

A hand holding a glowing lightbulb against a sunset background. The lightbulb is the central focus, with the sun's glow visible inside it. The background shows a sunset over a body of water with a dark horizon.

*Annual Report 2012 - 2013*

*Alka Securities Limited*

# ALKA SECURITIES

## Corporate Information

### BOARD OF DIRECTORS

Mrs. Alka Pandey	Chairperson & Managing Director
Mr. Mahendra Pandey	Executive Director
Mr. Tejas Pandey	Non-Executive Independent Director
Mr. Gopal Choudary	Non-Executive Independent Director
Mr. Dinesh Kumar Bohra	Non-Executive Independent Director

### REGISTERED OFFICE

10, Maitri, North South Road No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

### PRINCIPLE BANKERS

Bank Of India

### REGISTRARS & SHARE TRANSFER AGENTS

Purva Sharegistry (India) Private Limited  
9, Shivshakti Industrial Estate, J. R. Borisa Marg, Sitaram Mills Compound, Lower Parel (E), Mumbai – 400 011

### STATUTORY AUDITORS

M/s. PSV Jain & Associates, Chartered Accountants

## Key Financial Highlights

	2012-13 (Rs. In Lacs)	2011-12 (Rs. In Lacs)
Income From Operations	0.00	0.10
Operating Expenses	0.00	1.00
Employee Cost	9.53	18.44
Administrative Expenses	11.77	10.24
Financial Charges	62.10	57.87
Depreciation	10.83	12.51
Profit Before Taxation	(34.95)	(27.18)

# ALKA SECURITIES

## Chairman's Message

Dear Shareholders,

In continuation of our theme of reinvention, we have decided to take a new outlook on business. The broking and financial services industry in India on the retail front is contracting. We believe therefore that it is prudent we withdraw from this business for the moment. I would like to inform you that your company has surrendered its membership to the National Stock Exchange which was approved on 24<sup>th</sup> February 2012. It has been a difficult decision for all of us. We are saddened that this integral part of our history and our growth and our business has to be let go. We plan to move all our existing business and liabilities related to stock broking to a wholly owned subsidiary where these issues will be dealt with expeditiously.

This year, we have a large number of things lined up. Our research indicates that the media space is ripe for entry. We believe that we have the correct expertise and experience to enter this new vertical and we are sure of success. ASL will undergo a makeover to come out as a broadcaster. We intend on applying for a HITS broadcasting license which we believe is an enticing venture. We have an exciting plan and a fantastic team lined up to carry out the new business.

I assure you, our cherished partners, that ASL will overcome the misgivings of the past and move on and forge a bright and strong future.

**Alka Pandey**  
**Chairman**  
**Alka Securities Limited**

## Management Discussion & Analysis

### 1. OVERVIEW

The Company's primary business is stock broking and it is a member of the National Stock Exchange. With effect from February 2012, The Company has surrendered its membership to the National Stock Exchange and will withdraw from stock broking for an indefinite period. The investigations initiated by SEBI against The Company have concluded. The Company is looking at entering the media industry, focusing on the broadcasting vertical. The Company intends on applying for a HITS license this fiscal. The Company is in the process of readying a plan, a team and financing to carry out this venture.

### 2. BUSINESS ENVIRONMENT

2011-12 was a difficult year for the broking sector and we do not expect conditions to improve in 2012-13. The Company has exited the stock broking and financial services segment. The Company is looking to enter the media industry focusing on the broadcasting vertical. The media sector in India is poised to grow at 24% this year. The HITS broadcast method provides an alternative to D2H carrying services. The D2H market is saturated, however, there is significant potential for growth in the HITS segment.

### 3. INTERNAL CONTROL & ADEQUACY

The company has proper & adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition. Your Company also ensures that transactions are authorized, recorded and reported correctly. As a step further, your company has already taken steps to document its systems and processes.

### 4. RISK MANAGEMENT SYSTEM

We manage the risks associated with our broking operations through the use of internally developed credit algorithms implemented through fully automated risk management software and selective direct monitoring of certain operating parameters. Our automated risk management procedures rely primarily on internally developed risk management system. We manage our business risk through strict compliance and internal checks. We have a well-managed internal audit and internal control system working along with the external audit performing checks at regular intervals to identify any discrepancies and rectify at the earliest.

### 5. OPPORTUNITIES

The Company is looking at opportunities in the short term that offer quick growth and steady cash flows and is looking to establish the framework that will allow the exploitation of opportunities that will arise in the long term.

### 6. RISK & CONCERNS

The Company has surrendered its broking membership to the National Stock Exchange. The Company therefore has no immediate business risks or concerns. The Company is in the process of arranging finance to settle

previous arrears and liabilities. These are expected to be resolved within a period of 18-24 months.

## 7. OUTLOOK

The global economy seems to be weak and another recession is very likely given the current circumstances. The Company expects inflation to remain a primary concern and impediment to growth. Established sectors in India have high entry barriers and will continue to remain so, however, even during a period of recession, The Company forecasts the maturing of the consumer oriented online services industry.

## 8. HUMAN RESOURCES

The Company believes in a strong and motivated workforce complimented by an efficient and horizontally integrated work structure. An informal working environment allows managers and team members to interact regularly. Managers constantly encourage and reward innovation in the workspace and value all round development and competency in employees. Employees are also encouraged to train and develop skills other than their core qualifications that let them develop as individuals..

## 9. CAUTIONARY STATEMENT

The statements made in this report describe the Company's objectives and projections that may be forward looking statements within the meaning of applicable securities laws and regulations. The actual results might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors, which are beyond the control of the Company.

# ALKA SECURITIES

## Directors Report

The Directors hereby present the 19<sup>th</sup> Annual Report of the Company together with the audited statement of accounts for the year ended 31st March 2013.

### 1. FINANCIAL RESULTS

	Year ended 31 <sup>st</sup> March 2013 <b>(Rs. In Lacs)</b>	Year ended 31 <sup>st</sup> March 2012 <b>(Rs. In Lacs)</b>
Income from Operation	0.00	0.10
Total Expenditure	94.23	99.06
Profit before finance cost, depreciation and tax (Operating Profit)	37.98	43.20
Finance Cost	62.10	57.88
Depreciation Cost	10.83	12.51
Profit before tax	(34.95)	(27.18)
Provision for Tax -	0.00	0.00
- Dividend Tax	0.00	0.00
- Reversal of Dividend	0.00	0.00
Tax		
- Deferred	0.00	(3.90)
Profit after Tax	(34.95)	(31.08)
Balance brought forward from previous year	234.55	265.63
Transfer to General Reserve	0.00	0.00
Proposed Dividend	0.00	0.00
Profit carried to Balance Sheet	199.60	234.55

### 2. OPERATIONS REVIEW

The Company has surrendered its membership to the National Stock Exchange of India. The Company is operating in a constrained environment.

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The Company is focusing on planning and new business development and has directed maximum resources in that direction.

### 3. DIVIDEND

Your directors do not recommend a dividend on Equity Shares of the Company for the year under consideration.

### 4. FIXED DEPOSIT

During the year under review, the Company has not received any deposits from the public pursuant to Section 58- A of the Company Act, 1956.

