


*Statement of Accounts for the
year ended on 31st March 2013*



KRISHNA

**KRISHNA CAPITAL
&
SECURITIES LTD.**

AHMEDABAD

**19TH ANNUAL REPORT
2012-2013**



KRISHNA CAPITAL & SECURITIES LIMITED

Ahmedabad

Company CIN No	:	L67120GJ1994PLC023803
Status	:	Public Company
Board of Director	:	Mr. Ashokkumar Babulal Agrawal Mr. Vinod B Agrawal Mr. Tarun Jagneshwarprasad Garg Mr. Pankaj Vinodkumar Agrawal
Accounting Year	:	01/04/2012 to 31/03/2013
Assess. Year	:	2013 - 2014
Auditors	:	K. G. Vakharia & Co. 504, "Samruddhi", Opp. Old High Court Road, Income Tax, Ashram Road, Ahmedabad - 380014
PHONE	:	2754 52 53, 2754 12 50, 3002 52 53
BANKERS	:	HDFC Bank Limited
PAN No.	:	AAACK 6286 H
Registered Office	:	403, Mauryansh Elanza, B/h. Parekh Hospital, Shyamal Cross Road, Satellite, Ahmedabad - 380015



KRISHNA CAPITAL & SECURITIES LIMITED

NOTICE

Notice is hereby given that the 19th Annual General Meeting of the members of the Company will be held at the registered office of the company on 11th July, 2013 at 11.30 a.m. to transact the following business;

Ordinary Business :

- 1 To receive, consider, approve & adopt the Audited Statement of Profit & Loss for the Period ended on 31st March 2013 of the company & Balance sheet as at 31st March 2013 and the Reports of the Directors and Auditors thereon.
- 2 To Appoint Director in place of Mr. Tarun Garg who retires by rotation and being eligible offers himself for re-appointment
- 3 To Appoint M/S K.G.Vakharia & Co. Retiring Auditors as Auditors of the Company to hold office from the conclusion of this AGM till the conclusion of the next Annual General Meeting on a remuneration to be decided by the Board of directors of the company, in addition to reimbursement of all out of pocket expenses incurred in connection with the audit of the company.

**By order of the Board
For, Krishna Capital & Securities Limited**

[Chairman] [Managing Director]

Registered Office:
403, Mauryansh Elanza,
B/h. Parekh Hospital,
Shyamal Cross Road
Satellite, Ahmedabad - 380015
Place: Ahmedabad
Date : 29/05/2013

Notes:

1. A Member entitled to attend and vote at the meeting is entitled to appoint proxy to attend & vote instead of himself and the proxy need not be a member of the company. The proxy in order to be effective, must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. Relevant Explanatory Statement if any is attached herewith.
3. The register of members and share Transfer book of the company shall remain closed from 7th July to 11th July 2013 [both days are inclusive]
4. Members are required to notify immediately for any changes in their address if any, at the registered office of the company by quoting their folio numbers.



KRISHNA CAPITAL & SECURITIES LIMITED

Statement regarding the Directors seeking appointment/ re appointment in ensuing annual general meeting

Name of Director	Mr. Tarun Garg
Date of Birth	9/25/1979
Date of appointment	3/27/2003
Expertise in specific functional area	No
Qualification	M.B.A.
No. of Equity Shares held	Nil
List of Outside Company Directorship held in public company.	No
Chairman/ Member of Committees of Board Of Directors of the Company.	Member- Audit Committee Member – Investor Grievance & Share Transfer
"Chairman/ Member of Committees of Other Board of Directors of the Companies in which he/she is director Audit Committee Shareholders Grievance Committee"	Nil

**By order of the Board
For, Krishna Capital & Securities Limited**

[Chairman] [Managing Director]

DIRECTOR'S REPORT

To,
The Member's
KRISHNA CAPITAL & SECURITIES LIMITED

Your Directors are happy to present the **19th** Annual Report of the Company Along with the Audited Financial Statements of Account for the year ended 31st March 2013.

The break-up of profit is given as follows:	31-Mar-13	31-Mar-12
Revenue from Operation	2,789,702	6,126,937
Profit Before Finance Expenses & Depri.	1,094,498	3,763,028
Less: Finance Expenses	0	3,260
Less: Depreciation	75,698	90,780
Profit After Finance Expenses & Depreciation But Before Tax	1,018,800	3,668,988
Less: Tax Provision	184,679	669,324
Net Profit / (Loss) for the Period	834,121	2,999,664
No of Shares	3,158,400	3,158,400
EPS	0.2641	0.9497

Dividend

The company is not having divisible profit computed u/s 205 to distribute the dividend.

Operation:

The Performance of the Company was satisfactory during the year from the last year it earned the Net Profit of Rs 8,34,121

Public Deposits

The Company has not accepted any deposits from the Public during the period under review.

Auditors

K. G. VAKHARIA & CO. Chartered Accountants retire as Auditors of the company at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment. They have furnished a certificate to the effect that their re-appointment, if made, will be in accordance with sub-section (1B) of Section 224 of the Companies Act, 1956.

Directors Responsibility Statement

In pursuant to the provision of section - 217 (2AA) of the companies Act, 1956 your directors confirm as under:

- 1 That In the preparation of annual accounts, the applicable accounting standards have been followed along with Proper explanation.
- 2 The Directors had selected such accounting policies and applied them consistently and made judgment and Estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit and Loss of the Company for that period.

- 3 That the directors have taken proper and sufficient care of the maintenance of adequate accounting records in Accordance with the provision of the companies Act, 1956 for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities.
- 4 The Directors have prepared the annual accounts on the principle of going concern basis.

Directors:

At the ensuring Annual General Meeting Mr. Tarun Garg, Director of the company will retire by rotation and being eligible offers himself for re-appointment. The company has not appointed any new director nor any director has resigned during the year.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Out Goings

Information pursuant to section 217(1) (e) of the companies Act, 1956 read with the companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988 relating to the foregoing matters is given hereunder.

a) Conservation of Energy	NIL
b) Technology absorption, research & outgoing	NIL
c) Foreign Exchange earning & outgoing	NIL

Particulars of Employees as Required under Section 217(2A) of the Companies Act, 1956 and the Rules made Thereunder:

The Company had no single employee who is in receipt of gross remuneration of Rupees 60,00,000/- or more during the year or Rs 5,00,000/- or more per month during any part of the said year. Provision of Section 217(2A) of the Companies Act, with the companies (Particulars of Employees) Rules 1957 is Rs NIL.

Compliance Report

The provisions of section 383-A relating to the compliance report by the company secretary not applied to the Company.

Corporate Governance

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange, Corporate Governance Report and Auditor's Certificate regarding compliance on conditions of Corporate Governance is attached and forms part of the Annual Report.

Acknowledgement

Your directors take this opportunity to convey their deep sense of gratitude for valuable assistance and Co-operation extended by the Company's Bankers, employees and customers.

Registered Office:
403, Mauryansh Elanza,
B/h. Parekh Hospital, Shyamal Cross Road,
Satellite, Ahmedabad - 380015
Place: Ahmedabad
Date : 29/05/2013

**For and on behalf of the Board of Directors,
Krishna Capital & Securities Limited**

[Managing Director]

[DIRECTOR]



COMPLIANCE CERTIFICATE

Company No.:04:23803

Nominal Capital :Rs.400 Lacs.

