

SARAT LEASING AND FINANCE LIMITED

NOTICE

NOTICE is hereby given that the Nineteenth Annual General Meeting of the members of Sarat Leasing and Finance Limited will be held at the Registered Office of the Company, viz. Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai 400 011, on Tuesday, the 23rd July, 2013 at 10.30 A.M to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2013 and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Sidhant Jatia, who retires by rotation and, being eligible, offers him for re-appointment.
3. To appoint Auditors M/s M.L. Sharma & Co. (F. R. No. 109963W) to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

To consider and, if thought fit, to pass with or without modification(s) the following Resolution as an **Ordinary Resolutions**:

4. **“RESOLVED THAT** Shri Vijay Kumar Jatia, a Director who was appointed as an Additional Director of the Company w.e.f. 07th September, 2012 and who holds office as such upto the date of the 19th Annual General Meeting and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri Vijay Kumar Jatia as a candidate for the office of Director of the Company shall not be liable to retire by rotation or be removed from his office by the Company.
5. **“RESOLVED THAT** Smt Gauri Jatia, a Director who was appointed as an Additional Director of the Company w.e.f. 07th September, 2012 and who holds office as such upto the date of the 19th Annual General Meeting and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Smt Gauri Jatia as a candidate for the office of Director of the Company shall be liable to retire by rotation or be removed from his office by the Company.

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SARAT LEASING AND FINANCE LIMITED

- 6 **RESOLVED THAT** Shri N K Deora a Director who was appointed as an Additional Director of the Company w.e.f. **04thSeptember, 2012** and who holds office as such upto the date of the 19th Annual General Meeting and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri N K Deora as a candidate for the office of Director of the Company shall be liable to retire by rotation or be removed from his office by the Company.
- 7 **“RESOLVED THAT** Shri S C Bajaj , a Director who was appointed as an Additional Director of the Company w.e.f. **04thSeptember, 2012** and who holds office as such upto the date of the 19th Annual General Meeting and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri S C Bajajas a candidate for the office of Director of the Company shall be liable to retire by rotation or be removed from his office by the Company.
- 8 To consider and if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution**:

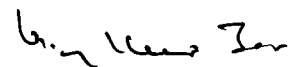
“RESOLVED THAT in accordance with the provisions of Section 31 of The Companies Act, 1956 and all other applicable provisions, if any of The Companies Act, 1956, the existing articles of Association of the Company be and are hereby altered and the following article numbered as Article 14 A be & is hereby inserted after the existing article 14 of the articles of Association of the Company.”

14 A PERMANENT DIRECTOR

Shri Vijay Kumar Jatia who has been appointed as Director of the Company shall not be liable to retire by rotation or be removed from his office by the Company. The said Shri Vijay Kumar Jatia who has been appointed as Director of the Company may by Deed, Poll or by Will or by Codicil appoint any person to be a Director of the Company in his place and stead and that on his death or resignation, the person nominated by him shall be entitled to be appointed as Director of the Company with the same rights, powers and privileges including the power to nominate a Director in his place as of the Director in whose place he is so appointed.

Shri Vijaykumar Jatia shall be a Permanent Chairman of the Company and he shall not be liable to retire and shall preside over the meetings of the Board of Directors and the General meetings of the Company.

By Order of the Board of Directors



Vijay Kumar Jatia
Chairman

Mumbai, dated: 03.05.2013

Registered Office: Modern Centre, Sane Guruji Marg, Mahalaxmi, MUMBAI 400 011

SARAT LEASING AND FINANCE LIMITED

NOTES

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 BE A MEMBER OF THE COMPANY.

Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the time of holding the meeting.

Explanatory Statement under Section 173(2) of the Companies Act, 1956 is annexed relating to Item no 4 to 8

Item No. 4 to 7

Shri V K Jatia was appointed as additional director w e f 07.09.2012 under section 260 of the Companies Act, 1956 read with Article 14 of the Articles of Association of the Company.

Smt Gauri Jatia was appointed as additional director under w e f 07.09.2012 under section 260 of the Companies Act, 1956 read with Article 14 of the Articles of Association of the Company.

Shri N K Deora was appointed as additional director w e f 04.09.2012 under section 260 of the Companies Act, 1956 read with Article 14 of the Articles of Association of the Company.

