

SVARNIM TRADE UDYOG LIMITED

ANNUAL REPORT 2011-2012

For SVARNIM TRADE UDYOG LTD.

Director / Authorised Signatory

SVARNIM TRADE UDYOG LIMITED
8-B, Royd Street, Room No.6
KOLKATA

NOTICE

Notice is hereby given that the 30th Annual General Meeting of the members of Svarnim Trade Udyog Limited will be held at the Registered Office of the Company at 8-B, Royd Street, Room No.6, Kolkata on Saturday the 22nd day of September, 2012 at 12.30 P.M to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet and Profit & Loss Account for the year ended 31st March, 2012 and the Report of the Directors and Auditors thereon.
2. To consider and, if thought fit, to pass, with or without modifications, if any, the following as an ordinary Resolution.

“RESOLVED THAT M/s Raj Gupta & Co., Chartered Accountants, retiring auditors of the Company, be and are hereby re-appointed as the Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company on remuneration to be decided by the Board of Directors”.

3. To appoint Director in place of Sh. Dev Raj Verma, who retires by rotation at this meeting but being eligible offer himself for re-appointment.

By Order of the board

Sd/
Chairman

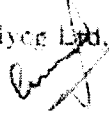
Date : 04.08.2012

Place: Ludhiana

NOTE:

A MEMBER ENTITLED TO ATTEND AND VOTE THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED

For Svarnim Trade Udyog Ltd.


Director

SVARNIM TRADE UDYOG LIMITED

DIRECTOR'S REPORT

To,

THE MEMBERS,

Your Directors have pleasure in presenting the 30th Annual Report together with the Audited Accounts of the Company for the year ended March 31, 2012.

FINANCIAL RESULTS

During the year company has incurred a loss of Rs. 2717.00 which has been carried over to Balance Sheet.

DIVIDEND

In view of Loss incurred by the company, your Directors have decided not to recommend any dividend for the year under consideration

DIRECTOR

There was no change in the constitution of the Board of Directors during the year. However Sh. Dev Raj Verma, Director of the Company is due to retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment.

FIXED DEPOSITS

The Company has not accepted/invited any deposits from the Public with the meaning of Section 58-A of the Companies Act, 1956 and the Rules made there under and as such, no amount on account of principal or interest was outstanding on the date of the Balance Sheet.

AUDITORS

M/s Raj Gupta & Co, Chartered Accountants, the existing Auditors of the Company will retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Board recommends their reappointment.

AUDITORS REPORT

The Auditors Report on the accounts is self-explanatory and requires no further comments.

PARTICULARS OF EMPLOYEE

During the year under review, none of the employees were drawing remuneration, which require disclosure under section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

COMPLIANCE CERTIFICATE

A copy of Compliance certificate from B.K. Gupta & Associates, a practicing Company Secretary is annexed to this report, as required under the provisions of Section 383A(1) of the Companies Act, 1956.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

In view of the nature of activities which are being carried on by the Company, Rule 2A and 2B of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, concerning conservation of energy and technology absorption respectively, are not applicable to the Company.

The operation of the company is confined within the territory of India only and therefore, the details relating to exports etc. are nil.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of provisions of Section 217(2AA) of the Companies Act, 1956, your Directors confirm that:

- i) In the preparation of the Annual accounts for the year ended March 31, 2012, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any.
- ii) The accounting policies selected and applied are consistent and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the Loss of the Company for the year ended on that date.
- iii) Proper and sufficient care has been taken 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) The Annual accounts for the financial year ended 31st March 2012 have been prepared on a going concern basis.

ACKNOWLEDGEMENT

Your directors are pleased to place on record their sincere gratitude to the Government Authorities and other Business Associates for their valued Co-operation extended to the Company during the year under review.

For & On Behalf of the Board

Sd/-

Chairman

Date: 04.08.2012

Place: Ludhiana

For Svarnim Trade Centre Ltd.

Director

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For & On Behalf of the Board

Sd/-

Chairman

Date: 04.08.2012

Place: Ludhiana

For Secretary to the Board

Director

SVARNIM TRADE UDYOG LTD
Balance Sheet as at 31st March, 2012

Particulars	Note	AMT (Rs)	
		As at 31-Mar-12	As at 31-Mar-11
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	2,490,000	2,490,000
(b) Reserves and Surplus	2	1,145,000	1,147,717
(2) Share application money pending allotment			
(4) Current Liabilities			
Other current liabilities	3	212,265	212,235
Total		3,847,265	3,849,952
II. ASSETS			
(1) Non-current Assets			
(b) Non-current Investments	4	2,458,525	2,458,525
(2) Current Assets			
(c) Cash and cash equivalents	5	20,646	11,333
(d) Short-term loans and advances	6	1,368,094	1,380,094
Total		1,388,740	1,391,427
Total		3,847,265	3,849,952

