



SAVANI FINANCIALS LIMITED

TWENTY NINTH ANNUAL REPORT

FINANCIAL YEAR 2012-2013

SAVANI FINANCIALS LIMITED

BOARD OF DIRECTORS

MRS DEEPA TRACY

MR. MANISH CHAUDHARI

MR. SAMIR R. MEHTA

MR. SURESH MHATRE

AUDITORS

P. P. BHANDARI AND COMPANY

Chartered Accountants

BANKERS

BANK OF INDIA

REGISTERED OFFICE

91, MANTRA HOUSE,

MAROL CO-OP INDUSTRIAL ESTATE,

M. V. ROAD, ANDHERI (EAST),

MUMBAI - 400 059.

REGISTRAR AND SHARE

TRANSFER AGENT

BIGSHARE SERVICES PRIVATE LIMITED

E-2/3, ANSA INDUSTRIAL ESTATE,

SAKI VIHAR ROAD,

ANDHERI (E), MUMBAI - 400 072.

NOTICE

NOTICE is hereby given that the TWENTY NINTH ANNUAL GENERAL MEETING of the Members of Savani Financials Limited will be held at 11.15 a.m. on Thursday, 26th September, 2013 at 21, Marol Co-Op Industrial Estate, M. V. Road, Andheri (East), Mumbai - 400 059 to transact the following business :

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2013 and the Statement of Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Smt. Deepa Tracy, who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

NOTES :

- a. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The proxy, in order to be effective, must be duly filled, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.**
- b. The Register of Members and the Share Transfer Books of the Company will be closed from 19th September, 2013 to 26th September, 2013 (both days inclusive).
- c. The equity shares of the company are listed on - The Stock Exchange, Mumbai, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001 and The Stock Exchange - Ahmedabad, Kamdhenu Complex, Opp. Sahajanand College, Panjarapole, Ahmedabad - 380 015. The Company has paid the annual listing fees of the both Stock Exchanges up to the financial year 2013-2014.
- d. Shareholders may avail of the facility for making nomination in respect of the shares held by them. All rights of transfer and / or to amounts payable in respect of the shares shall vest in the nominee in the event of death of the shareholder. The minor may be a nominee provided that the name of the guardian is mentioned in the nomination form. The facility of nomination is available only to individual shareholders.
- e. Members are requested to notify any changes in their address to the Company's Registrar and Transfer Agent.
- f. Members are requested to bring their copies of the Annual Report to the meeting.

By Order of the Board
For Savani Financials Limited

Deepa Tracy
Director

Date: 27th May 2013
Registered Office:
91, Mantra House,
Marol Co-Op Industrial Estate,
M. V. Road, Andheri (East),
Mumbai - 400 059.

DIRECTORS' REPORT

The Members

SAVANI FINANCIALS LIMITED

1. Your Directors herewith present the Twenty Ninth Annual Report of your Company together with the Audited Accounts for the financial year 2012-2013.

2. FINANCIAL RESULTS

	(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)

3. TRANSFER TO RESERVES

The management has decided to plough back the profits earned during the year back into the company.

4. DIVIDEND

In view of accumulated losses your Directors do not propose any dividend for the year ended 31st March, 2013.

5. OPERATIONS

During the year, the Company continued with thrust on recoveries, cost efficiency, and loss monitoring and recovered Rs.0.10 lacs (as against Rs.0.30 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 (as against Rs. 3.61 lacs). The Company has registered net profit after tax of Rs. 6.52 lacs as against net loss after tax of Rs.0.26 lacs in the previous year. The management is looking for the opportunity in the sectors to identify the niche segments in which the Company can look for the better business possibility. The management is also exploring possibility of identifying new business opportunity to augment its resources.

6. DEPOSITS

Your Company has not invited or accepted any deposits from the public during the year under review.

7. SUBSIDIARY COMPANIES

The Company does not have a subsidiary. Hence the provisions of Section 212 of the Companies Act, 1956 are not applicable to the Company for the year under review.

8. SECRETARIAL COMPLIANCE REPORT

Secretarial Compliance Report pursuant to the provisions of Section 383A (1) issued by a Company Secretary in whole-time practice is enclosed herewith.

9. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, as amended by the Companies (Amendment) Act, 2000, it is hereby confirmed:

- (i) That in preparation of the Annual Accounts, the applicable Accounting Standards have been followed to the extent applicable to the Company's operations with proper explanations relating to material departures, if any.
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent, so as to give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the Company for that year.
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March, 2013 on a going concern basis.

10. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO

The provisions relating to the disclosure of particulars relating to conservation of energy and technology absorption do not apply to your Company since it is engaged in the business of financial services. The Company had no foreign exchange earnings and outgo during the year.

11. RESPONSE OF THE DIRECTORS TO THE REMARKS MADE IN THE AUDITORS REPORT

With regard to point no. vii to the Auditors report, the Directors wish to state that internal control procedures are adequate considering the size and nature of its business.

12. PARTICULARS OF EMPLOYEES

The Company has no employees falling under the purview of Section 217(2A) of the Companies Act, 1956, during the current financial year.

