

CHAIRMAN	:	MR. ZAVERILAL V. MANDALIA
MANAGING DIRECTOR & CHIEF EXECUTIVE OFFICER	:	MR. KISHOR P. MANDALIA
DIRECTORS	:	MR. VIPUL MANDALIA MR. GHANSHYAMBHAI AKBARI MR. HITESH ADESHARA MR. MUKESH ADESHARA
COMPANY SECRETARY & COMPLIANCE OFFICER	:	MR. RAVIKUMAR PASI
CHIEF FINANCIAL OFFICER (CFO)	:	MR. RUPESH SHAH
AUDITORS	:	M/S. C. R. SHAREDALAL & CO. CHARTERED ACCOUNTANTS AHMEDABAD
BANKERS	:	AXIS BANK LIMITED ALLAHABAD BANK HDFC BANK LIMITED INDUSIND BANK LIMITED
REGISTERED OFFICE	:	11-B, NEW AHMEDABAD INDUSTRIAL ESTATE, SARKHEJ-BAVLA ROAD, VILLAGE – MORAIYA-382 213. DIST.:- AHMEDABAD. GUJARAT.
CORPORATE OFFICE	:	606, SWAGAT BUILDING NR. LAL BUNGLOW, C.G. ROAD AHMEDABAD – 380006.

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GROUP WHICH EXERCISES OR IN A POSITION TO EXERCISE CONTROL, DIRECTLY OR INDIRECTLY OVER **AUSOM ENTERPRISE LIMITED**.

THE FOLLOWING INDIVIDUALS/PERSONS CONSTITUTING GROUP (AS DEFINED IN MRTP ACT, 1969), ARE SHOWN AS GROUP WHICH EXERCISE OR IN A POSITION OF CONTROL, DIRECTLY OR INDIRECTLY, OVER **AUSOM ENTERPRISE LIMITED**.

SR. NO.	NAME OF THE INDIVIDUALS/PERSONS CONSTITUTING GROUP	REMARK
1	KISHOR PRANJIVANDAS MANDALIA	ACQUIRER
2	MANDALIA VIPULKUMAR ZAVERILAL	ACQUIRER
3	ZAVERILAL V. MANDALIA	ACQUIRER
4	BHARATI ANIL PAWANI	ACQUIRER
5	CHANDRESH Z. MANDALIA	ACQUIRER
6	SAVITRI DAYARAM PAWANI	ACQUIRER
7	BHARAT PRANJIVANDAS MANDALIA	ACQUIRER
8	ARUNABEN KISHORBHAI MANDALIA	PAC*
9	FENNYBEN C. MANDALIA	PAC*
10	DAXABEN BHARATBHAI MANDALIA	ACQUIRER
11	PRAFULLABEN Z. MANDALIA	PAC*

* PAC- PERSONS ACTION IN CONCERT

NOTICE

NOTICE is hereby given that the Twenty-Ninth Annual General Meeting of the Members of **M/s. AUSOM ENTERPRISE LIMITED** will be held on Friday, the 20th day of September, 2013 at 10.30 a.m. at the Registered Office of the company situated at 11-B, New Ahmedabad Industrial Estate, Village- Moraiya, Sarkhej - Bavla Road, Moraiya-382 213, Dist.-Ahmedabad to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and Statement of Profit & Loss for the year ended on that date and the report of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Zaverilal V. Mandalia retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Mukesh B. Adeshara retires by rotation and being eligible, offers himself for re-appointment.
4. To Re-appoint Auditors and fix their remuneration.

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY INSTEAD OF HIMSELF TO ATTEND AND VOTE AT THE MEETING. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY MUST BE LODGED WITH THE COMPANY AT LEAST 48 HOURS BEFORE THE TIME AT WHICH THE MEETING IS SCHEDULED TO BE HELD. THE PROXY FORM IS ATTACHED HEREWITH.
2. The Register of Members and Share Transfer Books shall remain closed from Tuesday, the 17th September, 2013 to Friday the 20th September, 2013 (both days inclusive).
3. Members are advised to avail Nomination facility as well as Dematerialisation facility.
4. The company has appointed M/s. Link Intime India Private Limited (Formerly known as Intime Spectrum Registry Limited), 303, 3rd Floor, Shopper's Plaza-5, Near Govt. Soc., Opp. Municipal Market, C.G. Road, Navrangpura, Ahmedabad – 380 009, as Registrar and Transfer (R & T) Agent to carry out work relating to transfer as well as dematerialisation of shares. The members/ investors, having any query in this regards be communicated to this agency at the address mentioned above.
5. The company for the purpose of redressal of investor grievances has created an Email ID "investorcomplaints@gmail.com." This will to communicate any complaint/grievances to the company directly.

6. Shareholders seeking any information or clarification on the accounts are requested to send written queries to the company, atleast 10 days before the date of the meeting to enable the management to keep the required information available at the meeting.

Registered Office:

11-B, NEW AHMEDABAD INDUSTRIAL ESTATE,
SARKHEJ-BAVLA ROAD, VILLAGE – MORAIYA-382 213.
DIST.:- AHMEDABAD.
GUJARAT.

By Order of the Board of Directors

RAVIKUMAR PASI
Company Secretary

Place: Ahmedabad

Date: - 29th May, 2013

DIRECTORS' REPORT

To,
The Members of the Company,

Your directors have pleasure in presenting the Twenty-Ninth Annual Report of your Company together with the Audited Accounts for the year ended on 31st March, 2013.

FINANCIAL RESULTS

(Rs. in lacs)

PARTICULARS	Year ended on 31/03/2013	Year ended on 31/03/2012
Gross Sales	68037.90	86413.26
Expenditure	67861.69	85403.69
Profit/(Loss) before Tax	176.21	1009.57
Profit/(Loss) after Tax	176.21	1013.50
Profit Carry to Reserves	NIL	NIL

DIVIDEND

Considering past accumulated loss, the Board has decided to plough back the current year's profit for the development of the business and hence could not recommend the dividend and regret for the same.

OPERATIONS

The Company, in the year under consideration, has carried out activity in the field of trading of Gold, Silver, Diamonds, Bullions, Shares and Securities & Units of Mutual Funds. The Company has achieved a turnover of Rs.68,037.90 Lacs as against Rs. 86,413.26 Lacs for the previous year. The turnover of the company decreased by 78.74%. Similarly, the Company in the third consecutive year has generated profit amounting to Rs. 176.21 Lacs (PAT). The reduction of turn over is mainly due to overall recession scenario of the economy of the country.

The Company during current year is anticipating to achieve gross turnover of Rs. 1500 Cr. and for that necessary efforts has been initiated. The management of the Company is of the view that the target of gross turnover will be definitely achieved and necessary resources for the same has also been finalised.

DEMATERIALISATION OF SHARES

As on 31-03-2013, 1,26,28,548 Equity Shares have been dematerialised, out of which 1,19,57,241 Equity Shares dematerialised with National Securities Depository Limited (NSDL) and balance 6,71,307 Equity Shares with Central Depository Services (India) Limited (CDSL). It means 92.70 % of total capital of the company has been Dematerialised.

International Security Identification Number (ISIN) of the company's equity shares is INE218C01016.

DIRECTORS

During the year under review Mr. Zaverilal V. Mandalia and Mr. Mukesh B. Adeshara retire by rotation and being eligible, offer themselves for reappointment.

The details about the education qualification, experience, nature of work etc. of each such directors mentioned in the Report of Corporate Governance forming part of this report.

FIXED DEPOSITS

During the year under review, Company has not accepted and/or renewed any Deposits as provided under Section 58A of the Companies Act, 1956, read with Companies (Acceptance of Deposits) Rule, 1975. There is no unclaimed or overdue Fixed Deposits.

AUDITORS

The auditors, M/s. C. R. Sharedalal & Company, Chartered Accountants, Ahmedabad retire at the ensuing Annual General Meeting and are eligible for re-appointment. They have also consented to act as Auditors of the Company.

AUDITORS' REPORT

The auditors of the Company have not given any adverse remark / qualification in their Report and hence explanation of the Board is not required.

AUDIT COMMITTEE

During the year, the Audit Committee meetings were conducted as per the requirements of Listing Agreement with the Stock Exchanges read with Section 292A of the Companies Act, 1956. The details about the Role, Power etc. of the committee enumerated in the Corporate Governance Report forming part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217 (2AA) of the Companies Act, 1956, your Directors state that:

- I) In the preparation of annual accounts for the year ended March 31, 2013, the applicable accounting standards have been followed and that no material departures have been made from the same;
- II) Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2013 and of the profit or loss of the Company for that year.
- III) The directors had 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) The Directors had prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE

In pursuance to Clause 49, as amended from time to time, of the Listing Agreement with the Stock Exchanges, the Corporate Governance Report and Management Discussion and Analysis Report are given elsewhere and forming part of this Report.

