

# VIKRAM FINANCIAL SERVICES LTD.

Regd. Office: "Tobacco House", 4th Floor, 1, Old Court House Corner, Kolkata - 700 001, India  
Telephone : +91 33 2230 7299 (4 lines), Fax: +91 33 2248 4881, Email : info@vikram.in

Dated : 12.12.2011

To

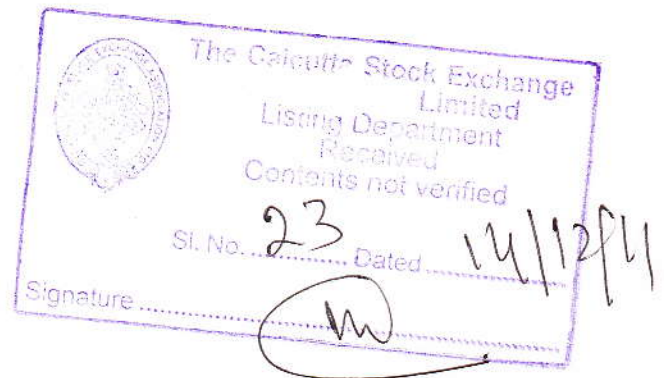
The Secretary,

The Calcutta Stock Exchange Ltd.

7, Lyons Range

Kolkata- 700 001

Dear Sir,



Re: **Annual Filing of Audited Financial Results for the Financial Year 2010-11**

Enclosed please find herewith 6 copies of Audited Balance Sheet as at 31<sup>st</sup> March, 2011 & Audited Profit and Loss Account for the Year ended on 31.03.2011 together with Auditors Report thereon. Please note that our code no. is 032061 as per your record.

Please arrange to issue a stamped Acknowledgement Receipt for the same.

Thanking You,

Yours Truly,

For Vikram Financial Services Ltd.

*Murari K. Agarwal*  
Director

# ANNUAL REPORT

2010-2011

RUSTAGI & CO.  
Chartered Accountants  
19, R.N. Mukherjee Road  
1<sup>st</sup> Floor, Eastern Building  
Kolkata-700 001 (West Bengal)

**VIKRAM FINANCIAL SERVICES LTD.**

**RUSTAGI & CO.**  
CHARTERED ACCOUNTANTS

19, R.N. MUKHERJEE ROAD,  
EASTERN BUILDING, 1<sup>ST</sup> FLOOR  
KOLKATA-700 001  
PHONE: 2248-0823/0856  
FAX: 2243-0746

AUDITORS' REPORT

To  
The Shareholders  
**VIKRAM FINANCIAL SERVICES LTD.**

We have audited the attached Balance Sheet of **VIKRAM FINANCIAL SERVICES LTD.**, as at 31st March, 2011 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) Order, 2004 issued by the Central Government of India in terms of sub-section(4A) of section 227 of the Companies Act, 1956, We enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to in paragraph above, we state that:-

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit ;





ANNEXURES TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our Report of even date on the Accounts for the year ended on 31st March 2011.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.  
(b) The Fixed Assets are physically verified by the management at reasonable intervals having regard to the size of the Company and the nature of assets and no discrepancies have been noticed during such verification.  
(c) The Company has not disposed off any of the Fixed Assets during the year, Paragraph 4(i) (c) of the Companies (Auditors' Report) Order, 2004 (hereinafter referred to as the Order) is not applicable.
2. Since there is no inventory, the provisions of clause 4(ii) of the Companies (Auditor's Report) Order, 2004 are not applicable to the Company.
3. a) The Company has neither taken nor granted any secured and unsecured loans to party covered in the Register maintained under Sec 301 of the Companies Act. Hence the relevant clauses (b),(c) ,(d),(e) ,(f) & (g) are not applicable.
4. 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 and sale of investments. During the course of our audit no major weakness has been noticed in the internal control.
5. a) In our opinion and according to the information and explanations given to us we are of the opinion that the transactions in which Directors are interested as contemplated under Sec 299 of the Companies Act , 1956 and which required to be so entered in the register maintained under SEC 301 of the said Act , have been so entered  
b) In our opinion and according to the information and explanations given to us as there are No Contracts or arrangements that need to be entered in to the Register maintained under Sec 301 of the Companies Act 1956 , Paragraph ( V ) ( b ) of the order is not applicable .
6. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from public under section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.



