

ANNUAL REPORT 2011 – 2012

**VIRAT LEASING LIMITED**

# VIRAT LEASING LIMITED

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## **BOARD OF DIRECTORS**

SRI RAJEEV KOTHARI

SRI PRADEEP KUMAR AGARWAL

SRI JITENDRA KUMAR GOYAL

MANAGING DIRECTOR

DIRECTOR

DIRECTOR

## **BANKERS**

IDBI BANK

BRABOURNE ROAD BRANCH

KOLKATA – 700 001

## **AUDITORS**

M/s. S. K. RUNGTA & CO.

CHARTERED ACCOUNTANTS

1, JAGMOHAN MALLICK LANE,

KOLKATA – 700 007

## **REGISTERED OFFICE**

MERCANTILE BUILDING, BLOCK-E, 2<sup>ND</sup> FLOOR,

9/12, LALBAZAR STREET,

KOLKATA – 700 001

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# VIRAT LEASING LIMITED

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## **DIRECTORS' REPORT**

**To  
The Members**

Your Directors have pleasure in submitting their 28<sup>th</sup> Annual Report together with the audited accounts for the year ended on March 31, 2012.

## **FINANCIAL RESULTS**

	<b>2011 – 2012</b>	2010-2011
	<b>(Rupees)</b>	(Rupees)
Total Revenue	<b>4396711</b>	2964520
Less: Total Expenditure	<b>4383103</b>	2956160
Profit before Tax	<b>13608</b>	8360
Taxation	<b>4206</b>	13467
Profit/(Loss) after Tax	<b>9402</b>	(5107)
Transfer to Statutory Reserve	<b>1880</b>	-
Transfer to Contingent Provisions against Standard Assets	<b>106907</b>	55591
Balance brought forward from Previous Year	<b>(198190)</b>	(137492)
Balance transferred to Balance Sheet	<b>(297575)</b>	(198190)

## **DIVIDEND**

Your Directors have decided to retain the profits of the Company and therefore, do not recommend any dividend for the Financial Year ended on March 31, 2012.

## **OPERATION OF THE COMPANY**

During the year under review the Companies Total Income has increased from Rs. 2964520/- to Rs. 4396711/-. Your Directors feel that barring unforeseen circumstances the Capital Market and money market should improve and accordingly the performance of the Company should be better.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION**

Your Company being a Investment Company, the disclosure of above information is not applicable.

## **FOREIGN EXCHANGE EARNINGS & OUTGO**

There is no foreign exchange earnings and outgo during the year under review

# VIRAT LEASING LIMITED

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## **DIRECTORS RESPONSIBILITY STATEMENT**

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

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

## **PARTICULARS OF EMPLOYEES:**

There is no employee falling under the Provisions of Section 217(2A) of the Companies Act, 1956.

## **DIRECTORS**

Sri Pradeep Kumar Agarwal, Director, retires by rotation and being eligible offers himself for re-appointment.

## **AUDITORS**

The Statutory Auditors of the Company, M/s. S. K. Rungta & Co., retire at the conclusion of the ensuing Annual General Meeting. The Statutory Auditors have confirmed their eligibility and willingness to accept the office on re-appointment for the next term.

## **RBI GUIDELINES FOR NON-BANKING FINANCIAL COMPANIES**

The Company has observed all the prudential norms prescribed by the Reserve Bank of India. The Schedule as required in terms of Paragraph 13 of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007 is annexed herewith.

## **ACKNOWLEDGEMENT**

The Board of Directors would like to thank the Company's Clients, Employees, Shareholders, Bankers and all others associated with the Company for their continued Support.

**By Order of the Board of Directors  
for Virat Leasing Limited**

Place : Kolkata  
Date : 30.06.2012

**Jitendra Kumar Goyal**  
Director

**Rajeev Kothari**  
Managing Director

# VIRAT LEASING LIMITED

## **REPORT OF THE DIRECTORS ON CORPORATE GOVERNANCE:**

In accordance with Clause 49 of the Listing Agreement with the Delhi Stock Exchange Limited, the report containing the details of corporate governance systems.

## **COMPANY'S PHILOSOPHY:**

Corporate Governance refers to set of systems and practices that enable an organization to perform business efficiently with the highest levels of accountability and transparency in all its transactions. It has become crucial to foster and sustain a culture that integrates all components of good governance by carefully balancing the interrelationship among board of directors, audit committee, accounting and auditors.

We believe in the adoption of most relevant and practical practices for good Corporate Governance in its totality to boost up the image of the Company by adhering to be fair to all the Shareholders. Transparency in day-to-day affairs, full disclosure, independence, long term approach, growth in absolute terms and Social welfare had been the essence of the management of the Company.

## **BOARD OF DIRECTORS:**

An active, informed and independent Board is necessary to ensure highest standards of Corporate Governance. The main role of Board is to take right decision to safeguard and enhance shareholders value.

### **Composition of the Board:**

The Board presently consists of three Directors, of which two are non-executive. Management of the Company is vested in Sri Rajeev Kothari, the Managing Director, subject to general supervision, control and direction of the Board.

Name of the Director	Category	Financial Year 2011-2012		Attendance at the Last AGM	No. of Directorship in other Public Companies incorporated in India	Committee held in other Companies	
		Board Meeting held	Board Meeting attended			Chairman	Member
Sri Rajeev Kothari	Managing Director	12	12	Yes	04	Nil	Nil
Sri Jitendra Kumar Goyal	Non-Executive	12	12	Yes	04	Nil	03
Sri Pradeep Kumar Agarwal	Non-Executive	12	12	Yes	Nil	Nil	Nil

During the Year under review Twelve Board Meetings were held on 07.04.2011, 13/05/2011, 30.06.2011, 28.07.2011, 13/08/2011, 01/09/2011, 05/09/2011, 01/10/2011, 01.11.2011, 14/11/2011, 14.02.2012 and 31.03.2012.

### **Appointment and Tenure:**

The Directors of the Company are appointed by the shareholders at the General Meeting. All Directors except the Managing Director are subject to retirement by rotation and at every General Meeting, one third of such Directors, if eligible, offer themselves for re-appointment.

### **Board Meeting and procedure:**

The Board meets atleast once in every quarter to review the quarterly financial results and operation of the Company. Apart from above additional Board Meeting are convened to as per the requirement of the Company. The Executive Director in consultation with other Directors finalizes the Agenda and other related matters for the Board Meeting. The Board Meeting is held at the registered office of the Company.

All the relevant information as enumerated in Clause 49 of the Listing Agreement is placed before the Board. The draft minutes of each meeting are circulated to all Directors for their comments before being recorded in the minutes book. The important decisions taken at board meetings are communicated to the concerned departments promptly.

# VIRAT LEASING LIMITED

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## **CODE OF CONDUCT:**

The Code of Conduct is in line with the provisions of Clause 49 of the Listing Agreement has been framed /adopted by the Board and is applicable to all the members of the Board and Senior Management Executives. This Code forms an integral part of the Company's Governance policy. The Company adheres to the highest Standards of business ethics, compliance with the Statutory and legal requirements and commitment to transparency in business dealings.

## **Declaration affirming compliance of Code of Conduct**

A declaration by the Managing Director affirming compliance of Board members and senior Management Personnel to the Code is mentioned herewith:

### **Declaration signed by the Managing Director**

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Personnel have confirmed compliance with the Code of Conduct for the year ended 31<sup>st</sup> March, 2012.

## **COMMITTEES OF THE BOARD:**

The Board of Directors of the Company has constituted two Committee viz, Audit Committee, Shareholders'/Investors' Grievances Committee. The minutes of the Committee Meetings are noted by the Board. The role and Composition of the aforesaid Committees, including the number of meetings held and the related attendance of the members are given below:

### **A. Audit Committee**

The Board of Directors has in accordance with the requirements of Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956, constituted an Audit Committee for overseeing the accounting, auditing and overall financial reporting process of the Company. The Committee's purpose is to oversee quality and integrity of accounting, auditing and financial reporting process. The Committee also oversees the appointment, performance and remuneration of the statutory auditors.

