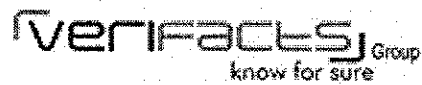


ANNUAL REPORT: 2013-14

Verifacts Services Pvt. Limited



(An ISO27001:2005 Certified Company)

A MODERN INDIA ENTERPRISE

BOARD OF DIRECTORS

Mr. Vijay Kumar Jatia

Dr. Shivkumar Israni

Mr. Ashok Raj Birla

CEO

Col. Swapan Bhadra

BANKERS

Axis Bank Limited

Bank of Baroda

Bank of India

HDFC Bank Ltd.

ING Vysya Bank Ltd.

State Bank of India

AUDITORS

T. V. S. Bhat & Co.

REGISTERED OFFICE

47/1, First Floor,
Latchmiaha Business Chambers,
St. John's Road,
Bangalore – 560 042.

TVS BHAT & CO
CHARTERED ACCOUNTANTS

C-1,Ground Floor
Shree Balaji Enclave
No.5 13th A Cross 2nd Block
Jayanagar, Bangalore-560011
tvsbhat@gmail.com

INDEPENDENT AUDITOR'S REPORT

The Members,
VERIFACTS SERVICES PVT LTD
Latchamaiah Business Chambers,
#47/1, 1st floor, St. Johns Road,
Bangalore-560042

Report on the Financial Statements

We have audited the accompanying financial statements of VERIFACTS SERVICES PRIVATE LIMITED, Latchmaiah Business Chambers, #47/1, 1st Floor, St. John's Road, Bangalore-560042 which comprise the Balance Sheet as at 31 March 2014, & the Statement of Profit and Loss and the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



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Opinion

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

- i. in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2014
- ii. in the case of the statement of profit and loss, of the profit for the year ended on that date and
- iii. in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003, as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss Statement dealt with by this Report are in agreement with the books of account [and with the returns received from branches not visited by us];
 - d) in our opinion, the Balance Sheet & Statement of Profit and Loss comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on 31 March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

Place:- Bangalore
Dated: 15 May 2014.



FOR TVS BHAT & CO
CHARTERED ACCOUNTANTS

(T V Subramanya Bhat)
M No.019006

The Annexure referred to in paragraph 1 of our report of even date to the members of VERIFACTS SERVICES PRIVATE LIMITED On the accounts of the company for the year ended March 31,2014.

The Annexure referred to in our report to the members of VERIFACTS SERVICES PVT LTD for the year ended 31 March 2014. We report that:

1. The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. All the fixed assets have not been physically verified by the management at reasonable intervals, but there is a regular program of verification which in our opinion is reasonable having regard to the size and nature of the Company and the nature of assets. No serious discrepancies have been noticed on such verification.
2. As explained to us substantial part of fixed assets have not been disposed off by the company during the year. And therefore does not affect the going concern assumptions.
3. As explained to us, no inventories have been physically verified during the year by the management as the nature of business is not having any manufacturing activities. Hence the company has no stocks and the provisions of Para 4(ii) (a) (b) (c) are not applicable to this company.
4. a. As explained to us the company has not granted any loans to companies, firms or other parties covered in the register maintained under section 301 of the Act.
b. As explained to us the company has not taken Secured or unsecured loan from companies, firms or other parties covered in the register maintained under section 301 of the Act.
5. In our opinion and according to the information and explanations given to us, there is adequate internal control procedure commensurate with the size of the Company and the nature of the business with regard to purchase of finished goods, equipment and other assets.
6. In our opinion and according to the explanations given to us, the Company has not entered into any transactions or contracts and arrangements with any parties who are listed in the register maintained under Section 301 of the Companies Act, 1956(The Act) for an amount exceeding Rs.500000/-in a financial year therefore requirement of reasonableness of transactions does not arises.
7. In our opinion and according to the explanations given to us, the Company has not violated the provisions of Sections 58A and 58AA of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the acceptance of Deposits and no order in this regard by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.
8. In our opinion and as explained to us the company has an internal audit system commensurate with its size and nature of the business.
9. The Central Government has not prescribed maintenance of cost records U/S 209 (1) (d) of the Companies Act, 1956 for this type of Company.



