

IMPEX SERVICES LIMITED

ANNUAL GENERAL MEETING : 26-09-2013

**ANNUAL REPORT
2012-13**

IMPEX SERVICES LIMITED
COMPUTATION OF TAXABLE INCOME FOR THE ASSESSMENT YEAR 2013-14

INCOME FROM BUSINESS	
Net Profit as per Profit & Loss Account	(373325.63)
GROSS TOTAL INCOME	(373325.63)
NET TOTAL INCOME	(373325.63)
ROUNDED OFF U/s 288A	(373330.00)
INCOME TAX THEREON	
On Rs...../- @30%	NIL
Add: EC/SHEC @3%	-
IMPLICATION OF SECTION 115JB (MINIMUM ALTERNATIVE TAX)	
ASSESSMENT YEAR : 2013-14	
Computation of Book Profit as per Sec. 115JB	
	<i>Amount in Rs.</i>
Net Profit as per Profit & Loss Account before tax	(373325.63)
Add :-	
a. Income Tax	0.00
b. Amount carried to reserves	0.00
c. Provisions for uncertain liabilities	0.00
d. Provisions for losses of Subsidiary companies	0.00
e. Dividends paid or proposed	0.00
f. Expenditure relatable to any income to which any of the Sections 10/11/12 applies	0.00
	<u>0.00</u>
Less:-	
a. Amount withdrawn from reserves or provisions	0.00
b. Any income to which any of the Sections 10/11/12 applies	0.00
c. Loss brought forward or unabsorbed depreciation, whichever is less	0.00
d. Amount of deduction u/s 80HHC	0.00
e. Amount of deduction u/s 80HHE	0.00
f. Amount of deduction u/s 80HHF	0.00
g. Profit of Sick Industrial Company	0.00
	<u>0.00</u>
Book profit as per Section 115JB	<u>(373325.63)</u>
Rounded off u/s 288A	<u>(373330.00)</u>
18.5 % of Book Profit u/s 115JB	-
Add: Cess @ 3%	-
Higher of (a) or (b)	0.00
Less: TDS	120442.00
Net Amount Refundable	<u>120442.00</u>

Statement of Carried Forward Losses	A.Y.	Amount(Rs)
Business Loss	2013-14	373330.00

IMPEX SERVICES LIMITED
DIRECTORS REPORT TO THE SHAREHOLDERS

Your Director have pleasure in submitting their Annual Report together with the Audited Accounts of the Company for the Financial year ended on 31st March, 2013.

1 <u>WORKING RESULTS</u>	<u>Current year</u>	<u>Previous year</u>
Profit/(Loss) Before tax	(373,325.63)	75,892.29
Less: Provision for Income Tax	-	23,450.00
Profit/(Loss) After tax	<u>(373,325.63)</u>	<u>52,442.29</u>

2 AUDITORS :

The Statutory Auditors Subhash Kumar Agarwals & Co, Chartered Accountants, retires at the ensuing Annual General meeting, and being eligible have expressed their willingness for appointment.

3 BOARD OF DIRECTORS

There has been no changes in the directorship of the Company.

4 DEPOSITS :

The company has not accepted any deposits from the public during the year under review.

5 PARTICULARS OF EMPLOYEES :

During the year under review, there were no employees, the particulars of whom are required to be given u/s. 217(24) of the Companies Act., 1956.

6 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUT GO :

Since the company is not engaged in any Manufacturing activity the particulars in respects of conservation of energy and technology absorption are not given.

Foreign Exchange Earning	Nil.
Foreign Exchange Outgo	Nil.

DIRECTORS' RESPONSIBILITY STATEMENT :

The directors have fulfilled their responsibility for the preparation of the accompanying financial statements by taking all reasonable steps to ensure that -

- A) These statements have been prepared in conformity with generally accepted accounting principles and appropriate accounting standards. Judgments and estimates that are reasonable and prudent have been made where necessary.
- B) The accounting policies selected and applied consistently give a true and fair view of the financial statements.
- C) The company has implemented internal controls to provide reasonable assurance of the reliability of its financial records, proper safeguarding and use of its assets and detection of frauds and irregularities. Such controls are based on established policies and procedures.
- D) The Company has prepared the annual accounts on a going concern basis.