To,
The Members
Krishna Capital and Securities Limited

I have examined the registers, records, books and papers of M/s Krishna Capital and Securities Limited as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Associations of the Company for the financial year ended on 31st March, 2013. In My opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year :

1. the company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. the company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. the Company is a Public limited company and having the paid up capital exceeding minimum capital under the Act. The other comments are not required.
4. the Board of Directors duly met 6 times on 28/04/2012, 31/05/2012, 30/07/2012, 02/11/2012, 29/01/2013 and 08/02/2013 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. the Company has closed its Register of Members during the year in accordance with the provisions of Section 154 of the Act.
6. the annual general meeting for the financial year ended on 31/03/2012 was held on 11/07/2012 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the year.
8. the company has not advanced loan etc. to parties referred in Section 295 of the Companies Act, 1956
9. The company has not entered into Contract falling within the purview of Section 297 of the Act during the year under review.

10. the company has no transactions to make entries in the register maintained under Section 301 of the Act.
11. There were no instances falling within the purview of provisions of Section 314 of the Act.
12. the Board of Directors or committee of Directors has not approved the issue of duplicate share certificates.
13. the Company has
 - (i) not made allotment of securities during the year. The Company has delivered all the certificates on lodgment thereof for transfer/ transmission within the time prescribed under the provisions of the Act barring few exception of delayed transfer.
 - (ii) not deposited the amount of dividend since it has not declared the dividend during the year
 - (iii) not paid/posted warrants for dividends to all the members and deposited unpaid dividend as required under the Act as it has not declared any dividend during the year
 - (iv) not transferred the amounts on account of unpaid dividend, application money due for refund, matured deposits, matured debenture and the interest accrued thereon which have remained unclaimed or unpaid for a period of 7 years to Investor Education and Protection as there was no such amount.
 - (v) duly complied with the requirement of Section 217 of the Act to the extent applicable to it.
14. the Board of Directors of the company is duly constituted and appointment of directors has been duly made.
15. The company has not appointed Managerial Personnel during the year under review.
16. the Company has not appointed sole selling agent.
17. there were no instances requiring the company to obtain approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.
18. the directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. the company has not issued any Shares/ debentures or other securities during the financial year.
20. the company has not bought back any shares during the year under scrutiny.
21. the company has not redeemed any preference shares/debentures during the year.
22. there were no instances requiring the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.

23. the company has not invited or accepted deposit falling within purview of Section 58A of the Act during the year.
24. during the year the company has not borrowed any sum attracting the provisions of Section 293 (1) (d) of the Act.
25. the provisions of Section 372A is not applicable to the Company.
26. the company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. the company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. the company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. the company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. the company has not altered its articles of association during the year under review.
31. as per the information provided and explanation furnished by the management, no prosecution has been launched or no show cause notices received by the company for any offences under the Act and also the fines and penalties or any other punishment imposed on the company in such cases.
32. the company has not received any sum as security as referred to in Section 417 (1) of the Act, from its employees during the year under certification.
33. the company has not created any fund referred to Section 418 of the Companies Act, 1956 and hence said Section is not applicable to the company.

Signature:
Name of Company Secy.: Bipin L. Makwana
C.P. No.: 5265

Place: Ahmedabad
Date : 31/05/2013

Annexure 'A'

Registers as maintained by the Company

- | | |
|--|---|
| 1. Register of Members u/s 150 | 2. Register of Directors u/s 303 |
| 3. Register of Directors' Shareholdings u/s 307. | 4. Register Of Share Application and Allotment. |
| 5. Register of Contracts u/s 301 | 6. Register of Share Transfers. |

Annexure 'B'

Forms and returns as filed by the company with the Registrar of Companies during the financial year.

Forms and returns as filed by the company with the Registrar of Companies during the financial year.

Sl. No.	Nature of Document.	Date of Filing	Filed within prescribed time.	Not filed within prescribed time but filed with additional fees.
01	Form No.66 as at 31.3.2012 filed u/s 383A(1).	05/10/2012	Yes	-----
02	Form No.23AC & 23ACA (Balance Sheet & P & L A/c) as at 31/3/2012 filed u/s 220.	05/10/2012	Yes	-----
03	Form No.20B (Annual Return made upto 11/07/2012 filed u/s 159.	15/08/2012	Yes	-----
04	Form No.8 filed u/s 125 of the Act.	04/03/2013	Yes	-----

The company has not filed any forms or returns with Regional Director, Central Government, Company Law Board or other Authorities during the said financial year.

Report on Corporate Governance

Corporate Governance is about commitment to values and about ethical business conduct. It is about how an organization is managed. This includes its corporate and other structures, its culture, policies and the manner in which it deals with various stakeholders. Accordingly, timely and accurate disclosure of information regarding the financial situation, Performance, ownership and governance of the company is an important part of corporate governance.

Company's Philosophy on Corporate Governance

The company is committed to adopt best Corporate Governance practice and endeavor continuously to implement the code of Corporate Governance in its true spirit. The philosophy of the company in relation to corporate governance is to ensure transparency in all its operations, make disclosures and enhance shareholders value without compromising in any way in compliance with laws and regulations. The company has made corporate governance a practice and a process of development right across the company.

Board of Directors:

1 Composition of Board

The Board of Directors has an optimum combination of Executive and Non-Executive Directors. The composition of the Board of Directors of the company as on 31st March, 2013 is as under :

Name	Designation/ Category	No. of other Directorship and Committee Membership/ Chairmanship		
		Other Directorship	Committee Membership	Committee Chairmanship
Ashok kumar Agrawal	Managing Director	NIL	2	-
Vinodkumar Agrawal	None Executive/ Independent Director	Nil	2	2
Pankaj Agrawal	None Executive/ Independent Director	Nil	2	1
Tarun Garg	None Executive/ Independent Director	Nil	3	-

Directorship in private limited companies/section 25 companies etc is excluded.

2 Attendance record of each Director

Six Board Meetings were held during the year 2012-2013. These meetings were held on, 28/04/2012, 31/05/2012, 30/07/2012, 02/11/2012, 29/01/2013 and 08/02/2013.

Name	No.of BOD Meetings held	No. of BOD Meetings attended	Attendance at last AGM
Ashok kumar Agrawal	6	6	YES
Vinod B Agrawal	6	4	YES
Tarun Garg	6	2	NO
Pankaj Agrawal	6	5	YES

3 The company furnishes the relevant information in respect of the matter placed before the Board of Committee(s) including the matters listed in Annexure 1 to Clause 49 of the listing agreement, whichever applicable and materially significant.

4 Remuneration of Directors

Details of Remuneration paid to or payable to the Directors for the year ended 31st March 2013 are as under:

Name of Director	Designation	Sitting Fees (Rs)	Gross Remuneration (Rs)	Commission (Rs.)	Total (Rs) P.a.
Mr. Ashok Kumar Agarwal	CMD	0	600,000	0	600,000

- Gross remuneration includes salary and perquisites. The company does not have any stock option scheme.

- The CMD has been appointed for a period of 5 years. As per the agreement either party is entitled to terminate the appointment by giving not less than 3 months notice to the other party.

