

ANNUAL REPORT

June 25, 2013

The Secretary
THE CALCUTTA STOCK EXCHANGE LTD.
7, Lyons Range
Kolkata - 700 001.

Dear Sir,

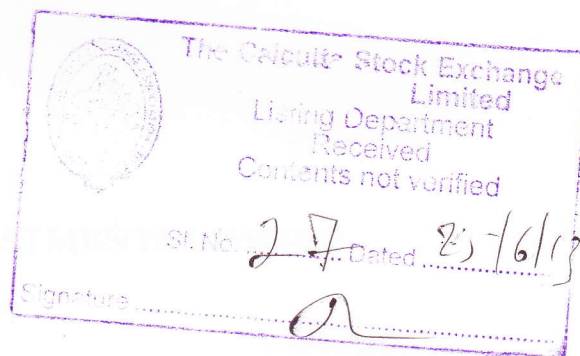
In term of Clause 31 of the Listing Agreement, we are sending herewith 6 (six) copies of printed Annual Reports & Accounts of the Company for the year ended 31st March, 2013, which we hope you will find in order.

Thanking you,

Yours faithfully,
For BHAKTWATSAL INVESTMENTS LTD.

Authorised Official

Encl : As above



ANNUAL REPORT

&

ACCOUNTS

2012-2013

BHAKTWATSAL INVESTMENTS LIMITED

BHAKTWATSAL INVESTMENTS LIMITED

ANNUAL REPORT & ACCOUNTS

2012-2013

DIRECTORS : SRI A. K. KOTHARI
SMT P. D. KOTHARI
SRI K. C. MOHTA
SRI D. K. SHARDA

AUDITORS : GUHA & MATILAL
CHARTERED ACCOUNTANTS
20, STRAND ROAD,
KOLKATA – 700 001

BANKERS : UCO BANK
UNION BANK OF INDIA
VIJAYA BANK

REGISTERED OFFICE : C-4 GILLANDER HOUSE
8, N. S. ROAD,
KOLKATA - 700 001

BHAKTWATSAL INVESTMENTS LIMITED**NOTICE**

NOTICE is hereby given that the FOURTEENTH Annual General Meeting of the Company will be held at its registered office at C-4 Gillander House, 8 N. S. Road, Kolkata-700001 on Monday, the 10th June 2013 at 2.30 P.M. to transact the following business:

1. To consider and adopt the Audited Accounts and Balance Sheet of the Company and the Reports of Directors and the Auditors for the year ended 31st March 2013
2. To elect a Director in place of Sri D. K. Sharda, who retires by rotation and being eligible offers himself for re-election
3. To appoint Auditors and to fix their remuneration

Registered Office:
C-4 Gillander House,
8 N. S. Road,
Kolkata-700001
Dated 29th April' 2013

By order of the Board,
For **BHAKTWATSAL INVESTMENTS LIMITED**
K. C. Mohta
Director

NOTES:

- a) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on his behalf and the proxy need not be a member of the company. Proxies in order to be effective must be received by the Company not later than 48 hours before the commencement of the meeting.
- b) The Register of Beneficial Owners, Register of Members and the Share Transfer Books of the Company will remain closed from 3rd June 2013 to 10th June 2013, both days inclusive.
- c) Members holding shares in physical form are requested to notify immediately changes, if any, in their Registered Address and bank particulars, to Company's Registrar & Share Transfer Agent, at the below mentioned address quoting their Folio Numbers.

M/s Niche Technologies Pvt. Ltd.,
71, B. R. B. Basu Road,
D-511, Bagree Market,
Kolkata-700 001
Telephone No. 2235-7271/3070
Fax No. 2215-6823
E- Mail: nichetech @vsnl.net

In case shares are held in electronic form, this information should be passed on directly to their respective depository Participant (DP).

- d) Pursuant to the provisions of Section 205-C of the Companies Act, 1956, the amount of dividend remaining unclaimed for a period of seven years shall be transferred to the investor Education and Protection Fund. Thereafter, members shall not be able to register claim for their unencashed dividends. Members who have not yet encashed their dividend warrant(s) for the financial year ended 31st March 2006 and onwards are requested to make their claims to the Company, without any delay.

BHAKTWATSAL INVESTMENTS LIMITED
DIRECTORS' REPORT

TO THE MEMBERS:

Your Directors have pleasure in presenting their FOURTEENTH Annual Report and the Audited Accounts for the year ended 31st March 2013

FINANCIAL RESULTS:

The result of the Company's working are tabulated hereunder:

	Rs.	Rs
Profit for the year under review (After providing depreciation of Rs. 986/-)		17,20,356
To which is added:		
Balance brought forward from last year		35,58,989
Making a surplus of		<u>52,79,345</u>
Which is deducted as under:		
Provision for Taxation (including Deferred Tax)	3,51,844	
Transfer to General Reserve	<u>33,00,000</u>	36,51,844
Balance carried to Balance Sheet		<u>16,27,501</u>

DIVIDEND:

To conserve the resources for Working Capital, your Directors regret their inability to recommend any dividend on Equity shares for the year under review.

BUSINESS ACTIVITIES:

During the year under review, the performance of the Company remains satisfactory in view of the prevailing market condition.

COMPLIANCE OF CERTIFICATE U/S 383A:

A Certificate required under Section 383A(1) of the Companies Act, 1956 as given by the practicing Secretary is attached and marked as annexure "A" which forms an integral part of the report.

DIRECTORS:

Sri D. K. Sharda retires from the Board by rotation and being eligible offers himself for re-election.

DEPOSITS:

The Company has not invited and/or not accepted deposits from the Public during the year under review.

LISTING:

The Equity shares of the Company are listed at Calcutta Stock Exchange. The Company is regular in paying the listing fee for the same.