The company's statutory auditors, S.K. AGARWALA & CO., Chartered Accountants, have audited the financial statements in accordance with generally accepted auditing standards and practices as indicated in their report.

By order of the Board

Kolkata, 1st day of August, 2013

Unnik Agarwal
(Director)

Joshi
(Director)

Subhash Kumar Agarwala & Co.

Chartered Accountants

"Gandhi House" 16, Ganesh Chandra Avenue,
7th Floor, Room No.: 2, Kolkata - 700 013
Phone: (033) 2236 - 3093, 2234 - 6946, Mob: 9051211100
Fax : + 91 033 2236 5588
Email : ska74057@gmail.com

INDEPENDENT AUDITORS REPORT

To the Members of

IMPEX SERVICES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/S Impex Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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 ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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



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 March 31, 2013;
- b) in the case of the Profit and Loss Account, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal & Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statements dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For SUBHASH KUMAR AGARWALA & CO.
Chartered Accountants



FRN: 321071E
S. K. Agarwal
CA. SUBHASH KUMAR AGARWALA, FCA
PARTNER

Membership No.: 074057

Place: Kolkata
Date: 1st August, 2013

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Impex Services Limited on the accounts of the company for the year ended 31st March, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. In respect of its fixed assets:

The Company does not have any fixed assets. Therefore, the paragraph 4 (i)(a) to 4(i)(c) of the Order, is not applicable.

2. In respect of its inventories:

The Company does not have any Inventories. Therefore the Paragraph 4 (ii)(a) to 4 (ii)(c) of the order is not applicable.

3. In respect of Loan:

As per the information and explanations given to us, the Company has not granted or taken any loans secured/ unsecured to/from Companies, Firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the paragraph 4 (iii)(a) to 4(iii)(g) of the Order is not applicable.

4. In our opinion and according to the information and explanations given to us, there is an adequate control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventories and fixed assets and for sale of goods and services. During the course of our audit, we have not observed any major weakness in the internal control system.

5. (a) In our opinion and according to the information and explanations given to us there are no contracts or arrangements that need to be entered in to the register maintained under section 301.of the Act. Accordingly, the paragraph 4 (v)(a) to 4(v)(b) of the Order is not applicable.

6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956. Accordingly, the paragraph 4 (vi) of the Order is not applicable.



7. As per information & explanations given by the management, the Company has an internal audit system commensurate with its size and the nature of its business.
8. As per information & explanation given by the management, maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act. **Accordingly, the paragraph 4 (viii) of the Order is not applicable.**
9. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amount deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Investors Education and Protection Fund, Employees State Insurance, Income Tax, sales tax, wealth tax, custom duty, excise duty, cess and any other statutory dues as applicable to it have generally been regularly deposited during the year by the Company with appropriate authorities. According to the information & explanation given to us, there were no undisputed amounts outstanding which were due for more than six (6) months from the date they become payable on the last day of the financial year.

(b) According to the information & explanation given to us and based on the records of the company, there are no dues of Income tax/sales tax/wealth tax/Service tax/Custom duty/Excise duty which have not been deposited on account of dispute.
10. The Company have accumulated loss of Rs.1882686/=at the year end and has incurred cash loss of Rs.373326/= during the financial year covered by our audit but has not incurred any cash loss in the immediately preceding financial year.
11. According to the information & explanation given to us and based on the records of the company, the Company did not have any outstanding dues to any financial institutions, banks or debenture holders during the year. **Accordingly, the paragraph 4 (xi) of the Order is not applicable.**
12. In our opinion and according to the explanations given to us and based on the information available, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. **Accordingly, the paragraph 4 (xii) of the Order is not applicable.**
13. In our opinion and according to the information and explanations given to us, the company is not a chit fund or a nidhi/mutual benefit fund/society. **Accordingly, the paragraph 4 (xiii) of the Order is not applicable.**



