

**SURNIDHI INVESTMENTS LIMITED**  
BALANCE SHEET AS AT 31ST MARCH, 2014

Particular		Note No.	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
<b>A</b>	<b>EQUITY &amp; LIABILITIES</b>			
<b>1</b>	<b>Shareholder's Funds</b>			
	a) Share Capital	<b>3</b>	50,000,000.00	50,000,000.00
	b) Reserve & Surplus	<b>4</b>	25,724,364.88	25,486,727.70
	c) Money received against share warrants		-	-
			75,724,364.88	75,486,727.70
<b>2</b>	<b>Share Application Money pending allotment</b>		-	-
<b>3</b>	<b>Non Current Liabilities</b>			
	a) Long-term borrowings		-	-
	b) Deferred tax liabilities (net)		-	-
	c) Other long-term liabilities		-	-
	d) Long-term provisions		-	-
<b>4</b>	<b>Current Liabilities</b>			
	a) Short-term borrowings		-	-
	b) Trade payables		-	-
	c) Other current liabilities	<b>5</b>	141,438.00	150,360.00
	d) Short-term provisions		-	-
			141,438.00	150,360.00
		<b>TOTAL</b>	<b>75,865,802.88</b>	<b>75,637,087.70</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	a) Fixed Assets			
	(i) Tangible assets		-	-
	(ii) Intangible assets		-	-
	(iii) Capital Work-in-progress		-	-
	(iv) Intangible assets under development		-	-
	(v) Fixed assets held for sale		-	-
			-	-
	b) Non-current Investments	<b>6</b>	29,231,861.81	29,231,861.81
	c) Deferred tax assets (net)		-	-
	d) Long-term loans and advances	<b>7</b>	44,807,057.53	33,754,265.05
	e) Other non-current assets		-	-
			74,038,919.34	62,986,126.86
<b>2</b>	<b>Current Assets</b>			
	a) Current Investmens		-	-
	b) Inventories	<b>8</b>	93,750.00	93,750.00
	c) Trade Receivables	<b>9</b>	-	315,000.00
	d) Cash and cash equivalents	<b>10</b>	1,733,133.54	12,216,210.84
	e) Short-term loans and advances	<b>11</b>	-	26,000.00
	f) Other current assets		-	-
			1,826,883.54	12,650,960.84
		<b>TOTAL</b>	<b>75,865,802.88</b>	<b>75,637,087.70</b>

See accompanying notes forming part of the financial statements

**Auditor's Report**

In terms of our report attached  
For Goyal & Associates  
Chartered Accountants  
Firm Registration Number: 011372N

For and on behalf of the Board of Directors

Sanjay Sharma  
(Director)

Ruchir Jain  
(Director)

Madhu Sudan Goyal  
Partner  
M.No. 074042  
Place: New Delhi  
Date: 30/05/2014

Shipra Chatterjee  
(Company Secretary)

Place: New Delhi  
Date: 30/05/2014

**SURNIDHI INVESTMENTS LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31.03.2014**

PARTICULARS		Note No.	For the year ended 31.03.2014 Amount (Rs.)
<b>A</b>	<b>CONTINUING OPERATIONS</b>		
1	Revenue from Operations	12	1,683,489.34
		Total	1,683,489.34
2	<b>EXPENENSES</b>		
	(a) Employee Benefit Expenses	13	990,942.00
	(b) Other Expenses	14	372,221.16
		Total	1,363,163.16
3	<b>Earnings before exceptional items, extraordinary items, interest, tax, depreciation and amortisation (EBITDA) (1- 2)</b>		320,326.18
4	Finance Costs	15	198.00
5	Depreciation & amortisation expense		-
6	<b>Profit / (Loss) before exceptional and extraordinary items and tax (3 ± 4 ± 5 ± 6)</b>		320,128.18
7	Exceptional items		-
8	<b>Profit / (Loss) before extraordinary items and tax (7 ± 8)</b>		320,128.18
9	Extraordinary items		-
10	<b>Profit / (Loss) before tax (9 ± 10)</b>		320,128.18
11	<b>Tax expense:</b>		
	(a) Current tax expense for current year		8,003.00
	(b) (Less): MAT credit		-
	(c) Current tax expense relating to prior years		74,488.00
	(d) Net current tax expense		-
	(e) Deferred tax		-
			82,491.00
12	<b>Profit / (Loss) from continuing operations (11 ± 12)</b>		237,637.18
<b>B</b>	<b>DISCONTINUEING OPERATIONS</b>		-
<b>C</b>	<b>TOTAL OPERATIONS</b>		
13	<b>Profit/Loss for the year</b>		237,637.18
14	<b>Earning per Equity Share</b>		
	(1) Basic		0.05
	(2) Diluted		0.05