#### **1. Power of Audit Committee**

As enumerated in clause 49 of the Listing Agreement, the Audit Committee has following powers:

- To investigate any activity within its terms of reference;
- To seek information from any employee;
- To obtain outside legal or other professional advice

#### **2. Term of Reference**

The terms of reference as stipulated by the Board to the Audit Committee include:

1. Oversight of the Companies financial reporting process and disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and if required, the replacement or removal of the Statutory Auditor and the fixation of audit fees.
3. Reviewing with the Management, the annual financial statement before submission to the Board for approval, with particular reference to:
  - Matters required to be included in the Directors Responsibility Statement in the Directors Report in terms of clause (2AA) of section 217 of the Companies Act, 1956
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by management.
  - Significant adjustments made in the financial statements arising out of audit findings.
  - Compliance with listing and other legal requirements relating to financial statements.
  - Disclosure of any related party transactions.
  - Qualification in the draft audit report, if any.

## VIRAT LEASING LIMITED

4. Reviewing with the management, the quarterly financial statements before submission to the Board for approval.
5. Reviewing with the management, performance of auditors, and adequacy of internal control systems.
6. Discussion with auditors before the audit commences, about the nature and scope of the audit as well as post audit discussion to ascertain any area of concern.
7. To review the functioning of Whistle Blower Mechanism.
8. Carrying out any other function as is mentioned in the terms of reference of the audit Committee.

### 3. Composition, Meetings and Attendance

The Audit Committee of the Board comprises of three members. Except Sri Rajeev Kothari, all members are independent and non executive Directors. The majority of the Audit Committee members possess accounting and financial management expertise.

During the year under review, four meetings of the committee were held during the year ended 31.03.2012. on 12.05.2011, 12.08.2011, 12.11.2011 and 13.02.2012. The composition of the committee and attendance at its meeting is given below:

Names of the members	No. of Meetings Attended	No. of Meetings Attended
Sri Rajeev Kothari	4	4
Sri Jitendra Kumar Goyal	4	4
Sri Pradeep Kumar Agarwal	4	4

Sitting fee has been waived and no sitting fee is presently paid to any director or any member of any committee of Directors.

### B. Shareholders'/Investors'

The shareholders'/Investors' Grievance committee of the Board has been constituted to look into complaints like transfer of shares, non-receipt of dividend etc. The committee is headed by Sri Rajeev Kothari, as Chairman (Managing Director) and as a Compliance Officer and other members are Sri Pradeep Kumar Agarwal, Non-Executive Director. No Complaint had been received during the Financial Year.

### C. Remuneration Committee

There is no Remuneration Committee.

Sitting fee has been waived and no sitting fee is presently paid to any director or any member of any committee of Directors.

### SUBSIDIARY COMPANY:

The Subsidiaries of the Company are managed by its Board while the Company monitors performance of the subsidiaries in the following manner:-

- The Financial Statements are regularly presented by the subsidiary Companies;
- All major investments/transactions are reviewed on quarterly basis and / or as and when need arises.

The Minutes of the subsidiary companies as well as statement of significant transactions and arrangements entered into by the subsidiary companies are placed before the Board Meeting for their review.

## VIRAT LEASING LIMITED

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### **GENERAL BODY MEETINGS:**

Location and time of last three Annual General Meetings:

<b>AGM for the Financial Year</b>	<b>Date</b>	<b>Time</b>	<b>Venue for all the three AGMs</b>
2008-2009	30.09.2009	3.00 P. M.	268A, B. B. Ganguly Street, Kolkata – 700 012
2009-2010	30.09.2010	3.00 P.M.	Mercantile Building, Block-E, 2 <sup>nd</sup> Floor, 9/12, Lalbazar Street, Kolkata – 700 001
2010-2011	30.09.2011	3.00 P. M.	Mercantile Building, Block-E, 2 <sup>nd</sup> Floor, 9/12, Lalbazar Street, Kolkata – 700 001

No Special Resolution was passed during the year.

None of the Resolution proposed at the General Meeting held was required to be passed by postal ballot.

### **DISCLOSURES**

- a. There were no materially significant related party transactions i.e. transactions of the Company of material nature, which its promoters, the Directors of the Management, their subsidiaries or relatives etc., that may have potential conflict with the interest of the Company at large. The related party transactions have been duly disclosed in the “Notes on Accounts” to the Balance Sheet.
- b. There were no cases of non-compliance by the Company and no penalties / strictures imposed on the Company by any Statutory Authority on any matter.

### **COMPLIANCE CERTIFICATE**

Compliance Certificate on Corporate Governance from the Auditors of the Company is annexed with this Report.

### **MEANS OF COMMUNICATION:**

The Quarterly and Half Yearly results are published normally in Financial Express and Vartamaan. The results are not sent individually to the shareholders.

There were no presentations made to the institutional investors or analysis during the year.



## **VIRAT LEASING LIMITED**

### **GENERAL SHAREHOLDERS INFORMATION:**

<b>Annual General Meeting</b>	
Date and Time	: 29 <sup>th</sup> September, 2012 at 3.00 P.M.
Venue	: Registered office of the Company at : Mercantile Building, Block-E, 2 <sup>nd</sup> Floor, 9/12, Lalbazar Street, Kolkata – 700 001
Financial Calender (Tantative) for the Financial Year 2012-2013	: 1 <sup>st</sup> April, 2012 to 31 <sup>st</sup> March, 2013  First Quarter Results      2nd week of August, 2012 Second Quarter Results    2nd week of November, 2012 Third Quarter Results      2nd week of February, 2013 Fourth Quarter Results     2nd week of May, 2013
Date of Book Closure	: 27 <sup>th</sup> September, 2012 to 29 <sup>th</sup> September, 2012 (both days inclusive)
Dividend payment date	: No dividend is being recommended
Listing on stock exchanges and Stock Code	: The Delhi Stock Exchange Ltd.
The Company has paid listing fees as applicable to the stock exchange.	

The ISIN Number of the Company on NSDL and CDSL are INE347L01014. All the shares of the Company were in the physical form only as on 31.03.2012.

### **MARKET PRICE DATA:**

**There has been no trading of shares during the Financial Year 2011-2012**

### **REGISTRAR & SHARE TRANSFER AGENT:**

M/s Niche Technologies Pvt. Ltd.  
D-511, Bagri Market, 71, B.R.B.B. Road,  
Kolkata – 700 001

### **SHARE TRANSFER SYSTEM:**

The Authority to approve Share transfers has been delegated by the Board of Directors to the Share Transfer Committee. Requests received for transfer of Shares are processed within thirty days of receipt. Since all the Shares of the Company are still in physical form only, Share Certificates are sent by Registered Post.

## VIRAT LEASING LIMITED

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### **DISTRIBUTION OF SHAREHOLDING (AS ON 31<sup>ST</sup> MARCH 2012):**

Category	No. of Shares	%
Promoters	NIL	NIL
Financial Institutions	NIL	NIL
Nationalised Banks	NIL	NIL
Non Resident Indians	NIL	NIL
Mutual funds and FIIs	NIL	NIL
Domestic Companies	5848800	45.06
Indian Public	7131700	54.94
Others (Clearing Members)	NIL	NIL
	<b>12980500</b>	<b>100.00</b>

### **DISTRIBUTION OF SHAREHOLDINGS:**

SRL		No. of Shares	No. of Shareholders	% to Total	Total Shares	% to Total
1.	UPTO	500	-	-	-	-
2.	501	1000	-	-	-	-
3.	1001	5000	22	16.54	88700	0.68
4.	5001	10000	24	18.04	168707	1.30
5.	10001	50000	10	7.52	177200	1.36
6.	50001	100000	54	40.60	3911700	30.14
7.	100001	AND ABOVE	23	17.30	8634193	66.52
		<b>TOTAL</b>	<b>133</b>	<b>100.000</b>	<b>12980500</b>	<b>100.000</b>

### **DEMATERIALIZATION OF SHARES:**

As on 31<sup>st</sup> March 2012, 100% of the total equity capital of the company was held in physical form.

### **OUTSTANDING GDR/ADR/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND IMPACT ON EQUITY:**

The Company has not issued any GDR/ADR/Warrants.

### **ADDRESS FOR CORRESPONDENCE:**

“Mercantile Building”, Block-E, 2<sup>nd</sup> Floor,  
9/12, Lalbazar Street, Kolkata – 700 001.