14. In our opinion, the Company has maintained proper records of the transactions and contracts of the investments dealt in by the Company and timely entries have been made therein. The investments made by the Company are held in its own name except to the extent of the exemption under section 49 of the Act.
15. According to the information and explanations given to us, the company has not given any guarantees for loans taken by others from bank and financial institution. Accordingly, the paragraph 4 (xv) of the Order is not applicable.
16. According to the information & explanation given to us and based on the records of the company, The Company has not taken any term loans. Accordingly, the paragraph 4 (xvi) of the Order is not applicable.
17. The Company has not raised any funds on short term basis. Accordingly, the paragraph 4 (xvii) of the Order is not applicable.
18. The company has not made any preferential allotment of shares during the year to the parties and companies covered in the register maintained under section 301 of the Act. Accordingly, the paragraph 4 (xviii) of the Order is not applicable.
19. According to the information & explanation given to us the Company did not have any outstanding debentures during the year. Accordingly, the paragraph 4 (xix) of the Order is not applicable.
20. According to the information & explanation given to us and based on the records of the company, the Company has not raised the money by public issue during the year. Accordingly, the paragraph 4 (xx) of the Order is not applicable.
21. To the best of our knowledge and belief and according to the information & explanation given to us no fraud on or by the company has been noticed or reported during the course of our audit.



For SUBHASH KUMAR AGARWALA & CO.

Chartered Accountants

FRN: 321071E

CA. SUBHASH KUMAR AGARWALA, FCA
PARTNER

Membership No.: 074057

Place: Kolkata

Date: 1st August, 2013

IMPEX SERVICES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2013

(₹)

	Note	As at March 31, 2013	As at March 31, 2012
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	85,790,250.00	85,790,250.00
(b) Reserves and Surplus	4	104,111,276.31	105,069,401.94
(2) Current Liabilities			
(a) Trade Payables	5	521,452.00	87,452.00
(b) Other Current Liabilities	6	455,669.00	433,169.00
(c) Short - term Provision	7	60,960.00	84,410.00
Total		190,939,607.31	191,464,682.94
II. ASSETS			
(1) Non Current Assets			
(a) Non Current Investments	8	77,693,400.00	105,072,400.00
(b) Long Term Loans & Advances	9	108,310,488.00	85,621,470.00
(c) Other Non Current Assets	10	-	584,800.00
(2) Current Assets			
(a) Trade Receivable	11	4,009,250.00	9,250.00
(b) Cash & Cash Equivalents	12	926,469.31	176,762.94
Total		190,939,607.31	191,464,682.94

NOTES TO ACCOUNTS

1 to 23

Schedules referred to above and notes attached there to form an integral part of Balance Sheet

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

FOR M/s Subhash Kumar Agarwala & Co.

FOR IMPEX SERVICES LIMITED

CHARTERED ACCOUNTANTS

Firm Regn No. 321071E

S.K. Agarwal

SUBHASH KUMAR AGARWALA
PARTNER

Mem No. : 074057

Kolkata, 1st day of August, 2013



Umesh Agarwal
(DIRECTOR)

ganch
(DIRECTOR)

IMPEX SERVICES LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2013

(₹)

Sl. No	Note	As at March 31, 2013	As at March 31, 2012
I	Revenue from Operations	2,243,450.00	2,607,622.00
II	Other Income	7,302.00	1,624.00
	Total Revenue	2,250,752.00	2,609,246.00
III	<u>Expenses:</u>		
	Purchases	2,000,000.00	-
	Change in inventories	-	1,200,000.00
	Employee Benefit Expenses	240,000.00	808,757.00
	Other Expenses	384,077.63	524,596.71
	Total Expenses	2,624,077.63	2,533,353.71
IV	<u>Profit / (Loss) before exceptional and extraordinary items and tax</u>	(373,325.63)	75,892.29
V	Exceptional items	-	-
VI	<u>Profit / (Loss) before extraordinary items and tax</u>	(373,325.63)	75,892.29
VII	Extraordinary items	-	-
VIII	<u>Profit / (Loss) before tax</u>	(373,325.63)	75,892.29
IX	<u>Tax expense:</u>		
	(1) Current tax	-	23,450.00
	(2) Deferred Tax	-	-
VI	<u>Profit/(Loss) for the period</u>	(373,325.63)	52,442.29
VII	<u>Earning per equity share:</u>	19	
	(1) Basic	(0.044)	0.006
	(2) Diluted	(0.044)	0.006

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

FOR M/s Subhash Kumar Agarwala & Co.

