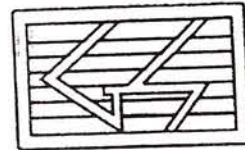


**Annual Report
2009-2010**



GOLDEN

SECURITIES

LIMITED

GOLDEN SECURITIES LIMITED

DIRECTORS : BINOD KUMAR MEHRA
PRAMOD KUMAR MEHRA
ASHOK KUMAR BANSAL
MADHUSUDAN PRASAD SRIVASTWA
NITU KAUR
DINESH BURMAN

SECRETARY : BISWANATH MUKHERJEE

AUDITORS : VASUDEO & ASSOCIATES
Chartered Accountants

BANKERS : UNITED BANK OF INDIA

REGISTERED OFFICE : 12A, S. N. ROY ROAD
KOLKATA-700 038

**REGISTRAR & SHARE
TRANSFER AGENTS** : NICHE TECHNOLOGIES PVT. LTD.
D511, BAGREE MARKET
71, CANNING STREET
KOLKATA - 700 001

GOLDEN SECURITIES LIMITED

NOTICE TO THE MEMBERS

Notice is hereby given that the 17th Annual General Meeting of the members of **GOLDEN SECURITIES LTD** will be held on Monday, the 27th September, 2010 at 10.00 A.M at the Registered Office of the Company at 12A, S. N. Roy Road, Kolkata-700038 to transact the following business.

AS ORDINARY BUSINESS:

- To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit & Loss account for the year ended 31st March, 2010 and the Reports of the Board of Directors and Auditors.
- To appoint a Director in place of Sri Binod Kumar Mehra who retires by rotation but being eligible, offers himself for reappointment.
- To appoint a Director in place of Sri Madhusudan Prasad Srivastwa who retires by rotation but being eligible, offers himself for reappointment.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorise the Board of Directors to fix their remuneration.

Registered Office :
12A, S. N. Roy Road
Kolkata - 700038
Dated 31st day of May, 2010

By Order of the Board of Directors
For **Golden Securities Limited**
BISWANATH MUKHERJEE
Company Secretary

NOTES :

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. The Register of members and Share Transfer Books will remain closed from 20.09.2010 to 27.09.2010 (both days inclusive).
3. Members are requested to notify the change in their address to the Registrar and Share Transfer Agents Niche Technologies Pvt. Ltd, Room No D-511, Bagri Market, 71, Canning Street, Kolkata-700001 or to the Company and always quote their folio nos. in all correspondence.

GOLDEN SECURITIES LIMITED

ADDENDUM TO THE NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that a Special Business as stated below will be transacted at the 17th Annual General Meeting, in addition to other Ordinary business as per Notice to be held on Monday the 27th September 2010, at 10.00 AM at the Registered office of the Company at 12A, S. N. Roy Road Kolkata - 700038.

SPECIAL BUSINESS

To consider and if thought fit to pass with or without modification, the following Resolution as an Ordinary Resolution.

" Resolved that Sri Dinesh Burman who was appointed as an Additional Director of the Company by the Board of Directors under Section 260 of the Companies Act, 1956 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member under Section 257 of Companies Act, 1956 proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

Kolkata

Dated 30th day of July, 2010

By the order of the Board
For Golden Securities Ltd
Biswanath Mukherjee
Company Secretary

Note : Explanatory Statement pursuant to 173 (2) of the Companies Act 1956, is annexed.

• Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956

Sri Dinesh Burman was appointed as an Additional Director of the Company by the Board of Directors at its meeting held on 30th July, 2010 effective from the same date pursuant to the provision of Section 260 of the Companies Act 1956 and in terms of Articles of Association of the Company. According to the provision of Section 260 of the Companies Act and the said Article, he will hold office upto the date of this Annual General Meeting. As required under Section 257 of the said Act, notice has been received from a Shareholder along with a deposit of Rs. 500/- by cash signifying his intention to propose Sri Dinesh Burman as a candidate for the office of a Director of the Company

Sri Dinesh Burman is a businessman and sufficiently qualified to perform the activities of a Director.

As the ordinary business to be transacted at the AGM were finalised at the Board meeting held on 31st day of May, 2010 but the notice has not been published and not sent to the Share holders. This special Business is annexed as an addendum to the Notice of the Annual General Meeting. The Directors therefore recommend for approval of the resolution as contained in the Notice of the Annual General Meeting.

None of the Directors except Sri Dinesh Burman is concerned or interested in the resolution.

GOLDEN SECURITIES LIMITED

DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the 17th Annual Report of your Company together with the Audited statement of Accounts for the year ended 31st March, 2010.

FINANCIAL RESULTS :

	(Rupees in thousands)	
	Year ended 31.03.10	Year ended 31.03.09
Profit/(Loss) before depreciation & tax	553.32	(3240.29)
Less : Depreciation	3.84	4.65
Profit/(Loss) before tax	549.48	(3244.94)
Less : Provision for tax	140.03	2.50
Profit/(Loss) after tax	409.45	(3247.44)
Less : Transfer to Statutory Reserve	46.90	NIL
Less : Deferred Tax	0.03	0.07
Less : Income Tax & FBT Adjustment	174.46	554.44
Add : Balance Brought forward from previous year	(3325.57)	476.38
Balance carried to Balance Sheet	(3137.50)	(3325.57)

OPERATIONS & BUSINESS ACTIVITIES :

During the year under report the company has made moderate business in investments & corporate deposits.

DIVIDEND :

Your Directors are unable to recommend any dividend due to net loss for the year ended 31st March, 2010.

FIXED DEPOSITS :

Your company has not accepted any fixed deposits during the year and the Board of Directors have confirmed that the company is not holding any public deposit till date.

CONSERVATION OF ENERGY RESOURCES, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO :

Information in accordance with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are furnished hereunder :

- Conservation of energy : The operations of the Company are not energy intensive.
- Technology absorption : Not applicable
- (1) Foreign Exchange Earnings : Nil
- (2) Foreign Exchange outgo : Nil

DIRECTORS' RESPONSIBILITY STATEMENT :

- In terms of the provisions of section 217(2AA) of the Companies Act, 1956 your directors state;
- that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
 - that the Directors selected such accounting policies and applied them consistently and made judgments 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 loss of the Company for the year,

GOLDEN SECURITIES LIMITED

3. that the Directors took proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and preventing and detecting the fraud and other irregularities,
4. that the directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE :

In terms of Clause 49 of the listing agreements with the Kolkata & Mumbai Stock Exchanges, Corporate Governance Report, along with certificate of compliance from the Auditors is attached and form part of the Annual Report. The Board has approved the Corporate Governance Report.