8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956 in respect of services carried out by the Company.
9. a) According to the records examined by us, the company is regular in depositing with appropriate authorities undisputed Income Tax and other statutory dues applicable to it. As informed to us Provident Fund, Investor Education Protection Fund, Employees State Insurance, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess are not applicable to it.  
b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax and other statutory dues as applicable to it were outstanding at the year end for a period of more than Six Months from the date they became payable. The Company has no loss at the end of the Financial Year. And it has not incurred any cash loss during the financial year ended **31st March, 2011** and in the immediately preceding financial year.
10. The Company has not defaulted in repaying any dues to Banks, Financial Institutions or Debenture Holders.
11. In our opinion the company is not having any accumulated losses and the company has not incurred cash losses during the financial year covered by our audit.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the Company.
14. Proper records have been maintained of the transactions and contracts and timely entries have been made therein in respect of dealing or trading in shares, securities, debentures and other investments and the same are held by the Company in its own name.
15. According to the information and explanations given to us, and the representations made by the management, the Company has not given any guarantee for loans taken by others from any bank or financial institution.
16. The Company has not obtained any Term Loans. Accordingly clause 4(xvi) of the Order is not applicable.
17. On the basis of an overall examination of the Balance Sheet and the information and explanation given to us, we report that the Company has not utilized any funds raised on short-term basis for long-term investments and vice-versa.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act. Accordingly, clause 4(xviii) of the order is not applicable.





19. The Company has not issued any debentures. Accordingly, clause 4(xix) of the order is not applicable.
20. The Company has not raised any money by way of public issues during the year. Accordingly, clause 4(xx) of the order is not applicable.
21. Based on our audit procedures performed and information and explanation given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit for the year ended **31<sup>st</sup> March, 2011**.

19, R. N. Mukherjee Road  
Kolkata – 700 001

Date : 28<sup>th</sup> Day of August 2011

For Rustagi & Co.  
Chartered Accountants

*Ashish Rustagi*  
(ASHISH RUSTAGI)

Partner

Membership No.062982



# VIKRAM FINANCIAL SERVICES LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2011

	Schedule	Current Year 31.03.2011	Previous Year 31.03.2010
<b>I. SOURCE OF FUNDS</b>			
<b>SHAREHOLDERS FUNDS</b>			
Share Capital	1	60,400,530	60,400,530
Reserves & Surplus	2	285,840,078	284,477,407
<b>LOANS</b>			
Unsecured Loans		6,000,000	29,567,858
		<b>352,240,608</b>	<b>374,445,795</b>
<b>II. APPLICATION OF FUNDS</b>			
Fixed Assets	3	662,435	697,300
Investments	4	152,672,357	138,399,857
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Cash & Bank Balance	5	196,671	156,509
Sundry Debtors		1,494,912	1,498,311
Loans & Advances	6	205,580,228	242,674,432
	A	<b>207,271,811</b>	<b>244,329,252</b>
<b>Less :</b>			
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>	7		
Current Liabilities		10,183,235	11,180,162
Provisions		558,728	65,854
		<b>10,741,963</b>	<b>11,246,016</b>
<b>NET CURRENT ASSETS</b>		<b>196,529,848</b>	<b>233,083,236</b>
Deferred Tax Assets		2,375,968	2,265,402
		<b>352,240,608</b>	<b>374,445,795</b>

Notes to Accounts

10

This is the Balance Sheet referred to in our report of even date.

The Schedules referred to above and the attached Notes form part of the Balance Sheet

For RUSTAGI & CO.  
Chartered Accountants

*Ashish Rustagi*

(ASHISH RUSTAGI)

