

KFSL

KUMBHAT FINANCIAL SERVICES LIMITED

KFSL

**20th Annual Report
2012 - 2013**



KUMBHAT FINANCIAL SERVICES LIMITED

Board of Directors:

Sri. SHANTI KUMBHAT
Managing Director

Sri. AJIT KUMBHAT

Sri GANPAT RAJ BAGMAR

Sri. RAMABADRAN

Smt. UMAMAHESWARI

Registered Office:

144, N.S.C. Bose Road,
Chennai 600 079

Bankers:

Central Bank of India
The Laxmi Vilas Bank Ltd.,
Canara Bank

Auditors:

Krishnan & Giri,
Chartered Accountants,
72 Thatha Muthiappan Street
Chennai 600 001.

Share Transfer Agents:

Cameo Corporate Services Limited,
'Subramanian Building', V Floor,
No.1, Club House Road,
Chennai 600 002

KUMBHAT FINANCIAL SERVICES LIMITED

NOTICE TO THE MEMBERS

Notice is hereby given that the Twentieth Annual General Meeting of the members of the Company will be held on Thursday, the 26th September 2013 at 09.15A.M. at Bhartiya Vidhya Bhavan, New No.18,20,22, East Mada Street, Mylapore, Chennai-600004. to transact the following business :

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March 2013 and the Profit and Loss Account for the year ended on that date, together with the notes thereon and schedules thereto and Reports of the Board of Directors' and the Auditors'.
2. To appoint a Director in place of Sri. Shanti Kumbhat, who retires by rotation, and being eligible, offers himself for reappointment
3. To appoint a Director in place of Sri.Ajit Kumbhat, who retires by rotation, and being eligible offers himself for reappointment.
4. To appoint Auditors and fix their remuneration. The retiring auditors, M/s.Krishnan & Giri, Chartered Accountants, Chennai, are eligible for reappointment.

By Order of the Board

Registered Office :
144, N.S.C. Bose Road,
Chennai – 600 079.
Date : **22/08/2013**

Shanti Kumbhat
Managing Director

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER. THE PROXY FORM DULY COMPLETED MUST BE RETURNED SO AS TO REACH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF THE COMMENCEMENT OF THE AFORESAID MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from September 18, 2013 to September 26, 2013 (both days inclusive).
3. Members are requested to notify immediately any change in their address to the Company or the Share Transfer Agent.
4. Members / Proxies should bring the Attendance slip duly filled in for attending the meeting.
5. In terms of Clause 49 of the Listing Agreement with the Stock Exchanges, a brief resume of Directors who are proposed to be appointed / re-appointed at this meeting is given below :

KUMBHAT FINANCIAL SERVICES LIMITED

A. SHANTI KUMBHAT

Born on 15th July 1943, Sri. Shanthi Kumbhat has been associated with the company from its promotion stage onwards and he is on the board of the company since 18th February 1993. He became the Managing director of the company with effect from 1st November 1994.

Sri. Shanthi Kumbhat is also a director in the board of Kumbhat Electricals Pvt. Ltd., Litaski Electricals Pvt. Ltd., Jain Spices and Pickles Ltd, Kumbhat Housing and Constructions Pvt. Ltd., Electrical Fittings and equipments (Madras) Pvt. Ltd.

B. AJIT KUMBHAT

Born on 15th March 1952, Sri. Ajit Kumbhat is a fellow member of the Institute of Chartered Accountants of India. He has rich experience and expertise in the field of Accounting & Income Tax Laws.

Sri. Ajit Kumbhat is also a Director in the board of Kumbhat Electricals Pvt Limited, Litaski Electricals Pvt Ltd.

Registered Office:
144, N.S.C. Bose Road,
Chennai – 600 079.
Date: 22nd August, 2013

By Order of the Board

Shanti Kumbhat
Managing Director

KUMBHAT FINANCIAL SERVICES LIMITED

DIRECTORS' REPORT

Your Directors have pleasure in presenting this Twentieth Annual Report and Audited Statements of Account for the Financial year ended March 31, 2013.

FINANCIAL RESULTS :

	Current Year March 31, 2013 (Rs. In Lakhs)	Previous Year March 31, 2012 (Rs. In Lakhs)
Income from Operations	46.30	36.56
Profit before Depreciation and Provision for taxation	7.89	13.70
Less: Depreciation	0.91	1.11
	6.98	12.59
Less: Provision for taxation	1.77	3.60
Net Profit	5.21	8.99
Add: Previous year's surplus	24.09	67.10
Amount available for appropriation	29.09	76.09
Appropriations:		
Transfer to Statutory Reserve	2.00	2.00
Transfer to General Reserve	-	50.00
Surplus carried to Balance Sheet	27.29	24.09
	29.29	76.09

PERFORMANCE:

During the year the Company achieved a Gross Income of Rs.46.30 lakhs as compared to Rs.36.56 lakhs during the previous year. The Profit before tax of the Company stood at Rs.12.90 lakhs. as against Rs.12.59lakhs. During the year there were no major disbursements. The focus continued to be on recoveries and towards substantial reduction in operational cost. The net profit of the Company stood at Rs.5.21 lakhs. During the year a sum of Rs.2 lakhs has been appropriated towards Statutory Reserve. The resultant profit of Rs.3.21 lakhs has been carried to the Profit and Loss Account.

KUMBHAT FINANCIAL SERVICES LIMITED

PRUDENTIAL NORMS FOR NBFCs

The prudential norms prescribed by the Reserve Bank of India for NBFC's for income recognition, provisioning for non performing assets and other directions issued from time to time in this regard are followed by the Company. The Company has complied with the capital adequacy norms and other directions issued by the Reserve Bank of India in respect of Non Banking Financial Companies from time to time.