### **ADOPTION OF NON-MANDATORY REQUIREMENTS**

**Place: Kolkata**  
**Date: 30.06.2012**

On behalf of the Board  
sd/-  
**Rajeev Kothari**  
*Chairman*

## **VIRAT LEASING LIMITED**

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CEO / CFO CERTIFICATION  
**The Board of Directors**  
**M/s Virat Leasing Limited**  
**Kolkata**

**Re: Financial Statement for the Financial Year 2011-2012 – Certification by Managing Director**

I, Rajeev Kothari, Managing Director of M/s **Virat Leasing Limited** on the review of Financial Statements and Cash Flow Statement for the year ended 31<sup>st</sup> March, 2012 and to the best of my knowledge and belief, hereby certify that:

1. These statement do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31<sup>st</sup> March, 2012 which are fraudulent, illegal or violative of Company's Code of Conduct.
4. We accept responsibility of establishing and maintaining internal control systems of the Company pertaining the financial reporting and we have disclosed to the auditors and the Audit Committee those deficiencies in the design and operation of such internal controls of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
5. We have indicated to the Auditors and the Audit Committee:
  - i. There have been no significant changes in internal control over financial reporting during the period.
  - ii. There have been no significant changes in accounting policies during the period.
  - iii. There have been no instances of significant fraud of which we have become aware and the involvement therein, of management or an employee having significant role in the Company's internal control systems over financial reporting.

<b>Place: Kolkata</b>	<b>Sd/-</b>
	<b>Rajeev Kothari</b>
<b>Date: 30.06.2012</b> <b>Director)</b>	<b>(Managing</b>

## **VIRAT LEASING LIMITED**

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### **CERTIFICATE OF THE AUDITORS IN RESPECT OF COMPLIANCE OF CORPORATE GOVERNANCE**

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To the Members of  
**VIRAT LEASING LIMITED**

We have examined the compliance of conditions of corporate governance by **VIRAT LEASING LIMITED**, for the year ended on 31<sup>st</sup> March, 2012, as stipulated in clause 49 of the Listing Agreement of the said company with 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 the 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 abovementioned Listing Agreement.

As required by Guidance Note issued by the Institute of Chartered Accountants of India we have to state that no investor grievances were pending for a period of one month against the company as per the records maintained by the Shareholders'/Investors' Grievance Committee.

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

**for S. K. Rungta & Co.**  
**Chartered Accountants**  
**FRN.308081E**

Place: Kolkata  
Date: 30.06.2012

**(S. K. Rungta)**  
**Proprietor**  
**Membership No.013860**

## AUDITORS' REPORT

**To  
The Members  
M/s Virat Leasing Limited**

1. We have audited the attached Balance Sheet of **M/s Virat Leasing Limited** as at 31st March, 2012 and also the Statement of Profit & Loss of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Further, we report that:

1. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. 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 such Books.
3. The Balance Sheet and Statement of Profit & Loss referred to in this Report are in agreement with the Books of Accounts and in our opinion, are prepared in compliance of the applicable Accounting Standards referred under Section 211 (3C) of the Companies Act, 1956.
4. Based on representations made by the Directors of the Company and the information and explanations given to us, none of the Directors of the Company is, as at 31<sup>st</sup> March, 2012, disqualified from being appointed as Director of the Company in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
5. In our opinion and to the best of the information and according to the explanations given to us, the said Accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :
  - i) in so far as it relates to the Balance Sheet, of the State of Affairs of the Company as at 31st March, 2012; and
  - ii) in so far as it relates to the Statement of Profit & Loss, of the Profit of the Company for the year ended on that date;
  - iii) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.
6. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, and in terms of information and explanations given to us and also on the basis of such checks as we considered appropriate, we further state that:
  - i) Based on our scrutiny of the Company's Books of Accounts and other records and according to the information and explanations received by us from the Management, we are of the opinion that the question of commenting on the maintenance of proper records of fixed assets, physical verification of fixed assets and any substantial sale thereof does not arise since the Company had no fixed assets as on 31.03.2012.

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- ii) Based on our scrutiny of the Company's Books of Accounts and other records and according to the information and explanations received by us from the Management, we are of the opinion that the question of commenting on the maintenance of proper records of inventories, physical verification of inventories and whether adequate procedures have been followed by management for physical verification of inventories thereof does not arise since the Company had no inventories as on 31.03.2012
- iii) The Company has not taken or granted any loan secured or unsecured, from / to Companies, Firms or Parties listed in the Register maintained u/s 301 of the Companies Act, 1956.
- 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 natures of its business with regard to Purchase and Sale of Stocks and Securities. During the course of our audit, no major weakness has been noticed in the internal controls.
- v) a) Based on the audit procedures applied by us and the information and explanations provided by the Management, we are of the opinion that there was no transaction during the year that needed to be entered in the Register maintained under section 301 of the Companies Act, 1956.  
b) According to the information and explanations given to us, no Purchase and Sale of Shares and Securities valued in excess of Rs. 500000/- have been made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 which may be prejudicial to the interest of the Company.
- vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the Public within the meaning of Section 58A and Section 58AA of the Companies Act, 1956 and the Rules formed thereunder.
- vii) As explained to us, the Company did not require Internal Audit System during the Financial Year.
- viii) According to the information and explanations provided by the Management, the provisions of section 209(1)(d) of the Companies Act, 1956 do not apply to the Company.
- ix) a) According to the records of the Company, the company is regular in depositing with the appropriate authorities undisputed statutory dues including Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty and/ or other statutory dues, if any, applicable to it.  
b) According to the information and explanations given to us, no undisputed amount payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty were outstanding as at March 31, 2012 for a period of more than six months from the date they became payable. There are no dues of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any dispute.
- x) The Company has accumulated losses at the end of the financial year which are less than fifty percent of its net worth and has not incurred cash losses in this financial year covered by our audit and in the immediate preceding year.
- xi) According to the records of the Company, the Company has not borrowed from Financial Institutions or Banks or issued debentures till 31.03.2012.

Contd....3

- xii) According to the records of the Company, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures or other securities.
- xiii) In our opinion, the Company is not a chit fund/ nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause (xiii) of Paragraph 4 of the Order are not applicable to the Company.
- xiv) On the basis of examination of the Company's records, we are of the opinion that the Company is maintaining adequate records regarding transactions and contracts regarding its trading activities in shares, securities, debentures and other investment and timely entries have been made in this records, and they have been held by the Company in its own name.
- xv) According to the information and explanation given by the management, the company has not given any guarantee for loan taken by the others from banks /financial institutions.
- xvi) According to the records of the Company, the Company has not obtained any Term Loan.
- xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long term investment by the Company.
- xviii) Based on our examination of records and the information provided to us by the Management, we report that the Company has not made Preferential Allotment of Shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act, 1956.
- 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 issues during the period covered by our Audit Report.
- xxi) Based upon the Audit Procedures performed and information and explanations given by the Management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

**for S. K. Rungta & Co.  
Chartered Accountants  
FRN.308081E**

Place: Kolkata  
Date : 30.06.2012

**Sd/-  
(S. K. Rungta)  
Proprietor  
Membership No.013860**

**VIRAT LEASING LIMITED**

**Balance Sheet as at 31st March, 2012**

Particulars	Note No	As at 31.03.2012	As at 31.03.2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	129805000	129805000
(b) Reserves and Surplus	2	25850092	25840690
<b>(2) Current Liabilities</b>			
(a) Trade Payables		300000	-
(b) Other current liabilities	3	44618	132032
<b>Total</b>		<b>15599710</b>	<b>15577722</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Non-current investments	4	111435811	126255811
<b>(2) Current assets</b>			
(a) Trade receivables	5	-	5955000
(b) Cash and cash equivalents	6	1800922	1332963
(c) Short-term loans and advances	7	42762977	22233948
<b>Total</b>		<b>15599710</b>	<b>15577722</b>

Significant accounting policies

Notes on Accounts

1-13

The accompanying notes form an integral part of the financial statements

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

Sd/-  
(S.K.Rungta)  
Proprietor  
Membership No. 13860

Sd/-  
Managing Director

Sd/-  
Director

Place : Kolkata  
Date: 30/06/2012



**VIRAT LEASING LIMITED**

**Statement of Profit and Loss for the year ended 31st March, 2012**

Particulars	Note No.	For the year ended March 31, 2012	For the year ended March 31, 2011
I. Revenue from operations	8	1373407	1054926
II. Other Income	9	3023304	1909594
<b>III. Total Revenue (I + II)</b>		<b>4396711</b>	<b>2964520</b>
<i>IV. Expenses:</i>			
Purchase of Stock-in-Trade	10	3786734	2594241
Employee benefit expenses	11	365500	152,000
Other expenses	12	230869	209919
<b>Total Expenses</b>		<b>4383103</b>	<b>2956160</b>
V. Profit before tax(III - IV)		<b>13608</b>	<b>8360</b>
VI. Tax expense:			
(1) Current tax		4206	2583
(2) Taxation for earlier years		-	10884
VII. Profit/(Loss) for the year (V - VI)		<b>9402</b>	<b>(5107)</b>
VIII. Earnings per equity share:			
(1) Basic & Diluted		0.00	0.00