See accompanying notes forming part of the financial statements

**Auditor's Report**

In terms of our report attached  
 For Goyal & Associates  
 Chartered Accountants  
 Firm Registration Number: 011372N

For and on behalf of the Bo:

Sanjay Sharma  
 (Director)

Madhu Sudan Goyal  
 Partner  
 M.No. 074042  
 Place: New Delhi  
 Date: 30/05/2014

Place: New Delhi  
 Date: 30/05/2014

For the year ended 31.03.2013 Amount (Rs.)
1,647,838.20
1,647,838.20
450,000.00 1,017,431.60
1,467,431.60
180,406.60 14,341.36 -
166,065.24 -
166,065.24 -
166,065.24
- - - - -
166,065.24 -
166,065.24
0.03 0.03

ard of Directors

Ruchir Jain  
(Director)

**SURNIDHI INVESTMENTS LIMITED**

**Note-3 Share Capital**

Particulars		AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)	
<b>Authorised Capital</b> 55,00,000 (Previous Year 55,00,000) Equity Shares of Rs. 10/- each (with voting rights)		55,00,000.00	55,00,000.00	
<b>Issued Subscribed &amp; Paid up Capital</b> 50,00,000 (Previous Year 50,00,000) Equity Shares with voting rights of Rs. 10/- each fully paid up.		50,00,000.00	50,00,000.00	
Total		50,00,000.00	50,00,000.00	
<b>a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:</b>				
Equity Shares with voting rights	As at 31.03.2014		As at 31.03.2013	
	No.	Amount	No.	Amount
Opening Balance	5,00,000	50,00,000.00	5,00,000	50,00,000.00
Add: Issued during the year	-	-	-	-
Closing Balance	5,00,000	50,00,000.00	5,00,000	50,00,000.00
<b>b) Terms/rights attached to Equity Shares</b>				
<p>The company has only one class of Equity Shares at par value of Rs. 10/- per share. All these shares have equal rights and preferences with respect to payment of dividend, repayment of capital and voting.</p> <p>In event of liquidation the company, the holders of equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.</p>				
<b>c) Details of shares held by each shareholder holding more than 5% shares:</b>				
Equity Shares with voting rights	As at 31.03.2014		As at 31.03.2013	
	No.	Percentage	No.	Percentage
Mohit Gupta	2,590,200	51.80%	2,590,200	51.80%

**Note-4 Reserve & Surplus**

Particulars		AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
<b>a) Capital Reserve</b>			
Opening Balance		932,000.00	932,000.00
Add: Addition during the year		-	-
Less: Utilized / transferred during the year		-	-
Closing Balance	Total (a)	932,000.00	932,000.00
<b>b) General Reserve</b>			
Opening Balance		12,618,987.00	-
Add: Trasfer From Special Reserve		-	12,618,987.00
Less: Transfer to Special reserve		-	-
Closing Balance	Total (b)	12,618,987.00	12,618,987.00
<b>c) Special Reserve (in terms of Section 45IC of RBI)</b>			
Opening Balance		-	12,618,987.00
Add: Additions during the year		-	-
Less: Utilized / transferred during the year to General Reserve		-	12,618,987.00
Closing Balance	Total (c)	-	-
<b>d) Balance as per Profit &amp; Loss Account</b>			
Opening Balance		11,935,740.70	11,769,675.46
Add: Profit/Loss during the year		237,637.18	166,065.24
Less: Transfer to Special reserve		-	-
Closing Balance	Total (d)	12,173,377.88	11,935,740.70
Total (a+b+c+d)		25,724,364.88	25,486,727.70

**SURNIDHI INVESTMENTS LIMITED**

**Note - 5 Other Current Liabilities**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
a) Interest Payable	-	-
b) Expenses Payable	141,438.00	150,360.00
Total	141,438.00	150,360.00

**Note -6 Non-current Investments**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
Land at Barota & Savoli	10,737,511.81	10,737,511.81
Land at Kundli	9,677,000.00	9,677,000.00
Land at Savoli	8,817,350.00	8,817,350.00
Total	29,231,861.81	29,231,861.81
Aggregate amount of quoted investments	-	-
Aggregate market value of listed and quoted investments	-	-
Aggregate value of listed but not quoted investments	-	-
Aggregate amount of unquoted investments	29,231,861.81	29,231,861.81