PERSONNEL

None of the employee of the company is in receipt of annual remuneration of Rs. 60.00 lacs p.a. or Rs. 5.00 lacs per month, a limit as prescribed under Companies (Particulars of Employees) Rule, 1975 and hence information as required under section 217(2AA) read with Companies (Particulars of Employees) Rule, 1975 is not applicable.

MATTER REQUIRED TO BE REPORTED AS PER COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULE, 1988

The information in respect of Conservation of Energy, Technology absorption etc. is not applicable to this Company mainly due to reason that the Company is only engaged in Trading Activity.

FOREIGN EXCHANGE EARNING AND OUTGO:

During the year under consideration, the company has earned foreign exchange amounting to Rs. 290.24 cr. by way of direct exports (Previous year Rs. 70.56 cr.) and has spent Rs. 287.98 cr. (Previous year Rs. 70.39 cr.) on purchase of commodities and Rs. 6.48 cr. towards interest.

ACKNOWLEDGEMENTS

The Directors would like to thank bankers namely Axis Bank Ltd., HDFC Bank Ltd., Allahabad Bank., and IndusInd Bank Ltd. for providing support to your company. The Directors also further acknowledged the support received from employees, customers, shareholders and other government agencies.

For and on behalf of the Board of Directors

Place: Ahmedabad
Date: - 29th May, 2013

Kishor Mandalia
Managing Director

Vipul Mandalia
Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(A) INDUSTRY STRUCTURE AND DEVELOPMENT:

Since last Four years, after demerger, the Company is now only engaged in trading of Bullions, precious metals, commodities etc. The trading industry being very ancient in its nature hence well organized in all respect, even the exchanges for such trading activities have been established during last decade so as to make the trading more organized and in transparent manner.

(B) OPPORTUNITIES AND THREATS**(1) Opportunities**

The company is totally debt-free and now being run by well experienced promoters having two decades of insightful knowledge of this industry.

- The new segment (trading activities) identified by the company has performed very well and there is a good scope of future growth and profitability.
- Experienced people in the field of commodities/bullions trading will manage the trading activities.

(2) Threats

- Foreign currency fluctuation more particularly dollar and pound.
- Volatility in Commodities and trading markets.
- Due to imposition of excise duty, the cost of bullions and gold has gone up and hence demand for the same may reduce.

(C) SEGMENT WISE PERFORMANCE OR PRODUCT WISE PERFORMANCE

The Company is only engaged in trading activity, hence segment wise performance is not required. The activities, which the company has started from last four years has emerged as very potential, growing and profitable. In the current year also, it has shown good turnover and good profit.

(D) OUTLOOK

The trading industry has grown up in all respects and has very good potential. Under the globalization, the trading activity has more scope internationally and growing manifold. Even after establishing NCDEX and MCX various new platforms for F & O contracts will emerge in near future.

(E) RISK AND CONCERNS

- The trading business is a new line of business for the company.
- There may be volatility and ups & down in the trading market.

(F) INTERNAL CONTROL SYSTEMS AND ADEQUACY

Your Company has adequate internal control procedures commensurate with the size and nature of business. These procedures ensure efficient use and protection of the resources and compliance with policies, procedures and statutes. There is a periodical review mechanism for ensuring the sustenance and up-gradation of these systems.

(G) DISCUSSION ON FINANCIAL PERFORMANCE

During the current year the company has generated revenue of Rs. 68037.90 Lacs from trading activity with a profit of Rs. 176.21 Lacs (PAT).

(H) HUMAN RESOURCES/IR

Recognizing that people are an important part of the organization, a major exercise in training and development of employees has been undertaken at all levels. The Company gives a lot of importance to Human Resources activities. These activities have helped to retain and motivate employees of the company.

(I) CAUTIONARY STATEMENT

Estimates and expectations stated in this Management Discussion and Analysis may be “forward-looking statement” within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to your Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and international markets, changes in the Government regulations, tax laws, other statutes and other incidental factors.

REPORT ON CORPORATE GOVERNANCE
A. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

The Company has accepted the concept of Corporate Governance as challenged and committed to achieve highest level of Corporate Governance. The Corporate Governance is nothing but transparency, high level of disclosure and fairness and unbiased to the members of the company. To achieve the highest level of Corporate Governance, the Company has developed a team of educated, experienced, qualified management personnel. The Board of Directors of the Company effectively monitors the Management progress and corporate decisions.

B. BOARD OF DIRECTORS

As per the requirements of Corporate Governance, the composition of Board of Directors consist of Executive Director as well as Non Executive Independent Directors.

Composition and Category of Board of Directors

Presently, the Company has 6 (Six) Directors. Mr. Zaverilal Mandalia is the Chairman of the Board and is also a Non- Executive Promoter Director. The Composition of the Board Comprises of Five (05) Non Executive Directors and one (01) Executive Director. The company has valid composition of Board as required under Clause 49 of the Listing Agreement. The Details of such directors are;

Sr. No.	Name of Directors	Category of Directorship	Directors interse relationship, if any	No. of other Director-ship/Firm	No. of Committee positions held in other Public Company		No. of Share/ (%)
					Chairman	Member	
1	Mr. Zaverilal Mandalia	Promoter/Non-Executive Director	Relative of Mr. Kishor Mandalia and Mr. Vipul Mandalia	08	NIL	NIL	804547/(5.9056)
2	Mr. Kishor Mandalia	Promoter/ Executive Director	Relative of Mr. Zaverilal Mandalia and Mr. Vipul Mandalia	14	NIL	NIL	1189102/(8.7282)
3	Mr. Vipul Mandalia	Promoter/Non-Executive Director	Relative of Mr. Zaverilal Mandalia and Mr. Kishor Mandalia	05	NIL	NIL	836420/(6.14)
4	Mr. Hitesh Adeshara	Non Executive / Independent Director	Relative of Mr. Mukesh Adeshara	NIL	NIL	NIL	NIL
5	Mr. Mukesh Adeshara	Non Executive / Independent Director	Relative of Mr. Hitesh Adeshara	NIL	NIL	NIL	NIL
6	Mr. Ghanshyambhai Akbari	Non Executive / Independent Director	Not Applicable	01	NIL	NIL	NIL

No. of Board Meetings held during the Financial Year i.e 01-04-2012 to 31-03-2013

During the financial year, Board of Directors met 04 (Four) times. The dates of each such Board Meetings are:-

- (1) 29-05-2012
- (2) 30-07-2012
- (3) 31-10-2012
- (4) 31-01-2013

Attendance of Directors:

Directors	Board Meeting Attended	Last Annual General Meeting Attended
Mr. Zaverilal Mandalia	04/04	Yes
Mr. Kishor Mandalia	04/04	Yes
Mr. Vipul Mandalia	04/04	No
Mr. Hitesh Adeshara	04/04	Yes
Mr. Mukesh Adeshara	04/04	No
Mr. Ghanshyam Akbari	04/04	Yes

PARTICULARS OF DIRECTORS RETIRING BY ROTATION AND BEING REAPPOINTED.
(a) MR. ZAVERILAL V. MANDALIA

Qualification	Under graduate
Area of expertise	45 years experience in the field of wholesale and retail jewellery business and marketing
His role in the company	Promoter & Non Executive Director
No. of shares in this company	804547
Other directorship	08
Other membership in committee	He is not holding any membership in any committee of this company.

(b) MR. MUKESH B. ADESHARA

Qualification	Under Graduate
Area of expertise	8 years experience in the field of trading of Gems & Jewellery, Bullion etc.
His role in the company	Non executive & independent director
No. of shares in this company	Nil
Other directorship	Nil
Other membership in committee	Member of audit committee, remuneration committee and share transfer cum investor grievance committee of this company.

C. AUDIT COMMITTEE**Terms of Reference:**

The terms of reference of this Committee cover the matters specified for Audit Committee under Clause-49, as amended from time to time of the Listing Agreement as well as in section 292A of the Companies Act, 1956.

Composition:

The audit committee comprises of: -

- 1) Mr. Hitesh Adeshara, Chairman
- 2) Mr. Ghanshyambhai Akbari
- 3) Mr. Mukesh Adeshara

Meetings and attendance:

In the financial year, the audit committee met 4 (Four) times i.e. on 29-05-2012, 30-07-2012, 31-10-2012 and 31-01-2013. All the members were present in all the meetings.

D. REMUNERATION COMMITTEE**Terms of Reference:**

The terms of Reference of the committee is to determine and recommend to the Board the Remuneration payable to the Managing Directors of the company and appraisal of performance.

Composition

The Remuneration Committee comprises of:-

- 1) Mr. Vipul Mandalia, Chairman
- 2) Mr. Hitesh Adeshara and
- 3) Mr. Mukesh Adeshara.

During the year, no meeting was held.

Remuneration Policy:-

At present the Managing Director Mr. Kishor Mandalia is working on honorarium basis and no other directors are getting any remuneration and hence at this point of time the company does not have any specific remuneration policy for the directors.

