



AUDITORS' REPORT

To
The Member of Jeco Exports & Finance Ltd.

1. Report on the Financial Statements

We have audited the accompanying financial statements of M/s Jeco Exports & Finance Limited, which comprise the Balance Sheet as at 31st March 2014, the Statement of Profit & Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information/notes.

2. 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 financial position and 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.

3. 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 of Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.

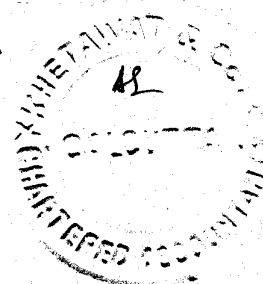
4. Opinion

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, 2014;
- (b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;

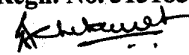
And

- (c) In case of Cash Flow Statement, of the cash flows for the year ended on that date.



5. Report on Other Legal and Regulatory Requirements

- A) As required by the Companies (Auditor's Report) Order, 2003, as amended in 2004, 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
- B) i) 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;
- ii) 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;
- iii) The Balance Sheet and the Statement of Profit and Loss dealt with by this report, are in agreement with the Books of Accounts;
- iv) In our opinion, the Balance Sheet and the Statement of Profit and Loss dealt with by this report, comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable;
- v) On the basis of written representation received from the Directors, as on 31st March, 2014 and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st 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;
- vi) 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 KHETAWAT & CO.
Chartered Accountants
Regn. No. 313185E

(AAYUSH KHETAWAT)
Partner
M.No. 300290

Place: Kolkata

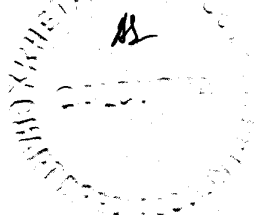
Dated: 24 JUL 2014





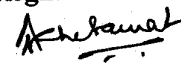
**Annexure to Auditors' Report of
Jeco Exports & Finance Ltd**

- 1) a) The Company, in our opinion, has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
b) In our opinion, the Fixed Assets have been physically verified by the Management at reasonable intervals having regard to the size of the company and nature of its assets. No material discrepancies between Book records and the physical inventory are reported to have been noticed
c) In our opinion, the Company has not disposed off any substantial part of its Fixed Assets, so as to affect its Going Concern status.
- 2) a) The Inventories lying with the company are reported to have been physically verified by the Management, during the year. In our opinion, the frequency of verification is reasonable.
b) The procedures of physical verification of inventories followed by the Management are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.
c) On the basis of our examination of records of the inventory, in our opinion, the Company is maintaining proper records of inventory and no material discrepancies are reported to have been noticed on physical verification.
- 3) According to the records of the company as produced before us and according to the information and explanations given to us, the company has, during the year, neither granted nor taken any loan, Secured or Unsecured, to/from the Companies, Firms or other parties covered in the Register maintained u/s 301 of the Companies Act, 1956 and, accordingly, Provisions of clause 4(iii) of the order are not applicable.
- 4) In our opinion and on the basis of test checks carried out by us and according to the information and explanations given to us and considering the explanation given by the Management where alternative sources and/or evidences not being available, it appears that there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods, as applicable to it.
Further, on the basis of our examination, and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of continuous major weakness in the aforesaid Internal control procedure.
- 5) a) According to the information and explanations given to us and on the basis of our examination, we are of the opinion that the particulars of all contracts or arrangements that need to be entered into the register maintained u/s 301 of the Companies Act, 1956 have been so entered.
b) In our opinion and according to the information and explanations given to us and on the basis of test check carried out by us, it appears that the transactions made in pursuance of contracts or arrangements exceeding the value of rupees five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- 6) In our opinion and according to the information and explanation given to us, the company has not accepted deposit from the public during the year under the provision of section 58A or 58AA and other relevant provisions of the Companies Act, 1956, read with the rules framed there under.
- 7) The Internal Audit is conducted departmentally. However, the System needs improvement.
- 8) On the basis of our knowledge and according to the information and explanation given to us, the Central Government has not prescribed for the maintenance of Cost records u/s 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.
- 9) a) According to the information and explanations given to us and according to the books and records produced before us and examined by us, in our opinion, the company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax and other material statutory dues applicable to it.



- b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Excise Duty, Service Tax and Cess were in arrears, as at 31.03.2014 for a period of more than six months from the date they became payable.
- c) According to the information and explanation given to us there are no dues at the end of the year of sale tax, income tax, sales tax, service tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- 10) a) The Company has no accumulated loss as at the end of the year.
- b) The company has not incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year
- 11) According to the records of the Company and as per the information and explanation given to us, the Company has not taken any loan from the Financial Institutions, Banks or Debenture Holders during the year.
- 12) According to the information and explanation given to us, the company has not granted any loan or advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) According to the information and explanation given to us, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the company.
- 14) In respect of dealing / trading in Shares, Securities, debentures and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares and other securities have been held by the Company in its own name except to the extent of exemption granted u/s 49 of the Companies Act, 1956.
- 15) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from Banks or Financial Institutions during the year.
- 16) On the basis of records examined by us and information and explanations given to us, the company has not obtained any term loan during the year.
- 17) We have been informed by the Management that no short-term funds have been used for Long Term Investment.
- 18) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties or companies covered in the Register maintained u/s 301 of the Companies Act, 1956.
- 19) The Company did not have any outstanding debentures during the year.
- 20) The Company has not raised any money by Public issue during the year.
- 21) Based upon the audit procedures performed and according to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the course of our audit.