Partner

Membership No. 62982

Dated the 28th Day of August, 2011



**Certified True Copy**

For VIKRAM FINANCIAL SERVICES LTD,

*M. S. M. Agarwal*  
Director

For VIKRAM FINANCIAL SERVICES LTD,

*[Signature]*  
Director

For VIKRAM FINANCIAL SERVICES LTD,

*M. S. M. Agarwal*  
Director

**VIKRAM FINANCIAL SERVICES LIMITED**  
**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	Schedule	CURRENT YEAR 31.03.2011	PREVIOUS YEAR 31.03.2010
<b>INCOMES</b>			
Interest Received		584,218	975,000
Speculation Income		1,494,912	1,498,311
Other Income	8	2,335,000	791,220
		<b>4,414,130</b>	<b>3,264,531</b>
<b>EXPENDITURES</b>			
Administrative and Other Expenses	9	100,903	975,451
Interest & Financial Charges		2,806,303	2,034,521
Depreciation		34,865	36,700
Interest on Income Tax & TDS		-	3,637
		<b>2,942,071</b>	<b>3,050,309</b>
<b>Profit / (Loss) before Tax</b>		<b>1,472,059</b>	<b>214,222</b>
Less : Provision for Tax Current Year		280,000	(33,097)
Adjustment for Deferred Tax		110,566	(68,940)
Mat Tax		272,920	33,097
<b>Profit / (Loss) after Tax</b>		<b>1,575,545</b>	<b>145,282</b>
Provision for NPA		212,874	-
Transfer to Specific Reserve		272,534	(42,844)
<b>Profit / (Loss) B/F from last year</b>		<b>7,407,051</b>	<b>7,304,613</b>
<b>Balance Carried Over to Balance Sheet</b>		<b>8,497,187</b>	<b>7,407,051</b>
<b>Earning per Share (EPS)</b> (on nominal value of shares of Rs.10/- each)			
Basic (Rs.)		0.26	0.02
Diluted (Rs.)		0.26	0.02

Notes to Accounts

10

This is the Profit & Loss Account referred to in our report of even date.

The Schedules referred to above and the attached Notes form part of the Profit and Loss Account

For RUSTAGI & CO.

Chartered Accountants

*Ashish Rustagi*

(ASHISH RUSTAGI)

Partner

Membership No. 62982

Dated the 28th Day of August, 2011



**Certified True Copy**

For VIKRAM FINANCIAL SERVICES LTD,

*Mukesh Das Agarwal*  
 Director

For VIKRAM FINANCIAL SERVICES LTD,

*[Signature]*  
 Director

For VIKRAM FINANCIAL SERVICES LTD,

*[Signature]*  
 Director



# VIKRAM FINANCIAL SERVICES LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH, 2011

	Current Year 31.03.2011	Previous Year 31.03.2010
<b>Schedule - 1</b>		
<b>Share Capital</b>		
<b>Authorised</b>		
6250000 Equity Shares of Rs.10/- each	62,500,000	62,500,000
<b>Issued, Subscribed &amp; Paid up</b>		
6040053 Equity Share of Rs.10/- each fully paid up (Refer Note No - 10 to notes on account )	60,400,530	60,400,530
	60,400,530	60,400,530
<b>Schedule -2</b>		
<b>Reserves &amp; Surplus</b>		
General Reserve (created through Amalgamation)	230,097,131	230,097,131
Share Premium	45,623,600	45,623,600
Specific Reserve Fund	1,622,159	1,349,625
Profit & Loss Account	8,497,187	7,407,051
	<b>285,840,078</b>	<b>284,477,407</b>



**VI. 2AM FINANCIAL SERVICES LIMITE**  
**SCHEDULES FORMING PART OF BALANCE SHEET**

Schedule-3

**FIXED ASSETS:**

Description	Gross Block			Depreciation			Net Block	
	As on 01.04.2010	Addition	Deletion	As on 31.03.2011	Upto 31.03.2010	For the year	Upto 31.03.2011	As on 31.03.2011 As on 31.03.2010
Office Premises	1,435,930	-	-	1,435,930	738,630	34,865	773,495	662,435 697,300
<b>Total</b>	<b>1,435,930</b>	<b>-</b>	<b>-</b>	<b>1,435,930</b>	<b>738,630</b>	<b>34,865</b>	<b>773,495</b>	<b>662,435</b> <b>697,300</b>
Previous Year	1,435,930	-	-	1,435,930	701,930	36,700	738,630	697,300 734,000





#### Schedule-4

#### Investments (valued at Cost) / LONG TERM

( in fully paid up equity shares )