### 5. SUBSIDIARIES

The Company has no subsidiaries on date.

### 6. LISTING

The Equity Shares of your Company are listed on The Stock Exchange, Mumbai. Listing fees to the Stock Exchanges have been paid for the Year 2011-12.

### 7. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors based on the representations received from the Operating Management, confirm:

- a) that in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures;
- b) that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c) that they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) that they have prepared the annual accounts on a going concern.

### 8. AUDITORS

The Auditors M/s. Chirawewala & Associates and M/s B.N. Kedia & Co., Chartered Accountants, Chartered Accountants, Mumbai retire at the forthcoming Annual General Meeting and are eligible for reappointment. Your Directors propose the appointment of M/s PSV Jain & Associates,

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Chartered Accountants, to hold office until the conclusion of the next Annual General Meeting of the Company.

## 9. CONVERSATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO

Company takes adequate steps to avoid wasteful consumption and conservation of energy. The Company does not require any technology for its existing business. There were no Earnings and Outgo in Foreign Exchange.

## 10. PARTICULARS OF EMPLOYEES

In terms of the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (particulars of Employees) Rules 1975, as amended, there are no employees whose details to be reported under this section.

## 11. EMPLOYEE STOCK OPTION SCHEME

During last year company has introduced ESOP Scheme for allotting warrants to the employees. Under the Scheme company has reserved 25,00,000 Equity Shares to be issued to the employees under the Scheme. During the year under consideration no options were granted.

## 12. REPORT ON CORPORATE GOVERNANCE

### A. CORPORATE GOVERNANCE PHILOSOPHY

The Company is committed to good Corporate Governance. The Company has been following good principle of business over the years by following all laws and regulations of the land with an emphasis on accountability and integrity. The code of Corporate Governance emphasizes the transparency of system to enhance the benefits to shareholders, customers, creditors and employees of the company.

Your company has complied with the requirements of the Corporate Governance Code as disclosed herein below:

### B. BOARD OF DIRECTORS

The board of the Company comprises the following Directors, having wide range of skills and experience in the field of management and industrial activities.

Name of The Director	Category of Directorship	No. of Meetings Held During Year	No. of Meetings Attended	No. of other Directorships held	Committee Membership	Attendance at Last AGM

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		2012-13				
Mrs. Alka Pandey	Director	7	7	Nil		Y
Mr. Mahendra Pandey	Executive Director	7	7	1		Y
Mr. Tejas Pandey	Non-Executive Independent Director	7	7	Nil		Y
Mr. Gopal Choudary	Non-Executive Independent Director	7	4	Nil		N
Mr. Dinesh Kumar Bohra	Non-Executive Independent Director	7	5	Nil		N

## C. DATES OF BOARD MEETING

Six Board Meetings were held during the year under review on the following dates:

10<sup>th</sup> May 2013, 21<sup>st</sup> May 2013, 21<sup>st</sup> July 2013, 30<sup>th</sup> September 2013, 20<sup>th</sup> October 2013, 28<sup>th</sup> October 2013, 10<sup>th</sup> November 2013 & 11<sup>th</sup> January 2013.

## D. COMMITTEES OF DIRECTORS

### a) Audit Committee

The terms of reference and role are as prescribed by Clause 49 of the Listing Agreement with the Stock Exchanges and Section 292A of the Companies Act, 1956 and by the Board from time to time.

During the year 2012 – 13 the committee met 5 times. The composition of the Audit Committee and the attendance of the members is as under:

Name of Director	Designation	Meetings Attended
Mr. Mahendra Pandey	Executive Director	5
Mr. Dinesh Kumar Bohra	Non-Executive Independent Director	4
Mr. Gopal Chaudahry	Non-Executive Independent Director	5

**b) Remuneration Committee**

The Company has constituted a Remuneration Committee consisting of the following members:

Name of Director	Nature of Directorship	Meetings Attended
Mrs. Alka Pandey	Executive Director	1
Mr. Tejas Pandey	Non-Executive Independent Director	1
Mr. Dinesh Kumar Bohra	Non-Executive Independent Director	1

During the year under review no remuneration paid to Directors. During the year no sitting fees was paid to the Directors. One meeting held during the year under review.

**c) Investors Relations Committee**

The composition of the Investors Relations Committee (Shareholders/Investors Grievances Committee) is as under:

Name of Director	Nature of Directorship	Meetings Attended
Mr. Mahendra Pandey	Executive Director	4
Mr. Tejas Pandey	Non-Executive Independent Director	3
Mr. Gopal Chaudhary	Non-Executive Independent Director	2

In accordance with Clause 49(VI) (D) of the Listing Agreement with The Bombay Stock Exchanges, the Board has authorized Mr. Mahendra Pandey to approve share transfers/transmissions and comply with other formalities in relation thereto.

No Investor Complaints remain unresolved, which were received during the year under review.

There were no pending transfers as on 31<sup>st</sup> March 2013.

**E. GENERAL BODY MEETINGS**

The details of last 3 Annual General Meeting (AGM) held are as under:

Financial Year Ended	Date	Time	Place
31-03-2010	11 <sup>th</sup> August 2011	11:00 A.M	203, Anupam, Dadabhai Cross Road No. 2, J.P. Road, Andheri (W), Mumbai 400 058
31-03-2011	30 <sup>th</sup> September 2011	11:00 A.M	Maitri.10 JVPD Scheme Vile Parle (w) Mumbai-

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			400049
31-03-2012	30 <sup>th</sup> September 2012	11:00 A.M	Maitri.10 JVPD Scheme Vile Parle (w) Mumbai- 400049

All special resolutions moved at the last Annual General Meeting were passed unanimously on show of hand by the shareholders present at the meeting.

None of the business required to be transacted at the forthcoming Annual General Meeting is proposed to be passed by postal ballot.

## F. DISCLOSURES

### a. Disclosures on Materially Significant related Party Transactions

There were no materially significant related party transactions during the year conflicting with the interest of the Company.

### b. Details of Non – Compliances and Penalties

There were no penalties levied by the stock exchange, SEBI or any Statutory Authority.

## G. MEANS OF COMMUNICATION

1. Quarterly and half yearly reports are published in the newspapers.
2. Management Discussion and Analysis forms part of this Annual Report.