**Note -7 Long-term Loans and Advances**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
(Unsecured, considered good)		
a) Income Tax Refunds Due	807,057.53	754,265.05
b) <u>Advance against purchase of Property</u>	44,000,000.00	33,000,000.00
Total	44,807,057.53	33,754,265.05
<b>Note: Long-term loans and advances include amounts due from:</b>		
Directors	-	-
Other officers of the Company	-	-
Firms in which any director is a partner	-	-
Private companies in which any director is a director or member	-	-

**Note -8 Inventories**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
Stock-in-trade (At lower of Cost and net Realisable Value) (7,500 Equity Shares of Apollo Tyres Limited)	93,750.00	93,750.00
Total	93,750.00	93,750.00

**Note -9 Trade Receivables**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
b) <u>Other Trade receivables</u> (Unsecured, considered good)		
Let Us Fly Inc	-	315,000.00
Total	-	315,000.00
<b>Note: Trade receivables include debts due from:</b>		
Directors	-	-
Other officers of the Company	-	-
Firms in which any director is a partner	-	-
Private companies in which any director is a director or member	-	-

**SURNIDHI INVESTMENTS LIMITED**

**Note -10 Cash and Cash Equivalents**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
a) Cash on hand	40,749.99	139,593.99
b) Balances with banks - in current accounts	694,320.01	22,486.36
c) In deposit accounts	998,063.54	12,054,130.49
Total	1,733,133.54	12,216,210.84

**Note -11 Short-term Loans and Advances**

Particulars	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
Advance against expenses	-	26,000.00
Total	-	26,000.00
<b>Note: Short-term loans and advances include amounts due from:</b>		
Directors	-	-
Other officers of the Company	-	-
Firms in which any director is a partner	-	-
Private companies in which any director is a director or member	-	-

**Note -12 Revenue from Operations**

Particulars	For the year ended 31.03.2014 Amount (Rs.)	For the year ended 31.03.2013 Amount (Rs.)
a) Consultancy Charges	990,000.00	350,000.00
b) Interest on deposits	343,999.34	1,294,958.20
c) Agriculture Income	346,610.00	-
d) Dividend Income	2,880.00	2,880.00
Total	1,683,489.34	1,647,838.20

**Note -13 Employee Benefit Expense**

Particulars	For the year ended 31.03.2014 Amount (Rs.)	For the year ended 31.03.2013 Amount (Rs.)
Salaries and wages	990,942.00	450,000.00
Total	990,942.00	450,000.00

**Note -14 Other Expenses**

Particulars	For the year ended 31.03.2014 Amount (Rs.)	For the year ended 31.03.2013 Amount (Rs.)
a) Rent including lease rentals	3,000.00	36,000.00
b) Advertising Expenses	85,373.00	57,823.00
c) Postage Expenses	3,385.00	-
d) Demat Charges	33,523.00	35,524.60
e) Communication	-	1,850.00
f) Listing Fee	8,427.00	-
g) Travelling and conveyance	114,260.00	7,130.00
h) Printing and stationery	4,605.00	950.00
i) Legal and professional	24,000.00	799,046.00
j) Payments to auditors - as statutory auditors	33,708.00	33,708.00
k) ROC Fees	4,500.00	-
l) Prior period items	-	42,354.00
m) Miscellaneous expenses	2,175.16	3,046.00
n) Agricultural Expenses	55,265.00	-
Total	372,221.16	1,017,431.60

**Note -15 Finance Costs**

Particulars	For the year ended 31.03.2014 Amount (Rs.)	For the year ended 31.03.2013 Amount (Rs.)
a) Interest on TDS	198.00	-
b) Interest on delayed payment of income tax	-	14,229.00
c) Bank Charges	-	112.36
Total	198.00	14,341.36

	AS AT 31.3.2014 Amount (Rs.)	AS AT 31.3.2013 Amount (Rs.)
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**Note - 5 Other Current Liabilities**

Expenses payable

Audit Fee Payable	16,854.00	56,180.00
Salary Payable	124,584.00	35,000.00
Anand Dua (HUF)	-	3,000.00
Statutory remittances	-	56,180.00
	141,438.00	150,360.00