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10. According to the information and explanations given to us, the company is regular in depositing undisputed amounts payable in respect of Income Tax, wealth Tax, Custom Duty and Excise Duty and no amount is outstanding as on 31st March 2014 for a period of more than six months from the date they became payable.
11. In our opinion, the company has no loss the provision of Para 4(x) are not applicable to this company.
12. As explained to us the company has not defaulted in repayment of dues to a financial institution or bank.
13. As explained to us the company has not granted loans and advances hence the provision of Para 4(xii) are not applicable to this company.
14. The provisions of Para 4(xiii) (a) (b) (c) (d) are not applicable to this company.
15. As explained to us the company has no dealing or trading in shares and the provisions of Para 4(xiv) are not applicable to this company.
16. As explained to us the company has not given any guarantee for loan taken by others hence the provisions of Para 4(xv) are not applicable to this company.
17. In our opinion the company has no term loans hence the provisions of Para 4(xvi) are not applicable to this company.
18. As explained to us the company has not raised funds on short term basis and hence the provisions of Para 4(xvii) are not applicable to this company.
19. As explained to us the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act, hence provisions of Para 4(xviii) are not applicable to this company.
20. In our opinion security has not been created in respect of debentures issues by the company hence provisions of Para 4(xix) are not applicable to this company.
21. The company has not raised any money from public issue and as such the provisions of Para 4(xx) are not applicable to this company.
22. Based on the audit procedures performed and the information and explanations given to us we report that no fraud on or by the company has been noticed or reported during the year, nor have we been informed of such case by the management during the year.

Place: Bangalore

Date: - 15 MAY 2014



for T.V.S.BHAT & Co.,
Chartered Accountants,

(T.V.SUBRAMANYA BHAT)
Proprietor

M.No. 019006

DIRECTORS REPORT

The directors take great pleasure in presenting to you their Ninth Annual Report on the working of the Company for the period ending on 31st March, 2014.

Your company became the subsidiary of Modern India Limited in February 2014 as Modern India Ltd acquired 3,80,000 equity shares of the Company from the Promoters.

WORKING RESULTS

The company has recorded a turnover of Rs. 147,169,148/- during the year under review as against a turnover of Rs. 142,971,864/- recorded in the earlier year. The working of the Company has resulted in a net profit after tax of Rs. 11,483,034/-.

FINANCIAL COMMITMENT

There is no change in the financial commitment of the company.

APPROPRIATION

The directors wish to plough back the profits earned and hence no appropriation is being proposed.

DIVIDEND

Since the directors want to plough profits, no dividend is recommended.

DIRECTORS

The Board currently comprises of three directors viz. Shri Vijay Kumar Jatia, Shri S D Israni and Shri A R Birla. They were appointed as additional directors of the Board and they continue to hold office till the ensuing Annual General Meeting and being eligible offer themselves for appointment.

Col. Swapan Bhadra and Shri Rajeev Kholi resigned from their directorship during the year. The management wishes them all success in their future Endeavour and appreciate the contribution made by Col. Bhadra and Shri Kholi in the growth of the Company.

AUDITORS' APPOINTMENT

Members are requested to appoint Auditors and fix their remuneration. The present Auditors, Messrs T V S Bhatt & Co., Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. It is must noted that according to the new Companies Act 2013, an auditor who has been the auditor of the Company for a period of more than 5 continuous years will be required to relinquish his position, however the act provides for an interim period of 3 years to the Company to scout for a new Auditor. In view of the same, it is proposed to re-appoint Messrs T V S Bhatt & Co, Chartered Accountants, as Statutory Auditor of the Company for a further period of one year.

✓

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

The nature of the Company's activities is such that there is nothing to report as per the provisions of section 217(1)(e) of the Companies Act, 1956 read with the provisions of Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

- (a) - Activities relating to exports : The Company has rendered services to overseas clients and received payment in foreign currency.
- Initiatives taken to increase exports : Efforts are being made to identify new clients and increase business with existing clients.
- Development of new markets for products & services & Export plans : As above.
- (b) Total Foreign Exchange:
 - (i) Earnings : Rs. 9,961,456/-
 - (ii) Outgoing : Rs. NIL

FIXED DEPOSITS

During the year under review, the Company has neither accepted nor renewed any Fixed Deposits, under section 58A of Companies Act 1956.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217AA of the Companies Act, 1956 your directors confirm that:

- i) In the preparation of the annual accounts, the applicable Accounting Standards have been followed;
- ii) Appropriate accounting policies have been selected and applied them consistently and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2014 and of its profit for year ended as on that date;
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;



iv) The annual accounts have been prepared on a going concern basis.

