



6th Annual Report

2011

The Nahar Group

Nahar Capital and Financial Services Ltd.



Nahar Capital and Financial Services Ltd.

BOARD OF DIRECTORS

Sh. Jawahar Lal Oswal

Sh. Dinesh Oswal

Sh. Kamal Oswal

Sh. Dinesh Gogna

Dr. (Mrs.) H.K. Bal

Dr. Om Parkash Sahni

Prof. Kanwar Sain Maini

Sh. Satish Kumar Sharma

Dr. Suresh Kumar Singla

Dr. Yash Paul Sachdeva

Chairman

Managing Director

Director

Director

Director

Director

Director

Director

Director

Additional Director

PRINCIPAL OFFICERS

Sh. Hans Raj Kapoor

Mrs. Anjali Modgil

General Manager

Company Secretary

REGISTERED OFFICE

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

BANKERS

Punjab National Bank
HDFC Bank Limited
State Bank of Patiala

AUDITORS

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

6TH ANNUAL GENERAL MEETING

Day : Tuesday

Date : 20th September, 2011

Time : 11.00 A.M.

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

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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 gredressalncfsl@owmnahar.com.

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

**NOTICE**

Notice is hereby given that the **Sixth Annual General Meeting** of the Members of **Nahar Capital and Financial Services Limited** will be held on **Tuesday, the 20th day of September, 2011 at 11:00 a.m.** at the premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana to transact the following businesses:

ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2011, the Profit and Loss account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares.
3. To appoint a Director in place of Dr. Suresh Kumar Singla, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Dr. (Mrs.) Harbhajan Kaur Bal, who retires by rotation and being eligible, offers herself for re-appointment.
5. To appoint a Director in place of Prof. Kanwar Sain Maini, who retires by rotation and being eligible, offers himself 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 if thought fit, to pass, with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to the provisions 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. Yash Paul Sachdeva, who was appointed as an Additional Director of the Company w.e.f. 30th May, 2011 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."

8. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Section 198, 269, 309 and 310 and other applicable provisions of the Companies Act, 1956, read with and in accordance with the conditions specified in Schedule XIII (including any statutory modification or re-enactment thereof, for the time being in force), consent and approval of the Company be and is hereby accorded for the re-appointment of Sh. Dinesh Oswal, as Managing Director of the Company, for a period of 5 years w.e.f. 1st January, 2012 on the remuneration and perquisites set out below:

- A. Salary: Rs. 1000000/- per month.
- B. Perquisites: Following perquisites shall be allowed in addition to salary:
 1. **Medical Reimbursement:** Reimbursement of expenses incurred for self and family subject to a ceiling of one month's salary in a year.
 2. **Leave Travel Concession:** Leave Travel Concession for self and family once in a year incurred by him.
 3. **Club Fees:** Fees of clubs subject to a maximum of two clubs. No admission and life membership fees will be paid.
 4. **Personal Accident Insurance:** Personal Accident Insurance of an amount, the annual premium of which shall not exceed Rs. 4000/-.
 5. **Provident Fund and Super-annuation Fund:** Contribution to Provident Fund, Super-annuation Fund or Annuity Fund in accordance with the rules specified by the Company.
 6. **Gratuity:** Gratuity payable shall not exceed half month's salary for each completed year of service.
 7. **Leave Encashment:** Encashment of leave at the end of the tenure, as per rules of the Company.
 8. **Car and Telephone:** Free use of Company's car for official work and telephone at residence.

(Note: For the purpose of perquisites stated herein above, family means the spouse, the dependent children and dependent parents of the appointee.)"

"RESOLVED FURTHER THAT wherein any financial year, the Company has no profits or its profits are inadequate, the Company may pay Sh. Dinesh Oswal, remuneration by way of salary not exceeding the limits, specified under Section II of the Part II of Schedule XIII of the Companies Act, 1956."



"RESOLVED FURTHER THAT the Board of Directors of the Company, be and are hereby authorized to take all such steps as may be deemed necessary to give effect to the above resolution."

9. To consider and if thought fit, to pass, with or without modification(s), the following resolution as a **SPECIAL RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Section 149(2A) and other applicable provisions, if any, of the Companies Act, 1956, consent and approval of the Company, be and is hereby accorded for commencing and undertaking the Real Estate Business as enumerated in sub clause 22 (a & b) of the Object Clause of the Memorandum of Association of the Company, namely:

22. a) To purchase, sell, develop, take in exchange, or on lease, hire or otherwise acquire, whether for investment or sale or working the same, any real or personal estate, including land mines, houses, cottages, shops, deposits and ware-houses, in consideration for a gross sum or rent or partly in one way and partly in the other or for any other consideration.
- b) To carry on the business as proprietors of flats and buildings and to let on lease or otherwise apartments therein and to provide for the convenience commonly provided in flats, suites and residential quarters."

BY ORDER OF THE BOARD

PLACE : LUDHIANA
DATED: 30th July, 2011

ANJALI MODGIL
(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 to 9 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 10th September, 2011 to 20th September, 2011 (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 20th September, 2011 or Register of Beneficial Owners, maintained by the Depositories at the close of 9th September, 2011.
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 9th September, 2011.
7. 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 referred to in the accompanying Explanatory Statement 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 appointed/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:

I. Name	:	Dr. Suresh Kumar Singla
Age	:	62 Years
Qualification	:	M.A. (Economics & Statistics) & Ph. D in Statistics
Expertise	:	Having more than 32 years of experience 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. Oswal Woollen Mills Ltd.	Audit Committee Shareholders Grievance Committee	Chairman Member
2. Nahar Poly Films Ltd.	Audit Committee	Chairman
3. Nahar Spinning Mills Ltd.	-	-
4. Metro Tyres Limited	Audit Committee	Member

II Name : **Dr. (Mrs.) Harbhajan Kaur Bal**
Age : 72 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:

Names of the Company	Committee	Status
1. Nahar Spinning Mills Ltd	Share Holders Grievance Committee	Chairman
2. Nahar Poly Films Ltd.	Share Holders Grievance Committee	Chairman
3. Oswal Woollen Mills Ltd.	-	-
4. Nahar Industrial Enterprises Ltd.	Audit Committee	Member
5. Sportking India Ltd.	Audit Committee	Member

III. Name : **Prof. Kanwar Sain Maini**
Age : 72 Years
Qualification : M. Com.
Expertise : Having more than 33 years of experience in teaching Commerce, Management and Administration

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

Names of the Company	Committee	Status
1. Nahar Industrial Enterprises Ltd.	Share Holders Grievance Committee	Member
2. Oswal Woollen Mills Ltd.	Audit Committee	Member
3. Nahar Spinning Mills Ltd.	Audit Committee	Chairman
4. Nahar Poly Films Ltd.	-	-

IV. Name : **Dr. Yash Paul Sachdeva**
Age : 49 Years
Qualification : MBA, Ph.D
Expertise : Having more than 29 years of experience in teaching Business Management and Administration

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

Names of the Company	Committee	Status
1. Nahar Industrial Enterprises Ltd.	-	-
2. Nahar Poly Films Ltd.	-	-
3. Cotton County Retail Ltd.	Audit Committee	Member
4. Oswal Spinning & Weaving Mills Ltd.	-	-

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**ITEM NO. 7**

The Board of Directors at their meeting held on 30th May, 2011 appointed Dr. Yash Paul Sachdeva, as an Additional Director of the Company, pursuant to the provisions of Section 260 of the Companies Act, 1956 and Article 108 of the Articles of Association of the Company. Dr. Yash Paul Sachdeva 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 alongwith requisite deposit signifying his intention to propose the appointment of Dr. Yash Paul Sachdeva as Director liable to retire by rotation. Dr. Yash Paul Sachdeva is not disqualified from being appointed as Director in terms of Section 274(1)(g) of the Companies Act, 1956 and has obtained Director Identification Number in terms of Section 266(A) of the said Act. The Company has also received consent in writing from Dr. Yash Paul Sachdeva to act as a Director of the Company, if appointed.

Dr. Yash Paul Sachdeva is 49 years of age. He is MBA, Ph. D (Business Administration) and is having more than 29 years of teaching experience in the field of Business Management. Presently he is the Professor in the Business Management Department of Punjab Agricultural University, Ludhiana.

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.

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

Name of the Company	Committee	Status
1. Nahar Industrial Enterprises Ltd.	---	---
2. Nahar Poly Films Ltd.	---	---
3. Cotton County Retail Ltd.	Audit Committee	Member
4. Oswal Spinning & Weaving Mills Ltd.	---	---

The Board recommend the resolution for your approval.

None of the Director except Dr. Yash Paul Sachdeva may be deemed to be concerned or interested in the resolution.

ITEM NO. 8

Sh. Dinesh Oswal was appointed as Managing Director of the Company on 29th December, 2007 for a period of 5 years. His period of office shall expire on 31st December, 2011. Sh. Dinesh Oswal is 46 years of age. He is a commerce graduate and is having more than 26 years of experience in Textile & Finance Industry. The Board, keeping in view the overall growth of the Company under his able and dynamic leadership, has decided (subject to the approval of shareholders), to re-appoint him as Managing Director for a further period of 5 years commencing from 1st January, 2012. Sh. Dinesh Oswal, is eligible for re-appointment as Managing Director and his remuneration and perquisites as set out in the resolution are in accordance with the provisions of Schedule XIII of the Companies Act, 1956.

Sh. Dinesh Oswal is having Directorship/ Membership in the Committees of the Board in following Companies:

Name of the Company	Committee	Status
1. Nahar Spinning Mills Ltd.	---	---
2. Nahar Poly Films Limited	---	---
3. Nahar Industrial Enterprises Ltd.	---	---
4. Nahar Industrial Infrastructure Corp. Ltd.	---	---
5. Oswal Wollen Mills Limited	---	---
6. Sankheshwar Holding Co. Ltd.	---	---
7. Palam Motels Limited	---	---
8. Atam Vallabh Financiers Ltd.	---	---

9. Ludhiana Holding Ltd.	---	---
10. Vardhman Investments Ltd.	---	---
11. Vanaik Investors Ltd.	---	---
12. J L Growth Fund Ltd.	---	---
13. Monte Carlo Fashion Ltd.	---	---
14. Cotton County Retail Ltd.	---	---
15. Crown Star Ltd. (UK)	---	---
16. Abhilash Growth Fund Pvt. Ltd.	---	---

Your Directors recommend the resolution for your approval.

Sh. Dinesh Oswal is deemed to be concerned and interested in the Resolution. Further Sh. Jawahar Lal Oswal and Sh. Kamal Oswal being relatives of Sh. Dinesh Oswal may also be deemed to be concerned or interested in the said Resolution.

The Resolution as given in the Notice may also be treated as an abstract of the terms of contract of appointment under the provision of Section 302 of the Companies Act, 1956.

The terms and conditions of appointment as set out in the draft agreement to be entered into between the Company and Sh. Dinesh Oswal, is available for inspection at the Registered Office of the Company.

ITEM NO. 9

The Board of your Company has been considering proposals for diversifying the activities into new line of business. They are of the opinion that Real Estate business offer good business opportunities. Accordingly, the Board decided to bring sub clause 22 (a & b) of Clause - III-C of the "Other Object" to the "Main Object" of Memorandum of Association of the Company.

As per Section 149(2A) of the Companies Act, 1956, the Members of the Company should approve, by a Special Resolution, the commencement of new business by the Company which is not germane to the business which it was carrying on as on that date. Hence your Directors propose and recommend the Special Resolution for your approval.

None of the Directors of the Company is anyway concerned or interested in the said Resolution.

BY ORDER OF THE BOARD**PLACE : LUDHIANA
DATED: 30th July, 2011****ANJALI MODGIL
(COMPANY SECRETARY)**



Directors Report

Dear Members,

Your Directors have immense pleasure in presenting the **SIXTH ANNUAL REPORT** on the affairs of the Company for the year ended 31st March, 2011.

FINANCIAL PERFORMANCE

Your Company's Financial Performance during the year is summarised below:

	(Rs. In lacs)	
Particulars	Current Year	Previous Year
Profit before Tax	1765.21	2299.58
Add : Adjustment of Income Tax of Earlier Years	-17.32	1.24
Less: Provision for Taxation	245.00	330.00
Profit after Tax	1502.88	1970.82
Surplus of last year brought forward	282.91	0.00
Profit for appropriation	1785.79	1970.82
APPROPRIATION		
Proposed Dividend	251.19	251.19
Tax on Distributed Profits	40.75	41.72
Statutory Reserve Fund	301.00	395.00
Transfer to General Reserve	900.00	1000.00
Surplus carried to Balance Sheet	292.85	282.91
	1785.79	1970.82

SEGMENT REPORTING

The disclosure requirement of Accounting Standard -17 (AS-17), issued by the Institute of Chartered Accountant of India (ICAI) are not applicable to the Company as the main business activities of Company falls under single segment namely 'Investment Activities' which comprise of (i) Investment Portfolio consisting of securities held as Capital Assets and (ii) Trading Portfolio consisting of securities held as stock in trade.

FINANCIAL REVIEW

The Company's performance was reasonable during the year under review. It earned operating/other income of Rs. 1972.72 Lacs in current year as against Rs. 2505.11 Lacs in previous year. Because of adverse capital markets and also due to rising interest rate scenario, the profitability of the Company was affected. Accordingly, the Company could earn pre-tax profits of Rs. 1765.21 Lacs as against Rs. 2299.59 Lacs in previous year. After providing tax of Rs. 245.00 Lacs and adjustment of Income Tax of earlier years, the Company earned a Net Profit of Rs. 1502.88 Lacs.

After appropriations of profits as detailed herein above, an amount of Rs. 900 Lacs transferred to Company's General Reserve thereby increasing the Reserve to Rs. 27624.62 Lacs as on March 31, 2011.

DIVIDEND

Your Directors are pleased to recommend a dividend @ 30% i.e. Rs.1.50/- per Equity Share of Rs. 5/- each for the year 2010-11

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 20th September, 2011 or Register of Beneficial Owners, maintained by the Depositories as at the close of 9th September, 2011.

DIRECTORS

Sh. Amarjeet Singh, who was a Director of the Company since 2007, left for heavenly abode on 30th May, 2011. To fill the vacancy caused by death of Sh. Amarjeet Singh, Dr. Yash Paul Sachdeva was appointed as an Additional Director on 30th May, 2011 to hold office upto the ensuing Annual General Meeting. 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, Dr. Suresh Kumar Singla, Dr. (Mrs.) Harbhajan Kaur Bal and Prof. Kanwar Sain Maini will be retiring by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

The period of office of Sh. Dinesh Oswal as Managing Director shall be expiring on 31st December, 2011. As per the recommendations of Remuneration Committee, the Board has approved the re-appointment (subject to the approval of shareholders) as Managing Director for a further period of 5 years commencing from 1st January, 2012. The resolution for his re-appointment has been proposed for your necessary approval in the accompanying Notice of the Annual General Meeting.

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.

NEW LINE OF BUSINESS

Your management is proposing to diversify Company's activities into new line of business. Having regard to good business opportunities in Real Estate, your management is proposing to bring the proposed business of Real Estate as stated under sub clause 22 (a & b) of Clause - III-C of the "Other Objects" to the "Main Objects" of the Memorandum of Association of the Company.



The Special Resolution is being proposed (for your necessary approval) in the accompanying Notice of the Annual General Meeting.

OPEN OFFER

During the year, M/s. Oswal Woollen Mills Limited, Group Company, made an Open Offer under the provisions of Regulation 11(2A) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeover) Regulations, 1997 and subsequent amendments thereto for the acquisition of 20,41,813 fully paid up equity shares of Rs.5 each of the Company representing 12.19% of the total paid up equity share capital. M/s. Oswal Woollen Mills Limited, acquired 12,63,693 equity shares representing 7.54% of the total paid up equity share capital of the Company under the said Open Offer. The required disclosure/compliances have already been made to the SEBI as well as Stock Exchanges in this regard.

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 terms debt instruments 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 environment 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., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai.
2. The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No.C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai.