DIVIDEND

In order to strengthen the financial position of the company the directors have decided not to declare dividend for the year.

DIRECTORS

Sri Shanti Kumbhat & Ajit Kumbhat retire at the end of this Annual General Meeting and being eligible, offer for re-appointment.

DEPOSITS

The Company has not accepted any fixed deposit from the public.

AUDITORS

M/s. Krishnan & Giri, Chartered Accountants, Chennai retire at the forthcoming Annual General Meeting. They have advised of their availability for re-appointment.

PROSPECTS

This year also witnessed consolidation in the NBFC sector wherein the financial position and profitability of the companies came under severe strain. Certain global majors also entered into the field which resulted in intense competition and there by resulting in reduction and interest rate. The directors are of the opinion that the same trend will continue in the coming years.

COMPLIANCE CERTIFICATE

The Company has obtained Compliance Certificate for the Year ended 31.03.2013 from Mr.Murugan Practicing Company Secretary.

INFORMATION AS PER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956

The Company has no activity relating to conservation of energy or technology absorption. The Company did not have foreign exchange earning or outgo.

PERSONNEL

The Company has no employee who is in receipt of remuneration in excess of the amount prescribed under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

KUMBHAT FINANCIAL SERVICES LIMITED

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of section 217(2AA) of the Companies Act, 1956 your directors confirm as follows :

- i) that in the preparation of the annual accounts, the applicable accounting standards had been followed.
- ii) that the Directors had selected such accounting policies and applied them consistently which are reasonable and prudent so as to give a true and fair view of state of affairs of the company at the end of the financial year and of the financial year and of the profit or loss of the company for that year;
- iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv) that the Directors had prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE

A Separate Report on Corporate Governance is incorporated as a part of this Annual Report along with Auditor's Statement on its compliance, as prescribed under clause 49 of the Listing Agreement.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record their deep appreciation of the services of the Managing Director and the members of the staff of the company.

For and On behalf of the Board

Chennai
Date: 22/08/2013

Shanti Kumbhat
Managing Director

KUMBHAT FINANCIAL SERVICES LIMITED

REPORT ON CORPORATE GOVERNANCE

Pursuant to clause 49 of the Listing Agreement, a Report on Corporate Governance is given below.

A. MANDATORY REQUIREMENTS**1. Company's philosophy on Code of Governance**

The Company's philosophy of Corporate Governance is proactively meeting its obligation to its shareholders and sincerely believes that all its activities must serve towards attaining optimum level of financial stability thereby enhancing the shareholders' value, over a sustained period of time.

2. Board of Directors

Composition

The Present strength of the Board is 5 Directors. The Board comprises of Executive and Non Executive Directors. Sri Shanti Kumbhat is the Managing Director. The remaining Directors are Non Executive Directors.

Name of the Director	Category of Directorship	No.of Board Meetings	% of Total Meetings	Attendance at the last AGM
Sri Ajit Kumbhat	Director	8	100	Yes
Smt Umamaheswari	Director	8	100	Yes
Sri Ganpat Raj Bagmar	Director	8	100	Yes
Sri Ramabadran	Director	8	100	Yes

There were eight board meetings held during the financial year.

KUMBHAT FINANCIAL SERVICES LIMITED

3. Audit Committee

Terms of Reference and Composition, Chairman and the Name of Members

The Committee comprises of Sri Ganpat Raj Bagmar, Chairman of the Committee, Sri Ajit Kumbhat, Smt.Umamaheswari and Ramabadran all being Non-Executive Directors. The Chairman of the Committee is an independent Director. Majority of the Members have financial and accounting knowledge. The Chief Executive Officer, Internal Auditors and Statutory Auditors are invitees to the Meeting. The terms of reference of this Committee are wide enough covering matters specified for Audit Committee under the Listing Agreement.

Meetings and attendance during the year

There were three meetings of the Audit Committee during the financial year 2012-13 and the attendance of each member of the committee is given below.

No.	Name of the Director	No.of Meetings attended	% of Total Meetings attended
1	Ganpat Raj Bagmar	4	100
2	Ramabadran	4	100
3	Ajit Kumbhat	4	100
4	Umamaheswari	4	100

4. Remuneration to Directors

- a) Details of payments to Non-Executive Directors during the financial year 2012-13 are given below.

No.	Name of the Director	Sitting Fee for Board Meetings & Committee Meetings	Commission
1.	Ganpat Raj Bagmar	4000	Nil
2.	Ajit Kumbhat	5000	Nil
3.	Umamaheswari	4000	Nil
4.	Ramabadran	4000	Nil

KUMBHAT FINANCIAL SERVICES LIMITED

5. Investors / Shareholders Grievance Committee

The Company has formed a Securities Transfer and Investors' Grievance Committee. The Committee Comprises of Sri.Ajit Kumbhat, the Chairman of the Committee and Sri Ganpat Raj Bagmar, Ramabadran all being Non-Executive Directors. The Committee looks into the shareholders and Investors' complaints. All the complaints received from the Shareholders have been resolved. The number of shares transferred from 01.04.2012 to 31.03.2013 were 25 transfers and 3 transmission for 8200 shares.

6. General Body Meetings

Details of the location of the past three AGMs and the details of the resolutions passed or to be passed by postal ballot.

a. Details of the location of the past three AGMs

1. Financial Year 2011-12 : Bhartiya Vidhya Bhavan
new no,18,20,22 East Mada Street,
Chennai - 600004
2. Financial Year 2010-11 : Bhartiya Vidhya Bhavan
new no,18,20,22 East Mada Street,
Chennai - 600004
3. Financial Year 2009-2010 : Anna Auditorium
ASI Convention Center
No.18, Swami Sivananda Salai,
Chepauk, Chennai – 600 005.

b. No resolutions were put through postal ballot as in earlier years.