**Note -7 Long-term Loans and Advances**

Balances with government authorities

Unsecured, considered good

(i) Income Tax Refunds

Refund AY 2003-04	350,233.00	350,233.00
Refund AY 2004-05	722.00	722.00
Refund AY 2005-06	9,272.00	9,272.00
Refund AY 2007-08	8,159.89	8,159.89
Refund AY 2008-09	55,756.00	55,756.00
Refund AY 2009-10	164,555.00	164,555.00
Refund AY 2012-13	6,265.00	-
Refund AY 2013-14	84,814.00	-
(ii) TDS Receivable AY 2012-13	-	6,265.00
(ii) TDS Receivable AY 2013-14	-	159,302.16
(iii) TDS Receivable AY 2014-15	135,283.64	-
	815,060.53	754,265.05

Less: Provision for Tax

	8,003.00	-
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Long Term Loans & Advances (net of Provision for Tax)

	807,057.53	754,265.05
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**Note -11 Short-term Loans and Advances**

a) Others (Amount Recievable)

Alankit Assignments	-	26,000.00
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	-	26,000.00
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**Note -5 Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, TDS etc.)**

a) TDS Payable

Jain & Sultania	-	56,180.00
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b) Interest Payable on TDS

	-	-
	-	56,180.00

**SURNIDHI INVESTMENTS LIMITED**

**Note -16 Additional Information to Financial Statements**

<b>Note</b>	<b>Particulars</b>	<b>AS AT 31.3.2014 Amount (Rs.)</b>	<b>AS AT 31.3.2013 Amount (Rs.)</b>
16.1	Monies received against share warrants	Nil	Nil
16.2	Share application money pending allotment	Nil	Nil
16.3	<b>Contingent liabilities and commitments (to the extent not provided for)</b>		
(i)	<u>Contingent liabilities</u>		
	(a) Claims against the Company not acknowledged as debt	Nil	Nil
	(b) Guarantees	Nil	Nil
	(c) Other money for which the Company is contingently liable	Nil	Nil
(ii)	<u>Commitments</u>		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for		
	Tangible assets	Nil	Nil
	Intangible assets	Nil	Nil
	(b) Uncalled liability on shares and other investments partly paid	Nil	Nil
	(c) Other commitments	Nil	Nil
16.4	<b>Details of unlisted amounts out of issue of securities made for specific purpose</b>	Nil	Nil
16.5	<b>Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006</b>		
i)	Principal amount remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
ii)	Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
iii)	The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
iv)	The amount of interest due and payable for the year	Nil	Nil
v)	The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
vi)	The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil
Note:	Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.		
16.6	<b>Discloser as per clause-32 of the Listing Agreement with the Stock Exchange</b>	Nil	Nil
16.7	<b>Details of Derivatives Instruments and unhedged foreign currency exposures</b>	Nil	Nil
16.8	<b>Disclosure required in terms of Clause 13.5A of chapter XIII on Guidances for preferential issues (Discloser and Investor Protection) guidelines, 2000</b>		
i)	Total Amount received from issue of fully convertible debenture	Nil	Nil
ii)	Total Amount received from issue of warrants	Nil	Nil
iii)	Purpose for which the money received has been utilised		
	a. Capital Expenditure	Nil	Nil
	b. Working Capital	Nil	Nil
	Unutilised monies as at March. 2013	Nil	Nil
16.9	<b>Details of fixed assets held for sale</b>	Nil	Nil
		<b>For the year ended 31.03.2014 Amount (Rs.)</b>	<b>For the year ended 31.03.2013 Amount (Rs.)</b>
16.10	<b>Value of imports calculated on CIF basis</b>	Nil	Nil
16.11	<b>Expenditure in foreign currency</b>	Nil	Nil
16.12	<b>Details of consumption of imported and indigenous items</b>	Nil	Nil
16.13	<b>Earnings in foreign exchange</b>	Nil	Nil
16.14	<b>Amounts remitted in foreign currency during the year on account of dividend</b>	Nil	Nil