Shri S C Bajaj was appointed as additional director w e f 04.09.2012 under section 260 of the Companies Act, 1956 read with Article 14 of the Articles of Association of the Company.

Shri V K Jatia , Smt Gauri Jatia , Shri N K Deora & Shri S C Bajaj will hold office as an additional Director up to the date of the ensuing Annual General Meeting.

A Notice in writing along with deposit from a members have been received by the Company under section 257 of the Companies Act, 1956, signifying their intention to propose the candidature of Shri V K Jatia , Smt Gauri Jatia , Shri N K Deora & Shri S C Bajaj for appointment as a Director of the Company.

Shri V K Jatia , Smt Gauri Jatia , Shri N K Deora & Shri S C Bajaj being eligible, offers themselves for appointment

The Directors recommend for your approval the proposed resolution under Item No.4 to 7

Except Shri V K Jatia , Smt Gauri Jatia , Shri N K Deora & Shri S C Bajaj, no other Director is concerned or interested in this Resolution.

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SARAT LEASING AND FINANCE LIMITED

Item No. 8

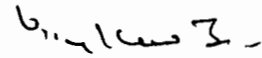
Promoters viz Shri Vijay Kumar Jatia, Chairman and persons acting in concert holds equity capital of 100% of the Company.

Taking into consideration stake of the Promoters and with a view to continue to avail services of Shri Vijaykumar Jatia as Director and stability in the top management of the Company, it is felt by the Board to make his Directorship and Chairmanship permanent out of the 1/3 Directors which are not subject to retire by rotation as contemplated in section 255 of the Companies Act, 1956.

Except Shri Vijay Kumar Jatia, Smt. Gauri V. Jatia and Shri Sidhant Jatia, no other Director is concerned or interested in this Resolution.

The Directors recommend your acceptance thereof in the interest of the Company.

By Order of the Board of Directors



Vijay Kumar Jatia
Chairman

Mumbai, dated: 03.05.2013

Registered Office: Modern Centre, Sane Guruji Marg, Mahalaxmi, MUMBAI 400 011

SARAT LEASING AND FINANCE LIMITED

DIRECTORS' REPORT

To
The Members,
Sarat Leasing & Finance Ltd.

The Directors present the Eighteenth Annual Report on the working of the Company together with the audited accounts for the year ended 31st March, 2013.

FINANCIAL RESULTS			
	Year ended		Year ended
	31.03.2013		31.03.2012
	Rupees		Rupees
Profit/(Loss)before tax	44,08,070		58,99,860
Less: Provision for taxation	4,00,000		7,65,000
Less: Taxes for earlier year	0		81,882
Profit/(Loss)after tax	40,08,070		50,52,978
Surplus brought forward	2,49,42,450		1,98,89,472
Balance carried to Balance Sheet	2,89,50,520		2,49,42,450
Basic/Diluted Earning per Share	3.21		4.04

DIVIDEND: In order to strengthen the internal resources of the Company, your Directors propose to carry forward the balance sum of Rs 2,89,50,520/- and, therefore, do not recommend any dividend on both Equity Shares for the year ended 31st March, 2013.

DIRECTORS: Shri Sidhant Jatia, Director of the Company, retires by rotation and being eligible offers himself for re-appointment.

Shri V K Jatia , Smt Gauri Jatia , Shri N K Deora & Shri S C Bajaj were appointed as an additional director of the Company. They are holding the directorship upto the commencement of the ensuing 19th AGM.

Notices have been received from members of the Company proposing their candidature as a Director at the ensuing AGM.

Permanent Director: Taking into consideration stake of the Promoters and with a view to continue to avail services of Shri Vijaykumar Jatia as Director and stability in the top management of the Company , it is felt by the Board to make his Directorship and Chairmanship permanent out of the 1/3 Directors which are not subject to retire by rotation as contemplated in section 255 of the Companies Act, 1956.

AUDITORS: Members are requested to appoint Auditors and fix their remuneration. The present Auditor M/s. M. L. Sharma & Company (F. R. No 109963W) , Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting, but being eligible, offer themselves for re-appointment.

SARAT LEASING AND FINANCE LIMITED

FIXED DEPOSITS: The Company has not accepted any "deposit" from the public during the year under review.