The Company has paid listing fee to both the Stock Exchanges for the financial year 2011-2012.

DEMATERIALIZATION OF SECURITIES

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, 2011, 96.44% 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 Limited
(Unit Nahar Capital and Financial Services Ltd)
Alankit House
2E/21, Jhandewalan Extension
New Delhi - 110 055
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 Company Secretary at the Registered Office of the Company.

AUDIT COMMITTEE

Pursuant to Section 292A(1) of the Companies Act, 1956, the Company constituted an Audit Committee consisting of three Non Executive Directors under the chairmanship of Prof. K.S. Maini, Sh. Amarjeet Singh and Sh. S.K. Sharma as members. With the sad demise of Sh. Amarjeet Singh, Dr. O.P. Sahni has been appointed as member of Audit Committee as on 30th May, 2011. 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 are 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, economic risk, competition risk, interest rate volatility and economic cycle.

To monitor and manage the risk associated with the investment business, the Company has constituted the Risk Management Committee pursuant to the RBI Circular No. DNBS (PD) CC No. 156 / 03.10.001 / 2009-10 dated July 1, 2009. The Committee consisted of three non-executive directors under the chairmanship of Prof. K.S. Maini, Sh. Dinesh Gogna and Dr. O.P. Sahni as members. The Committee met five 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 the 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

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.

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 thereunder. 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 EARNINGS 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.

**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, 2011.

S. N.	NAME OF EMPLOYEE	DESIGNATION	REMUNERATION (IN RS. LAC)	NATURE OF EMPLOYMENT	NATURE OF DUTIES	QUALIFICATION	AGE (YEAR)	EXPERIENCE (YEARS)	DATE OF EMPLOYMENT	PARTICULARS OF LAST EMPLOYMENT	% OF EQUITY CAPITAL HELD
1.	Sh. Dinesh Oswal	Managing Director	92.00	Contractual	Overall Company's administration	B.Com.	46	26	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, 2011

JAWAHAR LAL OSWAL
(CHAIRMAN)



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 maximisation 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 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. Yash Paul Sachdeva as an Additional Director of the Company on 30th May, 2011 in place of Sh. Amarjeet Singh, who left for heavenly

abode on 30th May, 2011. Dr. Yash Paul Sachdeva 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. O.P. Sahni, 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 29th May, 2010, 28th July, 2010, 28th October, 2010 and 25th January, 2011, during the financial year 2010-11 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 director 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 2010-11. Attendance record of directors in the Board meetings and the Annual General Meeting for the year 2010-2011 is 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 Director	Category of Directors	No. of other Directorship (excluding private companies)	No. of Committee membership		No. of Board Meeting attended	Annual General Meeting Attendance (held on 30.09.2010)	No. of Shares held
			Member	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	1	4	YES	NIL
Dr.(Mrs.) H.K. Bal	Non Executive Independent	5	2	2	4	NO	NIL
Mr. Amarjeet Singh**	Non Executive Independent	10	4	4	4	YES	NIL
Mr. S.K. Sharma	Non Executive	2	3	--	4	YES	NIL
Dr. O.P. Sahni	Non Executive Independent	5	8	2	3	YES	NIL
Prof. K.S.Maini	Non Executive Independent	4	2	2	4	YES	NIL
Dr. S.K. Singla	Non Executive Independent	4	3	2	4	YES	NIL
Dr. Yash Paul Sachdeva*	Non Executive Independent	4	1	--	--	--	NIL

*Dr. Yash Paul Sachdeva was appointed as Additional Director by the Board on 30.05.2011

**The office of Director held by Sh. Amarjeet Singh stand vacated because of his death on 30.05.2011.

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.in/ncfs.
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 consisted of three Non Executive Directors under the chairmanship of Prof. K.S. Maini, Sh. Amarjeet Singh and Sh. S.K. Sharma as members of the Committee. Because of sad demise of Sh. Amarjeet Singh on 30th May, 2011, Dr. O.P. Sahni has been appointed as member of Audit Committee on the same date. Prof. K.S. Maini is M.Com and also having requisite expertise in Financial and Accounting matters. Dr. O.P. Sahni is M. Sc., Ph.D. and is having requisite experience in the matters of Finance and Business Administration. Likewise, Sh. S.K. Sharma is a MBA and is also having requisite experience in Financial and Accounting matters. Mrs. Anjali Modgil is the Secretary of the Committee. 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 2010-11, the Committee met four times i.e. on 29th May, 2010, 28th July, 2010, 28th October, 2010 and 25th January, 2011 and at these meet-

ings, the quarterly un-audited financial results as well as the financial statement during the year ended 31st March, 2010 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 the Member	No. of meetings held Upto 31.03.2011	No. of meetings attended
Prof. K.S. Maini	4	4
Sh. Amarjeet Singh*	4	4
Sh. S.K. Sharma	4	4

* Ceased to be a member of the Committee because of his death on 30.05.2011.

Prof. K.S. Maini, Chairman of the Audit Committee, attended the last Annual General Meeting of the Company held on 30th September, 2010 and replied the queries raised at the Annual General Meeting.

III. REMUNERATION COMMITTEE

The Company has constituted a Remuneration Committee comprising Sh. 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 29.05.2010 for the year under review. The attendance record of the meeting held is as follows:

Name of the Member	No. of meetings held Upto 31.03.2011	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, 2011 is as under:

Name of the Director	Salary (Rs.)	Sitting Fee(Rs.)
Sh. Jawahar Lal Oswal		15,000.00
Sh. Kamal Oswal		20,000.00
Sh. Dinesh Oswal	92,00,000.00	-



Sh. Dinesh Gogna	20,000.00
Sh. Satish Kumar Sharma	20,000.00
Late. Sh. Amarjeet Singh	20,000.00
Dr. (Mrs.) H.K. Bal	20,000.00
Dr. O.P. Sahni	15,000.00
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. 92,00,000 only has been paid as remuneration including perquisites for the year 2010-11 to Sh. Dinesh Oswal, Managing Director of the Company.

IV. INVESTORS GRIEVANCES COMMITTEE

The Company is having Shareholders'/Investors' Grievance Committee to look into the redressal of investors' complaints on various issues such as transfer of shares, non receipts of share certificates/dividend, demat problems etc. The Committee consisted of three Non Executive Directors under the Chairmanship of Sh. Amarjeet Singh, Sh. S.K. Sharma and Dr. O.P. Sahni as members of the Committee. With the sad demise of Sh. Amarjeet Singh, the Board in its meeting held on 30.05.2011 appointed Dr. O.P. Sahni as Chairman and member of the Committee. Mrs. Anjali Modgil, Company Secretary, is the Compliance Officer of the Company. The Committee met four times for the financial year 2010-11 i.e. 30th June, 2010, 30th September 2010, 31st December 2010 and 31st March 2011. The attendance record of the meetings held is as under:

Name of the Member	No. of meetings held Upto 31.03.2011	No. of meetings attended
Sh. Amarjeet Singh*	4	4
Sh. S.K. Sharma	4	4
Sh. O.P. Sahni	4	4

*Ceased to be a member of the Committee because of his death on 30.05.2011.

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 receipt of the correspondence/grievances. The details regarding the same are as under:

No. of complaints received during the Period* : 9
 No. of complaints resolved during the Period* : 9
 No. of complaints pending as on 31st March, 2011 : NIL

The Company has also received some request/complaint from shareholders regarding non receipt of divi-

dend/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. During the period, the Company has not received any complaint through Stock Exchange/SEBI.

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. *Mrs. Anjali Modgil, Company Secretary of the Company, was appointed as member of the Committee on 1st March, 2011. 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 1st April, 2010 to 31st March, 2011 i.e. 30th April, 2010, 31st May, 2010, 30th June, 2010, 31st July, 2010, 31st August, 2010, 30th September, 2010, 30th October, 2010, 30th November, 2010, 31st December, 2010, 31st January, 2011, 28th February, 2011 and 31st March, 2011 and the attendance of the members is as follows:-

Name of the Member	No. of meetings held Upto 31.03.2011	No. of meetings attended
Sh. Dinesh Oswal	12	12
Sh. Dinesh Gogna	12	12
Sh. K.S. Maini	12	12
Mrs. Anjali Modgil*	12	1

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
2007-2008	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	29.11.2008	10.00 A.M.
2008-2009	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2009	11.00 A.M.
2009-2010	Premises of Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2010	11.00 A.M.

**(II) Special Resolutions passed in the previous three Annual General Meetings:****2007-2008**

No Special Resolution was passed.

2008-2009

No Special Resolution was passed.

2009-2010

No Special Resolution was passed.

(iii) Special Resolution passed last year through postal ballot.

No Special resolution was passed during the financial year ended 31.03.2011 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.5 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 Desh Sewak in vernacular. Our quarterly, Half yearly and Annual results are also displayed on the website of the Company i.e. www.ownahar.in/ncfs/. 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.

VIII. GENERAL SHAREHOLDERS INFORMATION

1. **Annual General Meeting** : 20th September, 2011
Date, Day, Time and Venue: Tuesday, 11.00 A.M.
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 to 31st March
3. **Date of Book Closure** : 10.09.2011 to 20.09.2011 (Both days inclusive)
4. **Dividend Payment**
 - (a) **Payment date** : Before 10th October, 2011
 - (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", Bandra-Kurla Complex, Bandra (East) Mumbai.
The Bombay Stock Exchange Limited (BSE), 1st Floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, Fort, Mumbai - 400 001.
The listing fees payable to BSE and NSE for 2011-12 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 and : INE049I01012**
CDSL for Equity Shares



The Annual Custodian Fees for the financial year 2011-12 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. gredressalncfsl@owmnahtar.com

9. Compliance Officer

Mrs. Anjali Modgil, Company Secretary is the Compliance Officer of the Company.

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, 2010 to March, 2011 are as follows:

Month	Bombay Stock Exchange		National Stock Exchange	
	High	Low	High	Low
April, 2010	82.25	72.35	82.20	72.95
May, 2010	90.70	73.55	90.90	72.25
June, 2010	83.00	73.55	82.95	74.25
July, 2010	91.95	75.80	91.80	75.30
August, 2010	109.90	82.10	109.95	81.00
Sept, 2010	128.80	100.05	129.40	100.55
October, 2010	120.00	107.00	125.00	106.00
Nov, 2010	120.50	83.00	117.60	80.00
Dec, 2010	98.50	75.65	104.00	74.00
January, 2011	91.25	73.00	92.80	71.55
February, 2011	85.00	61.00	76.45	60.20
March, 2011	77.00	64.05	77.00	64.05

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 TO BROAD BASED INDICES SUCH AS BSE SENSEX:

The Company's equity shares are listed at BSE and NSE. Accordingly, comparison between Nahar Capital and Financial Services Limited closing price variation and BSE Sensex in percentage from April, 2010 to March, 2011 is as under:

Financial Year 2009-10	Share Prices of Nahar Capital and Financial Services Limited				BSE Sensex			
	Highest (Rs.)	Lowest (Rs)	Closing (Rs)	%age change over last month's closing	Highest	Lowest	Closing	%age change over last month's closing
April, 2010	82.25	72.35	77.10	5.18	18,047.86	17,276.80	17,558.71	0.18
May, 2010	90.70	73.55	76.70	-0.52	17,536.86	15,960.15	16,944.63	-3.50

June, 2010	83.00	73.55	76.15	-0.72	17,919.62	16,318.39	17,700.90	4.46
July, 2010	91.95	75.80	82.00	7.68	18,237.56	17,395.58	17,868.29	0.95
August, 2010	109.90	82.10	106.35	29.70	18,475.27	17,819.99	17,971.12	0.58
September, 2010	128.80	100.05	116.40	9.45	20,267.98	18,027.12	20,069.12	11.67
October, 2010	120.00	107.00	109.45	-5.97	20,854.55	19,768.96	20,032.34	-0.18
November, 2010	120.50	83.00	93.20	-14.85	21,108.64	18,954.82	19,521.25	-2.55
December, 2010	98.50	75.65	89.65	-3.81	20,552.03	19,074.57	20,509.09	5.06
January, 2011	91.25	73.00	74.85	-16.51	20,664.80	18,038.48	18,327.76	-10.64
February, 2011	85.00	61.00	64.65	-13.63	18,690.97	17,295.62	17,823.40	-2.75
March, 2011	77.00	64.05	70.05	8.35	19,575.16	17,792.17	19,445.22	9.10

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 Mrs. Anjali Modgil, Company Secretary of the Company. The Share 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 Transfer Agent or the Company in this regard.

XV. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2011

As on 31st March, 2011, your Company had 16,357 shareholders having a total of 1,67,46,167 Equity Shares. The following is the distribution of Shareholding:

No. of shares held	No. of Share holders	%of Share holders	Aggregate shares held	%age share holding
1-500	14865	90.88	1799079	10.75
501-1000	828	5.06	620144	3.70
1001-2000	348	2.13	502599	3.00
2001-3000	109	0.66	271178	1.62
3001-4000	57	0.35	199680	1.19
4001-5000	33	0.20	151136	0.90
5001-10000	57	0.35	404487	2.42
10001 and above	60	0.37	12797864	76.42
Total	16357	100.00	16746167	100.00

XVI. THE SHAREHOLDING PATTERN AS ON MARCH 31, 2011 IS AS UNDER

Shares held by	No. of Shares	% of share-holding
Banks and Mutual Funds	11,878	0.071
Foreign holdings (FIIs, NRIs, OCBs)	1,18,937	0.71
Bodies Corporate	5,59,658	3.343
Directors/Relatives of Directors	160	0.001
General Public	42,74,029	25.522
Promoters	1,17,81,505	70.353
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 (India) Ltd. (CDSL). The investors have an option to dematerialise their equity shares with either of the Depositories. As on 31st March, 2011, 1,61,49,252 comprising 96.44% of the total Equity Capital of the Company have been dematerialised.

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 - 141 003 (Pb.)
Phone No. : 0161-2600701 to 2600705
Fax No. : 0161-2661180, 222942
E-mail address : secncfs@owmnaahar.com
Website : www.owmnaahar.in/ncfs

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 30.05.2011.

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: 30th July, 2011

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, 2011.

PLACE : LUDHIANA
DATED: 30th July, 2011

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, 2011 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: 30th July, 2011

VINOD KHANNA
(Partner)
M. No. 81585



MANAGEMENT DISCUSSION AND ANALYSIS

Industry Structure and Developments

A robust banking and financial sector is critical for activating the economy and facilitating higher economic growth. Financial intermediaries like NBFIs have a definite and very important role in the financial sector, particularly in a developing economy like India. They are a vital link in the system. The role of NBFIs in both manufacturing and services sector is significant and they play the role of an intermediary by facilitating the flow of credit to the end consumers particularly in transportation, SMEs and other unorganized sectors. The major intermediaries that are included in the NBF group are Development Finance Institutions (DFIs), Insurance Companies, Non-banking Financial Companies (NBFCs), Primary Dealers (PDs) and Capital Market Intermediaries such as mutual funds. The NBFCs as a whole account for 11.2 per cent of assets of the total financial system.

The Banking sector has always been highly regulated, however simplified sanction procedures, flexibility and timeliness in meeting the credit needs and low cost operations resulted in the NBFCs getting an edge over banks in providing funding. NBFCs have been pioneering at Retail Asset Backed Lending, Lending against Securities, Lending against Gold, Consumer Product Loans, Transport/Vehicle Loans, Microfinance, etc and have been extending credit to retail customers in under-served areas and to unbanked customers.

Keeping in view the vital role played by NBF sector, the Reserve Bank of India has prescribed new guidelines during the year to strengthen the sector like: (1) NBFCs-ND-SI's registered with RBI are eligible to participate in repo transactions in Corporate Debt Securities. (2) NBFCs may participate in the Currency Futures and Interest Rate Futures, only for the purpose of hedging their underlying exposures, subject to RBI guidelines in this regard. (3) Exclusion of Infrastructure Bonds under Section 80CCF of the Income Tax Act, 1961, within the meaning 'Public Deposit' under Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998. (5) RBI has notified a new category of NBFC to be categorized as Core Investment Company, holding minimum 90% of its Total Equity/Preference Shares/Debt or loans in Group Companies etc. and not requiring registration with RBI.