## H. GENERAL SHAREHOLDER'S INFORMATION

1. The Annual General Meeting will be held on 30<sup>th</sup> day of September 2012 at 11.00 A.M. at 10, Maitri, Basement, NS. Rd. No.10, JVPD Scheme, Vile Parle (W), Mumbai – 400 049.
2. Financial Year: April to March
3. Book Closure: from September 25, 2013 to September 29, 2013 (both days inclusive).
4. Listing on Stock Exchanges: The Bombay Stock Exchange (BSE)
5. Stock Code

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Name of the Stock Exchange	Stock Code
The Bombay Stock Exchange, Mumbai	532166

6. The listing fees of The Bombay Stock Exchange (BSE) for the year 2012 – 13 has been paid

## 7. Market Price Data

Market price data for the year 2012 – 13 is given below:

Month	Open Price	High Price	Low Price	Close Price
Apr 12	0.40	0.50	0.38	0.40
May 12	0.4	0.44	0.31	0.43
Jun 12	0.44	0.45	0.4	0.42
Jul 12	0.4	0.42	0.33	0.39
Aug 12	0.4	0.46	0.31	0.31
Sep 12	0.3	0.36	0.29	0.36
Oct 12	0.37	0.73	0.37	0.65
Nov 12	0.63	0.74	0.56	0.6
Dec 12	0.58	0.66	0.54	0.55
Jan 13	0.53	0.53	0.44	0.44
Feb 13	0.42	0.42	0.33	0.34
Mar 13	0.35	0.35	0.33	0.34

## 8. Registrar and Transfer Agents:

M/s. Purva Sharegistry India Pvt. Ltd.  
9 – Shivshakti Industrial Estate, J. R. Borisa Marg, Sitaram Mill Compound,  
Lower Parel (E), Mumbai – 400 011

## 9. Share Transfer System:

Shares of the company can be transferred by lodging Transfer Deeds and Share Certificates with the Registrars & Share Transfer Agents at the above said address.

The Company has constituted Share Transfer and Shareholders' Grievance Committee of the Board of Directors of the Company.

The Company has authorized Purva Sharegistry India Pvt Ltd through their executives to make endorsement of share transfers being registered.

The shareholders have option of converting their holding in dematerialized form and effecting the transfer in dematerialized mode. Shares sent for transfer in physical form are registered and returned within a maximum

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period of 21 days from the date of receipt of documents provided, all documents are valid and complete in all respects.

## 9. Distribution of Holding:

Shareholding of Nominal Value	No. of Holders	% of Holders	In Rs.	% to Total
Upto 5000	2831	70.46	35,23,746	3.70
5001 – 10000	295	7.54	25,52,335	2.68
10001 – 20000	214	6.65	45,33,252	4.76
20001 – 30000	114	2.79	29,04,710	3.05
30001 - 40000	83	2.01	28,76,139	3.02
40001 – 50000	85	2.11	39,99,928	4.20
50001 – 100000	166	4.05	1,25,23,584	13.15
100000 and above	180	4.39	6,23,22,687	65.44
<b>Total</b>	<b>3968</b>	<b>100.00</b>	<b>95,236,380</b>	<b>100.00</b>

- Particulars of shares held in physical/electronic form as on 31<sup>st</sup> March 2013  
As on 31<sup>st</sup> March 2013 Rs. 95,236,380/- of the Company's total paid up capital representing 95236380 shares (99.27% of the total capital) were held in dematerialized form and the balance of Rs. 70,362,012/- representing 70362012 shares (0.73% of the total capital) were held in paper form.

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## 11. Shareholding Pattern as on 31st March 2013

Category of Shareholder	No. of Shareholders	Total No. of Shares	Total No. of Shares held in Dematerialized Form	Total Shareholding as a % of Total No. of Shares		Shares pledged or otherwise encumbered	
				As a % of (A+B)	As a % of (A+B+C)	Number of shares	As a % of Total No. of Shares
<b>(A) Shareholding of Promoter and Promoter Group</b>							
<b>(1) Indian</b>							
Individuals / Hindu Undivided Family	7	45569651	45561543	47.50	47.50	30476851	66.88
<b>Sub Total</b>	<b>7</b>	<b>45569651</b>	<b>45561543</b>	<b>47.50</b>	<b>47.50</b>	<b>30476851</b>	<b>66.88</b>
<b>(2) Foreign</b>							
<b>Total shareholding of Promoter and Promoter Group (A)</b>	<b>7</b>	<b>45569651</b>	<b>45561543</b>	<b>47.50</b>	<b>47.50</b>	<b>30476851</b>	<b>66.88</b>
<b>(B) Public Shareholding</b>							
<b>(1) Institutions</b>							
Mutual Funds / UTI	1	1	1	0.00	0.00	0	0.00
<b>Sub Total</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>(2) Non-Institutions</b>							
Bodies Corporate	212	19587447	19403377	20.42	20.42	0	0.00
<b>Individuals</b>							
Individual shareholders holding nominal share capital up to Rs. 1 lakh	3509	13202943	12820419	13.76	13.76	0	0.00
Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	121	13162823	13033905	13.72	13.72	0	0.00
<b>Any Others (Specify)</b>	<b>118</b>	<b>4417135</b>	<b>4417135</b>	<b>4.60</b>	<b>4.60</b>	<b>0</b>	<b>0.00</b>
Non Resident Indians	7	28900	28900	0.03	0.03	0	0.00
Trusts	1	27500	27500	0.03	0.03	0	0.00
Hindu Undivided Families	110	4360735	4360735	4.55	4.55	0	0.00
<b>Sub Total</b>	<b>3960</b>	<b>50370348</b>	<b>49674836</b>	<b>52.50</b>	<b>52.50</b>	<b>0</b>	<b>0.00</b>
<b>Total Public shareholding (B)</b>	<b>3961</b>	<b>50370349</b>	<b>49674837</b>	<b>52.50</b>	<b>52.50</b>	<b>0</b>	<b>0.00</b>
<b>Total (A)+(B)</b>	<b>3968</b>	<b>95940000</b>	<b>95236380</b>	<b>100.00</b>	<b>100.00</b>	<b>30476851</b>	<b>31.77</b>
<b>(C) Shares held by Custodians and against which Depository Receipts have been issued</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>(1) Promoter and Promoter Group</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>(2) Public</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>Sub Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>
<b>Total (A)+(B)+(C)</b>	<b>3968</b>	<b>95940000</b>	<b>95236380</b>	<b>0.00</b>	<b>100.00</b>	<b>30476851</b>	<b>31.77</b>

11. **Dematerialization of shares and liquidity:** The shares of the Company are under compulsory demat trading. The Company has made necessary arrangements with NSDL and CDSL for demat facility. 57.00% of the Company's shares are dematerialized up to 31<sup>st</sup> March 2013.

12. **Address for Correspondence:**

The Director  
Alka Securities limited  
Maitri, Plot No.10 Road No.10  
JVPD Scheme Vile Parle (W)  
Mumbai – 400 049

**Disclosure under clause 43 A (2) of the listing agreement**

The Equity Shares of the Company are listed on The Bombay Stock Exchange (BSE).

Listing fees for the year 2012 – 13 of The Stock Exchange, Mumbai had been paid.

**Details of the Directors seeking re-appointment at the forthcoming Annual General Meeting (In pursuance of clause 49 of the Listing Agreement).**

**Name of Director: Mr. Mahendra Pandey**

Date of Birth: 01/01/1956

Date of appointment: 26/07/2010

Occupation: Business

Expertise in Specific functional

Areas: Experience of Finance, Legal, Compliance and Management

Directorship in other Companies: NIL

Committee positions held  
in other Companies : NIL

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13. **ACKNOWLEDGEMENTS**

Your Directors thank the Company's clientele, vendors, investors and bankers for their continued support during the year. Your Directors place on record their appreciation of the excellent contribution made by employees at all levels.