Significant accounting policies

Notes on Accounts

1-13

The accompanying notes form an integral part of the financial statements

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
**CHARTERED ACCOUNTANTS**  
 FRN 308081E

Sd/-  
 (S.K.Rungta)  
 Proprietor  
 Membership No. 13860

Sd/-  
 Managing Director

Sd/-  
 Director

Place : Kolkata  
 Date: 30/06/2012

VIRAT LEASING LIMITED

**Notes to financial statements for the year ended 31st March 2012**

**1 SHARE CAPITAL**

<b><u>AUTHORISED:</u></b>	<b><u>31st March 2012</u></b>	<b><u>31st March 2011</u></b>
13000000 Equity Shares of Rs 10 Each	130000000	130000000

**Issued, Subscribed and fully paid-up shares**

12980500 Equity Shares of Rs 10 Each	129805000	129805000
--------------------------------------	-----------	-----------

**a. Details of shareholders holding more than 5% shares in the company**

<b><u>Name of Shareholder</u></b>	<b><u>31st March 2012</u></b>		<b><u>31st March 2011</u></b>	
	<b><u>% of shares</u></b>	<b><u>No. of shares</u></b>	<b><u>% of shares</u></b>	<b><u>No. of shares</u></b>
Anju Sharma	5.08	660000	5.08	660000
Manoj Kumar Sharma	5.12	664000	5.12	664000
Visheshwar Nath Sharma	5.12	664000	5.12	664000

**b. Reconciliation of share capital at beginning and end of accounting year**

Opening Balance of Share Capital	129805000	129805000
Closing Balance of Share Capital	129805000	129805000

c. Equity shares carry voting rights at the General Meetings of the Company, and are entitled to dividend and to participate in surplus, if any, in the event of winding up.

**2 Reserves and Surplus**

	<b><u>31st March 2012</u></b>	<b><u>31st March 2011</u></b>
General Reserve	25956073	25956073
<b>Profit &amp; Loss A/c</b>		
Opening Balance	(198190)	(137492)
Add : Profit For the Year	9402	(5107)
Less : Statutory Provision	106907	55591
: Statutory Reserve	1880	-
<b>Reserve &amp; Provisions as per RBI Guidelines</b>	<b>(297575)</b>	<b>(198190)</b>
<b>Statutory Reserve</b>		
Opening Balance	27216	27216
Add : Transfer from Profit & Loss A/c	1880	-
<b>Statutory Provision</b>		
Opening Balance	55591	-
Add : Transfer from Profit & Loss A/c	106907	55591
	<b>162498</b>	<b>55591</b>
	<b>25850092</b>	<b>25840690</b>

**3 Other Current Liabilities**

Advances Received	-	60000
Liability For Expenses	44618	72032
	<b>44618</b>	<b>132032</b>

VIRAT LEASING LIMITED

Notes to financial statements for the year ended 31st March 2012

4 Non-Current Investments

Particulars	Face Value	AS AT 31.03.2012		AS AT 31.03.2011	
		No. of Share	Value	No. of Share	Value
			Rs.		Rs.
<b><u>Non-Trade Investments</u></b>					
Investment in Land		-	31686	-	31686
<b>Quoted - Equity Shares</b>					
Decillion Finance Ltd.	10	31725	158625	33725	168625
Nishel Investment & Trading Co. Ltd.	10	86375	345500	135125	540500
<b>Unquoted - Equity Shares</b>					
Aakarshan Housing Pvt. Ltd.	10	1250	2500000	-	-
ABM Finlease Pvt. Ltd.	10	-	-	87000	8700000
Ashok Vatika Agro Farms Pvt. Ltd.	10	55000	550000	118500	6900000
Horizon Agro Processing Pvt. Ltd.	10	-	-	8400	840000
Isha Estates & Investments Pvt. Ltd.	10	31000	310000	-	-
Jamatara Rice Mills Pvt. Ltd.	10	20000	200000	-	-
Janhit Tracom Pvt. Ltd.	10	5000	500000	5000	500000
Kasturi Enclave Pvt. Ltd.	10	-	-	12500	2500000
Kaveri Impex Pvt. Ltd.	10	31000	4960000	31000	4960000
Lifestyle Vanijya Pvt. Ltd.	10	-	-	329500	5095000
Mangalchand Property & Investments Pvt. Ltd.	10	-	-	200500	20050000
Mayborn Investments Pvt. Ltd.	10	238100	23810000	260000	26000000
Nextgen Sales Pvt. Ltd.	10	500	100000	-	-
Planet Dealtrade Pvt. Ltd.	10	5000	1000000	-	-
Pragati Dealcomm Pvt. Ltd.	10	-	-	351500	6665000
Shreyans Stockinvest Pvt. Ltd.	100	-	-	55700	10700000
Sudarshan Freight Carrier Pvt. Ltd.	10	-	-	35000	3500000
Sumit Technisch & Engineering Pvt. Ltd.	10	1000	100000	-	-
Suncity Dealers Pvt. Ltd.	10	7500	1500000	-	-
Ultra Dealers Pvt. Ltd.	10	-	-	121000	7510000
Vision Commotrade Pvt. Ltd.	10	-	-	364500	8325000
Yerrow Finance & Investments Pvt. Ltd.	10	-	-	305000	3050000
<b>Unquoted - Preference Shares</b>					
Amiya Commerce & Cons. Co. Pvt. Ltd	100	29080	14540000	18000	9000000
Dignity Dealtrade Pvt. Ltd.	10	162500	32500000	-	-
Vibgyor Commotrade Pvt. Ltd.	10	75000	15000000	-	-
Zigma Commosales Pvt. Ltd.	10	30000	6000000	-	-
<b>Investments in Subsidiaries</b>					
<b>Unquoted - Equity Shares</b>					
Evergrow Vintrade Ltd.	10	30500	305000	30500	305000
Fastflow Commodeal Ltd.	10	30500	305000	30500	305000
Merit Commosoles Ltd.	10	56000	5405000	30500	305000
Seaside Merchandise Limited	10	41000	410000	-	-
Silverlake Tradelinks Ltd.	10	43000	905000	30500	305000
			<u>111435811</u>		<u>126255811</u>
Market Value of Quoted Equity Shares			<u>2347832</u>		<u>3186217</u>
Break up Value of Unquoted Equity Shares			<u>33947789</u>		<u>238697235</u>
Break up Value of Unquoted Preference Shares			<u>5583000</u>		<u>1800000</u>
<b>5 Trade Receivables:</b>					
			<u>31st March 2012</u>		<u>31st March 2011</u>
Unsecured Considered good (Less Than Six months from the date they become due)			-		5955000
Trade receivables include Rs.Nil (P.Y. Rs. NIL) due from a company in which a director is a director					
<b>6 Cash &amp; Cash Equivalents:</b>					
Balances with Banks in Current Accounts			1783555		1314663
Cash In Hand (As certified By Management)			17367		18300
			<u>1800922</u>		<u>1332963</u>

VIRAT LEASING LIMITED

**Notes to financial statements for the year ended 31st March 2012**

	<u>31st March 2012</u>	<u>31st March 2011</u>
<b>7 <u>Short Term Loans &amp; Advances:</u></b>		
Loans (Unsecured but Considered good repayable on demand)		
- Others	41031847	18093671
Advances (Recoverable in cash or in kind or for the value to be received)	1250000	3950000
Income Taxes Refundable net of provisions	481130	190277
	<u>42762977</u>	<u>22233948</u>
	<b>2011 - 2012</b>	2010 - 2011
	<b>(Rupees)</b>	<b>(Rupees)</b>
<b>8 <u>Revenue from operations:</u></b>		
Sales Account (Shares and securities)	<u>1373407</u>	<u>1054926</u>
<b>9 <u>Other Income:</u></b>		
INTEREST		
- On Unsecured Loan (TDS Rs.295059, P.Y. Rs. 149369)	3023304	1658684
- On Income Tax Refund	-	910
Net gain on sale of Non-current Investments	-	250000
	<u>3023304</u>	<u>1909594</u>
<b>10 <u>Purchase of stock in trade</u></b>		
Shares and securities	<u>3786734</u>	<u>2594241</u>
<b>11 <u>Employee benefit expenses</u></b>		
Managing Director's Remuneration	97500	97500
Salaries & Bonus	268000	54500
	<u>365500</u>	<u>152000</u>
<b>12 <u>Other Expenses</u></b>		
Payment to auditors		
- Statutory Audit Fees	5000	5000
Accounting Charges	15000	15000
Advertisement	1681	1601
Bank Charges	283	1147
Conveyance	32219	24527
Demat Charges	359	-
Depository Charges	66180	78313
Filing Fees	1500	4500
General Expenses	13026	12661
Listing Fees	22060	19632
Office Expenses	15453	9683
Postage & Telegram	22152	11592
Printing & Stationery	15975	5,570
Professional charges	-	2600
Professional Tax	2500	2500
Registrar Fees	11032	11032
Securities Transaction Tax	6449	4561
	<u>230869</u>	<u>209919</u>