AUDITORS REPORTS:

The observation made by the Auditors in their Report appearing in note no. 27 & 28 on Notes of Accounts are self explanatory.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors state:

1. that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation statement relating to material departure,
2. that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year on 31.3.2013 and of the profit or loss of the Company for that period,
3. that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities,
4. that the Directors had prepared the annual accounts on a going concern basis:

PARTICULARS OF EMPLOYEES:

The provision of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 are not applicable.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUT GO

The provision of Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 in respect of energy conservation and technology absorption are not applicable to the company. Foreign exchange earning and foreign outgo of the company is Nil.

AUDITORS:

Messrs. Guha & Matilal, Chartered Accountants, the Auditors of the Company retire at this meeting but being eligible offer themselves for reappointment. The Certificate under Section 224 (1B) of the Companies Act, 1956 has been received as required.

Registered Office:
C-4 Gillander House,
8 N. S. Road,
Kolkata 700 001
Dated 29th April, 2013

A. K. Kothari
Smt. P. D. Kothari
K. C. Mohta
D. K. Sharda
DIRECTORS

BHAKTWATSAL INVESTMENTS LTD.

ANNEXURE- "A" TO THE DIRECTORS' REPORT

To,
The Members,

I have examined the registers, records, books and papers of, **BHAKTWATSAL INVESTMENTS LIMITED** having its registered office at as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum & Articles of Association of the Company for the financial year ended on 31st March, 2013. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies, within the time prescribed under the Act and the rules made there under.
3. The Company, being public limited comments is not required.
4. The Board of Directors duly met 4(Four) times on 04th, May, 2012, 26th, , July, 2012, 30th, October, 2012, and on 24th, January, 2013 in respect of which proper notices were given and the proceedings were properly recorded and signed including the circular resolution was passed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from 19th, July, 2012 to 26th, July, 2012 U/S 154 of the Act during the financial year and complied with the provisions of the Act.
6. The Annual General Meeting for the financial year ended on 31st March, 2012 was held on 26th, July, 2012 after giving due notice to the members of the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or companies referred to u/s 295 of the Act.
9. The Company has not entered into contract u/s 297 of the Act, during the financial year.

BHAKTWATSAL INVESTMENTS LTD.

10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the company was not required to obtain necessary approvals from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share Certificate during the financial year.
13. The Company has: -
 - i Not made any Allotment of Shares however delivered the certificates on lodgment thereof for transfer in accordance with the provisions of the Act.
 - ii Not declared Dividend during the financial year ended 31st March 2012.
 - iii The Company was not required to post warrants to any member of the company as no dividend was declared during the year.
 - iv The Company has transferred unpaid dividend amount to the Investor Education and Protection fund, which were unclaimed and due for more than seven years in the financial year under review.
 - v Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted and there was no appointment of Directors, Additional Directors, Alternate Directors and the Directors to fill the casual vacancies have been occurred during the financial year.
15. The Company has not appointed any Managing Director / Whole-time Director/ Manager during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of such other authorities as may be prescribed under the various provisions of the Act during the financial year.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors Pursuant to the provisions of the Act and the rules made there under
19. The Company has neither issued Equity shares nor were other securities issued during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares/debentures during the financial year.

BHAKTWATSAL INVESTMENTS LTD.

22. There was no transactions necessitating the company to keep in abeyance rights to dividend, Right shares and bonus shares pending registration of transfer of shares
23. The Company has not invited/accepted deposit from public falling within the purview of section 58A during the financial year.
24. The Company has not made any borrowing during the financial year ended 31st, March, 2012.
25. The Company being an investment company duly registered with R.B.I as Non-Banking Financial Company, has made Loans & Investments in other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose
26. The Company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the memorandum with respect to Share Capital of the company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. The Company has received a show cause notice from Registrar of Companies for Non filing of Balance Sheet & Profit & Loss A/C for the year ended 31st, March, 2011 against which the company has suitably replied stating the details of filing of Balance Sheet & Profit & Loss A/C for the year ended 31st, March, 2011 with in schedule time.
32. There was no prosecution initiated against or show cause notices was received by the company and no fines or penalties or any other punishment was imposed during the financial year for offences under the Act.
33. The Company has not deposited employer's and employee's contribution to provident fund with the prescribed authorities pursuant to section 418 of the Act, as the same is not applicable to the company.

Place : KOLKATA

Date: 29th, April, 2013

ASHOK KUMAR DAGA
FCS-2699 CP2948
PRACTISING COMPANY SECRETARY

BHAKTWATSAL INVESTMENTS LTD.

Annexure- A

Registers as maintained by the Company

1. Members Register u/s 150
2. Directors Register u/s 303
3. Director's Share Holding Register u/s 307
4. Register of Contract u/s 301
5. Share Transfer Register u/s 108
6. Fixed Assets Register.
7. Loans & Investments Register.
8. Minute Book for Board and Shareholders.
9. Circular Resolution Minute Book.
10. Postal Ballot Register u/s 192A.

Annexure-B

Form and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2013.

Sl. No.	Form No./ Return	Filed under section	For	Date of filing	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No
1.	23AC & 23 ACA	220	Annual Accounts & Directors Report as on 31.03.2012	14/10/2012	Yes	No.
2.	66	383A	Compliance Certificate for 31.03.2012	31/08/2012	Yes	No
3.	20B	159	Annual Return for A.G.M. held on 26.07.2012	12/09/2012	Yes	No
4.	1NV	205	Transfer of Unpaid Dividend to Investors Education and Protection Fund	29/08/2012	Yes	No
5	5INV	205	Details of Unpaid Dividend up to 31 st , March, 2011	28.07.2012	Yes	No
6	5INV	205	Details of Unpaid Dividend up to AGM, 26.07.2012	04.12.2012	Yes	No

INDEPENDENT AUDITORS' REPORT

To the Members of Bhaktwatsal Investments Limited

1.00 Report on the Financial Statements

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

2.00 Management's Responsibility for the Financial Statements

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

3.00 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 qualified audit opinion.