NBFCs follow stringent prudential norms prescribed by RBI in the matters of capital adequacy, credit/investment norms, asset-liability management, income recognition, accounting standards, asset classification, provisioning for NPA and several disclosure requirements. During last year RBI has further tightened the controls by (1) Prescribing new stringent Know Your Customer (KYC) norms/Anti Money Laundering (ALS) standards (2) Making compulsory the submission of Statements of Interest Rate Sensitivity in prescribed formats i.e. ALM Returns (I, II and III) (3) NBFCs desirous of making any overseas investment must obtain 'No Objection Certificate' (NOC) from Reserve Bank of India. (4) Restriction is imposed on NBFCs, not to be Partners in Partnership firms etc. etc.

Your Company is categorized as Systemically Important Non-deposit taking NBFC (NBFC-ND-SI) and mainly doing investment activities with long term perspective as well as doing trading business and lending activities to avail the benefits of short term investment/financial opportunities in the present market conditions.

Opportunities and Threats

Robust economic growth and steady fiscal consolidation have been the hallmarks of the Indian economy. In this year Inflation continue to be high 9.22% (Provisional) for the month of July, 2011 (over July, 2010) as compared to 9.44% (Provisional) for the previous month even though it has come down markedly from where it was at the start of the fiscal year (i.e. at 15-16%).

The growth rate in India remains robust. Gross Domestic Product (GDP) grew by 8.5% in FY 2011 against 8.00% in FY 2010 and 6.8% in FY2009, and is expected to be around 8.00 per cent in the next fiscal year. However food inflation, higher commodity prices and volatility in global commodity markets have been a cause of concern underscoring the need of fiscal consolidation and stronger reserves.

This higher economic growth and expanded liberalization has given tremendous opportunities to the financial sector.

Indian economy finds its major strength to the Domestic Consumption Theory as growth in new sectors like agriculture, education and communication, has resulted in higher demand for Consumer Goods, Textiles and Phone/Mobile product and services. Also, it has resulted in growing number of investors for the financial products, thus giving new opportunities to the financial sector.



Your Company is trying to encash every available opportunity and during the year Company has reallocated more funds for investing in debt instruments and lending to earn higher interest income due to higher inflation and RBI rising the interest rates. Similarly Company has reallocated more funds to Real Assets like commodities and precious metals to get the higher yield due to continued inflation. Similarly, having regard to good business opportunities in Real Estate your Company is proposing to diversify Company's activities into this new line of business.

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. During last year Concerns over a possible sovereign debt defaults by European countries like Spain, Portugal, Greece, Ireland, Italy etc and downgrading of sovereign ratings by Credit rating Agencies have caused high levels of volatility in global financial markets including India. Bailout packages were being agreed/negotiated between the European Union (EU) lead by Germany and France and the International Monetary Fund (IMF) but final outcome is uncertain. Latest downgrading of mighty USA sovereign debt has caused furors in the Global Financial Markets and all type of scenarios are being explored by financial analysts to overcome this situation.

Your Company is keeping close watch on these developments as these will encourage FII's and Overseas investors to allocate more funds to emerging markets like India, which will positively affect the equity markets here.

So, all investment decisions of the Company are being made after due diligence and considering current economic and political scenario in India and abroad.

Segment wise or product wise performance

The disclosure requirements of Accounting Standard 17, issued by the Institute of Chartered Accountants of India are not applicable as the main business activities of the Company falls under single segment namely 'Investment Activities'.

Future Outlook

The strength of the economic recovery during FY11, unanticipated by many, has been a revelation of not only the strong fundamentals of the economy but also the

opportunities that it holds for the future. Though timely and aggressive policy responses by the RBI and the Government are affecting the financials of companies in short term yet past experience suggest prosperous long term future of Indian industry. Currently certain upside risks have come to the fore such as surge in the domestic international prices, high current account deficit, uncertainty over the pace of recovery in certain advanced countries, volatility in the short term foreign funds inflows coupled with moderation in the FDI's.

At this juncture of rapidly evolving macroeconomic risks, your Company is tracking the macroeconomic performance on an ongoing basis.

Your Company is constantly looking at the future with optimism and its strategy is being focused on profitable growth by diversifying its investments into commodities etc, reallocating the investments more in fixed income securities and funds, expanding its business activities into new areas and making its best efforts to utilize the available opportunities to emerge as fully Integrated Financial Company.

Also, due to increasing economic and political disturbances in India and overseas specially in developed Europe and USA, your Company foresee extraordinary volatility in financial markets and hence reallocating its funds to safe fixed income instruments, commodities and Real Estate sector. Also, Company will resort to higher trading activities directly as well as through reputed investment bankers.

Your Company has also applied for registration as Deposit Taking NBFC to Reserve Bank of India in 2010, which is pending as on date. After registering as Deposit Taking NBFC, Company will have access to more funds through public deposits, which in turn will be beneficial for the overall growth of the Company.

Risk and concerns

The inflation is the biggest concern for Indian economy, the most widely tracked inflation - WPI (Wholesale price Index), has been estimated at 9.44% YOY in June 2011 and 9.22% in July 2011. Second risk stem from high crude oil price, the Brent crude oil price is hovering about \$118.7, which is 20.49% increase from January spot price. The increased crude price will impact most of the input price for finished goods. The market also does not like high interest environment. At present Indian market is heavily dependent upon FDI and current



issues over corruption will not help make foreign investor to confident about his investment in India. If corruption issues are not handled well then it may turn out to be a bigger problem than Inflation and Oil price issues.

Your Company is being categorized as an Investment Company and 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/other entities directly as well as through Mutual Funds, Investing in Exchange Traded Fund like Gold ETF's etc and also income from trading in securities. Any adverse impact on the operations/ businesses of the investee Company/entity/Mutual Funds may impact the revenues of the Company.

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.

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 five times during the financial year under review.

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 internal control systems 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 authorised, 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.

To optimize the Resources and its deployment in a better and systematic way, the Company has formed an Asset Liability Management Committee with three directors as per RBI guidelines.

Financial/operation performance

The Company has performed well during the year under review. The Company achieved an income of Rs.1972.72 Lacs with a net profit before tax of Rs.1765.21 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 20 as on 31st March 2011.

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 : 30.07.2011**

**JAWAHAR LAL OSWAL
(Chairman)**

**AUDITOR'S REPORT**

The Members of
M/S NAHAR CAPITAL & FINANCIAL SERVICES LIMITED,
LUDHIANA.

We have audited the attached Balance Sheet of M/s Nahar Capital & Financial Services Limited, Ludhiana (the Company) as at 31st March, 2011 and also Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors' Report) Order, 2003 {as amended by the Companies (Auditor's Report) (Amendment) Order, 2004} issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a Statement on the matters specified in Paragraph 4 of the said Order.

Further to our comments in the Annexure referred to in Paragraph above, 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, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- e) On the basis of written representations received from the Directors as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Schedule-15 of Notes on Accounts thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair in conformity with the accounting principles generally accepted in India:-

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
- (ii) in the case of the Profit & Loss Account, of the profit for the year ended on that date; and
- (iii) in the case of Cash Flow Statement, the Cash Flows of the Company for the year ended on that date.

For GUPTA VIGG & CO.
Chartered Accountants
Firm Regn.No.001393N

(VINOD KHANNA)
M.NO.81585
PARTNER

Dated : 30.05.2011
Place : LUDHIANA.

**ANNEXURE TO AUDITOR'S REPORT
(Referred to in paragraph (3) thereof)**

- (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, 2011, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no disputed dues in respect of income tax, wealth tax, and cess that have not been deposited on account of matters pending before the appellate authorities.
- (x) The Company has no accumulated losses as at 31st March, 2011 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 neither taken any loans from the banks nor have any debentures been issued. Accordingly, the provisions of Clause 4 (xi) of the Order are not applicable to the Company.
- (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) The Company has not raised any loans on short-term basis during the year. Accordingly, the provisions of Clause 4(xvii) of the Order are not applicable to the Company.
- (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
Firm Regn.No.001393N**

**(VINOD KHANNA)
M.NO.81585
PARTNER**

**Dated : 30.05.2011
Place : LUDHIANA.**

**CASH FLOW STATEMENT FOR THE YEAR FROM 1ST APRIL, 2010 TO 31ST MARCH, 2011 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT**

Rs. in Lacs

PARTICULARS	Current Year 01.04.2010 to 31.03.2011	Previous Year 01.04.2009 to 31.03.2010
A CASH FLOW FROM THE OPERATING ACTIVITIES		
Net Profit before Tax and Extrordinary items	1765.20	2299.58
Adjustments for:		
Depreciation	0.05	0.03
Preliminary Expenses written off	1.73	1.73
Interst Paid	1.48	0.23
Profit/Loss on Sale of Investments	-1972.72	-2505.11
Interest Received	-250.73	-651.75
Dividend/UTI Income	-597.42	-387.33
Increase in Loans and Advances	244.78	-45.35
Increase in Stock in Trade	-219.80	-151.58
Increase in Current Liabilities	31.26	5.60
Direct Taxes Paid	-296.61	-233.72
	-3057.97	-3967.25
	-1292.77	-1667.67
B CASH FLOW FROM THE INVESTING ACTIVIES		
Purchase of Fixed Assets	-0.29	0.00
Capital Work in Progress	-1096.63	-610.43
Interst Paid	-1.48	-0.23
Profit/Loss on Sale of Investments	1972.72	2505.11
Interest Received	190.14	651.75
Dividend/UTI Income	597.42	387.33
Purchase of Investments	-23202.59	-21191.67
Sale of Investments	21891.95	19762.29
	351.23	1504.16
C CASH FLOW FROM FINANCING ACTIVIES		
Loans Given	-1015.00	0.00
Loans Given Received Back	0.00	150.00
Unsecured Loans Taken	0.00	-1257.18
Unsecured Loans Repaid	60.59	58.44
Dividend including Dividend		
Distribution Tax Paid	-292.91	-97.96
	-1247.32	-1205.14
Net Increase/Decrease in Cash and Cash Equivalent	-2188.86	-1368.65
Opening Cash and Cash Equivalent	3020.38	4389.03
Closing Cash and Cash Equivalent	831.52	3020.38

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants
(F.Regd. No. 001393N)

FOR & ON BEHALF OF THE BOARD

DATE : 30/05/2011
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)
M.No. 81585

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)

**BALANCE SHEET AS AT 31ST MARCH, 2011**

Rs. in Lacs

PARTICULARS	SCHEDULE	CURRENT YEAR		PREVIOUS YEAR	
		01.04.2010 TO 31.03.2011	TOTAL	01.04.2009 TO 31.03.2010	TOTAL
		AMOUNT		AMOUNT	TOTAL
SOURCES OF FUNDS					
1. SHAREHOLDER'S FUND					
a) Capital	1	837.31		837.31	
b) Reserves & Surplus	2	42741.83	43579.14	41530.88	42368.19
			<u>43579.14</u>		<u>42368.19</u>
APPLICATION OF FUNDS					
2. FIXED ASSETS					
GROSS BLOCK	3	0.55		0.26	
DEPRECIATION		0.15		0.10	
NET BLOCK		0.40		0.16	
CAPITAL WORK IN PROGRESS	4	1962.67	1963.07	866.04	866.20
3. INVESTMENTS					
	5		39032.87		37722.23
4. CURRENT ASSETS, LOANS & ADVANCES					
Closing Stock		919.14		699.34	
Cash & Bank Balances	6	831.51		3020.38	
Loans & Advances	7	1434.70		715.20	
		<u>3185.35</u>		<u>4434.92</u>	
LESS : CURRENT LIABILITIES & PROVISIONS					
a) Liabilities	8	65.64		34.41	
b) Provisions	9	536.94		622.91	
		<u>602.58</u>	2582.77	<u>657.32</u>	3777.60
Net Current Assets					
5. MISCELLANEOUS EXPENDITURE					
(To the extent not written off or adjusted)					
Preliminary Expenses			0.43		2.16
			<u>43579.14</u>		<u>42368.19</u>
NOTES ON ACCOUNTS	15				

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants
(F.Regd. No. 001393N)

FOR & ON BEHALF OF THE BOARD

DATE : 30/05/2011
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)
M.No. 81585

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

Rs. in Lacs

PARTICULARS	SCHEDULE	CURRENT YEAR		PREVIOUS YEAR	
		01.04.2010 TO 31.03.2011	TOTAL	01.04.2009 TO 31.03.2010	TOTAL
		AMOUNT		AMOUNT	TOTAL
INCOME					
Operating and Other Income	10		1972.71		2505.11
EXPENDITURE					
Personnel Expenses	11	42.37		33.57	
Financial Expenses	12	1.57		2.29	
Administrative Expenses	13	161.73		167.26	
Other Expenses	14	1.79		2.38	
Depreciation		0.05	207.51	0.03	205.53
PRE-TAX PROFITS			1765.20		2299.58
Adjustment of Income Tax Earlier Years			-17.32		1.23
			1747.88		2300.81
Provision for Income Tax			-245.00		-330.00
PROFIT AFTER TAX			1502.88		1970.81
Balance Brought Forward			282.91		0.00
NET PROFIT AVAILABLE FOR APPROPRIATION			1785.79		1970.81
APPROPRIATION					
Proposed Dividend			251.19		251.19
Tax on Proposed Profit			40.75		41.72
Special Statutory Reserve Fund			301.00		395.00
Transfer to General Reserve			900.00		1000.00
Surplus			292.85		282.90
			1785.79		1970.81
Earning Per Share (Face Value Rs. 5/- each)					
(Basic & Deluted)			8.97		11.77
NOTES ON ACCOUNTS	15				

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants
(F.Regd. No. 001393N)

FOR & ON BEHALF OF THE BOARD

DATE : 30/05/2011
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)
M.No. 81585

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)

**SCHEDULES TO THE ACCOUNTS**

Rs. in Lacs

PARTICULARS	SCHEDULE	CURRENT YEAR		PREVIOUS YEAR	
		01.04.2010 TO 31.03.2011 AMOUNT	TOTAL	01.04.2009 TO 31.03.2010 AMOUNT	TOTAL
1. SHARE CAPITAL					
a) Authorised					
3,00,00,000 Equity Shares of Rs. 5/- each (Previous Year Same)			<u>1500.00</u>		<u>1500.00</u>
b) Issued Subscribed & Paid Up					
1,67,46,167 Equity Shares of Rs. 5/- each Fully Paid up (Previous year same)			<u>837.31</u>		<u>837.31</u>
2. RESERVES AND SURPLUS					
a) SHARE PREMIUM			<u>12591.71</u>		<u>12591.71</u>
b) GENERAL RESERVE					
As per last Balance Sheet		<u>26871.27</u>		25871.27	
Add : Transferred from Profit & Loss A/c		<u>900.00</u>	<u>27771.27</u>	<u>1000.00</u>	<u>26871.27</u>
c) STATUTORY RESERVE FUND					
(Created pursuant to section 45 I C of Reserve Bank of India Act, 1934					
As per last Balance Sheet		<u>1785.00</u>		1390.00	
Add : Transferred from Profit & Loss Account)		<u>301.00</u>	<u>2086.00</u>	<u>395.00</u>	<u>1785.00</u>
d) SURPLUS					
Balance as per annexed Profit & Loss Account			<u>292.85</u>		<u>282.91</u>
			<u>42741.83</u>		<u>41530.88</u>
3. FIXED ASSETS					
Office Equipment					
Gross Block					
Opening Balance		<u>0.26</u>		0.26	
Purchases during the year		<u>0.29</u>		0.00	
		<u>0.55</u>		<u>0.26</u>	
Depreciation					
Opening Balance		<u>0.10</u>		0.06	
Current year depreciation		<u>0.05</u>		0.03	
		<u>0.15</u>		<u>0.10</u>	
Net Block			<u>0.40</u>		<u>0.16</u>
4. CAPITAL WORK IN PROGRESS					
Advance for Office Premises			<u>1962.67</u>		<u>866.04</u>
5. INVESTMENTS				31.03.2011	31.03.2010
(Fully Paid up unless otherwise specified)					
Long Term Investments					
I) TRADE					
(a) QUOTED (AT COST)					
1 169300 Equity Shares of Rs.10/-each of PNB Gilts Limited (Previous Year 169300)				<u>50.80</u>	50.80
2 115000 Equity Shares of Rs.10/- each of Industrial Finance Corporation of India (Previous Year 115000)				<u>40.17</u>	40.17
3 4000 Equity Shares of Rs.10/- each of Reliance Capital Ltd. (Previous Year 4000)				<u>85.88</u>	85.88
Sub Total				<u>176.85</u>	176.85
(b) UNQUOTED (AT COST)					
1 645 Equity Shares of Rs.10/- each of Palam Motels Ltd. (Previous Year 645)				<u>9.48</u>	9.48
Sub Total				<u>9.48</u>	9.48

