

B. K. AGARWALA & CO.

CHARTERED ACCOUNTANTS

**11, POLLOCK STREET,
1st Floor, Room No. 1B
KOLKATA-700 001**

**DIAL : { Office : 235-0566, 234-1863
 { Resd. : 269-8482**

NAME

M/s. YARGO HOLDINGS LTD

STATEMENT OF

**AUDITED ACCOUNTS FOR THE YEAR
ENDED: 31.03.2008**

Certified to be True Copy.

For YARGO HOLDINGS LTD.

 **Director**



AUDITOR'S REPORT

TO THE MEMBERS OF M/S.YARGO HOLDINGS LTD

I have audited the attached Balance Sheet of M/S.YARGO HOLDINGS LIMITED as at 31/03/2008 the Profit & Loss Account & Cash Flow Statement for the year ended on that date annexed thereto. These financial Statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit :-

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

As required by the Companies Auditor's Report (Amendment), Order, 2004 issued by the Central Government of India in terms of sub section (4A) of section 227 of the Companies Act, 1956. I enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to my comments in the Annexure referred to above I report that:-

- (i) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my Audit.
- (ii) In my opinion proper books of account as required by Law have been kept by the company so far as appears from my examination of those books.
- (iii) The balance sheet, Profit & Loss Account & Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (iv) The Balance Sheet, the Profit & Loss Account & Cash Flow Statement dealt with by this report comply with the accounting standards referred to in Sub-Section (3C) of section 211 of the Companies Act, 1956



For YARGO HOLDINGS LTD

Director

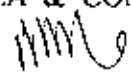
- (v) On the basis of written representations received from the Directors as on 31st March,2008 and taken on record by the Board of Directors. I report that none of the Directors is disqualified as on 31st March,2008 from being appointed as a Director in terms of clause (g) of sub section (1) of Section 274 of the Companies Act,1956.
- (vi) In my opinion and to the best of my information and according to the explanations given to me, the said accounts read with significant accounting policies subject to notes as per schedule "H" give the information required by the Companies Act,1956,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 31st March,2008
- (b) In the case of the Profit & Loss Account of the Profit for the year ended on that date.

AND

© In the case of Cash Flow Statement of the Cash Flows for the year ended on that date.

11,Pollock Street,
Kolkata-700001

FOR B.K.AGARWALA & COMPANY


(Signed by B.K. Agarwala)
Proprietor
Chartered Accountant
M.NO.006585

Dated: **3 SEP 2008**



M/S. YARGO HOLDINGS LIMITED
BALANCE SHEET AS AT 31.03.2008

| PARTICULARS | SCHEDULE | AMOUNT AS ON 31.03.2008 | | AMOUNT AS ON 31.03.2007 | |
|---------------------------------------|----------|----------------------------|----|----------------------------|----|
| | | RS. | P. | RS. | P. |
| SOURCES OF FUNDS: | | | | | |
| SHARE HOLDER'S FUNDS | | | | | |
| SHARE CAPITAL | A | 2,000,000.00 | | 2,000,000.00 | |
| RESERVE & SURPLUS | B | 1724309.13 | | 1,065,261.10 | |
| | | 3724309.13 | | 3,065,261.10 | |
| APPLICATION OF FUNDS: | | | | | |
| FIXED ASSETS : | C | 817212.43 | | 817,606.68 | |
| INVESTMENTS : | D | 384576.20 | | 504,576.20 | |
| DEFERRED TAX ASSET: | E | 22600.00 | | 22,600.00 | |
| CURRENT ASSETS, LOANS & ADVANCES | F | 2589050.50 | | 1,728,608.22 | |
| | | 3813439.13 | | 3073391.10 | |
| Less: Current Liabilities & Provision | G | 89130.00 | | 8,130.00 | |
| | | 3724309.13 | | 3,065,261.10 | |

NOTES ON ACCOUNTS :

Significant Accounting Policies, Notes on Accounts &
 General Business Profile as per Schedule 'H' attached.