For KHETAWAT & CO.
Chartered Accountants
Regn. No. 313185E


(AAYUSH KHETAWAT)
Partner
M.No. 300290

Place: Kolkata

Date: 24 III 2014



JECO EXPORTS & FINANCE LTD.

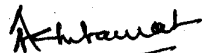
BALANCE SHEET AS AT 31 MARCH, 2014

<u>PARTICULARS</u>	<u>NOTE</u>	<u>31 March, 2014</u>	<u>31 March, 2013</u>
A EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	1	14,820,000	14,820,000
Reserves and surplus	2	4,255,014	1,907,338
		19,075,014	16,727,338
Non-Current Liabilities			
Long-term borrowings	3	96,000	96,000
		96,000	96,000
Current Liabilities			
Trade payables		103,077	161,266
Other current liabilities	4	245,194	259,958
		348,271	421,224
TOTAL		19,519,285	17,244,562
B ASSETS			
Non-Current Assets			
Fixed assets			
Tangible assets	5	353,161	396,315
Non-current investments	6	18,156,838	15,928,401
Deferred tax assets (net)	18	541,913	523,436
Long-term loans and advances	7	73,500	78,500
		19,125,412	16,926,652
Current Assets			
Inventories	8	79,667	61,725
Cash and cash equivalents	9	279,649	232,001
Other current assets	10	34,557	24,184
		393,873	317,910
TOTAL		19,519,285	17,244,562
Accounting Policies & Additional Disclosure to Financial Statement	18		

Notes 1 to 10 and 18 referred to above form an integral part of the Balance Sheet

Signed in terms of our report
of even date annexed hereto

For Khetawat & Co.
Chartered Accountants

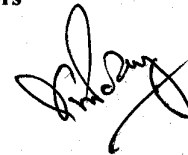


AAYUSH KHETAWAT
Partner
Membership No. : 300290

Place : Kolkata

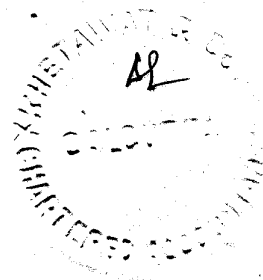
Date : 24 JUL 2014

For and on behalf of the Board of
Directors



Jaxmi Kant Parwa

D
I
R
E
C
T
O
R
S



JECO EXPORTS & FINANCE LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2014

PARTICULARS	NOTE	(Amount in ₹)	
		31 March, 2014	31 March, 2013
A INCOME			
Revenue from operations	11	3,185,461	815,390
Other income	12	192,000	112,000
TOTAL		3,377,461	927,390
B EXPENSES			
Purchases of stock-in-trade	13	672,927	537,733
Changes in inventories of Stock-in-Trade	14	(17,942)	(3,431)
Employee benefit expenses	15	16,854	16,854
Depreciation and amortisation expense	5	43,154	49,610
Other expenses	16	330,583	1,436,513
TOTAL		1,045,576	2,037,279
Profit / (Loss) before exceptional items and tax (A -		2,331,885	(1,109,889)
Exceptional items	17	2,685	12,785
Profit / (Loss) before tax		2,329,200	(1,122,674)
Tax expense:			
Deferred tax		(18,477)	(32,512)
Total		(18,477)	(32,512)
Profit / (Loss) for the year		2,347,677	(1,090,162)
Earnings per share :		1.58	(0.74)
Accounting Policies & Additional Disclosure to Financial Statement	18		

Notes 5 and 11 to 18 referred to above form an integral part of the Statement of Profit & Loss

Signed in terms of our report
of even date annexed hereto
For Khetawat & Co.
Chartered Accountants

Aayush Khetawat
AAYUSH KHETAWAT
Partner
Membership No. : 300290

Place : Kolkata
Date :

124 JUL 2014

For and on behalf of the Board of
Directors

Sanjay

Sanjay Kant Parwar

D
I
R
E
C
T
O
R
S



JECO EXPORTS & FINANCE LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2014
(Pursuant to Clause 32 of the Listing Agreement with the Stock Exchange)