**II) OTHERS****(a) QUOTED (AT COST)**

1	10257384 Equity Shares of Rs.5/- each of Nahar Spinning Mills Ltd. (Previous Year 9857140)	6087.15	5696.26
2	12087671 Equity Shares of Rs.5/- each of Nahar Poly Films Ltd. (Previous Year 12058468)	2886.85	2878.00
3	9336745 Equity Shares of Rs.10/- each of Nahar Industrial Enterprises Ltd. (Previous Year 9336745)	9973.89	9973.89
4	50 Equity Shares of Rs. 10/- each of Malwa Cotton Spinning Mills Ltd (Previous Year 50)	0.02	0.02
5	227001 Equity Shares of Rs.10/- each of Allahabad Bank (Previous Year 227001)	22.70	22.70
6	68000 Equity Shares of Rs.10/-each of UCO Bank (Previous Year 68000)	9.84	9.84
7	20000 Equity Shares of Rs.10/-each of Abhishek Industries Ltd. (Previous Year 20000)	5.95	5.95
8	4500 Equity Shares of Rs.10/- each of Bharat Electronics Ltd. (Previous Year 4500)	71.67	71.67
9	205000 Equity Shares of Rs.10/-each of Petronet LNG Ltd. (Previous Year 205000)	30.75	30.75
10	12000 Equity Shares of Rs.10/- each of Bank of Maharashtra (Previous Year 12000)	2.76	2.76
11	25500 Equity Shares of Rs.10/-each of Gas Authority of India Ltd. (Previous Year 25500)	36.93	36.93
12	7372 Equity Shares of Rs.1/-each of Tata Consultancy Services Ltd. (Previous Year 7372)	15.67	15.67
13	590322 Equity Shares of Rs.10/-each of Vardhman Acrylics Ltd. (Previous Year 590322)	53.51	53.51
14	35000 Equity Shares of Rs.10/-each of National Thermal Power Corporation Ltd. (Previous Year 35000)	53.79	53.79
15	36621 Equity Shares of Rs.10/- each of LML Ltd. (Previous Year 36621)	9.83	9.83
16	3965 Equity Shares of Rs.10/-each of HDFC Bank Ltd. (Previous Year 3965)	22.17	22.17
17	Nil Equity Shares of Rs.10/- each of Ispat Industries Ltd. (Previous Year 30000)	0.00	9.49
18	20000 0.01% Preference Shares of Rs.10/- each fully paid up of Ispat Industries Ltd. (Previous Year 20000)	6.33	6.33
19	1000 Equity Shares of Rs.10/- each of Jindal Polyfilms Ltd. (Previous Year 9789)	1.80	35.24
20	Nil Equity Shares of Rs.10/- each of Reliance Natural Resources Ltd. (Previous Year 20000)	0.00	31.25
21	19000 Equity Shares of Rs.10/- each of Canara Bank (Previous Year 19000)	51.07	51.07
22	3000 Equity Shares of Rs.2/- each of Larsen & Toubro Ltd. (Previous Year 3000)	53.37	53.37
23	5000 Equity Shares of Rs.10/- each of Reliance Power Ltd. (Previous Year 22284)	31.25	62.67
24	3000 Equity Shares of Rs.10/- each of ICICI Bank Ltd. (Previous Year 3000)	25.19	25.19
25	104500 Equity Shares of Rs.10/-each Tata Teleservice Ltd. (Previous Year 104500)	33.04	33.04
26	Nil Equity Shares of Rs.10/- each of CMC Ltd. (Previous Year 2900)	0.00	15.42
27	Nil Equity Shares of Rs.1/- each of Pricol Ltd. (Previous Year 40000)	0.00	19.35
28	44778 Equity Shares of Rs.10/-each of Power Grid Corporation of India Ltd. (Previous Year 40000)	54.28	49.80
29	Nil Equity Shares of Rs.10/- each of Aarti Drugs Ltd. (Previous Year 4000)	0.00	4.54
30	10000 Equity Shares of Rs.10/-each of Container Corporation of India Ltd. (Previous Year 15000)	0.00	8.10
31	46890 Equity Shares of Rs.2/-each of Jaiprakash Associates Ltd. (Previous Year 46890)	100.76	100.76
32	80000 Equity Shares of Rs.10/-each of Jaiprakash Hydro-Power Ltd. (Previous Year 85000)	58.14	61.78
33	145366 Equity Shares of Rs.10/-each of NHPC Ltd. (Previous Year 145366)	54.08	54.08
34	20616 Equity Shares of Rs.10/-each of Reliance Industries Ltd. (Previous Year 20616)	233.37	233.37
35	Nil Equity Shares of Rs.10/-each of State Bank of India (Previous Year 3000)	0.00	58.96
36	18000 Equity Shares of Rs.10/-each of Tata Motors Ltd. (Previous Year 18000)	146.48	146.48
37	35839 Equity Shares of Rs.10/-each of Vardhman Textiles Ltd. (Previous Year 35839)	106.52	106.52
38	9559 Equity Shares of Rs.10/-each of Kingfisher Airlines Ltd. (Previous Year 9559)	11.04	11.04
39	43772 Equity Shares of Rs.1/- each of Sterlite Industries Ltd. (Previous Year 10943)	97.47	97.47
40	Nil Equity Shares of Rs.2/- each of DLF Ltd. (Previous Year 8000)	0.00	68.39
41	24172 Equity Shares of Rs.10/- each of Idea Cellular Ltd. (Previous Year 24172)	26.33	26.33
42	Nil Equity Shares of Rs.10/- each of Swaraj Mazda Ltd. (Previous Year 5631)	0.00	17.55
43	11000 Equity Shares of Rs.10/- each of Reliance Infrastructure Ltd. (Previous Year 11000)	212.50	212.50
44	110000 Equity Shares of Rs.2/- each of Shiva Cement Ltd. (Previous Year 100000)	19.23	19.23
45	150000 Equity Shares of Rs.1/- each of Karuturi Global Ltd. (Previous Year 150000)	38.85	38.85
46	NIL Equity Shares of Rs.10/- each of Bharat Heavy Electricals Ltd. (Previous Year 1000)	0.00	22.10
47	Nil Equity Shares of Rs.5/- each of Havell India Ltd. (Previous Year 15518)	0.00	103.11
48	5000 Equity Shares of Rs.10/- each of J.K. Tyre and Industries Ltd. (Previous Year 30000)	7.51	47.12
49	5000 Equity Shares of Rs.10/- each of Sancia Global Infraprojects Ltd.. (Previous Year 5000)	17.49	17.49
50	Nil Equity Shares of Rs.10/- each of Mundra Port & Special Economic Zone Ltd. (Previous Year 14500)	0.00	101.31
51	10000 Equity Shares of Rs.10/- each of Oriental Bank of Commerce (Previous Year 10000)	25.49	25.49



52	2000 Equity Shares of Rs.10/- each of B.F.Utilities Ltd. (Previous Year Nil)	14.31	0.00
53	39977 Equity Shares of Rs.10/- each of Coal India Ltd. (Previous Year Nil)	118.54	0.00
54	15000 Equity Shares of Rs.10/- each of Moil Ltd. (Previous Year Nil)	65.80	0.00
55	25000 Equity Shares of Rs.10/- each fully paid up of Punjab & Sind Bank Ltd. (Previous Year Nil)	28.38	0.00
56	Nil units of Rs.1000/- each of Axis Treasury Advantage Fund (Inst. Growth Option), an open ended Income scheme. (Previous Year 30000 units)	0.00	300.00
57	1000000.000 units of Rs.10/- each of Axis Income Saver Fund (Growth Option), an open ended Income fund (Previous Year Nil units)	100.00	0.00
58	1000000.000 units of Rs.10/- each Axis Triple Advantage Fund (Growth Option), an open ended hybrid fund (Previous Year Nil units)	100.00	0.00
59	Nil units of Rs.10/- each of Tata SIP Fund Scheme II (Dividend Payout Option), a close ended scheme. (Previous Year 2000000.000 units)	0.00	200.00
60	Nil units of Rs.10/-each of Reliance Equity Advantage Fund (Dividend Payout Option), an open-ended Equity Fund. (Previous Year 1955990.220)	0.00	200.00
61	579153.328 units of Rs.10/-each of Reliance Equity Opportunities Fund (Dividend Payout Option), an open-ended Equity Fund. (Previous Year Nil units)	150.00	0.0
62	1000000.000 units of Rs.10/-each of Birla Sunlife Capital Protection Oriented Fund (Growth Option), a close ended scheme. (Previous Year 1500000.000)	100.00	150.00
63	Nil units of Rs.10/- each of Birla Sunlife Dynamic Bond Fund (Growth Option), an open ended Income Fund. (Previous Year 1332107.794 units)	0.00	200.00
64	Nil units of Rs.10/-each of Canara Robeco Dynamic Bond Fund(Growth Option), an open ended income fund. (Previous Year 1978219.800)	0.00	200.00
65	1000000.000 units of Rs.10/-each of Canara Robeco Indigo Fund (Growth Option), an open ended scheme (Previous Year Nil units)	100.00	0.00
66	1051803.812 units of Rs.10/- each of ICICI Prudential MIP-25 (Growth Option), an open-ended income scheme. (Previous Year 542489.534)	198.00	99.00
67	Nil units of Rs.10/-each fully paid up of Kotak Global Emerging Market Fund (Growth Option), a close ended scheme. (Previous Year 1000000.000)	0.00	100.00
68	1000000.000 units of Rs.10/-each of Kotak Credit Opportunities Fund (Growth Option), an open ended debt scheme. (Previous Year Nil units)	100.00	0.00
69	490392.760 units of Rs.10/- each of HDFC Core & Satellite Fund (Dividend Option), an open ended equity fund. (Previous Year 520914.726)	110.00	117.24
70	194883.020 units of Rs.10/- each of HDFC Top 200 Fund (Dividend Option), an open ended equity fund. (Previous Year Nil units)	100.00	0.00
71	Nil units of Rs.10/- each of IDFC Arbitrage Plus Fund (Dividend Option), an open ended scheme (Previous Year 958224.385)	0.00	100.33
72	3000000.000 units of Rs.10/- each of IDFC Fixed Maturity Plan 18M S-7 (Growth Option), a close ended income scheme (Previous Year Nil units)	300.00	0.00
73	4550000.000 units of Rs.10/- each of Franklin Templeton Fixed Horizon Fund (Growth Option), a close-ended income scheme. (Previous Year 3550000.000 units)	455.00	355.00
74	975609.756 units of Rs.10/- each of BNP Paribas China India Fund, (Dividend Payout Option), an open ended equity fund. (Previous Year 975609.756)	100.00	100.00
75	787876.023 units of Rs.10/- each Franklin Templeton India Smaller Companies Fund (Growth Option), an open ended equity Fund.(Previous Year 787876.023 units)	78.79	78.79
76	14000000.000 units of Rs.10/- each of HDFC Fixed Maturity Plan (Growth Option), a Close-ended income scheme.(Previous Year 10000000.000 units)	1400.00	1000.00
77	250000.000 units of Rs.10/- each of HDFC Debt Fund for Cancer Cure (Dividend Option), a Close-ended debt scheme. (Previous Year Nil units)	25.00	0.00



78	1000000.000 units of Rs.10/- each of Religare Infrastructure Fund (Dividend Option), a Close-ended Equity Fund. (Previous Year 1000000.000)	100.00	100.00
79	Nil units of Rs.100/- each of Reliance Gold Exchange Traded Fund (Dividend Payout Option), an open ended fund. (Previous Year 4229.658)	0.00	43.05
80	601296.653 units of Rs.10/- each of AIG World Gold Fund (Growth Option), an open ended fund. (Previous Year Nil units)	90.00	0.00
81	5554.000 units of Rs.100/- each of HDFC Gold Exchange Traded Fund, an open ended fund (Previous Year Nil units)	99.99	0.00
82	5284.000 units of Rs.100/- each of ICICI Prudential Gold Exchange Traded Fund, an open ended fund (Previous Year Nil units)	100.00	0.00
83	13000000.000 units of Rs.10/- each of Reliance Fixed Horizon Fund (Growth Option), a Close-ended income scheme (Previous Year 13000000.000 units)	1300.00	1300.00
84	1000000.000 units of Rs.10/- each of Fidelity India Value Fund (Dividend Option), an open-ended Equity Fund (Previous Year 1000000.000)	100.00	100.00
85	Nil units of Rs.10/- each of JM Basic Fund (Growth Option), an Open-ended equity Fund. (Previous Year 36703.282)	0.00	12.50
86	Nil units of Rs.10/- each of IDFC Enterprise Equity Fund, (Growth Option), an open ended equity Fund. (Previous Year 649035.572 units)	0.00	64.90
87	723779.270 units of Rs.10/- each of DSP Black Rock Small and Midcap Fund (Dividend Option), an open ended equity Fund. (Previous Year 489000.000 units)	105.35	50.00
88	3000000.000 units of Rs.10/- each of DSP Black Rock FMP 12M (Growth Option), a close ended income scheme (Previous Year Nil units)	300.00	0.00
89	1000000.000 units of Rs.10/- each of DSP Black Rock Focus 25 Fund (Dividend Option), an open ended equity Fund. (Previous Year Nil units)	100.00	0.00
90	696271.618 units of Rs.10/- each of Fidelity India Special Situation Fund (Dividend Option), an Open-ended equity Fund. (Previous Year 946657.733 units)	105.37	120.00
91	440448.884 units of Rs.10/- each of HDFC Prudence Fund (Growth Option), an Open-ended equity Fund. (Previous Year 8153.521)	128.67	12.50
92	Nil units of Rs.10/- each of ICICI Prudential Infrastructure Fund (Growth Option), an Open-ended equity Fund. (Previous Year 38296.569)	0.00	12.50
93	Nil units of Rs.10/- each of Reliance Power Diversified Sector Fund (Growth Option), an Open-ended equity Fund. (Previous Year 16435.971)	0.00	12.50
94	2000000.000 units of Rs.10/- each of Sundaram BNP Paribas Select Thematic Fund Energy Opportunities (Dividend Payout Option), a close ended equity Fund. (Previous Year 2000000.000)	200.00	200.00
95	1000000.000 units of Rs.10/- each of UTI Wealth Builder Fund (dividend Option), a Close-ended scheme (Previous Year 1000000.000 units)	100.00	100.00
96	Nil units of Rs.1000/-each of Templeton India Short Term Income Plan (Growth Option), an open-ended income scheme. (Previous Year 22606.315 units)	0.00	400.00
97	Nil units of Rs.10/- each of ING Global Real Estate Fund (Growth Option), an open-ended Debt Fund. (Previous Year 1000000.000)	0.00	100.00
98	902843.446 units of Rs.10/- each of Reliance Long Term Equity Fund (dividend Option), an open-ended equity Fund (Previous Year 1000000.000 units)	150.00	100.00
99	Nil units of Rs.10/- each of SBI One India Fund (dividend Option), an open ended equity Fund. (Previous Year 1000000.000 units)	0.00	100.00
100	Nil units of Rs.10/- each fully paid up of Sundaram Fixed Term Plan (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000 units)	0.00	200.00
101	2000000.000 units of Rs.10/- each of Birla Sunlife Fixed Term Plan (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000 units)	200.00	200.00