- The Company has not paid any remuneration or sitting fees to Non executive directors during the year.

Committees of the Board

The Board of Directors has constituted the Audit Committee and the Investor’s Grievances and Shares Transfer Committee and Remuneration Committee. The Committees meet as often as required.

1 Audit Committee:

a) Terms of reference: Apart from all the matters provided in clause 49 of the Listing Agreement and section 292A of the companies Act, 1956 the Committee meets Statutory Auditors and discusses their findings, suggestions, internal control systems, scope of audit, observations of the auditors and reviews accounting policies followed by the Company. The Committee reviews with the management the half yearly and annual financial statements before their submission to the Board.

b) The minutes of the Audit committee are placed and confirmed by the Board of Directors.

Name of the Member	Status	No. of Meetings attended
Mr. Vinod Agrawal	Chairman	4
Mr. Pankaj Agrawal	Member	4
Mr. Tarun Garg	Member	4

2 Investor's Grievances & Share Transfer Committee

a) Terms of reference

The Company has the Investor’s Grievances and Share Transfer committee with necessary powers to carry out the additional responsibility of handling shareholder’s / investor’s grievances. The brief terms of reference of the committee include redressing shareholder and investor complaints like transfer transmission of shares, issue of duplicate share certificate, non-receipt of balance sheet, non-receipt of dividends etc.

b) Composition

The Committee comprises of

1 Executive Director - Mr. Ashok kumar Agrawal and

2 Non Executive Directors - Mr. Pankaj Agrawal & Mr. Tarun Garg.

Mr. Pankaj Agrawal, Non Executive Director is heading the Committee.

c) No. of Shareholders complaint received : Nil

d) No. of Complaints not solved to the satisfaction of shareholder NIL/ N.A

e) No. of Pending Complaint: Nil/ N.A

f) Email id of the Company: ksbspl@yahoo.in

Name and Address of Compliance Officer

Mr. Pankaj Agrawal

Designation: Director

Contact No: (079) 26768572, 26768573

Mobile No: 9879506856

Email ID: ksbspl@yahoo.in

Details of General Meetings:

the last three Annual General Meetings of the Company were held as under:

Financial Year	Location	Date	Time
2011-12	403, Mauryansh Elanza, Satellite,	7/11/2012	09.30 A.M.
2010-11	604-Sahjanand Shopp. Shahibaug	7/11/2011	11.30 A.M.
2009-10	604-Sahjanand Shopp. Shahibaug	7/1/2010	11.30 A.M.

No resolution was passed last year by Postal Ballot.

No resolution is proposed to be passed at the ensuring AGM by Postal Ballot.

Means of Communication

- Quarterly, half yearly and annual audited results of the Company were sent to the Stock Exchange immediately after the Board of Directors approves them. The results were published in English newspaper viz. "WESTERN TIMES" / "LOK MITRA" in accordance with the listing requirement.
- Management Discussion and Analysis forms part of the Annual Report

Disclosures

Related Party Transaction

The Transactions with the related parties as per Accounting Standard AS-18 are set out in notes to accounts – Schedule no. 17 forming part of financial statements.

The Company has complied with the requirements of regulatory authorities on matters related to capital markets and no penalties have been imposed against the Company by Stock exchanges or SEBI or any other regulatory authority on any matter related to Capital Market during last there years.

Management

The Management discussion and Analysis report forms part of this report.

The Company has not entered any materially significant transactions during the year under report with Promoters, directors, senior management personnel etc. other transaction, if any, entered into in the normal course of business.

Risk Management

The Company has laid down procedure to inform board members about the risk assessment and minimization procedures. The procedures are periodically reviewed to ensure that executive management controls risks through means of a properly defined framework.

Shareholding Pattern as on 31st March 2013

Particulars	Equity Share	
	No. of Shares	Percentage
Promoters & Promoters Group	1,569,400	49.6897%
NRI	78,800	2.4949%
Bodies Corporate	63,100	1.9978%
Others	1,447,100	45.8175%
Total	3,158,400	100.0000%

The Company has not issued convertible instrument during the year.

Distribution of Equity Shares as on 31st March 2013

Sr. No.	Range	No. of Shares Hold	% to Capital	No of shareholders	% of total holders
1	000001 To 000500	590600	18.6993%	5086	92.9629%
2	000501 To 001000	132500	4.1952%	156	2.8514%
3	001001 To 002000	131000	4.1477%	86	1.5719%
4	002001 To 003000	68700	2.1752%	28	0.5118%
5	003001 To 004000	80600	2.5519%	23	0.4204%
6	004001 To 005000	112600	3.5651%	24	0.4387%
7	005001 To 010000	241400	7.6431%	35	0.6397%
8	010001 To 050000	611500	19.3611%	24	0.4387%
9	050001 To 100000	493900	15.6377%	6	0.1097%
10	Above 100001	695600	22.0238%	3	0.0548%
	Total	3158400	100.0000%	5471	100.0000%

The Company has complied with all the requirements of the Stock Exchange/Securities and Exchange Board of India/any statutory authority on all matters relating to capital markets, during the last 3 years.

General Shareholder Information

19th Annual General Meeting

Venue:

403, Mauryansh Elanza,
B/h. Parekh Hospital,
Shyamal Cross Road,
Satellite, Ahmedabad-380015
Date : 7/11/2013
Time : 11.30 AM

Book Closure

The Register of Members and Share Transfer books of the company shall remain close from 07/07/2013 to 11/07/2013 (both days are inclusive).

Financial Calendar	-	1st April to 31st March
First Quarter Results	-	Last week of July
Second Quarter Results	-	Last week of October
Third Quarter Results	-	Last week on December
Fourth Quarter Results	-	April 2014

Listing on Stock Exchange and Stock Code on ISIN No.

The Company's shares are listed at The Stock Exchange, Ahmedabad, Delhi Stock Exchange, Madras Stock Exchange, and Saurashtra & Kutch Stock Exchanges. The shares are traded under ISIN No. INE897B01019 by NSDL & CDSL

The Company has paid annual listing fees to The Stock Exchange, Ahmedabad for the financial year 2013–2014.

Market Price Data

The company's Shares have not been traded on the Stock Exchange (s) during the financial year 2012-2013.

Dematerialization of shares

The shares of the Company fall under the category of compulsory delivery in dematerialized mode by all categories of investors'. The company has agreements with National Securities Depository Limited and Central Depositories Services (India) Limited. Nearly 51.93% of the share capital of the company has been dematerialized as on 31st March 2013. The company also offers simultaneous transfer cum demat facility to its investors'.

Registers and Share Transfer Agents

The company has appointed MCS LIMITED as Registrars and Transfer Agents for electronics shares. The average time taken in transfer of shares is 21 days. The depositories directly transfer the dematerialized shares to the beneficiaries.

Share Transfer System

Share transfers are registered and returned within a period of 15 days from the date of receipt, provided documents are correct and valid in all respect.



Outstanding GDRs/KDRs/Warrants or any convertible Instruments, conversion date are likely impact on equity.

NIL

Address for correspondence Register & Share Transfer Agent of the Company.