**AUDITORS CERTIFICATE ON THE COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

**TO THE MEMBERS OF ALKA SECURITIES LIMITED**

We have examined the compliance of conditions of Corporate Governance by Alka Securities Limited (“the Company”) for the year ended on 31<sup>st</sup> March 2012, as stipulated in clause 49 of the listing agreement of the said Company with the Bombay Stock Exchange.

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

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

We 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.

For PSV Jain & Associates  
Chartered Accountants

Sd/-  
CA Pramod Jain  
Partner  
Membership No. 137264

Place: Mumbai  
Dated: 30<sup>th</sup> August 2013

**CEO/CFO CERTIFICATION TO THE BOARD  
(Under Clause 49(V) of Listing Agreement)**

- I. We have reviewed the financial statements and the cash flow statement for the year ended on 31<sup>st</sup> March 2013 and that to the best of our knowledge and belief:
  - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - b. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- II. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year that are fraudulent, illegal or violative of the Company's Code of Conduct.
- III. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and that the steps we have taken or propose to take to rectify these deficiencies.
- IV. We have indicated to the auditors and the audit committee all:
  - a. Significant changes in internal control over financial reporting during the year;
  - b. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to financial statements; and
  - c. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sd/-  
Alka Pandey  
Chairman & Managing Director

Sd/-  
Mahendra Pandey  
Director (Finance) & CFO

Place: Mumbai  
Dated: 30<sup>th</sup> August 2013

**AUDITOR'S REPORT TO THE MEMBER'S OF  
M/S ALKA SECURITIES LIMITED**

1. We have audited the attached Balance Sheet of **M/S ALKA SECURITIES LIMITED**, as at 31st March 2013, the Profit and Loss Account and also 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 Company Law Board in terms of section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above:
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by the law have been kept by the company so far as appears from our examination of such books;
  - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account;

# ALKA SECURITIES

- d) In our opinion 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;
- e) Based on the representations made by all the directors of the Company on Board and the information and explanation made available to us by the Company, none of the directors of the company prima facie have any disqualification as referred to in the section 274 sub section (1) clause (g) of the Companies Act 1956.
- f) In our opinion and to the best of the information and according to the explanation given to us the said accounts read with Notes thereon give the information required by the Companies Act, 1956, in the manner so required and give the true and fair view
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 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 Cash Flow Statement, of the cash flow of the company for the year ended on that date.

For PSV Jain & Associates  
Chartered Accountants

Sd/-  
CA Pramod Jain  
Partner  
Membership No. 137264

Place: Mumbai  
Dated: 30<sup>th</sup> August 2013

**M/S ALKA SECURITIES LIMITED**

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

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
(b) All the assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification.  
  
(c) During the year, the company has not disposed off a substantial part of the Fixed Assets affecting the going concern of the Company.
  
2. (a) The inventory has been physically verified by the management of the Company during the year. In our opinion, the frequency of such verification is reasonable.  
  
(b) The procedure of physical verification of Inventories followed by the management are reasonable and adequate in relation to size of the Company and nature of its business.  
  
(c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
  
3. (a) We have been informed that the Company has taken unsecured loan from One party listed in the register to be maintained under section 301 of the Companies Act, 1956. The Company has given loan to two Companies and one other parties covered in the register maintained under section 301 of the Companies Act, 1956.  
  
(b) The rate of Interest and terms of conditions are not prima facie prejudicial to the interest of the Company.  
  
(c) The Principal amount and interest thereon are paid regularly on due date or immediately thereafter.  
  
(d) There is no overdue amount of loan taken from or granted to companies, firm or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

4. 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 purchases of inventory, Fixed Assets and with regards to sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. (a) According to the information and explanations given to us, we are of the opinion that the transaction that needs to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.  
  
(b) In our opinion and according to the information and explanations given to us, the transaction made in pursuance of contract or arrangement entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rs 5,00,000/- in respect of any party during the year have been made at price which are reasonable having regards to prevailing market price at the relevant time.
6. As informed, the Company has not taken any deposits in accordance with section 58A, 58AA of the Companies Act, 1956 during the year.
7. In our opinion, the company has an in-house internal audit system commensurate with the size and nature of its business.
8. As informed, the maintenance of cost record under section 209 (1) (d) is not applicable to the Company.
9. (a) According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it.  
  
(b) According to the information and explanations given to us, there are no disputed amounts payable in respect of Income Tax, wealth tax, sales tax, customs duty, excise duty and cess that have not been deposited as on 31st March 2011.
10. The Company does not have any accumulated losses, as at 31st March 2013, it has not brought forward loss of last year.

11. Based on our Audit Procedures and on the information and explanations given by management, we are of the opinion that the company has not defaulted in repayment of its dues to a financial institutions and banks during the year.
12. As informed, the company has not granted loans and advances on the basis of securities by way of pledge of shares, debentures and other securities.
13. 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.
14. The company is dealing in or trading in shares, securities, debentures and other investments and in our opinion and according to the information and explanations given to us, the company has maintained proper records of all transaction and contracts and has made timely entries therein. The stock and investment of shares held by the company are in its own name or are in the process of transfer in its own name.
15. In our opinion and as per the information given to us, Company has not given any guarantees for loans taken by others from banks or financial institutions.
16. The Company has not obtained any term loans that were not applied for the purpose for which these were raised.
17. 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 the short-term basis have been used for long term investment and Vice versa.
18. The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act 1956 during the year.
19. No Debenture is issued during the year; hence the clause is not applicable.
20. The Company has not raised any capital by way of public issue

ALKA  
SECURITIES

21. We have been informed that there is no fraud on or by the company has been noticed/ reported during the year under review.

For PSV Jain & Associates  
Chartered Accountants

Sd/-  
CA Pramod Jain  
Partner  
Membership No. 137264

Place: Mumbai  
Dated: 30<sup>th</sup> August 2013

# ALKA SECURITIES

## BALANCE SHEET AS AT 31st MARCH, 2013

Particulars	Note No.	Figures as at March 31, 2013	Figures as at March 31, 2012
		in INR	in INR
<b>I. <u>EQUITY AND LIABILITIES</u></b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	9,59,40,000	9,59,40,000
(b) Reserves and surplus	3	2,36,14,922	2,71,10,243
(c) Money received against share warrants		-	-
		11,95,54,922	12,30,50,243
<b>2 Share application money pending allotment</b>			
		-	-
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	4	3,77,73,164	3,85,12,216
(b) Deferred tax liabilities (Net)		7,94,635	7,94,635
(c) Other Long term liabilities	5	-	-
(d) Long-term provisions	6	-	-
		3,85,67,799	3,93,06,851
<b>4 Current liabilities</b>			
(a) Short-term borrowings	7	-	-
(b) Trade payables	8	13,86,510	65,75,458
(c) Other current liabilities	9	-	-
(d) Short-term provisions	10	2,30,91,750	1,68,81,750
		2,44,78,260	2,34,57,208
<b>TOTAL</b>		<b>18,26,00,981</b>	<b>18,58,14,302</b>
<b>II. <u>ASSETS</u></b>			
<b>Non-current assets</b>			
<b>1 (a) Fixed assets</b>			
(i) Tangible assets	11	31,01,559	36,50,516
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
		31,01,559	36,50,516
(b) Non-current investments	12	3,77,29,204	3,77,29,204
(c) Deferred tax assets (net)	13	-	-
(d) Long-term loans and advances	14	-	-
(e) Other non-current assets	15	-	-
		4,08,30,763	4,13,79,720
<b>2 Current assets</b>			
(a) Current investments	16	2,95,57,000	2,95,57,000
(b) Inventories	17	-	-
(c) Trade receivables	18	7,79,91,494	8,05,99,857
(d) Cash and cash equivalents	19	2,18,211	2,74,213
(e) Short-term loans and advances	20	2,51,67,130	2,51,67,130
(f) Other current assets	21	88,36,383	88,36,383
		14,17,70,218	14,44,34,583
<b>TOTAL</b>		<b>18,26,00,981</b>	<b>18,58,14,302</b>

