

Nahar Capital and Financial Services Ltd.



The Nahar Group

8TH ANNUAL REPORT 2012-13



Nahar Capital and Financial Services Ltd.



Save Tree Save Earth

Green Initiative

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies. Your Company has decided to join the MCA in its environmental friendly initiative.

Henceforth, the Company proposes to send documents such as Notice of the General Meetings, Annual Report and other communication to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they are having Demat A/c or send the same to the Company via e-mail at: secncfs@owmnahar.com or greedressalncfs@owmnahar.com.

We solicit your valuable co-operation and support in our endeavor to contribute our bit to the environment.

BOARD OF DIRECTORS

Sh. Jawahar Lal Oswal

Sh. Dinesh Oswal

Sh.Kamal Oswal

Sh. Dinesh Gogna

Dr. (Mrs) H.K.Bal

Prof .Kanwar Sain Maini

Sh. Satish Kumar Sharma

Dr. Suresh Kumar Singla

Dr. Yash Paul Sachdeva

Dr. Amrik Singh Sohi

Chairman

Managing Director

Director

Director

Director

Director

Director

Director

Director

Additional Director

PRINCIPAL OFFICERS

Sh. Hans Raj Kapoor

Miss Nidhi Khande

General Manager

Company Secretary

REGISTERED OFFICE

375, Industrial Area-A,
Ludhiana-141 003, Punjab

BANKERS

Punjab National Bank
ICICI Bank Limited
HDFC Bank Limited

AUDITORS

M/s. Gupta Vigg & Co.,
Chartered Accountants,
101-Kismat Complex,
G.T. Road, Miller Ganj,
LUDHIANA-141 003

8TH ANNUAL GENERAL MEETING

Day : Monday

Date : 30th September, 2013

Time : 11.15 A.M.

Place : At the Premises of
Nahar Industrial Enterprises
Limited, Focal Point, Ludhiana

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**NOTICE**

Notice is hereby given that the **Eighth Annual General Meeting** of the Members of Nahar Capital and Financial Services Limited will be held on **Monday, the 30th day of September, 2013 at 11:15 A.M. at the premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana** to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013, Statement of Profit and Loss for the year ended on that date and the Reports of the Directors and Independent Auditors thereon.
2. To declare dividend on Equity Shares.
3. To appoint a Director in place of Sh. S.K.Sharma, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Dr. Suresh Kumar Singla, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Dr. Mrs. Harbhajan Kaur Bal, who retires by rotation and being eligible, offers herself for re-appointment.
6. To appoint Statutory Auditors of the Company who shall hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration. M/s. Gupta Vigg & Co., Chartered Accountants, the retiring Auditors of the Company being eligible, offer themselves for re-appointment.

SPECIAL BUSINESS

7. To consider and though fit, to pass with or without modification(s), the following resolution as an

ORDINARY RESOLUTION:

"RESOLVED THAT pursuant to the provision of section 257 and all other applicable provisions, if any, of the Companies Act, 1956 or any statutory modification or re-enactment thereof, for the time being in force and Article 108 of the Articles of Association of the Company, Dr. Amrik Singh Sohi, who was appointed as an Additional Director of the Company w.e.f. 29.10.2012, and who holds such office upto the date of forthcoming Annual General Meeting in terms of section 260 of the Companies

Act, 1956 and in respect of whom Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

BY ORDER OF THE BOARD**PLACE: LUDHIANA****NIDHI KHANDE****DATED: 30TH JULY, 2013****(COMPANY SECRETARY)****EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956****ITEM NO.7**

The Board of Directors at their meeting held on 29th October, 2012 appointed Dr. Amrik Singh Sohi, as an Additional Director of the Company, pursuant to the provisions of Section 260 of the Companies Act, 1956 and Article 109 of the Articles of Association of the Company. Dr. Amrik Singh Sohi shall hold the office of the Director upto the ensuing Annual General Meeting of the Company.

The company has received a notice in writing from a member under section 257 of the Companies Act, 1956 along with requisite deposit signifying his intention to purpose the appointment of Dr. Amrik Singh Sohi as Director liable to retire by rotation. The Company has also received consent in writing from Dr. Amrik Singh Sohi to act as a Director of the Company, if appointed.

Dr Amrik Singh Sohi is 66 years of age. He is M.Sc., Ph.D and is having more than 36 years of experience in Entomology Research and teaching. He retired from Punjab Agricultural University, Ludhiana as Sr. Entomologist (Professor).

Board considers that having regard to his knowledge and experience, it will be in the interest of the Company to appoint him as a Director of the Company.

The Board recommends his appointment as Director and proposed the resolution for your approval.

None of the Director except Dr. Amrik Singh Sohi may be deemed to be concerned or interested in the resolution.

BY ORDER OF THE BOARD**PLACE: LUDHIANA****NIDHI KHANDE****DATED: 30TH JULY, 2013****(COMPANY SECRETARY)**

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE TIME OF THE MEETING.
2. The Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in respect of Special Business under item no.7 is annexed hereto and form part of the Notice.
3. The Register of Members and Share Transfer Register of the Company shall remain closed from 22nd September, 2013 to 30th September, 2013 (both days inclusive).
4. The dividend on equity shares as recommended by the Board of Directors, if approved at the Annual General Meeting will be paid to the members, whose names appear in the Register of Members as on 30th September, 2013 or Register of Beneficial Owners, maintained by the Depositories at the close of 21st September, 2013.
5. The bank account particulars of the members will be printed on the dividend warrants. Members holding shares in physical form are requested to immediately notify change in their address/bank details to the Company's Share Transfer Agent M/s. Alankit Assignments Limited or to the Company's Registered Office at 375, Industrial Area –A, Ludhiana-141 003.
6. Members holding shares in electronic form are requested to notify change in their address/Bank details to their Depository Participants before 21st September, 2013.
7. Since the company's shares are in compulsory demat trading, to ensure better service and elimination of risk of holding shares in physical form, we request shareholders holding shares in physical form to dematerialize their shares at the earliest.
8. To avail the facility of nomination, Members are requested to send us duly filled and signed Nomination Form (Form 2B).
9. The documents are open for inspection at the Registered Office of the company on any working day (except Sunday and holiday) between 10.00 A.M. to 12.00 Noon up to the date of Annual General Meeting.
10. Members seeking any information with regard to Annual Accounts at the time of meeting are requested to send their queries to the Company at least 7 days before the date of meeting so as to enable the management to keep the information ready.
11. **Members are requested to bring the copy of Annual Report alongwith them at the meeting.**
12. The information required to be provided under clause 49 of the Listing Agreement entered into with Stock Exchanges, regarding the Directors who are proposed to be re-appointed are annexed hereto and form part of the notice.

Information pursuant to Corporate Governance Clause of the Listing Agreement regarding Directors seeking appointment/re-appointment:

As required under the Listing Agreement, the Particulars of Directors who are proposed to be appointed / reappointed are given below:-

I. Name	: Sh. Satish Kumar Sharma
Age	: 60 Years
Qualification	: MBA
Expertise	: Having more than 31 years of experience as Corporate



His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Nahar Spinning Mills Ltd.	Share Transfer Committee	Member
2. Nahar Poly Films Ltd.	Share Holders Grievances Committee	Member
3. Nahar Capital and Financial Services Limited	Remuneration Committee	Member
	Shareholders Grievance	Member
	Audit Committee	Member

II. Name : Dr. Suresh Kumar Singla
Age : 64 Years
Qualification : M.A.(Economics & Statistics) & Ph.D in Statistics
Expertise : Having Experience of More than 32 years in Teaching Business Management and Administration.

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Nahar Poly Films Ltd.	Remuneration Committee	Chairman
	Audit Committee	Chairman
	Remuneration Committee	Chairman
2. Oswal Woollen Mills Ltd.	Remuneration Committee	Chairman
	Shareholders Grievance Committee	Member
	Audit Committee	Chairman
3. Nahar Spinning Mills Ltd.	Remuneration Committee	Chairman
	Audit Committee	Member
4. Nahar Capital & Financial Services Ltd.	Shareholders Grievance Committee	Member
	Audit Committee	Member

III. Name : Dr.(Mrs) Harbhajan Kaur Bal
Age : 74 Years
Qualification : M.A. Ph. D.
Expertise : Having Experience of More than 34 years in Teaching Management and Administration.

Her Directorship/Membership in the Committees of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Nahar Poly Films Ltd.	Shareholders Grievance Committee	chairman
	Remuneration Committee	Member
2. Oswal Woollen Mills Ltd.	Remuneration Committee	Member
3. Nahar Spinning Mills Ltd.	Shareholders Grievance Committee	Chairman
	Remuneration Committee	Member
4. Nahar Industrial Enterprises Ltd.	Remuneration Committee	Member
	Audit Committee	Member
5. Sportking India Ltd.	Remuneration Committee	Member
	Audit Committee	Member
6. Nahar Capital and Financial Services Ltd.	Remuneration Committee	Member

IV. Name : Dr. Amrik Singh Sohi
Age : 66 Years
Qualification : M.Sc. Ph.D
Expertise : Having more than 36 years of experience in teaching and Entomology Research.

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Nahar Spinning Mills Ltd.	Shareholders Grievance	Member
	Remuneration	Member
2. Nahar Poly Films Ltd.	Shareholders Grievance	Member
3. Nahar Capital & Financial Services Ltd.	Shareholder Grievance Committee	Chairman
4. Nahar Industrial and Enterprises Ltd.	-	-

BY ORDER OF THE BOARD

PLACE: LUDHIANA
DATED: 30TH JULY, 2013

NIDHI KHANDE
(COMPANY SECRETARY)

**DIRECTORS' REPORT**

Dear Members,

Your Directors have immense pleasure in presenting the **EIGHTH ANNUAL REPORT** on the affairs of the Company for the year ended 31st March, 2013.

FINANCIAL PERFORMANCE

Your Company's financial performance during the year is summarized below:

Particulars	(Rs. in Lacs)	
	Current Year	Previous Year
Profit before Tax	2108.91	1844.26
Less: Provision for Taxation	380.00	254.00
Profit after Tax	1728.91	1590.26
Add: Surplus of last year brought forward	254.52	292.85
	1983.43	1883.11
APPROPRIATION		
Proposed Dividend	251.19	251.19
Tax on Distributed Profits	40.75	40.75
Statutory Reserve Fund	346.00	318.10
Income Tax adjustments for prior periods	0.00	18.55
Transfer to General Reserve	1250.00	1000.00
Surplus carried to Balance Sheet	93.55	254.52
	1983.43	1883.11

PERFORMANCE REVIEW

We would like to inform you as per the disclosure requirements of Accounting Standard AS17 issued by the Institute of Chartered Accountants of India, Company's activities can be classified under two Segments namely Investment/Financial Activity and Real Estate Activity. Before reviewing overall performance of the company, we would like to brief you regarding the working performance of each segment, which is as under:-

INVESTMENT/FINANCIAL SEGMENT

The Company's primary business activities are investment activities comprising of long Term investment activities i.e. Long Term Capital and strategic Investments and Short Term Investment activities i.e. Trading Investment. Besides, the company's business activities also include lending activities. The Company makes investments in Primary and Secondary Market directly as well as through, Mutual Funds and Portfolio Management Services etc. During the year under review the Company achieved net revenue of ₹1615.96 Lacs as

against ₹2029.72 Lacs in the previous year and Profit before interest and tax of ₹1375.88 Lacs as against ₹1773.72 Lacs in the previous year.

REAL ESTATE SEGMENT

During the year under review the Company diversified its activities into Real Estate Segment. The Company has started real estate activity in Chennai through a local developer, wherein all requisite permissions have been taken. The construction work has started. Part of developed property has been booked for sale and some payments have also realized.

We are glad to inform you that the real estate segment achieved net revenue of Rs.679.06 Lacs and also improved its financial performance and earned a profit before interest and tax of Rs.662.98 Lacs.

OVERALL PERFORMANCE

From the above, it is apparent that during the year under review, company has marginally improved its performance, despite volatile financial scenario due to increased lending operations, higher exposure to debt and gold instruments etc. It earned operating/other income of Rs.2295.02 Lacs as against Rs.2029.72 Lacs in the previous year. This increase was due to an increase in revenue from the Real Estate segment which was started by the company during the year. The Company's pre tax profit of Rs. 2108.91 Lacs has shown an impressive increase of 14.35% over the previous year. After providing Rs. 380.00 Lacs towards the income tax provision, the Company earned a Net Profit of Rs.1728.91 Lacs.

After appropriation of Profits as detailed herein above, an amount of Rs. 1250 Lacs transferred to General Reserve thereby increasing the Reserve to Rs. 454.57 Crores as on March 31, 2013.

DIVIDEND

Your Directors are pleased to recommend a dividend @ 30% i.e. of Rs. 1.50/- per Equity Share of Rs. 5/- each for the year 2012-13.

The dividend, if approved at the forthcoming Annual General Meeting, will be paid out of profits of the Company for the year under reference to all those shareholders whose name shall appear in the Register of Members on 30th September 2013 or Register of Beneficial Owners, maintained by the Depositories as at the close of 21st September 2013.

**DIRECTORS**

Dr. Om Prakash Sahni who was a Director of the Company since 2007, left for heavenly abode on 24th October, 2012. To fill the vacancy caused by death of Dr. Om Prakash Sahni, Dr. Amrik Singh Sohi was appointed as an Additional Director on 29th October, 2012. His period of office shall be expiring at the ensuing Meeting. The Board recommends his appointment as Director liable to retire by rotation and the necessary resolution is being proposed for your approval in accompanying Notice of the Annual General Meeting.

Pursuant to Article 112 of the Articles of Association of the Company Sh. S.K.Sharma, Dr. Suresh Kumar Singla and Dr. Mrs. Harbhajan Kaur Bal will be retiring by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

In terms of clause 49 of the Listing Agreement entered with the Stock Exchanges, the details of Directors to be appointed/re-appointed are contained in the accompanying Notice of the forthcoming Annual General Meeting.

CREDIT RATING

We are pleased to inform that M/s. ICRA Limited has assigned A1 (pronounced "A One") Credit Rating to the proposed Short Term Debt / Commercial Paper Programme of the Company for Rs.25 Crores. This is the highest credit quality rating by the ICRA to the Short Term Debt / Commercial Paper and it reflects the company's financial discipline and prudence.

GREEN INITIATIVE

The Ministry of Corporate Affairs (MCA) vide Circular No. 17/2011 dated 21.04.2011 and Circular No. 18/2011 dated 29.04.2011 has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies. Your Company has decided to join the MCA in its environmental friendly initiative.

Accordingly, henceforth Company propose to send documents such as Notice of the General Meetings, Annual Report and other communication to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they

are having Demat A/c. or send the same to the Company via e-mail at secncfs@owmnahar.com or gredressalnfcsl@owmnahar.com. We solicit your valuable co-operation and support in our endeavor to contribute our bit to the environment.

LISTING OF SECURITIES

The securities of the Company are listed on the following Stock Exchanges:

1. The Bombay Stock Exchange Ltd., 25th Floor Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.
2. The National Stock Exchange of India Ltd., Exchange Plaza, Plot No.C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai-400051.

The Company has paid listing fee to both the Stock Exchanges for the financial year 2013-2014.

DEMATERIALISATION OF SHARES

Your Company has already established connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd (CDSL) to facilitate the holding and trading of securities in electronic form. As on 31st March, 2013, 96.79% of the Share Capital has been dematerialized by the members of the Company. The Shareholders, who have not gone for dematerialization of the shares till date, are requested to opt for dematerialization of the shares at the earliest.

Further as per SEBI circular no. D & CC/FITTC/CIR-15/2002 dated 27th December, 2002; Company has appointed M/s Alankit Assignments Ltd., as Registrar for Share Transfer and Electronic connectivity. Accordingly all the shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of share transfer, demat/remat, change of address etc. to our registrar at below mentioned address:

M/s. Alankit Assignments Ltd.

(Unit Nahar Capital and Financial Services Ltd)

Alankit House,

2E/21, Jhandelwala Extension

NEW DELHI-110055

Telephone No : (011)23541234

Fax No. : (011)41540064

E-mail Address : rta@alankit.com



In case any query/complaint remains unresolved with our Registrar please write to Compliance Officer at the registered office of the Company.

AUDIT COMMITTEE

Pursuant to Section 292A(1) of the Companies Act, 1956, Company constituted an Audit Committee consisting of three Non-executive Directors under the Chairmanship of Prof. K.S. Maini, Dr. O.P Sahni and Sh. S.K. Sharma as members. With the sad demise of Dr. O.P.Sahni, Sh. S.K.Singla has been appointed as member of Audit Committee as on 29th October, 2012. The Committee held four meetings during the year under review.

RISK MANAGEMENT COMMITTEE

The Company being essentially an Investment Company, its main sources of income is dividend/income receivable on investments in Equity Shares/Debentures/Bonds/deposits made and held by it in other companies and Mutual Funds. The financial business is always prone to risks of capital market fluctuations and economic cycle.

To monitor and manage the risk associated with the investment business and to review the risk management policy of the company. The Company has already constituted Risk Management Committee comprising of three non-executive directors under the Chairmanship of Prof. K.S Maini, Sh. Dinesh Gogna and Dr. O.P Sahni as members. The vacation ceased by the sad demise of Dr. O.P.Sahni was filled up with the appointment of Sh. SK.Singla as member of the Committee on 29th October, 2013. The Risk Management Committee met four times during the financial year under review.