4.00 Basis for Qualified Opinion

As stated in Note No. 27 to the financial statements no provision has been considered necessary in respect of diminution of carrying value of Long Term Investment to the extent of Rs.58,28,000. Accordingly, eventual shortfall in carrying amount of such investment (together with its effect on year end net assets and year's profit) is currently not ascertainable and could not be commented upon by us.

5.00 Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

6.00 Report on Other Legal and Regulatory Requirements

- 6.01. 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.
- 6.02. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account ;

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GUHA & MATILAL

20, STRAND ROAD,

CHARTERED ACCOUNTANTS

KOLKATA-700001

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3.00

- d. *Except for the Note 28 with regard to disclosure on Long term Employee Benefits as per Accounting Standard -15 on Employee Benefits*, in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e. On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- 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.

For Guha & Matilal
Chartered Accountants
Firm's Registration Number 301036E
R. Jaiswal
Partner
Membership Number 061812

Place: Kolkata
Date : 29th April, 2013

ANNEXURES TO THE AUDITORS' REPORT

(Referred to in paragraph 6.01 of Auditors' Report of even date)

- (i) a) The Company has maintained proper records to show full particulars including quantitative details and situation of item of fixed assets.
- b) The fixed assets of the Company have been physically verified during the year by the management and no material discrepancies between book records and the physical balance have been noticed.
- c) There was no disposal of fixed assets during the year.
- (ii) a) The inventories (shares) of the Company have been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
- b) In our opinion, the procedures of physical verification as followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- c) On the basis of our examinations of the inventory records, in our opinion, the Company is maintaining proper records of inventory. No discrepancy noticed on physical verification of inventory (shares) as compared to book records.
- (iii) The Company has neither granted nor taken any loan, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, provisions of clause (iii) (b) to (iii) (d) and clause (iii) (f) to (iii) (g) of the Order are not applicable to the Company
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of shares, debentures and fixed assets and with regard to sale of shares. During the course of our audit, we have not observed any continuing failure to correct any major weaknesses in internal controls.
- (v) Based on the audit procedures applied by us and according to the information and explanations provided by the management to us, we are of the opinion that there were no contracts or arrangements, particulars of which needed to be entered in the Register maintained under section 301 of the Act.
- (vi) The Company has not accepted any deposit from public within the meaning of section 58A, 58AA or any other relevant provisions of the Act.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size of the company and the nature of its business.

- (viii) According to the information and explanations given and to the best of knowledge, the maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub section (1) of section 209 of the Act.
- (ix)a) According to the records of the Company, the company is regular depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, wealth tax, custom duty, excise duty, cess were in arrears, as at 31st March, 2013 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us and the records of the Company examined by us, there are no dues in respect of sale tax, income tax, custom duty, wealth tax, excise duty and cess as at 31st March, 2013 which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses at the end of the financial year and it has also not incurred any cash losses during the financial year covered by our audit (*without considering non provisions in respect of investment which is not currently ascertainable, as referred to in Basis for Qualified Opinion paragraph of the audit report*) as well as in the immediately preceding financial year.
- (xi) The provisions of clause (xi) are not applicable as neither the Company has taken any loan from financial institution nor issued any debenture.
- (xii) The Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi/ mutual benefit fund / society.
- (xiv) In our opinion, the proper records have been maintained of the transactions and contracts with respect to dealing or trading in shares, securities, debentures and other investments as well as timely entries have been made therein. According to the information and explanations given and on an overall examination of records we report that shares, securities, debentures and other investments have been held by the Company, in its own name.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institution.

- (xvi) The Company has not obtained any term loan from any bank during the year and there are no term loans outstanding at the year-end.
- (xvii) On the basis of overall examination of Balance Sheet of the Company, in our opinion and according to information and explanations given to us, there are no funds raised on short term basis, which have been used for long term investments.
- (xviii) The company has not made any preferential allotment of shares, during the year, to parties and companies covered in the register maintain under section 301 of the Act.
- (xix) The Company did not have any outstanding debentures during the year and hence clause (xix) is not applicable.
- (xx) The Company has not raised any money through a public issue during the year.
- (xxi) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted accounting practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For Guha & Matilal

Chartered Accountants

FRN 301036E

R. JAISWAL,

Partner

Membership No. 61812

Kolkata

Dated: 29th April, 2013

BHAKTOWATSAL INVESTMENTS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2013

	Note No.	As at 31.03.2013		As at 31.03.2012	
		Rs	Rs	Rs	Rs
<u>EQUITY AND LIABILITIES</u>					
<u>SHAREHOLDERS' FUNDS</u>					
Share Capital	2	29,716,000		29,716,000	
Reserves & Surplus	3	39,182,001	68,898,001	37,813,489	67,529,489
<u>NON-CURRENT LIABILITIES</u>					
Long -term provisions	4		33,500		21,000
<u>CURRENT LIABILITIES</u>					
Other current liabilities	5	18,819		35,819	
Short -term provisions	6	18,875	37,694	68,700	104,519
			<u>68,969,195</u>		<u>67,655,008</u>
<u>ASSETS</u>					
<u>NON-CURRENT ASSETS</u>					
<u>Fixed Assets</u>					
Tangible Assets	7		1,478		2,464
Non-current investments	8	37,333,485		35,152,463	
Deferred Tax Assets (net)	9	36,994		27,053	
Long-term loans and advances	10	531,335	37,901,814	106,878	35,286,394
<u>CURRENT ASSETS</u>					
Inventories	11	2,143,950		3,526,115	
Trade receivables	12	398,836		149,371	
Cash and cash equivalents	13	20,942,396		1,210,105	
Short -term loans and advances	14	7,551,576		27,480,559	
Other current assets	15	29,145			
			<u>31,065,903</u>		<u>32,366,150</u>
			<u>68,969,195</u>		<u>67,655,008</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS					
	1				
	2-33				

Per our report of even date.