FOR RAJ GUPTA & CO
Chartered Accountants
FRN: 000703N

(R.K. Gupta)
Partner
Membership No. 017039
Place : Ludhiana
Date : 28.06.2012

For and on behalf of the board,
For SVARNIM TRADE UDYOG LTD


Director


Director

RAJ GUPTA & CO.
CHARTERED ACCOUNTANTS
G.T.ROAD,MILLER GANJ,LUDHIANA
PHONE . 0161 - 53 0089, 54 0583
AUDITORS' REPORT

The Members of
SVARNIM TRADE UDYOG LIMITED,

1. We have audited the attached Balance sheet of SVARNIM TRADE UDYOG LIMITED as at 31st March, 2012 the Profit and 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.
2. We conducted our audit in accordance with the 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 statement. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2004 as amended by the Companies (Auditor's Report) (amendment) Order 2004, Issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent to which it is applicable to the company.
4. Further to our comments in the Annexure referred to in paragraph (3) above, we state that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by the Law have been kept by the Company so far as appears from our examination of such books;
 - c. The Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (1) of Section 274 of the Companies Act, 1956.
 - d. On the basis of written representations received from the directors as on 31st March 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director under clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
 - e. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Significant Accounting policies and other notes thereon give the information required by the Companies Act, 1956 in the manner required and give a true and fair view in conformity with the accounting principles generally accepted in India,
 - i) In case of Balance Sheet, of the state of Company's affairs as at 31st March 2012
 - ii) in case of Profit and Loss Account, of the Loss of the company for the year ended on that date, and
 - iii) in case of the cash flow statement, of the cash flow for the year ended on that date

for RAJ GUPTA & CO.,
CHARTERED ACCOUNTANTS.

R.K. GUPTA
PARTNER

DATED: 28.05.2012
PLACE: LUDHIANA

ANNEXURE TO AUDITORS' REPORT

RE: SVARNIM TRADE UDYOG LIMITED
(REFERRED TO IN PARAGRAPH (1) OF OUR REPORT OF EVEN DATE)

i) In the case of its Fixed Assets:

a) The Company has no fixed assets.

ii) In the case of its Inventory:

a) According to information given to us, physical verification of inventories has been conducted at reasonable intervals by the management.

b) In our opinion, the procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to size of the company and nature of its business.

c) The company is maintaining proper records of Inventory. As explained to us, no discrepancies was noticed on physical verification.

iii) In the case of Loans granted or taken by the company :

a) The company has not granted any loans, secured or unsecured to any companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. So provisions of clause (b), (c) and (d) is not applicable to the said company.

b) The company has not taken loans secured or unsecured from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. So provisions of clause (f) and (g) is not applicable to the said company.

iv) In the case of Internal Control :

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 the purchase of inventory and fixed assets and for the sale of goods and services.

v) In the case of maintenance of Register u/s 301

In our opinion and according to the information and explanation given to us all the particulars of contracts or arrangement required to be made in the Register maintained u/s 301 has been made.

vi) In the case of Deposits :

The company has not accepted any deposit from the public within the meaning of section 58, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder.

vii) In our opinion and according to the information and explanation given to us the company has an Internal Audit System commensurate with the size of the company and the nature of its business.

viii) Maintenance of cost records has not been prescribed by the Central Government under clause (d) of Sub Section (1) of section 209 of the Companies Act.

ix) In the case of Statutory Dues:

a) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty and Service Tax outstanding for a period of more than six months as at 31st March 2012 from the date they became payable.

b) According to information and explanation given to us, no disputed amount is pending for deposit.

x) The Company has suffered Cash Loss of Rs. 2717.00 in the Current year and Rs. 3371.00 in the previous Year. There are no Accumulated losses of the company as on 31.03.2012.

xi) The company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.

xii) Based on the audit procedures and on the information and explanation given by the management, we are of the opinion that the company has not defaulted in the repayment of dues to financial institutions, banks etc.

xiii) In our opinion and according to the explanation given to us, no guarantee has been given by the company for loan taken by others from banks and financial institutions.

xiv) The company has not availed any term loan during the year.

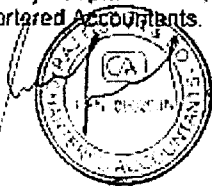
xv) In our opinion and according to the information and explanation given to us, no short term fund has been used for long term investment other than pending deployment pending application.

xvi) The company has not made any preferential allotment during the year.

xvii) To the best of our knowledge and belief and according to the explanation given to us, no fraud on or by the company was noticed during the year.