7. Disclosures on significant related party transactions of the Company of a material nature, with its promoters, the Directors or the Management, their subsidiaries or relatives etc., that may have potential conflict with the interests of the Company at large.

* All transactions with the Companies in which the promoters or Directors or the management, their subsidiaries or their relatives etc., that may have potential conflict with the interests of the Company at large.

Details of non-compliance by the Company, penalties, stricture imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

KUMBHAT FINANCIAL SERVICES LIMITED

8. Means of communications

Half-yearly report sent to the household of each Shareholder	:	No, as the results of the company are published in the Newspapers.
Quarterly Results	:	No, as the results of the company are published in the Newspapers.
Any Website, where displayed	:	At present, the results are displayed on Website.
Whether it is also displayed in Official Newspaper	:	No
Presentation made to institutional investors: or to analysts	:	No
Newspapers in which results are normally published in	:	1. Makkal Kural and 2. Trinity Mirror
Whether Management Discussion and analysis is a part of Annual Report or not	:	Yes

9. General Shareholder Information**AGM**

Date	:	26 th September 2013
Time	:	9.15 A.M.
Venue	:	Bhartiya Vidhya Bhavan New No.18,20,22 East Mada Street Mylapore Chennai-600004
Financial Calender	:	Results of the First Quarter (April – June)
	*	Last week of July
	:	Results for the Second Quarter (July – September)
	*	Last week of October
	:	Results for the Third Quarter (October – December)
	*	Last week of January
	:	Annual Results (April – March)
	*	Last week of June

KUMBHAT FINANCIAL SERVICES LIMITED

Date of Book Closure	:	September 18 to September 26, 2013 (both days inclusive)
Dividend Payment Dates	:	No Dividend proposed
Listing on Stock Exchanges	:	The Madras Stock Exchange The Stock Exchange Mumbai Hyderabad Stock Exchange Coimbatore Stock Exchange Ahmedabad Stock Exchange
Stock Code	:	
Mumbai Stock Exchange	:	KUMBHFN – 526869
Madras Stock Exchange	:	KFS
Hyderabad Stock Exchange	:	KFS
Coimbatore Stock Exchange	:	21108
Ahmedabad Stock Exchange	:	KUMBHATFIN – 31609
ISIN Number for NSDL & CDSL	:	INE795E01019
Stock Price Data	:	Shares were not quoted in any Exchange on any day during the year.
Registrar and Share Transfer Agent	:	M/s. Cameo Corporate Services Limited “Subramanian Building” No.1, Club House Road Chennai – 600 002. Ph : 044 – 28460390 Fax : 044– 28460129 E-mail: cameosys@satyam.net.in
Share Transfer System	:	All the transfer requests received are processed and approved by an Authorized Officer / The Securities Transfers and Investors’ Grevance Committee. Normally transfers are processed and approved twice in a month or more depending on the volume of transfers.
Distribution of Shareholding and Share -holding pattern as on March 31, 2013	:	As per Annexure – A

KUMBHAT FINANCIAL SERVICES LIMITED

Dematerialisation of Shares and Liquidity	:	26.10% of the paid-up capital has been dematerialized as on March 31, 2013
Outstanding GDRs / ADRs / Warrants or any convertible instruments conversion date and likely impact on equity	:	The Company has not issued any GDR/ADR
Address for Correspondence		
a. for transfer / dematerialized of shares and any other query relating to the shares of the Company.	:	M/s. Cameo Corporate Services Limited Unit : KFSL "Subramanian Building" No.1, Club House Road, Chennai-600 002.
b. For shares held in demat form	:	Depository Participants
c. Any query on the Annual Report and for the Correspondence	:	The Managing Director Kumbhat Financial Services Limited No.144, N.S.C. Bose Road, Chennai – 600 079.

B. NON MANDATORY REQUIREMENTS

- a. Chairman of the Board : Whether the Chairman of the Board is entitled to maintain a Chairman's office at the Company's expense and also allowed reimbursement of expenses incurred in the performance of his duties:
- * No
- b. Remuneration Committee :
- * The Company has not yet set up a Remuneration Committee.
- c. Shareholder Right : The half-yearly declaration or financial performance including a summary of the significant events in last six months should be sent to the household of each shareholder:
- * As the Company's half yearly results are published in English and Tamil Newspapers, the same are not sent to the shareholders of the Company.
- d. Postal Ballot :
- * The Company has not yet made use of the postal ballot.

KUMBHAT FINANCIAL SERVICES LIMITED

ANNEXURE A

The distribution of shareholding as on March 31, 2013

Shareholding Pattern as on March 31, 2013

Category		No. of Shares	%	
A. Promoters Holding				
1. Promoters			Share Holders	
- Indian Promoters	No. of Equity Shares held	636800	Numbers	% of Total
- Foreign Promoters				
2. Persons acting in concert	1 – 500		7442	84.3573
B. Non-Promoters Holding	501 – 1000		766	8.6828
3. Institutional Investors	1001 – 2000		288	3.2646
i. Mutual Fund	2001 – 3000		171	1.9383
ii. Banks, Financial Institution	3001 – 4000	0.01	30	0.3401
Insurance Companies (Central / State Govt. Institutions)	4001 – 5000		58	0.6574
iii. FIs	5001 – 10000		38	0.4307
iv. Foreign Institutional Investment (Foreign Company)	10001 and above		29	0.3287
4. Others	Govt. Institutions (Non-Government Institutions)	500	0.0822	100.00
i. Private Corporate Bodies				
ii. Indian Public				
iii. NRIs / OBCs				
iv. Any Other (Please Specify)				
Total		4750000	100	

KFSL

KUMBHAT FINANCIAL SERVICES LIMITED

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

**AUDITORS CERTIFICATE
(Under clause 49 of the Listing Agreement)**

TO THE MEMBERS OF KUMBHAT FINANCIAL SERVICES LIMITED

We have examined the compliance of conditions of Corporate Governance by Kumbhat Financial Services Limited for the year ended on March 31, 2013 as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above Listing Agreement.