**VIRAT LEASING LIMITED**

**Notes to financial statements for the year ended 31st March 2012**

**13 Other Notes:**

- a. The Company's main business is Finance and Investment falling under one business head. Hence, Segmental Reporting as per AS - 17 is not applicable to the company
- b. As required in terms of Paragraph 13 of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007 issued by RBI, we enclose in the annexure the required Schedule to the Balance Sheet of a Non-Banking Finance Company.
- c. Statutory Reserve has been created @ 20% of Profit after Tax as per RBI guidelines.
- d. Contingent Provisions against Standard assets has been made @ 0.25% of the outstanding standard assets as per RBI directions.
- e. Previous year figures have been regrouped/rearranged wherever considered necessary.
- f. Contingent Liabilities & Contracts on capital account: NIL

**g. Related Party Transactions**

**Disclosure in relation of Transactions with Related Parties in accordance with AS-18**

Name of the Related Party (Nature of Relationship)	Nature of Transactions	Volume of Transactions	Provisions for doubtful debts due from such parties at that date.	Amounts written off or written back in the period in respect of debts due from or to related parties
Rajeev Kothari, Managing Director	Remuneration Paid	97500	NIL	NIL

Notes 1 -13 form integral part of the financial Statements for the year ended on 31/03/2012

Signatures to Notes 1-13

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

Sd/-  
(S.K.Rungta)  
Proprietor  
Membership No. 13860

Sd/-  
Managing Director

Sd/-  
Director

Place : Kolkata  
Date: 30/06/2012

## **VIRAT LEASING LIMITED**

Mercantile Building, Block - E, 2nd Floor  
9/12, Lalbazar Street, Kolkata - 700001

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### **Significant Accounting Policies to the financial statements for the year ended on 31st March 2012**

**a. General :** The Company follows the Mercantile System of Accounting and recognises Income & Expenditure on Accrual Basis.

**b. Revenue Recognition:**

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Dividend income is recognized on receipt basis. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable. Sales are recognized on passing of ownership in shares.

**c. Investments:**

Investments have been valued at Cost. Provision for diminutions in the value is not considered unless such short fall is permanent in nature.

**d. TAXATION:**

Provision for current income tax is made on the taxable income using the applicable tax rates and tax laws.

Significant accounting policies form integral part of the financial Statements for the year ended on 31/03/2012

Signatures to Significant accounting Policies

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

Sd/-  
(S.K.Rungta)  
Proprietor  
Membership No. 13860

Sd/-  
Managing Director

Sd/-  
Director

Place : Kolkata  
Date: 30/06/2012

# Virat Leasing Limited

## CASH FLOW STATEMENT

	March 31, 2012 (Rupees)	March 31, 2011 (Rupees)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extraordinary Items	13,608	8,360
Adjustment for :		
Depreciation	-	-
Write-offs	-	-
(Profit)/Loss on sale of Fixed Assets	-	-
Interest paid	-	-
	13,608	8,360
<b>Adjustment for :</b>		
Income from Investment	-	(250,000)
Interest Received	(3,023,304)	(1,659,594)
Dividend Received	-	-
Operating Profit before Working Capital changes	(3,009,696)	(1,901,234)
Adjustment for :		
Current Assets	(14,574,029)	(13,446,569)
Current Liabilities	212,586	87,715
(Increase)/Decrease in Net Current Assets	(14,361,443)	(13,358,854)
Cash generated from Operations	(17,371,139)	(15,260,088)
Interest paid	-	-
Taxation	(4,206)	(13,467)
Cash Flow before extraordinary items	(17,375,345)	(15,273,555)
Extraordinary Items/Other Provisions	-	-
Additional tax adjustments for earlier year	-	-
<b>Net Cash from operating activities</b>	(A) : (17,375,345)	(15,273,555)
<b>B. CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Sale/(Purchase) of Investments	14,820,000	14,586,500
Investment Income	-	250,000
Interest Received	3,023,304	1,659,594
Dividend Received	-	-
<b>Net Cash used in investing activities</b>	(B) : 17,843,304	16,496,094
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of Share Capital	-	-
(Share Capital Suspense - Pending Allotment in amalgamation)	-	-
Share Premium	-	-
Adjustment on A/C of amalgamation	-	-
Proceeds from Borrowing	-	-
Deferred Expenditure	-	-
Dividend paid	-	-
<b>Net Cash from Financing activities</b>	(C) : -	-
<b>Net increase in Cash and Cash equivalents (A+B+C)</b>	467,959	1,222,539
<b>Cash and Cash equivalents at the beginning of the year</b>	1,332,963	110,424
<b>Cash and Cash equivalents at the close of the year</b>	1,800,922	1,332,963

**For S. K. Rungta & CO.**  
Chartered Accountants  
FRN.308081E

Sd/-  
**(S. K. Rungta)**  
Proprietor  
Membership No.: 13860

Sd/-  
Managing Director

Sd/-  
Director

Place: Kolkata  
Date: 30.06.2012

**VIRAT LEASING LIMITED**

**SCHEDULE TO THE BALANCE SHEET OF A NON BANKING FINANCIAL COMPANY AS ON 31.03.2012 AS REQUIRED IN TERMS OF PARAGRAPH 13 OF A NON BANKING FINANCIAL ( NON DEPOSIT ACCEPTING OR HOLDING ) COMPANIES PRUDENTIAL NORMS ( RESERVE BANK ) DIRECTIONS , 2007**

**PARTICULARS**

**(RS IN LACS )**

**LIABILITIES SIDE**

**1**

<b>LOANS AND ADVANCES AVAILED BY THE NBFCS INCLUSIVE OF INTEREST ACCRUESD THEREON BUT NOT PAID</b>		<b><u>AMOUNT OUTSTANDING</u></b>	<b><u>AMOUNT OVERDUE</u></b>
<b>a</b>	<b>DEBENTURES</b>		
	• SECURED	NIL	NIL
	• UNSECURED ( OTHER THAN FALLING WITHIN THE MEANING OF PUBLIC DEPOSIT )	NIL	NIL
<b>b</b>	<b>DEFERRED CREDITS</b>	NIL	NIL
<b>c</b>	<b>TERM LOANS</b>	NIL	NIL
<b>d</b>	<b>INTER – CORPORATE LOANS AND BORROWINGS</b>	NIL	NIL
<b>e</b>	<b>COMMERCIAL PAPER</b>	NIL	NIL
<b>f</b>	<b>PUBLIC DEPOSIT</b>	NIL	NIL
<b>g</b>	<b>OTHER LOANS ( SPECIFY NATURE )</b>	NIL	NIL
	• please see note -1 below		

**ASSET SIDE**

**2**

<b>BREAK UP OF LOANS AND ADVANCES INCLUDING BILLS RECEIVABLES OTHER THAN THOSE INCLUDED IN ( 4 ) BELOW</b>		<b><u>AMOUNT OUTSTANDING</u></b>
	• SECURED	NIL
	• UNSECURED	427.63

**3**

	<b>BREAK UP OF LEASED ASSETS AND STOCK ON HIRE AND HYPOTHECATION LOANS COUNTING TOWARDS EL / HP ACTIVITIES</b>	NIL	NIL
<b>1</b>	<b>LEASE ASSETS INCLUDING LEASE RENTALS UNDER SUNDRY DEBTORS</b>		
	• FINANCIAL LEASE		NIL
	• OPERATING LEASE		NIL
<b>2</b>	<b>STOCK ON HIRE INCLUDING HIRE CHARGES UNDER SUNDRY DEBTORS</b>		
	• ASSETS ON HIRE		NIL
	• REPOSSESSED ASSETS		NIL
<b>3</b>	<b>HYPOTHECATION LOANS COUNTING</b>		NIL