DIRECTORS :

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Sri Binod Kumar Mehra and Sri Madhusudan Prasad Srivastwa, Directors of the Company retire by rotation and are eligible for reappointment. Sri Anup Kumar Mehrotra, Director has resigned w.e.f. 30.10.2009.

LISTING OF SHARES :

In terms of clause 48B of Listing Agreement with the Stock Exchanges, the Company specifies the names and addresses here under and confirmed that the Listing fees have been paid for the year.

1. The Calcutta Stock Exchange Association Ltd., 7, Lyons Range, Kolkata-700001.
2. The Bombay Stock Exchange Ltd. - Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.

AUDITORS :

M/S. Vasudeo & Associates, Chartered Accountants, Auditors of the Company, retire in accordance with the provision of the Companies Act, 1956, and are eligible for reappointment.

PARTICULARS OF EMPLOYEES :

None of the employees of the Company draw remuneration of or in excess of the amount prescribed as per sub section (2A) of section 217 of the Companies (Particulars of Employees Rules 1975) Act.

DISCLOSURE OF RELATIONSHIP WITH AN INDEPENDENT DIRECTOR :

None of the independent Directors are related in any way with the Promotor/Director except Sri Anup Kumar Mehrotra, since resigned who is brother in law (wife's sister's husband) of the Chairman.

ACKNOWLEDGEMENTS :

The Directors thank the Shareholders and clients for the confidence reposed by them in the Company and also wish to place on record the appreciation for the services and sincere efforts of the employees, bankers, Registrar and Share Transfer Agent, legal advisor of the Company.

Kolkata
31st day of May, 2010

On behalf of the Board
For Golden Securities Limited
Binod Kumar Mehra
Chairman

GOLDEN SECURITIES LIMITED

CORPORATE GOVERNANCE REPORT

1. Company's philosophy on Corporate Governance :

The company believes in adopting best practices in the area of Corporate Governance and follows the principles of complete transparency and accountability by providing detailed information on various issues concerning the company's business and financial performance to its share holders.

The Board considers itself as the Trustee of its Shareholders. During the period under review, the Board continued its pursuit by adopting corporate strategies and prudent business plans, adequate monitoring system was followed to safe-guard against major risk and to ensure implementation of policies and procedures to satisfy its social, legal and ethical responsibilities.

II. COMPOSITION OF THE BOARD OF DIRECTORS AS ON 31ST MARCH, 2010

(A) The Board of Directors of the Company comprises with non executive Directors. Particulars of them are :

Name of the Directors	Category of Directors	No. of Directorships held in other Public Limited Companies	No of other position as Member	Committees held as Chairman
Sri Binod Kumar Mehra	Non Executive, Promoter, Chairman	1	1	NIL
Sri Pramod Kumar Mehra	Non Executive, Promoter	NIL	2	1
Sri Ashok Kumar Bansal	Non Executive	1	3	1
Sri Madhusudan Prasad Srivastwa	Non Executive	NIL	2	NIL
Smt. Nitu Kaur	Non Executive	NIL	2	1

- There are three committees in the Company namely Audit Committee, Shareholders Grievance Committee and Nomination Committee. As the Directors are not paid any remuneration excepting sitting fees, no remuneration Committee is formed.

B. Attendance record of the Directors at the Board Meetings and Annual General Meeting :
Board meeting were held on 29.05.2009, 31.07.2009, 23.09.2009, 30.10.2009 & 29.01.2010.

Name of the Director	Board meetings held during the year		Attendance at last AGM held on 23-09-2009
	Held	Attended	
Sri Binod Kumar Mehra	5	5	Yes
Sri Pramod Kumar Mehra	5	5	Yes
Sri Ashok Kumar Bansal	5	4	Yes
Sri Anup Kumar Mehrotra	5	2	Yes
Sri Madhusudan Prasad Srivastwa	5	4	Yes
Smt. Nitu Kaur	5	3	Yes

III. AUDIT COMMITTEE

- The terms of reference including the powers as stipulated in clause 49II © of the Listing Agreements and role as laid down in clause 49II (d) of the same have been explained.
- The Audit Committee Meeting was held on 27th May, 2010 in which the Annual Accounts for the year ended 31st March, 2010 was considered and reviewed. Quarterly meetings were held on 27.05.2009, 29.07.2009, 21.10.2009, 31.10.2009 & 27.01.2010

GOLDEN SECURITIES LIMITED

The following is the composition of Audit Committee as on 31.03.10 :

Name of the Directors	Positions Held	No of Meetings Held	No of Meetings Attended
Sri Ashok Kumar Bansal	Chairman	5	5
Sri Madhusudan Pd Srivastwa	Member	5	5
Smt. Nitu Kaur	Member	5	2

All members of the Audit committee are independent Directors. The statutory Auditors are permanent invitee. Sri Anup Kumar Mehrotra resigned on 30.10.2009, attending 3 meetings only out of 5.

IV. NOMINATION COMMITTEE

A Nomination Committee is formed with all the existing Directors and Sri Pramod Kumar Mehra is the Chairman. 4 such meetings as stated were held just after the conclusion of the meetings of the Board of Directors and the Directors who attended the Board meetings also took part in the said committee meetings. Meetings were held on 29.05.2009, 31.07.2009, 30.10.2009 and 29.01.2010.

V. REMUNERATION COMMITTEE

The Board of Directors are comprising with non-executive Directors and no remuneration is paid except sitting fees for attending the meetings of the Board of Directors only. Therefore no remuneration committee is formed.

Details of sitting fees paid to the Directors for the financial year 2009-10 are given below :

Name of Directors	Sitting Fees paid (In Rs.)
Sri Binod Kumar Mehra	4,000.00
Sri Pramod Kumar Mehra	4,000.00
Sri Ashok Kumar Bansal	4,000.00
Sri Anup Kumar Mehrotra	2,000.00
Sri Madhusudan Prasad Srivastwa	3,000.00
Smt. Nitu Kaur	3,000.00

VI. SHAREHOLDERS' COMMITTEE :

- i) Name of Non Executive Director heading the committee : Smt. Nitu Kaur
- ii) Name & Designation of Compliance Officer : Sri Biswanath Mukherjee, Company Secretary
- iii) Number of shareholder's queries received so far : THREE
- iv) Number not solved to the satisfaction of shareholders : ONE, COURT CASE
- v) Number of pending complaints : NIL, COURT CASE

VII. General Body Meetings :

- a. Location and time of the last three AGMs held :

AGM	Date	Vanue	Time
14th	28-09-2007	12A, S. N. Roy Road, Kolkata-38	10.00 a.m.
15th	26-09-2008	12A, S. N. Roy Road, Kolkata-38	10.00 a.m.
16th	23-09-2009	12A, S. N. Roy Road, Kolkata-38	10.00 a.m.