Quoted	No. of Shares	Face value	AMOUNT	No. of Shares	AMOUNT
Arihant Enterprises Ltd	5000	10	120,000	5000	120,000
Arket Prachi Trading & Investment Ltd	10000	10	43,700	10000	320,000
Kay Vee AAR	0	10	-	7000	259,000
Multiplus Resources Ltd	0	10	-	71750	11,480,000
Quality Synthetics	6000	10	804,000	6000	804,000
Rohan Finance Ltd	3000	10	37,500	3000	37,500
Sarang Viniyog Ltd	0	10	-	22900	984,700
			1,005,200		14,005,200
<b>Unquoted</b>					
Aristo Texcon Pvt Ltd	102000	10	10,200,000	-	1,200,000
Ajayhari Textrade Pvt Ltd	0	10	-	48000	2,400,000
Axix Vypaar Pvt Ltd	0	10	-	274000	13,700,000
Cyrillic Tie Up Pvt Ltd	0	10	-	174000	8,700,000
KPS Finance & trade Pvt Ltd	0	10	-	220000	11,000,000
Murli Projects Pvt Ltd	0	10	-	86000	4,800,000
Panchsheel Vyapaar Pvt Ltd	0	10	-	8000	400,000
K.R. Pulp & Papers Ltd	0	10	-	724000	36,200,000
			10,200,000		78,400,000
<b>Unquoted:</b>					
<b>In Same Group</b>					
Kan Fab. Pvt. Ltd.	2,425,667		42,125,657	2,425,667	42,125,657
pioneer syntex Pvt Ltd	4100000	10	82,000,000		
Vikram (P) Ltd.	20,000		-	20,000	1,000,000
Vikram Polyester Private Limited	47,500	10	2,869,000		2,869,000
Vikram Solar Pvt Ltd	1,150,000	10	11,500,000		
Vikram Greentech India Ltd	1,442,500	5	2,972,500		
			141,467,157		45,994,657
<b>TOTAL</b>			<b>152,672,357</b>		<b>138,399,857</b>



# VIKRAM FINANCIAL SERVICES LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH, 2011

	Current Year	Previous Year
	31.03.2011	31.03.2010
<b>Schedule-5</b>		
<b>Cash &amp; Bank Balances :</b>		
Cash in hand (As certified)	196,671	126,441
Balances with Schedule Bank in Current Account	-	30,068
	<b>196,671</b>	<b>156,509</b>
<b>Schedule - 6</b>		
<b>Loans &amp; Advances</b>		
(Unsecured, considered good, recoverable in cash or in kind or value to be received)		
Loans	20,000,000	10,000,000
Advances	65,149,605	60,429,605
Share Application Paid	119,630,000	171,750,000
Excess TDS Deposited	40,831	40,831
Income Tax Refund Receivable	183,381	183,381
TDS 09-10	140,018	140,018
TDS 10-11	97,500	97,500
TDS 11-12	32,876	-
Mat Tax Credit 10-11	33,097	33,097
Mat Tax Credit 11-12	272,920	-
	<b>205,580,228</b>	<b>242,674,432</b>
<b>Schedule -7</b>		
<b>Current Liabilities &amp; Provisions</b>		
<b>Current Liabilities :</b>		
Other Liabilities	3,912,500	10,987,534
Bank Balance (due to overissue of cheques)	5,968,562	-
Liabilities for Expenses	107,448	72,418
TDS Payable	194,725	120,210
<b>A</b>	<b>10,183,235</b>	<b>11,180,162</b>
<b>Provisions :</b>		
Provision for Taxation	344,769	64,679
Provision for Fringe Benefit Tax	1,085	1,085
Provision fro NPA	212,874	-
<b>B</b>	<b>558,728</b>	<b>65,764</b>
<b>A+B</b>	<b>10,741,963</b>	<b>11,245,926</b>





# VIKRAM FINANCIAL SERVICES LIMITED

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

	Current Year	Previous Year
	31.03.2011	31.03.2010
<b>Schedule-8</b>		
<b>Other Income</b>		
Profit on Sale of Short Term Investment	-	791,220
Profit on Sale of Long Term Non Trade Shares	2,335,000	-
	<b>2,335,000</b>	<b>791,220</b>
<b>Schedule-9</b>		
<b>Administrative &amp; Other Expenses:</b>		
Advertisement	10,804	20,065
Auditor's Remuneration	27,575	16,545
Accounting Charges	-	48,000
Bank Charges	7,771	11,325
Demat Charges & Depository Fees	1,103	2,156
Donation	-	11,000
Electricity Expenses	-	108,830
Filing Fees	1,000	4,500
General Expenses	3,518	22,240
Legal, Consultancy & Professional Fees	-	14,878
Listing Fees	33,048	33,048
Office Maintenance Expenses	13,683	58,654
Salaries & Bonus	-	551,200
Staff Welfare	-	24,565
Telephone Expenses	-	18,680
Travelling & Conveyance	2,401	29,765
	<b>100,903</b>	<b>975,451</b>