ASSET LIABILITY MANAGEMENT COMMITTEE

The Company has already constituted the Asset Liability Management Committee pursuant to the RBI Circular No. DNBS (PD) CC No. 15/02.01/2000-2001 dated June 27, 2001 to monitor the Asset Liability Mismatch in the books of accounts of the company. The Committee comprises of Sh. Dinesh Oswal as Chairman, Sh. S.K Sharma and Prof. K.S Maini as the members of the committee. The Asset Liability Committee met two times during the financial year under review.

REPORT ON THE CORPORATE GOVERNANCE

Your Company continues to follow the principles of good Corporate Governance. The Company has constituted several committees of directors to assist the Board in

good Corporate Governance. The Corporate Governance Report along with Auditors Certificate regarding compliance of the conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchange is attached herewith.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors would like to assure the Members that the financial statements for the year under review, confirm in their entirety requirements of the Companies Act, 1956.

The Directors confirm:

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

AUDITORS AND INDEPENDENT AUDITOR'S REPORT

M/s. Gupta Vigg & Co., the Auditors of the Company, shall be retiring at the conclusion of the forthcoming Annual General Meeting and being eligible offer themselves for reappointment. The Company has obtained from Auditors, a certificate as required under section 224(1-B) of the Companies Act, 1956 to the effect that their re-appointment, if made, would be within the limits specified in the said section. The Audit Committee has recommended their re-appointment.

The Audit Report of the auditors is self explanatory and do not require any explanation from the Board u/s.217 of the Companies Act, 1956.

PUBLIC DEPOSITS

The Company is registered as Non-deposit taking Non-Banking Financial Company with RBI. The Company has not accepted any Public Deposit within the meaning



of Section 58-A, of the Companies Act, 1956 and the rules made there under. There is no outstanding/unclaimed deposit from the public.

PARTICULARS OF EMPLOYEES

The information as required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 is enclosed as per Annexure-I.

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

Particulars with respect to the Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in Report of the Board of Directors) Rules 1988, are not applicable, as the company is a Non-Banking Financial Company.

INDUSTRIAL RELATIONS

The Industrial Relations remained cordial throughout the year and the excellent results were achieved with the whole hearted co-operation of employees at all levels.

ACKNOWLEDGEMENT

The Board of Directors of the Company wish to place on record their gratitude and appreciation to all workers, staff members and executives for their contribution to the operations of the Company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the management of the Company.

FOR AND ON BEHALF OF THE BOARD

PLACE: LUDHIANA
DATED: 30th July, 2013

JAWAHAR LAL OSWAL
(CHAIRMAN)

ANNEXURE I

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 217(2A) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AND FORMING PART OF DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2013.

S. N.	NAME OF EMPLOYEE	DESIGNATION	REMUNERATION (IN RS. LAC)	NATURE OF EMPLOYMENT	NATURE OF DUTIES	QUALIFICATION	AGE (YEARS)	EXPERIENCE (YEARS)	DATE OF EMPLOYMENT	PARTICULARS OF LAST EMPLOYMENT	% OF EQUITY CAPITAL HELD
1.	Sh. Dinesh Oswal	Managing Director	60.00	Contractual	Overall Company's Administration	B.Com.	48	28	29.12.2007	Oswal Woollen Mills Limited	NIL

NOTES:

1. Sh. Dinesh Oswal is related to Sh. Jawahar Lal Oswal, Chairman and Sh. Kamal Oswal, Director of the Company.
2. Remuneration includes salary and monetary value of perquisites as per Income Tax Rules.

FOR AND ON BEHALF OF THE BOARD

PLACE: LUDHIANA
DATED: 30th July, 2013

JAWAHAR LAL OSWAL
(CHAIRMAN)



ANNEXURE II

CORPORATE GOVERNANCE REPORT

This Report of Corporate Governance form part of the Annual Report.

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company continues to practice the principle of good Corporate Governance. It is Company's firm belief that good CORPORATE GOVERNANCE is a key to success of business. The Company's philosophy envisages an attainment of highest level of the transparency and accountability in its operations so that Company's goal of creation and maximization of wealth of the shareholders could be achieved. Clause 49 of the Listing Agreement entered with Stock Exchanges incorporate certain mandatory disclosure requirements with regard to Corporate Governance Rules, in this regard we are pleased to report the following :-

I. BOARD OF DIRECTORS

The Board of the Company is well structured with adequate blend of professional and Independent Directors. The present strength of the Board is of Ten Directors. Sh. J.L. Oswal is a Non Executive Chairman and Sh. Dinesh Oswal is a Managing Director of the Company. Thus the post of Chairman and Managing Director are held by different persons.

1. Since Sh. J.L. Oswal is Non Executive Chairman but belong to the promoter category, at least one half of the Board should comprise of Independent Directors as per Corporate Governance Rules. The Company has structured its Board to comply the said requirement. The company has appointed Dr. Amrik Singh Sohi as an Additional Director of the company on 29th October, 2012 in place of Dr.

O.P.Sahni, who left for heavenly abode on 24th October, 2012. Dr.Amrik Singh Sohi is an Independent Director and his detailed resume is contained in the accompanying Notice of the Annual General Meeting. Thus five Directors among ten Directors of Board are Independent Directors, namely, Dr. (Mrs.) H.K. Bal, Dr. Yash Paul Sachdeva, Dr. Amrik Singh Sohi, Prof. K.S. Maini, and Dr. S.K. Singla. Accordingly, the Company has complied with the Corporate Governance Rules regarding composition of Board of Directors.

2. The Board met four times i.e. on 30th May, 2012, 28th July, 2012, 29th October 2012 and 4th February, 2013 during the financial year 2012-13 with clearly defined agenda circulated well in advance of each meeting. The maximum interval between the two Board Meetings is not more than four months.
3. None of the directors is a member of more than 10 (ten) Board level committees or is a Chairman of more than 5 (five) such Board level committees as required under Clause 49 of the Listing Agreement. None of the Director of the Company is a Director in more than 15 Companies as prescribed by the Companies Act, 1956.
4. Participation of Non Executive Directors has remained active in the Board Meetings during the year 2012-13. Attendance record of directors in the Board meetings and the Annual General Meeting for the year 2012-2013 is given as under:
5. Non Executive Directors are being paid a sitting fee of Rs.5,000/- per meeting for attending Board Meeting of the Company.

Name of Directors	Category of Directors	No. of other Directorship (Excluding Private Companies)	No. of Committee Membership		No. of Board Meetings attended	AGM Attendance (held on 29.09.2012)	No. of Shares held
			Membership	Chairman			
Mr. Jawahar Lal Oswal	Non Executive Promoter	14	--	--	3	NO	NIL
Mr. Dinesh Oswal	Executive Promoter	14	--	--	4	YES	NIL
Mr. Kamal Oswal	Non Executive, Promoter	14	--	1	4	YES	NIL
Mr. Dinesh Gogna	Non Executive	8	4	3	3	YES	NIL
Dr.(Mrs.) H.K. Bal	Non Executive, Independent	5	2	2	4	YES	NIL
Dr. Yash Paul Sachdeva	Non Executive, Independent	5	2	--	4	YES	NIL
Mr. S.K. Sharma	Non Executive	2	3	--	4	YES	NIL
Dr. O.P. Sahni**	Non Executive, Independent	4	8	2	2	YES	NIL
Prof. K.S. Maini	Non Executive, Independent	4	3	4	4	YES	NIL
Dr. S.K. Singla	Non Executive, Independent	4	5	2	4	YES	NIL
Dr. Amrik Singh Sohi*	Non Executive, Independent	3	2	1	2	--	NIL

*Dr. Amrik Singh Sohi was appointed as Additional Director by the Board on 29th October, 2012

**The office of Director held by Dr. O.P. Sahni stand vacated because of his death on 24th October, 2012

6. Sh. Jawahar Lal Oswal is the father of Sh. Dinesh Oswal and Sh. Kamal Oswal. Sh. Dinesh Oswal and Sh. Kamal Oswal are brothers. None of the other Directors is related to other Director of the Company within the meaning of Section 6 of the Companies Act, 1956.
7. Code of Conduct: The Company is committed to conduct its business in accordance with applicable laws, rules and regulations and highest standards of transparency. Accordingly, the Company has laid down a code of conduct for all its Board Members and Senior Managerial Personnel, which is duly complied by them. The code of conduct is also available on Company's website i.e. www.ownahar.com.
8. All the Statutory Registers that are required to be maintained, particularly the Register of Directors Shareholding, Register of Investments etc. are properly maintained and regularly updated.

II. AUDIT COMMITTEE

The Board has constituted an independent and qualified Audit Committee. The Committee consists of three Non Executive Directors under the chairmanship of Prof. K.S. Maini. Dr. O.P Sahni, and Sh. S.K. Sharma are the two other members of the Audit Committee. Because of sad demise of Dr.O.P.Sahni on 24th October, 2012, Sh. S.K.Singla has been appointed as an member of Audit Committee on 29th October, 2012. Prof. K.S. Maini is M.Com and also having requisite expertise in Financial and Accounting matters. Sh.S.K.Singla is M.A in Economics & Statistics & Ph.D.in Statistics and is having requisite experience in teaching Business Management & Administration. Likewise, Sh. S.K. Sharma is a MBA and is also having requisite experience in Financial and Accounting matters. Mr. Preet Kanwar Singh was the Secretary of the Committee till 2nd February, 2013. Because of the resignation given by Mr. Preet Kanwar Singh from the post of Company Secretary, Miss Nidhi Khande has been appointed as Company Secretary cum Compliance Officer of the Company w.e.f. 1st August 2013. The General Manager (Finance) is a permanent invitee of the Committee. The Statutory Auditors are also invited to attend the meetings as

per relevant provisions of the applicable laws/rules, as and when felt necessary.

The terms of reference of the Audit Committee are as per Clause-49 of the Listing Agreement entered with the Stock Exchanges, SEBI Guidelines and Companies Act, 1956. For the financial year 2012-13, the committee met four times i.e. on 30th May, 2012, 28th July, 2012, 29th October, 2012 and 4th February, 2013 and at these meetings, the quarterly un-audited financial results as well as the financial statements during the year ended 31st March, 2012 were reviewed and examined by the members of the Audit Committee before recommendation of the same to the Board of Directors for their perusal and adoption.

The attendance record of the Audit Committee Meeting is as under:

Name of Member	No. of Meetings Held upto 31.03.2013	No. of Meetings Attended
Prof. K.S. Maini	4	4
Dr. O.P Sahni*	4	1
Sh. S.K Sharma	4	4
Sh SK Singla**	4	2

*ceased to be a member of the Committee because of his death on 24.10.2012

** Sh. S. K.Singla was appointed as Member of the Committee by the Board on 29.10.2012

Prof. K.S. Maini, Chairman of the Audit Committee attended the last Annual General Meeting of the Company held on 29th September, 2012 and replied the queries raised at the Annual General Meeting.

III. REMUNERATION COMMITTEE.

The Company has constituted a remuneration committee comprising Prof. K.S. Maini as Chairman, Sh. S.K. Sharma and Dr. (Mrs.) H.K. Bal, as members.

The broad terms of reference of the Remuneration Committee is to ensure that the Company's remuneration policies in respect of Managing Director/Working Directors and Senior Executives are competitive so as to recruit and retain best talent in the Company and to ensure appropriate disclosure of remuneration paid to said persons.

The committee met once i.e. on 30.05.2012 for the year under review. The attendance record of the



meetings held is as follows:

Name of member	No. of Meetings Held upto 31.03.2013	No. of Meetings Attended
Prof. K.S. Maini	1	1
Sh. S.K. Sharma	1	1
Dr. (Mrs. H.K. Bal)	1	1

The details of remuneration paid to Managing/ Executive/Director(s) for the year ended 31st March, 2013 is as under:

Name of Directors	Salary (Rs.)	Sitting Fee (Rs.)
Sh. Jawahar Lal Oswal		15,000.00
Sh. Kamal Oswal		20,000.00
Sh. Dinesh Oswal	60,00,000	--
Sh. Dinesh Gogna		15000.00
Sh. Satish Kumar Sharma		20,000.00
Dr. Y.P. Sachdeva		20,000.00
Dr. (Mrs.) H.K. Bal		20,000.00
Dr. O.P. Sahni		10,000.00
Prof. K.S. Maini		20,000.00
Dr. S.K. Singla		20,000.00

Pursuant to the Section 198 read with 349 of the Companies Act, 1956 and Schedule XIII of the said Act, Rs.60,00,000/- only has been paid as remuneration including perquisites for the year 2012-13 to Sh. Dinesh Oswal, Managing Director of the Company.

IV. INVESTORS GRIEVANCES COMMITTEE

The Company is having a Shareholders'/Investors' Grievances Committee to look into the redressal of investors' complaints on various issues such as transfer of shares, non receipt of share certificates/dividend, demat problems etc. The Committee consisted of three Non Executive Directors under the Chairmanship of Dr. O.P. Sahni. Sh. S.K. Sharma and Sh.S.K Singla as members of the Committee. With the sad demise of Dr.O.P.Sahni on 24th October, 2012, the Board in its meeting held on 29th October, 2012 appointed Dr. Amrik Singh Sohi as Chairman and member of the committee. Mr. Preet Kanwar Singh was the Secretary of the Committee till 2nd February, 2013. Further, He has resigned from the post of Company Secretary w.e.f. 2nd February, 2013 and Miss Nidhi Khande has been appointed as Company Secretary cum Compliance Officer of the Company w.e.f 1st August 2013. The Committee met four times for the

financial year 2012-13 i.e. 30th June, 2012, 29th September 2012, 31st December 2012 and 30th March 2013. The attendance record of the meetings held is as under:

Name of Member	No. of Meetings Held upto 31.03.2013	No. of Meetings Attended
Dr. O.P Sahni*	4	1
Dr Amrik Singh Sohi**	4	2
Sh. S.K Sharma	4	4
Sh. S.K Singla	4	4

*ceased to be member of the committee because of his death on 24.10.2012

**Dr Amrik Singh Sohi was appointed as Chairman by the Board on 29.10.2012

The Company's policy is to redress the grievances of the shareholders within a period of 10 to 20 days from the date of the receipts of the correspondence/grievances. The details regarding the same are as under:

No. of complaints received during the year* : 20

No. of complaints resolved during the year* : 20

No. of complaints pending as on 31st March, 2013 : NIL

*Complaint received from BSE, NSE and SEBI.

The Company has also received some request/complaint from shareholders regarding non receipt of dividend/re-validation of dividend and the Company replied/resolved the said request/complaint. None of the complaints during the year remained pending for more than 30 days.

V. SHARE TRANSFER COMMITTEE

The Company has also constituted a Share Transfer Committee comprising of 4 (four) members under the Chairmanship of Sh. Dinesh Oswal. Mr. Preet Kanwar Singh resigned from the post of Company Secretary w.e.f. 2nd February, 2013. Now Miss Nidhi Khande has been appointed as Company Secretary cum Compliance Officer of the company w.e.f 1st August, 2013. The Committee is responsible for approving the transfer and transmission of securities, dematerialisation of shares, issuance of duplicate share certificates and other shareholders related issues. The Committee met twelve times during the period i.e. 30th April, 2012, 31st May, 2012, 30th June, 2012, 31st July, 2012, 31st August, 2012, 29th September, 2012, 31st October, 2012, 30th November, 2012, 31st



December, 2012, 31st January, 2013, 28th February, 2013 and 30th March, 2013 and the attendance of the members is as follows:-

Name of member	No. of Meetings Held upto 31.03.2013	No. of Meetings Attended
Sh. Dinesh Oswal	12	12
Sh. Dinesh Gogna	12	12
Sh. K.S Maini	12	12
Mr. Preet Kanwar Singh*	12	7

*ceased to be a member of the Committee due to his resignation

As per SEBI Circular No. D&CC/FITTC/CIR-15/2002 dated 27th December, 2002, the Company has appointed M/s. Alankit Assignments Ltd, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the shareholders, investors, members of Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of share transfer, Demat, Remat, Change of Address etc. to our Registrar, whose address and telephone no etc. have already been mentioned in Director's Report.

VI. GENERAL BODY MEETINGS

i) The details of the last three Annual General Meetings are as under:

Financial Year	Location	Date	Time
2009-2010	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2010	11.00 A.M.
2010-2011	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	20.09.2011	11.00 A.M.
2011-2012	Premises Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	29.09.2012	11.15 A.M.

ii) Special Resolutions passed in the previous three Annual General Meetings:

2009-2010

No Special Resolution was passed.

2010-2011

1. To Commence and Undertake the Real Estate Business as enumerated in sub clause 22 (a & b) of the Object Clause of Memorandum of Association of the Company.

2011-2012

No Special Resolution was passed.

iii) Special Resolution passed last year through postal ballot.

No Special Resolution was passed during the financial year ended 31.03.2013 through postal ballot.

iv) Proposal of Special Resolution through postal ballot.

Presently, no Special Resolution is proposed to be conducted through postal ballot.