GOLDEN SECURITIES LIMITED

- | | | |
|----|--|--------|
| b. | Whether any special resolution was passed in the previous 3 AGMs | : No |
| c. | Whether any special resolution was passed last year through postal ballot | : No |
| d. | Persons who conducted the postal ballot exercise | : N.A. |
| e. | Whether any special resolution is proposed to be conducted through postal ballot | : N.A. |
| f. | Procedure for postal ballot | : N.A. |

VIII. DISCLOSURES :

- a) Disclosures on materially significant related party transactions : The Company has not entered into any transactions of material nature, with its Promoters, Directors or the Management, its subsidiaries or relatives etc. that may have potential conflict with the interest of the Company at large, other than in the normal course of business. The transaction undertaking during the year have been disclosed in Note No. B (7) of the Schedule 11 forming part of the Accounts.
- b) The Company is regular in complying with the requirements of the regulatory authorities on the matters relating the Capital market and no penalties / strictures have been imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, during the last three years.
- c) The Company duly complies with all the mandatory requirements of Clause 49 of the Listing Agreement with the Stock Exchanges. However, the Company has not adopted the non - mandatory requirements defined therein.

IX. MEANS OF COMMUNICATION :

In compliance with clause 41 of the Listing Agreement, the Company faxes the quarterly half yearly/ yearly provisional/ audited financial results to the Stock Exchanges within 15 minutes from the conclusion of the Board Meetings of which have taken on record. Speed post messages are also sent to Mumbai Stock Exchange immediately and hand delivery is made to Calcutta Stock Exchange on the next day. Results are published in Financial Express (English) and Dainik Lipi (Bengali) etc. newspapers of Kolkata edition.

X. GENERAL SHAREHOLDER INFORMATION :

- (i) AGM Date : 27th September, 2010 at 10 A.M to be held at the Registered Office at 12A, S. N. Roy Road, Kolkata-700038.
- (ii) Financial Year ended 31.03.2010 (2009-10)
- (iii) Date of book closure 20th September 2010 to 27th September 2010 (both days inclusive)
- (iv) Dividend Payment date – No Dividend
- v) Listing on Stock Exchange

	Stock Code :
a. The Calcutta Stock Exchange Association Ltd. 7 Lyons Range, Kolkata- 700 001	10017059
b. The Bombay Stock Exchange Ltd. Phiroze Jjeebhoy Towers, Dalal Street, Mumbai-400001	530579

GOLDEN SECURITIES LIMITED

- vi) Market Price Data : The Market Price of the Equity Shares of the Company during 2009-2010 is given in the table below :

Months	CSE		BSE	
	High	Low	High	Low
April 09	— *	— *	5.66	5.66
May 09	— *	— *	5.63	4.85
June 09	— *	— *	5.05	4.00
July 09	— *	— *	5.52	5.00
August 09	— *	— *	5.25	4.85
September 09	— *	— *	5.10	4.00
October 09	— *	— *	4.15	3.71
November 09	— *	— *	5.10	3.81
December 09	— *	— *	5.50	3.62
January 10	— *	— *	6.05	3.78
February 10	— *	— *	8.82	6.03
March 10	— *	— *	7.37	6.31

* No trading is made through Calcutta Stock Exchange during the year

- vii) Performance in comparison to broad based indices such as BSE Sensex, Crisil Index etc – N.A.

- viii) Registrar & Share Transfer Agent : Niche Technologies Pvt. Ltd.
D-511, Bagree Market
71, B.R.B. Bose Road, Kolkata-700 001.

- ix) Share Transfer System : The transfer are generally registered within a period of maximum one month from the date of receipt provided the documents are in order. Pursuant to the SEBI transfer cum demat guidelines, for transfer up to 500 shares, the RTA sends an option letter to the shareholders if shareholders wish to dematerialise their shares, they may enclose this (option) letter with the Dematerialised Request Form (DRF) and submit it to the RTA through their Depository Participant (DP) within 30 days of the date of this letter. If the same is not received within 30 days, it sends the physical shares to the shareholders. Alternatively, if the shareholders so desire, the share certificates may be dispatched early.

- x) Distribution of share holding as on 31st March, 2010

Share holding Pattern-size	No of Shares	Percentage	No of Share Holders	Percentage
1 – 500	188984	6.2990	878	71.9672
501 – 1000	107923	3.5972	127	10.4098
1001 – 5000	360586	12.0188	144	11.8033
5001 – 10000	251916	8.3966	33	2.7049
10001 – 50000	514920	17.1629	24	1.9672
50001 – 100000	464000	15.4656	6	0.4918
100001 and above	1111871	37.0599	8	0.6558
Total	3000200	100.00	1220	100.00

GOLDEN SECURITIES LIMITED

xi) Dematerialisation of Shares and Liquidity :

Pursuant to a directive from SEBI, the Shares of the Company are included in SEBI's list of shares in which trading in electronic form is compulsory with effect from October, 2000. As on 31st March 2010 the number of shares in dematerialised form is 1531871 representing 51.06% of the total shares and the balance 1468329 shares representing 48.94% of the total shares were held in paper form. Shareholders should have their physical holdings dematerialized in order to avoid problems.

xii) Outstanding GDRS/WARRANTS or any convertible instruments, conversion date and likely impact on equity — No such outstanding.

xiii. Plant location — the company is an investment company and there is no plant.

xiv) Address for correspondence :

Golden Securities Ltd.
12A, S. N. Roy Road,
Kolkata - 700 038
ISIN : INE 152C01017

Kolkata
31st day of May, 2010.

On behalf of the Board of Directors
For **Golden Securities Limited**
Binod Kumar Mehra
Chairman

GOLDEN SECURITIES LIMITED

AUDITORS CERTIFICATE

To
The Members of Golden Securities Ltd.

We have examined the compliance of conditions of Corporate Governance by Golden Securities Limited, for the year ended on 31st March, 2010, as stipulated in clause 49 of the listing Agreement of the said Company with stock exchanges.

The compliances of the conditions of the 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 the 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 representation made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the guidance note issued by the Institute of Chartered Accountants of India, we have to state that as per the records maintained, there were no investors' complaints remaining unattended/pending for more than 30 days as at 31st March, 2010.