Schedules annexed to and forming part of accounts for the year ended 31<sup>st</sup> March, 2011

**SCHEDULE – 10**

**Significant Accounting Policies and Notes on Accounts**

**A SIGNIFICANT ACCOUNTING POLICIES:**

**i) Basis of preparation of Financial Statements**

The financial statements have been prepared to comply in all material aspects with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956 and the directives as prescribed by the Reserve Bank of India for Non Banking Financial Companies. The financial statements have been prepared under the historical cost convention on an accrual basis. However, income is not recognized and also provision is made in respect of non- performing assets as per the prudential norms prescribed by the Reserve Bank of India. Except otherwise mentioned, the accounting policies applied by the Company are consistent with those used in the previous year.

**ii) Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the results of operations during the reporting year end. Although these estimates are based upon the management's best knowledge of current events and actions, actual results could differ from these estimates.

**iii) Revenue Recognition**

- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- Transactions in respect of Dealing in Securities are recognized on trade dates.
- Dividend income is recognized when the shareholder's right to receive payment is established by the balance sheet date.





**iv) Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation/amortization and impairment, if any. Cost comprises the purchase price inclusive of duties, taxes and incidental expenses, etc. up to the date; the asset is ready for its intended use.

**v) Impairment of Fixed Assets**

The carrying amounts of assets are reviewed at each balance sheet date to determine whether there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. The estimated future cash flows considered for determining the value in use, are discounted to their present value at the weighted average cost of capital.

**vi) Depreciation/Amortization**

- Depreciation on fixed assets is provided on written down value method at the rates specified in schedule XIV to the Companies Act, 1956.
- Depreciation on Fixed Assets added/disposed off during the period is provided on pro-rata basis with reference to the date of addition/disposal.
- In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

**vii) Investments**

Investments that are readily realizable and intended to be held for not more than a year are classified as Current Investments. All other Investments are classified as Long term Investments. Current Investments are stated at lower of cost and market rate on an individual investment basis. Long term investments are considered "at cost" on individual investment basis, unless there is a decline other than temporary in the value, in which case adequate provision is made against such diminution in the value of investments.



#### viii) Taxes on Income

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred Income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profit for the year is accounted for using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax asset is recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. If the Company has carry forward unabsorbed depreciation and tax losses, deferred tax asset is recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax asset can be realized.

The carrying amount of deferred tax asset is reviewed at each Balance Sheet date. The company writes down the carrying amount of a Deferred Tax Asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each Balance Sheet date, the company recognizes the unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax asset can be realized.

#### ix) Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions made in terms of Accounting Standard 29 are not discounted to its present value and are determined based on management estimate required to settle the obligation, at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.





x) **Contingencies**

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of notes to the accounts.

xi) **Earnings per Share**

Earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders, by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

xii) **Segment Reporting:**

The Company has identified that its business segments are the primary segments. The Company's operating businesses are organized and managed separately according to the nature of products/services provided, with each segment representing a strategic business unit that offers different products/services and serves different markets. The analysis of geographical segments is based on the areas in which the customers of the Company are located.

xii) **Cash & Cash Equivalents**

Cash and cash equivalents in the cash flow statement comprise of cash at bank and Cash/Cheque in hand

**B NOTES ON ACCOUNTS**

- i. Based on the information/documents available with the Company, no creditor is covered under Micro, Small and Medium Enterprise Development Act, 2006. As a result, no interest provision/payments have been made by the Company to such creditors, if any, and no disclosures thereof are made in these accounts.
- ii. The management has assessed that there is no impairment of Fixed Assets requiring provision in the Accounts. Accordingly, there is no debit to the Profit & Loss Account for the impairment of Assets.