13. DIRECTORS

There is no change in the Board of Directors for the year under review. Smt. Deepa Tracy retires by rotation at the forthcoming Annual General Meeting and being eligible offers herself for reappointment.

14. CORPORATE GOVERNANCE

A Separate report on Corporate Governance along with the Auditors certificate of its compliance is given in a separate annexure.

15. AUDITORS

M/s. P. P. Bhandari and Company, Chartered Accountants, retire at the ensuing Annual General Meeting and are eligible for reappointment. The Auditors comments are duly explained in the Notes on Account and do not call for any further comments.

16. ACKNOWLEDGMENT

Your Company is grateful to the Bankers for their co-operation and assistance and the customers for their patronage.

For and on behalf of the Board

Deepa Tracy
Director

Place : Mumbai

Date : 27th May, 2013

**REPORT ON CORPORATE GOVERNANCE
(PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT)**

A. Company's Philosophy on code of Governance :

The Company's philosophy is to conduct its affairs in a manner, which is transparent, clear and evident to those having dealing with or having stake in the Company, namely shareholders, lenders, creditors and employees. The Company's philosophy on Corporate Governance is thus concerned with the ethics and the values of the Company and its Directors who are expected to act in the best interest of the Company and remain accountable to shareholders and other beneficiaries for their action.

B. Board of Directors:

- (i) The Board of Directors of the Company comprises of 4 Directors with optimum combination of non-executive and independent directors. The Board met 9 (Nine) times during the year on various dates and the nature of the directorship of all the Directors are as follows:

NAME OF DIRECTOR	CATEGORY
Mrs. Deepa Tracy	Non-Executive Director
Mr. Manish Chaudhari	Non-Executive Director
Mr. Suresh Mhatre	Independent Non-Executive Director
Mr. Samir R. Mehta	Independent Non-Executive Director / Professional Director

(ii) Board Meetings:

The Board of Directors met 9 times during the financial year on 02.04.2012, 09.05.2012, 11.05.2012, 29.05.2012, 22.06.2012, 08.08.2012, 10.09.2012, 06.11.2012 and 08.02.2013.

(iii) Attendance of Directors:

Name of Director	Number of Board Meeting Attended	Attendance at Last AGM held on 27 th September 2012.
Mrs. Deepa Tracy	7	Present
Mr. Manish Chaudhari	7	Present
Mr. Suresh Mhatre	7	Present
Mr. Samir R. Mehta	9	Present

The Board of Directors of the Company has optimum combination of non-executive and independent directors. The Directors of the Company also hold directorship in other Companies details of which are given below:

Name of Director	Number of Directorship held		Number of Committees of Board	
	Listed Companies	Other Companies (Including Pvt. Ltd.)	Membership	Chairmanship

Mrs. Deepa Tracy	1	4	2	1
Mr. Manish Chaudhari	1	4	2	---
Mr. Suresh Mhatre	1	3	1	---
Mr. Samir R. Mehta	1	3	1	1

**DISCLOSURE PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT:
DETAILS OF DIRECTOR BEING RE-APPOINTED AT THE ENSUING
ANNUAL GENERAL MEETING:**

Name of Director	Smt. Deepa Tracy
Date of Birth	17/01/1953
Date of Appointment	11/05/2012
Qualifications	B.Sc.
Nature of expertise in specific functional areas	Smt. Deepa Tracy has wide entrepreneurial experience of varied industries particularly in garment, infrastructure and rich experience in general management and has been associated as Director of the Company since 2012.
Names of Companies in which he is a Director	Mantra Exports Private Limited Mantra Fashions Private Limited Shloka Overseas Private Limited M4 Mantra Entertainment Private Limited
Committees in which she is a member	Audit Committee – Savani Financials Ltd. Share Transfer cum Shareholders Grievances Committee – Savani Financials Ltd.

C. AUDIT COMMITTEE:

The role of Audit Committee encompasses accounting matters, financial reporting and internal controls. The terms of reference of Audit committee are primarily to review accounting policies and of practices, systems and procedures of internal control, ensure compliances of accounting standards and regulatory guidelines, appointment /removal of auditors and fixing their remuneration. Review pending litigations, observations / Comments of the statutory auditors. Review and held discussions with statutory auditors on their observations and critical issues put forth by them. The Audit Committee met 4 times during the financial year on 29.05.2012, 08.08.2012, 06.11.2012 and 08.02.2013.

The composition of Audit Committee is as follows:

Name	Designation	Number of committee meeting attended
Mr. Samir R. Mehta	Chairman – Non-Executive Independent Director	4
Mrs. Deepa Tracy	Member – Non-Executive Director	4
Mr. Suresh Mhatre	Member – Non-Executive Independent Director	4

The Audit Committee discussed the Company's unaudited quarterly results before it was placed before the Board of directors and also had overview of the Company's financial reporting process.