	<b>TOWARDS EL / HP ACTIVITIES</b>	
	• LOANS WHERE ASSETS HAVE BEEN REPOSSESSED	NIL
	• LOANS OTHER THAN ABOVE	NIL

**BREAK UP OF INVESTMENTS**

**4**

	• CURRENT INVESTMENTS ( STOCK IN TRADE )		
<b>1</b>	<b>QUOTED</b>		
	• SHARES		NIL
	EQUITY		NIL
	PREFERENCE		NIL
	• DEBENTURES AND BONDS		NIL
	• UNITS OF MUTUAL FUNDS		NIL
	• GOVERNMENT SECURITIES		NIL
	• OTHERS		NIL
<b>2</b>	<b>UNQUOTED</b>		NIL
	• SHARES		NIL
	EQUITY		NIL
	PREFERENCE		NIL
	• DEBENTURES AND BONDS		NIL
	• UNITS OF MUTUAL FUNDS		NIL
	• GOVERNMENT SECURITIES		NIL
	• OTHERS		NIL

	• LONG TERM INVESTMENTS		NIL
<b>1</b>	<b>QUOTED</b>		
	• SHARES		
	EQUITY		5.04
	PREFERENCE		NIL
	• DEBENTURES AND BONDS		NIL
	• UNITS OF MUTUAL FUNDS		NIL
	• GOVERNMENT SECURITIES		NIL
	• OTHERS		NIL
<b>2</b>	<b>UNQUOTED</b>		
	• SHARES		
	EQUITY		428.60
	PREFERENCE		680.40
	• DEBENTURES AND BONDS		NIL
	• UNITS OF MUTUAL FUNDS		NIL
	• GOVERNMENT SECURITIES		NIL
	• OTHERS		0.32

**BORROWER GROUP WISE CLASSIFICATION OF ALL LEASED ASSETS , STOCK ON HIRE AND LOANS AND ADVANCES**

**5**

<b>CATEGORY</b>		<b>AMOUNT NET OF PROVISIONS</b>		
<b>1</b>		<b>SECURED</b>	<b>UNSECURED</b>	<b>TOTAL</b>
	<b>RELATED PARTIES</b>			
	<b>a</b> SUBSIDIARIES	NIL	NIL	NIL
	<b>b</b> COMPANIES IN THE SAME GROUP	NIL	NIL	NIL

	c	OTHER RELATED PARTIES	NIL	NIL	NIL
2		OTHER THAN RELATED PARTIES	NIL	427.63	427.63
		TOTAL	NIL	427.63	427.63

6

INVESTOR GROUP WISE CLASSIFICATION OF ALL INVESTMENTS ( CURRENT AND LONG TERM ) IN SHARES AND SECURITIES ( BOTH QUOTED AND UNQUOTED ( please see note 3 below ) \*\*\*

CATEGORY		MARKET VALUE /BREAK UP OF FAIR VALUE OR NAV	BOOK VALUE ( NET OF PROVISION )
1	RELATED PARTIES		
a	SUBSIDIARIES	19.28	73.30
b	COMPANIES IN THE SAME GROUP	NIL	NIL
c	OTHER RELATED PARTIES	NIL	NIL
2	OTHER THAN RELATED PARTIES	418.79	1041.06
	TOTAL	438.07	1114.36

\*\*\* As Per Accounting Standard of ICAI ( Please see note – 3 )

7.

OTHER INFORMATION		AMOUNT
	PARICULARS	
D)	GROSS NON- PERFORMING ASSETS	
	A RELATED PARTIES	NIL
	B OTHER THAN RELATED PARTIES	NIL
II)	NET NON- PERFORMING ASSETS	
	A RELATED PARTIES	NIL
	B OTHER THAN RELATED PARTIES	NIL
III)	ASSETS ACQUIRED IN SATISFACTION OF DEBTS	NIL

**NOTES:**

- As defined in paragraph 2 (1) ( xii ) of the Non – Banking Financial Companies Acceptance Of Public Deposits ( Reserve Bank ) Directions , 1998 ..
- Provisioning Norms shall be applicable as prescribed in Non – Banking Financial ( Non Deposit Accepting or Holding ) Companies Prudential Norms ( Reserve bank ) Direction , 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 debts. However , Market value in respect of quoted investment and break – up / fair value/ NAV in respect on unquoted investment should be disclosed irrespective of whether they are classified as long term or current in ( 4 ) above .

**VIRAT LEASING LIMITED****STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANIES**

(Amount in Rs.)

	Name of the Subsidiary Companies	Evergrow Vintrade Ltd.	Fastflow Commodeal Ltd.	Merit Commosales Ltd.	Seaside Merchandise Ltd.	Silverlake Tradelinks Ltd.
1	The Financial Period of the Subsidiary Company ended on:-	31.03.2012	31.03.2012	31.03.2012	31.03.2012	31.03.2012
	Date of Incorporation	29.03.2010	27.03.2010	18.03.2010	27.03.2010	27.03.2010
2	Date from which it became Subsidiaries	31.03.2010	31.03.2010	31.03.2010	03.11.2011	31.03.2010
3	(a) Number of Equity Shares held by Virat Leasing Limited in its subsidiaries at the end of the Financial Year	30,500	30,500	56,000	41,000	43,000
	(b) Nominal Value of Shares (Rs.)	10/-	10/-	10/-	10/-	10/-
	(c) Extent of interest in percentage terms of Decillion Finance Limited in the Capital of the Subsidiaries at the end of the Financial Year.	61.00	61.00	67.47	51.25	52.12
4	The Net Aggregate of Subsidiaries Company Profit/(Loss) so far it concerns the members of the Holding Company.					
	<b>a. Not dealt with in the Holding Company's Accounts:</b>					
	(i) For the Financial Year Ended 31.03.2012	1,325	1,287	2,429	2,229	1,814
	(ii) For the Previous Financial Years of the Subsidiary Companies since it became the Holding Company's Subsidiaries.	702	730	791	N.A.	913
	<b>b. Dealt with in the Holding Company's Accounts:</b>					
	(i) For the Financial Year Ended 31.03.2012	NIL	NIL	NIL	NIL	NIL
	(ii) For the Previous Financial Years of the Subsidiary Companies since it became the Holding Company's Subsidiaries.	NIL	NIL	NIL	N.A.	NIL

**For S.K.Rungta & Co.**  
**Chartered Accountants**  
**FRN No. 308081E**

**(S.K.Rungta)**  
**Proprietor**  
**Membership No. : 13860**

**Rajeev Kothari**  
**Managing Director**

**J. K. Goyal**  
**Director**

Place : Kolkata.  
Date : 30.06.2012

## AUDITORS' REPORT

**To**  
**The Members**  
**M/s Virat Leasing Limited**

1. We have audited the attached Consolidated Balance Sheet of **M/s Virat Leasing Limited and its Subsidiary Companies** as at 31st March, 2012, the Consolidated Statement of Profit & Loss and the Consolidated Cash Flow Statement for the year ended on that date. The Consolidated Financial Statements are the responsibility of the Company's Management and have been prepared by the Management on the basis of separate Financial Statements and other financial information. Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the Financial Statements of any of its Subsidiary Companies i.e. **a) Evergrow Vintrade Ltd.; b) Fastflow Commodeal Ltd.; c) Merit Commosales Ltd.; d) Seaside Merchandise Limited and e) Silverlake Tradelinks Ltd.** The Financial Statements of Subsidiary Companies have been audited by other Auditors whose report has been furnished to us and our opinion, in so far as it relates to the amounts included in respect of the subsidiaries, is based solely on the report of the other Auditors.
4. We report that the Consolidated Financial Statements have been prepared by the Management of the Company, **Virat Leasing Limited** in accordance with the requirements of Accounting standard (AS)-21 – “Consolidated Financial Statements” issued by the Institute of Chartered Accountants of India and on the basis of the separate audited Financial Statements of **Virat Leasing Limited** and its subsidiaries.