VII. DISCLOSURES

1. There have been no materially significant related party transactions that may have potential conflict with the interest of the Company at large. Transactions with related party are disclosed in Point No.21 in the "Notes on Accounts".
2. The Company continues to comply with the requirement of Stock Exchange, SEBI or any statutory authority on all matters related to capital market during the last three years. No penalty or strictures have been imposed on the Company by the said authorities relating to the above.
3. The Company does not have any Whistle Blower Policy as of now but no personnel are being denied to access the Audit Committee.
4. The Company complied with not only the mandatory requirements but has also complied with non mandatory requirements in respect of Remuneration Committee. The Company is yet to comply with the other non mandatory requirements of the Listing Agreement on Corporate Governance.

VIII. MEANS OF COMMUNICATION

The Company's quarterly/yearly results in the format prescribed by the Stock Exchanges are approved and taken on record by the Board within the prescribed time frame and sent immediately to all Stock Exchanges on which the Company's shares are listed. These results are published in leading newspapers i.e. Business Standard in English and Punjabi Jagran in vernacular. Our quarterly, Half yearly and Annual results are also displayed on the website of the Company i.e. www.ownahar.com. Whenever any official news is



released the same is also displayed on the aforesaid website of the Company. Likewise, whenever any presentation about the Company's working is made to Financial Institutional Investors or to the Analysts, the same is displayed on Company's website.

IX. GENERAL SHAREHOLDERS INFORMATION

- 1. Annual General Meeting Date, Day, Time and Venue**
Monday, 30th September, 2013
11.15 AM
Premises of Nahar Industrial Enterprises Limited
Focal Point, Ludhiana.
- 2. Financial Calendar**
Financial year of the Company comprises of twelve months i.e. 1st April, 2012 to 31st March, 2013.
- 3. Date of Book Closure:** 22.09.2013 to 30.09.2013
(Both days inclusive)
- 4. Dividend Payment:**
 - (a) Payment date** Before 10th October, 2013
 - (b) Mode of payment of dividend:** The Company provides the facility of paying dividend through Electronics Clearing System (ECS). The members desirous of availing the facility of electronic credit of dividend are requested to ensure that their correct bank details alongwith 9 digit MICR code of their Bank is noted in the records of the Depository Participant (DP). Members, who hold the shares in physical form, should contact the Registrar & Transfer Agent or the Company in this regard. In order to prevent fraudulent encashment of dividend warrants, members are requested to provide their correct bank account details to their DP in case of electronic holding and to the Registrar & Transfer Agent or the Company in case of physical holding.
 - (c) Change of Address:** Members may kindly note that the Registrar & Transfer Agent and/or the Company will not entertain request for noting of change of address/bank details/ECS mandate

in case of accounts with demat holding. For this purpose, shareholders should approach their Depository Participant.

- 5. Listing on Stock Exchanges :** The National Stock Exchange of India Ltd (NSE) "Exchange Plaza", Plot No. C/1 G-Block, Bandra-Kurla Complex, Bandra (East) Mumbai-400051.
The Bombay Stock Exchange Limited (BSE), 25th Floor, P.J. Towers, Dalal Street, Mumbai – 400 001.
The listing fees payable to BSE and NSE for 2013-14 have been paid in full by the Company.
- 6. Stock code :** For trading at NSE: NAHARCAP
For trading at BSE: 532952
- 7. Demat ISIN number in NSDL & CDSL for Equity Shares:** INE049I01012
The annual custodian fees for the financial year 2013-14 have been paid to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).
- 8. Dedicated e-mail for Investor Grievance**
To enable investors to register their grievances, the Company has designated an exclusive e-mail id i.e. gredressalnfcsl@owmnahar.com
- 9. Registration/updation of e-mail address**
The Ministry of Corporate Affairs vide Circular No.17/2011 dated 21.04.2011 and Circular No.18/2011 dated 29.04.2011 has taken a "Green Initiative in the Corporate Governance" by allowing the paperless compliances by the companies. The Companies can now send various notices and documents, including Annual Report, to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are requested to register/update their latest e-mail addresses with their Depository Participant (D.P.) with whom they are having Demat Account or send the same to the Company via e-mail at "secncfs@owmnahar.com or gredressalnfcsl@owmnahar.com."
- 10. Compliance Officer**
Mr. Preet Kanwar Singh was the Secretary of the Company till 2nd February, 2013. Further, He has



resigned from the post of Company Secretary w.e.f. 2nd February, 2013. Now the Company has appointed Miss Nidhi Khande as Company Secretary as well as Compliance Officer of the Company w.e.f. 1st August, 2013.

X. MARKET PRICE DATA

The Company's equity shares are listed at BSE and NSE. Accordingly the month wise High and Low stock prices from April, 2012 to March, 2013 are as follows:

Month	Bombay Stock High	Exchange Low	National Stock High	Exchange Low
April, 2012	48.70	41.50	49.80	40.55
May, 2012	46.50	39.40	44.00	39.10
June, 2012	45.50	40.05	45.65	39.00
July, 2012	50.90	43.30	50.50	42.40
August, 2012	50.70	43.55	49.70	42.55
Sept., 2012	50.95	43.00	50.50	44.00
October, 2012	50.65	45.00	51.85	45.00
November, 2012	49.50	44.50	49.80	44.00
December, 2012	46.95	44.05	47.40	43.25
January, 2013	52.75	44.70	53.10	44.55
February, 2013	46.45	40.00	46.75	38.75
March, 2013	43.00	37.10	43.00	37.10

Source: Data has been taken from the website of the Bombay Stock Exchange and National Stock Exchange. The Company does not have any other sources for verification of data.

XI. PERFORMANCE IN COMPARISON OF BOARD BASED INDICES SUCH AS BSE SENSEX

The Company's equity shares were listed at BSE and NSE. Accordingly, comparison between Nahar Capital and Financial Services Limited closing price variation and BSE Sensex in percentage from April, 2012 to March, 2013 is as under:

Share Prices of Nahar Capital and Financial Services Limited					BSE Sensex			
Year	Highest (Rs)	Lowest (Rs)	Closing (Rs)	%age Change over last Month's Closing	Highest (Rs)	Lowest (Rs)	Closing (Rs)	%age Change over last Month's Closing
2012-2013								
April, 2012	48.70	41.50	42.25	-5.59	17,664.10	17,010.16	17,318.81	-0.49
May, 2012	46.50	39.40	42.45	0.47	17,432.33	15,809.71	16,218.53	-6.35
June, 2012	45.50	40.05	45.00	6.01	17,448.48	15,748.98	17,429.98	7.47
July, 2012	50.90	43.30	47.00	4.44	17,631.19	16,598.48	17,236.18	-1.11
August, 2012	50.70	43.55	43.75	-6.91	17,972.54	17,026.97	17,429.56	1.12
September, 2012	50.95	43.00	47.55	8.69	18,869.94	17,250.80	18,762.74	7.65
October, 2012	50.65	45.00	46.90	-1.37	19,137.29	18,393.42	18,505.38	-1.37
November, 2012	49.50	44.50	45.00	-4.05	19,372.70	18,255.69	19,339.90	4.51
December, 2012	46.95	44.05	45.05	0.11	19,612.18	19,149.03	19,426.71	0.45
January, 2013	52.75	44.70	45.40	0.78	20,203.66	19,508.93	19,894.98	2.41
February, 2013	46.45	40.00	40.50	-10.79	19,966.69	18,793.97	18,861.54	-5.19
March, 2013	43.00	37.10	39.50	-2.47	19,754.66	18,568.43	18,835.77	-0.14

Source: Data has been taken from the website of the Bombay Stock Exchange. The Company does not have any other sources for verification of data.

XII. Registrar and Transfer agents

As per SEBI circular no. D&CC/FITTC/CIR-15/2002 dated 27th December 2002, Company has appointed M/s Alankit Assignments Ltd. New Delhi, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the Shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of Share Transfer, Demat/Remat, Change of Address etc. to our Registrar whose address and telephone nos. etc. have already been mentioned in the Directors' Report.

In case any query/complaint remains unresolved with our Registrar please write to the Company Secretary at the Registered Office of the Company.

XIII. Share Transfer System

The Company has constituted a Share Transfer Committee consisting of four members, namely Sh. Dinesh Oswal, Managing Director, Sh. Dinesh Gogna, Prof. K.S. Maini, Directors and Mr. Preet Kanwar Singh resigned from the post of Company Secretary w.e.f. 2nd February, 2013. Now Miss Nidhi Khande has been appointed as Company Secretary cum Compliance Officer of the company w.e.f. 1st August, 2013. Transfer Committee meets once/twice in a month to approve the transfer / transmission / transposition, issue of duplicate share certificates & dematerialization of shares and duly transferred shares are generally dispatched within the prescribed period under the Companies Act, 1956 / Guidelines of the Stock Exchanges.

As required under clause 47(c) of the Listing Agreement entered into by the Company with the Stock Exchanges, a certificate is obtained every six months from a Practicing Company Secretary with regard to, inter alia, effecting of transfer, transmission, sub-division, consolidation, renewal and exchange of equity shares within one month of their lodgement. The certificates are forwarded to BSE and NSE where the Equity Shares of the Company are listed.


XIV. Nomination facility

Individual shareholders holding physical shares can nominate any person for the shares held by them. This will save the nominee from going through the lengthy process of getting the shares later on transmitted to his/her name. For further details, shareholders may write to the Registrar and Share Transfer Agent or the Company in this regard.

XV. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2013

As on 31st March, 2013, your Company had 15,198 shareholders having a total of 1,67,46,167 Equity Shares. The following is the distribution of Shareholding:

No. of Shares Held	No. of holders	% of Share Holders	Aggregate Shares Holders	% of Shares Holding
1-500	13735	90.37	1656779	9.8935
501-1000	772	5.08	574179	3.4287
1001-2000	346	2.28	499496	2.9827
2001-3000	126	0.83	312833	1.8681
3001-4000	58	0.38	203920	1.2177
4001-5000	40	0.27	180852	1.0800
5001-10000	58	0.38	392950	2.3465
10001 and above	63	0.41	129251587	7.1828
Total	15198	100.00	16746167	100.00

XVI. THE SHAREHOLDING PATTERN AS ON MARCH 31, 2013 IS AS UNDER:

Shares held by	No. of Shares	% of Shareholding
Banks and Mutual Funds	11,547	0.07
Foreign holdings (FIIs, NRIs, OCBs)	140984	0.84
Bodies Corporate	5,92371	3.54
Directors/Relatives of Directors	NIL	NIL
General Public	42,19760	25.20
Promoters	1,17,81,505	70.35
Total	16,746,167	100.00

XVII. DEMATERIALISATION OF SHARES

To facilitate holding and trading of securities in electronic form, your Company has established connectivity with both the Depositories i.e. National Securities Depository Ltd. (NSDL) and Central Depository Services Ltd. (CDSL). The investors have an option to dematerialize their equity shares with either of the Depositories. As on

31st March, 2013, 16209030 comprising 96.79% of the total Equity Capital of the Company have been dematerialized.

XVIII. OUTSTANDING GDRs/ADRs/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

The Company does not have any outstanding GDRs/ADRs/Warrants or any Convertible Instruments, which is likely to have any impact on the equity of the Company.

XIX. ADDRESS FOR CORRESPONDENCE:

NAHAR TOWER

375, Industrial Area-A,

Ludhiana-141003 (Pb.)

Phone No. : 0161-2600701 to 2600705

Fax No. : 0161-2661180, 222942

E-mail Address : secncfs@owmnahar.com

Website : www.owmnahar.com

XX. CEO/CFO CERTIFICATION

As required under Clause 49 of Listing Agreement, a Certificate duly signed by the General Manager was placed at the meeting of Board of Directors held on 30.05.2013.

XXI. RECONCILIATION OF SHARE CAPITAL AUDIT

The Securities and Exchange Board of India has directed vide Circular No. D&CC/FITTC/CIR-16/2002 dated 31st December, 2002 that all issuer companies shall submit a certificate of capital integrity, reconciling the total shares held in both the depositories, viz. NSDL and CDSL and in physical form with the total issued/paid up capital.

The said certificate duly certified by a Practicing Company Secretary is submitted to the Stock Exchanges within 30 days of the end of each quarter.

FOR AND ON BEHALF OF THE BOARD

PLACE: LUDHIANA
DATED: 30.07.2013

JAWAHAR LAL OSWAL
(CHAIRMAN)

**MANAGING DIRECTOR'S DECLARATION**

Pursuant to the requirement of Clause 49 of the Listing Agreement, I hereby confirm that all Board Members and Senior Management Personnel (as defined in the above said Clause 49) of the Company have affirmed compliance with the Code of Conduct for Board of Directors and Senior Management Personnel' for the year ended 31st March, 2013.

PLACE: LUDHIANA
DATED: 30TH JULY, 2013

DINESH OSWAL
(MANAGING DIRECTOR)

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members,
Nahar Capital & Financial Services Limited,
Ludhiana

We have examined the compliance of conditions of corporate governance by NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED for the year ended 31st March, 2013 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the Directors and Management, we hereby certify that the Company has duly complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

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

For Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE: LUDHIANA
DATED: 30.07.2013

VINOD KHANNA
(Partner)
M. N. 81585



ANNEXURE III

MANAGEMENT DISCUSSION AND ANALYSIS

The Industry structure and developments

The Non Banking Financial Companies (NBFCs) continue to play a critical role to make financial services available to a wider set of India's population. After the challenging period it faced in 2007-2009, NBFC sector has regained its strength, which is reflected in growing share of retail NBFCs in the financial market, improving profitability, healthy asset quality, diversified resources profile and adequate capitalization. The NBFCs especially those that have acquired scale for there business, have, therefore, become structurally more resilient. NBFCs are performing financial intermediation in a variety of ways like accepting deposits, making loans and advances, providing financial advisory, wealth management, leasing, hire purchase etc. With the growing importance assigned to financial inclusion, NBFCs are being regarded as important financial intermediaries particularly for small-scale and retail sectors.

Over the years, the Non- Banking Financial Companies (NBFCs) of India have been instrumental in driving the country's inclusive growth. In the rural and semi-urban India, the sector plays a critical role in financing long term infrastructure, construction equipment, leasing and real estate. At present, more than 80 per cent of equipment leasing and hire purchase financing in India are financed by NBFCs. (Source Indian Brand Equity Foundation).

The Reserve Bank of India has further tightened the regulation to improve the transparency of NBFCs sector like introduction of interest rate restrictions on Non-Banking Financial Company- Micro Finance Institution (NBFC-MFI), and allowing the NBFCs to sponsor Infrastructure Debt Funds as Mutual Funds and also tightened the stringent norms to be followed by NBFCs regarding Capital Adequacy, submission of specified returns, Know Your Customer (KYC) guidelines/Anti Money Laundering Standards etc. and implemented the "Green Initiative" of the Government to help better utilization of resources and better delivery of services. Also, RBI amended Fair Practice Code in February 2013 to include stringent guidelines for Lending against Gold.

Your Company is categorized as Systemically Important Non-deposit taking NBFCs (NBFCs-ND-SI) and was set up for doing investment activities with long term perspective as well as doing trading business. However afterwards financial scenario has changed a lot, inflation remained higher, FII inflows have reversed, Balance of Payment position worsened etc. and hence the Board decided to diversify its investments in lending activities,

safer investment structures, Real Estate Activities etc. to grasp financial opportunities in the present market conditions.

Opportunities and Threats

The Inflation situation in the economy continues to be a main cause of concern. After remaining above 7% during March 2012, YOY Wholesale Price Index (WPI) inflation rate moderated to more than a three-year low in March 2013. It came in at 6.0% as compared to 6.8% in the previous month. However recent economic developments like Rupee depreciation, increasing interest rates, higher fuel costs etc. indicate higher inflation rate in immediate future. Increasing Current Account Deficit (CAD), Sinking Foreign Exchange Reserves, Lower IIP data, Sticky Inflation, depreciating currency, slow political policy actions and rising interest rates have been the main features of the Indian economy during last year.. Contrary to the optimism that reigned at the beginning of the year, GDP growth was down to mere 5.10% as compared to 6.5% in the year 2011-12. With the economy slowing down, Corporate Profitability under strain, stock markets remain weak, inflows of foreign investments muted, etc we may see the economy going into recession, unless corrective policy decisions are taken by the government.

Your Company is trying to utilize every opportunity available and during the year Company has reallocated more funds for investing in fixed maturity instruments, Gold and for lending Business. Similarly having regard to good business opportunities in Real Estate your Company has also started allocating more funds for Real Estate business.

Further, we would also like to share with you that the financial business is always prone to risks of capital market fluctuations, global developments, economic risk, competition risk, interest rate volatility and economic cycle which can affect the fortunes of investment and finance companies in both ways. Your Company manages these risks by maintaining a conservative financial profile, diversifying the investment portfolio and by following prudent business and risk management practices.

Though a bundle of opportunities are there in the financial sector it is not immune from the global and political developments and normal business threats and challenges. Your Company is keeping close watch on these developments and is adjusting/diversifying its Investment Portfolio between Debt, Equity, and Commodities etc. after due diligence and considering the present economic and political scenarios.



Further, the Company has also constituted the Risk Management Committee comprising of three non-executive directors to monitor and manage the risk associated with the investment business of the Company and to review the risk management policy of the Company. The Risk Management Committee met four times during the financial year under review.

