

## AUDITORS' REPORT

To,  
The Members of  
**ABHIJIT TRADING CO. LTD.**

1. We have audited the attached Balance Sheet of **ABHIJIT TRADING CO. LTD.** as at 31<sup>st</sup> March, 2010 and also the annexed Profit and Loss Account and Cash Flow Statement of the company for the year ended on that date. 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.
2. 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, collectively hereinafter referred to as "order", issued by Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (the 'Act') and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us, we give in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred in paragraph 3 above, 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 accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
  - c. The Balance Sheet, Profit and Loss Account & Cash Flow Statement dealt with by this report are in agreement with the books of accounts of the company.
  - d. In our opinion, Balance Sheet, Profit and Loss Account and the Cash Flow Statement complies with the Accounting Standards referred to in Sub Section (3C) of Section 211 of the Companies Act, 1956 to the extent applicable.
  - e. On the basis of the written representation received from the Directors and taken on record by the Board of Directors as on 31<sup>st</sup> March, 2010, we report that none of the Directors is disqualified from being appointed as a director in terms of clause (g) of subsection (1) of section 274 of the Companies Act, 1956



- f. In our opinion and to the best of our information and according to the explanations given to us, the accounts together with the Significant Accounting Policies and the Notes thereto in Schedule F, 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:-
- i. in the case of the Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2010
  - ii. in the case of Profit and Loss Account, of the Loss for the year ended on that date.
  - iii. in case of Cash Flow Statement, of the cash flows for the year ended on that date.

Place: New Delhi  
Dated: 30.06.2010



For L.B. JHA & Co.  
Chartered Accountants  
Firm Reg. No.-301088E

  
Satyabrata Pati  
Partner  
Membership No.95080



**ANNEXURE TO AUDITORS' REPORT  
ABHIJIT TRADING CO LTD**

Referred to in Para (3) of our report of even date.

- (i) The company does not have any fixed assets and hence clause(i) of the order is not applicable
- (ii) The company does not have any Inventory and hence clause(ii) of the order is not applicable.
- (iii) a) The Company has not granted any loan to the Companies listed in the register maintained under section 301 of the Companies Act, 1956.  
b) The Company has taken interest free loan from one party covered under section 301 of the Companies Act, 1956. Amount involved during the year in the transaction is Rs.Nil (P.Y Rs.Nil) and the amount outstanding at the year end is Rs.4,000/- (P.Y Rs.4,000/-). Other terms and conditions are prima facie not prejudicial to the interest of the Company.
- (iv) In our opinion and according to the information and explanations given to us by the management, there is an adequate internal control procedure commensurate with the size of the company and the nature of its business.
- (v) To the best of our knowledge and belief and according to the information and explanation given to us, transaction that needed to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.

According to the information and explanation given to us, there is no transaction in excess of Rs. 5 lacs in respect of any party and hence the question of reasonable prices in respect of such transaction as regards to the prevailing market prices does not arise.

- (vi) In our opinion and according to the information and explanation given to us, the Company has not accepted deposits from the public and therefore, the provisions of section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under are not applicable to the company.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) According to the information and explanation given to us, maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.
- (ix) According to information and explanation given to us the laws relating to Provident Fund and Employees State Insurance are not applicable to the company. The company has been regular in depositing undisputed Statutory dues, like Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty except for Interest tax amounting Rs. 16390/- which is more than six month old as on the last date of the financial year.

According to information and explanation furnished to us, there are no dues of sales tax/income tax/custom tax/wealth tax/excise duty/cess, which have not been deposited on account of any dispute.

- (x) The company has no accumulated losses at the end of the financial year. But the company has incurred cash losses during the current financial year as well as in the immediately preceding financial year.
- (xi) The Company has not availed any loan from any financial institution, bank etc. or issued any debentures.