102	2000000.000 units of Rs.10/- each of UTI Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 6000000.000 units)	200.00	600.00
103	750000.000 units of Rs.10/- each of UTI Dynamic Bond Fund (Growth Option), an open ended income scheme (Previous Year Nil units)	75.00	0.00
104	491363.907 units of Rs.10/- each of UTI MIS Advantage Plan (Growth Option), an open ended income fund (Previous Year Nil units)	99.00	0.00
105	463352.991 units of Rs.10/- each of UTI Banking Sector Fund (Dividend Option), an open ended equity fund (Previous Year Nil units)	110.00	0.00
106	Nil units of Rs.10/- each of HSBC Unique Opportunities Fund (Dividend Option), an open-ended equity Fund. (Previous Year 1000000.000 units)	0.00	100.00
107	508474.576 units of Rs.10/- each of HSBC MIP Savings Plan (Growth Option), an Open-ended Income scheme. (Previous Year Nil units)	99.00	0.00
108	Nil units of Rs.10/- each of ICICI Prudential Real Estate Securities Fund (Growth Option), a close ended debt fund. (Previous Year 2000000.000)	0.00	200.00
109	1199193.270 units of Rs.10/- each of Birla MIP II Savings 5 Plan (Growth Option), an Open-ended Income scheme. (Previous Year 2451078.922 units)	198.00	398.00
110	565131.393 units of Rs.10/- each of Birla MIP II Wealth 25 Plan (Growth Option), an Open-ended Income scheme. (Previous Year Nil units)	100.00	0.00
111	8000000.000 units of Rs.10/- each of Kotak Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000 units)	800.00	400.00
112	1000000.000 units of Rs.10/- each of L & T Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 1000000.000 units)	100.00	100.00
113	Nil units of Rs.10/- each of ICICI Prudential Equity & Derivative Fund Income Optimiser Plan (Growth Option), an open ended scheme. (Previous Year 793269.231 units)	0.00	99.00
114	2000000.000 units of Rs.10/- each of Kotak Indo Global Infrastructure Fund (Dividend Payout Option), an close ended fund. (Previous Year 2000000.000)	200.00	200.00
115	1000000.000 units of Rs.10/- each of Fidelity Global Real Assets Fund (Growth Option), an open-ended Fund of Funds scheme.(Previous Year 1000000.000 units)	100.00	100.00
116	1000279.101 units of Rs.10/- each of Reliance Monthly Income Plan (Growth option), an open-ended income Scheme. (Previous Year 489953.479 units)	208.39	99.00
117	586373.735 units of Rs.10/- each of Reliance Regular Savings Fund Balanced Plan (Dividend Option), an open-ended Balanced Fund. (Previous Year 586373.735 units)	99.50	99.50
118	780154.140 units of Rs.10/- each fully paid up of Reliance Regular Savings Fund Debt Plan (Growth Option), an open-ended income Fund. (Previous Year 1608462.403 units)	99.00	199.00
119	526038.927 units of Rs.10/- each of SBI Magnum Comma Fund (Dividend Option), an open-ended equity Fund. (Previous Year 526038.927 units)	100.00	100.00
120	Nil units of Rs.10/- each of SBI Magnum Balanced Fund (Dividend Option), an open-ended balanced Fund. (Previous Year 385001.674 units)	0.00	115.00
121	1000000.000 units of Rs.10/- each of SBI PSU Fund (Dividend Option), an open-ended equity Fund. (Previous Year Nil units)	100.00	0.00
122	212860.219 units of Rs.10/- each of TATA Balanced Fund (Dividend Option), an open-ended balanced Fund. (Previous Year 197886.218 units)	107.31	99.77
123	1278534.316 units of Rs.10/- each of TATA MIP Plus (Growth option), an open-ended income Scheme. (Previous Year Nil units)	199.66	0.00
124	345564.651 units of Rs.10/- each of Tata Infrastructure Fund (Dividend Option), an Open-ended equity Fund. (Previous Year 345564.651 units)	75.19	75.19
125	Nil units of Rs.10/- each of AIG Equity Fund (Dividend Option), an open-ended equity Fund. (Previous Year 977995.110 units)	0.00	100.00



126	1028581.999 units of Rs.10/- each of AIG Infrastructure and Economic Reform Fund-Regular (Dividend Option), an open-ended equity Fund. (Previous Year Nil units)	100.00	0.00
127	1021961.050 units of Rs.10/- each fully paid up of DSP Black Rock Micro Cap Fund (Growth Option), an open-ended equity Fund. (Previous Year 1100000.000 units)	175.00	110.00
128	1220161.774 units of Rs.10/- each of HDFC Mid Cap Opportunities Fund (Dividend Option), an open-ended equity Fund. (Previous Year 1000000.000 units)	200.00	100.00
129	Nil units of Rs.10/- each of SBI Infrastructure Fund (Dividend Option), an open-ended equity Fund. (Previous Year 2000000.000 units)	0.00	200.00
130	2095550.467 units of Rs.10/- each of HDFC Monthly Income Plan Long Term (Growth option), an open-ended income Scheme. (Previous Year 1683653.065 units)	451.22	351.22
131	1884792.696 units of Rs.10/- each of HDFC Monthly Income Plan Short Term (Growth option), an open-ended income Scheme. (Previous Year 1229792.964 units)	310.00	200.00
132	Nil units of Rs.10/- each of DWS Fixed Term Fund Series 59 (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000 units)	0.00	400.00
133	14079568.000 units of Rs.10/- each of ICICI Prudential Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000 units)	1407.96	400.00
134	Nil units of Rs.10/- each of HDFC Arbitrage Fund (Growth Option), an open-ended income scheme. (Previous Year 1756474.122 units)	0.00	200.00
135	Nil units of Rs.10/- each of Birla Sunlife International Equity Fund (Dividend Option), an open-ended Equity Fund. (Previous Year 975609.760 units)	0.00	100.00
136	2000000.000 units of Rs.10/- each of Tata Indo Global Infrastructure Fund (Dividend Option), a close-ended Equity Fund. (Previous Year 2000000.000 units)	200.00	200.00
137	Nil units of Rs.10/- each of Birla Sunlife Special Situation Fund (Dividend Option), an open ended Equity Fund. (Previous Year 977995.110 units)	0.00	100.00
138	722785.537 units of Rs.10/- each of Birla Sunlife Infrastructure Fund Plan A (Dividend Option), an open ended Equity Fund. (Previous Year Nil units)	98.03	0.00
139	Nil units of Rs.10/- each of HDFC High Interest Fund (Growth Option) an open-ended income scheme (Previous Year 1920058.928 units)	0.00	571.55
140	891052.787 units of Rs.10/- each of HDFC High Interest Fund Short Term Plan (Growth Option), an open-ended income scheme (Previous Year Nil units)	165.18	0.00
141	901502.690 units of Rs.10/- each of HDFC Income Fund (Growth Option), an open-ended income scheme (Previous Year 1244570.308 units)	199.00	250.00
142	7000000.000 units of Rs.10/- each of Tata Fixed Horizon Fund Series (Growth Option), a Close-ended income scheme. (Previous Year 5000000.000 units)	700.00	500.00
143	Nil units of Rs.10/- each of SBI Magnum Income Fund (Dividend Payout Option), an open-ended income scheme (Previous Year 878251.304 units)	0.00	99.00
144	Nil units of Rs.10/- each of ICICI Prudential Short Term Plan (Dividend Reinvest Option), an open-ended income scheme (Previous Year 550062.385 units)	0.00	101.29
145	Nil units of Rs.10/- each of HDFC Short Term Plan (Dividend Reinvest Option), an open-ended income scheme (Previous Year 605559.466 units)	0.00	104.74
146	4754628.935 units of Rs.10/- each of Templeton India Income Opportunities Fund (Growth Option), an open-ended income scheme (Previous Year 1961986.940 units)	495.00	199.00
147	1000000.000 units of Rs.10/- each of IDFC Hybrid Portfolio Fund S-I Fund (Growth Option), a close-ended income scheme (Previous Year 1000000.000 units)	100.00	100.00
148	420766.973 units of Rs.10/- each of TATA Equity P/E Fund (Dividend Trigger A Option), an open-ended scheme (Previous Year 362054.158 units)	156.99	134.04
149	2000000.000 units of Rs.10/- each of Pramerica Dynamic Fund (Dividend option), an open ended dynamic asset scheme (Previous Year Nil units)	200.00	0.00



150	Nil units of Rs.10/- each of HDFC Cash Management Fund Treasury Advantage Plan Wholesale Daily Dividend Reinvest, an open ended scheme. (Previous Year 1441269.432 units)	0.00	144.58
151	668613.831 units of Rs.10/- each of HDFC Floating Rate Income Fund Wholesale Plan (Growth Option) , an open ended scheme. (Previous Year Nil units)	111.35	0.00
152	Nil units of Rs.10/- each of HDFC Cash Management Fund Savings Plan Daily Dividend Reinvest, an open ended scheme. (Previous Year 1081314.865 units)	0.00	115.01
153	88251.685 units of Rs.10/- each of AIG India Treasury Fund- Institutional Growth Option, an open ended scheme. (Previous Year Nil units)	10.98	0.00
154	436804.447 units of Rs.10/- each of SBI Insta Cash Fund (Growth Option), an open ended scheme. (Previous Year Nil units)	95.24	0.00
155	Nil units of Rs.10/- each Birla Sunlife Liquid Plus - Retail Growth Through Birla Asset Management Company Ltd. (Previous Year 319.130 units)	0.00	0.05
156	2006.85% Tax Free Bonds of Rs.100000/- each of IIFCL (Previous Year 200)	200.50	200.50
157	Nil units of Rs.100000/- each ICICI Prudential Defined Tenure Series Index Linked Debentures Series 1 of ICICI Prudential Asset Management Company Ltd. Portfolio Management Services (Previous Year 100.000 units)	0.00	100.00
158	Nil units of Rs.100000/- each Non Convertible Debentures of Birla Asset Linked Portfolio - Accelerator - Series 3 of Birla Asset Management Company Ltd. (Previous Year 100.000 units)	0.00	100.00
159	100.000 units of Rs.100000/- each Non Convertible Debentures of Birla Asset Linked Portfolio - Accelerator - Series 8 of Birla Asset Management Company Ltd. (Previous Year Nil units)	100.00	0.00
160	Nil units of Rs.100000/- each secured redeemable Guaranteed Non Convertible Debentures of DSP Black Rock Investments Managers Pvt. Ltd. (Previous Year 200.000)	0.00	200.00
161	50 units of Rs. 1000000/- each of 0% Non Convertible Debentures of HDFC Ltd. (Previous year Nil units)	512.29	0.00
162	600.659 units of Rs.10/- each of HSBC Cash Fund Institutional Daily Divided Reinvest, an open-ended scheme through HSBC Portfolio Management Services.(Previous Year 1258.321 units)	0.06	0.13
Investments through HDFC Portfolio Management Services			
(HDFC Real Estate Portfolio-I)			
163	3303185.472 units of Rs.10/- each of HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend, an open ended scheme (Previous Year 2555169.836)	331.29	256.13
Investments through HDFC Portfolio Management Services (Equity PMS)			
164	Nil units of Rs.10/- each of HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend, an open ended scheme (Previous Year 50690.641 units)	0.00	5.08
165	2923 Equity Shares of Rs.10/- each of Tata Motors DVR A Ord (Previous Year 2923)	13.45	13.45
166	3720 Equity Shares of Rs.2/- each of Britannia Industries Ltd. (Previous Year 744)	12.21	12.21
167	5089 Equity Shares of Rs.2/- each of Crompton Greaves Limited. (Previous Year 5089)	1.17	1.17
168	Nil Equity Shares of Rs.1/- each of ITC Limited. (Previous Year 3002)	0.00	5.97
169	30020 Equity Shares of Rs.1/- each of Hindustan Construction Co. Ltd. (Previous Year 7659)	18.06	8.16
170	Nil Equity Shares of Rs.2/- each of Indiabulls Financial Services Ltd. (Previous Year 9450)	0.00	11.99
171	Nil Equity Shares of Rs.10/- each of Petronet LNG Ltd. (Previous Year 12316)	0.00	8.81
172	19467 Equity Shares of Rs.2/- each of Geodesic Ltd. (Previous Year 8334)	21.77	9.11
173	3933 Equity Shares of Rs.10/- each of Savita Oil Technologies Ltd. (Previous Year 3933)	10.25	10.25
174	8994 Equity Shares of Rs.10/- each of Videocon Industries Ltd. (Previous Year 4095)	21.56	9.93
175	15249 Equity Shares of Rs.2/- each of Jaiprakash Associates Ltd. (Previous Year 5890)	22.76	9.25
176	1607 Equity Shares of Rs.10/- each of ICICI Bank Ltd. (Previous Year 870)	11.27	4.15
177	Nil Equity Shares of Rs.1/- each of Zee News Ltd. (Previous Year 4932)	0.00	2.22
178	11367 Equity Shares of Rs.5/- each of Reliance Communication Ltd. (Previous Year 5212)	21.21	11.94
179	Nil Equity Shares of Rs.10/- each of The Jammu and Kashmir Bank Ltd. (Previous Year 1530)	0.00	5.92
180	26976 Equity Shares of Rs.2/- each of Suzlon Energy Ltd. (Previous Year 7719)	18.05	4.36
181	9835 Equity Shares of Rs.5/- each of Bharti Airtel Ltd. (Previous Year 4788)	31.99	17.88