PARTICULARS OF EMPLOYEES: There are no employees receiving remuneration as prescribed under Section 217(2A) of the Companies Act, 1956 during the year under review, therefore the Companies (Particulars of Employees) Rules, 1975 do not apply to the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO: The nature of the Company's activities is such that there is nothing to report as per the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the provisions of Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

The Company has not entered into any foreign collaboration for import of technology. The Company has no earning or outgo of foreign exchange during the year under review.

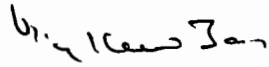
COMPLIANCE CERTIFICATE: The Compliance Certificate of the Secretary in whole-time practice under Section 383A of the Companies Act, 1956 in respect of the financial year ended on 31st March, 2012 is annexed hereto.

DIRECTORS' RESPONSIBILITY STATEMENT: Your Directors pursuant to Section 217 (2AA) state-

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2013 and of the profit or loss of the Company for that period;
- iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) that the Directors have prepared the annual accounts on a going concern basis.

For and on behalf of Board of Directors

Place: Mumbai
Date: 03.05.2013


Vijay Kumar Jatia
Chairman

Registered Office: Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai - 400 011.

AUDITOR'S REPORT


To

The Board of Directors
SARAT LEASING AND FINANCE LIMITED
101, K. Khadye Marg,
Mahalaxmi,
Mumbai - 400 011

As required by the Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions 1998, and on the basis of such checks of the books and records as we considered appropriate and according to the information and explanations given to us during the course of the audit for the year ended 31st March, 2013 we are to state that :

- I. The company has received a certificate of Registration under section 45-1A of the Reserve Bank of India Act, 1934 (2 of 1934) from the Reserve Bank of India, Mumbai vide Registration No. 13.00168 dated 02nd March, 1998 to carry as the business of a Non-Banking Financial Company..
- II. The Board of Directors has passed a resolution for the non-acceptance of public deposits on 09th April, 2013.
- III. The Company has not accepted any public deposits during the financial year ended 31st March, 2013.
- IV. The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it.

For M. L. SHARMA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 109963W


(C. H. BANDY) PARTNER
Membership No.5385

Place of Signature: Mumbai

Date: 3 MAY 2013

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SARAT LEASING AND FINANCE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **SARAT LEASING AND FINANCE LIMITED**, which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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


An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making, those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013; and

(b) In the case of the Statement of Profit and Loss, of the **Profit** for the year ended on that date; and



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

a. we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

c. the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;

d. in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

e. The information required under the provision of Section 274(1) (g) of the Companies Act, 1956 is not applicable to the Company.

f. Since the Central Government has not issued any notification as to the rate at which the Cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such Cess is to be paid, no Cess is due and payable by the Company



Place of Signature: Mumbai

Date: 3 MAY 2013

**For M. L. SHARMA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 109963W**

**(C. H. BANDI) PARTNER
Membership No.5385**

ANNEXURE TO THE INDEPENDENT AUDITORS REPORT

Annexure referred to in the Auditors' Report to the Shareholders of SARAT LEASING AND FINANCE LIMITED on the Accounts for the year ended 31st March, 2013.

As required by the Companies (Auditors' Report) Order 2003 issued by the Company Law Board, in terms of Section 227 (4A) of the Companies Act, 1956 and according to the information and explanations given to us during the course of the Audit and on the basis of such checks as were considered appropriate, we further report that ;

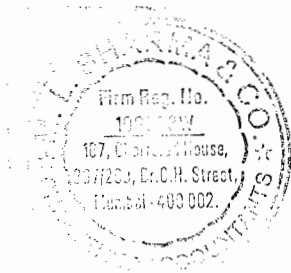
- 1) The Company does not own any fixed assets during the financial year under review. Therefore comments regarding maintenance of proper records, Physical verification of Fixed Assets by the management and disposal off major part of Fixed Assets are not required.
- 2) There were no stock of goods during the year with the Company, hence, comments on its physical verification, valuations and its reasonableness are not required;
- 3a) The Company has granted unsecured loans to 1 Party listed in the Register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 2,13,50,000/- and the year end balance of loan granted to such Party was Rs. NIL.
- 3b) In our opinion, the rate of interest wherever applicable and other terms & conditions on which loans have been granted to such party listed in the register maintained under section 301 of the Companies Act, 1956 are not prima-facie, pre-judicial to the interest of the Company.
- 3c) Payment of Principal amount and interest are regular wherever stipulated.
- 3d) In respect of loans granted to such party listed in the register maintained under section 301 of the Companies Act, 1956, these are repayable on demand and hence the question of overdue amounts does not arise.
- 3e) The Company has not taken any loans, secured or unsecured from Companies, Firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and as such provisions of sub-clause iii) (f) & (g) are not applicable.
- 4) In our opinion and according to the information and explanations given to us, it appears that there are adequate internal control systems, commensurate with the size of the Company and nature of the business for the purchase of inventory, fixed assets & for the sale of goods. During the course of audit, we have not observed any continuing failure to correct any major weakness in internal control.