PARTICULARS OF EMPLOYEES

Other than Col Swapan Bhadra, CEO there was no employee receiving remuneration as prescribed under section 217(2A) of the Companies Act, 1956 during the year under review, hence the Companies (Particulars of employees) Rules, 1975 do not apply to the Company. A statement giving requisite information is given in Annexure 'A' forming part of this Report.

COMPLIANCE CERTIFICATE

Compliance Certificate of the practicing Company Secretary in respect of the financial year ended on 31st March, 2014 is obtained.

ACKNOWLEDGMENT

Your directors wish to place on record their sincere thanks to the valued customers, Suppliers, Bankers, Central Government, State Governments and various consultants and Business Associates for their continued support, co-operation and guidance, during the year under review. Your Directors also wish to thank their employees and executives at all levels for their valuable contributions.

For and on behalf of Board of Directors

Place: Mumbai

Date: 15 MAY 2014

V. Venkatesh
Director

Annexure to the Director's Report

Information as per Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and forming part of the Director's Report for the year ended 31st March 2014.

NAME OF THE EMPLOYEE	DESIGNATION / NATURE OF DUTIES	GROSS REMUNERATION	QUALIFICATIONS	EXPERIENCE	DATE OF COMMENCEMENT OF EMPLOYMENT	AGE	LAST EMPLOYMENT HELD
		(Rs.)		(YEARS)		(YRS)	
Employed throughout the year							
-	-	-	-	-	-	-	-
Employed during part of the year							
Col. Swapan Bhadra	MD	250 Lacs	B.E.(Mechanical) Diploma in HRM	45 Years	2005	64	PRESIDENT, ZEE TELEFILMS
Col. Swapan Bhadra	CEO	40 Lacs	B.E.(Mechanical) Diploma in HRM	45 Years	FEB 2014	64	VERIFACTS SERVICES PRIVATE LIMITED

Note:

1. CEO's employment is contractual and terminable on either side. Other terms of employment are as per the Rules of the Company.
2. Gross Remuneration includes Salary, Allowances, Commission, Monetary value of perquisites, Leave Travel Assistance and Company's contribution to Provident and Superannuation Funds.
3. Age, experience and qualifications reflect the position as on 31st March, 2014

For and on behalf of Board of Directors

Place: Mumbai

Date: 15 MAY 2014

Director

VERIFACTS SERVICES PVT LTD.

Balance Sheet as at 31-Mar-2014

In ₹(Rupees)

Particulars		Note No.	FY 2013-2014	FY 2012-2013
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds			7,38,94,996	6,24,11,962
(a) Share Capital		1	50,00,000	50,00,000
(b) Reserves and Surplus		2	6,88,94,996	5,74,11,962
2 Current Liabilities			1,50,25,078	1,63,19,887
(a) Trade Payables			56,72,800	40,62,070
(b) Other Current Liabilities			-	1,91,183
(c) Short-Term Provisions				
i. Employee Benefit Expenses		3	62,13,085	34,94,364
ii. Provision For Expenses		4	14,400	28,12,636
iii Other Provisions			31,24,794	57,59,634
Total			8,89,20,074	7,87,31,849
II. ASSETS				
1 Non-Current Assets				
(a) Fixed Assets		5	75,08,890	80,32,176
(i) Tangible Assets			75,04,256	80,32,176
(ii) Intangible Assets			4,634	-
(b) Long Term Loans & Advances		6	2,52,92,715	2,64,05,756
3 Current Assets			5,61,18,469	4,42,93,916
(a) Trade receivables		7	3,33,39,339	2,08,11,252
(b) Cash and Cash Equivalents		8	1,66,81,134	2,22,69,526
(d) Other current Assets		9	60,97,996	12,13,139
Total			8,89,20,074	7,87,31,849