182 Nil Equity Shares of Rs.10/- each of Parsvnath Developers Ltd. (Previous Year 7696)	0.00	9.32
183 Nil Equity Shares of Rs.10/- each of Mind Tree Ltd.(Previous Year 1401)	0.00	7.36
184 35294 Equity Shares of Rs.1/- each of Electrosteel Castings Ltd. (Previous Year 15318)	16.65	6.88
185 956 Equity Shares of Rs.10/- each of Reliance Capital Ltd. (Previous Year 956)	8.90	8.90
186 Nil Equity Shares of Rs.5/- each of Ansal Properties and Infrastructure Ltd. (Previous Year 9563)	0.00	5.45
187 1728 Equity Shares of Rs.10/- each of Reliance Infrastructure Ltd. (Previous Year 567)	18.62	6.57
188 20695 Equity Shares of Rs.2/- each of India Infoline Ltd.(Previous Year 4732)	24.67	6.70
189 6492 Equity Shares of Rs.5/- each of Oil and Natural Gas Corporation Ltd. (Previous Year Nil)	17.42	0.00
190 5944 Equity Shares of Rs.10/- each of Yes Bank Ltd. (Previous Year Nil)	17.40	0.00
191 13645 Equity Shares of Rs.2/- each of Indiabulls Real Estate Ltd. (Previous Year Nil)	21.68	0.00
192 1273 Equity Shares of Rs.10/- each of Oil India Ltd. (Previous Year Nil)	17.52	0.00
193 11351 Equity Shares of Rs.10/- each of IDBI Bank Ltd. (Previous Year Nil)	15.39	0.00
194 16072 Equity Shares of Rs.1/- each of Tata Global Beverages Ltd. (Previous Year Nil)	18.94	0.00
195 61405 Equity Shares of Rs.10/- each of NHPC Ltd. (Previous Year Nil)	18.84	0.00
196 1112 Equity Shares of Rs.10/- each of Punjab National Bank (Previous Year Nil)	11.46	0.00
197 15475 Equity Shares of Rs.10/- each of Mahindra Forgings Ltd. (Previous Year Nil)	18.10	0.00
198 8095 Equity Shares of Rs.2/- each of Gammon India Ltd. (Previous Year Nil)	18.13	0.00
Investments through ICICI Prudential Portfolio Management Services (ICICI Venture India Advantage Fund III)		
199 8017.000 units of Rs.10/- each of ICICI Prudential Liquid Super Inst. Plan (Dividend Weekly Option), An open ended scheme (Previous Year 7791.000 units)	8.02	7.80
Investments through ICICI Prudential Portfolio Management Services (DTS Equity PMS)		
200 Nil units of Rs.10/- each of ICICI Prudential Liquid Super Inst. Plan (Growth Option), An open ended scheme (Previous Year 9165.000 units)	0.00	12.43
201 12957.000 units of Rs.10/- each of ICICI Prudential Flexible Income Plan Premium (Growth Option), An open ended scheme (Previous Year Nil units)	23.51	0.00
202 Nil Equity Shares of Rs.1/- each of Balrampur Chini Mills Ltd.(Previous Year 1238)	0.00	1.73
203 Nil Equity Shares of Rs.10/- each of BEML Ltd. (Previous Year 356)	0.00	3.99
204 Nil Equity Shares of Rs.10/- each of CEAT Ltd. (Previous Year 1717)	0.00	2.53
205 319 Equity Shares of Rs.10/- each of Century Textiles Ltd.(Previous Year 772)	1.52	3.91
206 Nil Equity Shares of Rs.2/- each of CIPLA Ltd.(Previous Year 1253)	0.00	3.73
207 Nil Equity Shares of Rs.10/- each of Dena Bank Ltd.(Previous Year 3341)	0.00	2.79
208 Nil Equity Shares of Rs.2/- each of DLF Ltd.(Previous Year 741)	0.00	2.42
209 Nil Equity Shares of Rs.10/- each of HDIL (Previous Year 749)	0.00	1.78
210 Nil Equity Shares of Rs.2/- each of Hero Honda Motors Ltd.(Previous Year 167)	0.00	2.72
211 Nil Equity Shares of Rs.10/- each of Hindustan Petroleum Ltd.(Previous Year 964)	0.00	3.10
212 Nil Equity Shares of Rs.10/- each of Infinite Computer Solutions India Ltd. (Previous Year 1390)	0.00	2.68
213 Nil Equity Shares of Rs.2/- each of Jyoti Structure Ltd.(Previous Year 2559)	0.00	4.41
214 411 Equity Shares of Rs.2/- each of Lupin Ltd. (Previous Year 253)	1.12	3.45
215 Nil Equity Shares of Rs.10/- each of MPHASIS BFL Ltd.(Previous Year 569)	0.00	4.00
216 Nil Equity Shares of Rs.2/- each of Phoenix Mills Ltd.(Previous Year 1326)	0.00	2.86
217 722 Equity Shares of Rs.10/- each of Reliance Industries Ltd. (Previous Year 408)	6.07	3.54
218 Nil Equity Shares of Rs.10/- each of Reliance Infrastructure Ltd.(Previous Year 363)	0.00	4.48
219 Nil Equity Shares of Rs.1/- each of Shree Renuka Sugars Ltd.(Previous Year 1472)	0.00	1.54
220 Nil Equity Shares of Rs.10/- each of Shriram Transport Finance Company Ltd. (Previous Year 843)	0.00	2.87
221 Nil Equity Shares of Rs.10/- each of South India Bank Ltd.(Previous Year 1708)	0.00	2.87
222 Nil Equity Shares of Rs.5/- each of Maruti Suzuki Ltd. (Previous Year 196)	0.00	2.75
223 Nil Equity Shares of Rs.10/- each of Spicejet Ltd.(Previous Year 7487)	0.00	2.89
224 2828 Equity Shares of Rs.1/- each of Sterlite Industries Ltd.(Previous Year 342)	4.15	2.64



225	200 Equity Shares of Rs.1/- each of Tata Consultancy Services Ltd.(Previous Year 515)	1.50	3.66
226	Nil Equity Shares of Rs.10/- each of PSL Ltd. (Previous Year 2045)	0.00	2.38
227	Nil Equity Shares of Rs.10/- each of Tata Motors Ltd.(Previous Year 394)	0.00	1.87
228	202 Equity Shares of Rs.10/- each of Tata Motors Ltd. -DVR (Previous Year 636)	1.12	2.58
229	Nil Equity Shares of Rs.10/- each of State Bank of India Ltd. (Previous Year 170)	0.00	4.00
230	Nil Equity Shares of Rs.1/- each of TVS Motor Co.Ltd.(Previous Year 5594)	0.00	3.31
231	Nil Equity Shares of Rs.1/- each of Voltas Ltd.(Previous Year 2368)	0.00	4.39
232	659 Equity Shares of Rs.10/- each of ICICI Bank Ltd. (Previous Year 716)	6.15	4.07
233	1714 Equity Shares of Rs.1/- each of ITC Ltd.(Previous Year 1720)	2.95	3.30
234	226 Equity Shares of Rs.10/- each of Tata Power Company Ltd.(Previous Year 279)	3.05	2.46
235	Nil S & P Nifty Option 3000 PUT April 2010 (Previous Year 127)	0.00	6.64
236	1092.000 Non Convertible Debentures of Rs.5/- each of Dr Reddy Laboratories Ltd. (Previous Year Nil)	0.00	0.00
237	114 Equity Shares of Rs.10/- each of Asian Paints India Ltd. (Previous Year Nil)	2.99	0.00
238	49 Equity Shares of Rs.10/- each of Axis Bank Ltd.(Previous Year Nil)	0.64	0.00
239	328 Equity Shares of Rs.10/- each of Bajaj Auto Ltd.(Previous Year Nil)	4.44	0.00
240	585 Equity Shares of Rs.2/- each of Balkrishna Industries Ltd. (Previous Year Nil)	0.69	0.00
241	37 Equity Shares of Rs.10/- each of Bharat Heavy Electricals Ltd.(Previous Year Nil)	0.72	0.00
242	1304 Equity Shares of Rs.5/- each of Bharti Airtel Ltd.(Previous Year Nil)	4.24	0.00
243	231 Equity Shares of Rs.10/- each of Bilcare Ltd.(Previous Year Nil)	1.71	0.00
244	214 Equity Shares of Rs.5/- each of Cadila Healthcare Ltd.(Previous Year Nil)	1.43	0.00
245	709 Equity Shares of Rs.2/- each of Crompton Greaves Ltd.(Previous Year Nil)	2.04	0.00
246	220 Equity Shares of Rs.2/- each of Cummins India Ltd. (Previous Year Nil)	1.47	0.00
247	1548 Equity Shares of Rs.1/- each of Dabur India Ltd. (Previous Year Nil)	1.42	0.00
248	1231 Equity Shares of Rs.10/- each of Dhanlakhshmi Bank Ltd. (Previous Year Nil)	1.98	0.00
249	182 Equity Shares of Rs.5/- each of Dr. Reddy's Laboratories Ltd. (Previous Year Nil)	3.02	0.00
250	234 Equity Shares of Rs.10/- each of Eclerx Services Ltd. (Previous Year Nil)	0.44	0.00
251	441 Equity Shares of Rs.2/- each of HCL Technologies Ltd. (Previous Year Nil)	2.20	0.00
252	359 Equity Shares of Rs.10/- each of HDFC Bank Ltd. (Previous Year Nil)	7.73	0.00
253	266 Equity Shares of Rs.1/- each of Hindustan Unilever Ltd. (Previous Year Nil)	0.72	0.00
254	4230 Equity Shares of Rs.10/- each of Idea Cellular Ltd. (Previous Year Nil)	2.93	0.00
255	1216 Equity Shares of Rs.10/- each of Infrastructure Development Finance Company Ltd. (Previous Year Nil)	2.23	0.00
256	1511 Equity Shares of Rs.1/- each of Indian Hotels Company Ltd. (Previous Year Nil)	1.55	0.00
257	388 Equity Shares of Rs.10/- each of Indian Oil Corporation Ltd. (Previous Year Nil)	1.59	0.00
258	627 Equity Shares of Rs.10/- each of IndusInd Bank Ltd. (Previous Year Nil)	1.45	0.00
259	145 Equity Shares of Rs.10/- each of Info Edge (India) Ltd. (Previous Year Nil)	0.76	0.00
260	223 Equity Shares of Rs.5/- each of Infosys Technologies Ltd. (Previous Year Nil)	6.78	0.00
261	1849 Equity Shares of Rs.2/- each of Jagran Prakashan Ltd. (Previous Year Nil)	2.30	0.00
262	112 Equity Shares of Rs.2/- each of Larsen and Toubro Ltd. (Previous Year Nil)	1.84	0.00
263	563 Equity Shares of Rs.5/- each of Mahindra and Mahindra Ltd. (Previous Year Nil)	3.68	0.00
264	1585 Equity Shares of Rs.5/- each of Oil and Natural Gas Corporation Ltd. (Previous Year Nil)	4.32	0.00
265	2849 Equity Shares of Rs.10/- each of Prism Cements Ltd. (Previous Year Nil)	1.51	0.00
266	413 Equity Shares of Rs.10/- each of Punjab National Bank Ltd. (Previous Year Nil)	4.54	0.00
267	2935 Equity Shares of Rs.2/- each of Redington (India) Ltd. (Previous Year Nil)	2.43	0.00
268	330 Equity Shares of Rs.1/- each of Sun Pharmaceutical Industries Ltd. (Previous Year Nil)	1.44	0.00
269	326 Equity Shares of Rs.10/- each of Tata Steel Ltd. (Previous Year Nil)	2.14	0.00
270	256 Equity Shares of Rs.5/- each of Torrent Pharmaceuticals Ltd. (Previous Year Nil)	1.42	0.00
271	160 Equity Shares of Rs.10/- each of Trent Ltd. (Previous Year Nil)	1.43	0.00
272	1136 Equity Shares of Rs.2/- each of United Phosphorus Ltd. (Previous Year Nil)	2.07	0.00
273	141 Equity Shares of Rs.10/- each of VST Tillers Tractors Ltd. (Previous Year Nil)	0.72	0.00



274	485 Equity Shares of Rs.2/- each fully paid up of Wipro Ltd.(Previous Year Nil)	2.16	0.00
	Sub Total	37502.14	36240.11
	(b) UNQUOTED (AT COST)		
1	2250000 Equity Shares of Rs.10/- each of Oswal Woollen Mills Ltd. (Previous Year 2250000)	75.00	75.00
2	187500 Equity Shares of Rs.10/-each of Nimbua Greenfield (Punjab) Ltd. (Previous Year 250000)	18.75	25.00
3	748250 Equity Shares of Rs.1/- each of Delhi Stock Exchange Ltd. (Previous Year 748250)	523.78	523.78
4	5000 Equity Shares of Rs.10/- each of Essar Steel Ltd. (Previous Year 5000)	3.34	3.34
5	96399.000 units of Rs.100/- each of ICICI Venture India Advantage III, a Real Estate Fund through Prudential ICICI Portfolio Management Services Ltd. (Previous Year 100000.000 units)	96.40	100.00
6	16000.000 units of Rs. 1000/- each partly paid up Rs. 380/- of Kotak India Venture Fund, Life Sciences & Biotech Fund through Kotak Mahindra Bank Ltd. (Previous Year 16000 units each partly paid up of Rs. 350/-)	60.80	56.00
7	Nil units of Rs.1000000/- each up Non Convertible Debentures of Citicorp Finance (India) Limited (Previous Year 10.000)	0.00	100.00
	Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)		
8	21100 Equity Shares each of Ansal Hi-Tech Townships (Previous Year 21100)	18.62	18.62
9	2503 Preference Shares each of Ananta Landmarks Pvt. Ltd. (Previous Year 2503)	25.03	25.03
10	409 Preference Shares each of Neo Pharma Pvt. Ltd. (Previous Year 409)	4.09	4.09
11	10484 Equity Shares each of Ananta Landmarks Pvt. Ltd. (Previous Year 10484)	1.05	1.05
12	Nil units of Debenture each of Ansal Hi-Tech Townships Ltd. (Previous Year 37229.000)	0.00	37.23
13	Nil units of Debenture-I each of Nilkanth Tech Park Pvt. Ltd. (Previous Year 17385.000)	0.00	17.39
14	Nil units of Debenture-II each of Nilkanth Tech Park Pvt. Ltd. (Previous Year 14300.000)	0.00	14.30
15	Nil units of Debenture-III each of Nilkanth Tech Park Pvt. Ltd. (Previous Year 3951.000)	0.00	3.95
16	Nil units of Debenture-IV each of Nilkanth Tech Park Pvt. Ltd. (Previous Year 3732.000)	0.00	3.73
17	1164 Equity Shares each of Runwal Homes Pvt. Ltd.(Previous Year 1164)	16.86	16.86
18	3333.000 units of Debenture each of Atithi Building Commodities Pvt. Ltd. (Previous Year 3333.000)	33.33	33.33
19	876 Preference Shares each of BCC Infrastructure Pvt. Ltd. (Previous Year 876)	0.09	0.09
20	85 Equity Shares each of Godrej Estate Developers Pvt. Ltd. (Previous Year 85)	15.61	15.61
21	725 Equity Shares each of Godrej Sea View Properties Pvt. Ltd. (Previous Year 331)	16.28	7.43
22	1454 Equity Shares each of Nitesh Housing Developers Pvt. Ltd. (Previous Year 1454)	5.18	5.18
23	780 Equity Shares each of Total Environment Projects Pvt. Ltd. (Previous Year 780)	0.08	0.08
24	311 Equity Shares each of VBHDC Bangalore Value Homes Pvt. Ltd. (Previous Year 311)	0.03	0.03
25	305 Equity Shares each of BCC Infrastructure Pvt. Ltd. (Previous Year 305)	0.03	0.03
26	274 Equity Shares each of Kunal Spaces Private Ltd. (Previous Year Nil)	0.03	0.00
27	2557 Preference Shares each of Ekta World Private Ltd. (Previous Year Nil)	0.03	0.00
28	139 Equity Shares each of VBHC Chennai Value Homes Pvt. Ltd. (Previous Year Nil)	0.01	0.00
29	136 Equity Shares each of VBHC Delhi Value Homes Pvt. Ltd. (Previous Year Nil)	0.01	0.00
30	38779.000 units of Debenture each of Runwal Homes Class A (Previous Year 38779.000)	38.78	38.78
31	2441.000 units of Debenture each of Aristo Realtors Pvt. Ltd. (Previous Year 2441.000)	24.41	24.41
32	17703.000 units of Debenture each of Total Environment Projects-I (Previous Year 17703.000)	17.70	17.70
33	17577.000 units of Debenture each of Runwal Homes Class B (Previous Year 17577.000)	17.58	17.58
34	13708.000 units of Debenture each of Total Environment Building Pvt. Ltd. (Previous Year 13708.000)	13.71	13.71
35	Nil units of Debenture each of Kanakia Builders Pvt. Ltd.(Previous Year 11983.000)	0.00	11.99
36	8219.000 units of Debenture each of Total Environment Building Pvt. Ltd.-II (Previous Year 8219.000)	8.22	8.22
37	7114.000 units of Debenture each of Nitesh Housing Developers Pvt. Ltd.-II (Previous Year 7114.000)	7.11	7.11
38	8570.000 units of Debenture each of BCC Infrastructure Pvt. Ltd. (Previous Year 8570.000)	8.57	8.57