We state that no grievance(s) is / are pending for the period exceeding one month against the Company as per the records maintained by the Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

for **KRISHNAN & GIRI**
Chartered Accountants

Chennai
Date : 22nd August, 2013

R. Saptagiri
Partner
M No: 38623
Firm No : 001512S



KUMBHAT FINANCIAL SERVICES LIMITED

**AUDITOR'S REPORT TO THE MEMBERS OF
KUMBHAT FINANCIAL SERVICES LIMITED, CHENNAI**

To the Members of
Kumbhat Financial Services Limited

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

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

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.

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:

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

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

KUMBHAT FINANCIAL SERVICES LIMITED

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, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

for **KRISHNAN & GIRI**
Chartered Accountants

Chennai
Date : 22nd August, 2013.

R.Saptagiri
Partner
Membership No.38623
Firm No:001512S

KUMBHAT FINANCIAL SERVICES LIMITED

**KUMBHAT FINANCIAL SERVICES LIMITED, CHENNAI
ANNEXURE REFERRED TO IN PARA '1' OF OUR REPORT OF EVEN DATE**

The Annexure referred to in paragraph 1 of the our report of even date to the members of Kumbhat Financial Services Limited on the accounts of the company for the year ended 31st March, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
(c) In our opinion and according to the information and explanations given to us, no fixed asset has been disposed during the year and therefore does not affect the going concern assumption.
2. (a) As explained to us, inventory of shares other than in demat form have been physically verified during the year by the management at reasonable intervals. Shares held in demat form have been duly confirmed by the Depository.
(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records. Further stock of shares in demat form is confirmed by the depository.
3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, the provisions of clauses iii (b), iii(c) and iii (d) of the order are not applicable to the Company.
(b) There are no loans taken from any party listed in the register maintained u/s 301 of companies Act, 1956. according to the information and explanations given to us and on the basis of our examination of the books of account.
4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories & fixed assets and payment for expenses & for sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
5. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.

KUMBHAT FINANCIAL SERVICES LIMITED

- b) As per information & explanations given to us and in our opinion, there are no transactions entered into by the company with parties covered u/s 301 of the Act and therefore requirement of reasonableness of transactions does not arise.
6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956.
7. As per information & explanations given by the management, the Company has an internal audit system commensurate with its size and the nature of its business.
8. As per information & explanation given by the management, maintenance of cost records has prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act are not applicable to the Company.
9. (a) According to the information and explanations given to us there are no undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable or any other statutory dues outstanding as on 31st of March, 2013 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.
10. The Company does not have any accumulated loss and has not incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year.
11. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
14. According to information and explanations given to us, in respect of shares traded by the company proper records & timely entries have been maintained in this regard & further investments are held in their own name.
15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
16. Based on our audit procedures and on the information given by the management, we report that the company has not raised any term loans during the year.

KUMBHAT FINANCIAL SERVICES LIMITED

- ~~17. Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at 31st March, 2013, we report that no funds raised on short-term basis have been used for long-term investment by the Company.~~
18. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.
19. The Company has no outstanding debentures during the period under audit.
20. The Company has not raised any money by public issue during the year.
21. 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.

for **KRISHNAN & GIRI**
Chartered Accountants

Chennai
Date : 22nd August 2013

R. Saptagiri
Partner
M No: 38623
Firm No: 001512S

KUMBHAT FINANCIAL SERVICES LIMITED, CHENNAI
ANNEXURE REFERRED TO IN PARA '3' OF OUR REPORT OF EVEN DATE

1. The Company had earlier received the 'Certificate of Registration' from the Reserve Bank of India, Pursuant to Section 45-1A of the Reserve Bank of India Act, 1934 (2 of 1934), which is still in force.
2. In the meeting of Board of Directors held on 04th February 2011 at the registered office of the Company, the Board of Directors has passed a resolution for non-acceptance of any public deposits.
3. The Company has not accepted any public deposits during the year.
4. During the year the company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable.

for **KRISHNAN & GIRI**
Chartered
Accountants

Chennai
Date : 22nd August, 2013

R. Saptagiri
Partner
M No : 38623
Firm Regn No:001512S

KUMBHAT FINANCIAL SERVICES LIMITED

Balance Sheet as at 31 March 2013

Equity and Liabilities	Notes	As at 31st March 2013 Rs.	As at 31st March 2012 Rs.
Shareholders' Fund			
Share capital	1	47,500,000	47,500,000
Reserves and surplus	2	<u>14,414,602</u>	<u>13,893,772</u>
		61,914,602	61,393,772
Non Current Liabilities			
Deferred Tax Liabilities	3	1,916,025	1,949,503
Current Liabilities			
Short Term Borrowngs	4	600,000	800,000
Short-term provisions	5	291,182	816,138
Other current liabilities	6	<u>141,936</u>	<u>109,228</u>
		1,033,118	1,725,366
Total		64,863,745	65,068,641
Assets			
Non-Current Assets			
Fixed assets			
Tangible assets	7	4,090,181	4,181,553
Loans And Advances	8	49,288,700	51,907,735
Long-term loans and advances	9	2,874,406	2,874,406
Other non-current assets	10	<u>1,932,657</u>	<u>1,513,652</u>
		58,185,944	60,477,346
Current Assets			
Inventories	11	2,071,105	2,085,893
Cash and bank balances	12	1,551,201	1,357,195
Short-term loans and advances	13	<u>3,055,495</u>	<u>1,148,207</u>
		6,677,801	4,591,295
Total		64,863,745	65,068,641

Summary of Significant accounting policies

The accompanying notes form an intergal part of the financial statements.