The Notes referred to above form an integral part of the Balance Sheet

As per our report of even date

For and On behalf of the Board

For TVS Bhat & Co

Chartered Accountants



TV Subramanya Bhat

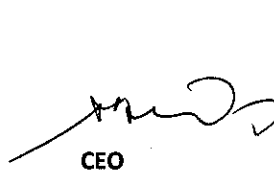
Proprietor

Membership No. : 019006

Address : G Floor, Shree Balaji Enclave,
Jayanagar 2nd Block, Bangalore - 560011

Place: Bangalore

Date: 15-5-2014

CEO



DIRECTOR



DIRECTOR

Place : Mumbai

Date : 15 MAY 2014

VERIFACTS SERVICES PVT LTD.
Statement of Profit and Loss for the year ended 31-Mar-2014

In ₹(Rupees)

SI No	Particulars	Note No.	Current year 31.03.2014	Previous year 31.03.2013
I	Revenue from Operations	10	14,71,69,148	14,29,71,864
II	Other Income	11	24,63,730	7,44,865
III	TOTAL REVENUE (I + II)		14,96,32,878	14,37,16,729
IV	EXPENSES			
	Cost Of Service Consumed	12	4,12,42,809	3,53,15,820
	Employee Benefit Expenses	13	7,24,45,582	7,17,82,482
	Finance Costs	14	2,97,918	1,31,440
	Depreciation and Amortization Expenses		22,30,673	22,62,617
	Other Expenses	15	1,52,96,951	1,32,49,915
	TOTAL EXPENSES		13,15,13,933	12,27,42,274
V	Profit before Exceptional and Extraordinary Items and Tax (III-IV)		1,81,18,945	2,09,74,455
VI	Exceptional Items		-	-
VII	Profit before Extraordinary Items and Tax		1,81,18,945	2,09,74,455
VIII	Extraordinary Items		-	-
IX	Profit Before Tax		1,81,18,945	2,09,74,455
X	Tax Expense			
	Current Tax		66,35,911	68,51,512
	Deferred Tax		-	-
XI	Profit(Loss) for the Period(XI+XIV)		1,14,83,034	1,41,22,943
XII	Earnings per Equity Share			
	-Basic		22.97	28.25
	-Diluted		22.97	28.25

The Notes referred to above form an integral part of the Statement of Profit and Loss

As per our report of even date

For and On behalf of the Board

For TVS Bhat & Co

Chartered Accountants


T V Subramanya Bhat


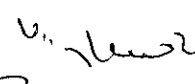
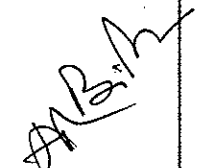
Proprietor

Membership No. : 019006

Address : G Floor, Shree Balaji Enclave,
Jayanagar 2nd Block, Bangalore - 560011

Place: Bangalore

Date:

CEO Director Director

Place :- MUMBAI

Date :- 15 MAY 2014



SI No 1.
Note (i)

Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule VI to the Companies Act, 1956

Share Capital	As at 31 March 2014		As at 31 March 2013	
	Number	Amt. in Rs.	Number	Amt. in Rs.
Authorised 10,00,000 Equity Shares of Rs.10 each	10,00,000	1,00,00,000	10,00,000	1,00,00,000
Issued 5,00,000 Equity Shares of Rs. 10 each	5,00,000	50,00,000	5,00,000	50,00,000
Subscribed & Paid up 5,00,000 Equity Shares of Rs.10 each fully paid up	5,00,000	50,00,000	5,00,000	50,00,000
Total	5,00,000	50,00,000	5,00,000	50,00,000

S L No 1.
Note No ii

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956

Shares outstanding at the beginning of the year	5,00,000	5,00,000
Shares Issued during the year	Nil	Nil
Shares Brought back during the year	Nil	Nil
Shares outstanding at the end of the year	5,00,000	5,00,000

S L No 1.
Note No.iii

As there is no right, preferences or restrictions attaching to any class of shares including restrictions on the distribution of dividend and the repayment of capital, the disclosure to Note no.6(A)(e) of Part I of Schedule VI to the Companies Act, 1956 is not required.

S L No 1.
Note No iv

Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule VI to the Companies Act, 1956

Name of the Share Holder	as at 31.03.2014	% Holding	as at 31.03.2013
Modern India Ltd	380,000 shares	76%	Nil

Note No v

As there are no rights reserved for issue under options and contracts/comitments for the sale of shares/disinvestment, including the terms and amounts, no disclosure to Note no. 6(A)(h) is required.