MCS Limited

Address: 101, Shetdal Complex,
Opp Bata Showroom,
Ashram Road, Ahmadabad - 380009

In respect of any other Matters

403,

Mauryansh Elanza,
B/h. Parekh Hospital,
Shyamal Cross Road,
Satellite, Ahmedabad-380015

CEO/CFO Certification

A certificate from the Managing Director of the Company in terms of clause 49(V) of the Listing Agreement was placed before the Board.

Code of conduct

The Company has adopted a code of conduct for its directors and for its senior executives. All the Board members have agreed to follow the compliance of code of conduct and declaration to that effect has been signed by the CEO.

Management Discussion & Analysis

Business Overview

Capital Market is growing as many incentives are announced by the SEBI & government for Promoting capital market & protection of investors. Main favorable features of the market are:

1. Dematerialization of shares instead of physical to avoid duplication of shares
2. Rolling settlement day to day.
3. Mechanism of payments through direct banking
4. LTCG is exempted
5. Dividend is now tax-free.
6. Reduced rates on Short Term Capital Gain.
7. Disinvestment of PSU's through public offer.
8. Regaining the confidence of public in capital market.

Opportunities:

The opportunities continue to be in corporate restructuring that is on a way in the industry. There is increasing acceptance of core competencies and spin offs and consolidation are activities in the industrial world. Therefore there are tremendous prospective in Indian corporate and capital market.

Threats:

The major threat is Political factor which influence the govt. policies like: disinvestments, taxation, growth rate, FDI, budget etc. and the stability of the ruling government. Therefore capital market is uncertain and volatile.

Outlook-Future Prospectus

Corporate Finance will be the main focus in the coming year. The year ahead will be challenging and hopefully exciting, being bright prospectus of Indian corporate and capital market.

Internal Control

The company has an adequate system of internal control to ensure accuracy of accounting records, compliance with all laws and regulations and compliance with all rules, procedures and guideline prescribed by the management.

Risk

Most market participants have been marginalized over a period of time. Hence confidence-building measures will take a much longer time to put in place. Besides net worth erosion has been serious, in the case of investors. Hence their ability and willingness to return to the capital markets will take time. While we believe that measures are being put in place by regulatory authorities, we believe that a patient approach may be in order.

Material Development in Human Resources/Industrial Relation Front

There has been no material development on the Human Resource/Industrial Relations Front during the year. Employee relation at all levels continues to remain cordial. The company had 3 employees as on March 31st, 2013.



Auditor's Certificate On Compliance With The Conditions of Corporate Governance Under Clause 49 Of The Listing Agreement.

To the Members of Krishna Capital & Securities Limited

We Have Examined the compliance of conditions of Corporate Governance by Krishna Capital & Securities Limited; for the year ended on 31st March 2013, as stipulated in clause 49 of the Listing Agreement of the said company with stock exchange.

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

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

We state that no investor grievances are pending for a period exceeding one month against the company as per the books maintained by the Investors Grievance & Share Transfer Committee.

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

For K G Vakharia & Co
(Chartered Accountants)
Firm Reg. No. :117022W

Kalpesh Vakharia
(Partner)
Membership No : 102521
Place: Ahmedabad
Date : 29/05/2013

Independent Auditor's Opinion

To the Members of Krishna Capital & Securities Limited

Report on the Financial Statement

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

Management's Responsibility for the Financial Statements

The Company's 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.

Auditors' 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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 the 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 the 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:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2013**;
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, &

(c) In the case of the 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 as amended by Companies (Auditor's Report) (Amendment) Order, 2004 ("The Order") issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 ("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 purposes 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, Statement of Profit and Loss, and the Cash Flow Statement dealt with this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, 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 Act.
 - (e) On the basis of the written representations received from the directors as on 31 March, 2013 taken on record by the Board of Directors, We Report that none of the directors are disqualified as on 31 March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For K G Vakharia & Co
(Chartered Accountants)
Firm Reg. No. :117022W

Kalpesh Vakharia
(Partner)
Membership No : 102521
Place: Ahmedabad
Date : 29/05/2013

Annexure to the Auditors Report

Based on the audit procedures performed for the purpose of reporting a true & fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit we report that:

1 In respect of its fixed assets:

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.
- (c) No substantial part of fixed assets have been disposed off during the year, and it has not affected the going concern.

2 In respect of its inventories:

- (a) Inventory has been physically verified by the management at reasonable intervals during the year.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) Company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification.

3 In respect of loans granted and taken to / from parties covered in the register maintained u/s 301 of the Companies Act, 1956.

- (a) The company has not granted unsecured loans to companies, firms or other parties covered in the register maintained u/s 301 of the companies Act-1956.
- (b) 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, clause (iii)(b) to (iii)(d) of paragraph 4 of the Order are not applicable to the Company for the Current year.
- (c) As per Information & Explanation given to us the company has not granted any loan u/s 301 of the companies Act so Receipt of Principal & Interest thereon is Not Applicable
- (d) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained under section 301 of the companies Act, 1956.
- (e) The company has not taken any loan from the companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (f) 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 Act. Accordingly, clause (iii)(f) and (iii)(g) of paragraph 4 of the Order are not applicable to the Company for the Current year.
- (g) The Company has not taken any loan so Payment of Interest & Principal is Not Applicable

4 In respect of internal control

In our opinion and according to the information and explanations given to us there are adequate internal control systems commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit, We have not observed continuing failure to correct major weaknesses in internal control system.

5 In respect of contracts or arrangements need to be entered into a register maintained u/s 301 of the Companies Act, 1956

According to the information and explanation given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the companies Act 1956 have been entered in the register required to be maintained under that section.

In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the companies Act 1956 are made at price which are reasonable having regard to prevailing market prices at the relevant time.

6 In respect of deposits from public

The company has not accepted any deposits from the public.

7 In respect of internal audit system

In our opinion, the Company does not have any adequate internal audit system commensurate with its size and nature of business.

8 In respect of maintenance of cost records

To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) section 209 of the companies Act, 1956 for the products of the company.

9 In respect of statutory dues

(a) The company is regular in depositing with appropriate authorities undisputed statutory dues including income tax, sales tax, wealth tax, Cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, cess were in arrears, as at year end for a period of more than six months from the date they became payable.

10 In respect of accumulated losses and cash losses

The Company has accumulated losses of Rs 32,38,368 as on 31st March 2013. The Company has not incurred cash losses during the current Financial Year

11 In respect of dues to financial institution / banks / debentures

The company has not defaulted in repayment of dues to financial institution, or a bank.

12 In respect of loans and advances granted on the basis of security

The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13 In respect of provisions applicable to Chit fund

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 Companies (Auditor`s Report) Order, 2003 (as amended) are not applicable to the company.

14 In respect of dealing or trading in shares, securities, debentures and other investment

The Company is mainly dealing or trading in shares, securities, debentures and other investments, and proper records have been maintained of the said transactions and contracts and timely entries have been made therein; also the shares, securities, debentures and other securities have been held by the company, in its own name except to the extent of the exemption, if any, granted under section 49 of the Act;

15 In respect of guarantee given for loans taken by others

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.

16 In respect of application of term loans

According to information and explanation given to us and records examined by us, no term loans have been taken by the Company.

17 In respect of fund used

According to the information and explanations given to us and on overall examination of the balance sheet and cash flow statement of the company, we report that no funds raised on short-term basis have been used for long-term investment.