Future Outlook

Company is mainly engaged in Investment, Lending, Real Estate activities and Financial Management. The Company intends to continue focusing on NBFC activities including financing, Inter-corporate Investments & Capital Market activities. Company will strive to do financial services business, focused on delivering consistent and superior returns to the company's shareholders and at the same time maintaining the high levels of integrity.

The scenario of weaker growth and elevated headline inflation poses major challenges to the Reserve Bank of India (RBI) as it considers monetary policy. It has already reduced reserve requirements several times since 2012 to ease liquidity, and lowered policy rates by 75 basis points since December 2012, with the latest 25-basis point cut in March. However, during the latest policy meeting, the RBI's governor warned that the bank has "limited space", particularly concerned about India's dangerously high current-account deficit, and not just high inflation. Also, extraordinary FII outflows in current months have resulted in extraordinary depreciation of Indian Rupee and increased interest rates.

We believe that the economy will remain volatile and uncertain, the recovery will remain shallow and protracted. We expect no quick turnaround in the industrial and investment cycle and economic growth will remain tepid in the near term. With recent reforms restoring investor confidence and attracting capital inflows, we expect a slightly improving economic outlook, but the risks are firmly on a downside.

Similarly, your company foresees good business opportunities in Real Estate in the near future. As property prices have gone downward and equity market and debt markets have shown little sign of recovery, coupled with continuing worsening and volatile economy, slow policy decision making, extraordinary depreciation of Indian currency etc. your Company is expecting higher growth in property prices and hence started allocating more funds for Real Estate business.

A slight recovery is seen in the markets of Asia, U.S.A and Europe, the strategy of the Company will be focused more on fixed maturity debt funds and also by diversifying its investments into commodities etc., expanding its business into new areas of financial activities and making its best efforts to utilize the available opportunities with caution and emerge as fully

Integrated Financial Company. Company is pursuing with RBI to register the Company as Deposit Taking NBFC to access more funds through public which in turn will be beneficial for the overall growth of the Company.

Internal Control Systems and Their Adequacy

The Company has adequate internal control systems and procedures which commensurate with the nature of its business and the size of its operations. The Asset Liability Management (ALM) Policy concerns with the effective risk management in various Portfolios are also framed by the Company. The internal control system are adequate to ensure that all assets and resources of the Company are safeguarded and protected against loss from unauthorized use or disposition and all transactions are authorized, recorded and reported correctly. The Company also ensures compliance with all statutes and regulatory policies and guidelines.

Further, the Company is also having Internal Audit Department which carries out audit work throughout the year. The main objective of such audit is to test the adequacy and effectiveness of internal control systems laid down by the Management and to suggest improvement in the systems.

Besides, an Audit Committee consisting of three non-executive directors has been constituted. All the significant audit observation and follow up action thereon are taken care of by the Audit Committee. The Audit Committee met four times during the financial year under review.

Financial/Operation Performance

The Company has performed well during the year under review. The Company achieved an income of Rs.2295.02 Lacs with a net profit before tax of Rs.2108.92 Lacs. The detailed performance has already been discussed in the Directors' Report under the column Financial Review.

Human Resources/Industrial Relations

The Company is of firm belief that the Human Resources are the driving force that propels a Company towards progress and success. The Company has a team of able and experienced professionals to look after the affairs of the Company. The total permanent employee's strength of the Company was 19 as on 31st March 2013.

Cautionary Statement

Though the statement and views expressed in the above said report are on the basis of best judgment but the actual future results might differ from whatever is stated in the report.

FOR AND ON BEHALF OF THE BOARD

**PLACE: LUDHIANA
DATED: 30.07.2013**

**JAWAHAR LAL OSWAL
(CHAIRMAN)**

**INDEPENDENT AUDITORS' REPORT**

The Members of
M/s Nahar Capital & Financial Services Limited,
LUDHIANA.

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Nahar Capital & Financial Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 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 principles generally accepted in India including 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 fair presentation of the financial statements that 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 judgement, 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 Profit and Loss Account, of the profit/loss 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 & Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with 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 written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE :LUDHIANA
DATED:30.05.2013

VINOD KHANNA
(Partner)
M. N. 81585

**ANNEXURE TO INDEPENDENT AUDITOR'S REPORT****[Referred to in paragraph (1) UNDER THE HEADING OF "Reporting on Other Legal and Regulatory Requirements" of our report of even date]**

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.
- (c) During the year, the Company has not sold any fixed assets.
- (ii) (a) As explained to us, Inventories (Investments held for sale) have been physically verified by the management at reasonable intervals.
- (b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) On the basis of our examination of inventory records, we are of the opinion that the Company is maintaining proper records of the inventory. As explained to us, no material discrepancies were noticed on physical verification of inventories as compared to book records.
- (iii) According to the explanations and information given to us, the Company has neither granted nor taken any loans from the parties covered in the Register maintained under section 301 of the Companies Act, 1956. Hence, the clause 4(iii)(a) to (g) of the Companies (Audit Report) Order, 2003 are not applicable in the case of the company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and nature of its business with regards to purchase of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal control.
- (v) (a) In our opinion and according to the information and explanations given to us, we are of the opinion that the transaction made in pursuance of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements required to be entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs.5.00 lacs or more in respect of each party.
- (vi) According to the information and explanations given to us, the Company has not accepted any public deposits during the year and therefore, the provisions of Clause 4(vi) of the Order are not applicable to the Company.
- (vii) The Company is having internal audit system commensurate with its size and nature of its business.
- (viii) The provisions of Clause 4(viii) of the Order are not applicable to the Company.
- (ix) (a) According to the records of the Company, undisputed statutory dues including provident fund, investor education and



protection fund, income tax, wealth tax, service tax and other material statutory dues applicable to the Company, if any, have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2013, for a period of more than six months from the date they became payable.

- (b) According to the records of the Company, no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty, cess and Service Tax which have not been deposited on account of any dispute except those mentioned below :-

Sr. No.	Statutes	Forum before whom pending	(Rs.)	Nature of Dues
1	Income Tax Act	CIT (Appeals)	10,91,370/-	Income Tax

- (x) The Company has no accumulated losses as at 31st March, 2013 and has not incurred any cash losses in the financial year covered under audit.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan taken from any bank or financial institution.
- (xii) According to the information and explanations given to us, the Company has maintained adequate documents and records for loans and advances granted on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi mutual benefit fund/society. Accordingly, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In respect of dealing or trading in shares, securities, debentures and other investments, the Company is maintaining proper records and

timely entries have been made therein. All the Investments have been held by the Company in its name.

- (xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
- (xvi) The Company has not raised any term loan during the year. Accordingly, the provisions of Clause 4(xvi) of the Order are not applicable to the Company.
- (xvii) No funds raised on short term basis have been used for long term basis.(xviii)According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year. Accordingly, the provisions of Clause 4(xviii) of the Order are not applicable to the Company.
- (xix) According to the information and explanations given to us, the Company has not issued debentures during the year. Accordingly, the provisions of Clause 4(xix) of the Order are not applicable to the Company.
- (xx) According to the information and explanations given to us, the Company has not raised any money by way of public issue during the year. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For Gupta Vigg & Co.
Chartered Accountants
(F. Reg. No. 001393 N)

PLACE :LUDHIANA
DATED:30.05.2013

VINOD KHANNA
(Partner)
M. N. 81585


BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	As at 31st March 2013	As at 31st March 2012
		₹ in lacs	₹ in lacs
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	837.31	837.31
Reserves and surplus	3	45456.63	44021.60
		46293.94	44858.91
Current liabilities			
Short-term borrowings	4	915.11	907.20
Trade payables	5	14.38	3.31
Other current liabilities	6	123.59	105.16
Short-term provisions	7	678.08	549.39
		1731.16	1565.06
Total Equity & Liabilities		48025.10	46423.97
ASSETS			
Non-current assets			
a. Fixed assets	8		
i) Tangible assets		12.00	0.59
ii) Capital work-in-progress		3156.73	2098.11
b. Non-Current Investments	9	39570.80	38129.96
		42739.53	40228.66
Current assets			
Inventories	10	2981.26	3755.99
Cash and cash equivalents	11	112.48	520.16
Short-term loans and advances	12	1680.00	1380.00
Other current assets	13	511.83	539.16
		5285.57	6195.31
Total Assets		48025.10	46423.97
Significant Accounting Policies	1		
Other Notes on Financial Statements	20 to 29		

As per our Report of even date annexed
For GUPTA VIGG & COMPANY
 Chartered Accountants
 FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
 Date : 30.05.2013

VINOD KUMAR KHANNA
 Partner
 M.No. 81585

HANS RAJ KAPOOR
 General Manager

DINESH OSWAL
 Managing Director

J.L. OSWAL
 Chairman


STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note No.	For the Year Ended 31st March 2013	For the Year Ended 31st March 2012
		₹ in lacs	₹ in lacs
Income			
Revenue from Operations	14	742.46	(52.69)
Other Income	15	1552.55	2088.42
Total Revenue		2,295.01	2029.73
Expenses:			
Employee benefits expense	16	110.24	112.91
Finance costs	17	8.26	3.94
Depreciation and amortization expense	8	0.50	0.26
Other expenses	18	67.10	68.36
Total expenses		186.10	185.47
Profit before exceptional and extraordinary items and tax		2108.91	1844.26
Exceptional Items		0.00	0.00
Profit before extraordinary items and tax		2108.91	1844.26
Extraordinary Items		0.00	0.00
Profit before tax		2108.91	1844.26
Tax expense:			
Current tax		(380.00)	(254.00)
Profit (Loss) for the period from continuing operations		1728.91	1590.26
Profit/(loss) from Discontinuing operations (after tax)		0.00	0.00
Profit (Loss) for the period		1728.91	1590.26
Earnings per equity share:	19		
Basic and Diluted		10.32	9.50
Significant Accounting Policies	1		
Other Notes on Financial Statements	20 to 29		

As per our Report of even date annexed
For GUPTA VIGG & COMPANY
 Chartered Accountants
 FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
 Date : 30.05.2013

VINOD KUMAR KHANNA
 Partner
 M.No. 81585

HANS RAJ KAPOOR
 General Manager

DINESH OSWAL
 Managing Director

J.L. OSWAL
 Chairman

Note 1. Significant Accounting Policies
i) Accounting Convention

The financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards and relevant presentation requirements of the companies Act, 1956.

ii) Investments

- a) Investments are classified into Current Investments and long-term investments.
- b) Current Investments are valued category wise at book value or fair value, whichever is lower.
- c) Long Term Investments are stated at cost. Diminution in value of investments if any is not considered because of temporary nature.

iii) Stock-in-trade

Stock in Trade is valued category wise at cost or fair value, whichever is lower.

iv) Revenue Recognition
Income from Investments

Dividend Income is recognized when the company's right to receive payment is established. Profit/Loss on Sale of investments is considered at the time of sale/redemption.

Interest Income

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

v) Fixed Assets And Depreciation

- (a) Tangible assets are stated at cost less accumulated depreciation. Cost of acquisition is inclusive of freight, duties, taxes and other incidental expenses. Depreciation is charged on straight line basis as per the rates specified in Schedule- XIV of the Companies Act, 1956.
- (b) Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as cost of relevant fixed asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

vi) Accounting for Taxes on Income

Provision for Taxation for the year comprises of current taxes and deferred tax. Current Taxes consists of Income Tax payable on the current year income. Deferred Tax is calculated for timing differences.

vii) Impairment of Assets

At each Balance Sheet date, an assessment is made whether any indication exists that an asset has impaired. If any such indication exists, an impairment loss i.e. the amount by which that carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

viii) Provisions and Contingent Liabilities

- a) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation, if:
 - The company has a present obligation as a result of a past event,
 - A probable outflow of resources embodying economic benefits is expected to settle the obligation and
 - The amount of the obligation can be reliably estimated
- b) Contingent liability is disclosed in the case of:
 - A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
 - A possible obligation, unless the probability of outflow in settlement is remote.
- c) Re-imbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the re-imbursement will be received.


ix) Retirement Benefits
Gratuity

The Company has taken a Group Gratuity Policy from LIC of India to discharge its liability of Gratuity. The calculation of premium under the policy is made on the basis of actuarial valuation done by LIC.

- x) Material events occurring after the balance sheet date are taken into cognizance.
- xi) The accounts of the Company have been prepared on going concern basis.
- xii) Prior period extraordinary changes in accounting policies, having material effect on the financial affairs of the company (if any) are disclosed.

Note 2.1 Share Capital

Particulars	As at 31 March 2013		As at 31 March 2012	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of ₹5/- each	30000000.00	1500.00	30000000.00	1500.00
Issued, Subscribed & Paid up				
Equity Shares of ₹5/- each	16746167.00	837.31	16746167.00	837.31
Total	16746167.00	837.31	16746167.00	837.31

Note 2.2 Reconciliation of shares outstanding at the beginning and at the end of the reporting period.

Particulars	Equity Shares	
	31.03.2013	31.03.2012
Shares outstanding at the beginning of the year	16746167.00	16746167.00
Shares Issued during the year	0.00	0.00
Shares bought back during the year	0.00	0.00
Shares outstanding at the end of the year	16746167.00	16746167.00

Note 2.3 Name of Shareholders holding more than 5% shares of the company.

Name of Shareholder	As at 31 March 2013		As at 31 March 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Nahr Polyfilms Ltd	6611332	39.48	6611332	39.48
Nahar Industrial Enterprises Ltd	1363221	8.14	1363221	8.14
Oswal Woollen Mills Ltd	1263693	7.55	1263693	7.55


Note 3. Reserves & Surplus

Particulars	As at 31 March 2013	As at 31 March 2012
SECURITIES PREMIUM ACCOUNT		
Opening Balance	12591.71	12591.71
Add : Securities premium credited on Share issue	0.00	0.00
Less : Premium Utilised	0.00	0.00
Closing Balance	12591.71	12591.71
GENERAL RESERVE		
Opening Balance	28771.27	27771.27
Add : Current Year Transfer	1250.00	1000.00
Less : Written Back in Current Year	0.00	0.00
Closing Balance	30021.27	28771.27
STATUTORY RESERVE FUND		
Opening Balance	2404.10	2086.00
Add : Current Year Transfer	346.00	318.10
Less : Written Back in Current Year	0.00	0.00
Closing Balance	2750.10	2404.10
SURPLUS		
Opening Balance	254.52	292.85
Add: Profit for the year	1728.91	1590.26
Less: Provision for Proposed Dividend	(251.19)	(251.19)
Less: Provision for Tax on Proposed Dividend	(42.69)	(40.75)
Income Tax Adjustments for prior periods	0.00	(18.55)
Less: Transfer to Special Statutory Reserve Fund	(346.00)	(318.10)
Less: Transfer to General Reserve	(1250.00)	(1000.00)
Closing Balance	93.55	254.52
Total	45456.63	44021.60

Note 4. Short Term Borrowings

Working Capital Loans from banks:		
ICICI BANK LTD (Over draft A/c against Investments.)	915.11	907.20
Total	915.11	907.20

The Over Draft account is secured by way of Lien of Fixed Maturity Plans & Open Ended Plans of Mutual Funds, amounting to ₹1114.60 Lacs.

Note 5. Trade Payables

Sundry Creditors	14.38	3.31
Total	14.38	3.31

There are no Micro & Small enterprises covered under Micro, Small and Medium Scale Development Act 2006, to whom the company owes dues, which are outstanding for more than 45 days, hence no disclosure has been given. This information has been determined to the extent such parties, which have been identified by the company.


Note 6. Other Current Liabilities

TDS Payables	2.47	10.18
Service Tax Payable	0.42	0.00
Statutory Liabilities	0.002	0.01
Other Liabilities	84.87	6.81
Income Received in Advance	8.81	33.90
Due to Directors	1.92	33.50
Unpaid dividends	25.10	20.76
Total	123.59	105.16

Note 7. Short-term Provisions

Provision for Income Tax	380.00	254.00
Provisions for Standard Assets	4.20	3.45
Proposed Dividend	251.19	251.19
Dividend Distribution Tax	42.69	40.75
Total	678.08	549.39

Note 8. Fixed Assets

Particulars	Gross Block				Depreciation				Net Block	
	As on 01.04.12	Additions 2012-13	Sales/ Adj	As on 31.03.13	As on 01.04.12	Additions 2012-13	Sales/ Adj	As on 31.03.13	As on 31.03.13	As on 31.03.12
a) Tangible Assets										
- VEHICLES	0.00	11.57	0.00	11.57	0.00	0.33	0.00	0.33	11.24	0.00
- OTHER EQUIPMENTS	1.00	0.34	0.00	1.34	0.41	0.18	0.00	0.58	0.76	0.59
SUB TOTAL (B)	1.00	11.91	0.00	12.91	0.41	0.50	0.00	0.91	12.00	0.59
Total (Tangible Assets)	1.00	11.91	0.00	12.91	0.41	0.50	0.00	0.91	12.00	0.59
Previous Year	0.55	0.44	0.00	1.00	0.14	0.26	0.00	0.41	0.59	0.41
b) Capital WIP										
- Building Under Construction									3156.73	2098.11
Total (CWIP)									3156.73	2098.11
Total (a+b)									3168.73	2098.70

There are no intangible assets under development as on 31.03.2013 as well as on 31.03.2012.