Contd.....2

5. On the basis of the information and explanation given to us and on the consideration of the separate Audit Reports on Audited Financial Statements of **Virat Leasing Limited and its Subsidiary Companies**, we are of the opinion that:
- i) the Consolidated Balance Sheet gives a true and fair view of the Consolidated State of Affairs of the Company, **Virat Leasing Limited** and its Subsidiaries as at 31st March, 2012; and
  - ii) the Consolidated Statement of Profit & Loss gives a true and fair view of the Consolidated Results of operations of the Company, **Virat Leasing Limited** and its Subsidiaries for the year ended on that date;
  - iii) In the case of the Consolidated Cash Flow Statement, the Consolidated Cash Flows of the Company, **Virat Leasing Limited** and its Subsidiaries for the year ended on that date.

**For S. K. Rungta & Co.**  
**Chartered Accountants**  
**FRN.308081E**

Place: Kolkata  
Date : 30.06.2012

**Sd/-**  
**(S. K. Rungta)**  
**Proprietor**  
**Membership No.013860**

## VIRAT LEASING LIMITED

### Consolidated Balance Sheet as at 31st March, 2012

Particulars	Note No	As at 31.03.2012	As at 31.03.2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	1	129805000	129805000
(b) Reserves and Surplus	2	30852124	25843827
<b>(2) Minority Interest</b>		9185190	748309
<b>(3) Current Liabilities</b>			
(a) Trade Payables		300000	-
(b) Other current liabilities	3	166118	156032
<b>Total</b>		<b>170308432</b>	<b>156553168</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Goodwill on Consolidation		-	52704
(b) Non-current investments	4	125365811	126685811
<b>(2) Current assets</b>			
(a) Trade receivables	5	205,831	6034999
(b) Cash and cash equivalents	6	1923688	1548000
(c) Short-term loans and advances	7	42813102	22231653
<b>Total</b>		<b>170308432</b>	<b>156553168</b>

Significant accounting policies

Notes on Accounts

1-14

*The accompanying notes form an integral part of the financial statements*

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

Managing Director

Director

(S.K.Rungta)  
Proprietor  
Membership No. 13860

Place : Kolkata  
Date: 30/06/2012

# VIRAT LEASING LIMITED

## Consolidated Statement of Profit and Loss for the year ended 31st March, 2012

Particulars	Note No.	For the year ended March 31, 2012	For the year ended March 31, 2011
I. Revenue from operations	8	1579238	1134926
II. Other Income	9	3023304	1909594
<b>III. Total Revenue (I + II)</b>		<b>4602542</b>	<b>3044520</b>
<i>IV. Expenses:</i>			
Purchase of Stock-in-Trade	10	3786734	2594241
Amortization Expenses	11	27000	21600
Employee benefit expenses	12	365500	152000
Other expenses	13	389114	260882
<b>Total Expenses</b>		<b>4568348</b>	<b>3028722</b>
V. Profit before tax(III - IV)		34194	15797
VI. Tax expense:			
(1) Current tax		9081	4878
(2) Taxation for earlier years		-	10884
VII. Profit for the year (before adjustment for Minority Interest) (V - VI)		25113	35
VIII. Share of Profit/(Loss) transferred to Minority Interest		6628	2005
IX. Profit for the year (after adjustment for Minority Interest) (VII - VIII)		18485	(1970)
X. Earnings per equity share:			
- Basic & Diluted		0.00	(0.00)

Significant accounting policies  
Notes on Accounts

1-14

*The accompanying notes form an integral part of the financial statements*

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

Managing Director

Director

(S.K.Rungta)  
Proprietor  
Membership No. 13860

Place : Kolkata  
Date: 30/06/2012

# VIRAT LEASING LIMITED

## Notes on Consolidated Financial Statements for the year ended 31st March 2012

### 1 SHARE CAPITAL

<u>AUTHORISED:</u>	<u>31st March 2012</u>	<u>31st March 2011</u>
13000000 Equity Shares of Rs 10 Each	<u>130000000</u>	<u>130000000</u>
 <u>Issued, Subscribed and fully paid-up shares</u>		
12980500 Equity Shares of Rs 10 Each	<u>129805000</u>	<u>129805000</u>

#### a. Details of shareholders holding more than 5% shares in the company

<u>Name of Shareholder</u>	<u>31st March 2012</u>		<u>31st March 2011</u>	
	<u>% of shares</u>	<u>No. of shares</u>	<u>% of shares</u>	<u>No. of shares</u>
Anju Sharma	5.08	660000	5.08	660000
Manoj Kumar Sharma	5.12	664000	5.12	664000
Visheshwar Nath Sharma	5.12	664000	5.12	664000

#### b. Reconciliation of share capital at beginning and end of accounting year

Opening Balance of Share Capital	<u>129805000</u>	129805000
Closing Balance of Share Capital	<u>129805000</u>	129805000

c. Equity shares carry voting rights at the General Meetings of the Company, and are entitled to dividend and to participate in surplus, if any, in the event of winding up.

### 2 Reserves and Surplus

	<u>31st March 2012</u>	<u>31st March 2011</u>
<b>Capital Reserve</b>		
On Consolidation of Subsidiaries (Net)	4989812	-
<b>General Reserve</b>	25956073	25956073
<b>Profit &amp; Loss A/c</b>		
Opening Balance	(195053)	(137492)
Add : Profit For the Year	18485	(1970)
Less : Statutory Provision	106907	55591
: Statutory Reserve	1880	-
	<u>(285355)</u>	<u>(195053)</u>
<b>Reserve &amp; Provisions as per RBI Guidelines</b>		
<b>Statutory Reserve</b>		
Opening Balance	27216	27216
Add : Transfer from Profit & Loss A/c	1880	-
	<u>29096</u>	<u>27216</u>
<b>Statutory Provision</b>		
Opening Balance	55591	-
Add : Transfer from Profit & Loss A/c	106907	55591
	<u>162498</u>	<u>55591</u>
	<u>30852124</u>	<u>25843827</u>
 <b>3 Other Current Liabilities</b>		
Advances Received	65000	60000
Liability For Expenses	101118	96032
	<u>166118</u>	<u>156032</u>



# VIRAT LEASING LIMITED

## Notes on Consolidated Financial Statements for the year ended 31st March 2012

### 4 Non-Current Investments

Particulars	Face Value	AS AT 31.03.2012		AS AT 31.03.2011	
		No. of Share	Value Rs.	No. of Share	Value Rs.
<b><u>Non-Trade Investments</u></b>					
Investment in Land		-	31686	-	31686
<b><u>Quoted - Equity Shares</u></b>					
Decillion Finance Ltd.	10	31725	158625	33725	168625
Nishel Investment & Trading Co. Ltd.	10	86375	345500	135125	540500
<b><u>Unquoted - Equity Shares</u></b>					
Aakarshan Housing Pvt. Ltd.	10	1250	2500000	-	-
ABM Finlease Pvt. Ltd.	10	700000	7000000	87000	8700000
Ashok Vatika Agro Farms Pvt. Ltd.	10	65000	650000	123500	6950000
Horizon Agro Processing Pvt. Ltd.	10	-	-	8400	840000
Isha Estates & Investments Pvt. Ltd.	10	31000	310000	-	-
Jamatara Rice Mills Pvt. Ltd.	10	20000	200000	-	-
Janhit Tracom Limited	10	5000	500000	5000	500000
Kasturi Enclave Pvt. Ltd.	10	-	-	12500	2500000
Kaveri Impex Pvt. Ltd.	10	31000	4960000	31000	4960000
Lifestyle Vanijya Pvt. Ltd.	10	-	-	329500	5095000
Mangalchand Property & Investments Pvt. Ltd.	10	4000	400000	200500	20050000
Mayborn Investments Pvt. Ltd.	10	242100	24210000	276000	27600000
Nextgen Sales Pvt. Ltd.	10	500	100000	-	-
Planet Dealtrade Pvt. Ltd.	10	5000	1000000	-	-
Pragati Dealcomm Pvt. Ltd.	10	309800	3100000	351500	6665000
Shreyans Stockinvest Pvt. Ltd.	100	63800	6380000	55700	10700000
Sudarshan Freight Carrier Pvt. Ltd.	10	-	-	35000	3500000
Sumit Technisch & Engineering Pvt. Ltd.	10	1000	100000	-	-
Suncity Dealers Pvt. Ltd.	10	7500	1500000	-	-
Ultra Dealers Pvt. Ltd.	10	-	-	121000	7510000
Vision Commotrade Pvt. Ltd.	10	269000	2,620,000	364500	8325000
Yerrow Finance & Investments Pvt. Ltd.	10	45000	450000	305000	3050000
<b><u>Unquoted - Preference Shares</u></b>					
Amiya Commerce & Cons. Co. Pvt. Ltd.	100	30700	15350000	18000	9000000
Dignity Dealtrade Pvt. Ltd.	10	162500	32500000	-	-
Vibgyor Commotrade Pvt. Ltd.	10	75000	15000000	-	-
Zigma Commosales Pvt. Ltd.	10	30000	6000000	-	-
			125365811		126685811
Market Value of Quoted Equity Shares			2347832		3186217
Break up Value of Unquoted Equity Shares			205913871		238420665
Break up Value of Unquoted Preference Shares			5745000		1800000
<b>5 <u>Trade Receivables:</u></b>					
			<b><u>31st March 2012</u></b>		<b><u>31st March 2011</u></b>
Unsecured Considered good (Less Than Six months from the date they become due)			205831		6034999
Trade receivables include Rs.Nil (P.Y. Rs. NIL) due from a company in which a director is a director					
<b>6 <u>Cash &amp; Cash Equivalents:</u></b>					
Balances with Banks in Current Accounts			1857441		1321048
Cash In Hand (As certified By Management)			66247		226952
			1923688		1548000