The Company is paying Rs. 1000/- per meeting as sitting fees to all Directors for attending Board Meeting. No commission or other benefits are given to any of the Directors. No sitting fees being paid to any directors for attending committee meeting. The details of sitting fees paid during the Financial Year are: -

Name of Directors	Sitting fees (in Rs.)
Mr. Zaverilal Mandalia	4,000/-
Mr. Kishor Mandalia	4,000/-
Mr. Vipul Mandalia	4,000/-
Mr. Hitesh Adeshara	4,000/-
Mr. Mukesh Adeshara	4,000/-
Mr. Ghanshyam Akbari	4,000/-

None of the directors of the company, during the year, has been paid remuneration and hence information in respect of remuneration to directors is not provided / applicable.

E. SHARE TRANSFER CUM INVESTOR GRIEVANCE COMMITTEE

Composition

As per the requirements of Listing Agreement, the Investor Grievance and Shareholders' Committee comprises of Mr. Vipul Mandalia, Mr. Ghanshyambhai Akbari and Mr. Mukesh Adeshara.

Mr. Vipul Mandalia is the Chairman of this Committee.

Mr. Ravikumar Pasi is Company Secretary & Compliance Officer of the company.

The company has not received any Compliant during the financial year. As on the date of this report no complaint is pending.

The Committee met 6 (Six) times during the year.

F. GENERAL BODY MEETING

Location and time of last three Annual General Meetings.

Year	Date and Time	Location
2009-2010	29-09-2010 (10:30 a.m.)	11-B, New Ahmedabad Industrial Estate,Village-Moraiya, Sarkhej-Bavla Road, Moraiya-382 213. Dist.-Ahmedabad.
2010-2011	29-09-2011 (10:30 a.m.)	11-B, New Ahmedabad Industrial Estate,Village-Moraiya, Sarkhej-Bavla Road, Moraiya-382 213. Dist.-Ahmedabad.
2011-2012	28-09-2012 (10:30 a.m.)	11-B, New Ahmedabad Industrial Estate,Village-Moraiya, Sarkhej-Bavla Road, Moraiya-382 213. Dist.-Ahmedabad.

G. DISCLOSURE ON MATERIALLY SIGNIFICANT RELATED PARTY TRANSACTION.

During the financial year 2012-2013, there were no transactions of material nature with the Directors and management or with their relatives that had potential conflict with the interest of the company.

H. DETAILS OF NON COMPLIANCE BY THE COMPANY

During the last three years no penalties, strictures were imposed by the stock exchanges or other authorities on any matter related to Capital Markets.

Whistle Blower Policy being Non Mandatory, the company has not adopted the same. No personnel have been denied access to the audit committee.

The company has complied with all the mandatory requirements as prescribed under revised clause 49 of the Listing Agreement.

None of the non mandatory requirements have been adopted by the company.

CEO / CFO Certificate

In accordance with the requirements of Clause – 49 of the Listing Agreement, Mr. Kishor Mandalia, CEO and Mr. Rupesh Shah, CFO of the Company, have certified to the Board that to the best of their knowledge and belief, the financial statements present true and fair view of the Company's affairs.

I. MEANS OF COMMUNICATION

Quarterly / Yearly results

Quarterly / Yearly financial results were published in The Economic Times (English/Gujarati), Business Standard (English) and Loksatta Jansatta (Gujarati) and Jaihind (Gujarati) and also being informed to Stock Exchanges where the shares of the company are listed. The same is also placed on company's website www.ausom.in.

No official news released during the Year.

No presentation was made to institutional investors or to the analyst. The Company has hosted its own website www.ausom.in where all the information relating to Code of Conduct, Shareholding Pattern, quarterly/yearly financial results (audited/un-audited), details of Registrar and Transfer Agent, Stock Exchange code and ISIN are available.

As required by SEBI and the listing agreements, the company files its financial as well as other information periodically on the Electronic filling www.corpfiling.co.in website.

Management Discussion and Analysis report forming part of this Annual Report.

J. GENERAL SHAREHOLDER INFORMATION

Annual General Meeting: Date, Time and Venue:

Friday, the 20th day of September, 2013 at 10:30 a.m. at the Registered Office of the company situated at **11-B, New Ahmedabad Industrial Estate, Village-Moraiya, Sarkhej-Bavla Road, Moraiya-382 213, Dist.-Ahmedabad.**

Financial Calendar: April – March

- ⇒ Financial reporting for the first quarter ending on June, 2013: on or before 15th August 2013
- ⇒ Financial reporting for the second quarter ending on September, 2013: on or before 15th November 2013
- ⇒ Financial reporting for the third quarter ending on December, 2013: on or before 15th February 2014
- ⇒ Financial reporting for the last quarter ending on March, 2014: April-May, 2014
- ⇒ Annual General Meeting for Financial Year 2013-2014: September, 2014

The above dates are tentative, subject to change.

- Dates of Book Closure: Tuesday, the 17th September, 2013 to Friday, the 20th September, 2013 (Both days inclusive).
- No declaration of dividend.

LISTING ON THE STOCK EXCHANGES

Name of Stock Exchanges & Script Code No.:-

The Bombay Stock Exchange Ltd. (BSE)	Stock Code : 509009
National Stock Exchange of India Limited (NSE)	Symbol : AUSOMENT Series : EQ

Listing fees for the financial year 2013-2014 has been paid to both the above Stock Exchanges. Even Annual custody fee and custodial fee for the financial year 2013-2014 has been paid to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The Company has established connectivity for its equity shares with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). International Security Identification Number (ISIN) of the company's equity shares with NSDL and CDSL is **INE218C01016**.

MARKET PRICE DATA:

The data on price of equity shares of the Company are as under:

High, Low during each month in last financial year at BSE and NSE.

Month	Share Price BSE		Volumes (BSE)	BSE Sensex		Share Price NSE		Volumes (NSE)
	High Value (Rs.)	Low Value (Rs.)	No of Shares	(High)	(Low)	High Value (Rs.)	Low Value (Rs.)	No of Shares
Apr-12	28.60	24.45	1572	17664.10	17010.16	27.20	27.20	50
May-12	27.85	24.25	3415	17432.33	15809.71	28.05	26.00	1003
Jun-12	28.25	21.05	3652	17448.48	15748.98	25.65	20.50	3482
Jul-12	27.75	20.20	2300	17631.19	16598.48	21.50	20.50	1046
Aug-12	29.65	23.55	5195	17972.54	17026.97	23.65	22.50	687
Sep-12	25.70	17.50	7537	18869.94	17250.80	21.50	19.00	3456
Oct-12	20.95	18.10	4570	19137.29	18393.42	20.40	17.30	1695
Nov-12	20.25	18.50	2499	19372.70	18255.69	18.20	17.15	1448
Dec-12	19.25	15.00	1197	19612.18	19140.03	18.25	16.10	2879
Jan-13	15.80	13.35	4928	20203.66	19508.93	16.10	12.90	4389
Feb-13	19.86	14.85	1394	19966.69	18793.97	15.05	13.55	3035
Mar-13	15.15	10.45	21912	19754.66	18568.43	14.50	11.70	5466

REGISTRAR AND TRANSFER AGENT

M/s. Link Intime India Private Limited (Formerly known as Intime Spectrum Registry Limited), 303, 3rd Floor, Shopper's Plaza-5, Near Govt. Soc., Opp. Municipal Market, C.G. Road, Navrangpura, Ahmedabad – 380 009 Contact No.: - 079- 26465179 is acting as Registrar and Transfer (R&T) Agent for share transfer and dematerialisation work.

SHARE TRANSFER SYSTEM

Share transfer would be registered and returned within a period of 15 (Fifteen) days from the date of its receipt. The share transfer cum investor Grievance committee meets on 10/15 days gap depending upon number of transfers received.

As required under clause 47 (c) of the Listing Agreements, a certificate is obtained every six months from a Practicing Company Secretary, with regards to, inter alia , effecting transfer, transmission, sub – division, and consolidation, of equity shares within 15 days of its lodgment. The certificates are forwarded to BSE and NSE where the equity shares are listed and also placed before the Shares Transfer Cum Investor Grievance Committee Meeting for noting.

In terms of SEBI circular No. D&CC/FITT/CIR-16 dated 31st December 2002, an Audit is conducted on a quarterly basis by a practicing Company Secretary, for the purpose of, inter alia, and reconciliation of the total admitted equity share capital with the depositories and in the physical form with the total issued / paid – up equity capital of the Company. Certificates issued in this regard are placed before the Shares Transfer Cum Investor Grievance Committee Meeting for noting and forwarded to BSE and NSE, where the equity shares of the company are listed.

DISTRIBUTION OF SHAREHOLDING (AS ON 31-03-2013)

No. of Equity Shares held	No. of Folios	%	No. of Shares	%
Up to 500	5059	82.61	880563	6.46
501 – 1,000	656	10.71	473704	3.48
1001 – 2000	189	3.09	271832	1.99
2001 – 3000	77	1.26	200432	1.47
3001 – 4000	20	0.33	73220	0.54
4001 – 5000	26	0.42	121604	0.89
5001 –10000	51	0.83	352040	2.58
10001 & above	46	0.75	11250157	82.58
Grand Total	6124	100.00	13623552	<u>100.00</u>

DEMATERIALISATION OF SHARES AND LIQUIDITY

The company has entered into an agreement with both depositories i.e. NSDL and CDSL so that the shareholders of the company could avail the benefit of multidepository system. Up-to 31/03/2013 1,26,28,548 shares were dematerialized.