39	6858.000 units of Debenture each of Total Environment Building Pvt. Ltd.-III (Previous Year 6858.000)	6.86	6.86
40	635.000 units of Debenture each of Aristo Realtors Pvt. Ltd.-III (Previous Year 635.000)	6.35	6.35
41	7460.000 units of Debenture each of ATS Apartments Pvt. Ltd.-II (Previous Year 7460.000)	7.46	7.46
42	7010.000 units of Debenture each of ATS Apartments Pvt. Ltd.-I (Previous Year 7010.000)	7.01	7.01
43	6849.000 units of Debenture each of VBHDC Bangalore Value Homes Pvt. Ltd.-I (Previous Year 6849.000)	6.85	6.85
44	5126.000 units of Debenture each of Nitesh Housing Developers Pvt. Ltd.-III (Previous Year 5126.000)	5.13	5.13
45	482.000 units of Debenture each of Atithi Building Commodities Pvt. Ltd.-II (Previous Year 482.000)	4.82	4.82
46	5689.000 units of Debenture each of Nitesh Land Holding Pvt. Ltd. (Previous Year 5689.000)	5.69	5.69
47	446.000 units of Debenture each of Aristo Realtors Pvt. Ltd.-II (Previous Year 446.000)	4.46	4.46
48	3374.000 units of Debenture each of Nitesh Housing Developers Pvt. Ltd.- IV (Previous Year 3374.000)	3.37	3.37
49	1996.000 units of Debenture each of Nitesh Housing Developers Pvt. Ltd. -I (Previous Year 1996.000)	2.00	2.00
50	586.000 units of Debenture each of Total Environment Projects Pvt. Ltd.-II (Previous Year 586.000)	0.59	0.59
51	34247.000 units of Debenture each fully paid up of Total Environment Habitat Pvt. Ltd. (Previous Year Nil)	34.24	0.00
52	31930.000 units of Debenture each of Runwal Township Pvt. Ltd. (Previous Year Nil)	31.93	0.00
53	1454.000 units of Debenture each of Aristo Realtors Pvt. Ltd.-IV (Previous Year Nil)	14.54	0.00
54	14455.000 units of Debenture each of Dharmesh Constructions Pvt. Ltd. (Previous Year Nil)	14.45	0.00
55	13821.000 units of Debenture each of Bhaveshwar Properties Pvt. Ltd. (Previous Year Nil)	13.82	0.00
56	13811.000 units of Debenture each of Bhaveshwar Properties Pvt. Ltd. -II (Previous Year Nil)	13.81	0.00
57	13721.000 units of Debenture each of Arimas Developers Pvt. Ltd. Class A (Previous Year Nil)	13.72	0.00
58	11547.000 units of Debentures each of BCC Infrastructure Pvt. Ltd. Class A Deb. - III (Previous Year Nil)	11.54	0.00
59	11547.000 units of Debentures each of BCC Infrastructure Pvt. Ltd. Class A Deb. - IV (Previous Year Nil)	11.54	0.00
60	9953.000 units of Debentures each of Marvel Realtors and Developers Series 2 (Previous Year Nil)	9.95	0.00
61	9833.000 units of Debentures each of Marvel Realtors and Developers Series 1 (Previous Year Nil)	9.83	0.00
62	8685.000 units of Debentures each of BCC Infrastructure Pvt. Ltd. Class A (Previous Year Nil)	8.69	0.00
63	7094.000 units of Debenture each of Total Environment Building Pvt. Ltd.-IV (Previous Year Nil)	7.09	0.00
64	8602.000 units of Debenture each of VBHC Chennai Value Homes Pvt. Ltd. Class A (Previous Year Nil)	8.61	0.00
65	7924.000 units of Debenture each of Kunal Spaces Pvt.Ltd.Class A (Previous Year Nil)	7.92	0.00
66	6960.000 units of Debenture each of VBHC Delhii Value Homes Pvt. Ltd. -I (Previous Year Nil)	6.96	0.00
67	6350.000 units of Debenture each of Ekta World Pvt. Ltd. Class A Series 1 (Previous Year Nil)	6.35	0.00
68	6121.000 units of Debenture each of Ekta World Pvt. Ltd. Class A Series 2 (Previous Year Nil)	6.13	0.00
69	2195.000 units of Debenture each of Total Environment Projects-III (Previous Year Nil)	2.20	0.00
	Sub Total	1344.45	1295.79
	TOTAL	39032.87	37722.23
	Book Value of Quoted Investments	37678.97	36416.97
	Book Value of Unquoted Investments	1353.90	1305.27
	Market Value of Quoted Investments	39168.09	35700.55



6. CASH & BANK BALANCES				
i) Cash in Hand		0.05		0.44
ii) With Scheduled Banks in Current Accounts		205.70		26.59
iii) With Scheduled Banks in Dividend Accounts		16.66		13.17
iv) Cheques in Hand		0.00		28.04
v) Fixed Deposit Account		609.10		2952.14
		<u>831.51</u>		<u>3020.38</u>
7. LOANS AND ADVANCES				
(Unsecured considered good unless otherwise stated)				
a) Loan/Deposits with other Bodies Corporate				
i) Secured Loan (Against Equity Shares & Property)	1000.00		0.00	
ii) Un- Secured Loan	15.00	1015.00	0.00	0.00
b) Advances Recoverable in cash or in kind or for value to be received		154.42		399.21
c) Advance Taxes		265.28		315.99
		<u>1434.70</u>		<u>715.20</u>
8. CURRENT LIABILITIES				
Sundry Creditors (due to Micro, Small and Medium Enterprises - Nil)		7.55		1.48
Expenses Payable		0.11		2.37
Due to Directors		0.00		6.69
Sundry Payable		0.04		0.00
Dividend Payable		16.66		13.17
Tax Deducted at Source Payable		1.10		4.00
Cheque Issued but not presented		0.00		1.73
Interest Received but not Accrued		34.64		0.00
Other Liabilities		5.54		4.97
Statutory Liabilities		0.003		0.003
		<u>65.64</u>		<u>34.41</u>
9. PROVISIONS				
Proposed Dividend		251.19		251.19
Tax on Proposed Dividend		40.75		41.72
Provisions for Taxation		245.00		330.00
		<u>536.94</u>		<u>622.91</u>
10. OPERATING/OTHER INCOME				
Gain/Loss from Trading of Shares/Securities				
Sale of securities	3230.83		1490.02	
Add - Closing Stock	919.14		699.34	
Less - Purchases	-3493.46		-1251.79	
Less - Opening Stock	-699.34	-42.83	-547.76	389.81
Dividend Income				
On Trade Investment	3.10		2.53	
On Other Investment	594.31	597.41	384.80	387.33
Interest Income-Gross		250.72		651.75
(Tax Deducted at Source Rs.2709022) (Previous Year Rs.7793528)				
Profit/Loss on Sale of Investment	1327.51		1251.71	
Less : Loss on Sale of Investment	-161.28	1166.23	-175.69	1076.02
Previous Year Income		0.03		0.00
Miscellaneous Income		0.09		0.20
Previous Year Expenses/Written Back		1.06		0.00
		<u>1972.71</u>		<u>2505.11</u>
11. PERSONAL EXPENSES				
Wages, Salary and Bonus		38.38		32.79
Contribution to Gratuity Fund		3.99		0.78
Employees Welfare expenses		0.002		0.003
		<u>42.37</u>		<u>33.57</u>



12. FINANCIAL EXPENSES			
Interest to others	0.00		2.00
Interest to Bank (OD A/C)	1.48		0.23
Bank Commission	0.09		0.06
	<u>1.57</u>		<u>2.29</u>
13. ADMINISTRATIVE EXPENSES			
Legal & Professional Expenses	5.04		7.29
Fees & Taxes	0.01		0.00
Subscription	0.82		0.62
Postage, Telegram & Internet	1.76		1.97
Printing & Stationery	2.08		1.86
Conveyance	3.07		2.70
Telephone Expenses	1.51		1.32
Insurance	0.02		0.01
Domestic Travelling Expenses - Others	0.84		0.29
Rent	1.72		1.50
Miscellaneous Expenses	0.02		0.01
Director's Sitting Fee	1.70		1.08
Security Transaction Tax	13.40		7.59
Portfolio Management Expenses	35.78		34.77
Entertainment Expenses	0.36		0.00
AGM Expenses	0.17		0.35
Brokerage/Commission on Loan	0.65		0.00
Director's Remuneration	92.00		105.00
AUDITOR'S REMUNERATION			
As Audit Fee	0.55		0.59
As Tax Audit Fee	0.17		0.16
As Certification Charges	0.06		0.90
	<u>0.78</u>	<u>0.15</u>	<u>0.90</u>
	161.73		167.26
14. OTHER EXPENSES			
Preliminary Expenses Written off	1.73		1.73
Previous Year Income Written Back	0.06		0.00
Previous Year Expenses	0.00		0.65
Amount Rounded off	0.00		0.00
	<u>1.79</u>		<u>2.38</u>

**15. NOTES ON ACCOUNTS****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. INVESTMENT

- 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

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 rates specified in Schedule XIV of the Companies Act, 1956.

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 been impaired. If any such indication exists, an impairment loss i.e. the amount by which the 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-imburement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the re-imburement will be received

ix. RETIREMENT BENEFITS**Gratuity**

The Company has taken a Group Gratuity Policy from LIC of India to discharge its liability for 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.

2. Contingent liabilities not provided for

	As at 31.03.2011 (In Lacs)	As at 31.03.2010 (In Lacs)
a) Bank Guarantees and Letters of Credit outstanding	--	--
b) Claims not acknowledged as debts	--	--



3. Estimated amount of contracts remaining to be executed on Capital Account (Net of Advances) 208.10 712.41
4. 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. .
5. 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:

(Rs. in lacs)

Particular	*Associates		Key Management Personnel (KMP)		Relative of Key Management Personnel		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Loan Repaid	0.00	1257.18	0.00	0.00	0.00	0.00	0.00	1257.18
Interest Paid	0.00	1.99	0.00	0.00	0.00	0.00	0.00	1.99
Loan Given	1630.00	0.00	0.00	0.00	0.00	0.00	1630.00	0.00
Loan Recd Back	1615.00	0.00	0.00	0.00	0.00	0.00	1615.00	0.00
Director's Sitting Fee	0.00	0.00	0.35	0.16	0.00	0.00	0.35	0.16
Interest Received	50.24	0.00	0.00	0.00	0.00	0.00	50.24	0.00
Rent	1.72	1.50	0.00	0.00	0.00	0.00	1.72	1.50
Managerial Remuneration/Perquisites	0.00	0.00	92.00	105.50	0.00	0.00	92.00	105.50
Balance Receivable	15.03	0.23	0.00	0.00	0.00	0.00	15.03	0.23
Balance Payable	1.26	0.32	0.00	6.69	0.00	0.00	1.26	7.01

Note:

***Associates and Related Parties**

Nahar Spinning Mills Ltd., Nahar Poly Films Ltd., Nahar Industrial Enterprises Ltd., Oswal Woollen Mills 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 Holdings Ltd, Monica Growth Fund (P) Ltd., Nagdevi Trading & Investment Co. Ltd., Nahar Growth Fund (P) Ltd., Neha Credit & Investment (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

Key Management Personnel

Sh. Jawahar Lal Oswal, Sh. Dinesh Oswal and 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.

6. As per Accounting Standard 20 of the Institute of Chartered Accountants of India, Earning Per Share, is calculated below: -

EPS- Basic And Diluted	Current Year	Previous Year
	01.04.2010 to 31.03.2011	01.04.2009 to 31.03.2010
Profit after Tax (Rs. In Lacs)	1502.88	1970.82
Number of Shares Issued	16746167	16746167
Earning Per Share (Face Value of Rs.5/- per share)	8.97	11.77

7. 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.
8. 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 paragraphs 8 to 10 of the Standards) with regard 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 account.
9. The disclosure requirements of Accounting Standards AS-17 are not applicable as the main activity of the Company fall under single segment i.e. Investment Activities.



10. The employee's gratuity fund scheme is managed by LIC. The following tables set out the funded status of the gratuity plan recognized in the Company's financial statement as at 31.03.2011.

	Current Year	(Rs. in Lacs) Previous Year
a. Assumptions		
Discount Rate	8.0%	8.0%
Salary Escalation	7.0%	7.0%
Mortality Table (LIC)	1994-96 (Ultimate)	1994-96 (Ultimate)
b. Reconciliation of Opening and Closing balances of defined benefit obligation.		
Present value of obligations as at beginning of year	6.90	5.67
Interest Cost	0.49	0.39
Current Service Cost	2.58	0.96
Benefit Paid	--	--
Actuarial (Gain)/Loss on obligations	1.81	(0.12)
Present Value of obligations as at end of year	11.78	6.90
c. Reconciliation of opening and closing balances of fair value of plan assets		
Fair value of plan assets at beginning of year	8.82	1.53
Expected return on plan assets	0.98	0.53
Contributions	3.10	6.75
Benefit Paid	--	--
Actuarial Gain/(Loss) on Plan Assets	NIL	NIL
Fair Value of Plan assets at the end of year	12.90	8.81
d. Reconciliation of fair value of assets and obligations		
Present value of obligations as at the end of year	11.78	6.90
Fair value of plan assets as at the end of the year	12.90	8.82
Net Assets/(Liability) recognized in the Balance Sheet	1.12	1.92
e. Expenses Recognized in statement of Profit & Loss		
Current Service Cost	2.58	0.96
Interest Cost	0.49	0.39
Expected Return on plan assets	(0.98)	(0.53)
Net Actuarial (gain)/Loss recognized	1.81	(0.12)
Expenses recognized in statement of Profit & Loss	3.90	0.70

11. MANAGERIAL REMUNERATION

The Computation of net profit under Section 198 read with Section 349 of the Companies Act, 1956, for the purpose of remuneration payable to Managing Director, are given below:-

Particulars	Current Year	Previous Year
Net Profit before Taxation	1765.21	2299.58
Add: Managerial Remuneration	92.00	105.05
Net Profit U/S 349 of the Companies Act, 1956	1857.21	2404.63
Managerial Remuneration @ 5% of the above	92.86	120.23
Managerial Remuneration paid to Managing Director		
Salary Income	92.00	105.00
Other perquisites	0.00	0.05
	92.00	105.05

Note :

1. Remuneration includes Salary, Cash Allowances and Commission on profit paid or payable to Managing Director.
2. Mr. Dinesh Oswal is also getting Remuneration from Nahar Spinning Mills Limited within the ceilings prescribed under the Schedule XIII of the Companies Act, 1956.