- (xii) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Fund Benefit Fund/ Societies are not applicable to the Company.
- (xiv) As the Company is not dealing or trading in shares, securities, debentures and other investments, this clause is not applicable to the Company.
- (xv) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) According to the information and explanation given to us, the Company has not availed any term loan.
- (xvii) According to the information and explanation given to us, the company did not raise funds on short term.
- (xviii) 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 during the year.
- (xix) According to the information and explanation given to us and the records examined by us, the Company has not issued any Debentures.
- (xx) The Company has not raised money by any public issue during the year.
- (xxi) On the basis of our examination and according to information given to us, no fraud, on or by the Company, has been noticed or reported during the year.

Place: New Delhi  
Dated: 30.06.2010



For L.B. JHA & Co.  
Chartered Accountants  
Firm Reg. No.-301088E

  
Satyabrata Pati  
Partner  
Membership No.95080

**ABHIJIT TRADING CO. LTD.**  
**BALANCE SHEET AS AT 31ST MARCH , 2010**

PARTICULARS	SCH.	(Amount in Rupees)	
		AS AT 31.03.2010	AS AT 31.03.2009
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	A	2,490,000	2,490,000
Reserves & Surplus	B	106,424	201,709
<b>LOAN FUNDS</b>			
Unsecured Loans	C	4,000	4,000
<b>TOTAL</b>		<b>2,600,424</b>	<b>2,695,709</b>
<b>APPLICATION OF FUNDS</b>			
<u>Current Assets, Loans &amp; Advances</u>	D		
Cash & Bank Balances		514,593	521,838
Loans & Advances		2,121,257	2,323,304
<u>Less: Current Liabilities &amp; Provisions</u>	E		
Current Liabilities		35,426	23,008
Provisions		-	126,425
		35,426	149,433
<b>NET CURRENT ASSETS</b>		<b>2,600,424</b>	<b>2,695,709</b>
<b>TOTAL</b>		<b>2,600,424</b>	<b>2,695,709</b>

Notes to accounts.

F

Schedules A to F form an integral part of the Balance Sheet.

As per our report of even date.

for L. B. JHA & CO.  
**CHARTERED ACCOUNTANTS**

(SATYABRATA PATI)  
**PARTNER**  
M.No.# 95080  
Date: 30.06.2010  
Place: NEW DELHI



for and on behalf of the board

**DIRECTOR**

**DIRECTOR**



**ABHIJIT TRADING CO. LTD.**  
**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010**

PARTICULARS	SCH.	(Amount in Rupees)	
		Year ended 31.03.2010	Year ended 31.03.2009
<b>INCOME</b>			
Miscellaneous Income		-	-
<b>TOTAL</b>		-	-
<b>EXPENDITURE</b>			
Audit Fee		13,236	6,618
Miscellaneous Expenses		66	207
Filing Fees		500	-
Appeal Fees		5,300	5,000
<b>TOTAL</b>		<b>19,102</b>	<b>11,825</b>
Profit/(Loss) before tax		<b>(19,102)</b>	<b>(11,825)</b>
Provision for Income Tax		-	-
Short/(Excess) Provision for Income Tax for earlier years		76,183	(16)
Profit/(Loss) after tax		<b>(95,285)</b>	<b>(11,809)</b>
Profit/(Loss) brought forward		<b>102,805</b>	<b>114,614</b>
Amount carried over to Balance Sheet		<b>7,520</b>	<b>102,805</b>
Basic Earning per Share		<b>(0.38)</b>	<b>(0.05)</b>

Notes to accounts.

F

Schedules F form an integral part of the Profit & Loss Account.


As per our report of even date.