Plant Location: - As the company is only engaged in trading activity, it does not have any plant.

Outstanding ADR/GDR etc.: - Not applicable

CORRESPONDENCE MAY BE ADDRESS TO: -

Mr. Ravikumar Pasi, Company Secretary & Compliance Officer
 Secretarial Department,
 606, 'Swagat', Nr. Lal Bunglow,
 C.G. Road, Ahmedabad – 380 006, Gujarat
 Phone No.: - 079 – 26421455-66
 Fax No.: - 079 – 26569898 Email Id: - investorcomplaints@gmail.com
 Website: - www.ausom.in

DECLARATION OF CODE OF CONDUCT

As per the terms of the amended clause 49 of the Listing Agreement, we hereby confirm that all the board members and senior management personnel of the company have affirmed the compliance of the code of business conduct for the year ended on 31/03/2013.

Date: 29th May 2013.

To,
The Board of Directors,
AuSom Enterprise Limited, Ahmedabad

CFO/CEO Certification

We, Kishor Mandalia, Chief Executive Officer and Rupesh Shah, Chief Financial Officer of AuSom Enterprise Limited, to the best of our knowledge and belief, hereby certify that:

- A. We have reviewed the Balance Sheet as at March 31, 2013, Statement of Profit & Loss for the year ended on that date along with all its schedules, notes on accounts and also the cash flow statement for the year ended on that date and based on our knowledge and information, we confirm that:-
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - ii. These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We along with Company's other certifying officers accept responsibility for establishing and maintaining internal controls for financial reporting and that we have:-
 - i. Evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and
 - ii. Disclosed to the auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We along with Company's other certifying officers, have indicated to the auditors and the Audit Committee of the Company that:-
 - i. There are no significant changes in internal control during the year;
 - ii. There are no significant changes in accounting policies during the year and that same have been disclosed in the notes to the financial statements; and
 - iii. There are no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system.

Kishor Mandalia
Chief Executive Officer

Rupesh Shah
Chief Financial Officer

CORPORATE GOVERNANCE CERTIFICATE

To the Members,
AUSOM ENTERPRISE LIMITED

We have examined the compliance of conditions of Corporate Governance by AUSOM ENTERPRISE LIMITED for the year ended 31 March, 2013, as stipulated in Clause 49 of the Listing Agreement(s) of the said Company with the Stock Exchange(s) in India.

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in said clause. 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 and based on the representation made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the above-mentioned Listing Agreement.

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

**FOR C.R. SHAREDALAL & CO.
CHARTERED ACCOUNTANTS
(Registration No. 109943W)**

**PLACE : AHMEDABAD
DATE : 29-05-2013**

**(C.R. SHAREDALAL)
PARTNER
MEMBERSHIP NO.002571**

INDEPENDENT AUDITORS' REPORT

To the Members of AUSOM ENTERPRISE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **Ausom Enterprise Limited** (“the Company”), which comprise the Balance Sheet as at 31 March, 2013 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management’s Responsibility for the Financial Statements

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

Auditor’s Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Company’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

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

Report on Other Legal and Regulatory Requirements

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

**FOR C.R. SHAREDALAL & CO.
CHARTERED ACCOUNTANTS
(Registration No. 109943W)**

**PLACE : AHMEDABAD
DATE : 29-05-2013**

**(C.R. SHAREDALAL)
PARTNER
MEMBERSHIP NO.002571**

Annexure to Independent Auditors' Report

[Referred to in paragraph 1 under the heading of “report on other legal and regulatory requirements” of our report of even date]

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.

(b) Fixed assets were physically verified during the year by the management in accordance with a programme of verification, which in our opinion is reasonable having regard to the size of the company and the nature of assets. According to the information and explanations given to us, no discrepancies were noticed on such verification.

(c) The Company has not disposed off any Fixed Assets during the year. Accordingly, the question of affecting the going concern assumption does not arise.
2. (a) As explained to us, inventories have been physically verified by the management during the year at reasonable intervals.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) In our opinion and according to the information and explanations given to us the Company is maintaining proper records of inventory. According to the information and explanations given to us no discrepancies were noticed on physical verification of inventories as compared to book records.
3. (a) The Company has not granted loans secured or unsecured to parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly clauses (b) and (c) of the order are not applicable.

(d) The Company has taken unsecured loans from one party covered in the Register maintained under Section 301 of the Companies Act, 1956. The maximum amount at any time during the year was Rs.37,39,00,000/- and the year-end balance is NIL

(e) In our opinion and according to the information and explanation given to us, the rate of interest and other terms and conditions of such loan are not prima facie prejudicial to the interest of the company.

(f) In respect of the aforesaid loans, the company is regular in repaying the principal amount which is repayable on demand.
4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books of account and records of the Company and according to the information and explanation given to

us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the internal control system.

5. According to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 that needs to be entered in the register maintained under that section have been so entered. Transactions done in pursuance of such contracts or arrangements have made at prices which appear reasonable as per information available with the company.
6. As the Company has not accepted any deposits from the public, the directive issued by the Reserve Bank of India and the provisions of Section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the Rules framed thereunder are not applicable to the Company. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
7. In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the Company and the nature of its business.
8. As informed to us, the Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
9. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Sales Tax/Value Added Tax, Gratuity, Professional Tax, Income-tax, Wealth-tax, Custom Duty, Excise duty, Service Tax, Cess and any other applicable dues, during the year with the appropriate authorities. According to the information and explanation given to us no undisputed amounts payable in respect of statutory dues outstanding as at 31 March, 2013 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues of Provident Fund, Sales tax/Value Added Tax, Professional tax, Income tax, Wealth-tax, Custom duty, Excise duty, Service tax, Cess and any other dues to the extent applicable, which have not been deposited on account of dispute.
10. The accumulated losses of the Company as at the end of the year are more than fifty percent of its net worth. The Company has not incurred cash losses during the year and cash losses were not incurred in the immediately preceding financial year.
11. In our opinion and according to the information and explanation given to us, the Company has been generally regular in repayment of dues to Banks and Financial Institutions.
12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The provisions of any special status applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the Company. Accordingly, clauses (xiii)(a) to (xiii)(d) of paragraph 4 of the Order are not applicable to the Company.
14. In respect of dealing in shares, securities and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares, securities, debentures and other securities have been held by the Company in its own name.
15. According to the information and explanations given to us, Company has not given any guarantee for loan taken by others from banks and Financial Institutions during the year.
16. During the period under audit, the company has not obtained any term loans; hence the provisions of clause (xvi) are not applicable to the company.
17. On the basis of the information and explanations given to us and on an overall examination of the Financial Statements of the Company, in our opinion, there are no funds raised on a short-term basis which have been used for long-term investments.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
19. The Company has not issued any debentures during the year.
20. During the year, the Company has not raised money by public issue.
21. During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India, we have not come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have been informed of such case by the management.

**FOR C.R. SHAREDALAL & CO.
CHARTERED ACCOUNTANTS
(Registration No. 109943W)**

**PLACE : AHMEDABAD
DATE : 29-05-2013**

**(C.R. SHAREDALAL)
PARTNER
MEMBERSHIP NO.002571**

BALANCE SHEET AS AT 31 MARCH, 2013

Particulars	Note No.	As at 31 March, 2013	As at 31 March, 2012
		Rupees	Rupees
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	33,62,46,270	33,62,46,270
Reserves and surplus	3	(9,13,85,300)	(10,90,06,315)
		24,48,60,970	22,72,39,955
Non-current liabilities			
Long-term provisions	4	63,115	39,324
		63,115	39,324
Current liabilities			
Short-term borrowings	5	11,41,96,090	2,80,48,824
Trade payables	6	3,04,09,41,936	3,68,361
Other current liabilities	7	4,99,590	50,369
Short-term provisions	8	33,44,279	99,22,767
		3,15,89,81,895	3,83,90,321
TOTAL		3,40,39,05,980	26,56,69,600
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	9	2,83,897	2,69,007
		2,83,897	2,69,007
Non-current investments	10	2,00,29,525	1,07,50,000
Long-term loans and advances	11	1,42,91,794	88,58,353
		3,43,21,319	1,96,08,353
Current assets			
Inventories	12	2,09,07,441	1,87,54,002
Trade receivables	13	76,31,986	1,08,87,193
Cash and bank balances	14	3,01,48,78,118	19,26,43,527
Short-term loans and advances	15	10,63,49,191	1,29,59,165
Other current assets	16	21,95,34,028	1,05,48,353
		3,36,93,00,764	24,57,92,240
TOTAL		3,40,39,05,980	26,56,69,600

Significant Accounting Policies ¹
The accompanying notes are integral part of financial statements.
As per our report of even date.