In terms of my Report of even date annexed herewith
 FOR B.K.AGARWALA & CO

11, POLLOCK STREET,
 KOLKATA-700001

(Signature)
 (Signed by B.K. Agarwala)
 PROPRIETOR
 CHARTERED ACCOUNTANT
 M.NO - 6585

DATED:

15 3 2008

(Signature)

 DIRECTORS



M/S. YARGO HOLDINGS LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2008

| PARTICULARS | AMOUNT AS ON 31.03.2008 | | AMOUNT AS ON 31.03.2007 | |
|---|----------------------------|----|----------------------------|----|
| | RS. | P. | RS. | P. |
| INCOME: | | | | |
| INTEREST : (On Loan) | 135150.00 | | 135,589.00 | |
| INTEREST : (On I.T.Refund) | 3506.00 | | 1,645.00 | |
| DIVIDEND ON SHARES. | 7280.00 | | 0 | |
| PROFIT ON SALE OF INVESTMENT. | 761057.61 | | 0 | |
| TOTAL (A) | 906993.61 | | 137,234.00 | |
| EXPENDITURE: | | | | |
| RATES & TAXES | 25194.00 | | 14,970.44 | |
| INTEREST PAID | 0.00 | | 645.00 | |
| FILING FEE | 2700.00 | | 6,900.00 | |
| LISTING FEES | 0.00 | | 10,500.00 | |
| MISCELLANEOUS EXPENSES: | 7749.33 | | 6,490.00 | |
| R T A CHARGES : | 5620.00 | | 5,587.00 | |
| C D S L CHARGES | 4494.00 | | 4,490.00 | |
| PROFESSIONAL CHARGES | 6300.00 | | 6,842.00 | |
| AUDITORS REMUNERATION: | | | | |
| AUDIT FEE | 3000.00 | | 3,000.00 | |
| DEPRECIATION W/OFF | 394.25 | | 481.38 | |
| RENT | 60000.00 | | 60,000.00 | |
| TOTAL (B) | 115451.58 | | 122,105.82 | |
| PROFIT BEFORE TAXATION(C) =(A - B) | 791542.03 | | 15,128.00 | |
| PROVISION FOR TAXATION (D) | 81000.00 | | 5,130.00 | |
| SHORT PRPROVISION OF I.TAX for earlier year | 0.00 | | 726.00 | |
| PROFIT AFTER TAX . (F) = (C-D-E) | 710,542.03 | | 9,272.18 | |
| INCOME TAX PAID | 51494.00 | | - | |
| TRANSFER TO STATUTORY RESERVE | 142108.00 | | 1,654.40 | |
| BALANCE B/F FROM LAST YEAR (H) | 939,089.52 | | 931,671.74 | |
| BALANCE CARRIED TO BALANCE SHEET(F-G+H) | 1,456,029.55 | | 939,089.52 | |
| Earning Per Share(F.V.Rs.10/-each) | 3.55 | | 0.046 | |

In terms of my Report of even date annexed herewith

FOR B. K. AGARWALA & CO

(Signed by B. K. Agarwala)

PROPRIETOR

CHARTERED ACCOUNTANT

11, POLLOCK STREET,
KOLKATA-700001

DATED:

