014.
- 2.32 Quantitative Information for the year ended 31<sup>st</sup> March 2014

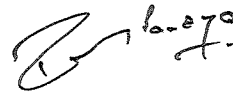
Particulars	Units	2013-2014		2012-2013	
		Qty	Amount(₹)	Qty	Amount(₹)
<u>Opening Stock</u>					
Shares & Securities	Nos	177452	71,65,521.45	74902	85,02,261.48
<u>Purchases</u>					
Shares & Securities	Nos	345881	2,81,56,720.00	331800	25,208,785.86
Mutual Fund	Unit	792759.823	2,05,00,000.00	677903.710	1,64,70,174.89
<u>Sales</u>					
Shares & Securities	Nos	472406	1,28,12,987.11	229250	68,38,923.57
Mutual Fund	Unit	677903.710	2,08,99,155.16	677903.710	16,58,806.01
<u>Closing Stock</u>					
Shares & Securities	Nos	50927	39,22,508.95	177452	71,65,521.45

## 2.33 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: May 30, 2014

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

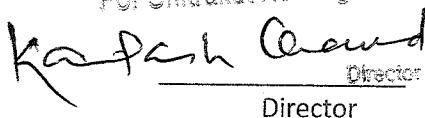


Pavel Pandya  
(Partner)

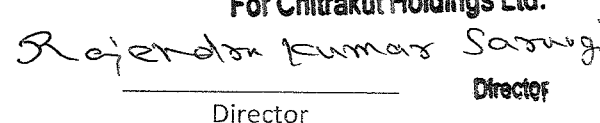
Memb. No. 300667



For Chitrakut Holdings Ltd.

  
Director

For Chitrakut Holdings Ltd.

  
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]

Particulars		( ₹ in lakhs )	
		Amount Outstanding	Amount Overdue
<b>Liabilities Side :</b>			
(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	82.75	Nil
<b>Assets side</b>			
(2)	Break-up of Loans and Advances including bills receivables [ Other than those included in (4) below ] :	Amount Outstanding	
	(a) Secured	Nil	
	(b) Unsecured	1555.81	
(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.

*Kartash Chand Sarraf*  
Director

For Chitrakut Holdings Ltd.

*Rajendra Kumar Sarraf*  
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	61.26	47.72
Unquoted Shares	0.47	0.47
Units of Mutual Funds	29.58	30.00
Others (Property)	45.61	45.61
Total	136.91	123.80
(7) Other Information		
	Particulars	Amount
( i )	Gross Non-Performing Assets	47.08
	(a) Related parties	
	(b) Other than related parties	47.08
( ii )	Net Non-Performing Assets	31.30
	(a) Related parties	
	(b) Other than related parties	31.30
( iii )	Assets acquired in satisfaction of debt	Nil

Notes :

- 1 As defined in Paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- 2 Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- 3 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.  
*Karishk Chaudhary*  
 Director

For Chitrakut Holdings Ltd.  
*Rajendra Kumar Sarvag*  
 Director