For C.R. Sharedalal & Co.
Chartered Accountants
(Firm Reg. No. 109943W)

(C.R. Sharedalal)
Partner
Membership No. 002571

Place : Ahmedabad
Date : 29/05/2013

For and on behalf of the Board of Directors

KISHOR MANDALIA
Managing Director

ZAVERILAL MANDALIA
Director

RAVIKUMAR PASI
Company Secretary

Place : Ahmedabad
Date : 29/05/2013

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31 MARCH, 2013

Particulars	Note No.	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
Revenue from operations	17	6,78,24,77,635	8,62,96,56,767
Other income	18	2,13,11,972	1,16,69,510
Total revenue		6,80,37,89,607	8,64,13,26,277
Expenses			
Purchases of stock-in-trade	19	6,57,11,38,032	8,06,46,75,262
Changes in inventories of stock-in-trade	20	(21,53,439)	(8,66,406)
Employee benefits expense	21	8,25,293	7,30,847
Finance costs	22	19,68,25,969	46,10,11,759
Depreciation and amortisation expense	9	22,910	22,104
Other expenses	23	1,95,09,828	1,47,95,176
Total expenses		6,78,61,68,593	8,54,03,68,742
Profit / (Loss) before tax		1,76,21,014	10,09,57,535
Tax expense:			
Current Income Tax		-	-
(Excess)/Short Provision of Income Tax for earlier years		-	(3,92,499)
Deferred tax		-	-
Profit / (Loss) for the year		1,76,21,014	10,13,50,034
Earnings per Equity Share (Note 31)			
Basic		(1.13)	5.02
Diluted		(1.13)	5.02

Significant Accounting Policies
The accompanying notes are integral part of financial statements.
As per our report of even date.

1

For C.R. Sharedalal & Co.
Chartered Accountants
(Firm Reg. No. 109943W)

(C.R. Sharedalal)
Partner
Membership No. 002571

Place : Ahmedabad
Date : 29/05/2013

For and on behalf of the Board of Directors

KISHOR MANDALIA
Managing Director

ZAVERILAL MANDALIA
Director

RAVIKUMAR PASI
Company Secretary

Place : Ahmedabad
Date : 29/05/2013

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31-03-2013
(Amt in Rs.)

	For the year ended 31-Mar-13		For the year ended 31-Mar-12	
	Rupees	Rupees	Rupees	Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit (Loss) before taxation and extraordinary items		1,76,21,014		10,13,50,034
Adjustment for				
Depreciation	22,910		22,104	
Interest income	(2,24,52,565)		-1,13,04,117	
Interest expense	1,18,43,691		51,00,000	
		(1,05,85,964)		(61,82,013)
Operating Profit before Working Capital Changes		70,35,050		9,51,68,021
Decrease (Increase) in Trade Receivable	32,55,207		16,82,51,178	
Decrease (Increase) in Inventories	(21,53,439)		(8,66,406)	
Increase (Decrease) in Long-term provision	23,791		10,271	
Increase (Decrease) in short-term provision	(65,78,488)		95,67,103	
Increase (Decrease) in other current liability	4,49,221		(6,35,234)	
Decrease (Increase) in other current assets	(20,89,85,675)		26,35,35,071	
Decrease (Increase) in Long-term Loans & Advances	(54,33,441)		(83,58,054)	
Decrease (Increase) in Short-term Loans & Advances	(9,33,90,025)		(41,41,425)	
Decrease (Increase) in other bank balance	(2,81,06,04,305)		8,84,96,31,000	
Increase (Decrease) in Trade Payable	3,04,05,73,575	(8,28,43,579)	(9,33,99,45,304)	(6,29,51,800)
Cash Generated from Operations		(7,58,08,529)		3,22,16,221
Direct taxes paid		-		-
Net cash from operating activities		(7,58,08,529)		3,22,16,221
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Non current investment	(92,79,525)		(1,07,50,000)	
Purchase of Fixed Assests	(37,800)			
Interest Received	2,24,52,565		1,13,04,117	
Net cash from investing activities		1,31,35,240		5,54,117
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from short term borrowings	8,61,47,266		40,48,824	
Interest Paid	(1,18,43,691)		(51,00,000)	
Net cash used in financing activities		7,43,03,575		(10,51,176)
Net increase in cash & cash equivalents		1,16,30,286		3,17,19,162
Cash & Cash equivalents at beginning of period		4,30,43,527		1,13,24,365
Cash & Cash equivalents at end of period		5,46,73,813		4,30,43,527

Note: Cash and Cash Equivalents included in the Cash Flow Statement comprises the following balances amounts :

	As at 31-03-2013	As at 31-03-2012
Cash On Hand	63,135	1,98,917
Bank Balance with Schedule Banks	5,46,10,678	4,28,44,610
Total	5,46,73,813	4,30,43,527

As per our attached Report of even date
For C.R. Sharedalal & Co.
Chartered Accountants
(Firm Reg. No. 109943W)

C.R.SHAREDALAL
Partner
Membership No.002571

Place : Ahmedabad
Dated : 29-05-2013

For and on behalf of the Board of Directors

KISHOR MANDALIA
Managing Director

ZAVERILAL MANDALIA
Director

RAVIKUMAR PASI
Company Secretary

Place : Ahmedabad
Dated : 29-05-2013

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013

1. Significant accounting policies**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention, on accrual basis in accordance with Generally Accepted Accounting Principle (GAAP), and comply with the Companies (Accounting Standard) Rules 2006 and relevant provisions of the Companies Act 1956 to the extent applicable.

1.2 Use of estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

1.3 Tangible fixed assets

Fixed Assets are stated at cost less accumulated depreciation. The cost comprises of purchase price, duties, levies and any directly attributable cost of bringing the assets to its working condition for the intended use.

1.4 Depreciation

Depreciation on tangible fixed assets is provided on Straight Line Method in accordance with the rates and in manner specified in Schedule XIV of the Companies Act, 1956.

1.5 Inventories

- (i) Trading Goods are valued at Cost or Net Realizable value whichever is lower. Cost is arrived at by using FIFO method.
- (ii) Shares and Securities are valued at Cost or Net Realizable value whichever is lower. Cost is arrived at by using FIFO method.

1.6 Cash Flow

The cash flow statement is prepared by the indirect method set out in Accounting Standard-3 on Cash Flow Statement and presents cash flows by operating, investing and financing activities of the Company. Cash and cash equivalents presented in the cash flow statement consist of cash on hand and balances in current and demand deposit with banks.

1.7 Revenue Recognition

- A. Revenue from sales is recognised at the point of dispatch to the customers when risk and reward stand transferred to the customers. Sales are inclusive of freight wherever it is charged.

- B. Dividend income is recognised when the right to receive the dividend is established.
- C. Operating and other Interest income on FDR is recognised on the time proportion basis taking into account of the amount outstanding and rate applicable.
- D. Shares Transactions
 - (i) Where share trading purchase and share trading sales is settled within the same settlement, only net gain or loss is booked.
 - (ii) Where share trading purchase and share trading sales is not settled within the same settlement, each transaction is accounted as purchase and sales.
- E. Derivative Transactions in Future and Option
 - (i) Future or Option transactions in Equity/Index/Currency/Commodity are accounted expiry date wise separately.
 - (ii) Gain or Loss is accounted on expiry date.
 - (iii) Contracts for future or option in Equity/Index/Currency/Commodity remaining unsettled at balance sheet date are provided for in case of loss only.
 - (iv) When future or option contract settled with actual delivery, the same is accounted for respective contract wise as purchase/sales.
- F. Other Income

Revenue in respect of other income is recognized when no significant uncertainty as to its determination or realization exist.

1.8 Purchase

Purchase cost of shares, securities and Units of Mutual Funds does not include other incidental charges except brokerage charges.

1.9 Employee Benefits

Short-term employee benefits are recognized as expenses in the Statement of Profit and Loss of the year in which the related service is rendered at the undiscounted amount as and when it accrues.

Long term employee benefits and post-employment benefits both funded and non-funded are recognized as expenses in the Statement of Profit and Loss of the year in which the related service is rendered based on actuarial valuation.

- i. Company's Contribution towards provident fund are accounted for at pre-determined rates and deposited in to an EPFO.
- ii. Gratuity is accounted for on the basis of actuarial valuation.

1.10 Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from “timing difference” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax assets is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

1.11 Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized when there is a present obligation as a result of past event that probably requires an outflow of resources and reliable estimate can be made of the amount of the obligation. Disclosure for Contingent Liabilities is made when there is a possible obligation or a present obligation that may, but probably will not, requires an outflow of resources. No provision is recognized or disclosure for Contingent Liability is made when there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote. Contingent Asset is neither recognized nor disclosed in the financial statements.

1.12 Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior period is reversed if there has been a change in the estimate of recoverable amount.

1.13 Foreign Currency Transactions

- (a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of transaction.
- (b) Monetary items denominated in foreign currencies at the year-end are restated at year-end rates.
- (c) Any income or expenses on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.
- (d) Profit/Loss on Forward Rate Agreement taken for hedging interest rate related risk is accounted at the time of starting date of each agreement.
- (e) Foreign currency transactions hedged through forward contracts, the premium on such forward contracts is amortised over the life of the contract.