	<u>2013-2014</u>	<u>2012-2013</u>
A: CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	2,331,885	(1,109,889)
Adjustments For :		
Provision for Diminution	(2,228,437)	1,138,527
Depreciation	43,154	49,610
Dividend	(163,243)	(124,943)
Profit on sale of Investment	-	(63,250)
Sundry Balance w/o	5,000	11,131
Interest	(11,136)	(4,130)
	<u>(2,354,662)</u>	<u>1,006,946</u>
OPERATING PROFIT BEFORE WORKING CAPITAL	(22,777)	(102,943)
(Increase)/ Decrease in Inventories	(17,942)	(3,431)
(Increase)/ Decrease in Trade & Other Receivables	-	7,824
Increase/ (Decrease) in Trade & Other Payables	(72,954)	4,819
Increase/ (Decrease) in Current Assets	(10,372)	-
Interest on Arrear Payments	(2,685)	(12,785)
	<u>(103,953)</u>	<u>(3,574)</u>
CASH FLOW BEFORE EXTRAORDINARY ITEMS	(126,731)	(106,516)
Extraordinary Items		
NET CASH USED IN OPERATING ACTIVITIES : (A)	<u>(126,731)</u>	<u>(106,516)</u>
B: CASH FLOW FROM INVESTING ACTIVITIES		
Dividend Received	163,243	124,943
Interest on Investment	11,136	-
Sale of Investment	-	74,750
Deposits received	-	96,000
	<u>174,379</u>	<u>295,693</u>
NET CASH FROM INVESTING ACTIVITIES : (B)	<u>174,379</u>	<u>295,693</u>
C: CASH FLOW FROM FINANCING ACTIVITIES: (C)		
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	47,648	189,176
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	232,000	42,824
CASH & CASH EQUIVALENTS AS AT THE END OF THE YEAR	<u>279,648</u>	<u>232,000</u>

We have verified the above Cash Flow Statement of M/s. JECO EXPORTS & FINANCE LTD. for the year ended 31 March, 2014. The Statement, has been prepared by the Company in accordance with the requirements of listing agreements with the Stock Exchanges, and is based on and is in agreement with the corresponding Profit & Loss account & Balance Sheet of the Company covered by our report of even date to the members of the Company.

For Khetawat & Co
Chartered Accountants

A. Khetawat

AAYUSH KHETAWAT
Partner
Membership No. : 300290

9, Lal Bazar Street,
Kolkata - 700001

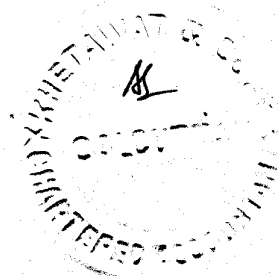
Date : **124 JUL 2014**

For and on behalf of the Board

Naxmi Kant Parwana

DIRECTORS

Naxmi Kant Parwana



JECO EXPORTS & FINANCE LTD.**Notes forming part of the Balance Sheet**

(Amount in ₹)

31 March, 2014**31 March, 2013****NOTE : 1 : SHARE CAPITAL**Authorised

Equity shares of ₹ 10 each

Issued, Subscribed and fully paid up

Equity shares of ₹ 10 each

No of shares	Amount	No of shares	Amount
1,500,000	15,000,000	1,500,000	15,000,000
1,482,000	14,820,000	1,482,000	14,820,000

- Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period :

NA

- Terms/rights attached to equity shares :

The company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

- Details of shareholders holding more than 5% shares :Name

Atash Properties & Finance P Ltd.
Moulshree Jhunjhunwala
Paramsukh Properties Pvt. Ltd.
Saroj Saraf
Satyam Mohatta
Vikram Jhunjhunwala

No of shares	% holding	No of shares	% holding
95,200	6.42%	95,200	6.42%
145,800	9.84%	145,800	9.84%
289,500	19.53%	289,500	19.53%
135,500	9.14%	135,500	9.14%
124,900	8.43%	124,900	8.43%
104,400	7.04%	104,400	7.04%

NOTE : 2 : RESERVES AND SURPLUSSpecial Reserve (Created under RBI Act)

Balance as per last Financial Statement

Created during the year (relating to earlier years)

Closing balance

Surplus in Statement of Profit and Loss

Balance as per last Financial Statement

Profit / (Loss) for the year

Transferred to Special reserve

Closing balance

1,786,428	1,786,428
469,535	Nil
2,255,963	1,786,428
120,910	1,211,072
2,347,677	(1,090,162)
(469,536)	Nil
1,999,051	120,910
4,255,014	1,907,338

NOTE : 3 : LONG-TERM BORROWINGS

Other long-term loans & advances

Secured	Unsecured	Secured	Unsecured
Nil	96,000	Nil	96,000
NIL	96,000	NIL	96,000

(Amount in ₹)

31 March, 2014

31 March, 2013

NOTE : 4 : OTHER CURRENT LIABILITIES

Bank Overdraft (due to overissue of cheques)
Statutory Liabilities
Liabilities for Expenses

	12,472	Nil
	8,500	7,687
	224,222	252,271
	245,194	259,958

NOTE : 5 : FIXED ASSETS

As per separate sheet attached

353,161	396,315
----------------	----------------

NOTE : 6 : NON-CURRENT INVESTMENTS**Non Trade Investment**

Investments in Equity Instruments

Quoted

- of other than associate entities

31 Infotech Ltd.

A B B

A.J. Brothers Ltd.

Aditya Birla Nuvo Ltd.

Alexon Extrusions Ltd.

Allahabad Bank

Alumeco

Ambuja Cements Ltd.

Ashok Leyland Ltd.

Ashok Leyland Ltd. (Bonus)

Balaore Alloys Ltd.