D. SHAREHOLDERS GRIEVANCE COMMITTEE:

The Shareholders Grievance cum Share Transfer Committee met 27 times during the year. The constitution of which is as under:

Name	Designation
Mrs. Deepa Tracy	Chairperson
Mr. Manish Chaudhari	Member
Mr. Samir R. Mehta	Member
Mr. Praful Sheth	Company Secretary

Function: To deal with share transfer and dematerialization and handling shareholder complaints of all kinds.

Mr. Praful Sheth, Company Secretary has been designated as a Compliance Officer of the Company. During the year, the Company received 14 (Fourteen) complaints from shareholders and has resolved the same to the satisfaction of the shareholders. The Company has no unresolved complaints from any shareholders at the close of financial year and there is no request pending for any transfer as on date.

E. GENERAL BODY MEETINGS:

Details of Annual General Meeting held during last three years:

Year	Venue	Date	Time
2011-12	21, Marol Co-Op Industrial Estate, M. V. Road, Andheri (East), Mumbai - 400 059	September 27, 2012	11.15 a. m.
2010-11	809A, Broadway Centre, 2nd Floor, Dadar (East), Dr. Ambedkar Road, Mumbai - 400 014	September 28, 2011	11.30 a. m.
2009-10	809A, Broadway Centre, 2nd Floor, Dadar (East), Dr. Ambedkar Road, Mumbai - 400 014	September 27, 2010	11.30 a. m.

There are no special resolutions passed at the last 3 Annual General Meetings and no resolution passed by postal ballot.

F. DISCLOSURE:

1. None of the transactions with any of the related parties were in conflict with the interest of the Company.
2. The Company has complied with all the provisions of various Corporate Acts, any rules and regulations made thereunder, including the various clauses of Standard Listing Agreement and hence no details of non-compliance by the company, penalties, restrictions imposed on the company by stock exchanges or Securities & Exchange Board of India, or any statutory authority, on any matter related to capital markets, during the last three years, requires to be reported.
3. It is hereby affirmed that no personnel has been denied access to the audit committee.

4. Disclosure of accounting treatment if different from that prescribed in Accounting Standards with explanation. The company has duly complied with all the Accounting Standards with proper explanatory statement for deviation, if any.

G. MEANS OF COMMUNICATIONS:

The Financials results of the Company are published in One English (Free Press Journal) and one Marathi Newspaper (Navshakti). The Company does not send half yearly / quarterly result to household of the shareholders by means other than Newspaper publication. The Company has not made any presentation to institutional Investor or to analysts.

The management Discussion and Analysis Report is annexed.

H. CODE OF CONDUCT:

The Company has framed a specific code of conduct for the members of the Board of Directors, Pursuant to clause 49 of the listing agreement with Stock Exchanges.

I. GENERAL SHAREHOLDER INFORMATION:

1	Annual General Meeting	:	
	Schedule		26 th September, 2013 at 11.15 A.M.
	Venue		21, Marol Co-operative Industrial. Estate, M.V. Road, Andheri (East), Mumbai - 400 059.
2	Financial Calendar	:	Board Meetings
			Results for quarter ending June 30 2013, mid week of August, 2013
			Results for quarter ending September 30 2013, mid week of November 2013
			Results for quarter ending December 31 2013, mid week of February 2014
			Results for year ending March 31 2014, On or before 31 st May, 2014
3	Book Closure Date	:	19 th September to 26 th September, 2013 (both the days inclusive)
4	Dividend payment date	:	No Dividend Recommended.
5	Listing of equity shares on stock exchanges at	:	(1) The Mumbai Stock Exchange (2) The Stock Exchange, Ahmedabad
6	Stock Code	:	511577 at Mumbai Stock Exchange 52068 at Ahmedabad Stock Exchange
7	Demat ISIN Numbers in NSDL & CDSL for equity shares	:	ISIN No. INE 304E01010
8	Registrar & Transfer Agent	:	Bigshare Services Private Limited E-2/3, Ansa Industrial Estate, Sakivihar Road, Sakinaka, Andheri(E), Mumbai - 400 072