In our opinion and according to the information & explanations given to us, other provisions of the said order are not applicable to the company.

For Raj Gupta & Co.,
Chartered Accountants.



[R.K.GUPTA]
Partner

Place : LUDHIANA
Dated : 28.06.2012

**SVARNIM TRADE UDYOG LTD
STATEMENT OF PROFIT AND LOSS**

Particulars	Note	AMT (Rs)	
		For the year ended 31-Mar-12	For the year ended 31-Mar-11
I. Revenue from operations		-	-
II. Other Income		-	-
III. Total Revenue		-	-
IV. Expenses:			
Employee benefit expense		-	-
Financial costs		-	-
Depreciation and amortization expense		-	-
Other expenses	7	2,717	3,371
IV. Total Expenses		2,717	3,371
V. Profit before exceptional and extraordinary items and	(III - IV)	(2,717)	(3,371)
VI. Exceptional Items		-	-
VII. Profit before extraordinary item	(V - VI)	(2,717)	(3,371)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		(2,717)	(3,371)
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI. Profit/(Loss) for the	(VII-VIII)	(2,717)	(3,371)
XII. Earning per equity share:			
(1) Basic		-	-
(2) Diluted		-	-

FOR RAJ GUPTA & Co.
Chartered Accountants
FRN: 000203N(CA)
S
(R.K. Gupta)
Partner
Membership No. 017039
Place : Ludhiana
Date : 28.06.2012

For and on behalf of the board
For SVARNIM TRADE UDYOG LTD

U.C.
Director

Shri...
Director

SVARNIM TRADE UDYOG LTD

Notes on Financial Statements

	As at 31-Mar-12	As at 31-Mar-11
Note : 1 Share Capital		
AUTHORIZED SHARE CAPITAL:		
2,49,000 Equity Shares of Rs. 10/- each	2,490,000	2,490,000
(Previous Year 2,49,000 Equity Shares of Rs. 10/- each)		
ISSUED, SUBSCRIBED & PAID UP CAPITAL:		
2,49,000 Equity Shares of Rs. 10/- each		
fully paid up (Previous Year 2,49,000 Equity Shares of Rs. 10/- each)	2,490,000	2,490,000
Add: Shares forfeited	-	-
	<u>2,490,000</u>	<u>2,490,000</u>

TERMS/RIGHT ATTACHED TO EQUITY SHARES

THE COMPANY HAS ONLY ONE CLASS OF EQUITY SHARES HAVING PAR VALUE OF RS.10/- PER SHARE. EACH HOLDER OF EQUITY SHARE IS ENTITLED TO ONE VOTE PER SHARE. IN THE EVENT OF LIQUIDATION OF THE COMPANY, THE HOLDERS OF EQUITY SHARES WILL BE ENTITLED TO RECEIVE REMAINING ASSETS OF THE COMPANY AFTER DISTRIBUTION OF ALL PREFERENTIAL AMOUNTS. THE EQUITY SHAREHOLDERS IS ENTITLED FOR DIVIDEND AS AND WHEN APPROVED IN THE ANNUAL GENERAL MEETING OF THE COMPANY.

1.1 The detail of shareholders holding more than 5% shares

Name of the share holder	As at 31.03.2012	% of holding	As at 31.03.2011	% of holding
CROUSE INVST LTD	24,910	10.00	24,910	10.00
FAYETTE TDG & INVST CO LTD	26,575	10.67	26,575	10.67
EXCELLENT PRINTERS P LTD	24,700	9.92	24,700	9.92
DAMAN INVST & FINANCE PVT LTD	25,070	10.07	25,070	10.07
OSWEGO TDG & INVST CO LTD	24,550	9.86	24,550	9.86
JAGDAMBA CHEMICALS PVT LTD	23,500	9.44	23,500	9.44
MAANZHI INVST & TDG CO PVT LT	24,875	9.99	24,875	9.99
NORTH INDIA CARPET CO PVT LTD	24,000	9.64	24,000	9.64
OSWAL FIBRES P LTD	24,500	9.84	24,500	9.84
OSWAL INTERMEDIATES PVT LTD	24,900	10	24,900	10.00

1.2 The reconciliation of number of shares outstanding is set out below

Particulars	As at 31.03.2012	As at 31.03.2011
	No of shares	No of shares
Shares outstanding at the beginning of the year	249,000	249,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	249,000	249,000