FOR IMPEX SERVICES LIMITED

CHARTERED ACCOUNTANTS

Firm Regn No.321071E

S.K. Agarwala



SUBHASH KUMAR AGARWALA
PARTNER

Mem No. : 074057

Kolkata, 1st day of August, 2013

Vishal Agarwal

(DIRECTOR)

Sondh

(DIRECTOR)

IMPEX SERVICES LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2013

Note : 3 Share Capital

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	AUTHORISED CAPITAL 8600000 Equity Shares of Rs. 10/- each. (31.03.2012: 8600000 Equity Shares of Rs.10/- each)	86,000,000.00	86,000,000.00
		86,000,000.00	86,000,000.00
2	ISSUED, SUBSCRIBED & PAID UP CAPITAL 8579025 Equity Shares of Rs. 10/- each, Fully Paid up (31.03.2012:8579025 Equity Shares of Rs.10/- each)	85,790,250.00	85,790,250.00
	Total	85,790,250.00	85,790,250.00

Terms and Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs.10/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholder are eligible to receive the remaining assets of the Company after distributions of all preferential amount, in proportion to the shareholding.

The reconciliation of the number of shares outstanding is set out below

	As at 31st March, 2013 No. of Shares	As at 31st March, 2012 No. of Shares
Equity Shares as at the beginning of the year	8579025	8579025
Add : Issued during the year	-	-
Equity Shares as at the end of the year	8579025	8579025

Note : 4 Reserves & Surplus

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Capital Reserve	105,910,500.00	105,910,500.00
2	Statutory Reserve	83,462.00	83,462.00
3	Surplus/(Deficit) (Profit & Loss Account):		
	Opening Balance	(919,956.73)	(961,677.02)
	Add: Profit/Loss During The Year	(373,325.63)	52,442.29
	Less: Income Tax For Earlier Year	-	234.00
	Less: Transfer To Statutory Reserve	-	10,488.00
	Less: Preliminary Expenses	584,800.00	-
	Closing Balance	(1,878,082.36)	(919,956.73)
4	Agwani Profit/Loss a/c	(4,603.33)	(4,603.33)
	Total	104,111,276.31	105,069,401.94



IMPEX SERVICES LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2013

Note : 5 Trade Payable

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Sundry Creditors	521,452.00	87,452.00
	Total	521,452.00	87,452.00

Note : 6 Other Current Liabilities

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Other Audit Fees Payable	10,000.00	5,000.00
2	Filing Fees Payable	380,000.00	380,000.00
3	Listing Fees Payable	65,669.00	48,169.00
	Total	455,669.00	433,169.00

Note : 7 Short - term Provision

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Provision for Income Tax	60,960.00	84,410.00
	Total	60,960.00	84,410.00



IMPEX SERVICES LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2013

Note : 8 Non Current Investment

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Investment in Equity	77,693,400.00	105,072,400.00
		77,693,400.00	105,072,400.00

Note : 9 Loans & Advances (Asset)

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
	<u>Unsecured, Considered good</u>		
1	Balance with Revenue Authorities	1,203,794.00	1,099,506.00
2	Other Loans & Advances	107,106,694.00	84,521,964.00
		108,310,488.00	85,621,470.00

Note : 10 Other Non Current Assets

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Preliminary Expenses	-	584,800.00
			584,800.00

Note : 11 Trade Receivable

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Share Application	4,000,000.00	-
2	Sundry Debtors(Unsecured considered good)	9,250.00	9,250.00
		4,009,250.00	9,250.00