Note 9. Non Current Investments

Particulars	As at 31 March 2013	As at 31 March 2012
Trade Investments (Refer A below)		
(a) Investment in Equity instruments	211.57	211.57
(b) Investments in preference shares	182.62	0.00
Total (A)	394.19	211.57
Other Investments (Refer B below)		
(a) Investment Properties	-	-
(b) Investment in Equity instruments	22081.82	21956.34
(c) Investments in preference shares	12.28	18.61
(d) Investments in debentures or bonds	1951.71	941.65
(e) Investments in Mutual Funds	15130.80	15001.79
Total (B)	39176.61	37918.40
Grand Total (A + B)	39570.80	38129.96
Less : Provision for diminution in the value of Investments	0.00	0.00
Total	39570.80	38129.96



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Annual Report
2012-2013

A. Details of Trade Investments

Sr. No.	Name of the Body Corporate	Subsidiary/ Associate/ JV/ Controlled Entity/ Others	No. of Shares / Units		Quoted/ Unquoted	Partly Paid/ Fully Paid	Amount (₹)		Whether stated at cost Yes/No	If Answer to Column (10) is 'No' - Basis of Valuation
			2013	2012			2013	2012		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
(a)	Investment in Properties	-	-	-	-	-	-	-	-	-
(b)	Investment in Equity Instruments									
1	Industrial Finance Corporation of India	Others	115000	115000	Quoted	Fully paid	40.18	40.18	Yes	N.A.
2	L & T Finance Holdings Limited	Others	50000	50000	Quoted	Fully paid	25.25	25.25	Yes	N.A.
3	PNB Gilts Ltd.	Others	169300	169300	Quoted	Fully paid	50.79	50.79	Yes	N.A.
4	Reliance Capital Ltd.	Others	4000	4000	Quoted	Fully paid	85.87	85.87	Yes	N.A.
5	Palam Motels Ltd.	Associate	645	645	Unquoted	Fully paid	9.48	9.48	Yes	N.A.
	TOTAL						211.57	211.57		
(c)	Investments in Preference Shares									
6	L & T Finance Holdings Ltd.	Others	182625	0	Unquoted	Fully paid	182.62	0.00	Yes	N.A.
(d)	Investments in Government or Trust securities	-	-	-	-	-	-	-	-	-
(e)	Investments in Debentures or Bonds	-	-	-	-	-	-	-	-	-
(f)	Investments in Mutual Funds	-	-	-	-	-	-	-	-	-
(g)	Investments in partnership firms*	-	-	-	-	-	-	-	-	-
(h)	Other non-current investments (specify nature)	-	-	-	-	-	-	-	-	-
	TOTAL TRADE INVESTMENTS 'A'						394.19	211.57		

B. Details of Other Investments

Sr. No.	Name of the Body Corporate	Subsidiary/ Associate/ JV/ Controlled Entity/ Others	No. of Shares / Units		Quoted/ Unquoted	Partly Paid/ Fully Paid	Amount (₹)		Whether stated at cost Yes/No	If Answer to Column (10) is 'No' - Basis of Valuation
			2013	2012			2013	2012		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
(a)	Investment in Properties	-	-	-	-	-	-	-	-	-
(b)	Investment in Equity Instruments									
1	Allahabad Bank	Others	227001	227001	Quoted	Fully paid	22.70	22.70	Yes	N.A.
2	Alstom Projects India Ltd.	Others	0	2200	Quoted	Fully paid	0.00	8.19	Yes	N.A.
3	Bank of Maharashtra	Others	25000	25000	Quoted	Fully paid	9.74	9.74	Yes	N.A.
4	Bharat Electronics Ltd.	Others	5500	4500	Quoted	Fully paid	84.15	71.67	Yes	N.A.
5	Bharat Heavy Electricals Ltd.	Others	3500	3500	Quoted	Fully paid	9.76	9.76	Yes	N.A.
6	Credit Analysis and Research Ltd.	Others	242	0	Quoted	Fully paid	1.82	0.00	Yes	N.A.
7	Canara Bank	Others	19000	19000	Quoted	Fully paid	51.07	51.07	Yes	N.A.
8	Coal India Ltd.	Others	39977	39977	Quoted	Fully paid	118.54	118.54	Yes	N.A.
9	Container Corporation of India Ltd.	Others	5005	10000	Quoted	Fully paid	0.00	0.00	Yes	N.A.



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10	Crompton Greaves Ltd.	Others	6557	1562	Quoted	Fully paid	7.05	2.07	Yes	N.A.
11	Cummins India Ltd.	Others	0	2550	Quoted	Fully paid	0.00	8.98	Yes	N.A.
12	Gas Authority of India Ltd.	Others	25500	25500	Quoted	Fully paid	36.93	36.93	Yes	N.A.
13	HDFC Bank Ltd.	Others	19825	19825	Quoted	Fully paid	22.17	22.17	Yes	N.A.
14	Idea Cellular Ltd.	Others	10000	10000	Quoted	Fully paid	14.33	14.33	Yes	N.A.
15	IDFC Ltd.	Others	5000	0	Quoted	Fully paid	7.78	0.00	Yes	N.A.
16	Jaiprakash Associates Ltd.	Others	46890	46890	Quoted	Fully paid	100.76	100.76	Yes	N.A.
17	Jaiprakash Power Ventures Ltd.	Others	80000	80000	Quoted	Fully paid	58.14	58.14	Yes	N.A.
18	Jindal Polyfilms Ltd.	Others	1000	1000	Quoted	Fully paid	1.80	1.80	Yes	N.A.
19	Karuturi Global Ltd.	Others	300000	150000	Quoted	Fully paid	43.03	38.85	Yes	N.A.
20	Kingfisher Airlines Ltd.	Others	204559	19559	Quoted	Fully paid	33.84	13.73	Yes	N.A.
21	Larsen & Toubro Ltd.	Others	4700	4700	Quoted	Fully paid	72.46	72.46	Yes	N.A.
22	LML Ltd.	Others	36621	36621	Quoted	Fully paid	9.83	9.83	Yes	N.A.
23	Malwa Cotton Spinning Mills Ltd	Others	50	50	Quoted	Fully paid	0.02	0.02	Yes	N.A.
24	Moil Ltd.	Others	15000	15000	Quoted	Fully paid	65.80	65.80	Yes	N.A.
25	Nahar Industrial Enterprises Ltd.	Associate	9336745	9336745	Quoted	Fully paid	9973.89	9973.89	Yes	N.A.
26	Nahar Poly Films Ltd.	Associate	12087671	12087671	Quoted	Fully paid	2886.85	2886.85	Yes	N.A.
27	Nahar Spinning Mills Ltd.	Associate	10257384	10257384	Quoted	Fully paid	6087.15	6087.15	Yes	N.A.
28	National Thermal Power Corporation Ltd.	Others	35000	35000	Quoted	Fully paid	53.79	53.79	Yes	N.A.
29	NHPC Ltd.	Others	190366	190366	Quoted	Fully paid	64.92	64.92	Yes	N.A.
30	Petronet LNG Ltd.	Others	205000	205000	Quoted	Fully paid	30.75	30.75	Yes	N.A.
31	Power Grid Corporation of India Ltd.	Others	49092	49092	Quoted	Fully paid	58.74	58.74	Yes	N.A.
32	Punjab & Sind Bank Ltd.	Others	25000	25000	Quoted	Fully paid	28.38	28.38	Yes	N.A.
33	Reliance Industries Ltd.	Others	20616	20616	Quoted	Fully paid	233.37	233.37	Yes	N.A.
34	Reliance Infrastructure Ltd.	Others	9000	9000	Quoted	Fully paid	178.34	178.34	Yes	N.A.
35	Reliance Power Ltd.	Others	5000	5000	Quoted	Fully paid	31.25	31.25	Yes	N.A.
36	Sancia Global Infra projects Ltd..	Others	5000	5000	Quoted	Fully paid	17.49	17.49	Yes	N.A.
37	Savita Oil Technologies Ltd.	Others	0	816	Quoted	Fully paid	0.00	3.54	Yes	N.A.
38	SEL Manufacturing Co. Ltd.	Others	2240225	0	Quoted	Fully paid	86.14	0.00	Yes	N.A.
39	Shiva Cement Ltd.	Others	0	110000	Quoted	Fully paid	0.00	19.23	Yes	N.A.
40	Sterlite Industries Ltd.	Others	43772	43772	Quoted	Fully paid	97.47	97.47	Yes	N.A.
41	Tata Consultancy Services Ltd.	Others	7372	7372	Quoted	Fully paid	15.67	15.67	Yes	N.A.
42	Tata Global Beverages Ltd.	Others	14000	0	Quoted	Fully paid	21.04	0.00	Yes	N.A.
43	Tata Motors Ltd.	Others	40000	60000	Quoted	Fully paid	68.98	94.60	Yes	N.A.
44	Tata Teleservice Ltd.	Others	204500	104500	Quoted	Fully paid	43.65	33.04	Yes	N.A.
45	Titan Industries Ltd.	Others	20000	0	Quoted	Fully paid	58.17	0.00	Yes	N.A.
46	Thermax Ltd.	Others	0	1900	Quoted	Fully paid	0.00	8.82	Yes	N.A.
47	Trident Ltd.	Others	20000	20000	Quoted	Fully paid	5.95	5.95	Yes	N.A.
48	Uco Bank	Others	68000	68000	Quoted	Fully paid	9.84	9.84	Yes	N.A.
49	Vardhman Acrylics Ltd.	Others	590322	590322	Quoted	Fully paid	53.51	53.51	Yes	N.A.
50	Vardhman Special Steels Ltd.	Others	7167	7167	Quoted	Fully paid	8.19	8.19	Yes	N.A.
51	Vardhman Textiles Ltd.	Others	35839	35839	Quoted	Fully paid	98.33	98.33	Yes	N.A.
52	Delhi Stock Exchange Ltd.	Others	748250	748250	Unquoted	Fully paid	523.78	523.78	Yes	N.A.
53	Essar Steel Ltd.	Others	5000	5000	Unquoted	Fully paid	3.34	3.34	Yes	N.A.
54	Monte Carlo Fashions Ltd.	Associate	1575000	1575000	Unquoted	Fully paid	26.25	26.25	Yes	N.A.
55	Nimbua Greenfield (Punjab) Ltd.	Others	140625	140625	Unquoted	Fully paid	14.06	14.06	Yes	N.A.
56	Oswal Woollen Mills Ltd.	Associate	1462500	1462500	Unquoted	Fully paid	48.75	48.75	Yes	N.A.
Investments through HDFC Portfolio Management Services (Equity PMS)										
57	ACC Ltd.	Others	1255	0	Quoted	Fully paid	17.38	0.00	Yes	N.A.
58	Aurobindo Pharma Ltd.	Others	0	11701	Quoted	Fully paid	0.00	14.00	Yes	N.A.
59	Bajaj Electricals Ltd.	Others	6094	0	Quoted	Fully paid	12.72	0.00	Yes	N.A.
60	Bank of Baroda	Others	1390	0	Quoted	Fully paid	10.93	0.00	Yes	N.A.
61	Bajaj Holdings and Investment Ltd.	Others	0	1510	Quoted	Fully paid	0.00	9.90	Yes	N.A.



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62	Bharti Airtel Ltd.	Others	4002	4102	Quoted	Fully paid	12.21	11.30	Yes	N.A.
63	Birla Corporation Ltd.	Others	2658	0	Quoted	Fully paid	7.80	0.00	Yes	N.A.
64	Britannia Industries Ltd.	Others	2447	0	Quoted	Fully paid	11.97	0.00	Yes	N.A.
65	Century Textiles & Industries Ltd.	Others	2143	0	Quoted	Fully paid	8.02	0.00	Yes	N.A.
66	CMC Ltd.	Others	1477	0	Quoted	Fully paid	12.78	0.00	Yes	N.A.
67	Crompton Greaves Limited.	Others	13761	6651	Quoted	Fully paid	12.92	4.98	Yes	N.A.
68	Electrosteel Castings Ltd.	Others	35294	35294	Quoted	Fully paid	16.65	16.65	Yes	N.A.
69	Emami Ltd.	Others	0	3384	Quoted	Fully paid	0.00	13.55	Yes	N.A.
70	Exide Industries Ltd.	Others	10660	0	Quoted	Fully paid	15.09	0.00	Yes	N.A.
71	Gail India Ltd.	Others	3536	0	Quoted	Fully paid	11.00	0.00	Yes	N.A.
72	Gammon India Ltd.	Others	8095	8095	Quoted	Fully paid	18.13	18.13	Yes	N.A.
73	Geodesic Ltd.	Others	15160	25331	Quoted	Fully paid	6.48	25.00	Yes	N.A.
74	Grasim Industries Ltd.	Others	380	0	Quoted	Fully paid	11.98	0.00	Yes	N.A.
75	GVK Power and Infrastructure Ltd.	Others	45348	0	Quoted	Fully paid	5.38	0.00	Yes	N.A.
76	Hindustan Construction Co. Ltd.	Others	0	30020	Quoted	Fully paid	0.00	18.06	Yes	N.A.
77	Hindustan Petroleum Corporation Ltd.	Others	0	2651	Quoted	Fully paid	0.00	6.89	Yes	N.A.
78	Hindustan Unilever Ltd.	Others	2579	0	Quoted	Fully paid	12.22	0.00	Yes	N.A.
79	ICICI Bank Ltd.	Others	728	1607	Quoted	Fully paid	7.03	11.27	Yes	N.A.
80	India Infoline Ltd.	Others	0	20695	Quoted	Fully paid	0.00	24.67	Yes	N.A.
81	Indiabulls Infrastructure and Power Ltd.	Others	40252	40252	Quoted	Fully paid	1.99	1.99	Yes	N.A.
82	Indiabulls Real Estate Ltd.	Others	13645	13645	Quoted	Fully paid	17.97	17.97	Yes	N.A.
83	Indiabulls Wholesale Services Ltd.	Others	0	0.625	Quoted	Fully paid	0.00	0.00	Yes	N.A.
84	Indian Oil Corporation Ltd.	Others	5394	5394	Quoted	Fully paid	14.66	14.66	Yes	N.A.
85	Infosys Ltd.	Others	923	891	Quoted	Fully paid	23.88	24.25	Yes	N.A.
86	ISMT Ltd.	Others	21876	21876	Quoted	Fully paid	7.01	7.01	Yes	N.A.
87	ITC Ltd.	Others	0	7450	Quoted	Fully paid	0.00	15.21	Yes	N.A.
88	Lupin Ltd.	Others	1433	0	Quoted	Fully paid	8.42	0.00	Yes	N.A.
89	Mahindra Forgings Ltd.	Others	15475	15475	Quoted	Fully paid	18.10	18.10	Yes	N.A.
90	NMDC Ltd.	Others	6209	0	Quoted	Fully paid	9.98	0.00	Yes	N.A.
91	Oil and Natural Gas Corporation Ltd.	Others	0	4422	Quoted	Fully paid	0.00	11.57	Yes	N.A.
92	Pantaloon Retail India Ltd. Class B	Others	6660	6660	Quoted	Fully paid	7.40	7.40	Yes	N.A.
93	Power Grid Corporation of India Ltd.	Others	7729	0	Quoted	Fully paid	8.60	0.00	Yes	N.A.
94	Petronet Lng Ltd.	Others	10620	0	Quoted	Fully paid	16.72	0.00	Yes	N.A.
95	Punjab National Bank	Others	2380	1112	Quoted	Fully paid	22.19	11.46	Yes	N.A.
96	Reliance Communication Ltd.	Others	0	5671	Quoted	Fully paid	0.00	8.54	Yes	N.A.
97	Reliance Infrastructure Ltd.	Others	0	1728	Quoted	Fully paid	0.00	18.62	Yes	N.A.
98	Savita Oil Technologies Ltd.	Others	3933	3933	Quoted	Fully paid	10.25	10.25	Yes	N.A.
99	State Bank of India	Others	1083	1083	Quoted	Fully paid	26.19	26.19	Yes	N.A.
100	Sterlite Industries Ltd.	Others	12789	12789	Quoted	Fully paid	15.00	15.00	Yes	N.A.
101	Suzlon Energy Ltd.	Others	0	26976	Quoted	Fully paid	0.00	18.05	Yes	N.A.
102	Tata Consultancy Services Ltd.	Others	0	1305	Quoted	Fully paid	0.00	14.72	Yes	N.A.
103	Tata Motors DVR A Ord	Others	9652	19642	Quoted	Fully paid	10.45	21.35	Yes	N.A.

Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)

104	Ansal Hi-Tech Townships Ltd.	Others	17356	21100	Unquoted	Fully paid	15.31	18.62	Yes	N.A.
105	BCC Infrastructure Pvt. Ltd.	Others	305	305	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
106	Godrej Estate Developers Pvt. Ltd.	Others	85	85	Unquoted	Fully paid	15.61	15.61	Yes	N.A.
107	Godrej Sea View Properties Pvt. Ltd.	Others	725	725	Unquoted	Fully paid	16.28	16.28	Yes	N.A.