9	Share Transfer System	: At present, the transfer of shares are effected (if in physical form) within 12 to 15 days from the date of the receipt of the instrument effecting the transfer, subject to the instrument is valid and complete in all respect. However, the Company has offered the facility of transfer cum Demat. Under this system, after the transfer is being effected, an option letter is sent to the transferee indicating the details of the transferred shares and requesting him, if he wishes, to hold such shares in electronic form (Demat). If he wants his shares to be demated, he has to approach his Depository Participant (DP) with the option letter. The DP, based on the option letter, generates a demat request and send the same to the company along with the option letter issued by the company. On receipt of the same, the company dematerialises the shares. In case the transferee does not want the shares in electronic form, he need not exercise the option and the company will dispatch the share certificates after 30 days from the date of such option letter.
10	Distribution of shareholding as on March 31, 2013	: As per Annexure "A" and Annexure "B" given below
11	Dematerialisation of shares	: Over 63.65% of the paid up shares has been dematerialised upto March 31, 2013. Trading in Equity shares of the Company is permitted in dematerialised form w.e.f. October 02, 2001 as per notification issued by the Securities and Exchange Board of India. In order to facilitate dematerialisation, the Company has assigned dematerialisation work to M/s. Big Share Services Pvt. Ltd., SEBI Registered, Registrar and Transfer Agent having connectivity with N.S.D.L./C.D.S.L. The Company does not have outstanding GDRS / ADRS / Warrants or any Convertible instruments.
12	Correspondence (for dematerialisation/ transfer of shares, payment of dividend on shares, and any other query relating to the shares of the Company)	: For Shares held in physical and dematerialised form Ms. Flavia Dsouza Bigshare Services Private Limited E-2/3, Ansa Industrial Estate, Sakivihar Road, Sakinaka, Andheri(E), Mumbai - 400 072 AND Mr. Praful Sheth, Company Secretary, Savani Financials Limited 91, Mantra House, Marol Co-operative Industrial Estate, M. V. Road, Andheri (East), Mumbai - 400 059.
13	Any query on Annual Report	: Mr. Praful Sheth Compliance officer 91, Mantra House, Marol Co-operative Industrial Estate, M. V. Road, Andheri (East), Mumbai - 400 059.

14	Market Price Data	:	High Low during each month in last financial year
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Month	BSE Highest	BSE Lowest
April 2012	13.10	9.89
May 2012	9.87	9.38
June 2012	9.60	7.17
July 2012	13.56	6.86
August 2012	12.21	11.03
September 2012	10.48	7.32
October 2012	7.88	7.88
November 2012	---	---
December 2012	---	---
January 2013	---	---
February 2013	8.27	7.49
March 2013	7.12	4.75

Annexure "A"

Sr. No	Category of Shareholders	No. of Shares Held	Percentage of Capital
1.	Promoters holding	20,91,050	52.28%
2.	Mutual Fund and U.T.I.	---	---
3.	Banks, Financial Institutions, Insurance Co.	8,400	0.21%
4.	Private Corporate Bodies	22,751	0.57%
5.	Indian Public	17,66,099	44.15%
6.	N.R.I. /O.C.B.'s	1,11,700	2.79%
	TOTAL	40,00,000	100.00%

Annexure "B"

Number of Equity shares held	Number of Shareholders	Percentage of Shareholders	Total Holding in Rs.	Percentage of Share held
1-5000	5872	90.58%	94,52,080	23.63%
5001-10000	414	6.39%	35,02,390	8.76%
10001-20000	111	1.71%	17,29,400	4.32%
20001-30000	41	0.63%	10,26,940	2.57%
30001-40000	10	0.15%	3,57,000	0.89%
40001-50000	14	0.21%	6,79,500	1.69%
50001-100000	10	0.16%	6,70,000	1.68%
100001 and above	11	0.17%	2,25,82,690	56.46%
TOTAL	6483	100.00%	4,00,00,000	100.00%

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

1. 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 financials 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.

2. BUSINESS SEGMENTS:

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

3. 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.

4. COMPANY FINANCIAL PERFORMANCE AND ANALYSIS:

(Rs.in lacs)

	Year ended 31 st March, 2013	Year ended 31 st 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)

5. 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 defer materially from those expressed or implied. The Company assures no responsibility in respect of forward looking statements herein which may undergo changes in future on the basis of subsequent development, information or events.

CHAIRPERSON CERTIFICATION

To
The Board of Directors
Savani Financials Limited

I to the best of my knowledge and belief, certify that:

1. I have reviewed the financial statements and cash flow statement for the year ended 31st March, 2013 and to the best of my knowledge and belief :
 - i) these statements do not contain any material untrue statement or omit any material fact of contain statements that might be misleading
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and other applicable laws and regulations.
2. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year which is fraudulent, illegal or violating the company's code of conduct.
3. I accept responsibility for establishing and maintaining internal controls over financials reporting and I have evaluated the effectiveness of internal controls systems of the company over financial reporting and have disclosed to the Auditors and the Audit committee, deficiencies in the designing or operations of internal controls over financials reporting, if any of which we are aware and steps I have taken or propose to take to rectify these deficiencies. In my opinion, there are adequate internal controls over financials reporting.
4. I have indicated to the Auditors and the Audit committee, interalia :
 - i) Significant changes in the internal controls over financial reporting during the year under review.
 - ii) Significant changes in accounting policies during the year, as disclosed in in Note 1 to the Financial Statements.
 - iii) Instances of significant fraud of which I have become aware and the involvement therein, if any of the management or an employee having a significant role in the company's systems on financials reporting. To my knowledge and belief, there are no frauds during the year.

Place : Mumbai,
Date : 27th May, 2013

DEEPA TRACY
DIRECTOR

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

The Members of
Savani Financials Limited

We have examined the compliance of conditions of Corporate Governance by Savani Financials Limited, for the year ended on 31st March, 2013 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. 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 and the representations made by the Directors, 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 the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **P.P. Bhandari and Co.**
Chartered Accountants
Firm Regn. No. 101174W

Samir Gaglani
Partner
(Membership No..117496)

Place : Mumbai
Date : 27th May, 2013

Independent auditors' report to the members of Savani Financials Limited

Report on the financial statements

We have audited the accompanying financial statements of **Savani Financials Limited** ("the company"), which comprise the balance sheet as at 31 March, 2013, the statement of profit and loss and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management'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 principles generally accepted in India, including 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, but not for the purpose of expressing an opinion on the effectiveness of the company'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.