Bank of Rajasthan

BEL

BHEL

Bhoruka Aluminium Ltd.

Bombay Rayon Fashions Ltd.

BPCL

Century Extrusions Ltd.

Dabur India Ltd.

Dena Bank

Dr. Reddy

G E Shipping

Graphite India Ltd.

Great Offshore Ltd.

Gujrat NRE Coke Ltd. (Bonus)

Gujrat NRE Coke Ltd. (Bonus Class B)

Grasim

HDFC Bank

Hindalco Industries Ltd.

ICICI Bank Ltd

Indian Hotel

Infosys

Ing Vysya Bank

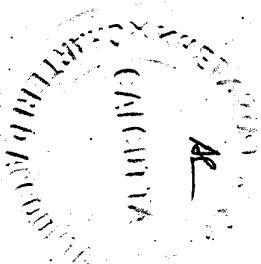
Karnataka Bank

No.	Amount	No.	Amount
400	37,088	400	37,088
750	138,163	750	138,163
200	3,000	200	3,000
15	2,395	15	2,395
100	1,300	100	1,300
1,608	128,808	1,608	128,808
100	954	100	954
7,500	448,263	7,500	448,263
2,000	45,473	4,000	45,473
2,000	Nil	2,000	Nil
378	9,900	378	9,900
Nil	Nil	Nil	Nil
75	69,204	75	69,204
1,000	65,687	1,000	65,687
200	2,000	200	2,000
100	7,000	100	7,000
160	65,990	160	65,990
4,830,225	6,979,871	4,830,225	6,979,871
840	25,138	840	25,138
3,455	98,728	3,455	98,728
520	214,475	520	214,475
80	19,432	80	19,432
500	29,159	500	29,159
20	4,979	20	4,979
5,770	Nil	5,770	Nil
672	Nil	672	Nil
10	12,182	10	12,182
190	12,516	190	12,516
1,700	115,558	1,700	115,558
794	178,671	794	178,671
1,476	109,603	1,476	109,603
40	55,657	40	55,657
568	94,750	568	94,750
960	69,176	960	69,176

NOTE : 5 : FIXED ASSETS

NOTE : 5 : FIXED ASSETS												(Amount in ₹)
Particulars	Rate	Gross block				Depreciation/ Ammortisation				Net Carrying Value	As at 31 March, 2013	
		Balance as at 01 April, 2013	Additions	Disposals/ Other adjustments	Balance as at 31 March, 2014	Upto Last Year	For the year	Adjustments	Upto 31 March, 2014			
A. Tangible Assets												
Factory Building	3.34	585,932	Nil	Nil	585,932	301,520	19,569	Nil	321,089	264,843	284,412	
Plant & Machinery	4.75	23,995	Nil	Nil	23,995	20,097	917	Nil	21,014	2,981	3,898	
Electric Installation	7.07	261,563	Nil	Nil	261,563	203,364	13,817	Nil	217,181	44,382	58,199	
Furniture & Fixture	6.33	88,887	Nil	Nil	88,887	84,362	159	Nil	84,521	4,366	4,525	
Office Equipment	6.33	423,187	Nil	Nil	423,187	377,906	8,692	Nil	386,598	36,589	45,281	
Total		1,383,564	Nil	Nil	1,383,564	987,249	43,154	Nil	1,030,403	353,161	396,315	
Previous year		1,383,564	Nil	Nil	1,383,564	937,639	49,610	Nil	987,249	396,315		

(Amount in ₹)



(Amount in ₹)

31 March, 2014

31 March, 2013

LIC Housing Finance	1,000	38,922	1,000	38,922
L N T	30	15,799	20	15,799
Man Aluminium Ltd.	62	Nil	62	Nil
Man Industries Ltd.	1,000	9,825	1,000	9,825
Merck Ltd.	60	31,198	60	31,198
NTPC Ltd.	838	51,956	838	51,956
Nalco	40	2,813	40	2,813
NHPC	200	6,831	200	6,831
Opto Circuits	132	5,128	102	5,128
Oriental Bank of Commerce	375	112,928	375	112,928
Orissa Extrusions Ltd.	100	2,235	100	2,235
Patni Engineering Ltd.	100	1,620	100	1,620
Pennar Aluminium Co.Ltd.	200	435	200	435
Pennar Profiles Ltd.	50	1,405	50	1,405
Petronet LNG Ltd.	170	11,412	170	11,412
Platinum Finance Limited.	3,000	30,000	3,000	30,000
Pricol	100	4,558	100	4,558
Punj Lloyd Ltd.	50	7,000	50	7,000
Rajasthan Tube	2,000	41,510	2,000	41,510
Reliance Capital	250	43,473	250	43,473
Reliance Industries Ltd	30	17,257	30	17,257
Steel Authority of India Limited	700	42,283	700	42,283
Subham Industries Ltd.	500	5,000	500	5,000
Sudal	100	1,944	100	1,944
S B I	10	11,532	10	11,532
Tata Gloval Beverage Ltd	550	41,932	550	41,932
Thermax	500	116,033	500	116,033
Titan Industries Ltd.	210	16,019	210	16,019
Titan Industries Ltd. (Bonus)	210	Nil	210	Nil
U.M.S. Radio Factory Ltd.	500	32,500	500	32,500
UCO Bank	1,000	25,132	1,000	25,132
Ultra Tech Cement	5	Nil	5	Nil
Vintage Securities Ltd.	236,700	2,305,183	236,700	2,305,183
Welspun Corporation Ltd.	25	2,762	25	2,762
Welspun Enterprise	1	Nil	Nil	Nil
Unquoted				
- of associates				
Kutir Udyog Kendra (I) Ltd.	230,100	1,451,125	230,100	1,451,125
- of other than associate entities				
Century Aluminium Mfg.Co.Ltd.	322,520	3,430,360	322,520	3,430,360
Gujrat NRE Power Ltd.	1,000	14,000	1,000	14,000
Vintage Capital Markets Ltd.	177,600	1,776,000	177,600	1,776,000
		18,753,230		18,753,230
		18,753,230		18,753,230
		596,392		2,824,829
		18,156,838		15,928,401
		6,671,485		6,671,485
		12,081,745		12,081,745
		17,335,382		13,708,345
Total				
Less: Provision for diminution in value of investments				
Aggregate amount of unquoted investments				
Aggregate amount of listed and quoted investments				
Market Value of quoted investments				