18 In respect of preferential allotment of shares

The company has not made any preferential allotment of shares to parties and companies covered in the register maintained u/s 301 of the Act, during the year.

19 In respect of securities created for debentures

The company has not issued any debentures during the year.

20 In respect of end use of money raised by public issues

The company has not raised any money from the public during the year under audit.

21 In respect of fraud

According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year.

Place: Ahmedabad

Date : 29/05/2013

**For K G Vakharia & Co
(Chartered Accountants)
FRN. :117022W**

**Kalpesh Vakharia
(Partner)
Membership No : 102521**



KRISHNA CAPITAL & SECURITIES LTD.

BALANCE SHEET

Balance Sheet as at end of Current Reporting Period 31st March, 2013

Particulars	Schedule No	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	31,584,000	31,584,000
(b) Reserves and Surplus	2	-1,784,745	-2,609,258
(c) Money received against share warrants		0	0
(2) Share application money pending allotment		0	0
(3) Non-Current Liabilities			
(a) Long-term borrowings		0	0
(b) Deferred tax liabilities (Net)		0	0
(c) Other Long term liabilities		0	0
(d) Long term provisions		0	0
(4) Current Liabilities			
(a) Short-term borrowings		0	0
(b) Trade payables		0	0
(c) Other current liabilities		0	0
(d) Short-term provisions	3	275,304	709,892
Total		30,074,559	29,684,634
II. Assets			
(a) Fixed assets			
(i) Tangible assets	4	792,956	881,552
(ii) Intangible assets		0	0
(iii) Capital work-in-progress		0	0
(iv) Intangible assets under development		0	0
(b) Non-current investments	5	7,510,000	7,510,000
(c) Deferred tax assets (net)		20,492	12,478
(d) Long term loans and advances		0	0
(e) Other non-current assets		0	0
(2) Current assets			
(a) Current investments		0	0
(b) Inventories	6	1,205,438	1,184,845
(c) Trade receivables	7	2,074,660	2,696,555
(d) Cash and cash equivalents	8	51,558	377,641
(e) Short-term loans and advances	9	18,419,455	17,021,563
(f) Other current assets		0	0
Total		30,074,559	29,684,634

Significant Accounting Policies & Notes Forming Parts of Accounting as Per Schedule - 17

As per Our Report of Even Date

For K G Vakharia & Co
(Chartered Accountants)
FRN. :117022W

For Krishna Capital & Securities Limited

Kalpesh Vakharia
(Partner)
Membership No : 102521
Place: Ahmedabad
Date : 29/05/2013

[Managing Director] [Director]



KRISHNA CAPITAL & SECURITIES LTD.

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

Particulars	Schedule No	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
(I) Revenue from operations	10	2,789,702	6,126,937
(II) Other Income	11	7,557	30,282
III. Total Revenue (I +II)		2,797,259	6,157,219
(IV) Expenses:			
Cost of materials consumed		0	0
Purchase of Stock-in-Trade	12	379,991	617,622
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	13	-20,593	303,289
Employee benefit expense	14	778,800	762,000
Financial costs	15	0	3,260
Depreciation and amortization expense	4	75,698	90,780
Other expenses	16	564,563	711,280
Total Expenses		1,778,459	2,488,231
(V) Profit before exceptional and extraordinary items and tax (III-IV)		1,018,800	3,668,988
(VI) Exceptional Items		0	0
(VII) Profit before extraordinary items and tax (V - VI)		1,018,800	3,668,988
(VIII) Extraordinary Items		0	0
(IX) Profit before tax (VII - VIII)		1,018,800	3,668,988
(X) Tax expense:			
(1) Current tax		192,693	681,802
(2) Deferred tax		-8,014	-12,478
(XI) Profit(Loss) from the period from continuing operations (IX-X)		834,121	2,999,664
(XII) Profit/(Loss) from discontinuing operations		0	0
(XIII) Tax expense of discounting operations		0	0
(XIV) Profit/(Loss) from Discontinuing operations (XII - XIII)		0	0
(XV) Profit/(Loss) for the period (XI + XIV)		834,121	2,999,664
(XVI) Earning per equity share:			
(1) Basic		0.2641	0.9497
(2) Diluted		0.2641	0.9497

Significant Accounting Policies & Notes Forming Parts of Accounting as Per Schedule - 17
As per Our Report of Even Date

For K G Vakharia & Co
(Chartered Accountants)
FRN. :117022W

For Krishna Capital & Securities Limited

Kalpesh Vakharia
(Partner)
Membership No : 102521
Place: Ahmedabad
Date : 29/05/2013

[Managing Director] [Director]

KRISHNA CAPITAL & SECURITIES LTD.

Notes to Accounts

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Schedule 1:- Share Capital		
Equity Share Capital		
Authorised Equity Share Capital (40,00,000 (PY 40,00,000) of Rs 10 Each)	40,000,000	40,000,000
	40,000,000	40,000,000
Issued, Subscribed & Fully Paid Equity Share Capital (31,58,400 (PY 31,58,400) of Rs 10 each Fully Paid)	31,584,000	31,584,000
Total	31,584,000	31,584,000
Schedule 2:- Reserve & Surplus		
Special Reserve Fund		
Balance as per Last Account	1,286,799	686,866
Add: Transfer from P & L Statement @ 20%	166,824	599,933
Total (A)	1,453,623	1,286,799
Surplus / (Deficit) of Profit & Loss Account		
Balance as per Last Account	-3,896,057	-6,295,788
Add: Current Year Profit as per Statement	834,121	2,999,664
Less: Transfer to Special Reserve Fund @ 20%	-166,824	-599,933
Less: Short Provision of Income tax in Previous Year	-9,608	0
Total (B)	-3,238,368	-3,896,057
Total (A + B)	-1,784,745	-2,609,258
Schedule 3:- Short Term Provisions		
Provision for Audit Remuneration (K G Vakharia & Co.)	22,865	28,090
Provision for Professional Charges	5,000	0
Provision For Municipal Tax	49,521	0
TDS on Professional Charges	5,225	0
Provision for Income Tax	192,693	681,802
Total	275,304	709,892
Schedule 5:- Non-Current Investments		
Investment in Equity Instruments		
Quoted & Fully Paid Up (At Cost)		
Tirupati Finlease Ltd (1,50,000 Eq. Share of Rs 10 each) (Kindly refer Note no 7 of Notes to Accounts)	1,500,000	1,500,000
Palco Metal Limited (3,90,000 (PY 3,90,000) Eq. Share of Rs 10 each)	3,900,000	3,900,000
UnQuoted & Fully Paid Up (At Cost)		
Krishna Worldwide Pvt Ltd (51,000 (PY 51,000) Eq Share of Rs 10 each (Company under the same management)	510,000	510,000
Krishna Share Broking Service Pvt Ltd (1,60,000 (PY 1,60,000) Eq. Share of Rs 10 each (Company under the same management)	1,600,000	1,600,000
Total	7,510,000	7,510,000

KRISHNA CAPITAL & SECURITIES LTD.