As per our report of even date

For KRISHNAN & GIRI

Firm Registration Number : 001512S

Chartered Accountants

For on behalf of the board of directors of
Kumbhat Financial Services Limited

R SAPTAGIRI

Partner

MNo : 38623

Place : Chennai

Date : 22/08/2013

Shanti Kumbhat
[Managing Director]

Ajit Kumbhat
[Director]

Ganpat Bagmar
[Director]

Uma Maheswari
[Director]

Ramabadran
[Director]

KUMBHAT FINANCIAL SERVICES LIMITED

Statement of Profit and Loss for the year ended 31 March 2013

	Notes	Year ended 31st March 2013 Rs.	Year ended 31st March 2012 Rs.
Continuing Operations			
Revenue from operations	14	4,630,611	3,656,082
Other income	15	336,100	-
Total revenue (I)		4,966,711	3,656,082
Expenses			
Increase/decrease in inventories	16	14,788	140,177
Employee benefit expenses	17	237,971	237,971
Finance Cost	18	21,767	253,655
Operating & Other Expenses	19	3,902,761	1,653,471
Depreciation and Amortisation Expense	7	91,372	111,370
Total (II)		4,268,659	2,396,644
Earnings before interest, tax, depreciation and amortisation (EBITDA) (I)-(II)		698,052	1,259,438
Less : Tax expenses			
Current Tax		210,700	400,000
Deferred Tax		(33,478)	(39,657)
Total tax expenses		177,222	360,343
Profit/(loss) for the year		520,830	899,095

Earnings per equity share [nominal value of share Rs.10]

	Face value Rs.		
Basic			
Computation on the basis of total profit for the year	10	0.11	0.19
Diluted			
Computation on the basis of total profit for the year	10	0.11	0.19

Summary of Significant accounting policies

The accompanying notes form an integral part of the financial statements.

As per our report of even date

For KRISHNAN & GIRI

Firm Registration Number : 001512S

Chartered Accountants

For on behalf of the board of directors of
Kumbhat Financial Services Limited

R SAPTAGIRI

Partner

MNo : 38623

Place : Chennai

Date : 22/08/2013

Shanti Kumbhat
[Managing Director]

Uma Maheswari
[Director]

Ajit Kumbhat
[Director]

Ramabadrans
[Director]

Ganpat Bagmar
[Director]

KUMBHAT FINANCIAL SERVICES LIMITED

**CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET PURSUANT TO
CLAUSE 32 OF THE LIST AGREEMENT**

	31st March 2013 Rs.	31st March 2012 Rs.	
A. CASH FLOW FROM OPERATING ACTIVITIES :			
Net Profit	520830		899095
Adjustment for			
Provision for Taxation	210700	400000	
Provision for Non Performing Assets	0	0	
Provision for Gratuity	16971	16971	
Depreciation	91372	111370	
Deferred Tax	(33478)	(39657)	
Provision for Non Performing Assets Written Back	0	0	
	285565		488684
Operating profit before Tax	806395		1387779
Changes in Working Capital			
Decrease/(increase) in Loans	2200655	(2300509)	
Decrease/(Increase) in Other Advances		2250	
Decrease/(Increase) in Trade Recble	(419005)		
Decrease/(Increase) in Lease Rent Receivable	418380	871724	
Increase/(Decrease) in Advance Tax	(1907288)	(338567)	
Increase/(Decrease) in Provisions	(752627)	(969974)	
Increase/(Decrease) in Current Liabilities	32708	(124500)	(2859576)
NET CASH FLOW FROM OPERATING ACTIVITIES	379218		(1471797)
B. CASH FLOW FROM INVESTING ACTIVITIES :			
Decrease/(Increase) in Stock-in-trade	14788	140177	
Purchase of Fixed Asset	-	-	
NET CASH FLOW FROM INVESTING ACTIVITIES	14788		140177
C. CASH FLOW FROM FINANCING ACTIVITIES :			
Increase/(Decrease) on Borrowings	(200000)		
NET CASH FLOW FROM INVESTING ACTIVITIES	(200000)	800000	800,000
Net Increase/(Decrease) in Cash Flow	194006		(531621)
Opening Cash and Bank Balance	1357195		1888815
Closing Cash and Bank Balance	1551201		1357195

For and on behalf of the Board

Shanti Kumbhat

Managing Director

Auditors' Report

We have verified the attached Cash Flow Statement of Kumbhat Financial Services Limited, derived from audited financial statements and the books and records maintained by the Company for the years ended 31st March 2012 and 31st March 2011 and found the same in agreement therewith.