Note No vi

As there is are no terms of any securities convertible into equity/preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date, no disclosure to note no. 6(A)(j) is required.

Note No vii

Disclosure pursuant to Note no. 6(A)(k) of Part I of Schedule VI to the Companies Act, 1956

Unpaid calls from the directors	Nil
---------------------------------	-----

Note no viii

As there is no forfeiture of shares exercised, no disclosure to note no.6(A)(l) is required.



Note No 2 Disclosures regarding Reserves and Surplus

Disclosure pursuant to Note no. 6(B) of Part I of Schedule VI to the Companies Act, 1956

	As at March 2014		As at March 2013	
Reserves and Surplus		6,88,94,996		5,74,11,962
Opening Balance	5,74,11,962		4,32,89,018	
Add : Current year Profit	1,14,83,034		1,41,22,944	
TOTAL		6,88,94,996	5,74,11,962	5,74,11,962

CURRENT LIABILITIES**TRADE PAYABLES**

Other Current Liabilities	As at March 2014		As at March 2013	
Trade Payables - Creditors For Payment	56,72,800		40,62,070	
TOTAL	56,72,800		40,62,070	

Disclosures regarding other current liabilities and Short term Provisions

Other Current Liabilities	As at March 2014		As at March 2013	
Advance Received From Parties				1,91,183
				1,91,183

Note No 3.

Provision For Employee Benefit	As at March 2014		As at March 2013	
Salary Payable	62,06,718	62,13,085	29,41,941	34,94,364
Unpaid Salary	6,367		-	
Director Remuneration Payable	-		3,64,108	
EPF Payable	-		79,870	
ESIC Payable	-		1,08,445	
TOTAL		62,13,085		34,94,364

Note no 4-

Provision for Expenses	As at March 2014		As at March 2013	
A K Syed Mohammed	-		15,000	28,12,636
Anjan Bhadra Account	-		30,000	
C Rajeshwari Rent	-		3,645	
Electricity charges	-		67,751	
Latchamaiaha Business Chambers-Rent	-		1,48,500	
Maintenance Charges Payable	-		7,800	
Expenses Payable	-		25,17,940	
Ramachandra Bhat- Compliance	-		6,000	
Vinodhini - Hyderabad	14,400		16,000	
TOTAL		14,400		28,12,636
Other provisions		31,24,794		57,59,634
EpF Payable	73,080		-	
Esic Payable	1,08,374		-	
EGS Star Catering	1,012		-	
Quality food and Safty Consultancy	2,022		-	
Profession Tax Payable	2,39,722		2,21,625	
TDS- Payable	10,00,601		28,63,398	
Service Tax	16,99,983		26,74,610	
Income Tax Provison	-			
TOTAL		31,24,794		57,59,634
Grand Total		31,39,194		85,72,270



Note 5 Disclosures regarding Fixed Assets

Disclosure pursuant to Note no. I (i), (ii), (iii), (iv); Note no. J (i), (ii); Note no. J and Note no. L of Part I of Schedule VI to the Companies Act, 1956