Note : 12 Cash & Cash Equivalents

(₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	<u>Cash-in-Hand</u>		
	Cash Balance (As certified by Management)	829,498.47	84,742.47
2	<u>Balance in current Account with Schedule Bank</u>	96,970.84	92,020.47
		926,469.31	176,762.94



IMPEX SERVICES LIMITED

Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2013

Note : 13 Revenue from Operations (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Sale of Shares	600,000.00	360,000.00
2	Interest on Loan	1,643,450.00	2,247,622.00
	Total	2,243,450.00	2,607,622.00

Note : 14 Other Income (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Interest on Income Tax Refund	7,296.00	1,624.00
2	Other income	6.00	-
	Total	7,302.00	1,624.00

Note : 15 Purchases (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Purchases of Shares	2,000,000.00	-
	Total	2,000,000.00	

Note : 16 Change in Inventories (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Opening Inventories	-	1,200,000.00
2	Closing Inventories	-	-
	Total		1,200,000.00

Note : 17 Employee Benefit Expenses (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Salary	240,000.00	720,000.00
2	Staff Welfare Expenses	-	88,757.00
	Total	240,000.00	808,757.00

Note : 18 Other Expenses (₹)

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Accounting Charges	72,000.00	180,000.00
2	Advertisement	-	42,650.00
3	Bank Charges	588.63	1,238.15
4	Demat Charges	-	750.00
5	Filing Fees	3,000.00	9,306.00
6	Listing Fees	17,500.00	17,500.00
7	General Expenses	55,797.00	123,870.00
8	Office Repair & Maintenance	10,997.00	22,547.00
9	Printing & Stationery	2,450.00	3,640.00
10	Professional Fees	39,000.00	-
11	Travelling & Conveyance	177,745.00	118,095.56
		379,077.63	519,596.71
Payment to Auditors			
1	Audit Fees	5,000.00	5,000.00
		5,000.00	5,000.00
	Total	384,077.63	524,596.71



IMPEX SERVICES LIMITED

Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2013

Note : 19 Earning Per Share

Sr. No		As at March 31, 2013	As at March 31, 2012
1	Net Profit/(Loss) After Tax	(373,325.63)	52,442.29
2	Number of Equity Shares of Rs. 10.00 each	8,579,025	8,579,025
3	Basic and Diluted Earnings Per Share (Rs.)	(0.044)	0.006

Note : 20 RELATED PARTY DISCLOSURES-As per Accounting Standards -(AS)-18

- a) Name of the related parties
Key Management Personnel
1 RAJENDRA KUMAR MAHESHWARI
2 PARINAY KUMAR SINHA
3 VIVEK AGARWAL
- b) Enterprises over which key management personnel have significant influence irrespective of whether transactions have occurred or not **NIL**
- c) Transaction with related parties **NIL**

Note : 21 Micro, Small and Medium Enterprises

The Company has not received any information from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 which came into effect from 2nd October, 2006 and hence disclosures, if any, relating to amounts unpaid as on 31st March, 2013 together with interest paid/payable as required under the Act, have not been given.

Note : 23 Previous Year's figures have been regrouped and/or rearranged wherever considered necessary

FOR M/s Subhash Kumar Agarwala & Co.

CHARTERED ACCOUNTANTS

Firm Regn No.321071E

S. K. Agarwala

SUBHASH KUMAR AGARWALA
PARTNER

Mem No. : 074057

Kolkata, 1st day of August, 2013



Umesh Agarwal

(DIRECTOR)

gondh

(DIRECTOR)

IMPEX SERVICES LIMITED

Notes to Financial Statements for the year ended 31st March, 2013

1 Corporate information

Impex Services Limited is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956 and is engaged in the business of Non Banking Finance Activities

2 Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements :

The financial statements are prepared under the historical cost convention, on accrual basis, in accordance with the requirements of the Companies Act, 1956 and mandatory accounting standards prescribed in the Companies (Accounting Standards) rules, 2006 (as amended) issued by the Central Government.