Notes to Accounts

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Schedule 6:- Inventories		
Stock-In-Trade (as certified & verified by the management) (Valued at cost or NRV w.e.less, where cost determine on FIFO Basis)	1,205,438	1,184,845
Total	1,205,438	1,184,845
Schedule 7:- Trade Receivables		
Unsecured Considered Good Except otherwise Stated		
Within Six Months		
Kunvarji Commodities Brokers Private Limited	0	724,363
Kunvarji Finstock Private Limited	0	70,841
Karvy Comtrade Limited	173,309	0
Total (A)	173,309	795,204
Exceeding Six Months		
Tirupati Finlease Limited (Kindly Refer Note No 5 of Notes to Accounts)	1,901,351	1,901,351
Total (B)	1,901,351	1,901,351
Total (A + B)	2,074,660	2,696,555
Schedule 8:- Cash & Cash Equivalents		
Balance with Banks (HDFC Bank Limited)	23,558	358,887
Cash on Hand	28,000	18,754
Total	51,558	377,641
Schedule 9:- Short Term Loans & Advances		
Unsecured		
Palco Recycle Industries Limited	18,120,881	16,628,362
Deposits with Sainik Seva Services	30,000	30,000
Balance with Revenue Authority		
Income Tax Refundable AY 09-10	48,557	48,557
Income Tax Refundable AY 11-12	18,626	147,178
TDS on Interest	201,391	167,466
Total	18,419,455	17,021,563
Schedule 10:- Revenue from Operations		
MCX Trading Account	0	1,400,097
Speculation Business Income	775,792	3,052,183
Interest on Deposits (Finance Company)	2,013,910	1,674,657
Total	2,789,702	6,126,937



KRISHNA CAPITAL & SECURITIES LTD.

Notes to Accounts

Particulars	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Schedule 11:- Other Income		
Interest on Income Tax Refund	0	17,772
Sale of Fixed Asset (Scrape)	0	4,694
Dividend Income	7,557	7,816
Total	7,557	30,282
Section 12:- Purchase of Stock-in-Trade		
F & O Trading Account (Loss)	69,657	617,622
Currency Trading MCX (Loss)	8,102	0
MCX Trading Account (Loss)	302,232	0
Total	379,991	617,622
Schedule 13:- Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		
Opening Stock	1,184,845	1,488,134
(-) Closing Stock	1,205,438	1,184,845
Total	-20,593	303,289
Schedule 14:- Employee Benefits Expense		
Salary Expenses	178,800	162,000
Directors Remuneration	600,000	600,000
Total	778,800	762,000
Schedule 15:- Finance Costs		
Interest Expenses	0	3,260
Total	0	3,260
Schedule 16:- Other Expenses		
Advertisement Expense	21,238	23,948
Audit Fees	28,090	28,090
Bank Charges	4,847	227
Demat Charges	329	0
Electricity Expenses	9,770	80,650
Insurance Expenses	17,164	13,515
Municipal Tax	49,521	36,734
Office Expenses	16,200	29,035
Office Main. Cont. Charges	79,362	0
Office Rent Expense	24,000	0
Penalty on TDS	6,200	0
Petrol Exp	72,902	198,204
Postage Expense	489	0
Printing & Stationery	14,616	28,721
Professional Charges	103,384	94,186
Professional Tax	2,000	4,024
ROC Filing Fees	1,500	11,500
Software Exp	4,203	2,598
Stock Exchange Listing Fee	33,707	36,767
Tea & Others Exp	29,452	32,860
Telephone & Mobile Expenses	45,589	41,908
Travelling Expenses	0	48,313
Total	564,563	711,280

SCHEDULE 4:- FIXED ASSETS AS PER COMPANIES ACT

KRISHNA CAPITAL & SECURITIES LTD.

Sr. No.	Name of the Asset	Rate of Dep %	Gross Block			Depreciation			Net Block			
			Opening Balance	Addition During The Year	Deduction During The Year	As On 31.3.2013	Opening Depreciation	Provided During The Year	Deduction During The Year	Upto 31.3.2013	As an 31.3.2012	As At 31.3.2013
Tangible Asset												
1	Computer	40.00	385189	8500	0	393689	331028	23975	0	355003	54161	38696
2	Mobile Phone Alc	13.91	38215	0	38215	0	34273	0	34273	0	3942	0
3	Motor Car	25.89	1136434	0	0	1136434	1081754	14157	0	1095911	54680	40523
4	Office Equipment	13.91	16990	0	16990	0	8608	0	8608	0	8382	0
5	Office Premises	5.00	1031325	0	0	1031325	280012	37566	0	317578	751313	713747
6	Scooter	25.89	41827	0	41827	0	32753	0	32753	0	9074	0
	TOTAL (CY)		2649980	8500	97032	2561448	1768428	75698	75634	1768492	881552	792956
	TOTAL (PY)		2689620	45045	84685	2649980	1762333	90780	84685	1768428	927287	881552

Note:

1. Mobile Phone Sold for Rs 3942 on 14/04/2012
2. Office Equipment Sold for Rs 8382 on 14/04/2012
2. Scooter Sold for Rs 9074 on 14/04/2012

Working for Addition During the Year for Companies Act up to				31/3/2013
Asset Added	Date	Amount	No of Days	Depreciation
Computer	26/7/2012	8,500	248	2,310

Depreciation allowable as per Income Tax Act 1961

No	Description	Rate	Opening WDV	Additions		Deductions	Sub Total	Depr-eciation	Closing WDV
				180 Days & above	Less than 180 Days				
1	Cellular Phone, Vehicle, Office Equipment, Motor Car	15%	198013	0	0	21398	176615	26492	150123
2	Computer	60%	22074	8500	0	0	30574	18344	12230
3	Office Premises	10%	567981	0	0	0	567981	56798	511183
	Total (CY)		788068	8500	0	21398	775170	101635	673535
	Total (PY)		878879	45045	0	4694	919230	131162	788068



KRISHNA CAPITAL & SECURITIES LTD.

Schedule :- 17 -: Notes to Accounts

1 Significant Accounting Policies

1 Basis of Accounting

The financial statements are prepared under the historical cost convention on the accrual basis of accounting and comply with the mandatory accounting standards and statements issued by the ICAI

2 Inventories

Inventories are valued at cost or Market Value whichever is lower

3 Revenue Recognition

All Income & Expenditures are accounted for on accrual basis

4 Fixed Assets

The Gross Block of Fixed Assets is stated at original cost of acquisition which includes any cost directly attributable to bringing the Assets to their working condition for their intended use.

5 Depreciation

Depreciation on Fixed Assets has been provided on written down method at the rates and manner prescribed in schedule XIV of the Companies Act, 1956, where as the according to Schedule XIV, 100% amount is written off in respect of asset having net block value of Rs 5,000/- or less.

6 Investment

Investment is for Long Term and stated at cost, except where there is reduction in the value of investment is other than temporary.

7 Income Tax

Income Tax comprises the current tax provision and the net change in the deferred tax assets or liability in the year. Deferred Tax Assets and Liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax, bases and operating loss carry forwards, deferred tax assets are recognized subject to management's judgment that realization is more likely than not taxable income in the years in which the temporary differences are expected to be received or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the income statement in the period of enactment of the change.

KRISHNA CAPITAL & SECURITIES LTD.

Ahmedabad

Notes of Accounts

- 1 Balance of Sundry Debtors, Creditors, Loans & Advances are subject to confirmation.
- 2 Cash balance & Closing Stock are physically taken, Valued & Certified by the Management.