Fixed Assets	Gross Block				Accumulated Depreciation				Impairment			Net Block			
	Balance as at 1 April 2013	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	Balance as at 31 March 2014	Balance as at 1 April 2013	Depreciation charge for the year (Net of disposal)	Adjustment due to revaluations	Balance as at 31 March 2014	As on 1 April 2013	Additions	Deduction and/or adjustments	As on 31 March 2014	Balance as at 1 April 2014	Balance as at 31 March 2013
a. Tangible Assets															
Office Equipments	1,49,64,044	16,78,837	-	-	1,66,42,881	1,11,79,679	17,14,021	-	1,28,93,699	-	-	-	-	37,49,182	37,84,366
Generator (D G set)	3,81,600	-	-	-	3,81,600	1,47,250	35,153	-	1,82,402	-	-	-	-	1,99,198	2,34,350
Vehicles	36,28,774	-	-	-	36,28,774	21,84,040	2,16,710	-	24,00,751	-	-	-	-	12,28,023	14,44,734
Furniture and Fixtures	42,87,079	28,550	-	-	43,15,629	17,29,938	2,57,839	-	19,87,777	-	-	-	-	23,27,853	25,57,141
Total	2,32,61,498	17,07,387	-	-	2,49,68,885	1,52,40,907	22,23,722	-	1,74,64,629	-	-	-	-	75,04,256	80,20,591
b. Intangible Assets															
Computer Software	5,27,222	-	-	-	5,27,222	5,15,637	6,951	-	5,22,588	-	-	-	-	4,634	11,585
Total	2,37,88,720	17,07,387	-	-	2,54,96,107	1,57,56,544	22,30,673	-	1,79,87,217	-	-	-	-	75,08,890	80,32,176
c. Capital Work in Progress															
Total	2,37,88,720	17,07,387	-	-	2,54,96,107	1,57,56,544	22,30,673	-	1,79,87,217	-	-	-	-	75,08,890	80,32,176
d. Intangible assets under Development															
Total	2,37,88,720	17,07,387	-	-	2,54,96,107	1,57,56,544	22,30,673	-	1,79,87,217	-	-	-	-	75,08,890	80,32,176

Note (ii)

Disclosure pursuant to Note no. I (iv) and J (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	Years				
	2007-08	2008-09	2009-10	2010-11	2011-12
Balance as at 31st March (Impairment) Revaluation	72,55,730	64,86,268	83,16,208	77,85,623	78,67,921
Balance as at 31 March	72,55,730	64,86,268	83,16,208	77,85,623	78,67,921



(Handwritten signature)

Note No 6	Long Term loans and Advances		2,52,92,715		2,64,05,756
	KEB Deposit	11,700		-	
	Telephone Deposit	12,000		-	
	K V Enterprises-Water Deposit	3,200		-	
	Rent Deposit- Kochi	-		1,50,000	
	Deposit-NSDL Database Mgt Ltd	3,00,000		3,00,000	
	Imprest Amount - Sandeep.PM	-		1,500	
	Imprest Amount - Shaheer Rehman	-		2,000	
	Rent Deposit -Chennai Branch	5,50,000		5,50,000	
	Rent Deposit - Godown C.RAJESHWARI	40,000		40,000	
	Rent Deposit-Gurgon Branch	2,41,424		1,68,000	
	Rent Deposit - Head Office	8,50,000		8,50,000	
	Rent Deposit - Kolkata Branch	60,000		60,000	
	Rent Deposit - Mumbai Branch	5,20,361		5,20,361	
	Rent Deposit - Pune Branch	92,000		2,92,000	
	Rent Deposit - Secundrabad Branch	41,917		41,917	
	Telephone deposit	1,500		1,500	
	Income Tax Provison	2,25,68,613		2,34,28,478	
	TOTAL		2,52,92,715		2,64,05,756

Note No 7	Trade Receivables		3,33,39,339		2,08,11,252
	Less than 6 months from Bill date	3,09,99,682		2,08,11,252	
	More Than 6 Months	23,39,657			
	TOTAL		3,33,39,339		2,08,11,252

Note No 8	CASH AND EQUIVALENTS				
	Balance With Bank		14,69,458		2,21,19,975
	CASH IN HAND		2,11,676		1,49,550
	Birla Sunlife Cash plus fund		1,50,00,000	-	
	TOTAL		1,66,81,134		2,22,69,526

Note No 9	Other current Assets		60,97,996		12,13,139
	Renovation to Premises	7,63,957		6,81,493	
	Road Tax Paid	95,177		1,11,973	
	Other Receivables(Debtors yet to be realised)	50,40,498		3,39,909	
	Advance -Others	58,900		79,764	
	Pre paid Expenses	1,39,464		-	
	TOTAL		60,97,996		12,13,139



Notes forming to the Profit and loss account

Disclosures regarding Revenue from operations

	Note No.	Fy 2013-2014 Amount in Rs	FY 2012-2013 Amount in Rs
Revenue from Operations	10		
Service Charges Received		13,02,66,334	12,84,16,370
Service Charges Received From Others		67,445	1,52,023
Service Charges Received (ST Exptmed)		1,68,35,369	1,44,03,470
TOTAL		14,71,69,148	14,29,71,864

Disclosures regarding other income

Disclosure pursuant to Note no. 2 of Part II of Schedule VI to the Companies Act, 1956