A handwritten signature in black ink is written over a circular stamp. The stamp contains some text, but it is mostly illegible due to the signature and the quality of the scan. The signature appears to be a stylized 'R' or similar character.

- 5) In our opinion and explained to us there are no transactions of purchase of goods and materials and sale of goods, materials and services made in pursuance of contract or arrangements entered in the register required to be maintained under section 301 of the Companies Act, 1956 and aggregating during the year to Rs.5,00,000/- or more in respect of each party;
- 6) In our opinion and according to the explanations given to us, the company has not accepted any deposits within the meaning of section 58A, 58AA and any other relevant provisions of the Companies Act, 1956 during the year.
- 7) We have been informed that, as the Company's internal control system ensures reasonable checking of its financial and other records the Company has not yet started a formal Internal Audit Department.
- 8) As informed to us, the Central Government has not prescribed maintenance of Cost Records under Section 209 (1) (d) of the Companies Act, 1956 for any of the products of the Company ;
- 9a) The Company have generally been regular in depositing Income tax, Sales Tax, Wealth Tax, Service Tax , Custom Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities and there are no undisputed amounts payable for the same were outstanding as at 31st March, 2013 for a period exceeding six months from the date they became payable. As explained to us, the provisions of the Provident Fund and the Employees State Insurance Act, 1948 are not applicable to the Company.
- b) According to the information and explanations given to us, and as per books and records examined by us there are no disputed amount payable for Income tax, Wealth Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty and cess etc.
- 10) The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
- 11) In our opinion and according to the explanations given to us, we are of the opinion that company has not defaulted in repayment of dues to the financial institution / banks.
- 12) We have been informed that the Company has not granted any loans and advances on the basis of security by way of pledge or shares, debentures and other securities.
- 13) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore Clause 4 (XIII) of the Companies (Auditor's Report) Order 2003 does not apply to the Company.



- 14) In our opinion and according to the information and explanations given to us, the company has maintained timely entries in respect of transactions and contracts of dealing or trading in shares, securities, debentures and other investments in accordance with general practice. The shares, debentures, securities and other investments have been held by the company in its own name.
- 15) According to information and explanations given to us, the company has not given any guarantee for loan taken by others from bank or financial institution.
- 16) According to the information and explanations given to us, No Term loans were availed during the year.
- 17) As per the information and explanations given to us, and on examination of the balance sheet of the company. We report that no funds raised on short term basis have been used for long term investment;
- 18) According to the information and explanation given to us, during the period covered by our audit report, the company has not made preferential allotment of shares to parties & companies covered in the register maintained under section 301 of the Companies act, 1956.
- 19) During the year the company has not issued any debentures.
- 20) During the period covered by our audit report, the company has not raised any money by way of public issue.
- 21) In our opinion and according to the explanations given to us, no fraud on or by the company has been noticed or reported during the year, that cause the financial statements to be materially misstated.



Place of Signature: Mumbai

Date: 3 MAY 2013

**For M. L. SHARMA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 109963W**

**(C. H. BANDI) PARTNER
Membership No.5385**

SARAT LEASING AND FINANCE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2013

	<u>Note No</u>	<u>As at 31st March, 2013</u>	<u>As at 31st March, 2012</u>
<u>Equities & Liabilities</u>			
Shareholders' Fund			
Share Capital	1	12500000	12500000
Reserve & Surplus	2	<u>41500520</u>	<u>37492450</u>
		54000520	49992450
Current Liabilities			
Other current liabilities	3	11551	11551
Short term provisions	4	<u>94420</u>	<u>-</u>
		105971	11551
TOTAL		<u><u>54106491</u></u>	<u><u>50004001</u></u>
<u>Assets</u>			
Non Current Assets			
Non current investments	5	33119723	31082923
Long Term Loans & Advances	6	5000000	725000
Other Non current assets	7	<u>135722</u>	<u>135722</u>
		38255445	31943645
Current Assets			
Cash & Cash equivalents	8	35118	42446
Short term loans & advances	9	14237000	17000000
Other current assets	10	<u>1578928</u>	<u>1017910</u>
		15851046	18060356
TOTAL		<u><u>54106491</u></u>	<u><u>50004001</u></u>
Significant Accounting Policies, Notes on Accounts	17		