Contingent Liabilities & Commitments

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NOTES ON ACCOUNT

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AS PER OUR REPORT OF EVEN DATE

**For PSV Jain & Associates**  
**Chartered Accountants**

For and on behalf of the Board of Directors

CA Pramod Jain  
**Partner**

( )  
**Mahendra Pandey**

Membership No. 137264

Place: Mumbai

( )

Date : August 30, 2013

**Alka Pandey**

# ALKA SECURITIES

## STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2013

Particulars	Note No.	Figures as at March 31, 2013	Figures as at March 31, 2012
		Amount (Rs.)	Amount (Rs.)
<b>I</b> Revenue from operations	23	-	9,900
<b>II</b> Other income	24	59,28,000	71,79,005
<b>III Total Revenue (I + II)</b>		59,28,000	71,88,905
<b>IV Expenses:</b>			
Employee benefits expense	27	9,53,000	18,44,000
Finance costs	28	62,10,000	57,87,663
Depreciation and amortization expense	11	10,83,321	12,50,783
Other expenses	29	11,77,000	10,24,223
<b>Total expenses</b>		94,23,321	99,06,669
<b>V Profit before exceptional and extraordinary items and tax (III-IV)</b>		(34,95,321)	(27,17,764)
<b>VI Exceptional items</b>		-	-
<b>VII Profit before extraordinary items and tax (V - VI)</b>		(34,95,321)	(27,17,764)
<b>VIII Extraordinary Items</b>		-	-
<b>IX Profit before tax (VII- VIII)</b>		(34,95,321)	(27,17,764)
<b>X Tax expense:</b>			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>XI Profit (Loss) for the period from continuing operations (VII-VIII)</b>		(34,95,321)	(27,17,764)
<b>XII Profit/(loss) from discontinuing operations</b>		-	-
<b>XIII Tax expense of discontinuing operations</b>		-	-
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		-	-
<b>XV Profit (Loss) for the period (XI + XIV)</b>		(34,95,321)	(27,17,764)
<b>XVI Earnings per equity share:</b>			
(1) Basic		-0.04	-0.03
(2) Diluted		-0.04	-0.03

NOTES ON ACCOUNT

AS PER OUR REPORT OF EVEN DATE

**For PSV Jain & Associates**  
**Chartered Accountants**

CA Pramod Jain

**Partner**

Membership No. 137264

Place: Mumbai

Date : August 30, 2013

1

For and on behalf of the Board of Directors

(\_\_\_\_\_)

**Mahendra Pandey**

(\_\_\_\_\_)

**Alka Pandey**

# ALKA SECURITIES

## Note 2 SHARE CAPITAL

### Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule VI to the Companies Act, 1956

Share Capital	March 31, 2013		March 31, 2012	
	Number	Amount (Rs.)	Number	Amount (Rs.)
<b>Authorised</b> Equity Shares of Rs. 1 each	20,00,00,000	20,00,00,000	20,00,00,000	20,00,00,000
<b>Issued</b> Equity Shares of Rs. 1 each	9,59,40,000	9,59,40,000	9,59,40,000	9,59,40,000
<b>Subscribed &amp; Paid up</b> Equity Shares of Rs. 1 each fully paid	9,59,40,000	9,59,40,000	9,59,40,000	9,59,40,000
<b>Subscribed but not fully Paid up</b> Equity Shares of Rs. 1 each, not fully paid up	-	-	-	-
<b>Total</b>	9,59,40,000	9,59,40,000	9,59,40,000	9,59,40,000

### Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956

Particulars - Equity Shares	March 31, 2013		March 31, 2012	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	9,59,40,000	9,59,40,000	9,59,40,000	9,59,40,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	9,59,40,000	9,59,40,000	9,59,40,000	9,59,40,000

Particulars - Preference Shares	March 31, 2013		March 31, 2012	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	-	-	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	-	-	-	-

### Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule VI to the Companies Act, 1956

NIL Equity Shares (NIL Previous year) are held by None, the holding company.

### Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule VI to the Companies Act, 1956 (more than 5%)

Name of Shareholder	March 31, 2013		March 31, 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Alka Pandey	4,29,47,741	44.77%	4,29,47,741	44.77%

### Disclosure pursuant to Note no. 6(A)(i) of Part I of Schedule VI to the Companies Act, 1956

Particulars	Year (Aggregate No. of Shares)				
	2006-07	2007-08	2008-09	2009-10	2010-11
<b>Equity Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-
<b>Preference Shares :</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

### Disclosure pursuant to Note no. 6(A)(k) of Part I of Schedule VI to the Companies Act, 1956

Unpaid Calls	Rs.
By Directors	-
By Officers	-
Others	-

# ALKA SECURITIES

## Disclosure pursuant to Note no. 6(A)(l) of Part I of Schedule VI to the Companies Act, 1956

Particulars - Equity Shares	March 31, 2013		March 31, 2012	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Forfeited shares (amount originally paid up)	-	-	-	-

Particulars - Preference Shares	March 31, 2013		March 31, 2012	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Forfeited shares (amount originally paid up)	-	-	-	-

## Disclosure pursuant to Note no. 6 (A) (e, h, j) of Part I of Schedule VI to the Companies Act, 1956

### Rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the

Particulars	March 31, 2013		March 31, 2012	
	Number	Description	Number	Description
<b>Equity Shares</b>	9,59,40,000	Parri Pasu	9,59,40,000	Parri Pasu
Restrictions on the distribution of dividends voting rights or with differential voting rights as to dividend		None All shares have equal Voting Rights		None All shares have equal Voting Rights

Particulars	Number	Description	Number	Description
<b>Preference Shares</b>	-		-	
Preferential rights in respect of payments of fixed Voting rights or with differential voting rights as to Full or partial participating rights in surplus profits or Cumulative, noncumulative, redeemable, convertible,	-	Not Applicable Not Applicable Not Applicable Not Applicable	-	Not Applicable Not Applicable Not Applicable Not Applicable

### Shares reserved for issue under options and contracts / commitments for the sale of shares / disinvestment, including the terms and

Particulars	March 31, 2013		March 31, 2012	
	Number	Description	Number	Description
Equity Shares	-	-	-	-
Preference Shares	-	-	-	-

### Terms of any securities convertible into equity / preference shares issued along with the earliest date of conversion in descending order