2.2 Use of Estimates :

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

2.3 Current and non current investments

- (i) Investments that are readily realisable and intended to be held for a period not more than a year are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value, determined on category of investment basis
- (ii) Long-term investments presented as non-current investments are carried at cost. However, provision for diminution in value is made to recognise a decline, other than temporary decline, in the value of investments

2.4 Revenue Recognition :

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, services, sales tax, service tax, excise duty and sales during trial run period, adjusted for discounts (net), Value Added Tax (VAT) and gain / loss on corresponding hedge contracts. Dividend income is recognized when right to receive is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

2.5 Inventories

Finished Goods are valued at cost or net realisable value whichever is lower

2.6 Impairment

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment

2.7 Income Tax

- (i) The Company has not recognised the deferred tax assets in accordance with Accounting Standard-22 issued by The ICAI relating to claims relating to brought forward unabsorbed business losses / Unabsorbed Depreciation / Allowable deductions on actual payment as per provisions of the Income Tax Act 1961 as a prudent accounting practice in view of the uncertainty regarding the absorption of such claims in future years.
- (ii) Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities as per the provisions of the Income Tax Act 1961. Deferred income taxes reflect the impact of current year's timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier year



- (iii) Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable income.
- (iv) At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets. It recognises unorganised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.
- (v) The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.
- (vi) The Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified year. In the year in which the MAT Credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit & loss account and shown as MAT credit entitlement. The Company reviews the MAT credit entitlement at each Balance Sheet date and writes down the carrying amount to the extent there is no longer convincing evidence to the effect that Company will pay normal tax during the specified period.

2.8 Earnings per share

Basic earnings per share are calculated by dividing the net profit for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit for the year attributable for equity shareholders and the weighted average number of equity shares outstanding during the year, are adjusted for the effects of all dilutive potential equity shares.

2.9 Provisions

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

2.10 Contingent Liabilities

Contingent Liabilities are not recognised but are disclosed in the notes.



IMPEX SERVICES LIMITED

Cash Flow Statement for the year ended 31st March, 2013

2012-2013
Rs.

A) CASH FLOW FROM OPERATING ACTIVITIES

NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS		(373,325.63)
ADJUSTMENT		-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		<u>(373,325.63)</u>

ADJUSTMENT FOR CHANGE IN WORKING CAPITAL

ADD: INCREASE IN TRADE PAYABLES	434000.00	
ADD: INCREASE IN OTHER CURRENT LIABILITIES	22,500.00	
LESS: INCREASE IN LOANS & ADVANCES	(22,584,730.00)	
LESS: INCREASE IN TRADE RECEIVABLES	(4,000,000.00)	(26,128,230.00)
NET CASH GENERATION FROM OPERATION		<u>(26,501,555.63)</u>

LESS: NET TAXES PAID		127,738.00
NET CASH GENERATION FROM OPERATING ACTIVITIES		<u>(26,629,293.63)</u>

B) CASH FLOW FROM INVESTING ACTIVITIES

NET CASH FLOW FROM INVESTMENTS	<u>27,379,000.00</u>	
NET CASH GENERATED IN INVESTING ACTIVITIES		27,379,000.00

C) CASH FLOW FROM FINANCING ACTIVITIES

NET CASH GENERATED IN FINANCING ACTIVITIES		-
NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)		749,706.37
CASH AND CASH EQUIVALENT AS AT 01.04.12		176,762.94
CASH AND CASH EQUIVALENT AS AT 31.03.13		<u>926,469.31</u>
		0.00

NOTE: BRACKET INDICATES OUTFLOW

AUDITOR'S CERTIFICATE

WE HAVE EXAMINED THE ATTACHED CASH FLOW STATEMENT OF IMPEX SERVICES LIMITED FOR THE YEAR ENDED 31ST MARCH 2013. THE STATEMENT HAS BEEN PREPARED BY THE COMPANY IN ACCORDANCE WITH THE REQUIREMENTS OF CLAUSE 32 OF THE COMPANY'S LISTING AGREEMENT WITH STOCK EXCHANGE. THE STATEMENT IS BASED ON AND IS DERIVED FROM THE PROFIT & LOSS ACCOUNT AND THE BALANCE SHEET OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH 2013.