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108	Kunal Spaces Private Ltd.	Others	274	274	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
109	Marvel Omega Builders Class B	Others	0	281	Unquoted	Fully paid	0.00	0.03	Yes	N.A.
110	Nitesh Housing Developers Pvt. Ltd.	Others	1454	1454	Unquoted	Fully paid	5.18	5.18	Yes	N.A.
111	Runwal Homes Pvt. Ltd.	Others	0	1164	Unquoted	Fully paid	0.00	16.86	Yes	N.A.
112	Total Environment Projects I Pvt. Ltd.	Others	780	780	Unquoted	Fully paid	0.08	0.08	Yes	N.A.
113	VBHC Chennai Value Homes Pvt. Ltd.	Others	139	139	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
114	VBHC Delhi Projects Pvt. Ltd. Class A	Others	1415	1415	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
115	VBHC Delhi Value Homes Pvt. Ltd.	Others	136	136	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
116	VBHC Mumbai Value Homes Pvt. Ltd.	Others	1415	1415	Unquoted	Fully paid	0.01	0.01	Yes	N.A.
117	VBHC Bangalore Value Homes Pvt. Ltd.	Others	0	311	Unquoted	Fully paid	0.00	0.03	Yes	N.A.
Total							22081.82	21956.34		
c) Investments in Preference Shares										
Direct Investments										
118	JSW Ispat Steel Ltd.	Others	0	20000	Quoted	Fully paid	0.00	6.33	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)										
119	Arimas Developers Private Limited	Others	3063	3063	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
120	BCC Infrastructure Pvt. Ltd.	Others	876	876	Unquoted	Fully paid	0.09	0.09	Yes	N.A.
121	Ekta World Private Ltd.	Others	2557	2557	Unquoted	Fully paid	0.03	0.03	Yes	N.A.
122	Runwal Township Pvt. Ltd. Class A	Others	289	289	Unquoted	Fully paid	0.00	0.00	Yes	N.A.
123	Runwal Township Pvt. Ltd. Class B	Others	427	427	Unquoted	Fully paid	0.00	0.00	Yes	N.A.
124	Runwal Township Pvt. Ltd. Class C	Others	289	289	Unquoted	Fully paid	12.13	12.13	Yes	N.A.
TOTAL							12.28	18.61		
(d) Investments in Government or Trust securities										
		-	-	-	-	-	-	-	-	-
(e) Investments in Debentures or Bonds										
125	Birla Asset Linked Portfolio- Accelerator Series - 8 (NCD)	Others	0	100	Quoted	Fully paid	0.00	100.00	Yes	N.A.
126	India Infrastructure Finance Company Ltd. (Bonds)	Others	200	200	Quoted	Fully paid	200.50	200.50	Yes	N.A.
127	Citicorp Finance India Limited Sr-417 (NCD) Th.JM PMS	Others	100	0	Quoted	Fully paid	100.00	0.00	Yes	N.A.
128	ECL Finance Ltd. B6L202 (NCD)	Others	100	0	Quoted	Fully paid	100.00	0.00	Yes	N.A.
129	ECL Finance Ltd. L3L201 (NCD)	Others	100	0	Quoted	Fully paid	100.00	0.00	Yes	N.A.
130	ECL Finance Ltd. L3A202 (NCD)	Others	150	0	Quoted	Fully paid	150.00	0.00	Yes	N.A.
131	ECL Finance Ltd. A4C303 (NCD)	Others	100	0	Quoted	Fully paid	100.00	0.00	Yes	N.A.
132	India Infoline Finance Limited (NCD)	Others	100	0	Quoted	Fully paid	100.00	0.00	Yes	N.A.
133	India Infoline Finance Limited (NCD)	Others	4925	0	Quoted	Fully paid	49.25	0.00	Yes	N.A.
134	Morgan Stanley India Capital Private Limited (NCD) Th. Religare PMS	Others	20	0	Quoted	Fully paid	200.00	0.00	Yes	N.A.



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135	Religare Finvest Limited (NCD)	Others	40000	0	Quoted	Fully paid	400.00	0.00	Yes	N.A.
Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)										
Debentures										
136	Almond Infrabuild Pvt. Ltd.	Others	30940	36173	Unquoted	Fully paid	30.94	36.17	Yes	N.A.
137	Anand Divine Developers Pvt. Ltd.-I	Others	0	11532	Unquoted	Fully paid	0.00	11.53	Yes	N.A.
138	Anand Divine Developers Pvt. Ltd.-II	Others	14051	23043	Unquoted	Fully paid	14.05	23.04	Yes	N.A.
139	Arimas Developers Pvt. Ltd. Class A	Others	0	13721	Unquoted	Fully paid	0.00	13.72	Yes	N.A.
140	Arimas Developers Pvt. Ltd. Class A August 2011	Others	0	2880	Unquoted	Fully paid	0.00	2.88	Yes	N.A.
141	Arimas Developers Pvt. Ltd. Class B August 2011	Others	19118	19118	Unquoted	Fully paid	19.12	19.12	Yes	N.A.
142	Aristo Realtors Pvt. Ltd.	Others	1675	2441	Unquoted	Fully paid	16.75	24.41	Yes	N.A.
143	Aristo Realtors Pvt. Ltd.-II	Others	446	446	Unquoted	Fully paid	4.46	4.46	Yes	N.A.
144	Aristo Realtors Pvt. Ltd.-III	Others	635	635	Unquoted	Fully paid	6.35	6.35	Yes	N.A.
145	Aristo Realtors Pvt. Ltd.-IV	Others	1454	1454	Unquoted	Fully paid	14.54	14.54	Yes	N.A.
146	Atithi Building Commodities Pvt. Ltd.	Others	3333	3333	Unquoted	Fully paid	33.33	33.33	Yes	N.A.
147	Atithi Building Commodities Pvt. Ltd.-II	Others	482	482	Unquoted	Fully paid	4.82	4.82	Yes	N.A.
148	BCC Infrastructure Pvt. Ltd.	Others	0	8570	Unquoted	Fully paid	0.00	8.57	Yes	N.A.
149	BCC Infrastructure Pvt. Ltd. Class A	Others	90	8685	Unquoted	Fully paid	0.09	8.69	Yes	N.A.
150	BCC Infrastructure Pvt. Ltd. Class A Deb. - III	Others	11547	11547	Unquoted	Fully paid	11.55	11.55	Yes	N.A.
151	BCC Infrastructure Pvt. Ltd. Class A Deb. - IV	Others	11547	11547	Unquoted	Fully paid	11.55	11.55	Yes	N.A.
152	Bhaveshwar Properties Pvt. Ltd. -II	Others	0	13811	Unquoted	Fully paid	0.00	13.81	Yes	N.A.
153	Bhaveshwar Properties Pvt. Ltd.	Others	6818	13821	Unquoted	Fully paid	6.82	13.82	Yes	N.A.
154	Dharmesh Constructions Pvt. Ltd.	Others	14455	14455	Unquoted	Fully paid	14.46	14.46	Yes	N.A.
155	Dharmesh Constructions Pvt. Ltd. II	Others	14543	14543	Unquoted	Fully paid	14.54	14.54	Yes	N.A.
156	Ekta Parkville Class A Series 2	Others	2331	6214	Unquoted	Fully paid	2.33	6.21	Yes	N.A.
157	Ekta Parkville Homes Pvt. Ltd.	Others	20922	20922	Unquoted	Fully paid	20.92	20.92	Yes	N.A.
158	Ekta Parkville Homes Pvt. Ltd. II	Others	5245	5245	Unquoted	Fully paid	5.25	5.25	Yes	N.A.
159	Ekta Parkville Homes Pvt. Ltd. III	Others	4186	4186	Unquoted	Fully paid	4.19	4.19	Yes	N.A.
160	Ekta World Pvt. Ltd. Class A Series 1	Others	544	6350	Unquoted	Fully paid	0.54	6.35	Yes	N.A.
161	Ekta World Pvt. Ltd. Class A Series 2	Others	6121	6121	Unquoted	Fully paid	6.12	6.12	Yes	N.A.
162	Kunal Spaces Pvt. Ltd. Class A	Others	7924	7924	Unquoted	Fully paid	7.92	7.92	Yes	N.A.
163	Kunal Spaces Pvt. Ltd. Class A II	Others	7942	7942	Unquoted	Fully paid	7.94	7.94	Yes	N.A.
164	Marvel Omega Builders	Others	0	14759	Unquoted	Fully paid	0.00	14.76	Yes	N.A.
165	Marvel Realtors and Developers Series 1	Others	6885	9833	Unquoted	Fully paid	6.88	9.83	Yes	N.A.
166	Marvel Realtors and Developers Series 2	Others	9953	9953	Unquoted	Fully paid	9.95	9.95	Yes	N.A.
167	Neelkanth Vinayak Realtors Pvt. Ltd	Others	9696	9696	Unquoted	Fully paid	9.70	9.70	Yes	N.A.



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168	Nilkanth Tech Park Pvt. Ltd. 2011	Others	1030	13989	Unquoted	Fully paid	1.03	13.99	Yes	N.A.
169	Nilkanth Tech Park Pvt. Ltd. 2011 - II	Others	13977	13977	Unquoted	Fully paid	13.98	13.98	Yes	N.A.
170	Nilkanth Tech Park Pvt. Ltd. 2011 - III	Others	8419	8419	Unquoted	Fully paid	8.42	8.42	Yes	N.A.
171	Nitesh Housing Developers Pvt. Ltd. -I	Others	0	1996	Unquoted	Fully paid	0.00	2.00	Yes	N.A.
172	Nitesh Housing Developers Pvt. Ltd. - IV	Others	3374	3374	Unquoted	Fully paid	3.37	3.37	Yes	N.A.
173	Nitesh Housing Developers Pvt. Ltd. -II	Others	0	7114	Unquoted	Fully paid	0.00	7.11	Yes	N.A.
174	Nitesh Housing Developers Pvt. Ltd. -III	Others	2873	5126	Unquoted	Fully paid	2.87	5.13	Yes	N.A.
175	Nitesh Land Holding Pvt. Ltd.	Others	5689	5689	Unquoted	Fully paid	5.69	5.69	Yes	N.A.
176	Runwal Township Pvt. Ltd.	Others	31930	31930	Unquoted	Fully paid	31.93	31.93	Yes	N.A.
177	Runwal Township Pvt. Ltd. Class B	Others	16143	16143	Unquoted	Fully paid	16.14	16.14	Yes	N.A.
178	Total Environment Building Pvt. Ltd.	Others	0	13708	Unquoted	Fully paid	0.00	13.71	Yes	N.A.
179	Total Environment Building Pvt. Ltd. -II	Others	0	8219	Unquoted	Fully paid	0.00	8.22	Yes	N.A.
180	Total Environment Building Pvt. Ltd. -III	Others	0	6858	Unquoted	Fully paid	0.00	6.86	Yes	N.A.
181	Total Environment Building Pvt. Ltd. -IV	Others	0	7094	Unquoted	Fully paid	0.00	7.09	Yes	N.A.
182	Total Environment Habitat Pvt. Ltd.	Others	34247	34247	Unquoted	Fully paid	34.25	34.25	Yes	N.A.
183	Total Environment Projects Pvt. Ltd. -II	Others	586	586	Unquoted	Fully paid	0.59	0.59	Yes	N.A.
184	Total Environment Projects-I	Others	9485	9485	Unquoted	Fully paid	9.49	9.49	Yes	N.A.
185	Total Environment Projects-III	Others	2195	2195	Unquoted	Fully paid	2.20	2.20	Yes	N.A.
186	VBHC Chennai Value Homes Pvt. Ltd. Class A	Others	8602	8602	Unquoted	Fully paid	8.60	8.60	Yes	N.A.
187	VBHC Delhi Projects Pvt. Ltd. 2011	Others	5331	7865	Unquoted	Fully paid	5.33	7.87	Yes	N.A.
188	VBHC Delhi Value Homes Pvt. Ltd. -I	Others	6960	6960	Unquoted	Fully paid	6.96	6.96	Yes	N.A.
189	VBHC Mumbai Value Homes Pvt. Ltd.	Others	16011	20228	Unquoted	Fully paid	16.00	20.23	Yes	N.A.
190	VBHDC Bangalore Value Homes Pvt. Ltd. -I	Others	0	6849	Unquoted	Fully paid	0.00	6.85	Yes	N.A.
TOTAL							1951.71	941.65		

(f) Investments in Mutual Funds

Debt Mutual Funds										
191	Axis Capital Protected Oriented Fund (Growth option)	Others	1000000.000	1000000.000	Quoted	Fully paid	100.00	100.00	Yes	N.A.
192	Axis Income Fund (Growth option)	Others	2801603.073	1000000.000	Quoted	Fully paid	295.00	100.00	Yes	N.A.
193	Axis Treasury Advantage Fund Institutional (Growth option)	Others	0.000	388.800	Quoted	Fully paid	0.00	4.58	Yes	N.A.
194	Axis Triple Advantage Fund (Growth Option)	Others	1225157.436	672073.162	Quoted	Fully paid	137.50	75.00	Yes	N.A.
195	Birla Sunlife Capital Protection Oriented Fund (Growth Option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.



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196	Birla Sunlife Dynamic Bond Fund Retail (Growth option)	Others	532797.858	871626.887	Quoted	Fully paid	99.50	149.00	Yes	N.A.
197	Birla Sunlife Fixed Term Plan (Growth Option)	Others	0.000	2000000.000	Quoted	Fully paid	0.00	200.00	Yes	N.A.
198	Canara Robeco Indigo Fund (Growth Option)	Others	1039845.889	1039845.889	Quoted	Fully paid	125.00	125.00	Yes	N.A.
199	DSP Black Rock FMP 12M (Growth Option)	Others	2000000.000	4000000.000	Quoted	Fully paid	200.00	400.00	Yes	N.A.
200	DWS Fixed Term Fund S-93 (18M) (Growth option)	Others	1000000.000	1000000.000	Quoted	Fully paid	100.00	100.00	Yes	N.A.
201	Fidelity Global Real Assets Fund (Growth Option)	Others	1334881.590	788523.264	Quoted	Fully paid	201.02	105.00	Yes	N.A.
202	Franklin Templeton Fixed Tenure Fund (Growth Option)	Others	1000000.000	4550000.000	Quoted	Fully paid	100.00	455.00	Yes	N.A.
203	HDFC Debt Fund for Cancer Cure (Dividend Option)	Others	250000.000	250000.000	Quoted	Fully paid	25.00	25.00	Yes	N.A.
204	HDFC Fixed Maturity Plan (Growth Option)	Others	3000000.000	7000000.000	Quoted	Fully paid	300.00	700.00	Yes	N.A.
205	HDFC Income Fund (Growth Option)	Others	815041.273	1220247.560	Quoted	Fully paid	198.00	297.00	Yes	N.A.
206	HSBC Fixed Term Fund Series 86 (Growth option)	Others	3000000.000	3000000.000	Quoted	Fully paid	300.00	300.00	Yes	N.A.
207	JP Morgan India Active Bond Fund - Retail Plan (Growth)	Others	1612630.931	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
208	JP Morgan India Fixed Maturity Plan Series 16 404D Direct Plan (Growth)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
209	ICICI Prudential Fixed Maturity Plan (Growth Option)	Others	9000000.000	16998391.000	Quoted	Fully paid	900.00	1699.84	Yes	N.A.
210	ICICI Prudential Income opportunities fund institutional (Growth option)	Others	2882005.007	1593727.090	Quoted	Fully paid	400.00	200.00	Yes	N.A.
211	ICICI Prudential Corporate Bond Fund Regular Plan (Growth)	Others	580578.488	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
212	IDBI FMP (Growth option)	Others	6000000.000	4000000.000	Quoted	Fully paid	600.00	400.00	Yes	N.A.
213	IDFC Fixed Maturity Plan 18M S-7 (Growth Option)	Others	0.000	3000000.000	Quoted	Fully paid	0.00	300.00	Yes	N.A.
214	IDFC Dynamic Bond Fund - Direct Plan (Growth)	Others	1432396.667	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
215	IDFC Super Saver Income Fund Investment Plan - Direct Plan (Growth)	Others	352074.245	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
216	Kotak Bond Regular (Growth option)	Others	308482.329	495884.137	Quoted	Fully paid	99.00	150.00	Yes	N.A.
217	Kotak Bond - Direct Plan (Growth option)	Others	294471.879	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
218	Kotak Fixed Maturity Plan (Growth Option)	Others	4000000.000	7000000.000	Quoted	Fully paid	400.00	700.00	Yes	N.A.
219	L & T FMP (Growth)	Others	2000000.000	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
220	Pramerica Fixed Duration Fund - Direct Plan (Growth)	Others	10000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
221	Principal PNB Fixed Maturity plan Series A4-367 Days (FMP-77 Regular) (Growth option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
222	Reliance Dynamic Bond Fund (Growth)	Others	640725.814	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
223	Reliance Fixed Horizon Fund (Growth Option)	Others	2000000.000	5000000.000	Quoted	Fully paid	200.00	500.00	Yes	N.A.



