

**A.K. Jindal & Associates**  
**Chartered Accountants**

201, SUCHET CHEMBER, 1224/5, BANK STREET, KAROL BAGH, NEW DELHI - 110005, TEL 28750239

**AUDITOR'S REPORT**

To

The Members of **Hemkunt Promoters Private Limited**

We have audited the attached Balance Sheet of **Hemkunt Promoters Private Limited** as at March 31, 2011 and also the Profit & Loss Account and the Cash Flow Statement 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.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free of material mis-statement. 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 the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

**We report that:**

- (a) 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.
- (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 the books.
- (c) The Balance Sheet, the Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the Balance Sheet and the Profit and Loss account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
- (e) On the basis of representations received from the directors as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;



(f). In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- I] In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> march 2011; and
- II] In case of the Profit and Loss Account, of the Profit earned by the Company for the year ended on that date.
- III] In case of the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

Place: Delhi  
Dated:02/05/2011



For A.K. Jindal & Associates  
**Chartered Accountants**  
Firm Registration No.006659N  
By the hand of  
  
(Ashok Gupta)  
Partner  
Membership no. 085175

**HEMKUNT PROMOTERS PRIVATE LIMITED**  
**H-65, Connaught Circus, New Delhi**  
**BALANCE SHEET AS AT MARCH 31, 2011**

	<u>Schedule</u>	As at March <u>31st 2011</u>	As at March <u>31st 2010</u>
<b><u>SOURCES OF FUNDS</u></b>			
Share Capital	1	500,000.00	500,000.00
Reserve & Surplus		374,117.02	250,715.50
		874,117.02	750,715.50
<b><u>APPLICATION OF FUNDS</u></b>			
Fixed Assets	5	716,488.50	716,488.50
<b><u>Current Assets, Loans &amp; Advances</u></b>			
Cash and bank balance	2	3,400,029.52	3,265,307.00
Loans & Advances	3	19,168.00	26,502.00
		3,419,197.52	3,291,809.00
Less: Current Liabilities	4	3,261,569.00	3,257,582.00
Net Current Assets		157,628.52	34,227.00
		874,117.02	750,715.50

**NOTES TO ACCOUNTS**

6  
This is the Balance Sheet referred in our report of even date addressed to the members of Hemkunt Promoters Private Limited

The Schedule referred above form an integral part of the Balance Sheet

For A.K. Jindal & Associates  
Chartered Accountants

**DIRECTORS**

Place: New Delhi  
Date: 02/05/2011

*Ashok Gupta*  
Ashok Gupta  
(Partner)

Membership No. 085175



*Saloni Sarin*  
(Saloni Sarin)

*Suraj Parkash Sethi*  
(Suraj Parkash Sethi)

**HEMKUNT PROMOTERS PRIVATE LIMITED**  
**H-65, Connaught Circus, New Delhi**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31,2011**

	<u>For the year Ended March 31,2011</u>	<u>For the year Ended March 31,2010</u>
<b><u>INCOME</u></b>		
FDR Interest	191,644.52	177,764.00
	<u>191,644.52</u>	<u>177,764.00</u>
<b><u>EXPENDITURE</u></b>		
Filing Charges	1,200.00	1,860.00
<u>Auditor's Remuneration</u>		
Audit Fee	5,000.00	5,000.00
Legal & Professional Charges	2,379.00	732.00
	<u>8,579.00</u>	<u>7,592.00</u>
Net Profit before provision of Tax	183,065.52	170,172.00
Income Tax Earlier Year	3,095.00	-
Less: Provision for Tax	56,569.00	52,582.00
Profit after Tax	<u>123,401.52</u>	<u>117,590.00</u>
Profit/Loss Brought forward from earlier Years	250,715.50	133,125.50
Balance Carried to Profit & Loss A/c in the Balance Sheet	<u>374,117.02</u>	<u>250,715.50</u>

**NOTES TO ACCOUNTS**

6

This is the Balance Sheet referred in our report of even date addressed to the members of Hemkunt Promoters Private Limited

The Schedule referred above form an integral part of the Profit & Loss A/c

For A.K. Jindal & Associates  
Chartered Accountants



*Ashok Gupta*  
Ashok Gupta  
(Partner)

Membership No. 085175

D I R E C T O R S

*Saloni Sarin*  
(Saloni Sarin)

*Suraj Parkash Sethi*  
(Suraj Parkash Sethi)