FOR M/s Subhash Kumar Agarwala & Co.

CHARTERED ACCOUNTANTS

Firm Regn No.321071E

S. K. Agarwala

SUBHASH KUMAR AGARWALA
PARTNER

Mem No. : 074057



Place: Kolkata

Date: 1st day of August, 2013

IMPEX SERVICES LIMITED

Schedule to the Balance Sheet of a Non-Banking Financial Company
(as required in terms of Paragraph 9BB or Non-Banking Financial Companies Prudential Norms
(Reserve Bank) Directions, 1998)

(Rs. in Lacs)

Particulars			
Liabilities side:			
1	Loans & Advances availed by the NBFC'S inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	(a) Debentures: Secured	Nil	Nil
	: Unsecured	Nil	Nil
	:(other than falling within the meaning of public deposits)		
	(b) Dearred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter-corporate loans and borrowing	Nil	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Public Deposits	Nil	Nil
	(g) Other Loans (specify Nature)	Nil	Nil
2	Break-up of (1)(f) above (Outstanding Public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	Nil	Nil
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	Nil	Nil
	(c) Other public deposits	Nil	Nil
Assets side:			
		Amount outstanding	
3	Break-up of Loans and advances incld. bills receivables (other than those included in (4) below):		
	(a) Secured	Nil	Nil
	(b) Unsecured	1071.07	Nil
4	Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals is under debtors:		
	(a) Financial lease	Nil	Nil
	(b) Operating lease	Nil	Nil
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	Nil	Nil
	(b) Repossessed Assets	Nil	Nil
	(iii) Hypothecation loans counting towards EL/HP activities		
	(a) Loans where assets have been repossessed	Nil	Nil
	(b) Loans other than (a) above	Nil	Nil
5	Break-up of Investments:	Amount outstanding	
	Current 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) Other (Please specify)		Nil
	2. Unquoted:		
	(i) Shares : (a) Equity		Nil
	(b) Preference		Nil
	(ii) Debentures and Bonds		Nil
	(iii) Units of mutual funds		Nil
	(iv) Government Securities		Nil
	(v) Other (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) Other (Please specify)			Nil
2. Unquoted:			
(i) Shares : (a) Equity			776.93
(b) Preference			Nil
(ii) Debentures and Bonds			Nil
(iii) Units of mutual funds			Nil
(iv) Government Securities			Nil
(v) Other (Please specify)			Nil
6 Borrower group-wise Classification of all leased assets, stock-on-hire and loans and advances:			
Category		Amount net of provisions	
		Secured	Unsecured
			Total
1. Related Parties			
(a)	Subsidiaries	NIL	NIL
(b)	Companies in the same group	NIL	NIL
(c)	Other than related parties	NIL	NIL
2. Other Than Related Parties			
		NIL	NIL
Total			
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 or NAV	Book Value (Net of provisions)
1. Related Parties			
(a)	Subsidiaries	NIL	NIL
(b)	Companies in the same group	NIL	NIL
(c)	Other related parties	NIL	NIL
2. Other Than Related parties		776.93	776.93
Total			
8 Other information			
(i)	Gross Non-Performing Assets		
	(a) Related Parties		NIL
	(b) Other than related parties		NIL
(ii)	Net Non-performing Assets		
	(a) Related Parties		NIL
	(b) Other than related parties		NIL
(iii)	Assets acquired in satisfaction of debt		NIL

In terms of our reports of even date annexed

For **SUBHASH KUMAR AGARWALA & CO**

(Chartered Accountants)

Firm Registration No:321071E

S. K. Agarwala
(SUBHASH KUMAR AGARWALA)

Partner



Vinod Agarwal
(Director)

Jenck
(Director)

Mem No. : 74057

Place: Kolkata

Dated 1st August, 2013