R. JAISWAL
 Partner
 For & on behalf of
 GUHA & MATILAL
 Chartered Accountants
 Membership No. 61812

A. K. Kothari
 Smt. P. D. Kothari
 D. K. Sharda
 K. C. Mohta
 Directors

Kolkata
 Dated: 29th April, 2013

BHAKT WATSAL INVESTMENTS LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	Note No.	2012-2013 Rs	2011-2012 Rs
Revenue from Operations			
Sale of Shares			90,043
Other Operating Income	16	4,044,489	4,391,908
Other income	17	32,384	331,748
Total Revenue		4,076,873	4,813,699
Expenses			
Purchases of Shares		254,502	1,050,074
Change in inventories of Stock-in-trade	18	1,382,165	(968,423)
Employee Benefits expenses	19	280,012	254,961
Depreciation	7	986	1,643
Other Expenses	20	438,852	471,319
Total expenses		2,356,517	809,574
Profit before tax		1,720,356	4,004,125
Tax Expense			
Current Tax	21	361,785	517,031
Deferred Tax	21	(9,941)	(25,041)
Profit after tax		1,368,512	491,990
Earning per equity share			3,512,135
Basic	24	0.46	1.18
Diluted	24	0.46	1.18
Face Value per share		10	10
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	1 2-33		

Per our report of even date.

R. JAISWAL
 Partner
 For & on behalf of
 GUHA & MATILAL
 Chartered Accountants
 Membership No. 61812

A. K. Kothari
 Smt. P. D. Kothari
 D. K. Sharda
 K. C. Mohta
 Directors

Kolkata
 Dated: 29th April, 2013

BHAKTWATSAL INVESTMENTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

	As at 31.03.2013 Rs.	As at 31.03.2012 Rs.
A. Cash flow from Operating Activities :		
Net Profit before tax and extraordinary items	1,720,356	4,004,125
Adjustments for :		
Depreciation	986	1,643
Provision for Leave payment	12,500	11,167
'Provision against standard loan	(49,825)	68,700
Operating profit before working Capital changes	1,684,017	4,085,635
Adjustments for :		
Trade and other receivable	19,650,373	(1,793,390)
Inventories	1,382,165	(968,423)
Trade payable	(1,650)	(329,295)
Cash generated from operation	22,714,905	994,527
Refund of Direct Tax	-	180,716
Direct Tax paid	(801,552)	(359,963)
Cash flow before extraordinary items	21,913,353	815,280
Extraordinary items	-	-
Net Cash from operating activities (A) :	21,913,353	815,280
B. Cash flow from Investing Activities :		
Sale of Investments	-	500,000
Purchase of investments	(2,181,022)	(187,747)
Net Cash used in Investing activities (B) :	(2,181,022)	312,253
C. Cash flow from Financing Activities :		
Dividend paid	(40)	(39.00)
Tax on Dividend paid	-	-
Net Cash used in Financing activities (C) :	(40)	(39.00)
(A+B+C) :	19,732,291	1,127,494
Net increase in Cash and Cash equivalents	19,732,291	1,127,493
Cash and Cash equivalents (Opening Balance)	1,210,105	82,612
Cash and Cash equivalents (Closing Balance)	20,942,396	1,210,105

Notes:

- 1) The above cash flow statement has been prepared under the indirect method set out in AS-3 issued by the Institute of Chartered Accountants of India.
- 2) Cash & Cash Equivalents include short term liquid investment that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.
- 3) Previous year figures have been rearranged and regrouped wherever considered necessary.

Per our report of even date.

Kolkata
 Dated: 29th April, 2013

R. JAISWAL
 Partner
 For & on behalf of
 GUHA & MATILAL
 Chartered Accountants
 Membership No. 61812

A. K. Kothari
 Smt. P. D. Kothari
 D. K. Sharda
 K. C. Mohta
 Directors

BHAKTWATSAL INVESTMENTS LTD.

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS

1. Significant Accounting Policies

- a) The Company follows the mercantile system of accounting and recognises all items of Income & Expenditure on accrual basis.
- b) Investments
Long Term Investments are valued at cost inclusive of attributable expenses incurred at the time of transfer of title to the Company. However, provision for diminution in value is made to recognize a decline other than temporary in the value of long term investments.
- c) Stock in Trade
Shares held as stock in trade is valued at lower of cost or market value.
- d) Fixed Assets
Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. Depreciation on fixed assets has been provided for as per rate prescribed in Schedule XIV to the Companies Act, 1956 on written down value method.
- e) Impairment of Assets
An assets is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit & loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount
- f) Revenue is recognised on the following basis: -
- | | | | |
|------|----------------|---|--|
| i) | Sale of Shares | : | On receipt of Brokers' note. |
| ii) | Dividend | : | On establishment of shareholders' right to receive payment |
| iii) | Interest | : | On time proportion basis. |
- g) Employees' Benefit
Monthly contributions to Provident fund are charged against Revenue.
Gratuity payable to employees are ascertained on the basis of actuarial valuation with appropriate contribution to an approved Gratuity Fund.
Leave encashment are provided for on the basis of estimates made by the Management as followed consistently.
- h) Taxes on Income
Income Tax expenses comprise current tax and deferred tax charge. Deferred tax is recognised on timing differences; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only if there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised. Such assets are reviewed as at each Balance Sheet date to re-assess realisability thereof.
- h) Provisions.
Provisions are recognised when the Company has a present legal and constructive obligation, as a result of past event, for which it is probable that an outflow of economic benefits will be required to settle the obligation and reliable estimate can be made for the amount of obligation.