1.14 Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as Current investments. All other investments are classified as non-current investments. Current Investments are carried at lower of cost and quoted/fair value determined on category/item wise. Non-current investments are stated at cost. However, Provision for diminution in the value of long-term

investment is made only if such a decline is other than temporary.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

1.15 **Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Statement of Profit and Loss.

2 Share capital

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Rupees	Number of shares	Rupees
Authorised				
Equity shares of Rs.10 each	6,00,00,000	60,00,00,000	6,00,00,000	60,00,00,000
Redeemable preference shares of Rs.10 each	4,00,00,000	40,00,00,000	4,00,00,000	40,00,00,000
Issued, Subscribed and Fully Paid up				
Equity shares of Rs.10 each	1,36,23,552	13,62,35,520	1,36,23,552	13,62,35,520
16.5% Cumulative Redeemable Participating preference shares of Rs. 10 each	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Forfeited equity shares(Amount originally paid up)		10,750		10,750
Total		33,62,46,270		33,62,46,270

2.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Issue	Buy back	Closing Balance
Equity shares				
Year ended 31 March, 2013				
- Number of shares	1,36,23,552	-	-	1,36,23,552
- Amount (Rs)	13,62,35,520	-	-	13,62,35,520
Year ended 31 March, 2012				
-Number of shares	1,36,23,552	-	-	1,36,23,552
- Amount (Rs)	13,62,35,520	-	-	13,62,35,520
Particulars	Opening Balance	Issue	Redemption	Closing Balance
16.5 % Cumulative Redeemable Participating preference shares				
Year ended 31 March, 2013				
- Number of shares	2,00,00,000	-	-	2,00,00,000
- Amount (Rs)	20,00,00,000	-	-	20,00,00,000
Year ended 31 March, 2012				
- Number of shares	2,00,00,000	-	-	2,00,00,000
- Amount (Rs)	20,00,00,000	-	-	20,00,00,000

2.2 Details of shareholders holding more than 5% shares in the company

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares of Rs. 10 each fully paid				
Savitri D. Pawani	47,73,087	35.04	47,73,087	35.04
Kishor P. Mandalia	11,89,102	8.73	11,89,102	8.73
Daxaben B. Mandalia	8,90,572	6.54	8,90,572	6.54
Vipul Z. Mandalia	8,36,420	6.14	8,36,420	6.14
Zaveri V. Mandalia	8,04,547	5.91	8,04,547	5.91
Chandresh Z. Mandalia	7,97,647	5.85	7,97,647	5.85
16.5 % Cumulative Redeemable Participating preference shares of Rs. 10 each fully paid				
Zaveri V. Mandalia	18,00,000	9.00	18,00,000	9.00
Bharat P. Mandalia	25,00,000	12.50	25,00,000	12.50
Kishor P. Mandalia	25,00,000	12.50	25,00,000	12.50
Chandresh Z. Mandalia	16,00,000	8.00	16,00,000	8.00
Vipul Z. Mandalia	16,00,000	8.00	16,00,000	8.00
Savitri D. Pawani	90,00,000	45.00	90,00,000	45.00
Bharti. A. Pawani	10,00,000	5.00	10,00,000	5.00

(a) Terms/Rights attached to equity shares

- (i) The company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed if any by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.
- (ii) In the event of liquidation of the company, the holder of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(b) Terms of Redemption, conversion & rights of preference shares

- (i) Preference shares carry cumulative dividend at 16.5% p.a. The dividend proposed if any by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The preference shares shall, in addition have a right to participating dividend over and above the base dividend mentioned above.
- (ii) The liability for payment of Dividend on Cumulative Redeemable Participating Preference Shares of Rs. 20,00,00,000 is not provided in view of the accumulated loss. The amount of such accumulated dividend comes to Rs. 37,34,00,000 up to 31/03/2013. (Rs. 34,04,00,000 up to 31/03/2012).
- (iii) The Preference Shares were issued on 09/12/1999 and are redeemable at par in three equal annual installments. The installments of such redemption were due on 9th Dec, 2006, 9th Dec 2007 and 9th Dec 2008. However, the Company has received consent letter from the preference shareholders postponing their right to receive payment of the installments of redemption of preference shares amounting to Rs. 20,00,00,000 by seven years.
- (iv) At the time of redemption of the Preference Shares or in the event of winding-up of the Company, the arrears of dividend on the Preference Shares whether earned, declared or not shall also be paid to the Subscribers.
- (v) The Subscribers shall have the same voting rights in respect of the Preference Shares as are available and applicable to preference shares under the Companies Act, 1956.
- (vi) In the event of default in payment of base and / or participating dividend inspite of adequate profits and / or redemption of Preference Shares as per the terms of issue, the subscriber shall have the right to convert at its option 100% of the Preference Shares into fully paid-up Equity Shares of the Company, at par, in the manner specified in writing to be given by the Subscribers.

3 Reserves and surplus

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Capital reserve (Profit on reissue of forfeited shares)	86,000	86,000
Securities Premium Reserve	36,41,18,400	36,41,18,400
Surplus / (Deficit) in the Statement of Profit and Loss		
Balance as per last financial statement	(47,32,10,714)	(57,45,60,749)
Add: Profit for the year	1,76,21,014	10,13,50,034
Net Surplus/(Deficit) in the statement of Profit and Loss	(45,55,89,700)	(47,32,10,715)
Total	(9,13,85,300)	(10,19,06,315)

4 Long term Provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Provision for employee benefits		
Provision for gratuity	63,115	39,324
Total	63,115	39,324

5 Short-term borrowings

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
From Banks		
Secured : overdraft facilities (Note 5.1)	11,41,96,090	2,80,48,824
Total	11,41,96,090	2,80,48,824

5.1

The overdraft facilities from banks are secured against Fixed Deposits of the Company. They are repayable on demand and carry interest @ Interest rate on Fixed Deposits plus 1% to 3% p.a.

6 Trade payables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Trade payables (Note 35 : due to micro and small enterprises) (Note : 6.1)	3,04,09,41,936	3,68,361
Total	3,04,09,41,936	3,68,361

6.1

Trade payables include the amount of Rs. 304,09,23,909 (31/03/2012 Rs. Nil) towards the Foreign Currency Buyer's Credit facilities obtained by the company towards import of goods. These facilities are short term in nature and repayable within one year from the date of their availment.

7 Other current liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Other payables		
TDS Payable	4,99,590	50,369
Total	4,99,590	50,369

8 Short-term provisions

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Provision for employee benefits		
Provision for Bonus	11,994	14,073
Provision for Leave Enchashment	16,154	15,429
Others Provisions		
Provision for open position in Derivative contracts	29,18,873	98,87,168
Provision for Expenses	3,97,258	6,097
Total	33,44,279	99,22,767

9 Tangible Assets

DESCRIPTION	GROSS BLOCK						DEPRECIATION				NET BLOCK	
	As at 01-04-2012	Additions	Deletions/ Adjustments	As at 31-03-2013	Up to 01-04-2012	For the Year	Deletions/ Adjustments	Up to 31-03-2013	As at 31-03-2013	As at 31-03-2012		
Plant & Equipment	84,468	-	-	84,468	5,659	4,012	-	9,671	74,797	78,809		
Furniture and Fixtures	1,27,134	-	-	1,27,134	19,892	8,048	-	27,940	99,194	1,07,242		
Office Equipment	61,930	-	-	61,930	6,063	2,940	-	9,003	52,927	55,867		
Computer	43,834	37,800	-	81,634	16,745	7,910	-	24,655	56,979	27,089		
Total	3,17,366	-	-	3,17,366	48,359	22,910	-	71,269	2,83,897	2,69,007		
(Previous Year)	3,17,366	-	-	3,17,366	26,255	22,104	-	48,359	2,69,007			

Note : Figures in bracket relates to the previous year.

10 Non-current investment

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Non-Traded Investments (unquoted & valued at Cost) (Long-term)		
Investment in equity instruments		
- 119585 (31/03/2012 : 85430) Equity Shares of Rs. 10 each fully paid up in Grower Vineyards Ltd	1,35,79,525	1,07,50,000.00
- 117957 (31/03/2012 : Nil) Equity Shares of Rs. 10 each fully paid up in Vallee De Vin Pvt. Ltd	12,50,000	-
Investment in preference shares		
- 57191 (31/03/2012 : Nil) Preference Shares of Rs. 10 each fully paid up in Grower Vineyards Ltd	46,00,000	-
- 56414 (31/03/2012 : Nil) Preference Shares of Rs. 10 each fully paid up in Vallee De Vin Pvt Ltd	6,00,000	-
Total	2,00,29,525	1,07,50,000.00

11 Long-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Security deposits		
Unsecured, considered good	4,33,411	4,33,411
Other loan and advances		
TDS receivable	1,38,58,383	84,24,942
Total	1,42,91,794	88,58,353

12 Inventories

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Stock-in-trade		
Shares & securities (valued at Cost or net realisable value whichever is lower)	2,09,07,441	1,87,54,002
Total	2,09,07,441	1,87,54,002

13 Trade receivables

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Outstanding for a period exceeding six months from the date they are due for payment.		
Unsecured, considered good	-	26,904
Other receivables		
Unsecured, considered good	76,31,986	1,08,60,289
Total	76,31,986	1,08,87,193

14 Cash and bank balances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Cash and Cash Equivalents		
Balance with Banks		
in current accounts	5,46,10,678	4,28,44,610
Cash on hand	63,135	1,98,917
Other Banks Balances		
Fixed Deposits (Note 14.1)	2,81,95,20,000	-
Margin money deposits (Note 14.2)	14,06,84,305	14,96,00,000
Total	3,01,48,78,118	19,26,43,527

14.1

The Fixed deposits are pledged with bankers of the company for the guarantees provided by them for foreign currency buyers' credit facilities availed by the company.