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:

- 1) In the case of the balance sheet, of the state of affairs of the Company as at 31st March, 2013
- 2) In the case of statement of profit and loss, of the profit for the year ended on that date, and

- 3) In the case of the cash flow statement, of the cash flows 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 which to the best of our knowledge and belief was necessary for the purpose of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
 - c) The balance sheet and statement of profit and loss dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the balance sheet and statement of profit and loss comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act.
 - e) On the basis of written representations received from the directors as on 31st March, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For P.P. BHANDARI AND CO.
Chartered Accountants
Firm Regn. No. 101174W

(Samir Gaglani)
Partner

Mem. No. 117496

Mumbai, Dated: May 27th 2013

Annexure referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

Re: Savani Financials Limited

- i) The company has no Fixed Assets during the year hence; the requirements of clause 4(i) are not applicable to the company.
- ii) The company has not carried any inventory during the year. Accordingly clauses 4(ii) (a) to (c) of the Order are not applicable.
- iii)
 - a) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Accordingly, the provisions of clause 4(iii)(b) to (d) of the Order are not applicable to the company.
 - b) The Company has not taken any loans secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4(iii) (f) to (g) of the order is not applicable.
- iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the company in respect of these areas.
- v)
 - a) According to the information and explanations provided by the management, there are no contracts which need to be entered into the register maintained under section 301 of the Companies Act, 1956. Accordingly, clause 4 (v) (b) of the order is not applicable.
- vi) The company has not accepted any deposit from public within the meaning of section 58A and 58AA of the Companies Act, 1956 and rules made there under.
- vii) *The company does not have any formal system of internal audit.* However, in our opinion and according to the information and explanations given to us, the internal control procedures are adequate considering the size and nature of its business.
- viii) We are informed that the Central Government has not prescribed the maintenance of Cost records under Section 209(1) (d) of the Companies Act, 1956.
- ix)
 - a) The company is regular in depositing undisputed statutory dues, including Provident Fund, Investor Education and Protection Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues with appropriate authorities, where applicable. As informed to us, the provisions of the Employees State Insurance Act are not applicable to the Company. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2013 for a period of more than six months from the date they became payable.
 - b) According to the records of the company, there are no dues in respect of Sales tax, Income tax, Custom duty, Wealth tax, Service Tax, Excise duty and Cess which are disputed.

- x) The company has accumulated losses at the end of the financial year which exceeds fifty percent of its net worth. It has not incurred cash losses in the current year however has incurred cash losses in the immediately preceding financial year.
- xi) The company does not have borrowings from financial institutions, banks or borrowings by way of debentures and hence the clause is not applicable.
- xii) According to the information and explanations given to us and based on the documents and records produced before us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) In our opinion, 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.
- xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the company.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions and hence, the requirements of clause 4(xv) are not applicable to the company.
- xvi) The company does not have any borrowings from banks/ financial institutions by way of term loans / borrowings during the year, accordingly the requirements of clause 4(xvi) are not applicable to the company.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investments.
- xviii) During the year, the company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Act, hence, the requirements of clause 4(xviii) are not applicable to the company.
- xix) The company has not issued any debentures during the year and hence, the requirements of clause 4(xix) are not applicable to the company.
- xx) The company has not raised any money by way of public issue during the year, and hence the requirements of clause 4(xx) are not applicable to the company..
- xxi) On the basis of our examination and according to the information and explanations given to us, no fraud on or by the company, has been noticed or reported during the year.

For P. P. BHANDARI AND CO.

Chartered Accountants

Firm Regn. No. : 101174W

(Samir Gaglani)

Partner

Mem. No. 117496

Mumbai, Dated: May 27, 2013

SAVANI FINANCIALS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2013

	Note No.	Rupees	
		March, 31, 2013	March 31, 2012
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	40,000,000	40,000,000
Reserves & Surplus	3	(23,171,066)	(23,823,082)
		<u>16,828,934</u>	<u>16,176,918</u>
Current Liabilities			
Other Current Liabilities	4	151,247	70,122
Total		<u>16,980,181</u>	<u>16,247,040</u>
ASSETS			
Non -Current Assets			
Long Term Loans and Advances	5	41,068	36,169
Current Assets			
Cash and Cash Equivalents	6	16,703,282	13,570,511
Short term Loans and Advances	7	-	2,500,000
Other Current Assets	8	235,831	140,360
		<u>16,939,113</u>	<u>16,210,871</u>
Total		<u>16,980,181</u>	<u>16,247,040</u>