## SURNIDHI INVESTMENTS LIMITED

### Note - 17 Disclosures under Accounting Standards

Note	Particulars										
17.1	<p><b>Employee Benefit Plans</b> The company accounts for short term employee benefits viz., salary, bonus and other allowances as and when the services are rendered by employees i.e., on accrual basis of accounting.</p>										
17.2	<p><b>Segment Reporting</b> <u>Primary Segment (Business Segment)</u> There are no separate reportable segments as per the provisions of AS 17 on 'Segment Reporting' issued by the Institute of Chartered Accountants of India.</p> <p><u>Secondary Segment (Geographical Segment)</u> The Company operates only in the domestic market. As a result separate segment information for different geographical segments is also not disclosed.</p>										
17.3	<p><b>Related Party Transactions</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%; text-align: left;">Description of relationship</th> <th style="text-align: left;">Name of Related Parties</th> </tr> </thead> <tbody> <tr> <td>Key Management Personnel (KMP) Relatives of KMP</td> <td>Mr. Mohit Gupta Mr. Murari Lal Gupta (Father of Mr. Mohit Gupta)</td> </tr> <tr> <td colspan="2"><u>Company/LLP in which KMP / Relatives of KMP can exercise significant influence :</u></td> </tr> <tr> <td colspan="2">Amco Investment &amp; Leasing Ltd. Carewell Network Pvt. Ltd. Cheerful Exim Pvt. Ltd. Gupta Tyres Pvt. Ltd. Harwin Impex LLP Hi-Life Overseas LLP JPG Developers Pvt. Ltd. Kapil Exim LLP Shreya Cap-Fin Pvt. Ltd.</td> </tr> <tr> <td colspan="2">Note: There is no Related Party Transaction</td> </tr> </tbody> </table>	Description of relationship	Name of Related Parties	Key Management Personnel (KMP) Relatives of KMP	Mr. Mohit Gupta Mr. Murari Lal Gupta (Father of Mr. Mohit Gupta)	<u>Company/LLP in which KMP / Relatives of KMP can exercise significant influence :</u>		Amco Investment & Leasing Ltd. Carewell Network Pvt. Ltd. Cheerful Exim Pvt. Ltd. Gupta Tyres Pvt. Ltd. Harwin Impex LLP Hi-Life Overseas LLP JPG Developers Pvt. Ltd. Kapil Exim LLP Shreya Cap-Fin Pvt. Ltd.		Note: There is no Related Party Transaction	
Description of relationship	Name of Related Parties										
Key Management Personnel (KMP) Relatives of KMP	Mr. Mohit Gupta Mr. Murari Lal Gupta (Father of Mr. Mohit Gupta)										
<u>Company/LLP in which KMP / Relatives of KMP can exercise significant influence :</u>											
Amco Investment & Leasing Ltd. Carewell Network Pvt. Ltd. Cheerful Exim Pvt. Ltd. Gupta Tyres Pvt. Ltd. Harwin Impex LLP Hi-Life Overseas LLP JPG Developers Pvt. Ltd. Kapil Exim LLP Shreya Cap-Fin Pvt. Ltd.											
Note: There is no Related Party Transaction											
17.4	<p><b>Leases</b> <u>As Lessee</u> The Company has entered into operating lease arrangements for office premises. The lease is cancellable by giving one month notice. There are no minimum agreed lease payments.</p>										
17.5	<p><b>Deferred tax (liability) / asset</b> Deferred tax has not been provided in view of uncertainty of profits</p>										
18	Previous Year figures have been regrouped/rearranged wherever necessary										

# SURNIDHI INVESTMENTS LIMITED

## Notes forming part of the financial statements

Note	Particulars
<b>1 Significant accounting policies (Illustrative)</b>	
<b>1.1 Basis of accounting and preparation of financial statement</b>	The financial statements have been prepared under the historical cost convention on accrual basis. The generally accepted accounting principles and the Indian Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2006 and as referred u/s 211(3C) of the Companies Act, 1956 have been adopted by the Company and disclosures made are in accordance with the requirement of Schedule VI of the Companies Act, 1956. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.
<b>1.2 Use of estimates</b>	The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.
<b>1.3 Inventories</b>	Inventories are valued at the lower of cost (on FIFO/ weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary.
<b>1.4 Cash and cash equivalents (for the purposes of Cash Flow Statement)</b>	Cash comprises cash on hand and demand deposits with bank. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid Investment that are readily convertible in to known amount of cash and which are subject to insignificant risk of changes in value.
<b>1.5 Cash Flow Statement</b>	Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with are maining maturity at the date of purchase of three months or less and that are readily convetible to known amounts of cash to be cash equivalents.
<b>1.6 Depreciation and amortisation</b>	The company does not have any tangible or intangible assets
<b>1.7 Revenue Recognition</b>	Revenues are recognized on accrual basis in accordance with AS-9. Accordingly, where there are uncertainties in the ascertainment/realization of income the same is not accounted for.
<b>1.8 Other income</b>	Interest income is accounted on accrual basis. Dividend Income is accounted for when the right to receive it is established.
<b>1.9 Tangible fixed assets</b>	The company does not have any tangible assets
<b>1.10 Intangible assets</b>	The company does not have any intangible assets
<b>1.11 Foreign currency transactions and translations</b>	No Foreign currency currency transaction have been made during the year
<b>1.12 Government grants, subsidies and export incentives</b>	The Company has not received any Government grant, subsidies an export incentive.
<b>1.13 Investments</b>	Trade investments are the investments made to enhance the Company's business interests. Investments are either classified as current or long-term based on Management's intention at the time of purchase. Current investments are carried at the lower of cost and fair value of each investment individually. Cost for overseas investments comprises the Indian Rupee value of the consideration paid for the investment translated at the exchange rate prevalenat the date of investment. Long term investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.
<b>1.14 Employee benefits</b>	The company is not statutorily covered under any statute pertaining to PF, ESI, Gratuity etc.
<b>1.15 Borrowing costs</b>	Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