224	Religare FMP (Growth)	Others	10000000.000	7000000.000	Quoted	Fully paid	1000.00	700.00	Yes	N.A.
225	Reliance Income Fund - Bonus (Growth)	Others	1828508.738	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
226	SBI Magnum Income Fund (Growth)	Others	1751587.900	0.000	Quoted	Fully paid	498.23	0.00	Yes	N.A.
227	SBI Magnum Income Fund - Direct Plan (Growth)	Others	694401.044	0.000	Quoted	Fully paid	200.00	0.00	Yes	N.A.
228	SBI Magnum Dynamic Bond Fund - Direct Plan (Growth)	Others	682342.345	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
229	SBI Debt Fund Series (Growth option)	Others	3000000.000	2000000.000	Quoted	Fully paid	300.00	200.00	Yes	N.A.
230	SBI ultra short term fund Retail plan (Growth option)	Others	0.000	169.744	Quoted	Fully paid	0.00	2.22	Yes	N.A.
231	Tata Fixed Horizon Fund (Growth Option)	Others	3000000.000	2000000.000	Quoted	Fully paid	300.00	200.00	Yes	N.A.
232	Tata Income Fund - Bonus Option (Appreciation)	Others	949067.751	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
233	Templeton India Corporate Bond Opportunities Fund (Growth option)	Others	3919268.994	3919268.994	Quoted	Fully paid	400.00	400.00	Yes	N.A.
234	Templeton India Income Builder Account Plan - A (Growth Option)	Others	543906.466	279800.119	Quoted	Fully paid	198.50	99.50	Yes	N.A.
235	Templeton India Income Opportunities Fund (Growth Option)	Others	3181467.653	1652754.600	Quoted	Fully paid	398.00	198.00	Yes	N.A.
236	UTI Dynamic Bond Fund (Growth Option)	Others	0.000	1336541.032	Quoted	Fully paid	0.00	150.00	Yes	N.A.
237	UTI Fixed Maturity Plan (Growth Option)	Others	8000000.000	6000000.000	Quoted	Fully paid	800.00	600.00	Yes	N.A.
238	UTI Credit Opportunities Fund (Growth)	Others	1000000.000	0.000	Quoted	Fully paid	100.00 0.00	0.00 0.00	Yes	N.A.
Equity Mutual Funds										
239	Pinebridge India Equity Fund Regular (Dividend Payout option)	Others	377682.465	835717.524	Quoted	Fully paid	48.00	100.00	Yes	N.A.
240	Pinebridge Infrastructure and Economic Reform Fund- Regular (Dividend Option)	Others	0.000	1028581.999	Quoted	Fully paid	0.00	100.00	Yes	N.A.
241	Birla Sunlife Infrastructure Fund Plan A (Dividend Option)	Others	0.000	722785.537	Quoted	Fully paid	0.00	98.03	Yes	N.A.
242	Birla Sunlife MNC Fund (Dividend payout option)	Others	170176.488	150097.425	Quoted	Fully paid	150.00	120.00	Yes	N.A.
243	BNP Paribas Equity Fund (Dividend Payout option)	Others	0.000	739201.258	Quoted	Fully paid	0.00	82.57	Yes	N.A.
244	DSP Black Rock Micro Cap Fund (Growth Option)	Others	1021961.050	1021961.050	Quoted	Fully paid	175.00	175.00	Yes	N.A.
245	DSP Black Rock Small and Midcap Fund (Dividend Option)	Others	0.000	723779.270	Quoted	Fully paid	0.00	105.35	Yes	N.A.
246	DWS Global Agribusiness Offshoren Fund Regular Plan (Growth)	Others	725689.405	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
247	HDFC Balanced Fund (Dividend payout option)	Others	563863.692	563863.692	Quoted	Fully paid	115.00	115.00	Yes	N.A.
248	HDFC Core & Satellite Fund (Dividend Option)	Others	490392.760	490392.760	Quoted	Fully paid	110.00	110.00	Yes	N.A.
249	HDFC Equity Fund (Dividend payout option)	Others	179664.138	179664.138	Quoted	Fully paid	80.00	80.00	Yes	N.A.



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250	HDFC Mid Cap Opportunities Fund (Dividend Option)	Others	1220161.774	1220161.774	Quoted	Fully paid	200.00	200.00	Yes	N.A.
251	HDFC Prudence Fund (Dividend option)	Others	382962.466	1119830.861	Quoted	Fully paid	100.00	313.69	Yes	N.A.
252	HDFC Top 200 Fund (Dividend Option)	Others	194883.020	194883.020	Quoted	Fully paid	100.00	100.00	Yes	N.A.
253	HSBC Brazil Fund (Growth option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
254	ICICI Prudential Focused Bluechip Equity Fund Retail (Dividend payout option)	Others	0.000	677176.128	Quoted	Fully paid	0.00	100.00	Yes	N.A.
255	ICICI Prudential US Bluechip Equity Fund Regular Plan (Growth)	Others	1000000.000	0.000	Quoted	Fully paid	100.00	0.00	Yes	N.A.
256	ICICI Prudential Blended Plan - Plan A Regular Plan (Growth)	Others	585566.669	0.000	Quoted	Fully paid	99.00	0.00	Yes	N.A.
257	Kotak 50 (Dividend payout)	Others	369999.710	377735.848	Quoted	Fully paid	115.27	105.00	Yes	N.A.
258	Pramerica Dynamic Fund (Dividend option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
259	Reliance Equity Opportunities Fund (Dividend Payout Option)	Others	0.000	579153.328	Quoted	Fully paid	0.00	150.00	Yes	N.A.
260	Reliance Long Term Equity Fund (dividend Option)	Others	902843.446	902843.446	Quoted	Fully paid	150.00	150.00	Yes	N.A.
261	Religare Infrastructure Fund (Dividend Option)	Others	0.000	1000000.000	Quoted	Fully paid	0.00	100.00	Yes	N.A.
262	SBI Balanced Fund (Dividend Payout)	Others	814765.171	0.000	Quoted	Fully paid	201.75	0.00	Yes	N.A.
263	SBI Magnum Comma Fund (Dividend Option)	Others	526038.927	526038.927	Quoted	Fully paid	100.00	100.00	Yes	N.A.
264	SBI PSU Fund (Dividend Option)	Others	1000000.000	1000000.000	Quoted	Fully paid	100.00	100.00	Yes	N.A.
265	Sundaram BNP Paribas Select Thematic Fund Energy Opportunities (Dividend Payout Option)	Others	0.000	2000000.000	Quoted	Fully paid	0.00	200.00	Yes	N.A.
266	TATA Balanced Fund (Dividend Option)	Others	260780.468	239299.639	Quoted	Fully paid	128.82	119.10	Yes	N.A.
267	TATA Equity P/E Fund (Dividend Trigger A Option)	Others	420766.973	420766.973	Quoted	Fully paid	156.99	156.99	Yes	N.A.
268	Tata Indo Global Infrastructure Fund (Dividend Option)	Others	2000000.000	2000000.000	Quoted	Fully paid	200.00	200.00	Yes	N.A.
269	Tata Infrastructure Fund (Dividend Option)	Others	345564.651	345564.651	Quoted	Fully paid	75.19	75.19	Yes	N.A.
270	UTI Banking Sector Fund (Dividend Option)	Others	463352.991	463352.991	Quoted	Fully paid	110.00	110.00	Yes	N.A.
MIP Mutual Funds										
271	Birla MIP II Wealth 25 Plan (Growth Option)	Others	0.000	565131.393	Quoted	Fully paid	0.00	100.00	Yes	N.A.
272	HDFC Monthly Income Plan Long Term (Growth option)	Others	1543989.273	825477.539	Quoted	Fully paid	400.00	200.00	Yes	N.A.
273	HDFC Monthly Income Plan Short Term (Growth option)	Others	0.000	1216982.452	Quoted	Fully paid	0.00	209.00	Yes	N.A.
274	ICICI Prudential MIP-25 (Growth Option)	Others	885896.527	509314.278	Quoted	Fully paid	200.00	99.00	Yes	N.A.
275	Reliance Monthly Income Plan (Growth option)	Others	0.000	430798.067	Quoted	Fully paid	0.00	99.75	Yes	N.A.
276	Kotak MIP (Growth)	Others	578652.676	0.000	Quoted	Fully paid	105.00	0.00	Yes	N.A.



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Gold Mutual Funds

277	Pinebridge World Gold Fund (Growth Option)	Others	0.000	670815.208	Quoted	Fully paid	0.00	101.24	Yes	N.A.
278	HDFC Gold Exchange Traded Fund	Others	0.000	1526.000	Quoted	Fully paid	0.00	27.47	Yes	N.A.
279	SBI Gold ETF (Growth option)	Others	0.000	4500.000	Quoted	Fully paid	0.00	99.33	Yes	N.A.
280	SBI Gold Fund (Growth option)	Others	2017410.340	2017410.340	Quoted	Fully paid	200.00	200.00	Yes	N.A.
281	HDFC Gold Fund	Others	915669.685	0.000	Quoted	Fully paid	99.50	0.00	Yes	N.A.
282	E-Gold	Others	901.000	0.000	Quoted	Fully paid	29.26	0.00	Yes	N.A.

Venture Funds

283	Kotak India Venture fund, Life Sciences & Biotech Fund through Kotak Mahindra Bank Ltd.	Others	16000.000	16000.000	Unquoted	Fully paid	76.96	60.83	Yes	N.A.
284	IIFL Real Estate Fund (Domestic) - Series 1	Others	100.000	0.000	Unquoted	Partly Paid	47.19	0.00	Yes	N.A.

Investments through ICICI Portfolio Management Services Ltd.

285	ICICI Venture India Advantage III, a Real Estate Fund	Others	83113.274	92662.963	Unquoted	Fully paid	83.12	92.66	Yes	N.A.
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Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)

286	HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend	Others	0	114092.643	Quoted	Fully paid	0.00	11.44	Yes	N.A.
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TOTAL

(h)	Other non-current investments (specify nature)	-	-	-	-	-	-	-	-	-
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TOTAL OTHER INVESTMENT ' B '

TOTAL INVESTMENT ' A + B '

Book Value of Quoted Investments

Book Value of Unquoted Investments

Market Value of Quoted Investments

39176.61

39570.80

38038.44

1532.36

31815.74

37918.40

38129.96

36616.38

1513.58

30534.74

Note 10 Inventories

Particulars	31-Mar-13	31-Mar-12
Equity Shares	392.89	605.66
Units of Debt Mutual Funds	0.00	42.54
Commodity	197.18	0.00
Real Estate Property	2391.19	3107.79
Total	2981.26	3755.99

Note 11 Cash and Cash Equivalents

Particulars		
a. Balances with banks*		
This includes:		
- Earmarked Balances (e.g. Unpaid dividend accounts)	25.10	20.76
- In Current Accounts	2.24	231.12
- FDR (With Maturity period less than 12 months)	0.00	250.39
b. Cash equivalent	84.74	17.62
c. Cash in hand	0.40	0.27
Total	112.48	520.16

**Note 12 Short-term Loans and Advances**

Secured Loans considered good	400.00	500.00
Unsecured Loans considered good	1280.00	880.00
Total	1680.00	1380.00

**Note 13. Other Current Assets
(Unsecured Considered Good)**

Interest Accrued	99.02	210.10
Others	126.32	41.99
Advance Taxes	286.49	287.07
Total	511.83	539.16

Note 14. Operating Income

GAIN/(LOSS) FROM TRADING OF SHARES/ SECURITIES/OTHERS		
Opening Stock	(3755.99)	(919.14)
Purchases	(940.87)	(7546.05)
Sales of Securities	2430.87	4609.38
Closing Stock	2981.26	3755.99
	715.27	(99.82)
Dividend Income	11.88	17.95
Interest Gross	11.72	23.18
Income from Stock Lending	3.59	0.00
Total	742.46	(58.69)

Note 15. Other Income

Dividend Income (Long term)	225.87	605.68
Interest Gross	554.47	417.92
Net Gain on Sale of Investments (Long term)	772.16	1064.80
Misc Receipts	0.05	0.02
Total	1552.55	2088.42

Note 16. Employee Benefits Expenses

Salary Wages and Bonus	108.15	108.07
Contribution to Group Insurance & Gratuity	0.54	2.73
Employee Welfare Exp.	1.55	2.11
Total	110.24	112.91

Includes remuneration paid to Director


Note 17. Financial Expenses

Interest To Banks		
- On Over Draft Account	8.02	3.11
- Other's	0.24	0.83
TOTAL	8.26	3.94

Note 18. Other Expenses

ADMINISTRATIVE EXPENSES (A)		
Conveyance	5.02	4.24
Rent	1.89	1.79
Fees And Taxes	0.24	0.23
Service Tax Other	0.42	0.00
Insurance	0.43	0.02
Legal And Professional Expenses	42.42	40.41
Printing And Stationery	2.12	0.43
Postage, Telegram & Internet	1.45	1.57
Miscellaneous Expenses	0.16	0.36
Directors Sitting Fees	1.60	1.60
Travelling Expenses	0.42	0.22
Entertainment Exp	0.00	0.14
Telephone Expenses	1.24	1.20
Provision On Standard Assets	0.75	3.45
Security Transaction Tax (main Unit)	4.69	3.11
Security Transaction Tax (trading Unit)	1.38	1.90
Brokerage/commission	0.00	4.34
Vehicle Fuel	0.52	0.00
Vehicle Repair	0.13	0.00
Vehicle Others	0.10	0.00
Agm Expenses	0.20	0.16
Auditors Remuneration		
Audit Fees	0.66	0.59
Tax Audit Fees	0.19	0.18
Certification Charges	0.04	0.09
Total (A)	66.07	66.03
OTHER EXPENSES (B)		
Charity & Donation	0.93	0.81
Preliminary Expenses Written Off	0.00	0.43
Previous Year Expenses	0.00	0.10
Previous Year Income Written Back	0.00	0.92
Amount Rounded Off	(0.00)	0.00
Bank Charges	0.10	0.08
Total (B)	1.03	2.34
TOTAL (A to B)	67.10	68.37


Note 19. Earning Per Share

The calculation of Earnings per Share (EPS) as disclosed in the Balance Sheet Abstract has been made in accordance with Accounting Standard (AS) - 20 on 'Earning per Share' issued by the Institute of Chartered Accountants of India.

BASIC AND DILUTED

Earning per share has been computed as under:

BASIC		
a) Profit after Taxation	1728.91	1590.26
b) Number of weighted average shares outstanding	16746167.00	16746167.00
c) Earning per share (face value Rs. 5/- per share)	10.32	9.50
DILUTED		
a) Profit after Taxation	1728.91	1590.26
b) Number of weighted average shares outstanding	16746167.00	16746167.00
c) Earning per share (face value Rs. 5/- per share)	10.32	9.50

NOTES ON FINANCIAL STATEMENTS
Note 20. Contingent Liabilities not provided for

Particulars	As at 31 March 2013 (In Lacs)	As at 31 March 2012 (In Lacs)
(i) Contingent Liabilities		
a) Claims against the company not acknowledged as debt	-	-
b) Guarantees	-	-
c) Other money for which the company is contingently liable	-	-
(ii) Commitments		
a) Estimated amount of contracts remaining to be executed on capital account (Net of Advances)	284.92	470.97
b) Uncalled liability on shares and other investments partly paid	50.00	16.13
c) Letter of Credit outstanding in favour of Suppliers of Goods (Net of Advances)	-	-
d) Other commitments (specify nature)	-	-
Total	334.92	487.10


Note 21. Related Party Disclosure

Detail of transactions entered into with related parties during the period as required by Accounting Standard 18 on 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India are as under:

Sr. No.	PARTICULARS	*ASSOCIATES		KEY MANAGEMENT PERSONNELS & THEIR RELATIVES		Total	
		Current Year (In Lacs)	Previous Year (In Lacs)	Current Year (In Lacs)	Previous Year (In Lacs)	Current Year (In Lacs)	Previous Year (In Lacs)
1	Loans Taken	0.00	1500.00	0.00	0.00	0.00	1500.00
2	Loans Given Back	0.00	1500.00	0.00	0.00	0.00	1500.00
3	Interest Paid	0.00	5.42	0.00	0.00	0.00	5.42
4	Loan Given	1005.00	400.00	0.00	0.00	1005.00	400.00
5	Loan Received Back	1005.00	415.00	0.00	0.00	1005.00	415.00
6	Director's Sitting Fee	0.00	0.00	0.35	0.25	0.35	0.25
7	Interest Received	59.48	22.64	0.00	0.00	59.48	22.64
8	Rent	1.89	1.79	0.00	0.00	1.89	1.79
9	Managerial Remuneration	0.00	0.00	60.00	65.00	60.00	65.00
10	Balance Receivable	0.00	0.00	0.00	8.37	0.00	8.37
11	Balance Payable	73.64	0.13	1.92	33.50	75.56	33.63

Note :
***Associates**

Nahar Spinning Mills Ltd., Nahar Poly Films Ltd., Nahar Industrial Enterprises Ltd., Oswal Woollen Mills Ltd., Monte Carlo Fashions Ltd., Cotton County Retail Ltd., Vanaik Spinning Mills Ltd., Abhilash Growth Fund (P) Ltd., Atam Vallabh Financers Ltd., Bermuda Insurance Brokers Pvt. Ltd., Kovalam Investments & Trading Co. Ltd. Ludhiana Holding Ltd., Monica Growth Fund (P) Ltd., Nagdevi Trading & Investments Co. Ltd., Nahar Growth Fund (P) Ltd., Neha Credit & Investments (P) Ltd., Ogden Trading & Investment Co. (P) Ltd., Palam Motels Ltd., Crown Stars Ltd., Ruchika Growth Fund (P) Ltd., Sankeshwar Holding Co. Ltd., Vanaik Investors Ltd., Vardhman Investments Ltd., J.L.Growth Fund Ltd., Jawahar Lal & Sons, Girnar Investments Ltd., HUG Foods (P) Ltd., Simran & Shanaya Co. Ltd., Sidhant & Mannat Co. Ltd.