Payment to Auditors	3/31/2013	3/31/2012
Statutory & Company Audit	20,000	20,000
Taxation	5,000	5,000
Service Tax	3,090	3,090
Total	28,090	28,090

- 4 Contingent Liabilities is NIL
- 5 There is a Book debt Tirupati Finlease Limited in respect of that Rs 19,01,351/- is outstanding to receive since long period, but the matter is lying with the court & according to the legal expert the company will definitely going to receive that amount so there is no need to have provision on the same
- 6 The Company's Investment as per Schedule 18 in quoted Share's quotation is not available
- 7 The company is holding equity Shares of Tirupati Finlease Limited of Rs 15,00,000/- which are long term in the nature. According to Accounting Standard-13 "Valuation of Investment" these are required to value at cost except there is reduction in the value other than temporary in the nature.
There is reduction in the value of Investment of these share but it could not recognizable as well it is not incorporated because of legal court case is pending.
- 8 Figures of the previous period have been regrouped, wherever necessary, to make them comparable with the Current Year Figures.
- 9 Based on the information available with the company there are no outstanding dues to small-scale undertaking as at the year end.
- 10 Director's Gross Remuneration Amounted to Rs. CY 6,00,000 (PY 6,00,000)
- 11 Provision for tax is based on the assessable profits of the company computed in accordance with the Income Tax Act, 1961.

a	CIF Value of Imports	NIL
b	FOB Value of Exports	NIL
c	Exp. In Foreign Currency	NIL
d	Earning in Foreign Exchange	NIL

12 Earning Per Share

- a The amount used as the numerator in calculating basic and diluted earning per shares is the net profit attributable to the shareholders of KRISHNA CAPITAL & SECURITIES LTD disclosed in the Profit & Loss Account.
- b The weighted average number of equity shares used as the denominator in calculating both basic and diluted earnings per shares is 31,58,400

13	Deferred Tax Liability/ Deferred Tax Assets	3/31/2013		3/31/2012	
	Opening Balance Deferred Tax Liability		-12,478		0
	Add :- DTL on Difference of depreciation				
	Depreciation as per Companies Act.	75,698		90780	
	Depreciation as per Income Tax Act 1961	101,635		131,162	
	Difference	-25,937		-40,382	
	DTL @ 30.90% on	-25,937	-40,382	-8,014	-12,478
	Closing Balance of DTL / (DTA)		-20,492		-12,478

14 Related Party Transaction

As per AS-18 issued by the ICAI, the company's Related Party Disclosure is as follows:-

Name of Related Party	Nature of Relation	Nature of Transaction	Volume of Transaction	Any O/s Liability/ Asset
Ashok Kumar Babulal Agrawal	Managing Director	Director's Remuneration	600,000	0

15 Figures have been rounded off to nearest rupee.

16 Quantitative Details of Principal Items of Goods Traded

No	Script Name	Opg Stk	Purchase	Sales	Clg Stock
1	Aashi Industries Ltd	800	0	0	800
2	Advance Bio Coal India Ltd	5,000	0	0	5,000
3	Ajay Home Products Ltd	19,500	0	0	19,500
4	Akash Agro Industries Ltd	1,000	0	0	1,000
5	Asian Agalite Ltd	1,000	0	0	1,000
6	Asiatic Foods Exports Ltd	4,000	0	0	4,000
7	Asiatic Infra & Shelters Ltd	1,500	0	0	1,500
8	Barar Industries Ltd	200	0	0	200
9	Chandrika Trade Ltd	1,581	0	0	1,581
10	Citizen Yarns Ltd	2,700	0	0	2,700
11	Comet Glass Ltd	1,000	0	0	1,000
12	Essar Steel Ltd	3,000	0	0	3,000
13	Fine Agrometics Ltd	1,000	0	0	1,000
14	Fischer Chemic Ltd	1,300	0	0	1,300

15	Growmore Solvant Ltd	1,500	0	0	1,500
16	Hani Industries Ltd	12,900	0	0	12,900
17	Hindustan Finstock Ltd	1,400	0	0	1,400
18	ICP Securities Ltd	1,800	0	0	1,800
19	Indo Credit Capital Ltd	3,900	0	0	3,900
20	Indo Maxwell Ltd	1,300	0	0	1,300
21	Ispat Industries Ltd (Pref)	10,000	0	0	10,000
22	Jindal Leasfin Ltd	3,300	0	0	3,300
23	Karishma Floriculture Ltd	200	0	0	200
24	Karwa Securities Ltd	8,100	0	0	8,100
25	Keshariya Spinners Ltd	8,900	0	0	8,900
26	Koluthara Exports Ltd	700	0	0	700
27	Krystal Knitware Ltd	2,000	0	0	2,000
28	Mahasagar Travels Ltd	1,000	0	0	1,000
29	Mark Leasing Ltd	1,000	0	0	1,000
30	Mig-Weld Machines Ltd	1,200	0	0	1,200
31	MTZ Polyfilms Ltd	1,000	0	0	1,000
32	Patel's Widecom Ltd	4,800	0	0	4,800
33	Pretto Leather Industries Ltd	800	0	0	800
34	Punjab Wireless System Ltd	100	0	0	100
35	Rajadhiraj Industries Ltd	2,000	0	0	2,000
36	Reliance Industries Ltd	875	0	0	875
37	Rose Labs Ltd (Singhal Overseas)	1,800	0	0	1,800
38	Scintilla Softwares Ltd	2,000	0	0	2,000
39	Secure Industries Ltd	1,300	0	0	1,300
40	Seemax Industries Ltd	100	0	0	100
41	Shalin Hotels Ltd	900	0	0	900
42	Shree Aravali Finlease Ltd	2,000	0	0	2,000
43	Somani Strips Ltd	1,000	0	0	1,000
44	Sonell Clocks & Gifts Ltd	6,700	0	0	6,700
45	Swet Chem Antibiotics Ltd	200	0	0	200
46	Tirupati Finlease Ltd	5,800	0	0	5,800

17 Brought Forward Loss or Depreciation Allowance as per Income Tax Act 1956

Assess. Year	Nature of Loss Allowance	Amount as Returned	Set off in C. Y.	Remaining Amount
2010-11	Business Loss (Normal)	1,287,393	991,507	295,886
2009-10	Capital Loss (Long Term)	5,815,144	0	5,815,144
2006-07	Unabsorbed Depreciation	60,443	0	60,443
2009-10	Unabsorbed Depreciation	129,965	0	129,965
2010-11	Unabsorbed Depreciation	165,051	0	165,051

18 Brought Forward MAT Credit to be Setoff against the Tax on Taxable Income subject to MAT as per Income Tax Act 1956

Assess. Year	Credit Brought Forward	Mat Credit Set off in Current Year	MAT Credit Carried Forward
2007-08	170886	0	170,886
2008-09	15172	0	15,172
2011-12	86150	0	86,150
2012-13	647935	0	647,935
2013-14	0	0	192,693
Total	920143	0	1,112,836

19 Members Shareholding 5% or more of Issued & Subscribed Equity Share as on 31/03/2013

Folio No	Client ID	Members Name	No of Share	% of Holding
IN302461	10379570	Krishna Worldwide Private Limited	392,600	12.4303%
IN302461	10360662	Ashokkumar Babulal Agrawal	202,000	6.3956%

For K G Vakharia & Co
(Chartered Accountants)
FRN :117022W

For Krishna Capital & Securities Limited
[Managing Director] [Director]

Kalpesh Vakharia
(Partner)
Membership No : 102521

Place : Ahmedabad
Date : 29/05/2013



KRISHNA CAPITAL & SECURITIES LTD.