Chennai
Date : 22/08/2013

for **Krishnan & Giri**
Chartered Accountants
R Saptagiri
Partner
M No: 38623
Firm Regn No: 001512S

KUMBHAT FINANCIAL SERVICES LIMITED

KUMBHAT FINANCIAL SERVICES LIMITED

Notes to financial statement for the year ended 31 March 2013

1	SHARE CAPITAL	31 March 2013 Rs.	31 March 2012 Rs.
	Authorised Share 1,00,00,000 number of Equity shares of Rs.10 each	100,000,000	100,000,000
	Issued, Subscribed and Fully Paid up Share Capital: 47,50,000 number of Equity shares of Rs.10 each	47,500,000	47,500,000
	Total issued, subscribed and fully paid up share capital	47,500,000	47,500,000

a. Reconciliation of share outstanding at the beginning and at the end of the reporting period

Equity shares	31 March 2013		31 March 2012	
	No of shares	Rs.	No of shares	Rs.
At the beginning of the period	4,750,000	47,500,000	4,750,000	47,500,000
Outstanding at the end of the period	4,750,000	47,500,000	4,750,000	47,500,000

b Details of shareholders holding more than 5% shares in the company

Nil

Nil

2	RESERVES AND SURPLUS	31 March 2013 Rs.	31 March 2012 Rs.
	Statutory Reserve		
	Balance at the beginning of the year	3,465,000	3,265,000
	Add: Transfer from Surplus in the statement of Profit & Loss	200,000	200,000
	Closing Balance	3,665,000	3,465,000
	General Reserve		
	Balance at the beginning of the year	8,019,716	3,019,716
	Add: Transfer from Surplus in the statement of Profit & Loss	-	5,000,000
	Closing Balance	8,019,716	8,019,716
	Surplus/(deficit) in the statement of profit and loss		
	Balance at the beginning of the year	2,409,056	6,709,961
	Profit for the year	520,830	899,095
	Less:		
	Transfer to Statutory Reserve	(200,000)	(200,000)
	Transfer to General Reserve	-	(5,000,000)
	Net surplus in the statement of profit and loss	2,729,886	2,409,056
	Total reserve and surplus	14,214,602	13,893,772

KUMBHAT FINANCIAL SERVICES LIMITED

3 DEFERRED TAX LIABILITY	31 March 2013 Rs.	31 March 2012 Rs.
Fixed Assets: Impact of difference between tax depreciation and derprection/amortisation charged to the financial statement	1,916,025	1,949,503
	1,916,025	1,949,503
4 SHORT TERM BORROWINGS		
From Directors (Unsecured)	600,000	800,000
	600,000	800,000
5 SHORT TERM PROVISIONS		
a Provision for post employment benefits		
- Provision for Gratuity	80,482	63,511
b Other Porvision		
- Provision for Non- Performing Assets	-	-
- Provision for Income Tax	210,700	752,627
	291,182	816,138
6 OTHER CURRENT LIABILITIES		
a Sundry Creditors for Expenses	141,936	108,228
b TDS Payable	1,000	1,000
	141,936	109,228
8 RECEIVABLES FROM FINANCING ACTIVITY		
a) Loans (Unsecured)		
- Considered good	49,288,700	51,489,355
A	49,288,700	51,489,355
b) Lease Rental Receivale (Unsecured)		
- Considered good	-	418,380
B	-	418,380
	49,288,700	51,907,735
9 LONG TERM LOANS AND ADVANCES		
Capital Advances	2,871,406	2,871,406
Deposits	3,000	3,000
	2,874,406	2,874,406

7 : FIXED ASSETS

	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As on 01.04.2012	ADDITIONS	As at 31.03.2013	UPTO 31.03.2012	FOR THE YEAR	UPTO 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
A. Tangible Assets								
Office Equipments	12750		12750	12437	57	12494	256	313
Computers	322970	0	322970	299830	11854	311684	11286	23140
Vehicles	1262220		1262220	1247262	366	1247628	14592	14958
Plant & Machinery	7705498		7705498	6382094	79095	6461189	1244309	1323404
Water Polution	4700000		4700000	1111644	0	1111644	3588356	3588356
Control Equipments (A)	14003438	0	14003438	9053267	91372	9144639	4858799	4950171
Less: Lease Terminal Adjustment	14003438	0	14003438	9053267	91372	9144639	768618 4090181	768618 4181553
Previous year Figures	14003438	0	14003438	8803783	138114	8941897	4292923	4431037

Note : 1. Depreciation has been provided on 'Written Down Value' method in accordance with the rates specified in Schedule XIV to the Companies Act, 1956

KUMBHAT FINANCIAL SERVICES LIMITED

		31 March 2013 Rs.	31 March 2012 Rs.
10	OTHER NON- CURRENT ASSET		
	Trade Receivables	1,514,277	1,513,652
	Lease Rent Receivable	418,380	-
		1,932,657	1,513,652
11	INVENTORIES (Valued at lower of Cost or Net realizable value)		
	Stock of Equity Shares		
	- Quoted Shares (Fully Paid)	371,105	385,893
	- Unquoted Shares (Fully paid)	1,700,000	1,700,000
		2,071,105	2,085,893
12	CASH AND BANK BALANCES Cash and cash equivalents		
	Balances with banks:		
	- On current accounts	560,834	839,630
	Cash on hand	990,367	517,565
		1,551,201	1,357,195
13	SHORT TERM OTHER LOANS AND ADVANCES		
	Short Term Loans & Advances	2,252,668	-
	Advance Payment of Income Tax	672,712	1,148,207
	TDS	130,115	-
		3,055,495	1,148,207
14	REVENUE FROM OPERATIONS		
	a) Income from Financing Activity		
	Interest on Loan	4,627,420	3,648,041
	b) Dividend Received	3,191	8,041
		4,630,611	3,656,082
15	OTHER INCOME		
	a) Sale of shares	336,100	-
		336,100	-
16	DECREASE IN STOCK IN TRADE		
	Closing Stock of Shares	2,071,105	2,085,893
	Less: Opening Stock of Shares	2,085,893	2,226,070
		(14,788)	(140,177)