12. 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	(Rs. In Lacs)			
	Amt Outstanding 31.03.2011	Amt Overdue 31.03.2011	Amt Outstanding 31.03.2010	Amt Overdue 31.03.2010
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 within 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 & Borrowing	0.00	0.00	0.00	0.00
e. Commercial Paper	0.00	0.00	0.00	0.00
f. Other Loans (Specify Nature)	0.00	0.00	0.00	0.00
2. Break up of Loans & Advances including bills receivable other than those including in (3) below				
a) Secured	1000.00	0.00	0.00	0.00
b) Unsecured	15.00	0.00	0.00	0.00
		As at 31.03.2011	As at 31.03.2010	
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				
1) Financial Lease (Net of depreciation & 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		21654.81	21335.31	
-Preference		6.33	6.33	
-Debentures & Bonds		812.79	600.50	
-Units of Mutual Funds		15205.04	14474.82	
-Government Securities		0.00	0.00	
Total		37678.97	36416.96	



2) Unquoted		
-Shares	704.14	701.49
-Preference	29.23	29.21
-Debentures & Bonds	463.33	418.57
-Units of Mutual Funds	157.20	156.00
-GOI Securities	0.00	0.00
-Other (Please specify)	0.00	0.00
Total	1353.90	1305.27
Grand Total	39032.87	37722.23

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

	Amount Net of Provisions					
	Secured		Unsecured		Total	
	31.3.11	31.03.10	31.3.11	31.03.10	31.3.11	31.03.10
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	15.00	0.00	15.00	0.00
c) Other related parties	0.00	0.00	0.00	0.00	0.00	0.00
2) Other than related Parties	1000.00	0.00	0.00	0.00	1000.00	0.00
Total	1000.00	0.00	15.00	0.00	1015.00	0.00

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

	Market Value or Fair Value or NAV		Book Value (net of Provisions)	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010
	1) Related Parties			
a) Subsidiaries	0.00	0.00	0.00	0.00
b) Companies in the same group	19228.24	16591.34	19032.37	18632.63
c) Other related Parties	0.00	0.00	0.00	0.00
2) Other than related Parties	21293.74	20414.48	20000.50	19089.60
Total	40521.98	37005.82	39032.87	37722.23

7. Other Information

Particulars	Amount as on	Amount as on
	31.03.2011	31.03.2010
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

13. 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") Items	(Rs. in Lacs)	
	31.03.2011	31.03.2010
i) CRAR (%)	101.74	110.60
ii) CRAR - Tier I Capital (%)	101.74	110.60
iii) CRAR - Tier II Capital (%)	--	--
II. Exposure to Real Estate Category		
a) Direct Exposure		
i) Residential Mortgage	--	--
ii) Commercial Real Estate	--	--
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures		



(Investments in Equity and Debentures through HDFC Real Estate Portfolio and ICICI Prudential India Advantage Fund)

a) Residential	479.08	364.00
b) Commercial Real Estate	183.67	149.00
b) Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	--	--

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

	1 day to 30/31 days (one month)	Over 1 month to 2 months	Over 2 month to 3 months	Over 3 month to 6 months	Over 6 month to 1 Year	Over 1 year to 3 year	Over 3 year to 5 year	Over 5 years	Total
Liabilities									
Borrowings from Banks	-	-	-	-	-	-	-	-	-
Market Borrowings	-	-	-	-	-	-	-	-	-
Assets									
Advances	-	-	-	1000.00	15.00	-	-	-	1015.00
Investments	1800.00	980.46	0.00	800.00	2883.18	12270.79	0.00	20298.44	39032.87

14. STOCK IN TRADE

Name of Security	31.03.2011		31.03.2010	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
Equity Shares				
Kirloskar Ferreous Inds. Limited	0	0.00	50000	16.60
Uflex Limited	25000	35.90	0	0.00
Hindustan Unilever Limited	0	0.00	10000	23.95
Venus Remedies Limited	0	0.00	5000	12.86
Asian Oil Field Limited	0	0.00	15252	9.34
The Karnataka Bank Limited	52620	56.54	0	0.00
Halonix Limited	10000	10.25	15000	12.49
Himachal Futuristic Communications Limited	0	0.00	50000	6.22
Wockhardt Limited	5803	18.77	0	0.00
Sujana Towers Limited	0	0.00	10000	4.92
BF Utilities Limited	5000	39.24	0	0.00
Hikal Limited	0	0.00	5000	18.53
Power Grid Corporation Limited	21000	21.40	0	0.00
Punjab Alkalies & Chemicals Limited	20000	8.77	0	0.00
Satyam Computers Limited	19850	13.04	19850	18.33
Total		203.91		123.24
Debt Funds				
Tata Short Term Bond Fund(G)	0	0.00	598176.468	99.00
Prudential ICICI Short Term(G)	0	0.00	562842.182	99.00
Total		0.00		198.00
Investment in Equity Shares through HSBC Asset Management (India) Pvt. Ltd.				
Maytas Intra Limited	0	0.00	8139	15.06
City Union Bank Limited	0	0.00	37731	10.81
Sanghvi Movers Limited	3523	4.04	3523	7.27
United Bank of India Limited	18855	20.04	0	0.00
Grindwell Norton Limited	8028	17.79	0	0.00
Bayer Crop Science Limited	2183	20.00	2183	14.22
Triveni Engg. and Industries Limited	16583	15.98	0	0.00
Mastek Limited	0.00	0.00	3238	10.83



Shanthi Gears Limited	0	0.00	3815	1.43
Ajmera Realty and Infra India Limited	0	0.00	1344	2.21
Goodricke Group Limited	0	0.00	2054	2.94
Genus Power Infrastructures Limited	0	0.00	1931	3.26
Gammon India Limited	0	0.00	1434	3.38
Hitachi Home & Life Solutions Limited	6666	14.71	4030	9.66
JBF Industries Limited	9010	14.75	0	0.00
K P R Mill Limited	6586	12.09	0	0.00
Mahindra Lifespace Developers Limited	0	0.00	1174	4.51
Assam Company Limited	0	0.00	0	0.00
Balkrishna Industries Limited	3420	4.56	684	4.37
Alok Industries Limited	0	0.00	27391	6.08
Ceat Limited	8635	8.90	0	0.00
Pennar Industries Limited	18671	8.46	0	0.00
Torrent Cables Limited	0	0.00	621	0.76
Dish TV India Limited	0	0.00	13629	5.00
Torrent Pharmaceuticals Limited	1453	8.43	0	0.00
Corporation Bank Limited	1211	7.70	0	0.00
Globus Spirits Limited	4607	6.60	4607	6.24
Orient Paper & Industries Limited	0	0.00	6855	3.46
SICAL Logistics Limited	0	0.00	4939	3.92
Lakshmi Energy & Foods Limited	0	0.00	3175	3.98
Suzlon Energy Limited	0	0.00	5766	4.14
Sundaram Fasteners Limited	12106	6.17	0	0.00
Geometric Software Solutions Limited	8139	4.99	8139	5.19
ISMT Limited	0	0.00	10101	5.39
VST Tillers Tractors Limited	1863	8.23	1863	5.68
Hinduja Global Solutions Limited	0	0.00	1327	5.88
Dena Bank Limited	8727	9.08	13469	10.55
Praj Industries Limited	8630	6.20	8630	7.44
Apar Industries Limited	5130	10.34	5130	10.13
Balmer Lwerie & Company Limited	0	0.00	1265	7.57
Ranbaxy Laboratories Limited	1590	7.09	1590	7.56
Autoline Industries Limited	4343	6.16	0	0.00
Allied Digital Services Limited	6100	5.25	0	0.00
Everest Kanto Cylinder Limited	6117	4.74	0	0.00
Jay Shree Tea and Industries Limited	2912	4.59	0	0.00
Tube Investments of India Limited	3203	4.35	0	0.00
Total		241.24		188.92
Investment in Debt Funds through HSBC Asset Management (India) Pvt. Ltd.				
HSBC Cash Fund Institutional daily dividend Re-invest	304066.965	31.74	25267.830	2.64
Total		31.74		2.64
Investment in Equity Shares through Barclays Wealth Asset Management (India) Pvt. Ltd.				
Andhra Sugars Limited	10000	8.74	5000	5.98
Balmer Lawrie & Company Limited	1500	8.23	1000	5.99
City Union Bank Limited	10000	4.48	40000	11.46
Coromandel Fertilizers Limited	0	0.00	2000	6.31
Deccan Chronicle Holdings Limited	0	0.00	7000	10.79
DLF Limited	0.00	0.00	3500	10.81
Financial Technologies (India) Limited	1400	12.09	500	7.84
KCP Sugar & Industries Corporation Limited	27485	4.69	17435	3.63
Lakshmi Vilas Bank Limited	0	0.00	8000	6.21
Mahindra & Mahindra Financial Services Limited	1172	8.21	2000	7.46



Reliance Capital Limited	0	0.00	1000	7.56
Sterlite Industries (I) Limited	4736	8.23	1000	8.50
United Phosphorus Limited	0	0.00	2280	3.40
Aurobindo Pharma Limited	1715	3.36	0	0.00
Bharat Heavy Electricals Limited	393	8.11	0	0.00
Canfin Homes Limited	10500	11.25	0	0.00
Confidence Petroleum India Limited	40000	6.44	0	0.00
Federal Bank Limited	2242	9.38	0	0.00
Gail India Limited	1000	4.64	0	0.00
Gujarat State Petronet Limited	3866	3.83	0	0.00
Hindustan Unilever Limited	2475	7.10	0	0.00
Housing Development Finance Corporation Limited	1096	7.69	0	0.00
Karur Vysya Bank Limited	2840	8.60	0	0.00
Larsen & Toubro Limited	778	12.85	0	0.00
Ramco Industries Limited	7509	3.45	0	0.00
Reliance Industries Limited	860	9.02	0	0.00
Rural Electrification Corporation Limited	1555	3.95	0	0.00
Selan Exploration Technology Limited	735	2.45	0	0.00
Sintex Industries Limited	2155	3.27	0	0.00
South Indian Bank Limited	40000	9.14	0	0.00
Spice Jet Limited	5529	2.12	0	0.00
State Bank of India	330	9.13	0	0.00
Tata Motars Limited	650	8.11	0	0.00
VBC Ferro Alloys Limited	1145	2.85	0	0.00
Total		191.41		95.94
Debt Funds				
Benchmark Mutual Fund - liquid Bees	14.806	0.15	0	0.00
Total		0.15		0.00
Investment in Equity Shares through Reliance Capital Asset Management Limited				
Reliance Industries Limited	0	0.00	1599	17.18
Infosys Technologies Limited	0	0.00	360	9.42
Larsen & Toubro Limited	0	0.00	526	8.58
ICICI Bank Limited	0	0.00	881	8.39
HDFC Limited	0	0.00	211	5.73
ITC Limited	0.00	0.00	2176	5.72
HDFC Bank Limited	0	0.00	288	5.57
Oil & Natural Gas Corporation Limited	0	0.00	309	3.39
Bharti Tele-Vent Limited	0	0.00	1080	3.38
Sterlite Industries India Limited	0	0.00	366	3.11
Tata Iron & Steel Company Limited	689	4.29	490	3.10
Tata Consultancy Services Limited	0	0.00	375	2.93
Bharat Heavy Electricals Limited	207	4.27	120	2.87
Hindustan Unilever Limited	0	0.00	1102	2.64
Jindal Steel & Power Limited	0	0.00	350	2.46
State Bank of India Limited	0	0.00	103	2.14
Axis Bank Limited	0	0.00	183	2.14
Tata Power Company Limited	0	0.00	137	1.88
Total		8.56		90.63
Debt Funds				
Reliance Liquidity Fund-Daily Dividend	819202.148	81.96	0	0.00
Total		81.96		0.00
Investment in Equity Shares through Morgan Stanley India Financial Services Pvt. Limited				
Equity Shares				
Adani Enterprises Limited	744	4.96	0	0.00
Alstom Projects India Limited	936	5.52	0	0.00
Apar Industries Limited	1737	3.50	0	0.00
Areva T & D India Limited	537	1.33	0	0.00
BGR Energy Systems Limited	906	4.32	0	0.00
Bharat Heavy Electricals Limited	179	3.69	0	0.00
Crompton Greaves Limited	2283	6.23	0	0.00
Cummins India Limited	1058	7.38	0	0.00
Diamond Power Infrastructure Limited	2766	4.25	0	0.00
GEI Industrial Systems Limited	1481	2.88	0	0.00
Jyoti Structures Limited	4146	3.47	0	0.00
KEC International Limited	5668	4.68	0	0.00
Larsen & Toubro Limited	408	6.74	0	0.00



Power Grid Corporation Limited	4314	4.40	0	0.00
Savita Oil Technologies Limited	750	3.88	0	0.00
Siemens Limited	501	4.41	0	0.00
Techno Electric & Engineering Co Limited	1481	3.58	0	0.00
Thermax Limited	974	5.87	0	0.00
Transformers & Rectifiers (India) Limited	886	2.19	0	0.00
Gail India Limited	750	3.49	0	0.00
IDBI bank Limited	2000	2.85	0	0.00
Indian Oil Corporation Limited	3000	10.03	0	0.00
Indusind Bank Limited	3000	7.91	0	0.00
Mercator Lines Limited	27000	10.33	0	0.00
Ranbaxy Laboratories Limited	2900	12.88	0	0.00
Shree Renuka Sugars Limited	3500	2.44	0	0.00
Sterlite Industries (I) Limited	1500	2.60	0	0.00
Union Bank of India Limited	3500	12.16	0	0.00
Total		147.97		0.00
Debt Funds				
Benchmark Mutual Fund liquid	1219.748	12.20	0	0.00
Dividend Reinvest				
Total		12.20	0	0.00

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

	31.03.2011 (12 months)		31.03.2010 (12 months)	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
OPENING STOCK				
Equity shares	471250.000	498.70	615444.000	346.99
Units of Equity Mutual Funds	0.000	0.00	0.000	0.00
Units of Debt Mutual Funds	1186286.475	200.64	1187554.709	200.77
Total		699.34		547.76
PURCHASES/TRANSFERS				
Equity shares	1257080.000	2194.34	442546.000	629.74
Units of Equity Mutual Funds	0.000	0.00	0.000	0.00
Units of Debt Mutual Funds	5102878.534	1299.12	3796561.099	622.05
Total		3493.46		1251.79
SALES/TRANSFERS				
Equity shares	1127299.000	1837.41	586740.000	867.67
Units of Equity Mutual Funds	0.000	0.00	0.000	0.00
Units of Debt Mutual Funds	5164661.342	1393.42	3797829.333	622.34
Total		3230.83		1490.01
CLOSING STOCK				
Equity shares	601031.000	793.09	471250.000	498.70
Units of Equity Mutual Funds	0.000	0.00	0.000	0.00
Units of Debt Mutual Funds	1124503.667	126.05	1186286.475	200.64
Total		919.14		699.34

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

	Current Year		Previous Year
	01.04.2010 to 31.03.2011	01.04.2009 to 31.03.2010	
Pre-Tax Profit after adjustment of prior period Items	1765.20	2299.58	
Add: Prior period Expenses	0.00	0.65	
Less: Prior period Expenses written back	1.06	0.20	
Less: Previous Year Income	0.03	0.00	
Net Profit Before Prior Period Items	1764.11	2300.03	

17. Schedules 1 to 15 form an integral part of the Balance Sheet and have been authenticated as such.

As per report of even date annexed
For GUPTA VIGG & CO.
Chartered Accountants
(F.Regd. No. 001393N)

FOR & ON BEHALF OF THE BOARD

DATE : 30/05/2011
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)
M.No. 81585

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG.DIRECTOR)

DINESH GOGNA
(DIRECTOR)



The Information pursuant to part IV of Schedule VI to the Companies Act, 1956 :

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details																			
Registration No.											2 9 9 6 8		State Code		1 6				
Balance Sheet Date											3 1 - 0 3 - 2 0 1 1								
					Date			Month			Year								
II. Capital raised during the year (Amount in Rs. Thousands)																			
Public Issue				Right Issue				Bonus Issue				Private Placement				Conversion of Bonds in Shares			
N I L				N I L				N I L				N I L				N I L			
III. Position of Mobilisation & Deployment of funds (Amount in Rs. Thousands)																			
Total Liabilities										Total Liabilities									
4 3 5 7 9 1 3										4 3 5 7 9 1 3									
Sources of Funds																			
Paid-up Capital					Reserves & Surplus					Secured Loan				Unsecured Loans					
8 3 7 3 1					4 2 7 4 1 8 3					N I L				N I L					
Deferred Tax Liability																			
N I L																			
Application of Funds																			
Net Fixed Assets				Investments				Net Current Assets				Misc. Expenditure		Accumulated Losses					
1 9 6 3 0 8				3 9 0 3 2 8 7				1 5 8 2 7 6				4 3							
IV. Performance of Company (Amount in Rs. Thousands)																			
Turn Over (Including Other Income)					Total Expenditure					Profit Before Tax					Profit After Tax				
1 9 7 2 7 2					2 0 7 5 1					1 7 6 5 2 1					1 5 0 2 8 8				
Basic Earning Per Share (Rs.)					Diluted Earning Per Share (Rs.)					Dividend Rate %									
8 . 9 7					8 . 9 7					3 0 %									
V. Generic Names of Three Principal Product/Services of Company (As per Monetary Terms)																			
Item Code No. (ITC Code)				N I L															
Service Description				Investment and Financial Activities															
Item Code No. (ITC Code)																			
Product Description																			
Item Code No. (ITC Code)																			
Product Description																			

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants
(F.Regd. No. 001393N)

FOR & ON BEHALF OF THE BOARD

DATE : 30/05/2011
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)
M.No. 81585

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)

NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

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 6th Annual General Meeting of the Company to be held on
Tuesday, the 20th September, 2011 at 11.00 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.....2011.

(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 LIMITED

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 6th Annual General Meeting of the Company to be held on Tuesday, the 20th September, 2011 at 11.00
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*

No of Shares Held.....

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

*Strike out whichever is not applicable

BOOK POST
(Printed Matter)

If undelivered, please return to :
Nahar Capital and Financial Services Ltd.
375, Industrial Area-'A', Ludhaina-141 003

Nahar Capital and Financial Services Ltd.