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

5, Fancy Lane, 3rd Floor,
Kolkata - 700 001
Dated : 31st day of May, 2010.

For VASUDEO & ASSOCIATES
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
Membership No. 54784

GOLDEN SECURITIES LIMITED

AUDITORS' REPORT

TO THE MEMBERS OF GOLDEN SECURITIES LIMITED.

1. We have audited the attached Balance Sheet of **GOLDEN SECURITIES LTD.**, as at 31st March, 2010, the Profit & Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the companies (Auditor's Report) order, 2003 issued by the central government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure 3 referred to above, we report that :
 - (i) 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;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books.
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (iv) In our opinion, **subject to point no. B(9) of Annexure 11, the Balance Sheet**, Profit and Loss Account and Cash Flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the Directors, as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31st March 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - (vi) In our opinion and to the best of our information and explanation given to us, the said accounts together with notes thereon give the information required by the Companies Act, 1956, in the manners so required and give a true and fair view in conformity with the accounting principles generally accepted.
 - (a) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2010;
 - (b) in the case of the Profit and Loss Account, of the Loss for the year ended on that date; and
 - (c) in case of Cash Flow Statement, of the Cash flows for the year ended on that date.

5, Fancy Lane, 3rd Floor,
Kolkata - 700 001
Dated : 31st day of May, 2010.

For VASUDEO & ASSOCIATES
Firm Reg. No. 319299E
Chartered Accountants

V. D. AGARWAL
Partner
(Membership No. 54784)

Annexure to the Auditors' Report

Referred to in paragraph 3 of our report of even date.

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the company has not disposed off any fixed assets.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedure of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and of its business.
- (c) In our opinion and according to the information and explanations given to us, no material discrepancies were noticed on verification between the physical stocks and the book records.
- (iii) The company had neither granted nor taken any Loans, Secured or Unsecured to / from Companies, Firms, or other parties covered in the register maintained Under Section 301 of the Companies Act, 1956. Accordingly, Sub-Clause (b), (c), (d), (f) and (g) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of shares and fixed assets and with regard to the sale of shares and service. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) According to the information and explanation given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered. Sub-Clause (b) is not applicable.
- (vi) The Company had not accepted deposits from public and as such the question of compliance of Section 58A and 58AA of the Companies Act, 1956 does not arise.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Company is not a manufacturing Company and no cost records have been prescribed under section 209 (1) (d) of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us, during the year there were no employees eligible for Provident Fund and Employee State Insurance Fund. Accordingly, the directions relating to Provident Fund and Employee's State Insurance are not applicable to the company. Further, based on our examination of the records maintained during the year, the Company is not liable to make any payments towards Investor Education Protection Fund, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty & Cess. The Company has been regular in depositing Profession Tax and Income Tax dues with the appropriate authority and there were no undisputed amounts payable thereof which are outstanding, as at 31st March, 2010 for a period of more than six months from the date they become payable.

GOLDEN SECURITIES LIMITED

- (b) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Custom Duty, Service Tax, Wealth Tax, Excise Duty and Cess, which have not been deposited on account of any dispute.
- (x) The company has accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit but had incurred the cash losses in the immediately preceding financial year.
- (xi) The company has not taken any Loans from any Bank or Financial Institution and has not issued any debentures.
- (xii) We are of the opinion that the Company has maintained adequate records where the Company has 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 Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) The company has maintained records of the transaction and contracts of dealing or trading in shares, debentures, and timely entries have been made there-in. The shares, securities, debentures and other investments are held in the name of the Company.
- (xv) The company has not given any guarantee for loans taken by others, Bank or financial institution.
- (xvi) The company has not raised any term loan.
- (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 the no funds raised on short-term funds basis have been used to finance long term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) The company has not issued any debentures during the financial year and therefore, the question of creating security or charges in respect thereof does not arise.
- (xx) The Company has not raised any funds from public issue.
- (xxi) Based upon the audit procedures performed for the purpose of reporting true and fair view of the financial statements and as per the information and explanations given to us by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

5, Fancy Lane, 3rd Floor,
Kolkata - 700 001
Dated : 31st day of May, 2010.

For VASUDEO & ASSOCIATES
Firm Reg. No. 319299E
Chartered Accountants

V. D. AGARWAL
Partner
(Membership No. 54784)

STATEMENT OF ACCOUNTS

GOLDEN SECURITIES LIMITED

Balance Sheet as at 31st March, 2010

		As on 31.03.2010		As on 31.03.2009	
	SCHEDULE	Rs.	P.	Rs.	P.
I. SOURCES OF FUNDS :					
1. SHAREHOLDERS' FUND					
(a) Share Capital	1	2,99,99,000.00		2,99,99,000.00	
(b) Reserves & Surplus	2	12,19,142.48		11,72,242.48	
TOTAL		3,12,18,142.48		3,11,71,242.48	
II. APPLICATION OF FUNDS :					
1. FIXED ASSETS					
(a) Gross Block	3	98,61,719.73		98,61,719.73	
(b) Less : Depreciation		42,39,165.33		42,35,321.33	
NET BLOCK		56,22,554.40		56,26,398.40	
2. INVESTMENTS					
	4	10,00,000.00		10,00,000.00	
3. CURRENT ASSETS, LOANS AND ADVANCES					
(a) Current Assets	5	1,31,48,305.05		1,50,14,806.03	
(b) Loans & Advances	6	1,50,28,904.59		1,29,68,921.12	
	(A)	2,81,77,209.64		2,79,83,727.15	
Less : CURRENT LIABILITIES & PROVISIONS					
(a) Liabilities	7	10,61,568.19		10,59,425.00	
(b) Provisions		56,56,888.00		57,04,388.00	
(c) Deffered Tax Liabilities		669.00		642.00	
	(B)	67,19,125.19		67,64,455.00	
NET CURRENT ASSETS	(A - B)	2,14,58,084.45		2,12,19,272.15	
3. MISCELLANEOUS EXPENDITURE					
(To the extent not adjusted or written off)					
Profit & Loss A/C (Debit Balance C/F)		31,37,503.63		33,25,571.93	
TOTAL		3,12,18,142.48		3,11,71,242.48	
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES					

Place : Kolkata
Dated : 31st day of May, 2010

As per our Report on Even Date
For **VASUDEO & ASSOCIATES**
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
Membership No. 54784

BINOD KUMAR MEHRA
PROMOD KUMAR MEHRA
ASHOK KUMAR BANSAL
BISWANATH MUKHERJEE
Directors
Company Secretary