BHAKTWATSAL INVESTMENTS LIMITED

2. SHARE CAPITAL

Particulars	As at 31.03.2013 Rs	As at 31.03.2012 Rs
Authorised : 40,00,000(previous year 40,00,000) Equity Shares of Rs 10/- each	40,00,000	40,00,000
Issued , Subscribed & Paid up 29,71,600(previous year 29,71,600)Equity Shares of Rs 10/- each	29,716,000	29,716,000
	29,716,000	29,716,000

a) Shares in the company held by shareholder holding more than 5% share as at 31st March,2013

Name of shareholder	As at 31.03.2013		As at 31.03.2012	
	Number of shares	% of Share holding	Number of shares	% of Share holding
Commercial House Private Limited	579700	19.51	579700	19.51
Kothari & Company Private Limited	187000	6.29	187000	6.29
Kothari Investment & Industries Private Limited	504900	16.99	504900	16.99
M.D. Kothari & Company Limited	591430	19.90	591430	19.90
Vishnuhari Investment & Properties Limited	591600	19.91	591600	19.91
Mr. Arun Kumar Kothari	257414	8.66	257380	8.66
Mrs. Prabhawati Devi Kothari	256360	8.63	256360	8.63

b) Rights, preferences and restrictions attached to shares :
Equity Shares

The company has one class of equity shares having a par value of Rs. 10/-each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding

c) Shares allotted as fully paid up Bonus shares by capitalisation of General Reserve during the period of five years immediately preceding the reporting date.

Particulars	As at 31.03.2013	As at 31.03.2012
Number of equity shares issued as bonus shares by capitalisation of general reserve	1,223,600	1,223,600

d) The reconciliation of the number of shares outstanding and the amount of the share capital as at 31st March, 2013 & 31st March, 2012 is set out below:-

Particulars	As at 31.03.2013		As at 31.03.2012	
	Number of shares	Amount (Rs)	Number of shares	Amount (Rs)
Number of shares at the beginning	2971600	29716000	1748000	17480000
Add: Bonus shares issued during the year	-	-	1223600	12,236,000
Number of shares at the end	2971600	29716000	2971600	29716000

BHAKTWATSAL INVESTMENTS LIMITED

3. RESERVES & SURPLUS

Particulars	As at 31.03.2013		As at 31.03.2012	
	Amount (Rs)	Amount (Rs)	Amount (Rs)	Amount (Rs)
General Reserve				
As per last account	24,700,000		34,500,000	
Less: Capitalised by issue of Bonus Shares	-		(12,236,000)	
	24,700,000		22,264,000	
Add: Transferred from Statement of Profit & Loss	3,300,000	28,000,000	2,436,000	24,700,000
Special Reserve				
As per last account		9,554,500		9,554,500
Surplus				
Balance as per last account	3,558,989		2,482,854	
Add: Net Profit after tax transferred from Statement of Profit & Loss	1,368,512		3,512,135	
Amount available for appropriation	4,927,501		5,994,989	
Appropriations				
Transfer to General Reserve	3,300,000		2,436,000	
Surplus closing balance		1,627,501		3,558,989
		39,182,001		37,813,489

Special Reserve has been created under section 45-1C of Reserve Bank of India Act, 1934 (as amended in 1997).

4. LONG TERM PROVISIONS

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Provision for Employees' Benefit	33,500	21,000
Provision for Leave payment	33,500	21,000

BHAKTWATSAL INVESTMENTS LIMITED

5. OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Unpaid Dividend	280	320
Other payable		
Audit Fees etc.	18,539	20,180
Income tax refund	-	15,270
	<u>18,819</u>	<u>35,550</u>

Unpaid Dividend does not include any amount due and outstanding to be credited to Investor Education and Protection Fund.

6. SHORT TERM PROVISIONS

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Other Provisions		
Contingent Provision against Standard Assets	<u>18,875</u>	<u>68,700</u>
	<u>18,875</u>	<u>68,700</u>

Contingent Provision against standard Assets has been provided for on outstanding loan of Rs.75,50,000/- (P.Y. 2,74,80,000) at the Balance Sheet Date @0.25% in terms of Para 9A of Non Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions 2007.

MOVEMENT IN OTHER PROVISIONS (SHORT TERMS PROVISIONS)

Particulars	Opening Balance Amount (Rs)	Addition during the year Amount (Rs)	Amount reversed or utilised during the year Amount (Rs)	Balance at the end of the year Amount (Rs)
Contingent Provision against Standard Assets	68,700.00	-	49,825.00	18,875.00

BHAKTIVATSAL INVESTMENTS LIMITED

7 FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Cost As at 31.3.2012 Rs.	Additions during the Year Rs.	Deductions/ Adjustments 31.3.2013 Rs.	As at 31.3.2013 Rs.	Upto 31.3.2012 Rs.	For the Year Rs.	Deductions/ Adjustments 31.3.2013 Rs.	As at 31.3.2013 Rs.
<u>Tangible assets</u>								
Computer	72,832	-	-	72,832	70,368	986	-	71,354
								1,478
Total	72,832	-	-	72,832	70,368	986	-	71,354
								1,478
Previous Year's Total	72,832	-	-	72,832	68,725	1,643	-	70,368
								2,464

BHAKTWATSAL INVESTMENTS LIMITED

8. NON CURRENT INVESTMENTS

Particulars	Face Value	As at 31.03.2013		As at 31.03.2012	
		No of Shares	Amount (Rs)	No of Shares	Amount (Rs)
Other Investment					
A) Quoted - Fully Paid Up (At cost), Investment in Equity instruments (Refer to Note 27)					
Albert David Ltd.	10	99781	2,756,626	99781	2,756,626
Vishnuhari Investments & Properties Ltd	10	44589	1,899,481	44589	1,899,481
BNK Capital Markets Ltd	10	312500	11,500,000	312500	11,500,000
Gillanders Arbuthnot & Co Ltd	10	498498	20,782,614	465013	18,601,592
Kothari Phytochemicals & Industries Ltd	10	4459	187,747	4459	187,747
			37,126,468		34,945,446
B) Unquoted - Fully Paid Up (At cost), Investment in Equity instruments					
Kothari Hitech Consultants Pvt Ltd	10	80500	207,017	80500	207,017
			207,017		207,017
Total (A) + (B)			37,333,485		35,152,463
Aggregate amount of Quoted Investments			37,126,468		34,945,446
Aggregate market value of quoted Investments			51,899,552		49,941,394
Aggregate amount of Unquoted Investments			207,017		207,017

Nil (P.Y. 62,500) Bonus shares received from BNK Capital Markets Ltd.