# SURNIDHI INVESTMENTS LIMITED

## Notes forming part of the financial statements

Note	Particulars
<b>1.16</b>	<p><b>Segment Reporting</b></p> <p>The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.</p> <p>The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.</p> <p>Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.</p> <p>Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".</p>
<b>1.17</b>	<p><b>Leases</b></p> <p>Where the Company as a lessor leases assets under finance leases, such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is recognised based on a constant rate of return on the outstanding net investment.</p> <p>Assets leased by the Company in its capacity as lessee where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.</p> <p>Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.</p>
<b>1.18</b>	<p><b>Earnings per share</b></p> <p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity</p>
<b>1.19</b>	<p><b>Taxes on Income</b></p> <p>Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable. Minimum alternate tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that the Company will pay normal tax after the tax holiday period and the resultant asset can be measured reliably. The Company offsets, on a year on year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.</p> <p>Current and Deferred tax relating to items directly recognised in equity are recognised in equity and not in the Statement of Profit and Loss.</p>
<b>1.20</b>	<p><b>Impairment of assets</b></p> <p>The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.</p>
<b>1.21</b>	<p><b>Provision and contingencies</b></p> <p>A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimate dreliably, and it is probable that an out flow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the out flow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an out flow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of out flow of resources is remote, no provision or disclosure is made.</p>

**SURNIDHI INVESTMENTS LIMITED**  
Cash Flow Statement for the year ended 31 March, 2014

Particulars	For the year ended 31 March, 2014		For the year ended 31 March, 2013	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax		320,128.18		166,065.24
<u>Adjustments for:</u>				
Depreciation and amortisation	-	-	-	-
Provision for impairment of fixed assets and intangibles	-	-	-	-
Finance costs	198.00	-	14,341.36	-
Interest income	343,999.34	-	1,294,958.20	-
Dividend income	2,880.00	-	2,880.00	-
Net (gain) / loss on sale of investments	-	-	-	-
Liabilities / provisions no longer required written back	-	-	-	-
Other non-cash charges	-	-	-	-
Net unrealised exchange (gain) / loss	-	347,077.34	-	1,312,179.56
Operating profit / (loss) before working capital changes		<b>667,205.52</b>		<b>1,478,244.80</b>
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	-	-	-	-
Trade receivables	315,000.00	-	(315,000.00)	-
Short-term loans and advances	26,000.00	-	45,290.00	-
Long-term loans and advances	(11,052,792.48)	-	(159,302.16)	-
Other current assets	-	-	-	-
Other non-current assets	-	-	-	-
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	-	-	-	-
Other current liabilities	(8,922.00)	-	(237,405.00)	-
Other long-term liabilities	-	-	-	-
Short-term provisions	-	-	-	-
Long-term provisions	-	-	-	-
Cash flow from extraordinary items		(10,720,714.48)		(666,417.16)
Cash generated from operations		(10,053,508.96)		811,827.64
Net income tax (paid) / refunds		-		-
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>(10,053,508.96)</b>		<b>811,827.64</b>
<b>B. Cash flow from investing activities</b>				
Proceeds from sale of long-term investments	-	-	-	-
Loans given	-	-	-	-
Loans realised	-	-	-	-
Interest received	(343,999.34)	-	1,294,958.20	-
Dividend received	(2,880.00)	-	2,880.00	-
Rental income from investment properties	-	-	-	-
Rental income from operating leases	-	-	-	-
Cash flow from extraordinary items	-	-	-	-
		(346,879.34)		1,297,838.20
Net income tax (paid) / refunds		-		-
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>(346,879.34)</b>		<b>1,297,838.20</b>
<b>C. Cash flow from financing activities</b>				
Repayment of long-term borrowings	-	-	-	-
Net increase / (decrease) in working capital borrowings	-	-	-	-
Repayment of other short-term borrowings	-	-	-	-
Finance cost	(198.00)	-	(14,341.36)	-
Dividends paid	-	-	-	-
Tax on dividend	-	(198.00)	-	(14,341.36)
Cash flow from extraordinary items	-	-	-	-
<b>Net cash flow from / (used in) financing activities (C)</b>		<b>(198.00)</b>		<b>(14,341.36)</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		<b>(10,400,586.30)</b>		<b>(500,351.92)</b>
Cash and cash equivalents at the beginning of the year		12,216,210.84		12,716,562.76
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents at the end of the year		1,815,624.54		12,216,210.84
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet		1,733,133.54		12,216,210.84
Less: Bank balances not considered as Cash and cash equivalents as per Balance Sheet		-		-
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements)		<b>1,733,133.54</b>		<b>12,216,210.84</b>
Add: Current investments considered as part of Cash and cash equivalents		-		-
<b>Cash and cash equivalents at the end of the year</b>		<b>1,733,133.54</b>		<b>12,216,210.84</b>
Comprises:				
(a) Cash on hand		40,749.99		139,593.99
(b) Balances with banks				
(i) In current accounts		694,320.01		22,486.36
(ii) In deposit accounts with original maturity of less than 3 months		998,063.54		12,054,130.49
(e) Current investments considered as part of Cash and cash equivalents		-		-
		<b>1,733,133.54</b>		<b>12,216,210.84</b>
<b>Notes:</b>				
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.				
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.				