3 SEP 2008

DIRECTORS



M/S. YARGO HOLDINGS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31.03.2008

| | AMOUNT AS ON 31.03.2008 | | AMOUNT AS ON 31.03.2007 | |
|--|----------------------------|-------------------|----------------------------|---------------------|
| | RS. | P. | RS. | P. |
| SCHEDULE : 'F' | | | | |
| CURRENT ASSETS : | | | | |
| Cash & Bank Balances | | | | |
| Cash in hand | | 4728.78 | | 3,433.78 |
| Cash at Citi Bank N.A | | 37201.82 | | 5,216.54 |
| Cash at Mulli Deposit with Citi Bank N.A. | | 850000.00 | | 0.00 |
| | | 891930.60 | | 8,650.32 |
| LOANS & ADVANCES : | | | | |
| LOANS : (Unsecured-Considered Good) | | | | |
| TO A BODY CORPORATE : | | | | |
| M/S.NORTH INDIA WIRES LTD | | 1547471.00 | | 1,550,162.00 |
| ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED | | | | |
| Income Tax Refundable (A/Y 06 - 07) | | 31890.00 | | 21,644.00 |
| Telephone Deposit B/F | | 3000.00 | | 3,000.00 |
| TDS For Assessment Year 1993-94 | | 13834.00 | | 13,834.00 |
| TDS For Assessment Year 1994-95 | | 32690.00 | | 32,690.00 |
| TDS For Assessment Year 2007-08 | | 30427.00 | | 30,427.00 |
| TDS For Assessment Year 2008-09 | | 27841.00 | | - |
| Binita Bajoria, Alka Bajoria B/F | | 9966.80 | | 9,966.80 |
| | | 1697119.90 | | 1,661,723.90 |
| SCHEDULE : 'G' | | | | |
| CURRENT LIABILITIES & PROVISION | | | | |
| CURRENT LIABILITIES | | | | |
| Sundry Creditors for Expenses(B.K.Agarwala & Co) | | 3,000.00 | | 3,000.00 |
| PROVISIONS : | | | | |
| Provision for Income Tax for A/Y 2007 - 08 | | 5,130.00 | | 5,130.00 |
| Provision for Income Tax for A/Y 2008 - 09 | | 81000.00 | | - |
| | | 89,130.00 | | 8,130.00 |

SIGNED FOR IDENTIFICATION:



[Handwritten Signature]

DIRECTORS

M/S. YARGO HOLDINGS LIMITED
ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31.03.2008

SCHEDULE : H

A. NOTES ON ACCOUNTS.

1. Tax deducted at source on Interest on Loan Rs.27,841.00 Previous year Rs.30,427.00
2. Tax Deducted at Source Rs.1,04,432.00 includes Rs.46524.00 for Assessment year 1993-94 to 1994 - 95 disallowed by the Income Tax Department. However no Provision has been made in view of pending rectification application.
3. In the opinion of Directors Fixed Assets, Current assets, Loans and Advances have the value at which they are stated in the Balance Sheet and which may be realised in the Ordinary Course of Business.
4. No Depreciation has been charged on 14.26% Shares of Building at 3B, Ronaldshay Road, Kolkata-700027 since inception and aggregate amount of unprovided depreciation is not ascertainable.
5. Figures of the Previous year have been regrouped / rearranged where ever necessary.
6. As represented the company has no outstanding dues payable to any Small Scale Industrial Units.
7. The segregation of cost between land & building is estimated by the Management.
8. No provision of dererred tax assets has been made being the timing difference is immaterial amount.
9. Review of Deferred Tax Assets made during the year. Management estimates it is capable for reversal. No reversal made during the year.
10. Rent paid to Everfast Enclave & Builders Pvt Ltd (A group Companies) Rs.60,000/-

11. DISCLOSURE OF RELATED PARTIES/RELATED PARTY
TRANSACTIONS AS PER AS - 18

GROUP COMPANIES :

1. M/S. CARBAC HOLDINGS LTD
2. M/S. HALDIA PRECISION Engg. Pvt Ltd
3. M/S. Trishul Properties Pvt Ltd
4. Everfast Enclave & Builders Pvt Ltd
5. M/S. S.B.S. Construction Pvt Ltd.
6. M/S. Carbac Real Estates Pvt Ltd
7. M/S. Ronaldshay Enclave Pvt. Ltd.

Company where Key
Managerial personnel
have Significant Influence.