9. DEFERRED TAX ASSETS (NET)

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Deferred Tax Assets		
On provision for leave encashment	10,352	6,489
On provision against standard loan	27,060	21,228
	37,412	27,717
Deferred Tax Liabilities		
On Fixed assets	418	664
	36,994	27,053

10. LONG TERM LOANS & ADVANCES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
(Unsecured , considered good)		
Other Loans & Advances		
Advance payment of income tax & Tax deducted at source (net off of provision for taxation)	498,923	75,496
Income tax refund receivable	32,412	31,382
	531,335	106,878

BHAKTWATSAL INVESTMENTS LIMITED

11. INVENTORIES

Particulars	Face Value	As at 31.03.2013		As at 31.03.2012	
		No of Shares	Amount (Rs)	No of Shares	Amount (Rs)
STOCK-IN-TRADE (At lower of cost or market value -Refer Note 29)					
<u>Quoted Equity Shares Fully Paid Up</u>					
Bharat Heavy Electricals Ltd	2	5500	973,500	5500	2,404,201
Balmer Lawrie & Co Ltd	10	1500	907,800	1500	1,056,865
JSW Energy Ltd	10	3500	191,450	500	65,049
Nahar Spinning Mills Ltd	5	1000	71,200	-	-
			2,143,950		3,526,115
Aggregate market value of quoted Stock in Trade			2,143,950		2,245,525

12. TRADE RECEIVABLES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
(Unsecured , considered good)		
Other Debts		
Interest receivable	398,836	149,371
	398,836	149,371

13. CASH & CASH EQUIVALENTS

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Balance with Banks :		
In Current Account	941,469	1,208,862
In Deposit account	20,000,000	-
In Unpaid Dividend Account	280	320
Cash on hand	647	923
	20,942,396	1,210,105

BHAKTWATSAL INVESTMENTS LIMITED

14. SHORT TERM LOANS & ADVANCES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
(Unsecured , considered good)		
Inter corporate/Other Loans (Refer to Note 25)	7,550,000	19,980,000
To related parties	-	7,500,000
To Others	1,576	559
Prepaid expenses		
	<u>7,551,576</u>	<u>27,480,559</u>

Inter Corporate Loans

Particulars in respect of Loans and Advances as required by the listing agreement

Name of the company/Firm/Director	Balance as at (in Rs)		Maximum outstanding during the year (in Rs)	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
A. Loans and Advances in the nature of 'Loans given to Subsidiaries	-	-	-	-
B. Loans and Advances in the nature of 'Loans given to Associates	-	-	-	-
C. Loans and Advances in the nature of 'Loans where repayment schedule is not specified/is beyond 7 years	-	12,000,000	12,000,000	13,000,000
1. Vidhyasagar Industries Pvt Ltd	550,000	480,000	3,000,000	3,000,000
2. Kothari & Co Pvt Ltd	1,500,000	2,500,000	21,500,000	2,500,000
3. Gillanders Arbuthnot & Co Limited	5,500,000	5,000,000	6,500,000	5,000,000
4. Kothari Phytochemicals & Industries Limited				
D. Loans and Advances in the nature of 'Loans where interest is not charged or charged below Bank rate	-	12,000,000	12,000,000	13,000,000
1. Vidhyasagar Industries Pvt Ltd				
E Loans and Advances in the nature of 'Loans to Firms / Companies in which directors are interested	-	-	-	-

15. OTHER CURRENT ASSETS

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Interest accrued on deposits	29,145	-
	<u>29,145</u>	<u>-</u>

BHAKTWATSAL INVESTMENTS LIMITED

16. OTHER OPERATING INCOME

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Interest on loan	2,893,126	1,384,950
Other Financial Services :		
Dividend income		2,858,456
- on long term investment	1,027,388	
- on stock in trade	74,150	72,360
Contingent provision of Standard Loan written back	49,825	-
Profit on sale of long term investments	-	75,000
Share difference	-	1,142
	<u>4,044,489</u>	<u>4,391,908</u>

17 . OTHER INCOME

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Interest on Fixed Deposit	32,384	-
Interest on Income Tax Refund	-	331,748
	<u>32,384</u>	<u>331,748</u>

18 . CHANGE IN INVENTORIES IN STOCK -IN-TRADE

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Opening Stock	3,526,115	2,557,692
Less: Closing stock	2,143,950	3,526,115
Increase/(Decrease) in Stock	<u>(1,382,165)</u>	<u>968,423</u>

19 . EMPLOYEES' BENEFIT EXPENSES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Salaries & Bonus	237,264	216,096
Gratuity Fund Contribution	7,564	6,451
Staff Welfare Expenses	22,684	21,247
Provision for leave encashment	12,500	11,167
	<u>280,012</u>	<u>254,961</u>

Provision for leave encashment has been provided for on the basis of salary last drawn and the leave period to which an employee is entitled.