# VIRAT LEASING LIMITED

## Notes on Consolidated Financial Statements for the year ended 31st March 2012

<b>7 <u>Short Term Loans &amp; Advances:</u></b>	<b><u>31st March 2012</u></b>	<b><u>31st March 2011</u></b>
Loans (Unsecured but Considered good repayable on demand)		
- Others	41031847	18093671
Advances (Recoverable in cash or in kind or for the value to be received)	1305000	3950000
Income Taxes Refundable net of provisions	476255	187982
	<b>42813102</b>	<b>22231653</b>
	<b>2011 - 2012</b>	<b>2010 - 2011</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
<b>8 <u>Revenue from operations:</u></b>		
Sales Account (Shares and securities)	1373407	1054926
Profit from Commodity Deriavtives Trading	205831	79999
	<b>1579238</b>	<b>1134926</b>
<b>9 <u>Other Income:</u></b>		
INTEREST		
- On Unsecured Loan (TDS Rs.295059, P.Y. Rs. 149369)	3023304	1658684
- On Income Tax Refund	-	910
Net gain on sale of Non-current Investments	-	250000
	<b>3023304</b>	<b>1909594</b>
<b>10 <u>Purchase of stock in trade</u></b>		
Shares and securites	<b>3786734</b>	<b>2594241</b>
<b>11 <u>Amortization Expenses</u></b>		
Preliminary Expenses written off	<b>27000</b>	<b>21,600</b>
<b>12 <u>Employee benefit expenses</u></b>		
Managing Director's Remuneration	97500	97500
Salaries & Bonus	268000	54500
	<b>365500</b>	<b>152000</b>
<b>13 <u>Other Expenses</u></b>		
Payment to auditors		
- Statutory Audit Fees	12500	9000
Accounting Charges	40000	35000
Advertisement	1681	1601
Bank Charges	6496	1962
Conveyance	65921	30056
Demat Charges	359	-
Depository Charges	66180	78313
Filing Fees	6300	10900
General Expenses	35576	16139
Listing Fees	22060	19632
Office Expenses	46803	9683
Postage & Telegram	23781	12970
Printing & Stationery	31475	6,933
Professional charges	10,000	10600
Professional Tax	2500	2500
Registrar Fees	11032	11032
Securities Transaction Tax	6449	4561
	<b>389114</b>	<b>260882</b>

## VIRAT LEASING LIMITED

### Notes on Consolidated Financial Statements for the year ended 31st March 2012

#### 14 **SIGNIFICANT ACCOUNTING POLICIES & NOTES TO CONSOLIDATED ACCOUNTS :**

##### **A. CONSOLIDATION OF ACCOUNTS:**

The Consolidated Financial Statements are prepared in accordance with Accounting Standard(AS) 21 on Consolidated Financial Statements issued by the Institute of Chartered accountants of India. The Consolidated Financial Statements comprise the financial statement of the following subsidiary companies :

Name of the Subsidiaries	Country of Incorporation	Proportion of ownership interest
Evergrow Vintrade Ltd.	India	61.00%
Fastflow Commoddeal Ltd.	India	61.00%
Merit Commosales Ltd.	India	67.47%
Seaside Merchandise Ltd.	India	51.25%
Silverlake Tradelinks Ltd.	India	52.12%

##### **B. OTHER SIGNIFICANT ACCOUNTING POLICIES :**

These are set out under 'Significant Accounting Policies' as given in the Company's separate financial statements

##### **C. Other Notes:**

a. The Company's main business is Finance and Investment falling under one business head. Hence, Segemental Reporting as per AS - 17 is not applicable to the company

b. As required in terms of Paragraph 13 of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007 issued by RBI, we enclose in the annexure the required Schedule to the Balance Sheet of a Non-Banking Finance Company.

c. Statutory Reserve has been created @ 20% of Profit after Tax as per RBI guidelines.

d. Contingent Provisions against Standard assets has been made @ 0.25% of the outstanding standard assets as per RBI directions.

e. Previous year figures have been regrouped/rearranged wherever considered necessary.

f. Contingent Liabilities & Contracts on capital account: NIL

##### **g. Related Party Disclosures:**

Name of the Related Party (Nature of Relationship)	Nature of Transactions	Volume of Transactions
Rajeev Kothari, Managing Director	Remuneration Paid	97500

Notes 1 -14 form integral part of the financial Statements for the year ended on 31/03/2012  
Signatures to Notes 1-14

In terms of our attached report of even date.

For S.K.RUNGTA & CO.  
CHARTERED ACCOUNTANTS  
FRN 308081E

(S.K.Rungta)  
Proprietor  
Membership No. 13860

Managing Director

Director

Place : Kolkata  
Date: 30/06/2012

# Virat Leasing Limited

## Consolidated Cash Flow Statement for the year 2011-12

	March 31, 2012 (Rupees)	March 31, 2011 (Rupees)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extraordinary Items	34,194	15,797
Adjustment for :		
Depreciation	-	-
Write-offs	-	-
(Profit)/Loss on sale of Fixed Assets	-	-
Interest paid	-	-
	34,194	15,797
<b>Adjustment for :</b>		
Income from Investment	-	(250,000)
Interest Received	(3,023,304)	(1,659,594)
Dividend Received	-	-
Profit from Commodity Derivatives	(205,831)	(79,999)
Operating Profit before Working Capital changes	(3,194,941)	(1,973,796)
Adjustment for :		
Current Assets	(14,752,281)	(13,526,568)
Current Liabilities	310,086	114,010
(Increase)/Decrease in Net Current Assets	(14,442,194)	(13,412,558)
Cash generated from Operations	(17,637,135)	(15,386,354)
Interest paid	-	-
Taxation	(9,081)	(15,762)
Cash Flow before extraordinary items	(17,646,216)	(15,402,116)
Extraordinary Items/Other Provisions	16,112,770	693,600
Credit balance in P & L A/c of transferee company	-	-
Additional tax adjustments for earlier year	-	-
<b>Net Cash (used in)/from operating activities</b>	(1,533,446)	(14,708,516)
<b>B. CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Increase/(Decrease) in Investments	(1,320,000)	14,156,500
Investment Income	-	250,000
Interest Received	3,023,304	1,659,594
Dividend Received	-	-
Profit from Commodity Derivatives	205,831	79,999
<b>Net Cash (used in)/from investing activities</b>	1,909,135	16,146,093
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of Share Capital	-	-
Share Premium	-	-
Adjustment on A/C of amalgamation	-	-
Proceeds from Borrowing	-	-
Deferred Expenditure	-	-
Dividend paid	-	-
<b>Net Cash from Financing activities</b>	-	-
<b>Net increase in Cash and Cash equivalents (A+B+C) :</b>	375,688	1,437,576
<b>Cash and Cash equivalents at the beginning of the year</b>	1,548,000	110,424
<b>Cash and Cash equivalents at the close of the year</b>	1,923,688	1,548,000

**For S. K. Rungta & CO.**  
Chartered Accountants  
FRN.308081E

(S. K. Rungta)  
Proprietor  
Membership No.: 13860

Rajeev Kothari  
Managing Director

J. K. Goyal  
Director

Place: Kolkata  
Date: 30.06.2012