**See accompanying notes forming part of the financial statements**

In terms of our report attached  
For Goyal & Associates  
Chartered Accountants  
Firm Registration Number: 011372N

For and on behalf of the Board of Directors

Madhu Sudan Goyal  
Partner  
M.No. 074042  
Place: New Delhi  
Date: 30/05/2014

Sanjay Sharma  
(Director)

Ruchir Jain  
(Director)

Place: New Delhi  
Date: 30/05/2014

**SURNIDHI INVESTMENTS LIMITED**

**Notes forming part of the financial statements**

**Note 18 Disclosures under Accounting Standards (contd.)**

Note	Particulars	For the year ended 31 March, 2014 Amount (Rs.)	For the year ended 31 March, 2013 Amount (Rs.)
18	<b>Earnings per share</b>		
	<u>Basic</u>		
18.a	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	237,637.18	166,065.24
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders	237,637.18	166,065.24
	Weighted average number of equity shares	5,000,000	5,000,000
	Par value per share	10.00	10.00
	Earnings per share from continuing operations - Basic	0.05	0.03
18.b	<u>Total operations</u>		
	Net profit / (loss) for the year	237,637.18	166,065.24
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders	237,637.18	166,065.24
	Weighted average number of equity shares	5,000,000	5,000,000
	Par value per share	10.00	10.00
	Earnings per share - Basic	0.05	0.03
18.c	<u>Basic (excluding extraordinary items)</u>		
	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	237,637.18	166,065.24
	(Add) / Less: Extraordinary items (net of tax) relating to continuing operations	-	-
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders, excluding extraordinary items	237,637.18	166,065.24
	Weighted average number of equity shares	5,000,000	5,000,000
	Par value per share	10.00	10.00
	Earnings per share from continuing operations, excluding extraordinary items - Basic	0.05	0.03
18.d	<u>Total operations</u>		
	Net profit / (loss) for the year	237,637.18	166,065.24
	(Add) / Less: Extraordinary items (net of tax)	-	-
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders, excluding extraordinary items	237,637.18	166,065.24
	Weighted average number of equity shares	5,000,000	5,000,000
	Par value per share	10.00	10.00
	Earnings per share, excluding extraordinary items - Basic	0.05	0.03
	<u>Diluted</u>		
	The diluted earnings per share has been computed by dividing the Net Profit After Tax available for Equity Shareholders by the weighted average number of equity shares, after giving dilutive effect of the outstanding Warrants, Stock Options and Convertible bonds for the respective periods. Since, the effect of the conversion of Preference shares was anti-dilutive, it has been ignored.		
18.e	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	237,637.18	166,065.24
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders from continuing operations	237,637.18	166,065.24
	Add: Interest expense and exchange fluctuation on convertible bonds (net)	-	-
	Profit / (loss) attributable to equity shareholders from continuing operations (on dilution)	237,637.18	166,065.24
	Weighted average number of equity shares for Basic EPS	5,000,000	5,000,000
	Add: Effect of warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	5,000,000	5,000,000
	Par value per share	10.00	10.00
	Earnings per share, from continuing operations - Diluted	0.05	0.03