Particulars	March 31, 2013		March 31, 2012	
	Number	Description	Number	Description
Equity Shares	-	-	-	-
Preference Shares	-	-	-	-
Warrants / Bonds	-	-	-	-
Debentures	-	-	-	-

## Note 3 RESERVES AND SURPLUS

### Disclosure pursuant to Note no. 6(B) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Amount (Rs.)	Amount (Rs.)
<b>a. Capital Reserves</b>		
Opening Balance	26,39,800	26,39,800
(+) Share Forfeiture Reserve	10,15,000	10,15,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	<b>36,54,800</b>	<b>36,54,800</b>
<b>g. Other Reserves (Specify nature and purpose)</b>		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
<b>h. Surplus</b>		
Opening balance	2,34,55,443	2,65,63,463
(+) Net Profit/(Net Loss) For the current year	-34,95,321	-27,17,764
(+) Transfer from Reserves	-	-
(-) Deffered Tax Liability	-	3,90,256
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	-
Closing Balance	<b>1,99,60,122</b>	<b>2,34,55,443</b>
<b>Total Reserves &amp; Surplus</b>	<b>2,36,14,922</b>	<b>2,71,10,243</b>

# ALKA SECURITIES

**Note 4 LONG-TERM BORROWINGS**  
**Disclosure pursuant to Note no. 6(C) of Part I of Schedule VI to the Companies Act, 1956**

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
<b><u>Secured</u></b>		
<b>(a) Secured loan from Banks</b>		
(Secured against FDR & Property of Directors)	3,77,73,164	3,77,73,164
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Details of redeemed bonds/debentures which the		
<b>(b) Term loans</b>		
<b><u>From Banks</u></b>		
Kotak Prime Ltd.	-	7,39,052
(Secured against hypothecation of Car)		
Terms of Repayment: Repayable under EMI		
<b><u>From other parties</u></b>		
(Secured against Not Applicable)	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment Not Applicable		
<b>(c) Deferred payment liabilities</b>	-	-
(Secured by Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(d) Deposits</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(e) Loans and advances from related parties</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment Not Applicable.		
<b>(f) Long term maturities of finance lease obligations</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(g) Other loans and advances (Specify Nature if any)</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment Not Applicable.		
<b>Total Secured Long Term Borrowings</b>	<b>3,77,73,164</b>	<b>3,85,12,216</b>
<b><u>In case of continuing default as on the balance sheet</u></b>		
1. Period of default - None		
2. Amount - NIL		
<b><u>Unsecured</u></b>		
<b>(a) Bonds/debentures</b>		
NIL (Previous Year: NIL) NIL % Debentures of Rs. NIL each	-	-
redeemable at Par on N.A.		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Details of redeemed bonds/debentures which the		
<b>(b) Term loans</b>		
From banks	-	-
From other parties		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment Not Applicable		
<b>(c) Deferred payment liabilities</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(d) Deposits</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(e) Loans and advances from related parties</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment : On Demand		
<b>(f) Long term maturities of finance lease obligations</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(g) Other loans and advances (specify nature if any)</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
Terms of Repayment Not Applicable		
<b>Total Unsecured Long Term Borrowings</b>	<b>-</b>	<b>-</b>
<b><u>In case of continuing default as on the balance sheet</u></b>		
1. Period of default - None		
2. Amount - NIL		
<b>Total Long Term Borrowings</b>	<b>3,77,73,164</b>	<b>3,85,12,216</b>

# ALKA SECURITIES

**Note 5 OTHER LONG TERM LIABILITIES**

Disclosure pursuant to Note no. 6(D) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
(a) Trade Payables	-	-
(b) Others	-	-
<b>Total Other Long Term Liabilities</b>	-	-

**Note 6 LONG TERM PROVISIONS**

Disclosure pursuant to Note no. 6(E) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
<u>(a) Provision for employee benefits</u>		
Superannuation (unfunded)	-	-
Gratuity (unfunded)	-	-
Leave Encashment (unfunded)	-	-
ESOP / ESOS	-	-
<b>Total (a)</b>	-	-
<u>(b) Others (Specify nature)</u>	-	-
<b>Total (b)</b>	-	-
<b>Total Long Term Provisions (a+b)</b>	-	-

**Note 7 SHORT-TERM BORROWINGS**

Disclosure pursuant to Note no. 6(F) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
<u>Secured</u>		
<b>(a) Loans repayable on demand</b>		
From banks	-	-
from other parties		
(Secured By None)		
<b>(b) Loans and advances from related parties</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(c) Deposits</b>	-	-
(Secured By Not Applicable)		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(d) Other loans and advances</b>	-	-
<b>Total Secured Short Term Borrowings</b>	-	-
<u>In case of continuing default as on the balance sheet</u>		
1. Period of default - None		
2. Amount - NIL		
<u>Unsecured</u>		
<b>(a) Loans repayable on demand</b>		
from banks	-	-
from other parties		
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(b) Loans and advances from related parties</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(c) Deposits</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>(d) Other loans and advances (specify nature)</b>	-	-
(of the above, Rs. NIL is guaranteed by Directors and / or others)		
<b>Total Unsecured Short Term Borrowings</b>	-	-
<u>In case of continuing default as on the balance sheet</u>		
1. Period of default - None	-	-
2. Amount - NIL	-	-
<b>Total Short Term Borrowings</b>	-	-

**Note 8 TRADE PAYABLES**

Disclosure pursuant to Note no. 6(D) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
(a) Trade Payables	13,86,510	65,75,458
(b) Others	-	-
<b>Total Trade Payables</b>	<b>13,86,510</b>	<b>65,75,458</b>

# ALKA SECURITIES

## Note 9 OTHER CURRENT LIABILITIES

Disclosure pursuant to Note no. 6(G) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
(a) Current maturities of long-term debt	-	-
(b) Current maturities of finance lease obligations	-	-
(c) Interest accrued but not due on borrowings	-	-
(d) Interest accrued and due on borrowings	-	-
(e) Income received in advance	-	-
(f) Unpaid dividends	-	-
(g) Application money received for allotment of interest accrued on (g) above	-	-
Number of shares proposed to be issued: Amount of premium (if any): -		
Terms and conditions of shares proposed to be issued: -		
Date by which shares shall be allotted: Whether the company has sufficient authorized capital The period overdue from the last date of allotment is		
(h) Unpaid matured deposits and interest accrued	-	-
(i) Unpaid matured debentures and interest accrued	-	-
(j) Other payables (specify nature)	-	-
<b>Total Current Liabilities</b>	<b>-</b>	<b>-</b>

## Note 10 SHORT TERM PROVISIONS

Disclosure pursuant to Note no. 6(H) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
<b>(a) Provision for employee benefits</b>		
Salary & Reimbursements	2,45,000	2,45,000
Contribution to PF	-	-
Gratuity (Funded)	-	-
Leave Encashment (funded)	-	-
Superannuation (funded)	-	-
ESOP /ESOS	-	-
(b) Others	-	-
<b>(b) Others (Specify nature)</b>		
Provision for Taxation	1,66,36,750	1,66,36,750
Provision for Interest	62,10,000	-
<b>Total Short Term Provisions</b>	<b>2,30,91,750</b>	<b>1,68,81,750</b>