GOLDEN SECURITIES LIMITED

Profit & Loss Account for the year ended 31st March, 2010

	SCHEDULE	For the year ended 31.03.2010		For the year ended 31.03.2009	
		Rs.	P.	Rs.	P.
I. INCOME :					
Sale of Shares		11,01,50,076.17		2,48,99,301.66	
Interest on Loans (Gross)		11,14,468.00		3,06,605.00	
(Tax deducted at source Rs. 1,12,376/-)					
Previous year Rs. 44,345/-					
Profit from Speculative Transactions		1,35,411.01		—	
Interest on Income Tax Refund		8,411.00		—	
Interest on Fixed Deposit		—		42,301.37	
Other Income	8	60,769.00		2,62,132.35	
Increase/(Decrease) in stock	9	15,50,692.96		8,42,137.50	
TOTAL		11,30,19,828.14		2,63,52,477.88	
II. EXPENDITURE					
Purchase of Shares		11,11,09,746.79		2,86,68,222.35	
Loss from Speculative Transactions		—		3,12,915.74	
Administrative & Other Charges	10	9,42,258.52		6,94,328.45	
Depreciation		3,844.00		4,652.00	
Provision for NPA as per RBI Guidelines		4,14,500.00		(82,703.08)	
TOTAL		11,24,70,349.31		2,95,97,415.46	
Profit/(Loss) Before Tax		5,49,478.83		(32,44,937.58)	
Less : Provisions		1,40,000.00		—	
— For Income Tax		27.00		68.00	
— For Defered Tax		—		2,500.00	
— For Fringe Benefit Tax		—		—	
		4,09,451.83		(32,47,505.58)	
Less : FBT Adjustment		(6,573.00)		3,554.00	
Income Tax Adjustment		1,81,056.53		5,50,889.37	
		2,34,968.30		(38,01,948.95)	
Less : Transfer to Statutory Reserve		46,900.00		—	
		1,88,068.30		(38,01,948.95)	
Add : Surplus/Deficit in Profit & Loss A/c. brought forward from previous year		(33,25,571.93)		4,76,377.02	
		(31,37,503.63)		(33,25,571.93)	
APPROPRIATIONS					
Balance carried to Balance Sheet		(31,37,503.63)		(33,25,571.93)	
Earning Per Equity Shares (Rupees)		0.136		(1.083)	
(Face value of Rs. 10/- per equity share) Basic & Diluted					
NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES	11				

Place : Kolkata
Dated : 31st day of May, 2010

As per our Report on Even Date
For **VASUDEO & ASSOCIATES**
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
Membership No. 54784

BINOD KUMAR MEHRA
PROMOD KUMAR MEHRA
ASHOK KUMAR BANSAL

Directors

BISWANATH MUKHERJEE Company Secretary

GOLDEN SECURITIES LIMITED

Schedules Annexed to and forming part of the Balance Sheet

	As at 31.03.2010		As at 31.03.2009	
	Rs.	P.	Rs.	P.
SCHEDULE : 1				
SHARE CAPITAL				
Authorised Capital				
3500000 Equity Shares of Rs.10/- each				
Issued, Subscribed and Paid up Capital				
3000200 Equity shares of Rs.10/- each				
Fully paid up in cash				
Less : Call money in arrears				
	3,50,00,000.00		3,50,00,000.00	
	3,00,02,000.00		3,00,02,000.00	
	3,000.00		3,000.00	
	2,99,99,000.00		2,99,99,000.00	
SCHEDULE : 2				
RESERVES & SURPLUS				
Reserve Fund				
Statutory Reserve Fund (As per RBI Act)				
	3,72,892.00		3,72,892.00	
	8,46,250.48		7,99,350.48	
	12,19,142.48		11,72,242.48	
SCHEDULE : 4				
INVESTMENT (AT COST)				
LONG TERM INVESTMENT				
In Unquoted Shares	Qty.	Face Value		
Satelite Mercantiles Pvt. Ltd.	10000 sh	10/-		
			10,00,000.00	10,00,000.00
			10,00,000.00	10,00,000.00
SCHEDULE : 5				
CURRENT ASSETS :				
A. Sundry Debtors				
Debt outstanding for a period of more than 6 months				
Unsecured, Considered Bad & Doubtful				
Debt outstanding for a period of less than 6 months				
Unsecured, Considered Goods				
	30,20,496.88		30,20,496.88	
	10,00,000.00		2,77,197.87	
	40,20,496.88		32,97,694.75	
B. Inventories				
Stock in Trade (As per Annexure - A)				
	60,17,215.84		44,66,522.88	
	60,17,215.84		44,66,522.88	
C. Cash and Bank Balances				
Cash in hand (As certified by the Management)				
Balance with Schedule Banks in Current Accounts				
Cheque in Hand				
	2,05,871.38		2,29,062.38	
	28,89,186.95		70,21,526.02	
	15,534.00		—	
	31,10,592.33		72,50,588.40	
Total of Current Assets (A+B+C)	1,31,48,305.05		1,50,14,806.03	

GOLDEN SECURITIES LIMITED

SCHEDULE 3
FIXED ASSETS

	GROSS BLOCK						DEPRECIATION						NET BLOCK	
	As at 1.04.09		Additions		Deduction		As at 31.03.10		For the Year		As at 31.03.10		As at 31.03.09	
	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
Air Conditioner	1,04,267.00	—	—	—	—	—	1,04,267.00	—	1,868.00	—	92,716.40	—	13,418.60	11,550.60
Computer & Printer	1,92,768.00	—	—	—	—	—	1,92,768.00	—	324.00	—	1,92,286.20	—	805.80	481.80
Fax Machine	25,000.00	—	—	—	—	—	25,000.00	—	428.00	—	22,358.00	—	3,070.00	2,642.00
Furniture & Fixtures (Including Electrical Fittings)	35,400.00	—	—	—	—	—	35,400.00	—	380.00	—	33,674.00	—	2,106.00	1,726.00
Office Equipments	42,809.73	—	—	—	—	—	42,809.73	—	844.00	—	37,580.73	—	6,073.00	5,229.00
Assets on Lease														
Plant & Machinery	94,61,475.00	—	—	—	—	—	94,61,475.00	—	—	—	38,60,550.00	—	56,00,925.00	56,00,925.00
TOTAL	98,61,719.73	—	—	—	—	—	98,61,719.73	42,35,321.33	3,844.00	—	42,39,165.33	—	56,26,398.40	56,22,554.40
Previous Year	98,61,719.73	—	—	—	—	—	98,61,719.73	42,24,968.73	4,652.00	—	42,29,620.73	—	—	56,31,050.40