See Accompanying Notes to the Financial Statements

This is the Balance Sheet referred to in our report of even date

For P. P. BHANDARI AND CO.
Chartered Accountants

(SAMIR GAGLANI)
Partner
Mumbai, Dated 27th May, 2013

Deepa Tracy
Director
Mumbai, Dated 27th May, 2013

Manish Chaudhari
Director

Praful Sheth
Co. Secretary

SAVANI FINANCIALS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	Note No.	Rupees	
		2012-13	2011-12
INCOME			
Revenue from Operations	9	1,208,878	361,644
Other Income	10	10,000	30,000
Total Revenue		<u>1,218,878</u>	<u>391,644</u>
EXPENSES			
Other Expenses	11	<u>420,862</u>	<u>417,924</u>
Total Expenses		<u>420,862</u>	<u>417,924</u>
PROFIT/(LOSS) BEFORE TAXATION		<u>798,016</u>	<u>(26,280)</u>
Tax Expense:			
Current Tax		<u>146,000</u>	<u>-</u>
		<u>146,000</u>	<u>-</u>
PROFIT/(LOSS) FOR THE YEAR		<u><u>652,016</u></u>	<u><u>(26,280)</u></u>
Earnings Per Equity Share in Rupees			
Basic and Diluted		0.16	(0.01)
See Accompanying Notes to the Financial Statements			

This is the Statement of Profit and Loss referred to in our report of even date

For P. P. BHANDARI AND CO.

Chartered Accountants

(SAMIR GAGLANI)

Partner

Mumbai, Dated 27th May, 2013

Deepa Tracy

Director

Mumbai, Dated 27th May, 2013

Manish Chaudhari

Director

Praful Sheth

Co. Secretary

SAVANI FINANCIALS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

	Rupees	
	2012-13	2011-12
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT/ (LOSS) BEFORE TAX	798,016	(26,280)
Adjustments for :		
Trade and Other Receivables	2,404,529	5,963,831
Trade and Other Payables	<u>81,125</u>	<u>38,697</u>
	<u>2,485,654</u>	6,002,528
	<u>3,283,670</u>	5,976,248
Less : Direct Taxes paid	<u>(150,899)</u>	-
CASH GENERATED FROM OPERATIONS	<u>3,132,771</u>	5,976,248
B. CASH FLOW FROM INVESTING ACTIVITIES	-	-
C. CASH FLOW FROM FINANCIAL ACTIVITIES	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>3,132,771</u>	5,976,248
CASH AND CASH EQUIVALENTS AT THE CLOSE OF THE YEAR	16,703,282	13,570,511
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>13,570,511</u>	<u>7,734,623</u>
	<u>3,132,771</u>	5,976,248

As per our attached Report of even date
For P. P. BHANDARI AND CO.
Chartered Accountants

(SAMIR GAGLANI)
Partner
Mumbai, Dated 27th May, 2013

Deepa Tracy
Director
Mumbai, Dated 27th May, 2013

Manish Chaudhari
Director

Praful Sheth
Co. Secretary

SAVANI FINANCIALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements are prepared on the historical cost convention, in accordance with applicable Accounting Standards and the relevant provisions of the Companies Act, 1956.

All assets and liabilities have been classified as current or non-current as per criteria set out in the Schedule VI to the Companies Act, 1956.

Use of Estimates

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

Revenue Recognition

- a) Lease Rentals and Lease Management Fees arising out of Lease Agreements and Hire Charges and Documentation Fees arising out of the Hire Purchase Agreements are recognized as income in accordance with the terms of the agreements entered into with the lessees / hirers or as rescheduled from time to time.

Lease rental income on Lease Agreements executed on or after 1st April, 1995 is recognized on the basis of the implicit rate of return, the difference between the capital recovery and the depreciation being accounted as Lease Adjustment Account.

Hire charges are recognized as income equally over the period of the Hire Purchase Agreements executed on or before 31st March, 1995 and on sum of digits method for agreements executed thereafter.

However, income on non-performing assets identified in accordance with the guidelines issued by the Reserve Bank of India is recognized on realization in cash or in kind.

- b) Delayed payment charges are recognised on realisation.
- c) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.
- d) All other incomes and expenditures are accounted on accrual basis.

Fixed Assets

Tangible Fixed Assets are stated at cost or revalued amounts, as the case may be, less accumulated depreciation, lease adjustment account and provision for impairment, if any. The cost includes expenditure incurred in the acquisition and construction / installation and other related expenses in bringing the asset to working condition for its intended use. In respect of qualifying assets, related pre operational expenses including borrowing costs are also capitalised. In case of revaluation of fixed assets, the original cost as written up by the valuer, is considered in the account and the differential amount is transferred to revaluation reserve.

Depreciation

Depreciation on Tangible Fixed Assets has been provided on Straight Line Method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 on prorata basis from the date of additions and/or disposal :

- (a) In respect of Owned Assets acquired upto 16th December, 1993, at the rates adopted in earlier years. Depreciation on owned assets acquired thereafter has been calculated at the revised rates prescribed by Schedule XIV to the Companies Act, 1956.
- (b) In respect of leased assets, at the revised rates prescribed by Schedule XIV to the Companies Act, 1956.