	Note No.	Fy 2013-2014 Amount in Rs	FY 2012-2013 Amount in Rs
Other Non Operating Income	11		
Misc Income		1,14,720	58,237
Credit Bal W/B		10,62,224	4,62,601
Foreign Fluctuation Gain		3,72,515	2,24,027
Interest from Income tax Refund		9,14,271	
TOTAL		24,63,730	7,44,865

Disclosures regarding Expenses

Cost Of Service Consumed

12

	Note No.	Fy 2013-2014 Amount in Rs	FY 2012-2013 Amount in Rs
Address , employment & criminal Verification,Discret verification Annual Verification		1,90,27,040	1,82,62,624
Drug Test		2,00,000	2,00,000
Education verification		46,54,145	18,85,450
Consultant Fees For Verification		1,17,11,528	95,97,317
Tours and Travell expenses		18,68,515	14,56,448
Telephone and Internet		10,27,049	9,66,928
TOTAL		27,54,532	29,47,051
		4,12,42,809	3,53,15,820

Disclosure regarding additional information required pursuant to Note no. 4 of Part II

EMPLOYEE BENEFIT EXPENSES

13

	Note No.	Fy 2013-2014 Amount in Rs	FY 2012-2013 Amount in Rs
Salaries and Wages		4,48,22,384	3,90,65,977
Directors Remuneration Paid		2,50,00,000	3,00,00,000
EPF Employers Account		3,78,045	5,80,102
ESIC Employers Contribution & Expenses		9,22,371	10,63,664
Gratuity Paid		3,81,609	1,76,812
Leave Salary Paid		-	622
Staff Welfare Expenses			
Entertainment exp		1,39,170	-
Staff Welfare Expenses		7,84,677	8,30,893
Water Charges		17,326	64,412
TOTAL		7,24,45,582	7,17,82,482



Disclosure regarding Finance Cost, Part II of Schedule VI to the Companies Act, 1956

Finance Cost

14

Interest and Bank Charges Expenses		2,97,918	1,31,440
TOTAL		2,97,918	1,31,440

Disclosures regarding Other expenses.

15

Disclosure pursuant to Note no. 5(i)(j) of Part II of Schedule VI to the Companies Act, 1956

Payment To Auditors		30,000	30,000
Power and Fuel Expenses		15,07,349	16,72,348
Rent Paid(including all Branches)		52,72,337	48,83,367
Rent Machinery/Computer		3,83,043	6,25,690
Repairs to Building		-	1,63,992
Rates and Taxes		94,527	46,653
Miscellaneous Expenses			
Advertisement Charges		3,360	-
AMC Charges - Software		2,78,904	4,06,449
Annual Maintenance Charges		1,00,369	-
Bad Debts		4,12,737	2,25,775
Books & Periodicals		7,504	4,239
Building Maintenance		1,74,633	-
Business Promotion		51,386	6,533
Vehicle Maintenance		1,45,860	25,124
Commission		40,000	7,560
Computer Maintenance		2,02,129	1,81,529
Debit Balance Written Off		8,214	-
Donations & Charity		1,100	1,000
Electrical Expenses		9,127	63,935
Income Tax Paid -2011-12		6,73,107	-
Insurance Paid		1,21,787	1,08,588
Interest - Late payment of TDS & Service Tax		2,78,000	1,41,858
Local Conveyance		23,46,519	19,28,857
Subscription and Member ship		3,53,260	93,931
Miscellaneous Expenses		95,477	7,750
Office Maintenance		9,64,493	13,38,527
Pooja Expenses		5,739	2,000
Postage, Stamps & Courier Charges		2,57,543	2,00,238
Printing & Stationery		6,35,717	4,62,730
Prepaid Expenses		-	19,760
Repairs & Maintenance.		4,87,983	4,95,005
Recruitment expenses		3,54,748	1,00,240
Tax Deduction		-	5,358
Training Expenses		-	880
TOTAL		1,52,96,951	1,32,49,915



Notes to Accounts:**1. SIGNIFICANT ACCOUNTING POLICIES****a) ACCOUNTING CONVENTION:**

The financial accounts are prepared under historical cost convention in accordance with the applicable mandatory accounting standards and relevant requirement of the Companies Act 1956.

b) FIXED ASSETS:

Fixed assets are stated at cost less depreciation and cost includes duties, taxes and other incidental expenses.

c) DEPRECIATION:

Depreciation on all assets has been provided on W.D.V. method at the rate specified under the I. T. Act 1961.