Place: New Delhi  
Date: 02/05/2011

**SCHEDULE**

	<u>31.03.2011</u> <u>Rupees</u>	<u>31.03.2010</u> <u>Rupees</u>
<b>1 <u>SHARE CAPITAL</u></b>		
Authorised 50000 Equity Shares of Rs.10 each	<u>500,000.00</u>	<u>500,000.00</u>
Issued,Subscribed & paid up 50000 Equity Shares of Rs.10/- each fully paid-up ( Entire Capital is held by the Holding Company Anant Raj Industries Limited and its nominees)	<u>500,000.00</u>	<u>500,000.00</u>
<b>2 <u>CASH AND BANK BALANCES</u></b>		
Cash in Hand	1,140.00	1,740.00
Bank balance in current account with State Bank of India	66,750.00	41,754.00
with State Bank of India(FDR)	<u>3,332,139.52</u>	<u>3,221,813.00</u>
	<u>3,400,029.52</u>	<u>3,265,307.00</u>
<b>3 <u>LOANS &amp; ADVANCES</u></b>		
Tax Deducted at Sources A.Y.2011-2012	19,168.00	-
Tax Deducted at Sources A.Y.2010-2011	-	25,336.00
Income Tax Refund A.Y. 2009-2010	-	1,166.00
	<u>19,168.00</u>	<u>26,502.00</u>
<b>4 <u>CURRENT LIABILITIES</u></b>		
Expenses Payable	5,000.00	5,000.00
Advance payments for which value is to be given	3,200,000.00	3,200,000.00
Provision for Income Tax AY 2011-2012	56,569.00	-
Provision for Income Tax AY 2010-2011	-	52,582.00
	<u>3,261,569.00</u>	<u>3,257,582.00</u>



**Hemkunt Promoters Private Limited**

**5 FIXED ASSETS( Amount in Rs.)**

PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	As at 1.4.2010	Additions	As at 31.3.2011	As at 1.4.2009	For the year	As at 31.3.2010	As at 31.3.2010
Land	716,488.50		716,488.50	-	-	-	716,488.50
	716,488.50		716,488.50	-	-	-	716,488.50
Previous Year	716,488.50		716,488.50	-	-	-	716,488.50

**6 Notes to Accounts**

Accounting Policies and Notes on accounts

(A) Significant Accounting Policies

1 Conventions

The Accounts have been prepared Primarily under the historical Cost Convention and on the accrual basis of accounting

2 Fixed Assets

Fixed assets are stated at cost including duties, taxes and all other incidental expenses to bring the assets to its intended purposes .

(B) Notes Forming part of accounts:

1 In the opinion of the management, the current assets if realised during the Course of business would yield a sum atleast equal to that stated in the Balance Sheet.

2 The company is a wholly owned subsidiary of Anant Raj Industries Ltd. since all shares are held by Anant Raj Industries Ltd. and its nominees.

3 Related Party Disclosures

i. Name of related parties and description of relationship:

1. Holding Company Anant Raj Industries Ltd.

ii. Transactions with related parties

Loan Received 30000 (P.Y. NIL)

Loan Repaid 30000 (P.Y. NIL)

iii Closing Balances with related parties: NIL



4 Segment Reporting

The company has no reportable Business or Geographical segment

5 Earning per Shares

Particulars	2010-2011	2009-2010
Profit attributable in the Shareholders	(A) 123401	117590
Basic/Weighted average number of Equity Shares outstanding during the year	(B) 50000	50000
Nominal Value of Equity Shares	10	10
Basic Diluted Earnings per Shares	(A/B) 2.47	2.35

6 Previous year figures have been regrouped wherever found necessary .

7 Signature to the above Schedules which form an integral Part of the Balance Sheet and Profit & Loss Account.

Place : Delhi  
Dated:02/05/2011

DIRECTORS

*Saloni Sarin*  
(Saloni Sarin)



*Suraj Parkash Sethi*  
(Suraj Parkash Sethi)





HEMKUNT PROMOTERS PRIVATE LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011

Particulars	For the year ended March 31, 2011 Rs.	For the year ended March 31, 2010 Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax and extraordinary items	183,065	170,172
Adjustment for:		
Depreciation		
Interest paid		
Interest received		
Operating profit before working capital changes	(191,645)	(177,764)
Adjustment for:	(8,580)	(7,592)
Inventories		
Sundry creditors and other payables		(5,417)
Trade and other receivables		16,893
Cash generated from operations		
Taxes Paid including TDS	(8,580)	3,884
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u>(A) 48,342</u>	<u>52,582</u>
	<u>(56,922)</u>	<u>(48,698)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Additions to fixed assets including project in progress		
Interest received		
<b>NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES</b>	<u>(B) 191,645</u>	<u>177,764</u>
	<u>191,645</u>	<u>177,764</u>
<b>C. CASH FLOW FROM FINANCE ACTIVITIES</b>		
Proceeds from issue of Share Capital		
Proceeds from Share Premium on issue of share		
Increase in unsecured loans		
Interest paid		
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(C) -</u>	<u>-</u>
	<u>-</u>	<u>-</u>
<b>D. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(A+B+C)</b>	
Cash and cash equivalents opening balance	134,723	129,066
Cash and cash equivalents closing balance	3,265,307	3,136,241
	3,400,030	3,265,307

Note: Figures in brackets indicate cash outflow.

This is the cash flow statement referred to in our report of even date

For A K Jindal & Associates  
Chartered Accountants

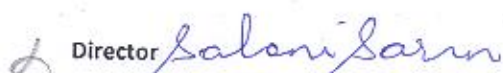
  
Ashok Gupta

Partner  
Membership no. 085175



Place New Delhi.  
Date 02/05/2011

  
Director Saloni Sarin

  
Director Saloni Sarin

