

Green Initiative

The Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated 21st April, 2011 and 29th April, 2011 respectively), has undertaken a 'Green Initiative in Corporate Governance' and allowed companies to share documents with its shareholders through an electronic mode. A recent amendment to the Listing Agreement with the Stock Exchanges permits companies to send soft copies of the Annual Report to all those shareholders who have registered their email addresses for the said purpose. Members who intend to receive notice/documents including Annual Reports through e-mail are requested to register/update their e-mail addresses for receiving electronic communications.

SHRADHA PROJECTS LIMITED

REPORT ON CORPORATE GOVERNANCE

1. BREIF STATEMENT ON THE COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company is committed to highest level of transparency, accountability and equity in all facets of its operation and all its interaction with stakeholders, lenders, Government and other business associates proper disclosure of relevant financial and non-financial information and enhancing shareholder value on a continuing basis.

2. BOARD OF DIRECTORS

The Company has optimum combination of Independent and non-executive directors who are experts in different disciplines of corporate working i.e. finance, legal, technical, administrative etc.

During this year the Board had Ten (10) meetings on 16.04.2012, 30.05.2012, 20.06.2012, 14.08.2012, 29.09.2012, 15.11.2012, 31.12.2012, 16.01.2013, 11.02.2013 & 25.03.2013. All relevant information as required under clause 49 of the listing agreement was placed before the Board from time to time.

Name of Director	Type	Executive/ Non-executive	No.of Meeting Attended	No. of other Director-ship *	Whether Attend Last AGM	Other Board Committee Membership
Mr. S.K. Khaitan	Promoter	Non-executive	8	2	Yes	Nil
Mr. S.L.Gupta	Independent	Non-executive	10	1	Yes	Nil
Mr. R.S.Vijay Vergiya	Independent	Non-executive	10	1	Yes	Nil
Mr. Amit Kumar Jain	Independent	Non-executive	10	1	Yes	Nil

* Excluding Private Company.

3. CODE OF CONDUCT

The Board has adopted the code of conduct for all its Directors and Senior Management. Members of the Board and Senior Management personnel have affirmed compliance with the Company's code of conduct. A declaration signed by Director Mr. S.L.Gupta to this effect is annexed with this report.

4. AUDIT COMMITTEE

The Audit Committee functioned in respect of all matters provided in clause 49 of the listing agreement and section 292A of the Companies Act, 1956. The Audit Committee at present comprise of three Non-executive Directors. Shri S.L.Gupta is the Chairman of the committee. Other members of the committee are Shri S.K. Khaitan & Shri Amit Kumar Jain .

The Audit Committee met four times during the year i.e. on 30.05.2012, 14.08.2012, 15.11.2012 and 11.02.2013 which are attended by Shri S. L. Gupta (4 meetings), Shri Amit Kumar Jain (4 meetings) & S. K. Khaitan (4 meetings). Besides the committee members Financial Adviser and Statutory Auditors were also present at the meeting.

The broad terms of reference of the Committee includes. :-

To hold periodic discussion with statutory auditors and internal auditors concerning the accounts, internal audit system, scope of audit and observations of the auditor/internal auditors

To review compliance with internal control system.

To oversee the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

SHRADHA PROJECTS LIMITED

To review the quarterly, half yearly and annual financial results of the Company before submission to the Board.

To review periodically statements of transactions with related parties in the ordinary course of business.

To investigate into any matter in relation to items specified in section 292A of the Companies Act, 1956 or as may be referred to it by the Board.

To make recommendation to the Board on any matter relating to the financial management of the Company.

5. SHAREHOLDERS GRIEVANCE COMMITTEE

The Company has constituted a Shareholder grievance committee to look into the various issues of the investors such as non-receipt of Annual Report, Transfer of Shares, etc. This committee presently comprise of Directors Shri Amit Kumar Jain and Shri S.L. Gupta. Shri S. L. Gupta, Independent Non-executive director, is the Chairman of the committee.

No Shareholders Complaints were received during the year 2012-2013.

6. REMUNERATION COMMITTEE

The company has not appointed any Committee of Directors styled as "Remuneration Committee" as this is a Non-mandatory requirement.

7. CEO CERTIFICATION

S.L.Gupta Director of the Company has certified the Board particulars as stipulated vide clause 49V of the Listing Agreement.

8. DETAILS OF LAST 3 ANNUAL GENERAL MEETING

A: Information about last three Annual General Meeting

Year	Date	Time	Location of Registered Office
2010	02.08.2010	11.00 A.M.	46C, Rafi Ahmed Kidwai Road, 3 rd floor, Kolkata – 700 016
2011	29.09.2011	1.30 P.M.	46C, Rafi Ahmed Kidwai Road, 3 rd floor, Kolkata – 700 016
2012	29.09.2012	3.30 P.M.	46C, Rafi Ahmed Kidwai Road, 3 rd floor, Kolkata – 700 016

B: i) No Special resolution was passed in the previous three Annual General Meetings.

ii) No special resolution was proposed through postal ballot last year.

9. DISCLOSURE

No transaction of material nature has been entered into by the company with Directors, Management and their relative's etc. that may have potential conflict with the interest of the Company. Transactions with the related parties are disclosed in Note No. 2.28 in Notes to Financial Statement.

There is no non-compliance by the company on any matters related to Capital market. Hence the question of penalties or strictures being imposed by SEBI or The Stock Exchanges does not arise.

During the year, there has been no change in Accounting Standard.

The Company has in place mechanism to inform Board Members about the Risk Management and minimization procedure and periodical reviews to ensure that risk is controlled by the Executive Management.

SHRADHA PROJECTS LIMITED

10. MEANS OF COMMUNICATION

The unaudited Quarterly results of the Company are regularly submitted to the Stock Exchanges and published in News Papers in accordance with the Listing Agreement.

11. SHAREHOLDER INFORMATION

A. Annual General Meeting

Date- 28th, September'2013

Time - 3.00 P.M.

Venue- 46C, Rafi Ahmed Kidwai Road, 3rd floor, Kolkata – 700 016

B. Financial Calendar (April - March)

Quarter ending June 30, 2013. : On or before 15th August, 2013

Quarter ending September 30, 2013. : On or before 15th November, 2013

Quarter ending December 31, 2013. : On or before 15th February, 2014

Yearly Financial Results 2013-2014 : On or before 30th May, 2014

C. Book Closure

The Register of members and Share Transfer Book will remain closed from 21st September'2013 to 28th September' 2013 (both days inclusive) on account of Annual General Meeting.

D. Dividend

No dividend is recommended for the year.

E. Listing at Stock Exchanges

1. The Calcutta Stock Exchange Association Ltd.

2. Jaipur Stock Exchange Ltd.

The Annual listing fee for the year 2013-14 has been paid.

F. Stock Code

1. The Calcutta Stock Exchange Association Ltd. : 12626

2. Jaipur Stock Exchange Ltd. : 1036

G. ISIN Number: INE851D01012

H. Depository Connectivity: NSDL and CDSL

I. STOCK MARKET DATA

Monthly high & low prices of Equity shares of the Company quoted at The Calcutta Stock Exchange during the year 2012-2013.

Month	Calcutta Stock Exchange Limited		
	High	Low	Volume
April'12	---	---	---
May'12	---	---	---
June'12	---	---	---
July'12	---	---	---
August'12	---	---	---
September'12	---	---	---
October'12	---	---	---
November'12	---	---	---
December'12	---	---	---
January'13	---	---	---
February'13	---	---	---
March'13	---	---	---
Total	---	---	---

SHRADHA PROJECTS LIMITED

12. REGISTRAR & TRANSFER AGENTS

Name

Niche Technologies (P) Ltd.
(For Physical & Demat Shares)

Address

71, Canning Street, Kolkata – 700 001

13. SHARE TRANSFER SYSTEM

Transfer of Shares are registered and processed by the Registrars & Share Transfer Agents within 15 days from the date of receipt, if the relevant documents are completed in all respect.

14. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2013

No of Equity Shares held	No of Shares Holders	% of Shares Holders	No of Shares Held	% of Share Holding
Upto 500	1025	54.70	221090	2.87
501 - 1000	771	41.14	541210	7.02
1001 – 5000	48	2.56	128795	1.67
5001 - 10000	10	0.53	71060	0.92
10001-50000	11	0.59	213100	2.76
50001-100000	2	0.11	124900	1.62
100001 & above	7	0.37	6412259	83.14
Total	1874	100.00	7712414	100.00

15. SHAREHOLDING PATTERN AS ON 31.03.2013

Category	No of Shares Held	% of Share Holding
Indian Promoters	4371549	56.68
Institution Investors	-	-
Private Corporate Bodies	2348035	30.45
Resident Individuals	992830	12.87
Total	7712414	100.00

16. DEMATERIALIZATION OF SHARES

3,178,519 shares have been dematerialized upto 31.03.2013.

17. ADDRESS FOR CORRESPONDENCE

REGISTERED OFFICE:

46C, RAFI AHMED KIDWAI ROAD,
3RD FLOOR, KOLKATA - 700 016

Information required to be furnished as per listing agreement

SHRADHA PROJECTS LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The management of SHRADHA PROJECTS LIMITED is pleased to present its report analysing the company's operation. The report contains expectation of the Company's business based on the current market trends.

INDUSTRY STRUCTURE AND DEVELOPMENT OPPORTUNITIES AND THREATS, REFERENCE OUTLOOKS AND RISKS AND CONCERN

Company intends to maintain its focus on Capital Market operations. Company is exposed to specific risk that are particular to its business and the environment within which it operates like interest rate volatility, market risk and credit risk. Company manages these risks by maintaining a conservative financial profile and by following prudent business and risk Management practice.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate internal Control System Commensurate with its size and nature of business. While operating, managers ensure compliance within their areas. The management regularly reviews all the operations and reports and has also set up an Audit Committee to keep better control on the system.

FINANCIAL & OPERATION PERFORMANCE

During the financial year 2012-2013, the performance of the company was satisfactory. The detail highlight of the performance are produced in the Directors Report.

DEVELOPMENT IN HUMAN RESOURCES

The Company continued with its policy of Human Resources Development and retention. There is regular interaction and periodical review are carried out with the staff where a sense of challenge is inculcated amongst the employees in view of the increased competitiveness in the market-place today.

CERTIFICATE OF COMPLIANCE OF THE CODE OF CONDUCT OF THE COMPANY

This is to certify that the Company has laid down Code of Conduct for all Board Members and Senior Management of the Company.

Futher certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended March 31, 2013.

Date: May 29, 2013

Place : Kolkata


S.L.Gupta
Director

PATNI & CO.

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PHONE : 2572 6174 / 2575 2920

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

TO
THE MEMBER OF
SHRADHA PROJECTS LIMITED

We have examined the compliance of conditions of Corporate Governance by SHRADHA PROJECTS LIMITED for the year ended March 31, 2013, as stipulated in clause 49 of the Listing Agreement of the said company with the Stock Exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of procedures and implementation thereof, adopted by the Company to ensure compliance with the conditions of 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 clause 49 of the above-mentioned Listing Agreement.

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

Place: 1, India Exchange Place
Kolkata - 700 001

Dated : The 29TH Day of May, 2013

For PATNI & CO.
CHARTERED ACCOUNTANTS
(Firm Reg. No. 320304E)



PAVEL PANDYA
(Partner)
Membership No. 300667



PATNI & CO.

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AUDITOR'S REPORT

TO

THE MEMBERS OF

SHRADHA PROJECTS LIMITED

Report of the Financial Statements

We have audited the accompanying financial statements of **SHRADHA PROJECTS LIMITED**, which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, the Cash Flow Statement, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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.

Auditor's Responsibility

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

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

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



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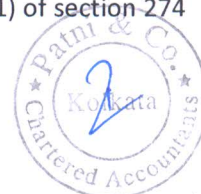
Opinion

In our opinion and to the best of our information and according to the explanations given to us the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with 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; and
- (b) in the case of Statement of Profit and Loss, of the Profit of the Company for the year ended on that date: and
- (c) in the case of Cash Flow Statement, of the Cash Flows of the company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("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.
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 it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with books of account;
 - d. in our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. on the basis of written representations received from the directors as on 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 directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



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- 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.

Place: 1, India Exchange Place
Kolkata - 700 001

Dated : The 29TH Day of May, 2013

For PATNI & CO.
CHARTERED ACCOUNTANTS
(Firm Reg. No. 320304E)



PAVEL PANDYA
(Partner)

Membership No. 300667



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ANNEXURE TO THE AUDITOR'S REPORT

In term of the information and explanations given to us and books of account examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under: -

- i) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. These fixed assets were physically verified by the management during the year. We have been informed that no discrepancies were noticed on such physical verification. Substantial part of fixed assets has not been disposed of during the year, which will affect its status as going concern.
- ii) The Stock of inventory has been physically verified during the year by the Management at reasonable intervals. In our opinion the procedures of physical verification of inventory followed by the Management are reasonable and adequate to the size of the company and the nature of its business. The Company is maintaining proper records of inventory. No discrepancies have been noticed on physical verification of stock as compared to book records.
- iii) The Company had granted unsecured loan to 8 parties covered in the register required to be maintained u/s 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 1756.20 Lacs.

In our opinion, the rate of interest and other terms and conditions of loan given by the company to companies, firms or other parties listed in the register required to be maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company. The parties to whom loan have been given are regular in payment of interest. There are no specific stipulations with regard to repayment of loans. As there is no stipulation with regard to repayment of loan, so we are unable to make any comment whether any outstanding amount is overdue or not.

The company had taken unsecured loan ^{from} 3 parties covered in the register required to be maintained u/s 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 131.04 Lacs. In our opinion, the rate of interest and other terms and conditions of loan taken by the company from companies, firms or other parties listed in the register required to be maintained under Section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company. The company is regular in the payment of interest. There is no specific stipulations ^{with} which regard to repayment of loans.

- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for purchase of inventory and fixed assets and for sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control.



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- v) As per information and explanations given to us we are of the opinion that the contracts or arrangements that need to be entered into a register required to be maintained in pursuance of section 301 of the Act have been so entered.
- vi) According to information and explanations given to us, in our opinion, the company has not accepted public deposits upto 31.03.2013.
- vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii) The company is not engaged in production, processing, manufacturing or mining activities. Hence, the provisions of section 209(1)(d) do not apply to the company. Hence in our opinion, no comment on maintenance of cost records u/s 209(1)(d) is required.
- ix) According to the records of the company, the company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty & Cess and any other statutory dues with appropriate authorities applicable to it. According to information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty and excise duty were outstanding as at the last date of the accounting year for a period of more than six months from the date they became payable. According to records of the company, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- x) The Company has no accumulated loss. The company has not incurred cash loss in the current financial year and has not incurred any cash loss in the immediately preceding financial year.
- xi) According to records of the company, the company has not borrowed from financial institutions, banks or issued debentures till 31.03.2013. Hence, in our opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debenture holders does not arise.
- xii) As informed to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other similar securities.
- xiii) The company is not a chit fund, nidhi or mutual benefit fund / society.
- xiv) Based on our examination of the records and evaluation of the internal control, we are of the opinion that proper records have been maintained of the transactions and contracts in respect of shares, securities, debentures and other investments and timely entries have been made in those records. We also report that the shares, securities, debentures and other investments are held in name of the company, or are in the process of being transferred in the company's name.



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- xv) The Company has given Guarantee towards a Loan taken by M/s B.D. Memorial Institute from Allahabad Bank SME Branch.

In our opinion the terms of the contract are not prejudicial to the interest of the company.

- xvi) The company has not taken any term loans. Hence, comments under the clause are not called for.
- xvii) According to the information and explanation given to us, we report that no funds raised on short-term basis have been used for long term investment by the company and vice versa.
- xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.
- xix) The company has not issued any debenture.
- xx) The company has not raised any money by public issues during the period covered by our audit report.
- xxi) During the checks carried out by us, no fraud on or by the company has been noticed or reported during the year under report.

Place: 1, India Exchange Place
Kolkata - 700 001

Dated : The 29TH Day of May, 2013

For PATNI & CO.
CHARTERED ACCOUNTANTS
(Firm Reg. No. 320304E)



PAVEL PANDYA
(Partner)
Membership No. 300667



SHRADHA PROJECTS LIMITED

Balance Sheet as at 31st March, 2013

(Amount in ₹)			
Particulars	Note No.	As at 31st March 2013	As at 31st March 2012
<u>EQUITY AND LIABILITIES</u>			
<u>Shareholder's Funds</u>			
Share Capital	2.1	77,124,140.00	77,124,140.00
Reserves and Surplus	2.2	380,549,370.61	365,106,446.64
<u>Non-Current Liabilities</u>			
Deferred Tax Liabilities (Net)	2.3	42,940.00	44,820.00
Other Long Term Liabilities	2.4	600,000.00	600,000.00
Long Term Provisions	2.5	14,978.00	-
<u>Current Liabilities</u>			
Short-Term Borrowings	2.6	139,168.00	2,973,365.00
Other Current Liabilities	2.7	348,638.00	2,734,097.00
Short-Term Provisions	2.8	312,573.00	397,708.94
Total		459,131,807.61	448,980,577.58
<u>ASSETS</u>			
<u>Non-Current Assets</u>			
<u>Fixed Assets</u>			
Tangible Assets	2.9	5,527,578.20	5,641,913.10
Non-Current Investments	2.10	255,261,710.04	188,515,960.04
Long Term Loans And Advances	2.11	18,543,111.50	34,075,864.90
<u>Current Assets</u>			
Inventories	2.12	46,689,140.36	47,130,140.36
Trade Receivables	2.13	-	90,000.00
Cash And Bank Balances	2.14	3,710,091.76	10,408,328.99
Short-Term Loans And Advances	2.15	129,400,175.75	163,118,370.19
Total		459,131,807.61	448,980,577.58
Significant Accounting Policies	1		
Notes on Financial Statements	2	-	-

The notes referred to above form an integral part of the Financial Statement

As per attached report on even date

For **Patni & Co.**
Firm Reg. No. 320304E
Chartered Accountants



Pavel Pandya
(Partner)
Membership No.300667



On behalf of the board



Director



Director

Place : Kolkata
Date : May 29, 2013

SHRADHA PROJECTS LIMITED

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

(Amount in ₹)				
Particulars	Note No	2012-13	2011-12	
INCOME				
Revenue from operations	2.16	6,454,419.44	14,282,811.05	
Other Income	2.17	13,643,716.81	12,939,978.63	
Total Revenue		20,098,136.25	27,222,789.68	
EXPENDITURE				
Purchase of Stock-in-Trade	2.18	-	5,819,255.98	
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	2.19	441,000.00	8,490,991.00	
Employee benefit expense	2.20	684,964.00	740,238.00	
Financial costs	2.21	174,572.81	202,452.55	
Depreciation and amortization expense	2.22	114,334.90	116,477.90	
Other Expenses	2.23	1,584,810.57	1,817,375.94	
Total Expenses		2,999,682.28	17,186,791.37	
Profit before Exceptional Items and Tax		17,098,453.97	10,035,998.31	
Exceptional Items	2.24	6,000.00	286,274.81	
Profit before tax		17,104,453.97	10,322,273.12	
Tax expense:	2.25			
1) Current tax		1,663,410.00	-	
2) Deferred tax		(1,880.00)	(1,983.00)	
Profit(Loss) for the period		15,442,923.97	10,324,256.12	
Earning per equity share:	2.26			
1) Basic (Equity Share Face Value ₹ 10/- each)		2.00	1.47	
2) Diluted (Equity Share Face Value ₹ 10/- each)		2.00	1.47	
Significant Accounting Policies	1			
Notes on Financial Statements	2			

The notes referred to above form an integral part of the Financial Statement

As per attached report on even date

For **Patni & Co.**

Firm Reg. No. 320304E
Chartered Accountants



Pavel Pandya
(Partner)

Membership No.300667



On behalf of the board


Director


Director

Place : Kolkata

Date : May 29, 2013

SHRADHA PROJECTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013.

	2012-2013 ₹	2011-2012 ₹
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) Adjustment before Tax & Extra Ordinary items	17,104,453.97	10,322,273.12
Add/Less Adjustment for:		
1. Depreciation	114,334.90	116,477.90
2. Dividend on Shares (Investment)	(10,983,688.60)	(11,034,219.83)
3. Sundry Balance Written Off	5,447.16	105,480.00
4. Loss on Sale of Investment	-	456,921.21
5. Liabilities Written Back	(6,000.00)	(286,274.81)
6. Provision on Standard Asset	(85,135.94)	149,240.32
7. Provision for Non Performing Assets	14,978.00	-
8. Profit on Sale of Investment	(26,159.58)	-
8. Profit on Sale of Rights	(189,453.00)	-
Operating Profit before Working Capital Changes	5,948,776.91	(170,102.09)
Add/Less:- Adjustment for:		
1. Inventories	441,000.00	8,490,991.00
2. Current & Non Current Assets	49,245,500.68	(51,128,678.70)
3. Trade Receivable	90,000.00	678,600.00
4. Current & Non Current Liabilities	(2,379,459.00)	2,701,141.00
5. Provisions	-	(2,786.00)
Cash Generated from Operation	53,345,818.59	(39,430,834.79)
Direct Taxes Paid (Net of Refunds)	1,663,410.00	405,553.10
Net Cash used in Operating Activities	51,682,408.59	(39,836,387.89)
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investments	(71,745,750.00)	(10,400,000.00)
Sale of Investments	5,215,612.58	43,260,598.79
Dividend on Shares (Investment)	10,983,688.60	11,034,219.83
Net Cash used in Investment Activities	(55,546,448.82)	43,894,818.62
C: CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Unsecured Loan	(2,834,197.00)	1,840,765.00
Net Cash used in Financing Activities	(2,834,197.00)	1,840,765.00
Net Increase in cash & cash equivalents(A+B+C)	(6,698,237.23)	5,899,195.73
Cash and cash equivalents (Opening Balance)	10,408,328.99	4,509,133.26
Cash and cash equivalents (Closing Balance)	3,710,091.76	10,408,328.99

This is the Cash Flow Statement referred to in our report of even date

For **Patni & Co.**

Firm Reg. No. 320304E
Chartered Accountants

Pavel Pandya
(Partner)
Membership No.300667



For and on Behalf of the Board

Director

Director

Place : Kolkata

Date : May 29, 2013

SHRADHA PROJECTS LIMITED

1. SIGNIFICANT ACCOUNTING POLICIES

A) Method of Accounting

The Accounts have been prepared in accordance with Historical Cost Basis as a going concern and are consistent with generally accepted accounting principles. The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis. However, Bonus is accounted on Cash Basis.

B) Fixed Assets

All Fixed Assets are stated at acquisition cost less depreciation.

C) Depreciation

Depreciation on Fixed Assets has been provided on written down value method at the rates prescribed under Schedule XIV of the Companies Act 1956 except office building of Rs. 47,14,582/- for which depreciation has been provided on straight-line method at the rate prescribed under Schedule XIV of the Companies Act, 1956. Premium paid on Leasehold Land is amortized over a period of Lease.

D) Investments

Investments are long term in nature and are stated at cost of acquisition. In the opinion of the management, provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

E) Inventories

Shares and Securities purchased for trading purpose are shown as stock in trade under the head current assets and are valued at lower of cost or market price. Jewellery & Painting are valued at cost.

F) Retirement Benefit

Gratuity is charged to Profit & Loss Account on the basis of contribution made to the Khaitan Group of Industries (Trust) maintained by LIC of India.

G) Taxation

- a) Provision for taxation has been made as per current rules & regulations of the Income Tax Act, 1961.
- b) Deferred tax liabilities or assets are recognized using the future tax rates, to the extent the management feels that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets/liabilities can be realized. Such assets/ liabilities are reviewed as at each Balance Sheet date, to reassess realization.



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

2.1

SHARE CAPITAL

Authorised Share Capital

	2012-13 ₹	2011-12 ₹
1,02,40,000 Equity Shares of ₹ 10 each	102,400,000.00	102,400,000.00
24,90,000 Preference Shares of ₹ 10 each	24,900,000.00	24,900,000.00
1,000 Preference Shares of ₹ 100 each	100,000.00	100,000.00
	<u>127,400,000.00</u>	<u>127,400,000.00</u>

Issued, Subscribed and Paid-up

77,12,414 Equity Shares of ₹ 10 each fully paid up	77,124,140.00	77,124,140.00
--	---------------	---------------

2.1.1 (12,12,000 Equity shares issued pursuant to scheme of amalgamation without payment being received in cash in Financial Year 2011-2012)

2.1.2 Terms attached to equity shares

The company has issued only one class of shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.

2.1.3 Reconciliation of Shares :

<u>Equity Shares</u>	<u>No. of Shares</u>	<u>No. of Shares</u>
At the beginning of the period	7,712,414	6,500,414
Add: Issued during the period	-	1,212,000
For consideration other than cash (Amalgamation)	-	-
Outstanding at the end of reporting date	<u>7,712,414</u>	<u>7,712,414</u>

2.1.4 Details of Shareholders holding more than 5% shares

<u>Name the Shareholders</u>	<u>No. of Shares</u>	<u>% held</u>	<u>No. of Shares</u>	<u>% held</u>
Majestic Packaging Co. Pvt. Ltd.	2,626,529	34.06	2,626,529	34.06
Shailesh Kumar Khaitan	1,178,150	15.28	1,178,150	15.28
Khaitan Chemical & Fertilizers Pvt. Ltd.	948,000	12.29	948,000	12.29
Arati Marketing Pvt Ltd	838,875	10.88	838,875	10.88
Swapna Khaitan	397,105	5.15	397,105	5.15

2.2

RESERVE AND SURPLUS

a) Capital Redemption Reserve

Opening Balance	336,000.00	336,000.00
Add: During the Year	-	-
Closing Balance	<u>336,000.00</u>	<u>336,000.00</u>

b) Securities Premium

Opening Balance	108,878,000.00	108,878,000.00
Add: During the Year	-	-
Closing Balance	<u>108,878,000.00</u>	<u>108,878,000.00</u>

c) Reserve Fund

Opening Balance	29,526,500.00	27,456,500.00
Add: During the Year	3,090,000.00	2,070,000.00
Closing Balance	<u>32,616,500.00</u>	<u>29,526,500.00</u>

d) Amalgamation Reserve

Opening Balance	116,781,974.67	116,781,974.67
Less: During the Year	-	-
Closing Balance	<u>116,781,974.67</u>	<u>116,781,974.67</u>

e) State Govt. Capital Subsidy

Opening Balance	250,000.00	250,000.00
Add: During the Year	-	-
Closing Balance	<u>250,000.00</u>	<u>250,000.00</u>



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13	2011-12		
	₹	₹		
f) Surplus/ (Deficit)				
Opening Balance	109,333,971.97	101,079,715.85		
Add: During the Year	15,442,923.97	10,324,256.12		
	124,776,895.94	111,403,971.97		
Less: Transfer to Reserve Fund	3,090,000.00	2,070,000.00		
Closing Balance	121,686,895.94	109,333,971.97		
Total (a+b+c+d+e+f)	380,549,370.61	365,106,446.64		
2.2.1 20% (approx) of Profit after tax has been transferred to Reserve as per section 45(IC) of the RBI Act,1934				
2.3 DEFERRED TAX LIABILITIES (NET)				
On Depreciation	42,940.00	44,820.00		
2.4 OTHER LONG TERM LIABILITIES				
Security Deposit for Office	600,000.00	600,000.00		
2.5 LONG TERM PROVISIONS				
Provision for NPA	14,978.00	-		
2.5.1 Loan given to Kumud Kumar Jha (HUF)amounting to ₹ 14,978/- has been considered as Non Performing Asset. Hence 100% provision has been made.				
SHORT TERM BORROWINGS				
<u>Loans and Advances (Unsecured)</u>				
From Related Parties	139,168.00	2,973,365.00		
	139,168.00	2,973,365.00		
2.7 OTHER CURRENT LIABILITIES				
Rent Payable	6,000.00	6,000.00		
TDS payable	20,463.00	21,340.00		
Payable to Staff	-	100.00		
Demat Charges Payable	-	332.00		
Profession Tax payable	330.00	200.00		
Other Payables	321,845.00	2,706,125.00		
	348,638.00	2,734,097.00		
2.8 SHORT TERM PROVISIONS				
Contingent Provisions Against Standard Assets	312,573.00	397,708.94		
	312,573.00	397,708.94		
2.8.1 Contingent Provision against Standard Assets have been provided @ .25% of Total Standard Assets (Loans)				
2.10 NON-CURRENT INVESTMENTS				
(Non Trade)				
(i) <u>Investment in Equity Instruments</u>				
a) <u>Quoted Shares & Securities (At Cost less provision for other than temporary diminution)</u>				
F.V.				
(in ₹)				
	Qty.	Amount	Qty.	Amount
10 Chambal Fertilizer Ltd	600	7,578.00	600	7,578.00
1 Coromandal International Ltd. (Bonus)	10	-	10	-
1 Coromandal International Ltd.	10	3,184.50	10	3,184.50
10 Dharmasi Morarj	1	5.50	1	5.50
1 Gujrat Fluro Chemical Ltd.	100	11,535.00	100	11,535.00
10 Gujrat State Fertilizer & Chemical Ltd.	10	2,235.00	10	2,235.00
10 Gujrat State Petronet Ltd.	10	914.50	10	914.50
1 Jubilant Life Science Ltd.	10	3,395.50	10	3,395.50
1 Khaitan Chemicals & Fertilizers Ltd.	45,763,640	96,477,116.93	45,763,640	96,477,116.93
10 Mega Soft Ltd.	25	4,800.00	25	4,800.00
5 Nirma Ltd.	10	1,821.00	10	1,821.00
10 Octal Credit Capital Ltd	5,000	288,000.00	5,000	288,000.00
1 Orient Paper & Inds Ltd.	100	15,756.00	100	15,756.00
10 Rama Phosphate Ltd	1	4.50	1	4.50
10 Tata Chemical Ltd.	10	3,234.50	10	3,234.50
Total (a)	45,769,537	96,819,580.93	45,769,537	96,819,580.93

(The Market Value of quoted investments as on 31.3.2013 is ₹ 567,562,234/- and as on 31.3.2012 is ₹ 689,800,489/-)



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

		2012-13		2011-12	
		₹		₹	
b) <u>Unquoted Shares & Securities (At Cost less provision for other than temporary diminution)</u>					
F.V. (in ₹)	Script	Qty.	Amount	Qty.	Amount
<u>IN ASSOCIATE COMPANIES</u>					
10	Arati Developer (P) Ltd (extent of holding- 45.59%)	155,000	2,900,000.00	155,000	2,900,000.00
10	Arati Marketing (P) Ltd. (extent of holding- 22.75%)	412,675	971,000.00	412,675	971,000.00
10	Arati Real Estates (P) Ltd. (extent of holding- 39.25%)	21,000	2,100,000.00	21,000	2,100,000.00
10	B.O.Constructions Pvt. Ltd. (extent of holding- 38.33%)	685,000	32,500,000.00	175,000	7,000,000.00
10	Fancy Developers (P) Ltd (extent of holding- 45.59%)	155,000	2,900,000.00	155,000	2,900,000.00
10	Garia Builders (P) Ltd (extent of holding- 45.59%)	155,000	2,900,000.00	155,000	2,900,000.00
10	Garia Properties (P) Ltd (extent of holding- 45.59%)	155,000	2,900,000.00	155,000	2,900,000.00
10	Indus Valley <u>Worls</u> School (P) Ltd (extent of holding- 40.54%)	450,000	4,500,000.00	-	-
10	Khaitan Commercial Services (P) Ltd (extent of holding- 44.55%)	887,000	8,930,000.00	887,000	8,930,000.00
10	Khaitan Paper Packaging (P) Ltd (extent of holding- 48.56%)	252,500	3,815,205.00	252,500	3,815,205.00
10	Lilac Properties (P) Ltd. (extent of holding- 41.38%)	74,450	10,403,750.00	35,000	3,500,000.00
10	Manoj Fincom (P) Ltd (extent of holding- 35.75%)	78,500	8,050,000.00	74,500	7,450,000.00
10	Shobhan Enterprises (P) Ltd. (extent of holding- 20.61%)	204,000	9,700,000.00	204,000	9,700,000.00
10	Shradha Infra Realty Pvt. Ltd. (extent of holding- 38.86%)	99,400	6,452,000.00	88,000	4,400,000.00
10	Shradha Technopack Pvt. Ltd. (extent of holding- 45.00%)	188,000	23,160,000.00	56,000	6,000,000.00
10	The Majestic Packaging Pvt. Ltd. (extent of holding- 47.73%)	568,910	15,703,970.11	568,910	15,703,970.11
10	Vibra Tech Infrastructure (P) Ltd. (extent of holding- 31.99%)	59,500	11,900,000.00	35,000	7,000,000.00
10	Accord Infra Properties (P) Ltd. (extent of holding- 45.34%)	77,750	8,630,000.00	35,000	3,500,000.00
<u>IN OTHER COMPANIES</u>					
10	Ravilia Export Pvt. Ltd.	250	25,000.00	250	25,000.00
Total (b)		4,678,935.00	158,440,925.11	3,464,835.00	91,695,175.11
TOTAL (a+b)			255,260,506.04		188,514,756.04
(ii) <u>Investment in Mutual Funds (Quoted)</u>					
	UTI Mutual Fund	Qty.	Amount	Qty.	Amount
		100.00	1,204.00	100.00	1,204.00
		100.00	1,204.00	100.00	1,204.00
(The NAV of mutual funds as on 31.03.2013 is ₹ 1204/- and as on 31.03.2012 is ₹ 1204/-)					
Total (i+ii)			255,261,710.04		188,515,960.04
<u>LONG TERM LOANS AND ADVANCES</u>					
<u>Loans and Advances (Unsecured , Considered Doubtful)</u>					
Loans To Others (Refer Note No. 2.5.1)			14,978.00		14,978.00
<u>Other Loans and Advances (Unsecured , Considered good)</u>					
Advance Against Property *			18,404,756.00		34,026,951.00
Prepaid Expenses			-		558.40
Deposits			123,377.50		33,377.50
			18,543,111.50		34,075,864.90
* Company has booked flats and plots with various builders ,balance installment payable on these properties as on 31.03.2013 is ₹ 12.59 Lacs (Prev. Year ₹ 19.75 Lacs)					
<u>INVENTORIES</u>					
<u>Stock-in-Trade</u>					
		Qty	Amount	Qty	Amount
i) <u>In Quoted Shares</u>					
	Asian Hotels (East) Ltd	5,000	1,005,000.00	5,000	1,446,000.00
	Power Grid Corporation Ltd.	776	69,840.00	776	69,840.00
Total (i)		5,776	1,074,840.00	5,776	1,515,840.00
ii) <u>In Unquoted Shares</u>					
	Shobhan Enterprise (P) Ltd	260,000	15,600,000.00	260,000	15,600,000.00
Total (ii)		260,000	15,600,000.00	260,000	15,600,000.00
iii) <u>Jewellery & Painting</u>					
	Jewellery & Painting *	-	30,014,300.36	-	30,014,300.36
Total (iii)		-	30,014,300.36	-	30,014,300.36
Total (i) + (ii) + (iii)			46,689,140.36		47,130,140.36

* Due to practical difficulties quantitative details of Jewellery cannot be given.



SHRADHA PROJECTS LIMITED

Note No. 2.9 - Fixed Assets

Tangible Assets

<u>Gross Block</u>					
	Land	Buildings	Furniture & Fixtures	Ivory Items	Total
Cost/ Valuation					
At 1st April 2011	584,528.00	6,053,965.00	290,809.67	257,759.75	7,187,062.42
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
As at March 2012	584,528.00	6,053,965.00	290,809.67	257,759.75	7,187,062.42
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
As at March 2013	584,528.00	6,053,965.00	290,809.67	257,759.75	7,187,062.42
<u>Depreciation</u>					
	Land	Buildings	Furniture & Fixtures	Ivory Items	Total
At 1st April 2011	22,990.96	1,127,117.99	278,562.47	-	1,428,671.42
Charge for the year	2,589.22	111,671.68	2,217.00	-	116,477.90
Disposals/Reversal	-	-	-	-	-
As at March 2012	25,580.18	1,238,789.67	280,779.47	-	1,545,149.32
Charge for the year	2,589.22	109,929.68	1,816.00	-	114,334.90
Disposals/Reversal	-	-	-	-	-
As at March 2013	28,169.40	1,348,719.35	282,595.47	-	1,659,484.22
<u>NET BLOCK</u>					
As at March 2012	558,947.82	4,815,175.33	10,030.20	257,759.75	5,641,913.10
As at March 2013	556,358.60	4,705,245.65	8,214.20	257,759.75	5,527,578.20

- a) Land includes Rs.3,52,093.00 (Prev. Year 3,52,093.00) which relates to Leasehold Land, the premium paid on lease is amortised over the period of lease. Premium amortised during the year is Rs. 2,589.22 (Prev. Year Rs. 2,589.22)
- b) Building includes Open Terrace Rs. 50,000 over which no depreciation is provided.
- c) Building includes office building worth Rs.47,14,582 (Gross) over which depreciation is provided under Straight Line Method.



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13 ₹	2011-12 ₹
2.13 TRADE RECEIVABLES		
<u>(Unsecured, considered good)</u>		
Debts Less Than 6 Months	-	90,000.00
	-	90,000.00
2.14 CASH AND BANK BALANCES		
<u>Balances with banks</u>		
On Current Account	1,690,418.64	8,536,822.56
<u>Other Bank Balances</u>		
Term deposit	2,010,507.86	1,856,478.17
Cash in hand	9,165.26	15,028.26
	3,710,091.76	10,408,328.99
2.14.1 The Company has taken lien facility on Current Account maintained with HDFC (Kolkata) against Fixed Deposit of ₹ 15.00 Lacs (excluding Accrued Interest of ₹ 2.25 Lacs)		
2.14.2 Term Deposit Includes Interest Accrued but not due		
2.14.3 Term deposit (Maturity - more than 3 months but less than 12months)	1,725,810.32	137,340.64
Term deposit (Maturity - more than 12months)	284,697.54	1,719,137.53
2.15 SHORT TERM LOANS AND ADVANCES		
<u>Unsecured, Considered Good</u>		
Loan to Related Parties	114,829,167.00	157,895,989.00
Loans to Others	10,200,079.00	1,172,608.00
Advances to Staff	-	28,460.00
Advances to Related Parties	-	1,744,030.00
Balances with Revenue Authorities		
(Net of Provision for Income Tax ₹ 50.82 Lac, Previous Year ₹ 44.16 Lac)	4,370,929.75	2,270,300.89
Prepaid Expenses	-	1,982.30
Others	-	5,000.00
	129,400,175.75	163,118,370.19



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13 ₹	2011-12 ₹
2.16 REVENUE FROM OPERATIONS		
<u>Sale</u>		
Share & Securities	-	14,004,149.44
<u>Interest</u>		
Interest on Loan (TDS ₹ 1,378,775/-, Previous Year ₹ 1,232,434/-)	13,787,747.00	12,351,941.00
Interest on Fixed Deposits (TDS ₹ 19,613.62 , Previous Year ₹ 17,462.09/-)	173,643.31	154,262.67
<u>Other financial services</u>		
Profit/(Loss) on Future & Options	(7,506,970.87)	(12,229,876.24)
Speculation Profit	-	2,334.18
	<u>6,454,419.44</u>	<u>14,282,811.05</u>
2.17 OTHER INCOME		
<u>Other Non-Operating Income</u>		
Dividend on Stock	27,444.69	24,091.00
Dividend on Non Current Investment	10,983,688.60	11,034,219.83
Lease Rent (TDS ₹ 238,248/- , Previous Year ₹ 234,540/-)	2,120,400.00	2,126,380.00
Profit/(Loss) on Sale of Investment	26,159.58	(456,921.21)
Interest on IT refund	25,134.00	205,686.01
Profit on Sale of Rights	189,453.00	-
Interest on Refund of Flat Booking (TDS ₹ 18,630, Previous Year ₹ NIL/-)	186,301.00	-
Provision on Standard Asset No Longer Required Written Back	85,135.94	-
Prior Period Income	-	6,523.00
	<u>13,643,716.81</u>	<u>12,939,978.63</u>
2.18 PURCHASE OF STOCK IN TRADE		
Purchase of Shares & Securities	-	5,644,646.98
Purchase of Jewellery	-	174,609.00
	<u>-</u>	<u>5,819,255.98</u>
2.19 (INCREASE) / DECREASE IN THE INVENTORIES OF STOCK-IN-TRADE		
Inventories at the beginning of the year	47,130,140.36	55,621,131.36
Inventories at the end of the year	46,689,140.36	47,130,140.36
	<u>441,000.00</u>	<u>8,490,991.00</u>
EMPLOYEE BENEFITS EXPENSES		
Salary & Bonus	684,964.00	740,238.00
	<u>684,964.00</u>	<u>740,238.00</u>
2.21 FINANCE COSTS		
Interest Expenses	174,572.81	202,452.55
	<u>174,572.81</u>	<u>202,452.55</u>
2.22 DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation and Amortization	114,334.90	116,477.90
	<u>114,334.90</u>	<u>116,477.90</u>



SHRADHA PROJECTS LIMITED

Notes on Financial Statements for the Year ended 31st March, 2013

	2012-13 ₹	2011-12 ₹
2.23 OTHER EXPENSES		
a) Rates and taxes, excluding, taxes on income	289,005.84	357,516.00
b) <u>Payment to Auditors</u>		
i) As Audit Fees	16,854.00	16,854.00
ii) As Tax Audit Fees	3,371.00	3,371.00
iii) In Other Capacity	-	11,030.00
c) Rent	6,000.00	6,000.00
d) Insurance Charges	1,982.30	1,982.30
e) Miscellaneous expenses	809,697.51	769,383.32
f) Income/FTB Tax For Earlier Years	125,361.76	63.00
g) Sundry Balances Written Off	5,447.16	105,480.00
h) Professional Fees	312,113.00	396,456.00
i) Provision on Standard Asset	-	149,240.32
j) Provision For Non Performing Assets	14,978.00	-
	<u>1,584,810.57</u>	<u>1,817,375.94</u>
4 EXCEPTIONAL ITEMS		
Liabilities No Longer Required Written Back	6,000.00	286,274.81
	<u>6,000.00</u>	<u>286,274.81</u>
2.25 TAX EXPENSES		
a) <u>Current Tax</u>		
Provision for Taxation	1,663,410.00	-
b) <u>Deferred Tax</u>		
Deferred Tax Asset	(1,880.00)	(1,983.00)
2.26 EARNING PER SHARE (BASIC/DILUTED)		
Net Profit as per Profit & Loss Statement	15,442,923.97	10,324,256.12
Weighted Average Number of Equity Shares	7,712,414	7,005,414
Earning per Share (Basic/ Diluted)	2.00	1.47



SHRADHA PROJECTS LIMITED

2. Notes on Financial Statements for the Year ended 31st March, 2013

2.27 The Company has complied with the prudential norms as per NBFC's (Reserve Bank) Directions 1998 with regard to Income Recognition, Assets Classification, Accounting Standard and Provision for Bad & Doubtful Debts as applicable to it.

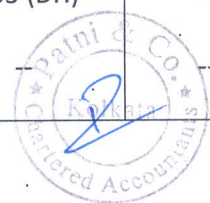
2.28 **Related Party Disclosure :**

Related party disclosures as required by AS-18 – 'Related Party Disclosure' are given below:

- a) Key Management Personnel : Mr. S.K.Khaitan , Mr. S.L.Gupta
b) Detail of Transaction and Outstanding Balances :

(Amount in ₹ Lacs)

Name of the Party	Relationship	Nature of Transaction	Volume of Transaction		Outstanding as on	
			12-13	11-12	31.03.2013	31.03.2012
Khaitan Chemical & Fertilizer Ltd.	KMP having Significant Influence	Loan Given	--	100.00	102.66(Dr.)	100.00(Dr.)
		Rent Received	21.20	21.26	--	0.90(Dr.)
		Interest Rec. <i>Received</i>	12.00	19.79	--	--
Indus Valley World School	KMP having Significant Influence	Loan Given	241.15	577.20	799.52 (Dr.)	1130.37(Dr)
		Interest Received	89.05	95.24	--	--
		Advances	--	0.05	--	0.05 (Dr)
The Majestic Pack. Co. (P) Ltd.	KMP having Significant Influence	Loan Given	3.46	7.32	0.02 (Dr.)	0.22 (Dr.)
		Interest Received	0.02	0.24	--	--
Tribhuvan Properties Ltd.	KMP having Significant Influence	Loan Given	13.18	--	1.24(Dr.)	26.77(Dr.)
		Interest Received	1.38	--	--	--
		Interest Paid	--	0.72	--	--
Khaitan Paper & Packaging (P) Ltd.	KMP having Significant Influence	Loan Given	593.00	520.30	✓175.23(Dr) ?	33.31(Dr)
		Interest Recd	9.35	2.97	--	--
Arati Marketing (P) Ltd.	KMP having Significant Influence	Loan Taken	176.50	--	0.38 (Cr.)	--
		Interest Paid	0.38	0.35	--	--
		Advance Given	--	--	--	4.68 (Dr.)
Arati Developers (P) Ltd	KMP having Significant Influence	Advance Given	1.29	4.40	--	2.20 (Dr.)
Arati Real Estates (P) Ltd	KMP having Significant Influence	Loan Given	8.80	--	0.05 (Dr.)	--
		Interest Recd	0.06	--	--	--



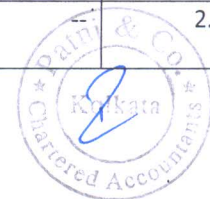
SHRADHA PROJECTS LIMITED

		Advances (Given)	--	14.26	--	8.80 (Dr.)
Manoj Fincom (P) Ltd.	Associate	Loan Taken	--	29.00	0.63 (Cr)	29.73 (Cr)
		Interest Paid	0.70	.82		
Shradha Technopack (P) Ltd	KMP having Significant Influence	Advance	--	1.75	--	1.75 (Dr.)
Shradha Infra Realty (P) Ltd	KMP having Significant Influence	Loan Taken	62.10	--	0.38 (Cr)	--
		Interest Paid	0.43	--	--	--
		Advance Taken	--	15.50	--	15.50(Cr)
Shobhan Enterprises (P) Ltd.	Associate	Loan Given	20.00	270.00	69.47 (Dr)	270.02(Dr)
		Interest Recd	23.97	0.02		
Garia Builders (P) Ltd.	Associate	Loan Given	2.50	18.00	0.10(Dr)	18.26 (Dr.)
		Interest Recd	0.12	2.85		
Shailesh Khaitan	KMP	Sale of Investment	--	160.50	--	--
Swapna Khaitan	Relative of KMP	Sale of Investment	--	128.40	--	--
Utsav Khaitan	Relative of KMP	Sale of Investment	--	54.85	--	--

2.29 Information about Primary Business Segment:

(₹ in Lacs)

Particulars	2012-2013			2011-2012		
	Shares	Loan	Total	Shares	Loan	Total
A: REVENUE						
Total Revenue	35.30	140.46	175.76	123.78	123.04	246.82
B: RESULT						
Segment Result	30.89	138.56	169.45	(19.32)	121.55	102.23
Less: Unallocated Corporate Expenses net of unallocated income			(1.59)			(0.99)
Operating Profit			171.04			103.22
Less: Tax Expenses			16.62			(0.02)
Net Profit			154.42			103.24
C: OTHER INFORMATION						
Segment Assets	3019.95	1250.43	4270.38	2357.76	1590.83	3948.59
Unallocated Corporate Assets	--	--	320.94	--	--	541.22
Total Assets			4591.32			4,489.81
Segment Liabilities	--	4.67	4.67	--	33.71	33.71
Unallocated Corporate Liabilities	--	--	9.91	--	--	33.79
Total Liabilities			14.58			67.50
Depreciation	--	--	1.14	--	--	1.16
Non-cash Expenses other than depreciation	--	--	0.20	--	--	2.55



SHRADHA PROJECTS LIMITED

2.30 Management has determined that there were no balances outstanding as at the beginning of the year and no transactions entered with Micro, Small and Medium Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, during the current year, based on the information available with the Company as at March 31, 2013.

2.31 **Details of Contingent Liability :**

The Company has given Corporate Guarantee towards a Loan of ₹ 500 Lacs raised by B.D.Memorial Institute from Allahabad Bank .

2.32 Previous Year figures have been regrouped and / or rearranged wherever considered necessary.

As per our report of even date.

For **PATNI & CO.**
Firm Reg.No 320304E
CHARTERED ACCOUNTANTS


Pavel Pandya
(Partner)
M.No - 300667

Place: Kolkata

Date: May 29, 2013



On behalf of the Board



Director



Director

SHRADHA PROJECTS LIMITED

REGISTERED OFFICE : 46C, RAFI AHMED KIDWAI ROAD, 3RD FLOOR, KOLKATA – 700 016

ATTENDANCE SLIP

DPID* :	FOLIO NO. :
CLIENT ID.* :	NO. OF SHARES HELD :

I/We hereby record my/our presence at 22nd Annual General Meeting of the Company held at 46C, RAFI AHMED KIDWAI ROAD, 3RD FLOOR, KOLKATA – 700 016 at 3.00 P.M. on Saturday, the 28th September, 2013 and at any adjournment thereof.

NAME(S) OF THE MEMBER(S) (IN BLOCK LETTERS)	
NAME OF THE PROXY (IN BLOCK LETTER)	
SIGNATURE OF THE MEMBER(S)/ PROXY	

NOTES:

1) Member/Proxy attending the meeting must complete this attendance slip and handover at the entrance. Only

Member or their proxies with this attendance slip will be allowed entry to meeting.

2) Shareholders are requested to bring their Annual Reports along with them to the meeting.

* Applicable for Investors holding shares in electronic form.

SHRADHA PROJECTS LIMITED

REGISTERED OFFICE : 46C, RAFI AHMED KIDWAI ROAD, 3RD FLOOR, KOLKATA – 700 016

PROXY FORM

DPID* :	FOLIO NO. :
CLIENT ID.* :	NO. OF SHARES HELD :

I/We.....Of..... being A member/members of SHRADHA PROJECTS LIMITED hereby Appoint.....of.....or failing him.....of.....as my/our proxy to attend and vote for me/us on my/our behalf at the 22ND Annual General Meeting of the Company to be held on the 28th day of September, 2013, and at any adjournment thereof.

In witness whereof I/We have signed on this day of.....2013

Affix
Revenue
Stamp

Signature of Member/ Proxy

NOTE : The proxy must be returned so as to reach the Registered Office of the Company not less than FORTY EIGHT HOURS before the time for holding the aforesaid meeting.