As at 31.03.2012 s at 31.03.2011

Note : 2 Reserves & Surplus

General Reserve:		
As at Commencement of the Year	129,000	129,000
Add: Transfer from Statement of Profit and Loss		
(A)	129,000	129,000
Profit and Loss Account		
As at Commencement of the Year	911,177	914,548.45
Add: Profit for the year	(2,717)	(3,371)
	<u>908,460</u>	<u>911,177</u>
Less: Appropriations		
Transferred to General Reserve	(B)	911,177
(B)	908,460	911,177
Reserve Fund:		
As at Commencement of the Year & at end	107,540.00	107,540.00
(C)	107,540.00	107,540.00
Total (A+B+C)	<u>1,145,000</u>	<u>1,147,717</u>

Note : 3 Other Current Liabilities

Audit fees payable	1,685	1,655
Misc payable a/c	500	500
V.S. GROWTH FUND PVT LTD	210,000	210,000
	<u>212,265</u>	<u>212,235</u>

As at 31.03.2012 s at 31.03.2011

Note : 4 Non-Current Investments

<u>Quoted (Other than Trade, At cost)</u>		
27400 Equity shares of Malwa Colton Spinning Mills Limited of Rs. 10/- each fully paid up	689,160.00	689,160.00
<u>Unquoted (Trade, At cost)</u>		
100 Equity shares of Oswego Trading & Inv. Co. Limited of Rs. 100/- each fully paid up	10,050.00	10,050.00
100 Equity shares of Crouse Investments Limited of Rs. 100/- each fully paid up	10,050.00	10,050.00
383175 (Previous Year 383175) Equity Shares of Mukerian Papers Ltd. of Rs. 10/- each fully paid up	1,747,255.00	1,747,255.00
20 Equity shares of Fayette Trading & Inv. Co. Limited of Rs 100/- each fully paid up	2,010.00	2,010.00
	<u>2,458,525</u>	<u>2,458,525</u>
Aggregate value of quoted investments	689,160	689,160
Aggregate value of unquoted investments	1,769,365	1,769,365
Market value of quoted investments	<u>548,000</u>	<u>1,068,600</u>

Note : 5 Cash & Cash Equivalents

Cash In Hand	1,755.52	1,758.52
Balance with Banks:		
Current Accounts	18,889.93	9,576.93
	<u>20,645</u>	<u>11,333</u>

**Note : 6 Short-term Loans & Advances
(Unsecured & Considered Good)**

Income tax receivable
Vajra Invt & TDG.CO Pvt ltd

	<u>1,368,094</u>	<u>1,380,094</u>
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SVARNIM TRADE UDYOG LTD

Notes on Financial Statements

Note : 7 Other Expenses

Rent, Rates, Fees, and Taxes
Payment to Auditors:
Audit fee
Bank charges A/C

Total

	<u>Year ending 31-Mar-12</u>	<u>Year ending 31-Mar-11</u>
	900	1,650
	1,685	1,655
	132	66
	<u>2,717</u>	<u>3,371</u>

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2012

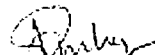
	2011-12 Rs.	2010-11 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRAORDINARY I	(2,717.00)	(3,371.00)
ADJUSTMENT FOR		
PROVISION FOR TAX	0.00	0.00
DIVIDEND	0.00	0.00
OPERATING PROFIT BEFORE WORKING CAPITAL I	(2,717.00)	(3,371.00)
ADJUSTMENT FOR		
TRADE AND OTHER RECIEVABLE	12,000.00	0.00
TRADE PAYABLE	30.00	10,000.00
CASH GENERATED FROM OPERATIONS	9,313.00	6,629.00
TAX PAID	0.00	0.00
NET CASH FROM OPERATING ACTIVITIES	9,313.00	6,629.00
B. CASH FLOW FROM INVESTING ACTIVITIES		
CHANGE IN LOAN AND ADVANCES	0.00	0.00
SALE/(PURCHASE) OF INVESTMENTS	0.00	0.00
DIVIDEND RECIEVED	0.00	0.00
NET CASH FROM INVESTING ACTIVITIES	0.00	0.00
C. CASH FLOW FROM FINANCING ACTIVITIES		
ISSUE OF SHARE CAPITAL	0.00	0.00
UNSECURED LOANS	0.00	0.00
LONG TERM BORROWINGS	0.00	0.00
DIVIDEND PAID	0.00	(2,758.00)
NET CASH FROM FINANCING ACTIVITIES	0.00	0.00
NET CHANGE IN CASH AND CASH EQUIVALENTS	9,313.00	3,871.00
CASH AND CASH EQUIVALENTS AS ON 01.04.2011	11,333.00	7,462.00
CASH AND CASH EQUIVALENTS AS ON 31.03.2012	20,646.00	11,333.00

PLACE : LUDHIANA
Dated :28.06.2012

FOR AND ON BEHALF OF THE BOARD



DIRECTOR



DIRECTOR