14.2

With carrying amount of Rs. 10,98,00,000 (31/03/2012 Rs. 11,96,00,000) are given as margin money against overdraft
With carrying amount of Rs. 3,08,84,305 (31/03/2012 Rs. 3,00,00,000) are given as margin money to various exchange

15 Short-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Balances with statutory authorities		
Unsecured, considered good		
VAT Receivable	2,75,668	9,82,572
Inter Corporate Deposits		
Secured, considered good	2,00,00,000	-
Unsecured, considered good	4,00,00,000	-
Others		
Margin money with exchanges	4,49,50,656	1,19,66,262
Others	10,331	10,331
Prepaid expenses	11,12,536	-
Total	10,63,49,191	1,29,59,165

16 Other current assets

Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
Interest accrued on fixed Deposits	21,64,76,938	1,04,86,670
Interest accrued on loans and advances	29,60,792	-
Other Receivables	96,298	61,683
Total	21,95,34,028	1,05,48,353

17 Revenue from operations

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
(a)	Sale of Traded goods (Note 17.1)	6,66,34,41,010	7,96,56,00,695
(b)	Other operating revenues (Note 17.1)	11,90,36,625	66,40,56,072
	Total	6,78,24,77,635	8,62,96,56,767

17.1 Gross Revenue derived from sales of traded goods and other operating revenues under broad heads

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
(i)	<u>Sale of Traded goods</u>		
	Shares, Securities & Units of Mutual Funds	4,58,38,997	2,12,60,35,801
	Bullion	3,66,63,08,322	5,81,90,27,681
	Gold Jewellery	2,90,24,44,441	-
	Other Commodities	4,88,49,250	2,05,37,213
	Total - Sale of traded goods	6,66,34,41,010	7,96,56,00,695
(ii)	<u>Other operating revenues</u>		
	Interest on FDRs (Note : 14.1)	21,54,66,489	53,67,72,706
	Profit on Share Speculation (Net)	-	20,424
	Freight & Insurance	4,69,622	2,06,884
	Profit/(loss) on Derivatives Transactions (Net)	-	-
	Shares & Securities	6,91,153	27,56,625
	Commodities	(5,78,98,843)	19,50,14,211
	Currency	(3,96,91,796)	(7,07,14,778)
	Total - Other operating revenues	11,90,36,625	66,40,56,072

18 Other income

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
	Interest Income		
	From Bank	1,52,53,513	1,10,64,940
	From Others	56,83,194	2,39,177
	Dividend Income	3,05,265	2,53,000
	Misc Income	70,000	85,489
	Previous year income	-	26,904
	Total	2,13,11,972	1,16,69,510

19 Purchase of stock-in-trade

	Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
	Shares, Securities & Units of Mutual Funds	4,29,94,243	2,12,67,58,217
	Bullion	3,60,04,40,623	5,91,78,35,795
	Gold Jewellery	2,87,98,18,466	-
	Other commodities	4,78,84,700	2,00,81,250
	Total	6,57,11,38,032	8,06,46,75,262

20 Changes in inventories of stock-in-trade

		For the year ended 31 March, 2013	For the year ended 31 March, 2012
		Rupees	Rupees
	<u>Inventories at the end of the year:</u>		
	Stock-in-trade- Shares	2,09,07,441	1,87,54,002
		2,09,07,441	1,87,54,002
	<u>Inventories at the beginning of the year:</u>		
	Stock-in-trade - Shares	1,87,54,002	1,78,87,596
		1,87,54,002	1,78,87,596
	Net (increase) / decrease	(21,53,439)	(8,66,406)

21 Employee benefits expense

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Salaries and bonus	7,14,921	6,37,215
Leave Enchashment	65,341	65,790
Provided for gratuity	23,791	10,271
Contribution towards providend fund	21,240	17,571
Total	8,25,293	7,30,847

22 Finance costs

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Interest expense		
Interest of Buyers' credit availed	6,47,89,363	13,73,95,300
Other interest	1,18,43,691	51,00,000
Bank gaurantee,LC and other charges	52,18,777	96,73,516
Applicable net gain/loss on Foreign Currency transactions and translations	11,49,74,138	30,88,42,943
Total	19,68,25,969	46,10,11,759

23 Other expenses

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Electricity Power	50,259	45,411
Rent	1,78,800	1,78,800
Rates and taxes	22,382	23,208
Stationary, Printing, Postage and Telephone	2,35,132	2,12,713
Legal and professional fees	16,62,079	1,79,741
Payments to auditors (Note 23.1)	3,93,260	4,04,287
Transportation expenses	4,39,372	2,70,218
Shares, Securities and Derivatives transaction charges	33,44,335	21,62,298
Sundry balances W/off	-	73,701
Donation	-	1,50,000
Directors' sitting fees	24,000	42,000
Profit/(Loss) on Cancellations of FRA/Forward contracts	22,57,761	45,14,993
Foreign Exchange Rate Difference - (net)	94,96,224	37,05,383
Prior period expenses	-	21,88,700
Licence Fees & Service charges of SEZ unit	1,71,644	1,60,445
General Charges (Note 23.2)	12,34,580	4,83,278
Total	1,95,09,828	1,47,95,176

23.1 Payments to the auditors

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
As auditors :-		
Audit fees	2,24,720	2,24,720
Tax audit fees	56,180	56,179
VAT audit fees	56,180	56,179
In other capacity- taxation	56,180	67,209
	3,93,260	4,04,287

23.2

General Charges includes Travelling expenses, loading and unloading expenses, custodian charges, advertisements, membership fees, listing fees etc.

24 Value of import on CIF basis

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Purchase of Trade Goods	2,87,98,18,466	70,39,00,939
Total	2,87,98,18,466	70,39,00,939

25 Expenditure in Foreign Currency on account of

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Interest on Buyers' Credit	6,47,89,363	13,73,70,269
Total	6,47,89,363	13,73,70,269

26 Earning in Foreign Currency on account of

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
FOB value of Exports	2,90,24,44,442	70,56,30,477
Total	2,90,24,44,442	70,56,30,477

27 Dividend remittance in Foreign Currency during the period

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
1. No. of foreign share holders	19	18
2. No. of shares held	15,466	15,057
3. Amount Remitted	NIL	NIL

28 Disclosure in respect of retirement benefits as per Accounting Standard 15 prescribed under Companies (AS) Rules, 2006
Defined Benefit Plan :.

Expenses recognized during the year ended 31st March, 2013.

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Gratuity	Gratuity
Current service cost	23,791	10,271
Interest cost	-	-
Actuarial losses/(gains)	-	-
Total expense recognised in the Statement of Profit and Loss	23,791	10,271

Net Assets(liability) recognized in the Balance Sheet as at 31st March, 2013

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Gratuity	Gratuity
Present value of defined benefit obligation	63,115	39,324
Net asset / (liability) recognised in the Balance Sheet	(63,115)	(39,324)

Reconciliation of Net Assets(liability) recognized in the Balance Sheet during the year ended 31st March, 2013

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Gratuity	Gratuity
Net liability at the beginning of the year	39,324	29,053
Expenses as above	23,791	10,271
Benefit paid	NIL	NIL
Transfer of liabilities	NIL	NIL
Net liability at the end of the year	63,115	39,324

Actuarial assumptions

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Gratuity	Gratuity
Rate of interest	8.00%	8.50%
Salary growth	6.00%	6.00%
Mortality	Indian Assured Lives Mortality (2006-08) Ultimate	LIC (1994-96) Ultimate Table
Retirement Age	58 years	58 years

29 Disclosure as required under Accounting Standard 18 in relation to 'Related Party Transaction' prescribed under Companies (AS) Rules, 2006.