GOLDEN SECURITIES LIMITED

	As at 31.03.2010 Rs. P.	As at 31.03.2009 Rs. P.
SCHEDULE : 6		
<u>LOANS & ADVANCES</u>		
Loans & Advances (Unsecured, Considered Good)	1,12,75,226.00	84,89,675.00
Loans & Advances (Unsecured, Considered Doubtful)	33,18,116.31	33,18,116.31
Advances recoverable in cash or in kind or for value to be received	4,35,562.28	11,61,129.81
	<u>1,50,28,904.59</u>	<u>1,29,68,921.12</u>
SCHEDULE : 7		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
Current Liabilities :		
Sundry Creditors for Expenses	17,343.19	15,200.00
Security Deposits	10,44,225.00	10,44,225.00
	<u>10,61,568.19</u>	<u>10,59,425.00</u>
Provisions :		
For Taxation	3,60,000.00	8,12,000.00
For Fringe Benefit Tax	2,500.00	12,500.00
Provision for N.P.A. as per RBI Guidelines, 1998	52,94,388.00	48,79,888.00
	<u>56,56,888.00</u>	<u>57,04,388.00</u>
Total of Current Liabilities & Provision	<u>67,18,456.19</u>	<u>67,63,813.00</u>
	For the year ended 31.03.2010 Rs. P.	For the year ended 31.03.2009 Rs. P.
SCHEDULE : 8		
<u>OTHER INCOME</u>		
Dividend From Shares	60,769.00	20,521.00
Income From Mutual Funds	—	2,41,611.35
	<u>60,769.00</u>	<u>2,62,132.35</u>
SCHEDULE : 9		
<u>INCREASE / (DECREASE) IN STOCK</u>		
Closing Stock	60,17,215.84	44,66,522.88
Less : Opening Stock	44,66,522.88	36,24,385.38
	<u>15,50,692.96</u>	<u>8,42,137.50</u>

GOLDEN SECURITIES LIMITED

	For the year ended 31.03.2010		For the year ended 31.03.2009	
	Rs.	P.	Rs.	P.
SCHEDULE : 10				
<u>ADMINISTRATIVE & OTHER CHARGES</u>				
Salary & Bonus	4,15,000.00		3,35,600.00	
Staff Welfare	12,844.00		8,617.00	
Bank Charges	1,567.00		1,031.00	
Advertisement	15,672.00		16,551.00	
Directors Fees	24,000.00		30,000.00	
Demat Charges	11,440.19		6,518.00	
Listing Fees	24,913.05		20,500.00	
Custody Fees	13,240.00		4,658.00	
Computer Maintenance	6,381.00		9,056.00	
Office Maintenance	26,976.00		19,005.00	
Securities Transaction Tax	2,15,872.28		88,780.45	
Postage & Stamp	9,324.00		9,750.00	
Printing & Stationery	15,375.00		8,942.00	
Rent	27,000.00		18,000.00	
Auditor's Remuneration				
Audit Fees	7,721.00		7,000.00	
Tax Audit Fees	3,309.00		3,000.00	
For Certification Work	4,412.00		2,250.00	
For Other Matters	4,059.00	19,501.00	5,000.00	17,250.00
Miscellaneous Expenses	40,116.00		33,978.00	
Legal & Professional Charges	12,550.00		15,150.00	
Filling Fees	1,500.00		20,213.00	
Professional Tax	5,000.00		5,000.00	
Internal Audit Fees	3,400.00		3,400.00	
Travelling & Conveyence	40,587.00		22,329.00	
	<u>9,42,258.52</u>		<u>6,94,328.45</u>	

GOLDEN SECURITIES LIMITED

STOCK VALUATION AS ON 31/3/2010

ANNEXURE - A

QUOTED SHARES :

<u>Name of the Co.</u>	<u>Quantity</u>	<u>Cost Price</u>	<u>Mkt. Price</u>	<u>Whichever Is Lower</u>	<u>Valuation</u>
Himachal Futuristic Communication Ltd.	9500	15.53	12.45	12.45	1,18,275.00
HFCL Infotel Ltd. (Investor)	10000	8.08	7.53	7.53	75,300.00
Kesoram Industries Ltd.	2000	385.23	374.90	374.90	7,49,800.00
NTPC	1000	180.20	207.25	180.20	180,200.00
Subex Ltd.	1000	66.23	60.25	60.25	60,250.00
S. Kumar's Nationwide Ltd.	5400	59.77	59.85	59.77	3,22,733.00
Sharpe Infotech	8333	16.77	—	16.77	1,39,744.41 *
Shilpa Medicare Limited	10000	260.53	266.10	260.53	26,05,320.08
Shree Digvijay Cement Co. Ltd.	205	6.87	16.30	6.87	1,408.35
Suzlon Energy Ltd.	100	86.57	71.85	71.85	7,185.00
Tube Investment of India Ltd.	10000	77.35	75.70	75.70	7,57,000.00

UNQUOTED SHARES :

			Break-up Value	
Mehra Capital Market Ltd.	100000	10.00	11.00	— 10,00,000.00**
TOTAL	1,57,538			60,17,215.84

* Market price is not available, so the last traded price has been taken.

** Unquoted shares are valued at cost price.

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS :

SCHEDULE - 11

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A) PRINCIPAL ACCOUNTING POLICIES :

The Financial Statements have been prepared to comply in all material aspects with all the applicable accounting principles in India, the applicable accounting standards u/s 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956. A summary of important accounting policies which have been applied consistently are set out below. Financial statements have also been prepared in accordance with relevant presentational requirements of the Companies Act, 1956 of India.

a) BASIS OF ACCOUNTING :

The Financial statements have been prepared under the historical cost convention.

b) FIXED ASSETS :

Fixed Assets are recorded at cost of acquisition including any incidental expenses incurred upto the date of installation.

c) DEPRECIATION :

Depreciation on Fixed Assets is provided on Written Down Value Basis at the rates specified in Schedule XIV of the Companies Act, 1956. Depreciation on leased assets has been spread over the period of lease. Depreciation has not been provided on leased assets as the Company has filed a suit against the lessee.

d) INVESTMENTS :

Investment of long term nature is stated at cost, less adjustment for diminution, other than temporary, in the value thereof.

e) STOCK IN TRADE-SHARE :

Stock in trade is valued at cost or market price whichever is lower. Unquoted Shares are valued at cost or Breakup value whichever is lower.

f) REVENUE RECOGNITIONS :

i) The revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

ii) The Company recognises income and expenses on accrual basis.

g) RETIREMENT BENEFITS :

The provisions of Provident Fund Act and Gratuity Act are not applicable and liability on account of encashment of leave has been duly provided for (If any).

h) TAXATION :

The current income tax charge is determined in accordance with the relevant tax regulations applicable to the company.