Disclosure pursuant to Note no.I (iv) and J (iii) of Part I of Schedule VI to the Companies Act, 1956

Where sums have been written off on a reduction of capital or revaluation of assets or where sums have been added on revaluation of assets,

Particulars	Year				
	2008-09	2009-10	2010-11	2011-12	2012-13
	Rs.	Rs.	Rs.	Rs.	Rs.
<b>Asset details:</b>					
Balance as at 1st April	-	-	-	-	-
Impairment/ Revaluation	-	-	-	-	-
Balance as at 31st March	-	-	-	-	-



# ALKA SECURITIES

**Note 12 NON CURRENT INVESTMENTS**

Disclosure pursuant to Note no. K (i) of Part I of Schedule VI to the Companies Act, 1956

Particulars		March 31, 2013	March 31, 2012
		Rs.	Rs.
<b>A</b>	<b>Trade Investments (Refer A below)</b>		
	(a) Investment Properties	-	-
	(b) Investment in Equity instruments	2,44,79,204	2,44,79,204
	(c) Investments in preference shares	1,32,50,000	1,32,50,000
	(d) Investments in Government or Trust securities	-	-
	(e) Investments in debentures or bonds	-	-
	(f) Investments in Mutual Funds	-	-
	(g) Investments in partnership firms*	-	-
	(h) Other non-current investments (specify nature)	-	-
	<b>Total Trade Investments (A)</b>	<b>3,77,29,204</b>	<b>3,77,29,204</b>
<b>B</b>	<b>Other Investments (Refer B below)</b>		
	(a) Investment Properties	-	-
	(b) Investment in Equity instruments	-	-
	(c) Investments in preference shares	-	-
	(d) Investments in Government or Trust securities	-	-
	(e) Investments in debentures or bonds	-	-
	(f) Investments in Mutual Funds	-	-
	(g) Investments in partnership firms*	-	-
	(h) Other non-current investments (specify nature)	-	-
	<b>Total Other Investments (B)</b>	<b>-</b>	<b>-</b>
	<b>Grand Total (A + B)</b>	<b>3,77,29,204</b>	<b>3,77,29,204</b>
	Less : Provision for diminution in the value of Investments	-	-
	<b>Total Non Current Investments</b>	<b>3,77,29,204</b>	<b>3,77,29,204</b>

Particulars	2013	2012
	Rs.	Rs.
Aggregate amount of quoted investments (Market value of Rs. NIL (Previous Year Rs. NIL))	-	-
Aggregate amount of unquoted investments (Market value of Rs. 100,000 (Previous Year Rs. 100,000))	3,77,29,204	3,77,29,204

A. Details of Trade Investments												
Sr. No.	Name of the Body Corporate		Unquoted		Quoted		Quoted		Amount (Rs.)		Whether stated at Cost?	If Answer to Column (9) is 'No' - Basis of Valuation
			2013	2012			2013	2012	2013	2012		
1	2	3	4	5	6	7	8	9	10	11	12	13
a	Investment Properties											
b	Investment in Equity Instruments		1,17,00,000	1,17,00,000			1,27,79,204	1,27,79,204	2,44,79,204	2,44,79,204		
c	Investments Share Application						1,32,50,000	1,32,50,000	1,32,50,000	1,32,50,000		
d	Investments in Government or Trust securities											
e	Investments in Debentures or Bonds											
f	Investments in Mutual Funds											
g	Investments in partnership firms*											
h	Other non-current investments (specify nature)											
	<b>Total</b>								<b>3,77,29,204</b>	<b>3,77,29,204</b>		

# ALKA SECURITIES

B. Details of Other Investments												
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs.)		Whether stated at Cost?	If Answer to Column (9) is 'No' - Basis of Valuation
			2013	2012			2013	2012	2013	2012		
1	2	3	4	5	6	7	8	9	10	11	12	13
a	Investment Properties											
b	Investment in Equity Instruments								-	-		
c	Investments in Preference Shares											
d	Investments in Government or Trust securities											
e	Investments in Debentures or Bonds											
f	Investments in Mutual Funds											
g	Investments in partnership firms*											
h	Other non-current investments (specify nature)											
	<b>Total</b>								-	-		

* G. Investment in Not Applicable (Name of the Firm)	
Name of the Partners	Share of Capital
Partner 1	
Partner 2	
<b>Total Capital</b>	-

### Note 13 DEFERRED TAX ASSET (NET)

The Company has accounted for taxes on income in accordance with AS-22 – Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India. Consequently, the net incremental deferred tax (liability) / asset is charged / credited to Profit and Loss Account. The year end position of taxes on income is as under:

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
<b>Deferred tax liability</b>		
Fixed Assets : Impact of Difference between tax depreciation and depreciation / amortisation charged for financial reporting	7,94,635	7,94,635
Others	-	-
Gross deferred tax liability	7,94,635	7,94,635
<b>Deferred tax asset</b>		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	-	-
Others	-	-
Gross deferred tax asset	-	-
<b>Net deferred tax liability / (asset)</b>	<b>7,94,635</b>	<b>7,94,635</b>

### Note 14 LONG TERM LOANS AND ADVANCES

Disclosure pursuant to Note no. L (i),(ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	Rs.	Rs.	Rs.	Rs.
<b>a. Capital Advances</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for doubtful advances	-	-	-	-
<b>Total (a)</b>		-		-
<b>b. Loans and advances to related parties (refer Note 2)</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-	-	-	-
Less: Provision for doubtful loans and advances	-	-	-	-
<b>Total (b)</b>		-		-
<b>c. Other loans and advances</b>				
Secured, considered good	-	-	-	-
Unsecured, considered good				
Advance - Profession Tax	-	-	-	-
Doubtful	-	-	-	-
Less: Provision for _____	-	-	-	-
<b>Total (c)</b>		-		-
<b>Total Long Term Loans and Advances</b>		-		-

# ALKA SECURITIES

## Disclosure pursuant to Note no. L (iv) of Part I of Schedule VI to the Companies Act, 1956

Loans and advances to related parties	March 31, 2013		March 31, 2012	
	Rs.	Rs.	Rs.	Rs.
Directors *		-		-
Other officers of the Company *		-		-
Firm in which director is a partner *		-		-
Private Company in which director is a member		-		-
		-		-

\*Either severally or jointly

## Note 15 OTHER NON CURRENT ASSETS

### Disclosure pursuant to Note no.M (i),(ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	Rs.	Rs.	Rs.	Rs.
<b>a. Long term trade receivables</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-		-	
Less: Provision for doubtful debts	-		-	
<b>Total (a)</b>		-		-
<b>b. Security Deposits</b>				
Secured, considered good				
Electricity Deposit	-	-	-	-
Unsecured, considered good		-		-
Doubtful	-		-	
Less: Provision for doubtful deposits	-	-	-	-
<b>Total (b)</b>		-		-
<b>c. Others (specify nature)</b>				
Secured, considered good		-		-
Unsecured, considered good		-		-
Doubtful	-		-	
Less: Provision for _____	-	-	-	-
<b>Total (c)</b>		-		-
<b>d. Debts due by related parties</b>				
Unsecured, considered good		-		-
Doubtful	-		-	
Less: Provision for doubtful debts	-	-	-	-
<b>Total (d)</b>		-		-
<b>Total Other Non-Current Assets</b>		-		-