KUMBHAT FINANCIAL SERVICES LIMITED

	31 March 2013	31 March 2012
	Rs.	Rs.
17 EMPLOYEES REMUNERATION & BENEFITS		
Salaries, Bonus and Commission	204,000	204,000
Director sitting Fees	17,000	17,000
Gratuity provision	16,971	16,971
	237,971	237,971
18 FINANCE COST		
Interest Payments	13,740	246,787
Bank Charges	8,027	6,868
	21,767	253,655
19 OPERATING AND OTHER EXPENSES		
Rent and Amenities	96,000	96,000
Postage and Telephone	-	49,200
Printing and Stationery	53,000	45,000
Listing, Share transfer Exp & Filing fees	41,813	152,944
Travelling & conveyance	14,853	28,350
Advertisement charges	8,539	58,835
AGM Expenses	72,942	163,933
Payment to Auditors - Statutory Audities	33,708	33,708
Professional Charges	20,000	63,069
Miscellaneous Expenses	5,000	39,664
Bad Debts W/off	3,545,443	922,768
Income tax	11,463	-
	3,902,761	1,653,471

20 CONTINGENT LIABILITIES AND COMMITMENTS:

20.1 CONTINGENT LIABILITES		
Claims against the company not acknowledged as debts	Nil	Nil
20.2 COMMITMENTS:		
a. Estimated amount of Contracts remaining to be executed on capital account not provided for	Nil	Nil
b. Other commitments	Nil	Nil

KUMBHAT FINANCIAL SERVICES LIMITED

21 EMPLOYEE BENEFITS OBLIGATIONS

21.1 Defined Contribution Plans :

The benefits of the defined contribution plan in the form of provident fund is not applicable to the company

21.2 Defined Benefit Plans :

The company offers its employees defined benefit plans in the form of gratuity (a lump sum amount). Benefits under the defined benefit plans are based on years of service and the employees last drawn salary immediately before exit. The gratuity scheme covers substantially all regular employees. However the company has not created any fund in accordance with the scheme. Commitments are actuarially determined at year end. On adoption of the revised Accounting

Standard (AS 15) on "Employee Benefits" notified under the Companies (Accounting Standards) Rules, 2006, actuarial valuation is done based on "Projected Unit Credit Method". Gains and loss of changed actuarial assumptions are charged to Profit & Loss Account. The obligation for leave Encashment benefits is not recognized.

The net value of the defined benefit commitment is detailed below:

Obligation	Gratuity (Non Funded)	
	As at 31.03.2013 Rs.	As at 31.03.2012 Rs.
Present Value of Obligation	80,482	46,540
Fair Value of Plan Assets	Nil	Nil
Net Liability Recognized in the Balance Sheet	80,482	46,540

Plan Assets	Gratuity (Non Funded)	
	As at 31.03.2013 Rs.	As at 31.03.2012 Rs.
Opening Balance	Nil	Nil
Expected Return	Nil	Nil
Contribution by the Company	Nil	Nil
Benifies Paid	Nil	Nil
Acturial Gain	Nil	Nil
Closing Balance 31.03.2012	Nil	Nil

The company has not created any fund into which contributions are made. Hence furnishing of information on Return on Plan Assets does not arise

KUMBHAT FINANCIAL SERVICES LIMITED

Expenses recognized in the profit & Loss Account	Gratuity (Non Funded)	
	As at 31.03.2013 Rs.	As at 31.03.2012 Rs.
Current Service Cost	16,149	16,149
Interest Cost	2,366	2,366
Expected Return on Plan Assets	Nil	Nil
Benefites paid Directly	Nil	Nil
Net Acturial (Gain) / Losses	(1,544)	(1,544)
Expenses Charges to Profit & Loss Account	16,971	16,971

Actuarial Calculations used to Estimate defined benefit commitments and expenses are based on the following assumptions, which if charged, would affect the defined benefit commitment's size.

	Gratuity (Non Funded)Year Ended 31.03.2013
Rate of Discount applied	8%
Expected salary scalation	5%
Expected return on Plan Assets	Does not arise
Mortality Table Used	LIC (1994-96) Ultimate Mortality table

The Institute of Chartered Accountants of India, in May 2007 released its Guidance on the implementation of the Revised Accounting Standard on 'Employee Benefits" (AS 15 Revised 2005). The present value of the obligation, Acturial assumptions and its charge to the Profit & Loss Account and has been adopted by the company in the financial year 2010-11.

22 RELATED PARTY DISCLOSURE:- (AS 18)

22.1	Director's Remuneraton	204,000	204,000
22.2	Towards Rent - Kumbhat & Co	96,000	96,000

23 Figures for the Previous period have been regrouped/ rearranged wherever necessary.

As per our report of even date

For KRISHNAN & GIRI

Firm Registration Number : 001512S

Chartered Accountants

For on behalf of the board of directors of
Kumbhat Financial Services Limited

R SAPTAGIRI

Partner

MNo : 38623

Shanti Kumbhat
[Managing Director]

Ajit Kumbhat
[Director]

Ganpat Bagmar
[Director]

Uma Maheswari
[Director]

Ramabadran
[Director]

Place : Chennai

Date : 22/08/2013

KUMBHAT FINANCIAL SERVICES LIMITED

SIGNIFICANT ACCOUNTING POLICIES 1. ACCOUNTING CONVENTION:

1. The accounts have been prepared under the historical cost convention.
2. Income and Expenditure recognition :
 - a) Lease Income is accounted as per the terms of the respective lease agreements.
 - b) Interest on loans are accounted for on accrual basis.
 - c) Dividend on shares and other incomes are accounted for on receipt basis.
 - d) All items of expenditure are accounted for on accrual basis.
3. The Company has followed the prudential norms as prescribed by the Reserve Bank of India under Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions 1998 as amended from time to time.
4. Depreciation / Amortisation policy : Depreciation on assets is provided on the Written Down Value Method at the rates prescribed in Schedule XIV to the Companies Act, 1956. The Cost of the leased assets is amortised during the lease period, for all the assets acquired since inception, as recommended in the "Guidance Note on Accounting for Leases (Revised)" issued by the Institute of Chartered Accountants of India. Depreciation has not been provided on repossessed assets pending the sale and / or realization of the assets since the assets are not put into use after such repossession.
5. Valuation of Fixed Assets :
Fixed Assets are carried at historical cost less accumulated depreciation.
6. Inventory of Shares :
Shares and Securities are valued at Cost or market price whichever is lower.
7. Compliance with Accounting Standards :
Appropriate Accounting Standards have been duly considered while preparing the financial and other statements.
8. Retirements Benefits:

Retirement benefits are accounted for on Accrual basis as per Revised Accounting Standard –15 on the basis of actuarial valuation.
9. Accounting for Taxes on Income (AS 22)

Deferred Tax Assets / Liability is recognized as per Accounting Standard AS 22 on 'Accounting for taxes on Income' issued by The Institute of Chartered Accountants of India.

KUMBHAT FINANCIAL SERVICES LIMITED

NOTES ON ACCOUNTS

24. Contingent Liabilities. : Nil

25. **MANGERIAL REMUNERATION :** **31.03.2013** **31.03.2012**

Director Sitting Fees 17,000 17,000

26. Other information pursuant to paragraph 4C and 4D of part II Schedule VI to the Companies Act, 1956 is not applicable to the Company.

27. INFORMATION IN RESPECT OF OPENING STOCK, PURCHASES, SALES AND CLOSING STOCK OF SHARES TRADED IN :

ACCOUNTING YEAR ENDED	OPENING STOCK		PURCHASES		SALES		CLOSING STOCK	
	QTY	VALUE	QTY	VALUE	QTY	VALUE	QTY	VALUE
31 st March 2013	40000	19.14	NIL	NIL	NIL	NIL	40000	19.14
31 st March 2012	40000	19.14	NIL	NIL	NIL	NIL	40000	19.14

For KRISHNAN & GIRI

Firm Registration Number : 001512S

Chartered Accountants

For on behalf of the board of directors of

Kumbhat Financial Services Limited

R SAPTAGIRI

Partner

MNo : 38623

Shanti Kumbhat
[Managing Director]

Ajit Kumbhat
[Director]

Ganpat Bagmar
[Director]

Uma Maheswari
[Director]

Ramabadrn
[Director]

Place : Chennai

Date : 22/08/2013

KUMBHAT FINANCIAL SERVICES LIMITED

SCHEDULE

As required in terms of paragraph 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

1. Borrower group-wise classification of all Land Assets.

Nil

Nil

2. Borrower group-wise classification of all loans and advances

Category	Amount of Provisions		Particulars	Amount of	
	Secured	Category		Total	Secured
1. Related Parties		1. Gross Non Performing Assets			
(a) Subsidiaries	Nil	(a) Related Parties	Nil	Nil	
(b) Companies in the Sale Group	Nil	(b) Subsidiaries Related Parties	Nil	Nil	
(c) Other related Parties	Nil	(c) Companies in the Sale Group	Nil	Nil	
2. Other than related parties	Nil	2. Gross Non Performing Assets	7058184	785477	
Total	Nil	(a) Other than Related Parties	4153062	4153062	
		(b) Other than Related Parties	4918826	474177	
		3. Total	474177	474177	
		3. Total	474177	474177	

1. Other Information.

KFSL

KUMBHAT FINANCIAL SERVICES LIMITED

KUMBHAT FINANCIAL SERVICES LIMITED
Registered Office : 144, N.S.C.Bose Road, Chennai – 600 079.

PROXY FORM

I / We _____ of _____
being a Member / Members of KUMBHAT FINANCIAL SERVICES LIMITED hereby appoint
_____ of _____ or
failing him _____
for me / us on my / our behalf at the 20th ANNUAL GENERAL MEETING of the said Company to be
held on Thursday, 26th September, 2013 at 09.15 A.M. at Bhartiya Vidhya Bhavan New No.18,20,22
East Mada Street, Mylapore, Chennai-600004 and at any adjournment there of.

Signed this _____ day _____ of 2013

Signature(s) of the Member(s) _____

Folio No. _____

N.B. (i) This proxy must be deposited at the Registered Office of the Company, not latter than 48
hours before the time of the meeting. A proxy need not be a member of the Company.
Shareholder / Proxy holder wishing to attend the meeting must bring the Attendance Slip to
the Meeting and handover the same at the entrance duly signed.

.....TEAR HERE.....

KUMBHAT FINANCIAL SERVICES LIMITED
Registered Office : 144, N.S.C. Bose Road, Chennai – 600 079.

ATTENDANCE SLIP

To be handed over at the entrance of the Meeting Hall hereby record my presence at the 20th ANNUAL
GENERAL MEETING at Bhartiya Vidhya Bhavan New No.18,20,22 East Mada Street, Mylapore,
Chennai-600004, on Tuesday, the 26th September 2013 at 09.15 A.M.

Name of the Member _____

Folio No. _____

Name of Proxy / Representation (In Block Letter) _____

(To be filled in the Proxy attends instead of the Member)

Signature of the Member / Proxy present _____

BOOK POST
PRINTED MATTER

To

If undelivered please return to :

KUMBHAT FINANCIAL SERVICES LIMITED

144, N.S.C. Bose Road, Chennai - 600 079.