GOLDEN SECURITIES LIMITED

i) DEFERRED TAXATION :

Provision for deferred taxation is made using the liability method, at the current rates of taxation on all timing differences to the extent that it is probable that a liability or assets will crystallise.

j) IMPAIRMENT OF ASSETS :

The company identified impairible assets based on cash generating limit concept at the year end in terms of AS-28 issued by ICAI for the purpose of arriving at impairment loss there on, if any being difference between book value and recoverable value of the relevant asset. Impairment loss, when crystalized is charged against revenue of the year.

B) NOTES ON ACCOUNTS

- 1) Additional informations pursuānt to the provisions of para 3,4C & 4D of Part II of Schedule VI of the Companies Act 1956 are given below :

Particulars in respect of purchase, sale and stock of shares.

	Quantity (No. of Shares)		Value	
	As at	As at	As at	As at
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
			Rs. P.	Rs. P.
Opening Stock	260610	174251	44,66,522.88	36,24,385.38
Purchase	1023448	427380	11,28,77,556.79	2,86,68,222.35
Sale	1126520	341021	11,19,98,788.17	24,899,301.66
Closing Stock	157538	260610	60,17,215.84	44,66,522.88

- 2) Sundry Debtors includes Rs. 18,30,030/- and Fixed Assets includes Rs. 56,00,925/- due on account of lease rentals and assets given on lease, from certain parties against which the Company has preferred recovery proceedings and the matter is sub-judice.

3) Movement of Provision towards NPA

	31.3.2010	31.3.2009
Opening Balance	48,79,888.00	56,56,921.08
Add/(Less) : Provision during the year	4,14,500.00	(82,703.08)
Less : Written Off during the year	—	6,94,330.00
Closing balance	52,94,388.00	48,79,888.00

- 4) Confirmation from parties for amounts due to them/amounts due from them as per accounts of the company are not received. Necessary adjustments, if any, will be made when the accounts are reconciled.
- 5) Basic earning per Share has been computed with reference to Profit/(Loss) after tax of Rs. 4,09,451.83 [Previous Year Rs. (32,47,505.58)] and Equity Shares outstanding (nominal value Rs. 10) during the year aggregating to (2999900 shares)
- 6) A. Deferred Tax has been accounted in accordance with the requirement at Accounting Standard on "Taxes on Income" (AS 22).
- B. The major components at the Deferred Tax /Liabilites, based on the tax effect of the timing differences, as at 31st March, 2010 are timing difference in depreciable assets amounting to Rs. 2164.

GOLDEN SECURITIES LIMITED

7) Related Party Disclosure

A. In accordance with Accounting Standard 18, the disclosure required are given below :

Sl.	Nature of Transaction	Holding Company	Subsidiary	Associates	Partnership Firm	Relative of key management Personal	Total
1.	Rent	—	—	—	—	27,000	27,000
2.	Purchases	—	—	70131860.80	—	—	—
3.	Sales	—	—	69831923.64	—	—	—
4.	Outstanding as on 31st March, 2010	—	—	NIL	—	NIL	NIL

8) Name of related parties and description of relationship :

- Relative of Key Management Personal : Ms. Ekta Mehra. (Daughter of Mr. Binod Kr. Mehra, Director)
- Associates : Mehra Capital Market Ltd.

8A. Segment Report for the year ended 31st March, 2010

By Business Segments

Rs. in Lacs

	Shares & Securities	Finance	Others	Total
Revenue				
Total Revenue	1103.46	11.23	—	1114.69
Result				
Segment Result	(5.66)	11.16	—	5.49
Less : Unallocated expenses				NIL
Less : Provision for Tax				1.4
Less : Fringe Benefit Tax				NIL
Less : Income Tax Adjust				1.81
Less Fringe Benefit Tax Adj				0.07
Profit / (Loss) After Tax				2.35

OTHER INFORMATION

Segment Assets

Segment Assets	71.23	245.64	—	316.87
Unallocated Corporate Assets	—	—	—	30.96
				<u>347.83</u>

GOLDEN SECURITIES LIMITED

Segment Liabilities & Provisions

Segment Liabilities	—	10.44	—	10.44
Provisions	4.14	48.81	—	52.95
Unallocated Corporate Liabilities	—	—	—	3.63
Total				<u>67.02</u>
Capital Expenditure	—	—	—	—
Depreciation	—	—	—	0.04
Non Cash Expenses Other Than Depreciation	—	—	—	—

8B. GEOGRAPHICAL SEGMENT :

The Company's business is mainly concentrated in similar geographical, political and economical conditions. Hence disclosure for geographical segment is not required.

9. Regarding impairment of assets, on assessment, it has been ascertained that no potential loss is present, except the asset that was leased to M/s. Prakash Industries Ltd. and M/s. Sanderson Industries Ltd. the matter is subjudice in court and the management is of the opinion that full value of the asset will be recovered. So the provision for impairment of asset is not provided.
10. The company is registered as NBFC with RBI, Kolkata. It has received the certificate of NBFC from RBI, Kolkata. The company has transferred an amount of Rs. 46,900 to Statutory Reserve Account as required by Non-Banking Financial companies Prudential Norms (Reserve Bank) Directions, 1998.
11. Dues of Micro, Small and Medium Enterprises – NIL
12. Required in terms of Paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

Particulars

(Rs. in Lakhs)

LIABILITIES SIDE :

- | | | |
|--|-------------------------------|---------------------------|
| 1) Loans and advances availed by the NBFCs
Inclusive of interest accrued thereon but not paid | Amount
outstanding | Amount
overdue |
| a) Debentures : Secured | | |
| : Unsecured
(other than falling within the
meaning of public deposits*) | | NIL |
| b) Deferred Credits | | |
| c) Term Loans | | |
| d) Inter-Corporate loans and borrowing | | |
| e) Commercial Paper | | |
| f) Public Deposits* | | |
| g) Other Loans (specify nature) | | |

GOLDEN SECURITIES LIMITED

2) Break-up of (1)(f) above (outstanding Public deposits inclusive of interest accrued there on but not paid) :

- | | |
|---|-----|
| a) In the form of Unsecured debentures | |
| b) In the form of partly secured debentures
i.e. debentures where there is a shortfall in
the value of security | NIL |
| c) Other public deposits | |

Amount outstanding

ASSETS SIDE :