SAVANI FINANCIALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2013

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (Contd)

Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost or fair value. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

Provision for Doubtful Debts

All receivables, loans and advances including assets under lease/hire purchase agreements are classified and provision for doubtful debts is made in accordance with the guidelines issued by the Reserve Bank of India.

Income Taxes

Tax expense comprises both current and deferred taxes. Current Tax is provided on the taxable income using the applicable tax rates and tax laws. Deferred tax assets and liabilities arising on account of timing difference and which are capable of reversal in subsequent periods are recognised using the tax rates and tax laws that have been enacted or substantively enacted. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the company has carry forward unabsorbed depreciation and tax losses, deferred Tax assets are recognised only to the extent there is a virtual certainty supported by convincing evidence that sufficient taxable income will be available against which such deferred tax assets can be realised.

Minimum Alternative Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period.

Provisions and Contingent Liabilities

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

SAVANI FINANCIALS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

	Rupees	
	March, 31, 2013	March 31, 2012
NOTE 2: SHARE CAPITAL		
Authorised		
1,00,00,000 Equity Shares of Rs.10 each	100,000,000	100,000,000
25,00,000 Redeemable Preference Shares of Rs.10 each	25,000,000	25,000,000
	<u>125,000,000</u>	<u>125,000,000</u>
Issued, Subscribed and Fully Paid-up		
40,00,000 Equity Shares of Rs.10 each, fully paid up	40,000,000	40,000,000
	<u>40,000,000</u>	<u>40,000,000</u>

	No. of shares	
Reconciliation of Equity shares outstanding as at the end of the year;		
As at the beginning of the year	4,000,000	4,000,000
As at the end of the year	4,000,000	4,000,000

Terms/ Rights attached to the Share Capital;

The company has two classes of shares, equity and preference and each equity shareholder is entitled to one vote per share.

	No. of Shares held	
	March 31, 2013	March 31, 2012
Details of Shareholders holding more than 5 percent of the shares;		
In respect of Equity Shares;		
Name of the Shareholder		
Mrs. Deepa Tracy	1,045,525	-
Mr .Manish Chaudhari	1,045,525	-

	Rupees	
	March, 31, 2013	March 31, 2012
NOTE 3: RESERVES AND SURPLUS		
Share Premium Account		
As per last Account	33,208,100	33,208,100
Special Reserve (under Section 45 - IC of the Reserve Bank of India Act, 1934).		
As per last Account	650,000	650,000
Surplus / (Deficit) in the Statement of Profit & Loss		
As per last Account	(57,681,182)	(57,654,902)
Profit/ (Loss) for the year	652,016	(26,280)
Net surplus/(deficit) in the Statement of Profit & Loss	<u>(57,029,166)</u>	<u>(57,681,182)</u>
	<u>(23,171,066)</u>	<u>(23,823,082)</u>

NOTE 4: OTHER CURRENT LIABILITIES

Other Payables:		
Sundry Creditors For Expenses	147,414	64,540
Withholding taxes	3,833	5,582
(There are no amounts due and payable to the Investor Education and Protection Fund)	<u>151,247</u>	<u>70,122</u>

SAVANI FINANCIALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

	Rupees	
	March., 31, 2013	March 31, 2012
NOTE 5: LONG TERM LOANS AND ADVANCES		
Income -tax (Net of Provision)	41,068	36,169
	<u>41,068</u>	<u>36,169</u>
NOTE 6: CASH AND CASH EQUIVALENTS		
Balances with banks		
In Current Accounts	821,088	2,399,749
In Deposit Accounts	15,750,000	11,000,000
(With original maturity of twelve months)		
Cash on hand	132,194	170,762
	<u>16,703,282</u>	<u>13,570,511</u>
NOTE 7: SHORT TERM LOANS AND ADVANCES		
(Unsecured - Considered Good)		
Rental Deposit	-	2,500,000
	<u>-</u>	<u>2,500,000</u>
NOTE 8: OTHER CURRENT ASSETS		
(Unsecured - Considered Good)		
Accrued Interest on Fixed Deposits	235,831	140,360
	<u>235,831</u>	<u>140,360</u>
NOTE 9: REVENUE FROM OPERATIONS		
Interest on Bank Deposits	1,208,878	361,644
	<u>1,208,878</u>	<u>361,644</u>
NOTE 10: OTHER INCOME		
Compensation for legal settlements	10,000	30,000
	<u>10,000</u>	<u>30,000</u>
NOTE 11: OTHER EXPENSES		
Rates and Taxes	120	480
Printing and stationery	66,712	40,483
Travelling and conveyance	15,271	46,093
Advertisement	57,712	45,206
Communication expenses	50,137	33,904
Listing and Registration Fees	45,531	39,820
Demat charges	12,245	275
Membership and Subscription	13,482	13,236
Legal & Professional Charges	102,517	128,133
Auditors' Remuneration:		
Audit fee	22,472	22,472
Other Services (certification fees)	5,618	5,618
	<u>28,090</u>	<u>28,090</u>
Miscellaneous Expenses	29,045	42,204
	<u>420,862</u>	<u>417,924</u>

SAVANI FINANCIALS LIMITED

NOTE 12: OTHER ADDITIONAL NOTES / INFORMATION

A The Company has unabsorbed depreciation and carried forward losses under tax laws. In absence of virtual certainty of sufficient future taxable income, net deferred tax asset has not been recognized by way of prudence in accordance with Accounting Standard (AS - 22) "Accounting for Taxes on Income" issued by Institute of Chartered Accountants of India.