Key Management Personnel

Sh. Jawahar Lal Oswal, Sh. Dinesh Oswal, Sh. Kamal Oswal.

Relatives of Key Management Personnel

Mrs. Abhilash Oswal, Mrs. Ruchika Oswal, Mrs. Manisha Oswal, Mrs. Ritu Oswal and Mrs. Monika Oswal.

* Associates includes the Companies in which the Key Management Personnel or their relatives have significant influence, also includes enterprises with whom no transaction has taken place during the period.


Note 22. General

- a) In the opinion of the Board, the value of Current Assets, Loans and Advances have a value in the ordinary course of business at least equal to that stated in the Balance Sheet except in case of those shown as doubtful.
- b) As per Accounting Standard 17, issued by the Institute of Chartered Accountants of India Regarding Segment Reporting, the detail is as under :-

Particulars	Investment/Financial Activity		Real Estate Activity		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Total Revenue	1615.96	2029.72	679.06	0.00	2295.01	2029.72
Results						
Segment Result (Before Tax & Interest)	1516.00	1914.80	662.98	0.00	2178.98	1914.80
Less : A. Interest Paid	8.26	3.94	0.00	0.00	8.26	3.94
B. Other Unallocable Exp.	61.80	66.60	0.00	0.00	61.80	66.60
	70.06	70.54	0.00	0.00	70.06	70.54
Profit Before Tax					2108.91	1844.26
Less : Income Tax					(380.00)	(254.00)
Profit After Tax					1728.91	1590.26
						44546.79
Capital Employed						
Assets	42190.70	40931.00	2391.19	3107.79	44581.89	44038.79
Unallocable Assets	3443.21	2385.18	0.00	0.00	3443.21	2385.18
Total Assets	45633.91	43316.18	2391.19	3107.79	48025.10	46423.97
Segment Liabilities	983.96	1019.12	73.32	0.00	1057.28	1019.12
Unallocable Liabilities	673.88	545.94	0.00	0.00	673.88	545.94
Total Liabilities	1657.84	1565.06	73.32	0.00	1731.16	1565.06
Capital Expenditure					1070.54	135.88
Depreciation					0.50	0.26

- c) The Company is liable to pay tax as per provisions of section 115JB of the Income Tax Act, 1961. In accordance with the Provisions of Section 115JAA of the said Act, the company is entitled to take credit of the tax paid under section 115JB of the said Act. However, such credit has not been recognized in the financial statements, as there is no convincing evidence available that the company will be paying tax as per normal provisions of the said act, during the period for which MAT credit can be carried forward, Hence no Deferred Tax Asset has been created.
- d) The Institute of Chartered Accountants of India has issued an Accounting Standard (AS)-28 on impairment of assets, which is mandatory for the accounting periods commencing on or after 1st April 2004. In accordance with the said standard, the Company has assessed as on date of applicability of the aforesaid Standard and as well as on Balance Sheet Date, whether there are any indications (listed in paragraph 8 to 10 of the Standards) with regards to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of accounts.



Note 23. The Employee's Gratuity fund scheme is managed by LIC. The following Table set out the funded status of the gratuity plan recognized as per the company's financial statement as at 31.03.2013.

Sr.No.	Particulars	As at 31 March 2013	As at 31 March 2012
1	Asumptions		
	Discount Rate	8%	8%
	Salary Escalation	7%	7%
	Mortality Table (LIC)	1994-96 (Ultimate)	1994-96 (Ultimate)
2	Reconciliation of Opening and Closing balances of defined benefit obligation:		
	Present value of obligations as at the beginning of the year	14.49	11.78
	Interest Cost	1.16	0.94
	Current Service Cost	1.19	0.97
	Benefit Paid	0.00	0.00
	Acturial (gain)/(Loss) on obligations	(0.53)	0.80
	Present value of obligations as at the end of the year	16.31	14.49
3	Reconciliation of Opening and Closing balances of plan assets:		
	Fair value of plan as at the beginning of year	15.86	12.90
	Returns on plan asset	1.37	1.28
	Contributions	1.50	1.69
	Benefit Paid	-	-
	Acturial (gain)/(Loss) of Plan Asset	-	-
	Fair value of plan as at the end of year	18.74	15.86
4	Reconciliation of fair value of assets and obligations:		
	Present Value of obligations as at the end of year	16.31	14.49
	Fair value of plan as at the end of year	18.74	15.86
	Net Asset/(Liability) recognized in the Balance Sheet	2.43	1.37
5	Expenses Recognized in statement of Profit & Loss		
	Current Service Cost	1.19	0.97
	Interest Cost	1.16	0.94
	Expected return on plan asset	(1.37)	(1.28)
	Net Acturial (gain)/loss recognised in the year	(0.53)	0.80
	Expenses Recognized in statement of Profit & Loss	0.45	1.43



Note 24. Disclosure of details as required by Revised Para 13 of Non Banking Financial Companies Prudential norms (Reserve Bank Directions, 2007), earlier Para 9BB of Non Banking Financial Companies Prudential norms (Reserve Bank Directions, 1998)

Particulars	Amt Outstanding 31/3/2013	Amt Overdue 31/3/2013	Amt Outstanding 31/3/2012	Amt Overdue 31/3/2012
1. Loans and advances availed by NBFC Inclusive of Interest accrued thereon but not paid	0.00	0.00	0.00	0.00
a. Debentures (Other than falling with in the meaning of public deposits)				
(i) Secured	0.00	0.00	0.00	0.00
(ii) Unsecured	0.00	0.00	0.00	0.00
b. Deferred Credits	0.00	0.00	0.00	0.00
c. Term Loans	0.00	0.00	0.00	0.00
d. Inter-Corporate Loans & Borrowings	0.00	0.00	0.00	0.00
e. Commercial Paper	0.00	0.00	0.00	0.00
f. Other Loans (Over Draft Account)	915.11	0.00	907.20	0.00
2. Break up of Loans & Advances including bills receivable other than those including in (3) below				
a. Secured	400.00	0.00	500.00	0.00
b. Unsecured	1280.00	0.00	880.00	0.00
3. Break up of Leased Assets and Stock in hire and other assets counting towards AFC activities Lease Assets including lease rentals under Sundry Debtors	As at 31.03.2013		As at 31.03.2012	
1. Financial Lease (Net of Depreciation and Lease adjustment)	0.00		0.00	
2. Operating Lease	0.00		0.00	
4. Break up of Investments				
a. Current Investments				
1. Quoted Investments				
a. Shares				
i) Equity	0.00		0.00	
ii) Preference	0.00		0.00	
b. Debentures & Bonds	0.00		0.00	
c. Units of Mutual Funds	0.00		0.00	
d. Government Securities	0.00		0.00	
e. Others (Please specify)	0.00		0.00	
2. Unquoted Investments				
a. Shares				
i) Equity	0.00		0.00	
ii) Preference	0.00		0.00	
b. Debentures & Bonds	0.00		0.00	
c. Units of Mutual Funds	0.00		0.00	
d. Government Securities	0.00		0.00	
e. Others (Please specify)	0.00		0.00	


b. Long Term Investments

1. Quoted		
- Shares	21615.16	21461.26
- Preference	0.00	6.33
- Debentures & Bonds	1499.75	300.50
- Units of Mutual Funds	14923.52	14848.30
- Government Securities	0.00	0.00
Total	38038.43	36616.39
2. Unquoted		
- Shares	678.23	706.65
- Preference	194.92	12.28
- Debentures & Bonds	451.96	641.15
- Units of Mutual Funds	207.26	153.49
- GOI Securities	0.00	0.00
- Other (Please specify)	0.00	0.00
Total	1532.37	1513.57
Grand Total	39570.80	38129.96

5. Borrower group-wise classification of assets financed as in (2) and (3) above

Particulars	Amount Net of Provisions				Total	
	Secured		Unsecured		Total	
	31.03.13	31.03.12	31.03.13	31.03.12	31.3.13	31.3.12
1) Related Parties						
a) Subsidiaries	0.00	0.00	0.00	0.00	0.00	0.00
b) Companies in the Same Group	0.00	0.00	0.00	0.00	0.00	0.00
c) Other related parties	0.00	0.00	0.00	0.00	0.00	0.00
2) Other than related Parties	400.00	500.00	1280.00	880.00	1680.00	1380.00
Total	400.00	500.00	1280.00	880.00	1680.00	1380.00

6. Investor group wise classification of all investments (current & long term) in shares & securities both quoted and unquoted excluding Stock-in-Trade

Particulars	Market Value or Fair Value of NAV		Book Value (Net of Provisions)	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1) Related Parties				
a) Subsidiaries	0.00	0.00	0.00	0.00
b) Companies in the Same Group	12354.54	10729.83	19032.37	19032.37
c) Other related parties	0.00	0.00	0.00	0.00
2) Other than related Parties	20993.57	21318.49	20538.43	19097.59
Total	33348.11	32048.32	39570.80	38129.96

7. Other Information

Particulars	Amount as on 31.03.2013	Amount as on 31.03.2012
a) Gross Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties	0.00	0.00
b) Net Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties	0.00	0.00
c) Assets acquired in satisfaction of debt	0.00	0.00


Note 25. Disclosure of details as required by Para 5 of Reserve Bank of India Circular No. RBI 2008-09/116 DNBS (PD) CC.No.125/03.05.002/2008-09

I. Capital to Risk Asset Ratio ("CRAR")		(Rs. In Lacs)	
Items	31.03.2013	31.03.2012	
i) CRAR (%)	96.01	97.56	
ii) CRAR - Tier I Capital (%)	96.00	97.55	
iii) CRAR - Tier II Capital (%)	0.01	0.01	
II. Exposure to Real Estate Category			
a) Direct Exposure			
i) Residential Mortgage	0.00	-	
ii) Commercial Real Estate	0.00	-	
iii) Investments in Mortgage Backed securities (MBS) and other securitised exposures (Investments in Equity and Debentures through HDFC Real Estate Portfolio, ICICI Prudential India Advantage Fund and IIFL Real Estate Fund (Domestic Series 1)	0.00	-	
a) Residential	534.89	647.87	
b) Commercial Real Estate	112.23	171.03	
b) Indirect Exposure			
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	0.00	0.00	

III. Maturity Pattern of asset and liabilities (At Book Values)

	1 day to 30/31days	Over 1 to 2 months	Over 2 to 3 months	Over 3 to 6 months	Over 6 months to 1 Year	Over 1 year to 3 Years	Over 3 years to 5 Years	Over 5 years	Total
Liabilities									
Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
from Banks	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Market Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assets									
Advance	0.00	0.00	0.00	0.00	1680.00	0.00	0.00	0.00	1680.00
Investments	2500.00	700.00	900.00	200.00	625.50	8915.14	400.00	25330.16	39570.80

Note 26. Stock in Trade

	Amount as on 31.03.2013	Amount as on 31.03.2012
Equity Shares	234.75	149.38
Investment in Equity Shares through HSBC Asset Management India P. Ltd.	0.00	240.40
Investment in Debt Funds through HSBC Asset Management India P. Ltd.	0.00	9.46
Investment in Equity Shares through Barclays Wealth Asset Management (India) Pvt. Ltd.	158.14	165.16
Investment in Debt Funds through Barclays Wealth Asset Management (India) Pvt. Ltd.	0.00	8.77
Investment in Equity Shares through Morgan Stanley India Financial Services Pvt. Ltd.	0.00	50.72
Investment in Debt Funds through Morgan Stanley India Financial Services Pvt. Limited	0.00	24.31
Investment in Real Estate Property	2391.19	3107.79
Investment in Commodity	197.18	0.00
	2981.26	3755.99


Note 27. Particulars in respect of Opening Stock, Purchase, Sales & Closing Stock in Trade.

	Value 31.03.2013	Value 31.03.2012
OPENING STOCK		
Equity Shares	605.66	793.09
Commodity	0.00	0.00
Units of Debt Mutual Funds	42.54	126.05
Real Estate Property	3107.79	0.00
Total	3755.99	919.14
PURCHASES/TRANSFERS		
Equity Shares	520.22	762.04
Commodity	204.88	0.00
Units of Debt Mutual Funds	131.42	3676.22
Real Estate Purchased	84.35	3107.79
Total	940.87	7546.05
SALES/TRANSFERS		
Equity Shares	769.54	848.96
Commodity	7.44	0.00
Units of Debt Mutual Funds	173.90	3760.42
Real Estate Sale	705.28	0.00
Total	1656.15	4609.38
CLOSING STOCK		
Equity Shares	392.89	605.66
Commodity	197.18	42.54
Units of Debt Mutual Funds	0.00	0.00
Real Estate Property	2391.19	3107.79
Total	2981.26	3755.99

Note 28. Impact of prior period items on Profits is as under:

	Current Year 31.03.2013	Previous Year 31.03.2012
Pre-Tax Profit after adjustment of prior period items	2108.91	1844.26
Add: Prior period expenses	0.00	0.00
Less: Prior period expenses written back	0.00	0.10
Less: Previous Year Income	0.00	0.92
Net Profit before prior period items	2108.91	1843.24

Note 29.

The previous year figures has been regrouped / reclassified to confirm the current year classification.

As per our Report of even date annexed
For **GUPTA VIGG & COMPANY**
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2013

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

J.L. OSWAL
Chairman


**CASH FLOW STATEMENT FOR THE YEAR FROM 1ST APRIL, 2012 TO
31ST MARCH, 2013 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT**

	Current Year (₹ in Lacs) 01.04.2012 to 31.03.2013		Previous Year (₹ in Lacs) 01.04.2011 to 31.03.2012	
A CASH FLOW FROM THE OPERATING ACTIVITIES				
Net Profit before Tax and Extrordinary items		2108.91		141085862.55
Adjustments for:				
Provision for Standard Assets	0.75		3.45	
Depreciation	0.50		0.26	
Preliminary Expenses written off	0.00		0.43	
Interest Paid	8.02		3.11	
Profit/Loss on Sale of Investments	-772.16		-1064.81	
Interest Received	-566.19		-441.11	
Dividend/UTI Income	-237.75		-623.62	
Misc Income	-0.05		-0.02	
Income From Stock Lending	-3.59		0.00	
(Increase)/Decrease in Loans and Advances	-97.31		-138.98	
(Increase)/Decrease in Stock in Trade	774.73		-2836.85	
Increase/(Decrease) in Current Liabilities	37.41		950.00	
Direct Taxes Paid	-253.42	-1109.05	-285.34	-4433.45
		999.85		-2589.19
B CASH FLOW FROM THE INVESTING ACTIVITIES				
Purchase of Fixed Assets	-11.91		-0.44	
Capital Work in Progress	-1058.63		-135.44	
Interest Paid	-8.02		-3.11	
Profit/Loss on Sale of Investments	772.16		1064.81	
Interest Received	355.05		113.55	
Dividend/UTI Income	237.76		623.62	
Misc Income	0.05		0.02	
Income From Stock Lending	3.59		0.00	
Purchase of Investments	-17779.67		-21100.21	
Sale of Investments	16338.82	-1150.79	22003.11	2565.90
C CASH FLOW FROM FINANCING ACTIVIES				
Loans Given	-1555.94		-1380.00	
Loans Given Received Back	1380.00		1015.00	
Interest Received from loan	211.14		327.56	
Dividend including Dividend				
Distribution Tax Paid	-291.94	-256.74	-291.94	-329.38
Net Increase/Decrease in Cash and Cash Equivalent		-407.68		-352.67
Opening Cash and Cash Equivalent		520.16		872.84
Closing Cash and Cash Equivalent		112.48		520.16

Note : The previous year figures have been regrouped/ reclassified, wherever necessary to conform to the current year presentation.

As per our Report of even date annexed
For GUPTA VIGG & COMPANY
Chartered Accountants
FRN 001393N

FOR AND ON BEHALF OF THE BOARD

Place : LUDHIANA
Date : 30.05.2013

VINOD KUMAR KHANNA
Partner
M.No. 81585

HANS RAJ KAPOOR
General Manager

DINESH OSWAL
Managing Director

J.L. OSWAL
Chairman



Nahar Capital and Financial Services Ltd.

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

PROXY FORM

I/We.....
ofbeing a member/members of
NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED hereby appoint.....
of failing him/her.....
of.....
as my/our proxy(s) to attend and vote for me/us and on my/our behalf at the 8th Annual General Meeting of the Company to be held on
Monday, 30th September, 2013 at 11.15 a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana and
at any adjournment thereof.

As witness my/our hand(s) this.....day of.....2013.
(Date) (Month)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

Signature

Affix
Revenue
Stamp of
Rs. 1/-

Note :

The proxy(s) in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the
time for holding the aforesaid meeting. The proxy need not be a member of the Company.

CUT HERE



Nahar Capital and Financial Services Ltd.

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

ATTENDANCE SLIP

(Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall)

I hereby record my presence at the 7th Annual General Meeting of the Company to be held on Monday, 30th September, 2013 at 11.15
a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana.

FULL NAME OF THE MEMBER (IN BLOCK LETTERS)

Name of the Proxy.....

(To be filled in if the Proxy Form has been duly deposited with the Company)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

Member/Proxy's Signature*

(to be signed at the time of handing over this slip)

No of Shares Held.....

*Strike out whichever is not applicable

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