BHAKTWATSAL INVESTMENTS LIMITED

20 . OTHER EXPENSES

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Rates & Taxes	4,968	5,014
Printing & Stationery	3,470	5,911
Miscellaneous Expenses	4,346	13,492
Law & Service Charges	51,526	61,694
Repair & Maintenance	4,022	3,479
Filing Fees	2,000	102,500
Advertisement	26,126	21,838
Annual Listing Fees	11,798	33,641
Directors' Fees	7,000	11,000
Donation	300,000	120,000
Internal Audit Fees	5,056	4,500
Provision against standard loan	-	68,700
AUDITORS' REMUNERATION		
Audit Fees	13,483	13,483
For Certification	5,057	6,067
	18,540	19,550
	<u>438,852</u>	<u>471,319</u>

21 . TAX EXPENSE

Particulars	As at 31.03.2013 Amount (Rs)	As at 31.03.2012 Amount (Rs)
Current Tax		
Income Tax for the year	320,000	440,000
Income Tax for earlier years	41,785	77,031
	<u>361,785</u>	<u>517,031</u>
Deferred Tax charge/ (credit)	<u>(9,941)</u>	<u>(25,041)</u>

BHAKTWATSAL INVESTMENTS LTD.

22. AS-17 (Segment Reporting) – Not applicable since the company has been mainly engaged in financial activities, which comprise of advancing loan & trading and investing in shares only.
23. Information given in accordance with the requirements of AS-18 on Related Party Disclosures issued by the Institute of Chartered Accountants of India.

a) List of related parties

1) Enterprises over which key management personnel and relatives of such persons are able to exercise significant influence.

- i) Kothari & Co. Private Limited
- ii) G. Das & Co. Pvt. Ltd.
- iii) Kothari Investment & Industries Ltd.
- iv) M.D. Kothari Company Ltd.
- v) Vishnuhari Investments & Properties Ltd.
- vi) Vaikunth Properties Private Limited
- vii) Vidhyasagar Industries Private Limited
- viii) Kothari Hitech Consultants Private Limited
- ix) Gillanders Arbuthnot & Co Limited
- x) Kothari Phytochemicals & Industries Limited
- xi) Kothari Gratuity Fund

2) Name of the key management personnel of the Company:

- i) Sri A.K. Kothari - Director
- ii) Smt P.D Kothari - Director
- iii) Sri D. K. Sharda - Director
- iv) Sri K.C.Mohta - Director

b) Transaction with related parties and status of outstanding balances as on 31.03.2013

Nature of Transaction	For Enterprise over which Key Management personnel and relatives of such personnel are able to exercise significant influence		For Key Management Personnel of the Company	
	2012-13	2011-12	2012-13	2011-12
Interest Received				
- Kothari & Co Pvt. Ltd	63,316	49,199		
-Gillanders Arbuthnot & Co Limited	9,62,175	89,447		
-Kothari Phytochemicals & Industries Ltd	3,79,836	-		
Directors' Fees			7,000	11,000
Dividend Received				
- Vishnuhari Investment & Properties Ltd	89,178	66,883		
-Gillanders Arbuthnot & Co Limited	2,49,249	20,92,558		
-Kothari Phytochemicals & Industries Ltd	6,688	-		
Loan Advanced				
- Kothari & Co Pvt. Ltd	28,50,000	59,00,000		
-Gillanders Arbuthnot & Co Limited	1,90,00,000	25,00,000		
-Kothari Phytochemicals & Industries Ltd	65,00,000	50,00,000		
		(Refer Note 26)		

BHAKTWATSAL INVESTMENTS LTD.

Loan Recovered				
- Kothari & Co Pvt Ltd.	55,20,000	55,20,000		
- Vidhyasagar Industries Pvt Ltd.	1,20,00,000	10,00,000		
-Gillanders Arbuthnot & Co Limited	2,00,00,000	-		
-Kothari Phytochemicals & Industries Ltd	60,00,000	-		
Sale of Investment				
- Vaikunth Properties Private Limited	-	5,75,000		
Contribution to Gratuity Fund				
- Kothari Gratuity Fund	7,564	6,451		
.Balance as on 31.03.2013				
Loan / Advances				
- Kothari & Co Pvt Ltd.	5,50,000	4,80,000		
- Vidhyasagar Industries Pvt Ltd	-	1,20,00,000		
-Gillanders Arbuthnot & Co Limited	15,00,000	25,00,000		
-Kothari Phytochemicals & Industries Ltd	55,00,000	50,00,000		
		(Refer Note 26)		
Interest Receivable				
- Kothari & Co Pvt Ltd	56,984	44,279		
- Kothari Phytochemicals & Industries Ltd	3,41,852	-		

24. Basic and Diluted Earnings per Share:

	Particulars	As at 31.03.2013	As at 31.03.2012
I)	Profit after tax available for Ordinary shareholders	13,68,512	35,12,135
II)	Weighted average number of ordinary Shares of Rs. 10/- each outstanding during the year	29,71.600	29,71.600
III)	Basic and diluted earnings per share (in Rs)	0.46	1.18

25. Interest on unsecured loan amounting to Rs. Nil) receivable as on Balance sheet date from of M/s. Vidhyasagar Industries Pvt Ltd have not been considered pursuant to the resolution passed by the Board to waive interest on loan) in view of the accumulated losses in the loanee company.
26. Loan amount of Rs 50,00,000/- (P.Y. Rs 50,00,000) receivable from erstwhile M/s Claro India Limited, which has been merged with Kothari Phytochemicals & Industries Limited pursuant to the scheme of Amalgamation as approved by the Kolkata High Court and Chennai High Order dated 19th May, 2011 and 27th April, 2011 respectively, during the previous financial year. Pursuant to the negotiation with the transferee company, interest on the said loan has been provided for from the April, 2012.
27. Diminution in the value of non-current investment in a body corporate, to the extent of Rs. 58,28,000 (P.Y. Rs 52,50,000) at the balance sheet date, is of temporary nature and the year-end free reserves of the company being are sufficient to cover such shortfall. Hence in the opinion of the Management, no provision is required to be made in the accounts
28. In view of the single staff in the employment of the company at the Balance sheet date and considering the immaterial effect of the amount in respect of gratuity, the disclosure requirement as per Accounting Standard -15(Revised) on Employees Benefit has not been provided.