- iii. No provision for taxes on Income for the year under normal computation as per Income Tax Act has been made as the Company had assessed carried forward losses and allowances more than the income of the current year
- iv. Provision for Taxation on Income for the Year has been made under SEC 115JB of the Income Tax Act being Minimum Alternate Tax being higher than tax calculated on income under normal Computation as per the Income Tax Act. Accordingly profit and loss account has been credited and Minimum Alternate Tax credit receivable has been debited with similar amount.
- v. No provision has been made on account of gratuity as none of the employees have put in completed years of service as required by the payment of gratuity act.
- vi. No provision has been made on account of leave salary as there are no leave to the credit of employees as at the end of the year
- vii. The break-up of Net Deferred Tax Liability as at **31.03.2011** is as under:

Particulars	As at 31.03.2011	As at 31.03.2010
<b>Deferred Tax Liability</b>		
Timing Difference on Depreciable Assets	273,756	273,756
Sub Total (A)	<b>273,756</b>	<b>273,756</b>
<b>Deferred Tax Asset</b>		
Unabsorbed business losses	-	54,087
Short term capital loss	2,229	2,229
Long term capital loss	26,47,494	2,328,769
Unabsorbed depreciation		154,072
Sub Total (B)	26,49,723	2,539,157
<b>Reversal during the year</b>	<b>2,081,59</b>	<b>68,940</b>
Net Deferred Tax Liability (A-B)	<b>23,75,968</b>	<b>2,265,402</b>





- viii. In terms of Accounting Standard 20 – "Earnings Per Share" notified by the Companies Accounting Standard Rules, 2006, the calculation of Earnings Per Share is given below:

Particulars	Year Ended 31 <sup>st</sup> March, 2011	Year Ended 31 <sup>st</sup> March, 2010
Number of Equity Shares at the beginning of the year	60,40,053	60,40,053
Number of Equity Shares at the end of the year	60,40,053	60,40,053
Weighted Average Number of Equity Shares	60,40,053	60,40,053
Nominal Value of each Equity Share (Rs.)	10	10
Profit after Tax available for equity shareholders (Rs.)	15,75,545	1,45,282
Basic Earnings Per Share (Rs.)	0.26	0.02
Diluted Earnings Per Share (Rs.)	0.26	0.02

- ix. In terms of Accounting Standard 17 – "Segment Reporting" notified by the Companies Accounting Standard Rules, 2006, the Company has only one segment – Finance & Investment.
- x. In terms of Accounting Standard 18 – " Related Party Transaction " notified by the Companies Accounting Standard Rules, 2006, the particulars given below :

**a) KEY MANAGERIAL PERSONAL :**

a. Manoj Kumar Sharma

NOTE: Relatives of key managerial personnel have not been given as the Company has entered into transactions with them during the financial year

**b) SUBSIDIARIES OF COMPANIES**

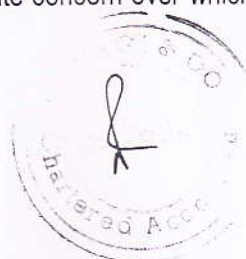
The Company has no subsidiary Company

**c) JOINT VENTURES**

The Company has not entered into any joint ventures.

**d) ASSOCIATES OF THE COMPANY**

The Company has no associate concern over which the Key managerial Personnel have control in the Management



e) **COMPANY OWNED IN WHICH THE KMP HAS ITS INFLUENCE**

Vikram Greentech India Ltd., Vikram India Ltd., Excel Tea Machinery, Panchanan Merchants Pvt. Ltd, Vikram Capital Management Ltd

<u>Name of Related Parties</u>	<u>Nature of Relations</u>	<u>Nature of Transactions</u>	<u>Amount</u>	<u>Balances as on 31.03.2011</u>
Panchanan merchants pvt. Ltd	co. under same group	Purchase of shares	35,00,000	Nil
Vikram capital management ltd	co. under same group	Purchase of shares	1,01,00,000	Nil

- xi. Particulars required to be furnished by the NBFCs as per paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 issued by the RBI are given as per Annexure-B attached hereto.
- xii. Previous year figures have been regrouped and or rearranged wherever found necessary.