for **L. B. JHA & CO.**  
**CHARTERED ACCOUNTANTS**

(SATYABRATA PATI)  
 PARTNER  
 M.No.# 95080  
 Date: 30.06.2010  
 Place: NEW DELHI



for and on behalf of the board

  
 DIRECTOR
   
 DIRECTOR

**ABHIJIT TRADING CO. LTD.**

**SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH , 2010**

SCHEDULE-A	AS AT	AS AT
	31.03.2010	31.03.2009
<b>Authorised Capital</b> 250000 (P.Y 250000) Equity Shares of Rs. 10/- each	2,500,000	2,500,000
<b>Issued, Subscribed &amp; paid up capital</b> 249000 (P.Y 249000) Equity shares of Rs.10/- each fully paid up.	2,490,000	2,490,000
<b>Total</b>	<b>2,490,000</b>	<b>2,490,000</b>
<b>SCHEDULE-B</b> <b>RESERVE &amp; SURPLUS</b>		
General Reserves	98,904	98,904
Profit & Loss Account	7,520	102,805
<b>Total</b>	<b>106,424</b>	<b>201,709</b>
<b>SCHEDULE-C</b> <b>UNSECURED LOANS</b>		
From Director	4,000	4,000
<b>Total</b>	<b>4,000</b>	<b>4,000</b>
<b>SCHEDULE-D</b> <b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>(A) Cash &amp; Bank Balances</b>		
Cash in hand	498,307	498,868
Bank Accounts		
(i) Oriental Bank of Commerce-Calcutta	7,970	8,036
(ii) Oriental Bank of Commerce-Delhi	8,316	14,934
<b>Total</b>	<b>514,593</b>	<b>521,838</b>
<b>(B) Loans &amp; Advances</b> <b>(Unsecured- Considered good)</b>		
Advances Recoverable in Cash or in Kind or for value to be received	216,023	216,023
Advance Income Tax	234	202,281
Share Application Money	1,905,000	1,905,000
<b>Total</b>	<b>2,121,257</b>	<b>2,323,304</b>
<b>SCHEDULE-E</b> <b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Audit Fee Payable	13,236	6,618
Interest Tax Payable	16,390	16,390
Other Liabilities	5,800	-
<b>Total</b>	<b>35,426</b>	<b>23,008</b>
<b>Provisions</b>		
For Income Tax	-	126,425
<b>Total</b>	<b>-</b>	<b>126,425</b>





**ABHIJIT TRADING CO LTD**  
**SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS**

**SCHEDULE – F**

**A. ACCOUNTING POLICIES**

**1. Basis of Accounting**

The financial statements have been prepared on the historical cost convention basis, except where otherwise stated. Generally accepted accounting principles and the Accounting Standards referred to under Sec. 211(3C) of the Companies Act, 1956 has been adopted by the company and disclosures are made in accordance with the requirements of Schedule – VI of the Companies Act, 1956 and the Indian Accounting Standards.

**2. Contingent Liabilities**

Contingent liabilities are not provided for in the books of account and are disclosed by way of note to the accounts.

**3. Taxes on income**

a) Provision for Income Tax is made on the basis of the estimated taxable income for the Current Accounting period in accordance with the Income Tax Act, 1961.

b) Deferred Tax resulting from timing difference between booked and tax profit is accounted for under liability method, at the current rate of tax, to the extent that the timing differences are capable of reversal in one or more subsequent periods. Deferred Tax assets are not recognized on unabsorbed depreciation and carried forward of losses unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.

**B. NOTES ON ACCOUNTS**

1. Amount paid against Share application money to Vipul Motors Ltd. amounting to Rs. 19,05,000/- (Previous year Rs.19,05,000/-) is pending allotment.

**2. Earning Per Share**

S No	Particulars	2010	2009
1	Net Profit/(Loss) after tax (Rs.)	(95,285)	(11,809)
2	Weighted average number of Equity Shares	2,49,000	2,49,000
3	Nominal Value of Each Share (Rs.)	10	10
4	Basic and Diluted EPS (Rs)	(0.38)	(0.05)

3 As per information available with the company, there are no dues outstanding in respect Micro and Small enterprises as provided in the 'Micro, Small and Medium Enterprises Development Act, 2006' at the year end. Further, no interest during the year has been paid or payable in respect thereof. The parties have been identified based on the information available with the company and the same has been relied upon by the auditor.





4. Audit Fee provided for this year is amounting to Rs 13,236/- (P.Y Rs. 6,618/-)

5. Contingent Liabilities not provided in respect of:- 31.03.10 31.03.09

Income Tax matter under dispute	Nil	Rs.3,15,663/-
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6. Deferred Tax Assets on unabsorbed losses have not been provided in view of no virtual certainty of future taxable Income.