(B)

31 March, 2014

(Amount in ₹)
31 March, 2013**NOTE : 7 : LONG-TERM LOANS AND ADVANCES***(Unsecured, Unconfirmed, Considered good)*

Capital advances	29,500	34,500
Security deposits	44,000	44,000
Other Long-term loans and advances		
	73,500	78,500

- CY - Nil (PY - Nil) was due from Directors & other officers of the company and CY - Nil (PY - Nil) was due from Firms/ Private Limited companies in which director is partner or director/ member.

NOTE : 8 : INVENTORIES*(As taken, valued and certified by the Management)*

Stock-in-trade	79,667	61,725
	79,667	61,725

NOTE : 9 : CASH AND CASH EQUIVALENTS

Balances with banks

- Deposit accounts/ margin money
- Fixed Deposits
- Current Account

Cash in hand (As certified by the Management)

	100,000	100,000
	Nil	58,582
	179,649	73,419
	279,649	232,001

Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 *Cash Flow Statements* is ₹ 279,649/- (PY ₹ 232,001/-)

NOTE : 10 : OTHER CURRENT ASSETS

Interest Receivable

Balances with government authorities

- TDS and Income Tax (net of provisions)
- FBT (net of provisions)
- CST appeal
- WBS
- Input Tax Credit
- Income Tax Refundable
- FBT Refundable
- Service Tax

	13,824	4,130
	43	43
	3,918	3,918
	1,448	1,448
	430	430
	NIL	1,175
	1,387	1,387
	7,583	7,583
	5,924	4,070
	34,557	24,184

JECO EXPORTS & FINANCE LTD.**Notes forming part of the Statement of Profit & Loss**

PARTICULARS	(Amount in ₹)	
	31 March, 2014	31 March, 2013
NOTE : 11 : REVENUE FROM OPERATIONS		
Sale of goods	782,645	623,067
Interest income	11,136	4,130
Dividend income:		
from long-term investments	163,243	124,943
Adjustments to the carrying amount of investments - Reversal of reduction in the carrying amount of:		
long-term investments	2,228,437	Nil
Net gain on sale of:		
long-term investments	Nil	63,250
	3,185,461	815,390

NOTE : 12 : OTHER INCOME

Rent	192,000	112,000
	192,000	112,000

NOTE : 13 : PURCHASES OF STOCK-IN-TRADE

Purchase of good	672,927	537,733
	672,927	537,733

NOTE : 14 : CHANGES IN INVENTORIES OF STOCK-IN-TRADE

Inventories at the end of the year:		
Stock-in-trade	79,667	61,725
Inventories at the beginning of the year:		
Stock-in-trade	61,725	58,294
	(17,942)	(3,431)

(Increase) / Decrease

NOTE : 15 : EMPLOYEE BENEFIT EXPENSES

Managerial remuneration	16,854	16,854
	16,854	16,854

PARTICULARS(Amount in ₹)
31 March, 2014 31 March, 2013**NOTE : 16 : OTHER EXPENSES**

Rent including lease rentals
Repairs and maintenance - Buildings
Rates and Taxes
Electricity
Travelling and conveyance
Printing and stationery
Depository Services
Transfer Agent Fees
Postage & Stamp
Listing Fees
Business Promotion / Advertisement
Legal and professional fees/expenses
Payments to auditors :
 As auditors-- Statutory audit
 - VAT audit
 - Quarterly Audit
 - Others
Adjustments to the carrying amount of investments - Reduction
in the carrying amount of:
 Long-term investments
Miscellaneous expenses

62,964	62,964
90,000	53,480
24,556	24,556
7,800	7,800
102	292
1,228	1,149
13,482	13,483
13,484	10,113
Nil	210
16,297	16,298
44,376	41,535
8,085	13,910
15,000	12,500
2,500	2,500
8,000	8,000
3,151	2,842
Nil	1,138,527
19,557	26,354
330,583	1,436,513