29. The Company has changed the method of valuation of inventories of shares held as stock in trade to lower of Cost or Market Value as against Cost Value hitherto followed till preceding financial years to align the same with the method of valuation as provided in Accounting Standard –(AS -2) on Inventories. Had the same been accounted for at cost, profit for the year would have been overstated by Rs.16,36,667 along with that of the current assets and reserve and surplus at the year end.
30. Disclosure requirements in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 have been annexed separately.
31. Contingent Liability and commitments as at 31.03.2013 - Rs NIL (P.Y Rs NIL)
32. Previous year's figure have been rearranged and regrouped wherever considered necessary.
33. Figures have been rounded off to the nearest rupee.

Signature to Notes "1" to "33"

Per our report of even date

Kolkata
Date: 29th April, 2013

R. JAISWAL
Partner
For & on behalf of
GUHA & MATILAL
Chartered accountants
Membership No.61812

A. K. Kothari
Smt. P. D. Kothari
D. K. Sharda
K. C. Mohta
Directors

BHAKTWATSAL INVESTMENTS LTD.

Disclosure requirements in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2007:

(Rs. In lakhs)

Particulars					
	<u>Liabilities side:</u>	Amount Outstanding		Amount Overdue	
		<u>2012-13</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2011-12</u>
(1)	Loans and advances availed by the NBFCs Inclusive of interest accrued thereon but not paid; (a) Debentures : Secured : Unsecured (Other than falling within the meaning of public Deposits*) (b) Deferred Credits (c) Term Loans (d) Inter-corporate loans and borrowing (e) Commercial Paper (f) Other Loans (specify nature)	N 			

(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities.	<u>2012-13</u>	<u>2011-12</u>
	(i) Lease assets including lease rentals under sundry debtors:		
	a. Financial lease		
	b. Operating lease	N	N
	(ii) Stock on hire including hire charges under sundry debtors:		
	a. Assets on hire	I	I
	b. Repossessed Assets		
	(iii) Other loans counting towards AFC activities	L	L
	a. Loans where assets have been repossessed		
	b. Loans other than (a) above		

BHAKT WATSAL INVESTMENTS LTD.

BHAKT WATSAL INVESTMENTS LTD.							
		2012-13			2011-12		
(4)	<u>Break-up of Investments:</u>						
	<u>Current Investments:</u>						
	1. <u>Quoted:</u>						
	(i) Shares: a. Equity b. Preference		N			N	
	(ii) Debentures and Bonds						
	(iii) Units of mutual funds		I			I	
	(iv) Government Securities						
	(v) Others (Please specify)						
	2. <u>Unquoted:</u>		L			L	
	(i) Shares : a. Equity b. Preference						
(ii) Debentures and Bonds							
(iii) Units of mutual funds							
(iv) Government Securities							
(v) Others (Please specify)							
<u>Long Term investments:</u>							
1. <u>Quoted:</u>					349.45		
(i) Share: (a) Equity		371.26			NIL		
(b) Preference		NIL			NIL		
(ii) Debentures and Bonds		NIL			NIL		
(iii) Units of mutual funds		NIL			NIL		
(iv) Government Securities		NIL			NIL		
(v) Others (Please specify)		NIL			NIL		
2. <u>Unquoted:</u>					2.07		
(i) Shares: (a) Equity		2.07			NIL		
(b) Preference		NIL			NIL		
(ii) Debentures and Bonds		NIL			NIL		
(iii) Units of mutual funds		NIL			NIL		
(iv) Government Securities		NIL			NIL		
(v) Others (Please specify)		NIL			NIL		
(5)	Borrower group-wise classification of assets financed as in (2) and (3): Please see Note 2 below						
		<u>2012-13</u>			<u>2011-12</u>		
		Amount net of provisions			Amount net of provisions		
		Secured	Unsecured	Total	Secured	Unsecured	Total
Category							
1. Related Parties **							
(a) Subsidiaries		NIL	NIL	NIL	NIL	NIL	NIL
(b) Companies in the same group		NIL	NIL	NIL	NIL	NIL	NIL
(c) Other related parties		NIL	75.50	75.50	NIL	199.80	199.80
2. Other than related parties		NIL	NIL	NIL	NIL	75.00	75.00
Total:		NIL	75.50	75.50	NIL	274.80	274.80

BHAKTWATSAL INVESTMENTS LTD.

(6)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):				
		Market Value/Break up (*) or fair value or NAV		Book Value (Net of Provision)	
		2012-13	2011-12	2012-13	2011-12
	Category				
	1. Related parties **				
	(a) Subsidiaries	NIL	NIL	NIL	NIL
	(b) Companies in the same group	NIL	NIL	NIL	NIL
	(c) Other Related Parties				
	Quoted	372.33	353.59	228.69	206.88
	Unquoted	4.15	3.95	2.07	2.07
	2. Other than related parties				
	Quoted	146.67	145.82	142.57	142.57
	Unquoted	NIL	NIL	NIL	NIL
	Total	523.15	503.36	373.33	351.52

Break up Value on the basis of the audited accounts relating to F.Y 2011-12

(7) Other information

	Particulars	2012-13	2011-12
(i)	Gross Non-Performing Assets		
	(a) Related parties		
	(b) Other than related parties		
(ii)	Net Non-Performing Assets	Refer Note 27	
	(a) Related parties		
	(b) Other than related parties		
(iii)	Assets acquired in satisfaction of debt	NIL	

Signature to Notes "1" to "33"

Per our report of even date

R. JAISWAL
Partner
For & on behalf of
GUHA & MATILAL
Chartered accountants
Membership No.61812

A. K. Kothari
Smt. P. D. Kothari
D. K. Sharda
K. C. Mohta
Directors

Kolkata
Date: 29th April, 2013