2. Provision for gratuity is not made in accounts as it will be accounted as and when paid to the employees' on retirement or leaving of services as applicable.

3. Managerial remuneration paid or payable u/s 198: Rs.29,000,000/-.

4. Value of imports calculated on CIF basis.

a) By the company during the period ---Nil---

b) Expenditure in foreign currency during the period on account of royalty, know-how etc, ---Nil---

c) Value of imported raw materials consumed, during the period ---Nil---

d) Percentage indigenous raw materials consumed during the period, percentage to total consumption 100%

5. Amount remitted in foreign currency during the period on account of dividend ---Nil--

6. Earnings in foreign currency exchange : Rs.9,961,456/-



7. Previous year's figures have been regrouped wherever necessary.
8. Turnover of the Company Rs.149,632,878/- Previous year Rs.143,716,730/-
9. Particulars of Sundry Debtors and loans and advances:-

Sl. No.	Particulars	Sundry Debtors	Loans & Advances
A.	Amount considered good for which the Company is fully secured (Previous Year)	Nil (Nil)	Nil (Nil)
B.	Amount considered good for which the company holds no security other than the parties personal security. (Previous Year)	33,339,339/- (20,811,252/-)	Nil (Nil)
C.	Amount considered doubtful or bad (Previous Year)	412,737/- (225,775/-)	Nil (Nil)
D.	Amount due by directors or other officers of the company or any of them either severally or jointly with any other person. (Previous Year)	Nil (Nil)	Nil (Nil)
E.	Amount due by firm or private company in which any of The directors is a partner or a director or a member (Previous Year)	Nil (Nil)	Nil (Nil)
F.	Debts due from other company under the same Management. (Previous Year)	Nil (Nil)	Nil (Nil)
G.	Maximum amount due by the directors at any time during the year (Previous Year)	Nil (Nil)	Nil (Nil)



10 The installed capacity and licensed capacity is not given since the Company is not a SSI unit.

11 a) Opening stock of Finished Goods ---Nil---

b) Closing stock of Finished Goods ---Nil---

12 Actual Production: ---Nil---

Subject to our report of even date

On behalf of the Board


CEO


DIRECTOR


DIRECTOR





For T V S Bhatt & Co.

Proprietor

MM NO-200-19006

Place: Bangalore

Date:

Place: Mumbai

Date: 15 MAY 2014

CASH FLOW STATEMENT From 1/04/2013 to 31.03.2014

	Amount	AMOUNT
INFLOW		
Opening Balance of Cash	149550	
Opening Balance of Bank	22119975	
Add:- Receipts from Receivables	157026937.9	
Foreign exchange earnings	372515	
Interest From TDS Refund	914271	
Rent Deposit Kochi & Pune Branch	350000	
TDS Refund	10734021	
Misc Income	117309	
TOTAL INFLOW		191784579
OUT FLOW		
1 Current Liabilities		25682675
Service Tax	14545104	
TDS -194C	195462	
TDS -194 I Rent	500392	
TDS -194I Professional Charges	377644	
TDS -92B Salary	10064073	
2 Paid For Provisions (Annexure-1)		25190100
3 Creditors Payment		41967756
4 Payment for Provisions		58898859
4 Fixed Assets		128344
Air Conditioner - Pune branch	18270	
Computer and Accessories	58685	
Electrical Fittings - Hyderabad	3200	
Telephone Instrument	9428	
Furnitures & Fixtures	14600	
Micro Wave	6833	
Printer	17328	
5 Current Assets		15268079
Birla Sun Life Insurance	15000000	
Telephone Deposit	12000	
Water Deposit - K.V Enterprises	3200	
Advance others	237679	
Deposit Electricity board	11700	
Staff advance	3500	
6 Direct & Indirect Expenses		22977632
AMC Charges	54448	
Operating Expenses	8662314	
Personal And Welfare Expenses	5407417	
Indirect Expenses - Annexure	8853453	
TOTAL OUT FLOW		19013445
Net Inflow		1671134