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

- | | |
|--------------|--------|
| a) Secured | NIL |
| b) Unsecured | 145.93 |

4) Break-up of Leased Assets and Stock on hire and hypothecation loans counting towards EI/HP activities :

- | | |
|---|-------|
| i) Leased assets including lease rentals under sundry debtors : | |
| a) Financial lease | — |
| b) Operating lease | 18.30 |
| ii) Stock on hire including hire charges under sundry debtors : | |
| a) Assets on hire | — |
| b) Repossessed Assets | — |
| iii) Hypothecation loans counting towards EL/HP activities | |
| a) Loans where assets have been repossessed | — |
| b) Loans other than (a) above | — |

5) Break-up of Investment :

Current Investments

1. Quoted :

- | | |
|----------------------------|-------|
| i) Shares : (a) Equity | 50.17 |
| (b) Preference | NIL |
| ii) Debentures and Bonds | NIL |
| iii) Units of Mutual Funds | — |
| iv) Government Securities | NIL |
| v) Others (please specify) | NIL |

GOLDEN SECURITIES LIMITED

2. Unquoted :	
i) Shares : (a) Equity	10.00
(b) Preference	NIL
ii) Debentures and Bonds	NIL
iii) Units of Mutual Funds	NIL
iv) Government Securities	NIL
v) Others (please specify)	NIL

Long Term Investments :

1. Quoted :	
i) Shares : (a) Equity	NIL
(b) Preference	NIL
ii) Debentures and Bonds	NIL
iii) Units of Mutual Funds	NIL
iv) Government Securities	NIL
v) Others (please specify)	NIL

2. Unquoted :	
i) Shares : (a) Equity	10.00
(b) Preference	NIL
ii) Debentures and Bonds	NIL
iii) Units of Mutual Funds	NIL
iv) Government Securities	NIL
v) Others (please specify)	NIL

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

	Amount net of provisions		
	Category		
	Secured	Unsecured	Total
1. Related Parties			
a. Subsidiaries	—	—	—
b. Companies in the same group	—	—	—
c. Other related parties	—	—	—
2. Other than related parties	—	97.13	97.13
TOTAL	NIL	97.13	97.13

GOLDEN SECURITIES LIMITED

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

Category	Market value / Break up or Fair value of NAV	Book value (Net of Provisions)
1. Related Parties	—	—
a) Subsidiaries	—	—
b) Companies in the same group	—	10.00
c) Other related parties	—	10.00
2. Other than related parties	50.17	20.00
TOTAL	50.17	

8) Other Information

Particulars	Amount
i. Gross Non-Performing Assets	
a) Related parties	NIL
b) Other than related parties	52.94
ii. Net Non-Performing Assets	
a) Related parties	NIL
b) Other than related parties	NIL
iii. Assets acquired in satisfaction of debt	NIL

13. Previous year's figures have been regrouped, re-classified and/or renamed to confirm to this year's classification.

Place : Kolkata
Dated : 31st day of May, 2010

As per our Report on Even Date
For **VASUDEO & ASSOCIATES**
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
Membership No. 54784

BINOD KUMAR MEHRA
PROMOD KUMAR MEHRA
ASHOK KUMAR BANSAL

Directors

BISWANATH MUKHERJEE Company Secretary

GOLDEN SECURITIES LIMITED

BALANCE SHEET ABSTRACT AND COMPANY GENERAL BUSINESS PROFILE

i) REGISTRATION DETAILS

Registration No. 60377 State Code : 21
Balance Sheet Date : 31.03.2010

ii) CAPITAL RAISED DURING THE YEAR (Amount in Rs. thousands)

Public Issue : NIL Right Issue : NIL
Bonus Issue : NIL

iii) POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. thousands)

Total Liabilities : 37937.26 Total Assets : 37937.26

SOURCE OF FUNDS

Paid up Capital : 29999.000
Reserves & Surplus 1219.142
Secured Loans : NIL
Unsecured Loans NIL

APPLICATION OF FUNDS

Net Fixed Assets 5622.55
Investments 1000.000
Net Current Assets 21458.75
Miscellaneous Exp. NIL
Accumulated Loss NIL

iv) PERFORMANCE OF THE COMPANY (Amount in Rs. thousands)

Turnover : 111469.135 Total Expenditure : 114021.04
(Total Income)
Profit before Tax : 549.47 Profit after Tax : 409.45
Earning per Share 0.078 Dividend NIL

v) GENERAL NAMES OF THREE PRINCIPAL PRODUCT/SERVICES OF COMPANY

Item Code :
(ITC CODE) N.A.
Description : a) Assets Finance
b) Investment Banking
c) Equipment Lease & Finance

Place : Kolkata
Dated : 31st day of May, 2010

As per our Report on Even Date
For **VASUDEO & ASSOCIATES**
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
Membership No. 54784

BINOD KUMAR MEHRA
PROMOD KUMAR MEHRA
ASHOK KUMAR BANSAL

Directors

BISWANATH MUKHERJEE Company Secretary

GOLDEN SECURITIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	2009-2010 Rs. P.	2008-2009 Rs. P.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) before Tax and Extraordinary items	5,49,478.83	(32,44,937.58)
Adjustment for :		
Depreciation	3,844.00	4,652.00
Provision for NPA	4,14,500.00	(82,703.08)
Profit on Sale of Investment	—	(2,41,611.35)
Interest on Income Tax Refund	(8,411.00)	—
Operating Profit before working capital changes	9,59,411.83	(35,64,600.01)
Adjustment for :		
Trade and other Receivables	(35,08,353.13)	(35,77,333.91)
Inventories	(15,50,692.96)	(8,42,137.50)
Trade payables	2,143.19	(4,138.00)
Income Tax Refund	70,730.00	—
Income Tax Paid	(1,13,235.00)	(76,171.00)
NET CASH FROM OPERATING ACTIVITIES	(41,39,996.07)	(80,64,380.42)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investment	—	(50,00,000.00)
Sale of Investment	—	1,63,41,611.35
NET CASH USED IN INVESTING ACTIVITIES	—	1,13,41,611.35
NET CASH FROM FINANCING ACTIVITIES		
Net increase in cash and cash equivalents	(41,39,996.07)	32,77,230.93
Cash and Cash equivalents as at 01.04.2009	72,50,588.40	39,73,357.47
Cash and Cash equivalent as at 31.03.2010	31,10,592.33	72,50,588.40

Place : Kolkata
Dated : 31st day of May, 2010

As per our Report on Even Date
For **VASUDEO & ASSOCIATES**
Firm Reg. No. 319299E
Chartered Accountants
V. D. AGARWAL
Partner
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