As per our report of even date
For **M.L. SHARMA & COMPANY**
Firm Regd No **109963W**
Chartered Accountants

(C H BANDI) Partner
Membership No : 5385
Place : Mumbai
Dated : **3 MAY 2013**



For and on behalf of the Board

(Signature) *(Signature)*
Director Director

SARAT LEASING AND FINANCE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	<u>Note No</u>	<u>Current Year Rupees</u>	<u>Previous Year Rupees</u>
<u>Income</u>			
Revenue from Operation	11	5337364	4695296
Other Income	12	-	2185000
Total Revenue		5337364	6880296
<u>Expenses</u>			
Employee benefits expense	13	526744	439904
Other expenses	14	402550	540532
Total Expenses		929294	980436
Profit before taxation		4408070	5899860
Tax Expense	15		
Current Tax		400000	765000
Profit/ (Loss) for the period		4008070	5134860
Earning Per Share	16	3.21	4.11
Significant Accounting Policies, Notes on Accounts	17		

As per our report of even date
For M.L. SHARMA & COMPANY
Firm Regd No 109963W
Chartered Accountants

(C.H. BANDI) Partner
Membership No : 5385
Place : Mumbai
Dated : 3 MAY 2013



For and on behalf of the Board

Director
Director

SARAT LEASING AND FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013

	<u>As at 31st March, 2013</u> Rupees	<u>As at 31st March, 2012</u> Rupees
Note No - 1		
<u>Share Capital</u>		
Authorised		
1840000 (P/Y - 1840000) Equity Shares of Rs 10/- each	18400000	18400000
116000 (P/Y - 116000) 10% Redeemable Non Cumulative Preference Shares of Rs 100/- each	11600000	11600000
	30000000	30000000
Issued, Subscribed & Paid Up		
1250000 (P/Y - 1250000) Equity Shares of Rs 10/- each fully paid up	12500000	12500000
	12500000	12500000

(i) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

<u>Equity Shares</u>	<u>As at 31st March 2013</u>		<u>As at 31st March 2012</u>	
	<u>Nos</u>	<u>Amount</u>	<u>Nos</u>	<u>Amount</u>
Shares outstanding at the beginning of the year	1250000	12500000	1250000	12500000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1250000	12500000	1250000	12500000

(ii) The Company has only one class of Equity Shares having a par value of Rs. 10 par Share. Each Shareholder is eligible for One Vote Per Share.

(iii) Details of shareholders holding more than 5% shares in the Company

Name of Shareholder	<u>As at 31st March 2013</u>		<u>As at 31st March 2012</u>	
	<u>Nos</u>	<u>% of Holding</u>	<u>Nos</u>	<u>% of Holding</u>
Mr Vijay Kumar Jatia	114000	9.12%	114000	9.12%
M/s Shree Rani Sati Investment & Finance Ltd	550000	44.00%	550000	44.00%
M/s Camellia Mercantile Pvt Ltd	100000	8.00%	100000	8.00%
M/s Ignatius Trading Compnay Pvt Ltd	100000	8.00%	100000	8.00%
M/s Candescant Traders Pvt Ltd	100000	8.00%	100000	8.00%
M/s Alcyone Trading Company Pvt Ltd	100000	8.00%	100000	8.00%
M/s F Pudumjee Investment Co Ltd	100000	8.00%	100000	8.00%

(iv) Other disclosure pursuant to Note no. 6 of Part I of Schedule VI to the Companies Act, 1956 is either Nil or not applicable to the Company.