NOTE : 17 : EXCEPTIONAL ITEMS

(Give details)

Prior period items (net)

2,685	12,785
2,685	12,785

NOTE : 18 : ACCOUNTING POLICIES & ADDITIONAL DISCLOSURE TO FINANCIAL STATEMENT**A) ACCOUNTING POLICIES****1 Basis of Accounting****a) General**

The Financial Statements have been prepared under the Mercantile basis and the Historical Cost Convention on the basis of 'Going Concern' Concept in accordance with the generally accepted accounting principles, the provisions of the Companies Act, 1956 and applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

Accounting Policies not referred to specifically, are consistent with the Generally Accepted Accounting Customs.

b) Revenue Items

All Income & Expenditure items having a material bearing on the financial statement are recognized on accrual basis, unless otherwise specifically stated.

c) Estimates

The preparation of financial statements require estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

2 Purchases & Sales

Purchase & Sale are accounted for as and when the transaction takes place.

3 Fixed Assets

Fixed Assets are stated at cost of acquisition less accumulated depreciation / amortisation, impairment of loss, if any. Depreciation is provided on straight line method at the rates and in the manner prescribed under the Schedule XIV of the Companies Act, 1956 read with the Rules framed thereunder.

4 Impairment of Assets

The carrying amount of assets is reviewed at each Balance Sheet date for any indication of impairment based on internal / external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and its value in use. In assessing the value in use, estimated future cash flows are discounted to their present value at the weighted average cost of capital.

5 Investments

a) i) Long term investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

ii) Current investments are valued at lower of cost or market value on individual investment basis.

b) Profit / Loss is accounted for on sale / disposal.

c) Dividend is accounted for with reference to the date of receipt of dividend.

6 Inventories

Inventories are valued at cost or net realisable value whichever is lower.

7 Employee Benefit

a) Short-Term employee benefits are recognised as an expense at the undiscounted amount in the Profit & Loss Account of the year in which the related service is rendered.

b) Post employment and other long term employee benefits are recognised as an expense in the Profit & Loss Account for the year in which the employee has rendered services. The expense is recognised at the present value of the amounts payable determined.

8 Foreign Currency Transaction**a) Income**

Transaction in foreign currencies are recorded at the exchange rates prevailing on the date of transaction.

b) Expenditure

Expenses are accounted for at the rates prevailing on the date of remittance or purchase.

c) Exchange Difference

Exchange Difference on receipt / payment are accounted for, on the date of receipt / payment and adjusted in the Profit & Loss Account. Assets and Liabilities related to foreign currency transactions remaining unsettled at the year-end are stated at year-end rates.

9 Contingent Liabilities

Contingent liabilities, if any, not provided are disclosed by way of notes to the accounts.

10 Prudential Norms

The Company has followed the prudential norms for income recognition, classification of assets and provisioning requirements as prescribed by Non-Banking Financial Companies Prudential Norms (Reserve Bank of India), Directions, 1998

11 Taxation

- a) Current Tax is the amount of tax payable on the taxable income for the year determined in accordance with the Provision of Income Tax Act, 1961 and the rules framed thereunder.
- b) i) Payments for Tax demands on completion of assessments and interest on income tax refunds and deposits are accounted for with reference to the dates of payments/receipts, as the case may be.
ii) Adjustments for short/excess provisions, if any, for Income Tax/Fringe Benefit Tax for earlier years/current year are being made in accounts as and when assessments are completed.
- c) Deferred Tax is recognised on timing difference, being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets subject to the consideration of prudence are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. The tax effect is calculated on the accumulated timing difference at the year end based on the tax rates and laws enacted or substantially enacted / effective on the Balance Sheet date.

B) ADDITIONAL DISCLOSURE TO FINANCIAL STATEMENT**1 Contingent liabilities and commitments (to the extent not provided for)**

(Amount in ₹)

Contingent liabilities

- Claims against the Company not acknowledged as debt
(Corporation Tax & interest amounting to ₹ 78310/- (Advance paid ₹ 38000/-) imposed by K.M.C. for the period 2000-01 to 2004-05, against which appeal has been filed)

31 March, 2014	31 March, 2013
40,310.00	40,310.00

2 Gratuity / Retirement Benefits/Leave Encashment Benefits:

The Management has certified that there are no liabilities for Gratuity/Retirement Benefits/Leave Encashment Benefits as on 31 March, 2014.

3 Taxation-Current Tax

In the absence of taxable income, as per certificate of the management, under the provisions of the Income Tax Act, 1961, Provision for Income Tax for the year is not required to be made in the accounts. If there be any liability, the same will be provided as and when relative assessments are completed.

4 Deferred Tax

The component of Deferred Tax Asset/Liabilities are as follows:-

(Amount in ₹)

Particulars	Year ended 31 March, 2014	Year ended 31 March, 2013
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of fixed assets	64,779.02	72,921.09
A	64,779.02	72,921.09
Tax effect of items constituting deferred tax assets		
Brought forward business losses	562,366.67	557,224.34
Unabsorbed depreciation carried forward	44,325.41	39,133.00
B	606,692.08	596,357.33
Net Deferred Tax Asset B-A	541,913.00	523,436.00

The Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding

5 Depreciation on Plant & Machinery has been provided as per practice, though there was no production during the year.

6 The provision for diminution in value on Quoted Investments as on 31.03.2014 is ₹ 5,96,392/-

7 Impairment of Assets

The management has certified that no provision for impairment of loss of assets as per the provisions of AS 28 issued by the Institute of Chartered Accountants of India is required to be made in the accounts as the estimated realisable value of assets including fixed assets and inventories will be more or equal to the carrying amount stated in the Balance Sheet.

8 Accounts in respect of Short Term Borrowings, Trade payables, Other current liabilities, Long-term Loans & Advances and Other Current Assets are subject to confirmations of respective parties.

9 In the opinion of the Management, the realisable value of all assets other than Fixed assets & Non-current Investments in the ordinary courses of business would not be less than the amount at which they are stated in the Balance Sheet. Provision for all known liabilities are provided in full in the Books of Accounts and the same are adequate and not in excess of the amount reasonably necessary.

10 Related Party Transactions

As per separate sheet attached

11 Segment Report

As per separate sheet attached

12 The Company has classified its assets in accordance with the Prudential Norms prescribed by the RBI. As on the Balance Sheet date and as explained by the Management, the Company does not hold any non-performing assets.

13 Expenditure on employees drawing the amount exceeding the limit prescribed... Nil (Previous year.... Nil)

14 Earning, Expenditure & Remittance in foreign Currency... Nil (Previous year... Nil)

15 Disclosure as per Clause 32 of the Listing Agreements with the Stock Exchanges

Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:

NIL

16 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

None of the creditors informed the company that they are Micro, Medium or Small enterprises. Accordingly information required under the Micro, Small and Medium Enterprise Development Act, 2006 could not be furnished.

17 Additional information as required under Schedule VI to the Companies Act, 1956.

(Amount in ₹)

Traded goods

	Opening	Purchases	Sales	Closing
1 Ladder	61,725	672,927	782,645	79,667
	(58,294)	(537,733)	(623,067)	(61,725)
	61,725	672,927	782,645	79,667
	(58,294)	(537,733)	(623,067)	(61,725)

Note: Figures in brackets relates to the previous year

18 Basic Earning per Share

(Amount in ₹)

Particulars	31 March, 2014	31 March, 2013
Profit considered for calculating EPS (Net Profit after Tax) (₹)	2,347,677	(1,090,162)
Weighted average number of Equity Shares (Nos.)	1,482,000	1,482,000
Nominal Value of Equity Shares	10.00	10.00
Earning Per Share	1.58	(0.74)

19 Details as required by Para 9BB of Non-Banking Financial Companies, Prudential Norms (Reserve Bank) Directions.
(Amount in ₹)

A) Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:

PARTICULARS	Outstanding	Overdue
a) Debentures (other than falling within the meaning of public deposits*):		
i) Secured :	Nil	Nil
ii) Unsecured:	Nil	Nil
b) Deferred Credits	Nil	Nil
c) Term Loans	Nil	Nil
d) Inter-corporate loans and borrowing	Nil	Nil
e) Commercial Paper	Nil	Nil
f) Public Deposits*	Nil	Nil
g) Other Loans (specify nature)	Nil	Nil

B) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):

PARTICULARS	Outstanding	Overdue
a) In the form of Unsecured debentures	Nil	Nil
b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security.	Nil	Nil
c) Other public deposits	Nil	Nil

C) Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :

PARTICULARS	Outstanding	Overdue
a) Secured	Nil	Nil
b) Unsecured	73,500	Nil

D) Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities:

PARTICULARS	Outstanding	Overdue
a) Lease assets including lease rentals under sundry debtors :		
i) Financial lease	Nil	Nil
ii) Operating lease	Nil	Nil
b) Stock on hire including hire charges under sundry debtors:		
i) Assets on hire	Nil	Nil
ii) Repossessed Assets	Nil	Nil
c) Hypothecation loans counting towards EL/HP activities		
i) Loans where assets have been repossessed	Nil	Nil
ii) Loans other than (a) above	Nil	Nil

E) Break-up of Investments :

PARTICULARS	Current Investments		Long Term Investments	
	Quoted	Unquoted	Quoted	Unquoted
a) Shares				
i) Equity	Nil	Nil	12,081,745.00	6,671,485.00
ii) Preference	Nil	Nil	Nil	Nil
b) Debentures and Bonds	Nil	Nil	Nil	Nil
c) Units of Mutual Fund	Nil	Nil	Nil	Nil
d) Govt. Securities	Nil	Nil	Nil	Nil
e) Others	Nil	Nil	Nil	Nil

F) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

Category	Amount net of provisions		
	Secured	Unsecured	Total
a) <u>Related Parties **</u>			
i) Subsidiaries	Nil	Nil	Nil
ii) Companies in the same group	Nil	Nil	Nil
iii) Other related parties	Nil	Nil	Nil
b) Other than related parties	Nil	73,500	73,500
Total			

G) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and quoted):

Category	Market Value / Break up or fair value or NAV.	Book Value
		Net of Provisions
a) <u>Related Parties **</u>		
i) Subsidiaries	Nil	Nil
ii) Companies in the same group	Nil	Nil
iii) Other related parties	8,975,383	15,483,472
b) Other than related parties	8,360,000	2,673,367
Total	17,335,382	18,156,838
** As per Accounting Standard of ICAI		

H) Other information

Particulars	Amount
a) Gross Non-Performing Assets	
i) Related parties	Nil
ii) Other than related parties	Nil
b) Net Non-Performing Assets	
i) Related parties	Nil
ii) Other than related parties	Nil
c) Assets acquired in satisfaction of debt	Nil

20 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Signed in terms of our report
of even date annexed hereto

For Khetawat & Co.

Chartered Accountants

A. Khetawat

AAYUSH KHETAWAT

Partner

Membership No. : 300290

Place : Kolkata

Date : 24 JUL 2014

For and on behalf of the Board of
Directors

[Signature]

Nasmi Kanti Parwana

D
I
R
E
C
T
O
R
S

JECO EXPORTS & FINANCE LTD.

RELATED PARTY TRANSACTIONS				
Details of related parties:				
Description of relationship	Names of related parties			
Key Management Personnel (KMP)	Amit Kumar Saha, Moulshree Jhunjhunwala, Md. Anarul Islam, Dinesh Kumar Pandey, Laxmi Kant Parwa			
Relatives of KMP	Satyam Mohatta (Mother- Moulshree Jhunjhunwala)			
Enterprises in which KMP / Relatives of KMP can exercise significant influence	Kutir Udyog Kendra (I) Ltd (Director-V.K.Mohatta), Vintage Securities Ltd. (Director-V.K.Mohatta), Vintage Capital Markets Ltd. (Director-V.K.Mohatta), Century Aluminium Mfg Co Ltd (Director-Vikram Jhunjhunwala), Century Extrusions Ltd. (Director-Vikram Jhunjhunwala)			
Note: Related parties have been identified by the Management.				
Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March, 2014 :				Amount in ₹
Particulars	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Receiving of services	16,854 (16,854)	Nil (Nil)	70,764 (71,072.00)	87,618 (87,926)
Sale of Investments	Nil (Nil)	(Nil) 74,750	(Nil) (Nil)	Nil 74,750
<u>Balances outstanding at the end of the year</u>				
Other payables	Nil (Nil)	Nil (Nil)	203,650.00 (239,850)	203,650 (239,850)
Investments	Nil (Nil)	Nil (Nil)	15,942,539 (15,942,539)	15,942,539 (15,942,539)
Note: Figures in bracket relates to the previous year				

NB : Names of only those Related Parties are mentioned with whom transaction have taken place during the period under audit.

JECO EXPORTS & FINANCE LTD.**Segment Report as per Accounting Standard - 21**

(₹ in Lacs)

Financial year 2013 - 14	Financial year 2012 - 13
--------------------------	--------------------------

Business Segment

Particulars	Commission	Finance	Total	Commission	Finance	Total
Revenue	-	33.77	33.77	-	9.27	9.27
Result	-	(4.77)	(4.77)	(1.56)	1.72	0.16
Unallocated Business			-			-
Operation Profit			(4.77)			0.16
Prov. For Income Tax			-			-
Prov. For Fbt			-			-
Prov. For 'Deferred Tax			(0.18)			(0.33)
Prov. For Diminution in Value Of Investment	-	-	-	-	11.39	11.39
Net Profit After Tax			(4.59)			(10.90)
Segment Assets	0.66	157.21	157.87	0.25	163.72	163.97
Unallocated Assets			9.05			8.47
Total Assets			166.92			172.44
Segment Liabilities	-	4.41	4.41	-	5.17	5.17
Unallocated Liabilities			162.51			167.27
Total Liabilities			166.92			172.44

Geographic Segments

Particulars	Overseas	Domestic	Total	Overseas	Domestic	Total
Revenue	-	33.77	33.77	-	9.27	9.27
Result	-	(4.77)	(4.77)	(1.56)	1.72	0.16
Unallocated Business	-	-	-	-	-	-
Operation Profit	-	-	(4.77)	-	-	0.16
Prov. For Income Tax	-	-	-	-	-	-
Prov. For Fbt	-	-	-	-	-	-
Prov. For 'Deferred Tax	-	-	(0.18)	-	-	(0.33)
Prov. For Diminution in Value Of Investment	-	-	-	-	11.39	11.39
Net Profit After Tax	-	-	(4.59)	-	-	(10.90)
Segment Assets	0.66	157.21	157.87	0.25	163.72	163.97
Unallocated Assets	-	-	9.05	-	-	8.47
Total Assets	-	-	166.92	-	-	172.44
Segment Liabilities	-	4.41	4.41	-	5.17	5.17
Unallocated Liabilities	-	-	162.51	-	-	167.27
Total Liabilities	-	-	166.92	-	-	172.44