7. Information pursuant to the provision of paragraph (3), (4C) & (4D) of part II of Schedules VI of the Companies Act, to the extent not applicable is not furnished.

8. Previous years figure have been regrouped and rearranged wherever necessary.



**ABHIJIT TRADING CO. LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2010**

Particulars	(Amount in Rupees)	
	YEAR ENDED 31.03.2010	YEAR ENDED 31.03.2009
<b>A. CASH FLOW FROM OPERATING ACTIVITY</b>		
Net Profit/(Loss) before Tax, appropriation, and extra-Ordinary items	(19,102)	(11,825)
Interest and Finance Charges	-	-
Preliminary Expenses w/o	-	-
Tax Paid during the year	(561)	(234)
<b>Operating Profit before Working Capital Changes</b>	<u>(19,663)</u>	<u>(12,059)</u>
Adjusted for		
Current Assets Changes	-	-
Increase in Creditors	12,418	(116)
Inventories Changes	-	-
<b>Cash generated from operation</b>	<u>(7,245)</u>	<u>(12,175)</u>
<b>NET CASH FROM OPERATING ACTIVITY</b>	<u>(7,245)</u>	<u>(12,175)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITY</b>	-	-
<b>NET CASH FROM INVESTING ACTIVITY</b>	<u>-</u>	<u>-</u>
<b>C. CASH FLOW FINANCING ACTIVITY</b>		
<b>NET CASH USED IN FINANCING ACTIVITY</b>	<u>-</u>	<u>-</u>
<b>Total (A+B+C)</b>	<u>(7,245)</u>	<u>(12,175)</u>
Net (Decrease)/Increase In Cash And Cash Equivalents	(7,245)	(12,175)
Cash And Cash Equivalents ( Opening Balance)	521,838	534,013
Cash And Cash Equivalents ( Closing Balance)	<u>514,593</u>	<u>521,838</u>

As per our report of even date attached.  
for **L. B. JHA & CO.**  
**CHARTERED ACCOUNTANTS**

(SATYABRATA PATI)  
Partner  
Membership No. 95080  
Place: New Delhi  
Date: 30.06.2010



For & on behalf of the Board of Directors

Director

Director



**7. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS PER SCHEDULE VI PART (iv) OF THE COMPANIES ACT, 1956**

<b>I</b>	<b>Registration Details</b>	
	Registration No.	35515
	State Code	21
	Balance Sheet Date	31.03.2010
<b>II</b>	<b>Capital raised during the Year</b> (Amount in Rs. thousands)	
	Public Issue	Nil
	Rights Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
<b>III</b>	<b>Position of mobilization and deployment of Funds</b> (Amount in Rs. Thousands)	
	Total Liabilities	2,600
	Total Assets	2,600
	<b>Sources of Funds</b>	
	Paid up Capital	2,490
	Reserves and Surplus	106
	Secured Loans	Nil
	Unsecured Loans	4
	Deferred Tax Liabilities	Nil
	<b>Application of Funds</b>	
	Net Fixed Assets	Nil
	Investments	Nil
	Net Current assets	2,600
	Miscellaneous Expenditure	Nil
	Accumulated Losses	Nil
<b>IV</b>	<b>Performance of the Company</b> (Amount in Rs. Thousands)	
	Total Income	Nil
	Total Expenditure	19
	Profit/(Loss) before Tax	(19)
	Profit/(Loss) After Tax	(95)
	Earnings per Share (Rs.)	(0.38)
	Dividend Rate (%)	Nil
<b>V</b>	<b>Generic names of Principal products/Services of the Company</b> (as per monetary terms)	
	Item Code No.	Not Applicable
	Product Description	Not Applicable

As per our report of even date attached.

For L.B.JHA & CO.  
CHARTERED ACCOUNTANTS

(SATYABRATA PATI)  
PARTNER  
M.No.# 95080  
Place: NEW DELHI  
Date: 30.06.2010



For and on behalf of the board

DIRECTOR

DIRECTOR