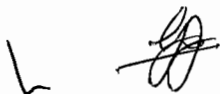
Note No - 2

Reserve & Surplus

Capital Redemption Reserve		
As per last Balance Sheet	12500000	12500000
General Reserve		
As per last Balance Sheet	50000	50000

Surplus in Statement of Profit & Loss

As per last balance sheet	24942450	19889472
Add /(Less) : Profit/(Loss) for the period	4008070	5134860
Add /(Less) : Adjustment of Taxes for Earlier Year	-	(81882)
	28950520	24942450
	41500520	37492450





SARAT LEASING AND FINANCE LIMITED

Note No - 5

Non Current Investments

		<u>As at 31st March, 2013</u>		<u>As at 31st March, 2012</u>	
	Face Value Rupees	No of Shares	Cost Rupees	No of Shares	Cost Rupees
(Trade)					
<u>Investment in Equity Shares Of Associates</u>					
-Quoted					
Modern India Ltd ✓	2	7707500	20857923	7707500	20857923
-Unquoted					
Modern India Realty & Infra Ltd	10	-	-	7500	75000
Modern Derivatives & Comm P Ltd ✓	10	300000	3007500	-	-
Gyan Ventures Pvt Ltd ✓	10	1500	15000	1500	15000
Lexicon Constructions Pvt Ltd ✓	10	1500	15000	1500	15000
<u>Investment in Equity Shares Of Others</u>					
-Quoted					
PTL Enterprises Ltd	2	500000	7500000	500000	7500000
-Unquoted					
Equest Capital Advisors Pvt Ltd	10	-	-	40000	400000
<u>Investment in Redeemable Non - 10% Cumulative Preference Shares of Associates</u>					
-Unquoted					
Candescent Traders Pvt Ltd	100	-	-	5000	500000
Alcyone Trading Co Pvt Ltd	100	17200	1724300	17200	1720000
TOTAL			33119723		31082923
Aggregate Book Value - Quoted			28357923		28357923
Aggregate Book Value - Unquoted			4761800		2725000
Market Book Value - Quoted			341922500		335263625

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SARAT LEASING AND FINANCE LIMITED

	As at 31st <u>March, 2013</u> Rupees	As at 31st <u>March, 2012</u> Rupees
Note No - 3		
<u>Other Current Liabilities</u>		
Outstanding liabilities for expenses	2000	2000
Audit fees payable	<u>9551</u>	<u>9551</u>
	<u>11551</u>	<u>11551</u>
Note No - 4		
<u>Short Term Provision</u>		
Provision for Taxaton	1165000	-
Less : Advance Income Tax & Tax deducted at Sources	<u>1070580</u>	<u>-</u>
	<u>94420</u>	<u>-</u>
Note No - 6		
<u>Long Term Loans & Advances</u>		
(Unsecured , considered good by Management)		
Loans & Advances - Long Term	-	725000
Capital Advances	<u>5000000</u>	<u>-</u>
	<u>5000000</u>	<u>725000</u>
Note No - 7		
<u>Other Non Current Assets</u>		
MAT Credit entitlements	<u>135722</u>	<u>135722</u>
	<u>135722</u>	<u>135722</u>
Note No - 8		
<u>Cash & Cash Equivalents</u>		
Balance with Bank In Current Account	25118	32446
Cash on Hand	<u>10000</u>	<u>10000</u>
	<u>35118</u>	<u>42446</u>
Note No - 9		
<u>Short Term Loans & Advances</u>		
(Unsecured , considered good by Management)		
Loans and Advances to Associate Companies	-	17000000
Term of Payment - On Demand Rate of Interest - 11%		
Loans and Advances to Other Parties	14225000	-
Term of Payment - On Demand Rate of Interest - 11%		
Advances to Employees	<u>12000</u>	<u>-</u>
	<u>14237000</u>	<u>17000000</u>
Note No - 10		
<u>Other Current Assets</u>		
Interest Receivable	1578928	1001066
Advance Income Tax & Tax Deducted at Source (Net of Provisions)	<u>-</u>	<u>16844</u>
	<u>1578928</u>	<u>1017910</u>

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SARAT LEASING AND FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