M/S. NORTH INDIS WIRES LTD

Key Managerial Personnel: 1) Sri Chandi Prasad Bhartia
2) Sri Sanjay Bhartia
3) Sri Sandeep Bhartia

Contd. 2/P



SCHEDULE : HA. NOTES ON ACCOUNTS.

12. The Company is a NBFC Company. 20% of its Profit has been transferred to Statutory reserve as per norms of RBI.

13. EARNING PER SHARES AS PER ACCOUNTING STANDARD 20

| | 2007 - 2008 | 2006 - 2007 |
|--|-------------|-------------|
| a) Profit after Tax | 710542.03 | 9,272.18 |
| b) Number of Ordinary Shares (Face Value Rs. 10/-) | 200000.00 | 200,000.00 |
| c) Earning Per Share (a / b) | 3.55 | 0.046 |

B. SIGNIFICANT ACCOUNTING POLICIES1. GENERAL

(i) These Accounts are prepared on Historical Cost basis and on the accounting principles of a going concern.

(ii) Accounting Policies not specifically referred to otherwise are consistent and are in consonance with generally accepted accounting principles.

(II) REVENUE RECOGNITION

The Company has provided Income and Expenses on Accrual basis.

(iii) INVESTMENTS

Investment in Shares held is valued at cost.

(IV) FIXED ASSET

The cost of land & building on 14.26% Shares of building at 3B, Ronaldshay Road, Kolkata-700027 has been segregated as decided by Company & valued aggregate at cost. No depreciation on 14.26% Shares of Building has been provided since inception. Aggregate Depreciation not provided for is not ascertained.

(V) TAXES ON INCOME

Provision for Current Tax is provided on the basis of taxable Income for the Current Accounting year in accordance with the Income Tax Act, 1961.

Contd. 3/P



SCHEDULE : H

A. NOTES ON ACCOUNTS
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL
BUSINESS PROFILE

I. Registration No (CIN NO) : UC7120WB1981PTC033531

State Code 21

Balance Sheet Date. 31.03.2008

II. CAPITAL RAISED DURING THE YEAR

(Amount in Rs. 000 Thousands)

| | |
|-------------------|-----|
| Public Issue | NIL |
| Right Issue | NIL |
| Bonus Issue | NIL |
| Private placement | NIL |

III. POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS)

(Amount in Rs. 000 Thousands)

| | |
|-------------------|------|
| Total Liabilities | 3724 |
| Total Assets | 3724 |

SOURCE OF FUNDS

| | |
|-------------------|------|
| Paid up Capital | 2000 |
| Reserve & Surplus | 1724 |
| Secured Loans | NIL |
| Unsecured Loans | NIL |

APPLICATION OF FUNDS

| | |
|--------------------|------|
| Net Fixed Assets | 817 |
| Investments | 385 |
| Net Current Assets | 2500 |
| Deferred Tax Asset | 22 |
| Accumulated Losses | NIL |
| Misc. Expenditure | NIL |

Contd .4/P



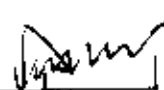
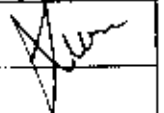
SCHEDULE : H

IV. PERFORMANCE OF COMPANY
(Amount in Rs. 000 Thousands)

| | |
|----------------------|------|
| Turnover | 907 |
| Total Expenditure | 115 |
| Profit before Tax | 792 |
| Profit after Tax | 711 |
| Earning Per Share in | 3.55 |
| Dividend | NIL |