Ahmedabad

Cash Flow Statement for the Year Ended on 31/03/2013

Particulars	FY 2012-2013	FY 2011-2012
A Cash Flow From Operating Activities		
Net Profit/(Loss) for the Period (After Tax)	834,121	2,999,664
Adjustment for Non Cash Items		
Deferred Tax Asset / Liability Created	(8,014)	(12,478)
Depreciation	75,698	90,780
Dividend Income Earned	(7,557)	(7,816)
Income Tax Provision	192,693	681,802
Interest (Paid/Payable on loans etc)	0	3,260
Interest on Deposit (Finance Company)	(2,013,910)	(1,674,657)
Interest Received on Income Tax Refund	0	(17,772)
Sale of Fixed Asset	0	(4,694)
Cash Flow Before Change in Working Capital	(926,969)	2,058,089
Change in Working Capital		
Increase / Decrease in Trade Receivable	621,895	(794,842)
Increase / Decrease in Loans & Advances	(1,397,892)	(2,934,869)
Increase / Decrease in Inventories	(20,593)	303,289
Increase / Decrease in Other Liability	(434,588)	598,242
Increase / Decrease in Trade Payables	0	0
Cash Flow Before Tax	(2,158,147)	(770,091)
Tax Paid	(202,301)	(681,802)
Extra-Ordinary Item	0	0
Net Cash Flow From Operating Activities	(2,360,448)	(1,451,893)
B Cash Flow From Investing Activities		
Purchase of Fixed Asset	(8,500)	(45,045)
Sale of Fixed Asset	21,398	4,694
Net Cash From Investing Activities	12,898	(40,351)
C Cash Flow From Financing Activities		
Dividend Income Earned	7,557	7,816
Interest on Deposit (Finance Company)	2,013,910	1,674,657
Interest on Income Tax Refund	0	17,772
Interest Paid/Payable on Loans etc	0	(3,260)
Unsecured Loans	0	0
Net Cash From Financing Activities	2,021,467	1,696,985
Net Cash & Cash Equivalents (A+B+C)	(326,083)	204,741
Cash & Cash Equivalents as at 1st April (Opening Balance) 377,641	172,900	
Cash & Cash Equivalents as at 31st March (Closing Balance) 51,558	377,641	
	(326,083)	204,741



Note:- The above Cash Flow Statement has been Prepared under the Indirect Method as set out in AS - 3 issued by the ICAI

Note:- Previous Year's Figure have been regrouped & rearranged wherever considered necessary

For Krishna Capital & Securities Limited

Place: Ahmedabad

Date : 29/05/2013

[Managing Director] [Director]

Auditors Report

We have verified the attached Cash Flow Statement of Krishna Capital & Securities Ltd. Derived from audited financial statement and the books and records maintained by the company from audited financial statement and the books and records maintained by the company for the year ended 31st March 2013 and found the same in agreement therewith

**For K G Vakharia & Co
(Chartered Accountants)
FRN :117022W**

Place: Ahmedabad

Date : 29/05/2013

**Kalpesh Vakharia
(Partner)
Membership No : 102521**



KRISHNA CAPITAL & SECURITIES LTD.

Ahmedabad

Information Pursuant to Part IV of Schedule IV to the Companies Act 1956

Balance Sheet Abstract & Company's Business Profile

I Registration Details.

Registration No.	:	L67120GJ1994PLC023803
State Code	:	4
Balance Sheet Date	:	31/03/2013

II Capital Raised During the Year

Public Issue	:	NIL
Bonus Issue	:	NIL
Right Issue	:	NIL
Private Placement	:	NIL

III Position of Mobilization and Deployment of Funds

Total Liabilities	:	30,074,559
Total Assets	:	30,074,559

Source Of Funds

Paid up Capital	:	31,584,000
Reserves & Surplus	:	-1,784,745
Secured Loans	:	0
Unsecured Loans	:	0
Deffered Tax Liability	:	0

Application of Funds

Net Fixed Assets	:	792,956
Investment	:	7,510,000
Net Current Assets	:	
Misc. Expenditure	:	-
Accumulated Losses	:	NIL
Deffered Tax Asset	:	20,492

IV Performance of Company

Total Income	:	2,797,259
Total Expenditure	:	1,778,459
Profit / (Loss) before Tax	:	1,018,800
Profit / (Loss) after Tax	:	834,121
Earnings Per Share (Rs) (on annalised basis)	:	0.2641
Dividend Rate	:	NIL

V Generic Names Of three principal Products/Services of Company (As per monetary terms)

Item Code No.	:	NIL
Product Description	:	Securities Trading & Financial Services



KRISHNA CAPITAL & SECURITIES LTD.

ATTENDANCE SLIP

L. F. NO.	
NO. OF	
SHARES HELD	

I/We hereby record my/our presence at the Annual General Meeting of the company to be held in the premises of 403, Mauryansh Elanza, B/h. Parekh Hospital, Shyamal Cross Road, Satellite, Ahmedabad-380 015 on 11/07/2012.

NAME OF THE SHARE HOLDERS [IN BLOCK LETTERS]	
SIGNATURE OF THE SHARE HOLDER	
NAME OF THE PROXY [IN BLOCK LETTERS]	
SIGNATURE OF THE PROXY	

NOTES :

1. You are requested to sign and hand this over at the entrance.
2. If you intend to appoint a proxy to attend the meeting instead of your self, the proxy must be deposited at the Registered Office of the Company at 403, Mauryansh Elanza, B/h. Parekh Hospital, Shyamal Cross Road, Satellite, Ahmedabad-380 015, not less than 48 Hours before the time for holding the meeting.
3. ~~If you are attending the meeting in person or by proxy, you/your proxy for reference at the meeting may please bring your copy of the Balance Sheet.~~

KRISHNA CAPITAL & SECURITIES LIMITED

FORM OF PROXY

L. F. NO.	
NO. OF	
SHARES HELD	

I/We _____ of _____ in the district of _____ being a member/members of the above named company _____ hereby _____ appoint _____ of _____ in the district of _____ of failing him _____ of _____ as my/our proxy to vote me/us on my/our behalf at the 19th Annual General Meeting of the company to be held on the 11/07/2012 and at any adjournment thereof.

Signed this _____ day of _____ 2013.

NOTES :

1. The proxy must be deposited at the Regd. Office of the Company at 403, Mauryansh Elanza, B/h. Parekh Hospital, Shyamal Cross Road, Satellite, Ahmedabad-380 015, not less than 48 hours before the time for holding the meeting.



BOOK - POST
(Printed Matter)

To : _____

From :
If undelivered, please return to :
KRISHNA CAPITAL & SECURITIES LIMITED
Regd. Office : 403, Mauryansh Eianza, B/h. Parekh Hospital,
Shyamal Cross Road, Satellite, Ahmedabad - 380 015