	<u>Current</u> <u>Year</u> Rupees	<u>Previous</u> <u>Year</u> Rupees
Note No - 11		
Revenue from Operations		
Interest - Gross [TDS Rs 175436/- (Previous Year Rs 111230/-)]	1754364	1112296
Dividend - Gross		
From Non Current Investments	<u>3583000</u>	<u>3583000</u>
	<u>5337364</u>	<u>4695296</u>
Note No - 12		
Other income		
Compensation on Surrender of Flats other income	-	2185000
	<u>-</u>	<u>2185000</u>
Note No - 13		
Employee Benefit Expenses		
Salaries and Wages	<u>526744</u>	<u>439904</u>
	<u>526744</u>	<u>439904</u>
Note No - 14		
Other Expenses		
Bank & Demat Charges	666	441
Legal & Professional Fees	-	522400
Filing Fees	4000	2040
Telephone Expenses	2339	2750
Travelling	8494	-
Employer's Profession Tax	2500	2500
<u>Auditors' Remuneration</u>	9551	
For Audit Fees		9551
Long Term Capital Loss	375000	-
Miscellaneous Expenses	-	850
	<u>402550</u>	<u>540532</u>
Note No - 15		
Tax Expenses		
Current Tax	<u>400000</u>	<u>765000</u>
	<u>400000</u>	<u>765000</u>
Note No - 16		
Earning per Share		
Net Profit available for equity shareholders (Rs)	4008070	5134860
Weighted average number of equity shares outstanding during the years (In Nos)	1250000	1250000
Basic/Diluted Earning Per Share (Rs)	3.21	4.11

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SARAT LEASING AND FINANCE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2013

Note No - 17

1) Significant Accounting Policies :

A General:

- i) These accounts are prepared on the Historical Cost Convention and on the Accounting Principle of a Going concern.
- ii) Accounting Principles not specifically referred to otherwise are consistent with earlier years and in consonance with generally accepted Accounting Principles.

B Fixed Assets:

The Company does not own any Fixed Assets during the year.

C Retirement Benefits:

Retirement benefits are not applicable to the company.

D Investments:

All investments are long term, which are stated at cost. Provision for diminution in the value of investments made only if, such a decline is other than temporary in the opinion of the management.

E Recognition of Income & Expenditure:

Income & expenditure are accounted for on accrual basis.

F Taxation:

Provision for Income tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Deferred Income taxes are recognised for the future tax consequences attributable to timing difference between the financial statement determination of income and their recognition for tax purposes. The effect of deferred tax assets & liabilities of a change in tax rates is recognised in income using the tax rates and tax laws that have been enacted for substantively enacted by the balance sheet date. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

G Contingent Liability:

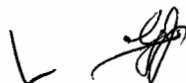
Contingent Liabilities are not provided for in the accounts and are disclosed by way of notes, if any.

2) Notes on Account :

A Disclosure of related party transaction as required by para 23 of AS 18 issued by the Chartered Accountants of India :

a) List of Related Parties over which control exists:

<u>Name of the Related Party (As Identified by the Management)</u>	<u>Description of Relationship</u>
1. Shree Rani Sati Investment and Finance Ltd	Associates : Significant Influence
2. Modern India Ltd	Associates : Significant Influence
3. Mrs Priyanka Jatia	Director's Relative
4. Mr Sidhant Jatia	Director
5. Mrs Gauri Jatia	Director
6. Mr Vijay Kumar Jatia	Director



SARAT LEASING AND FINANCE LIMITED

b) Details of transactions Related Parties during the Financial Year ended 31.03.2013:

Description of transactios	Key Management Personnels	Key Management personnel holding substantial interest
1. Interest received on ICD	0	932242
	(0)	(1112296)
2. Salary Paid	0	195370
	(0)	(93950)
3. Dividend Received	0	3083000
	(0)	(3083000)
4. Loans/Advances given during the year (Net)	0	-17000000
	(0)	(15700000)
Outstanding Balance as on 31.03.2013	Rs Nil Loans Given (P/Y Rs 17000000/-)	

B There are no Micro and Small Enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at Balance Sheet date. Further, the Company has not paid any interest to any Micro and small Enterprises during the accounting year, nor is any interest payable to any Micro and Small Enterprises on the Balance Sheet Date. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

C The figures have been rounded off to nearest rupee and previous year's figures have been regrouped / rearranged wherever necessary to make them comparable with figures of current financial year

D Additional information as required pursuant to Part (3) & (4) of Part II of Schedule VI are either NIL or Not Applicable.

Signature to Note '1' to '17'

As per our report of even date
For **M.L. SHARMA & COMPANY**
Firm Regd No **109963W**
Chartered Accountants

(Signature)
(C.A. BANDI) Partner
Membership No : 5385
Place : Mumbai
Dated : 3 MAY 2013



For and on behalf of the Board

(Signature)
Director

(Signature)
Director