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/
SERVICES OF COMPANY
(AS PER MONETARY TERMS)


| | |
|----------------------------|------------------|
| ITEM Code No (ITC Code) | Not Available |
| Product Description | Interest on Loan |
| ITEM Code No (ITC Code) | NIL |
| Product Description | NIL |

| |
|---|
|  |
|  |

DIRECTORS

11, Pollock Street,
Kolkata-700001

FOR B.K.AGARWALA & COMPANY


(Signed by B. K. Agarwala)
Proprietor

CHARTERED ACCOUNTANT

DATED: 31/3/2014



M/S. YARGO HOLDINGS LIMITED
SCHEDULE C

FIXED ASSETS FOR THE YEAR ENDED 31ST MARCH, 2008

| DESCRIPTION | BALANCE AS ON ON 01.04.2007 (COST) | TOTAL | DEP. UP TO 31.03.2007 | DEPRECIATION FOR THE YEAR | TOTAL | NET BALANCE AS ON 31.03.2008 (W.D.V.) | BALANCE AS ON 31.03.2007 (W.D.V.) |
|---|---|------------|--------------------------|------------------------------|----------|--|--|
| 14.26% Share at 3B, Ronaldshay Road, Kolkata-700027 | | | | | | | |
| LAND | 612,000.00 | 612,000.00 | 0 | 0 | 0 | 612,000.00 | 612,000.00 |
| BUILDING (At Cost) | 203,428.50 | 203,428.50 | 0 | 0 | 0 | 203,428.50 | 203,428.50 |
| FURNITURE: | 8,285.00 | 8,285.00 | 6,106.82 | 394.25 | 6,501.07 | 1,783.93 | 2,178.18 |
| TOTAL: | 823,713.50 | 823,713.50 | 6,106.82 | 394.25 | 6,501.07 | 817,212.43 | 817,606.68 |
| PREVIOUS YEAR | 823,713.50 | 823,713.50 | 5,625.44 | 481.38 | 6106.82 | 817,606.68 | 818,088.06 |

SIGNED FOR IDENTIFICATION



[Handwritten Signature]

DIRECTORS

M/S. YARGO HOLDINGS LIMITED

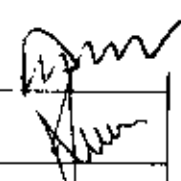
CASH FLOW STATEMENT FOR THE YEAR ENDED : 31/03/2008

| | YEAR ENDED 31.03.2008 | | YEAR ENDED 31.03.2007 | |
|--|--------------------------|-----|--------------------------|-----|
| | (RS.) | (P) | (RS.) | (P) |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| Net Profit before Tax and Extra Ordinary items as per Profit & Loss A/C. | 791542.03 | | 15128.00 | |
| <u>Adjusted for</u> | | | | |
| Depreciation | 394.25 | | 481.00 | |
| Profit on Sale of Investment | (-) 761057.61 | | 0 | |
| Operating Profit before working Capital changes: | 30878.67 | | 15609.00 | |
| <u>Adjusted for changes in working capital.</u> | | | | |
| Trade & Other Receivable(Decrease) | 20147.00 | | (-)15075.56 | |
| Trade Payable(Decrease) | 0.00 | | (-)10867.00 | |
| Cash used in Operations | 51025.67 | | (-)10333.00 | |
| Taxes Paid | (-) 151494.00 | | (-)926.00 | |
| Net Cash used in operating Activities (A) | (-) 468.33 | | (-)11259.00 | |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| Increase in Loans given | 2691.00 | | (-)7060.00 | |
| Sale of Investment | 881057.61 | | 0 | |
| Net Cash used in Investing Activities (B) | 883748.61 | | (-)7060.00 | |
| Net Decrease in Cash & Cash Equivalents (A + B) | 883280.28 | | (-)18318.00 | |
| Opening Balance of Cash & Cash Equivalents. | 8650.32 | | 28,969.32 | |
| Closing Balance of Cash & Cash Equivalents. | 891930.60 | | 8,650.32 | |

NOTES:

(1) Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard - 3 issued by the Institute of Chartered Accountants of India.

(2) Previous years figures have been regrouped / reclassified where ever applicable.




 DIRECTORS

SIGNED FOR IDENTIFICATION.



For YARGO HOLDINGS LTD.


 Director