Details of related parties

29.1

Description of relationship	Names of related parties
Enterprises in which KMP / Relatives of KMP can exercise significant influence	Zaveri & Co. Pvt Ltd. Zaveri Enterprise Pvt Ltd. Zaveri & Co. Exports Zaveri Finstock Pvt Ltd. Zaveri & Co. Jewellers Pvt Ltd. Zaveri Realty Pvt Ltd. Zaveri Energy Pvt Ltd. Zaveri International Pvt Ltd. Amazo Arcade Pvt Ltd. Atit Infrastructure Pvt Ltd. Sarabai Enterprises Pvt Ltd. Chokshi Estate Pvt Ltd. Vrundavan Garden Pvt Ltd. Panchratna Infrastructure Pvt Ltd. Priyal Projects Pvt Ltd. Classy Infraspace Pvt Ltd. Saumya Developers Keshavaji Developers Achal Raj Priyal Realty
Key Management Personnel	Shri Krishor Mandalia, Managing Director & CEO Shri Zaverilal Mandalia Shri Vipul Mandalia

29.2

Transactions during the year with related parties

Sr. No.	Nature of Transactions	Key Management Personnel	Entities in which Key Management Personnel & their relatives have significant influence	Total
1	Purchase of goods	NIL (NIL)	NIL (1186209962)	NIL (1186209962)
2	Sale of goods	NIL (NIL)	NIL (2166169)	NIL (2166169)
3	Loans & Advances taken from	NIL (NIL)	2399900000 (1013257100)	2399900000 (1013257100)
4	Loans & Advances repaid to	NIL (NIL)	2399900000 (1013257100)	2399900000 (1013257100)
5	Brokerage paid	NIL (NIL)	962205 (2546348)	962205 (2546348)
6	Rent paid	NIL (NIL)	118800 (118800)	118800 (118800)
7	Interest paid	NIL (NIL)	4344017 (1112497)	4344017 (1112497)
8	Sitting fees	12000 (21000)	NIL (NIL)	12000 (21000)
9	<u>Balances outstanding at the end of the year</u> Loans & Advances payable	NIL (NIL)	NIL (NIL)	NIL (NIL)

Note: Figures in bracket relates to the previous year

30 Segment Information for the year ended 31st March 2013 as per Accounting Standard-17 perscribed under Companies (AS) Rules, 2006.

The company is engaged in the trading in Bullion, Shares & Securities and Units of Mutual Funds and Diamonds, which is considered as one segment AS-17.

On the basis of source and nature of risk and returns of the enterprise, the company has identified the geographical segments as secondary business segments. The disclosure of segment information is as below :

Particulars	Within India	Outside India	Total
	Rupees	Rupees	Rupees
(A) Segment Revenue :			
External Sales	3,76,09,96,568	2,90,24,44,442	6,66,34,41,010
Intersegment Sales	NIL	NIL	NIL
Other operating Revenues	(9,68,99,486)	21,59,36,111	11,90,36,625
(B) Segment Results :			
Segment Profit/(loss)	(2,12,63,175)	3,88,84,189	1,76,21,014
(C) Segment Assets	31,00,12,244	3,09,38,93,736	3,40,39,05,980
(D) Segment Liabilities	11,80,03,215	3,04,10,41,795	3,15,90,45,010

31 Disclosure in respect of earnings per share as per Accounting Standard-20 perscribed under Companies (AS) Rules, 2006.

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
	Rupees	Rupees
Earnings per share		
Net Profit for the year	1,76,21,014	10,13,50,034
Less: Preference Share dividend	3,30,00,000	3,30,00,000
Net profit / (loss) attributable to the equity shareholders	(1,53,78,986)	6,83,50,034
Weighted average number of equity shares	1,36,23,552	1,36,23,552
Face value per Equity share	10	10
Basic & Diluted Earnings Per Share	(1.13)	5.02

32 The Company has hedged its foreign exchange exposure on imports, exports and borrowings through appropriate derivative contracts

The information about outstanding Derivative Contracts for hedging is as under :

Particulars	As at 31 March, 2013	As at 31 March, 2012
(i) Forward contracts(in Rs.)	*2,69,87,73,406	NIL
(ii) Forward Rate Agreements(Nos)	11	NIL

* the amount is converted at the exchange rate prevailing on 31-03-2013

33

The figures are rounded off to nearest rupee.

34

As per the requirements of Accounting Standard 22, there is no deferred tax liability for the company. On account of unabsorbed depreciation and carry forward of losses under tax laws, deferred tax assets are not recognized in view of uncertainty that such deferred tax assets can be realized against future taxable profits.

35

The Company has not received any intimation from “Suppliers” regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure if any, relating to amount unpaid as at the year and together with interest paid, payable as required under that act have not been given.

36

Contingent liability not provided in accounts/not acknowledged as debt by the company :

The Company's assessments under Income Tax Act, 1956, have been completed upto ITAY 2010-11. In respect of additions to Total Income made vide the respective assessment orders, the company has appealed before the appellate authorities. However due to the set off of brought forward losses and unabsorbed depreciation as per the provisions of Income Tax Act, 1961, there is no tax payable in any of the assessment years. As and when the appeals will be decided the brought forward losses and unabsorbed depreciation, so set off will be restored depending upon appellate orders.

37

Details of future contracts outstanding (open interest)

Name of script	Position	Number of contracts	
		As at 31 March, 2013	As at 31 March, 2012
F USD INR 26/04/2013	Short	3600	-
F USD INR 26/06/2013	Long	4155	-
F GOLD 05/06/2013	Short	300	-
F USD INR 26/04/2012	Short	-	835
F GOLD 05/06/2012	Short	-	100
F SILVER 05/05/2012	Short	-	77
ADANIENT 26/04/2012	Long	-	3000
AMBUJACEM 26/04/2012	Long	-	8000
AXISBANK 26/04/2012	Long	-	1500
BANKBARODA 26/04/2012	Long	-	1000
BGREENERGY 26/04/2012	Long	-	5000
BHEL 26/04/2012	Long	-	4000
BOMBAYDYING 26/04/2012	Long	-	5000
CENTURY TEX 26/04/2012	Long	-	7000
DISHTV 26/04/2012	Long	-	24000
HDIL 26/04/2012	Long	-	10000
IVRCLINFRA 26/04/2012	Long	-	32000
JETAIRWAYS 26/04/2012	Long	-	2000
JPASSOCIATES 26/04/2012	Long	-	20000
JSWSTEEL 26/04/2012	Long	-	3000
LITL 26/04/2012	Long	-	24000
RNBAXY 26/04/2012	Long	-	1500
RELCAPITAL 26/04/2012	Long	-	5500
RELINFRA 26/04/2012	Long	-	2500
SBIN 26/04/2012	Long	-	1375
SEASAGOA 26/04/2012		-	4000
TATAMOTORS 26/04/2012		-	8000

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Details of option contracts outstanding at year end and total premium carry forward as at the year end net of provision made if any (Rs)

Name of option contract	As at 31 March, 2013	As at 31 March, 2012
NIFTY OPT 26/04/2012 CE	-	56,87,727
NIFTY OPT 26/04/2012 PE	-	40,83,412

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Previous year figure have been regrouped and rearranged to make them comparable with the current year figures.

AUSOM ENTERPRISE LIMITED

Registered Office: 11-B, New Ahmedabad Industrial Estate, Village-Moraiya,
Sarkhej-Bavla Road, Moraiya-382 213. Dist:- Ahmedabad.

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTERANCE OF THE MEETING HALL. Joint Shareholders may obtain additional Attendance Slip on request. (Ledger Folio No. & Name of the Shareholders /Joint holders/Proxy & address as given on the envelope in BLOCK LETTERS to be furnished below):

Name of Shareholders/ Proxy	Ledger Folio No.	No. of Shares held	DP ID*	Client ID*

I hereby record my presence at the Twenty Ninth Annual General Meeting of the company to be held on Friday, the 20th September, 2013, at 10:30 a.m. at 11-B, New Ahmedabad Industrial Estate, Village-Moraiya, Sarkhej-Bavla Road, Moraiya-382 213. Dist:- Ahmedabad.

SIGNATURE OF THE
SHAREHOLDER OR PROXY : _____

NOTE:

- A. Shareholders/Proxy holders are requested to bring the Attendance Slip with them when they come to the meeting and hand it over at the gate after signing it.

AUSOM ENTERPRISE LIMITED

Registered Office: 11-B, New Ahmedabad Industrial Estate, Village-Moraiya,
Sarkhej-Bavla Road, Moraiya-382 213. Dist:- Ahmedabad.

FORM OF PROXY

(Ledger Folio No. & Name of the shareholder/ Joint holders & Addresses as given on the envelope in BLOCK LETTERS to be furnished below)

Ledger Folio No.	No. of Shares held	DP ID*	Client ID*

I/We _____ of _____
District _____ being a member(s) of AUSOM ENTERPRISE LIMITED hereby appoint
_____ of _____ in the district of _____ or failing him
_____ of _____ in the district of _____ as my/our Proxy to vote for
me/us on my/our behalf at the Twenty Ninth Annual General Meeting of the company to be held on Friday the
20th September, 2013 at 10:30 a.m. and at any adjournment thereof.

Signed this _____ day of _____ 2013.

Signed by the said _____



* Applicable for investors holding shares in electronic form.

NOTE: A Proxy form must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting.