

Code of Conducts

The Company has already implemented a Code of Conduct for all Board Members and Senior Managements of the company in compliance with Clause 49 (1) of the Listing Agreement. But, since the operations of the Company were not much, the application of the code of conduct was limited to that extent

Management discussion and Analysis:

BUSINESS OPERATIONS:

Our Company is medium size Non-Banking Financial Services Company engaged in the sole business segment of financials services. The Reserve Bank of India, with a view to effectively regulate NBFC's brought in wide ranging changes on deposit mobilization and prudential norms. These changes, along with other economic changes, have brought major consolidation in the financial sector including the NBFC sector.

The Management continued its thrust on recoveries, cost efficiencies, loss monitoring and strict credit norms. The Company continues to recover certain amounts from its non-performing assets and during the year has recovered Rs. 0.10 lacs towards compensation for legal settlements. Further during the year, the Company has earned interest income on its investments aggregating to Rs. 12.09 lacs. The Company is looking for various opportunities and avenues to consolidate its business plan.

BUSINESS SEGMENTS:

The Company is engaged only in business of financial services and accordingly there are no separate reportable segments.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACIES:

The Company has in place adequate internal control systems and procedures commensurate with its size and nature of business. The systems are designed to ensure that the financial and other records are reliable for preparing financial statements. The internal control systems are supplemented by periodical reviews. The review includes adherence to the management policies, safeguarding the assets of the Company and ensuring preparation of timely and accurate financial information.

COMPANY FINANCIAL PERFORMANCE AND ANALYSIS:

(Rs.in lacs)

	Year ended 31st March, 2013	Year ended 31st March, 2012
Gross Profit/(Loss) after interest but before depreciation, taxation and exceptional item	7.98	(0.26)
Depreciation	---	---
Net Profit / (Loss) before tax	7.98	(0.26)

Less : Income Tax	1.46	---
Net Profit / (Loss)	6.52	(0.26)
Add : Balance brought forward	(576.81)	(576.55)
Balance Carried Forward	(570.29)	(576.81)

CAUTIONARY STATEMENTS:

In this report on management discussion and analysis describing the Company positions and expectations may be “forward looking statements” within the meaning of applicable laws or regulation. These statements are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. The Company assumes no responsibility in respect of forward looking statements herein which may undergo changes in future on the basis of subsequent development, information or events.