**SURNIDHI INVESTMENTS LIMITED**

**Notes forming part of the financial statements**

**Note 18 Disclosures under Accounting Standards (contd.)**

Note	Particulars	For the year ended 31 March, 2014 Amount (Rs.)	For the year ended 31 March, 2013 Amount (Rs.)
18.f	<u>Total operations</u>		
	Net profit / (loss) for the year	237,637.18	166,065.24
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders	237,637.18	166,065.24
	Add: Interest expense and exchange fluctuation on convertible bonds (net)	-	-
	Profit / (loss) attributable to equity shareholders (on dilution)	237,637.18	166,065.24
	Weighted average number of equity shares for Basic EPS	5,000,000	5,000,000
	Add: Effect of Warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	5,000,000	5,000,000
	Par value per share	10.00	10.00
Earnings per share - Diluted	0.05	0.03	
	<u>Diluted (excluding extraordinary items)</u>		
18.g	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	237,637.18	166,065.24
	(Add) / Less: Extraordinary items (net of tax)	-	-
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders, excluding extraordinary items	237,637.18	166,065.24
	Add: Interest expense and exchange fluctuation on convertible bonds (net)	-	-
	Profit / (loss) from continuing operations attributable to equity shareholders (on dilution)	237,637.18	166,065.24
	Weighted average number of equity shares for Basic EPS	5,000,000	5,000,000
	Add: Effect of Warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	5,000,000	5,000,000
Par value per share	10.00	10.00	
Earnings per share, from continuing operations, excluding extraordinary items - Diluted	0.05	0.03	
18.h	<u>Total operations</u>		
	Net profit / (loss) for the year	237,637.18	166,065.24
	(Add) / Less: Extraordinary items (net of tax)	-	-
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year attributable to the equity shareholders, excluding extraordinary items	237,637.18	166,065.24
	Add: Interest expense and exchange fluctuation on convertible bonds (net)	-	-
	Profit / (loss) attributable to equity shareholders (on dilution)	237,637.18	166,065.24
	Weighted average number of equity shares for Basic EPS	5,000,000	5,000,000
	Add: Effect of Warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	5,000,000	5,000,000
Par value per share	10.00	10.00	
Earnings per share, excluding extraordinary items - Diluted	0.05	0.03	

**SURNIDHI INVESTMENT LTD**

**COMPUTATION OF TOTAL INCOME AND TAX LIABILITY**

**Assessment Year : 2014-15**

**Previous Year : 2013-14**

PAN:

Co. ward

(figures in Rs.)

1)	Net Profit as per Profit & Loss Account		320,128
	Less: profit on property (considered separately)	-	
	Less: Dividend	2,880	
	Less: Agricultural Income	346,610	
	Less: Interest income	343,999	693,489
	Add: Expenses disallowed		
	Add: disallowance under Rule 14A		-
	Add: Agricultural expense		55,265
	Income from Business		(318,096)
2)	Capital Gain (short term)		
	sale proceeds	-	
	cost	-	
		-	
2)	Income from House Property		
	Rent Received	-	
	Less: MCD Exp.	-	
		-	
	Less: Standard Deduction	-	-
3)	Income from other sources		
	Interest income		343,999
4)	Gross Total Income/(Loss)		25,903
5)	Total Income/(Loss) Rounded off		25,900
6)	B/f Business Loss (to the extent of 198710/-)		-
	Taxable Income		25,900
7	<b>Tax payable</b>		<b>8,003</b>
7)	Book Profit as per Section 115JB		
	Net Profit as per Profit & Loss Account	320,128	
	Less: Agricultural Income	346,610	
	Less: Dividend	2,880	
		(29,362)	
	Add: Disallowance	55,265	
	Book Profit		25,903
	B/f Losses		
	<b>Tax Liability u/s 115JB @ 19.055%</b>		<b>4,936</b>

8)	Actual Tax Payable - (Higher of 5 or 6)		<b>8,003</b>
	Less: Taxes paid		-
	Advance Tax		
	TDS	135,282	135,282
9)	Balance Tax Payable		(127,279)
10)	Refund		127,279



Shares are shown as inventories in Balance sheet

4792.0883

provision for Income Tax	90,303
TDS	-
Provision (net of advance)	90,303