Further in view of the above, no MAT credit has been recognised as an asset by way of prudence.

		Rupees	
		31/03/2013	31/03/2012
B Earnings Per Share:			
Profit/(Loss) after taxation, refund of income tax and before Exceptional Item	(Rs.)	652,016	(26,280)
Profit/(Loss) after taxation, refund of income tax and Exceptional Item	(Rs.)	652,016	(26,280)
Number of Equity Shares (Face Value Rs.10/-)		4,000,000	4,000,000
Earning Per Share in Rupees - Basic			
Before Exceptional Item		0.16	(0.01)
After Exceptional Item		0.16	(0.01)

C The Company does not have any foreign currency exposures

D In the opinion of the management the company is engaged only in the business of providing financial services and accordingly there are no separate reportable segments as per Accounting Standard-17 dealing with segment reporting.

E Related Party Disclosure:

A) Relationships:

- 1 Associate Concerns
Savani Transport Private Limited (till 11th May, 2012)

B) Nature of transactions:

The following transactions were carried out with the related parties mentioned in A above, in the ordinary course of business.

	Associate Concerns	
	2012-13	2011-12
1 Deposits given received back (Net)		
Savani Transport Private Limited	-	6,000,000
2 Outstanding Balances		
Advances - Deposits		
Savani Transport Private Limited	-	2,500,000

No amount has been provided as doubtful debts or advances / written off or written back in the year in respect of debts due from / to above related party

F Previous years figures have been regrouped/ reclassified wherever necessary to conform to the current years' presentation.

Signatures to the Notes to the Financial Statements which form an integral part of the Financial Statements.

As per our attached Report of even date

For P. P. BHANDARI AND CO.

Chartered Accountants

(SAMIR GAGLANI)

Partner

Mumbai, Dated 27th May, 2013

Deepa Tracy

Director

Mumbai, Dated 27th May, 2013

Manish Chaudhari

Director

Praful Sheth

Co. Secretary

SAVANI FINANCIALS LIMITED.

Schedule to the Balance Sheet of a Non-Banking Financial Company

[as required in terms of Paragraph 9BB of Non-Banking Financial Companies

Prudential Norms (Reserve Bank) Directions, 1998]

(Rs. in lacs)

[illegible]

Long Term Investments :			
(i) Quoted :			
(i) Shares : (a) Equity			-
(b) Preference			-
(ii) Debentures and Bonds			-
(iii) Units of mutual funds			-
(iv) Government securities			-
(v) Others (please specify)			-
(ii) Unquoted :			
(i) Shares : (a) Equity			-
(b) Preference			-
(ii) Debentures and Bonds			-
(iii) Units of mutual funds			-
(iv) Government securities			-
(v) Others (please specify)			-
(6) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :			
Please see Note 2 below			
Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) other related parties	-	-	-
2. Other than Related Parties	-	-	-
Total	-	-	-
(7) Investor group-wise classification of all investments(current and long-term) in shares and securities (both quoted and unquoted):			
Please see Note 3 below			
Category	Market value / Break-up or fair value or NAV	Book Value (Net of Provisions)	
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) other related parties	-	-	-
2. Other than Related Parties	-	-	-
Total	-	-	-
(8) Other information			
Particulars	Amount		
(i) Gross Non-Performing Assets			
(a) Related Parties			-
(b) Other than related Parties			-
(ii) Net Non-Performing Assets			
(a) Related Parties			-
(b) Other than related Parties			-
(iii) Asset acquired in satisfaction of debt			-

Notes:

- As defined in Paragraph 2(1) (xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions,1998.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in column (5) above.

For and on behalf of the Board of Directors

Place : Mumbai
Date : 27th May, 2013

Deepa Tracy
Director

Manish Chaudhari
Director

Praful Sheth
Co. Secretary

FORM A

(Clause 31(a) of Listing Agreement)

Covering letter of the Annual Audit Report

1	Name of the Company	Savani Financials Limited
2	Annual financial statements for the year ended	31 st March, 2013
3	Type of Audit observation	None
4	Frequency of observation	Not Applicable



(DEEPA TRACY)
DIRECTOR



(SAMIR MEHTA)
AUDIT COMMITTEE CHAIRMAN

For P.P.BHANDRI AND CO.
Chartered Accountants
Firm Regn. No. 101174W



(Samir Gaglani)
Partner
Membership No. 117496



Mumbai,
Dated: 30th September, 2013