Schedules 1 to 10 annexed hereto form part of these accounts

As per our attached report of even date

**For RUSTAGI & CO.**

Chartered Accountants

Firm Registration No.301094E

*Ashish Rustagi*  
(ASHISH RUSTAGI)

PARTNER

Membership No.62982

Date: 28.08.2011

Place: Kolkata



**VIKRAM FINANCIAL SERVICES LTD.**  
**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE**

I	Registration Details :		
	State Code	:	21
	Registration No.	:	L65993WB1982PLC035564
	Balance Sheet Date	:	31.03.2011
II	Capital Raised During the Year :		Amount (Rs.)
	Public Issue	:	Nil
	Right Issue	:	Nil
	Bonus Issue	:	Nil
	Private Placement	:	Nil
III	Position of Mobilisation & Deployment of Fund :		
	Total Liabilities	:	352,240,608
	Total Assets	:	352,240,608
	Sources of Funds :		
	Paid-up Capital	:	60,400,530
	Reserve & Surplus	:	285,840,078
	Secured Loans	:	Nil
	Unsecured Loans	:	6,000,000
	Deferred Tax Liabilities	:	Nil
	Application of Funds :		
	Net Fixed Assets	:	662,435
	Investments	:	152,672,357
	Net Current Assets	:	196,529,848
	Deferred Tax Assets	:	2,375,968
	Accumulated Losses	:	Nil
	Misc. Expenses	:	Nil
IV	Performance of the Company :		
	Turnover	:	4,414,130.43
	Total Expenditure	:	2,942,071.20
	Profit/(Loss) Before Tax	:	1,472,059.23
	Profit/(Loss) After Tax	:	1,575,545.01
	Earning per Share (Rs.)	:	0.26
	Dividend Rate %	:	Nil
V	Generic Name of Three Products/Services of the Company (as per monetary terms) :		
	Item Code	:	N.A.
	Product Description	:	Financial Services

For RUSTAGI & CO.  
Chartered Accountants  
Firm Registration No.301094E  
*Ashish Rustagi*  
(ASHISH RUSTAGI)  
PARTNER  
Membership No.62982



Date: 28.08.2011  
Place: Kolkata

**Certified True Copy**  
For VIKRAM FINANCIAL SERVICES LTD.  
*M. S. Upadhyay*  
Director

For & on behalf of the Board

For VIKRAM FINANCIAL SERVICES LTD.

*M. S. Upadhyay*  
Directors

Director

For VIKRAM FINANCIAL SERVICES LTD.

Director



# VIKRAM FINANCIAL SERVICES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

1.	CASH FLOW FROM OPERATING ACTIVITIES	31.03.2011	31.03.2010
	Net Profit/(Loss) before Tax (a)	1,472,059	214,222
	Add :		
	Depreciation	34,865	36,700
	Sub Total - (b)	34,865	36,700
	<b>Operating Profit before Working Capital Changes</b>	<b>(a)+(b)</b>	<b>(a)+(b)</b>
	Adjustments :		
	Increase in Inventories	-	-
	Decrease in Trade Receivables	-	-
	(Increase) / Decrease in Loans & Advances	37,370,523	(43,255,079)
	Increase in Current Liabilities	(996,927)	10,227,859
	Adjustment for I. T. & Provisions		(3,606)
	Sub Total - (c)	36,373,596	(33,030,826)
	<b>Net Cash from Operating Activities</b>	<b>A</b>	<b>A</b>
		<b>37,880,520</b>	<b>(32,779,904)</b>
2.	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Sale(Purchase) of Investments	(14,272,500)	(569,000)
	<b>Net Cash from Investing Activities</b>	<b>B</b>	<b>B</b>
		<b>(14,272,500)</b>	<b>(569,000)</b>
3.	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Share Capital Issued	-	-
	Loan Raised during the year	56,665,670	45,380,036.00
	Loan Repaid during the year	80,233,528	(17,812,178.00)
	<b>Net Cash from Financing Activities</b>	<b>C</b>	<b>C</b>
		<b>(23,567,858)</b>	<b>27,567,858</b>
	<b>Net Increase in Cash/Cash Equivalent</b>	<b>A+B+C</b>	<b>A+B+C</b>
		<b>40,162</b>	<b>(5,781,046)</b>
	<b>Cash/Cash Equivalents (Opening)</b>	<b>156,509</b>	<b>5,937,555</b>
	<b>Cash/Cash Equivalents (Closing)</b>	<b>196,671</b>	<b>156,509</b>