### Disclosure pursuant to Note no. M (iii) (iii) of Part I of Schedule VI to the Companies Act, 1956

#### Details of debts due by related parties

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
Directors *	-	-
Other officers of the Company *	-	-
Firm in which director is a partner *	-	-
Private Company in which director is a member	-	-
<b>Total debts due by related parties</b>	-	-

\*Either severally or jointly

# ALKA SECURITIES

## Note 16 CURRENT INVESTMENTS

Disclosure pursuant to Note no.N (i) and (ii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
(a) Investment in Equity instruments	2,95,57,000	2,95,57,000
(b) Investments in preference shares	-	-
(c) Investments in Government or Trust securities	-	-
(d) Investments in Debentures or Bonds	-	-
(e) Investments in Mutual Funds	-	-
(f) Investments in partnership firms*	-	-
(g) Other non-current investments (specify nature)	-	-
<b>Gross Total</b>	<b>2,95,57,000.00</b>	<b>2,95,57,000.00</b>
Less: Provision for diminution in the value of Investments		
<b>Total Current Investments</b>	<b>2,95,57,000.00</b>	<b>2,95,57,000.00</b>

Particulars	March 31, 2013	March 31, 2012
	Rs.	Rs.
Aggregate amount of quoted investments (Market value Rs. __) (Previous Year Rs. __)	-	-
Aggregate amount of unquoted investments (Previous Year Rs. __)	-	-

Details of Current Investments											
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs.)		Basis of Valuation
			2013	2012			2013	2012	2013	2012	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(a)	Investment in Equity Instruments										
(b)	Investments in Preference Shares										
(c)	Investments in Government or Trust securities										
(d)	Investments in Debentures or Bonds										
(e)	Investments in Mutual Funds										
(f)	Investments in partnership firms*										
(g)	Other non-current investments (specify nature)										
<b>Total Current Investments</b>									-	-	

* G. Investment in (Name of the Firm)	
Name of the Partners	Share of Capital
Partner 1	-
Partner 2	-
<b>Total Capital</b>	-

## Note 17 INVENTORIES

Disclosure pursuant to Note no.O (i), (ii) and (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
NA	-	-	-	-
<b>Total Inventories</b>		-		-

# ALKA SECURITIES

## Note 18 TRADE RECEIVABLES

Disclosure pursuant to Note no.P (i), (ii), (iii) and (iv) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013	March 31, 2012
	(Rs.)	(Rs.)
A. Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	7,79,91,494	8,05,99,857
Unsecured, considered good	-	-
Unsecured, considered doubtful	-	-
	7,79,91,494	8,05,99,857
<u>Less:</u> Provision for doubtful debts	-	-
Sub Total (A)	7,79,91,494	8,05,99,857
B. Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	-	-
Unsecured, considered doubtful	-	-
	-	-
<u>Less:</u> Provision for doubtful debts	-	-
Sub Total (B)	-	-
<b>Total Trade Receivables (A+B)</b>	<b>7,79,91,494</b>	<b>8,05,99,857</b>
<b>Details of Debts Due from Related Parties</b>		
Particulars	March 31, 2013	March 31, 2012
	(Rs.)	(Rs.)
Directors *	-	-
Other officers of the Company *	-	-
Firm in which director is a partner *	-	-
Private Company in which director is a member	-	-
<b>Total Debts Due by Related Parties</b>	-	-

\*Either severally or jointly

## Note 19 CASH AND CASH EQUIVALENTS

Disclosure pursuant to Note no.Q (i), (ii), (iii), (iv) and (v) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
A. Balances with banks*				
on Current Account	1,49,278		1,38,993	
on Fixed Deposit	39,004	1,88,282	39,004	1,77,997
Bank deposits with more than 12 months maturity	-		-	
B. Cash on hand*		29,929		96,216
D. Others (specify nature)		-		-
<b>Total Cash and cash equivalents (A+B+C+D)</b>		<b>2,18,211</b>		<b>2,74,213</b>

\*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.

# ALKA SECURITIES

## Note 20 SHORT TERM LOANS AND ADVANCES

Disclosure pursuant to Note no.R (i), (ii) & (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>A. Loans and advances to related parties (refer note 2)</b>				
Deposit with NSE & Others		2,51,54,073		2,51,54,073
Unsecured, considered good		13,057		13,057
Doubtful	-		-	
Less: Provision for doubtful loans and advances	-	-	-	-
<b>Sub Total (A)</b>		2,51,67,130		2,51,67,130
<b>B. Others</b>				
Secured, considered good		-		-
Unsecured, considered good				
To be recoverable in cash or in kind for the value to be received.		-		-
Doubtful	-		-	
Less: Provision for doubtful	-	-	-	-
<b>Sub Total (B)</b>		-		-
<b>Total Short-term loans and advances (A+B)</b>		2,51,67,130		2,51,67,130

Disclosure pursuant to Note no.R (iv) of Part I of Schedule VI to the Companies Act, 1956

Details of Loans and advances to related parties

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Directors *		-		-
Other officers of the Company *		-		-
Firm in which director is a partner *		-		-
Private Company in which director is a member		-		-
<b>Total Loans and advances to related parties</b>		-		-

\*Either severally or jointly

## Note 21 OTHER CURRENT ASSETS

Disclosure pursuant to Note no.R (i), (ii) & (iii) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Taxation</b>				
Advance tax	88,36,383		88,36,383	
<b>Non-Taxation</b>				
Import Duty Refund Receivable	-	88,36,383	-	88,36,383
<b>Total Other Current Assets</b>		88,36,383		88,36,383

## Note 22 CONTINGENT LIABILITIES AND COMMITMENTS

Disclosure pursuant to Note no. 6(T) of Part I of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>A. Contingent Liabilities</b>				
<b>Sub Total (A)</b>		-		-
<b>B. Commitments</b>				
<b>Sub Total (B)</b>		-		-
<b>Total Contingent Liabilities and Commitments (A+B)</b>		-		-

# ALKA SECURITIES

**Note 23 REVENUE FROM OPERATIONS**

Disclosure pursuant to Note no. 2 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Sale of services	-		9,900	
Other operating revenues	-		-	
<b>Gross Revenue</b>		-		9,900
<b>Net Revenue From Operations</b>		-		<b>9,900</b>

**Note 24 OTHER INCOME**

Disclosure pursuant to Note no. 4 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Interest on Term Deposits	-	-	2,27,727	2,27,727
Dividend Income	-	-	39,014	39,014
Net gain / (loss) on sale of investments		59,28,000		69,12,264
Other non-operating income (net of expenses directly attributable to such income)				
Commission	-	-	-	-
<b>Total Other Income</b>		<b>59,28,000</b>		<b>71,79,005</b>

**Note 27 EMPLOYEE BENEFIT EXPENSES**

Disclosure pursuant to Note no. 5(1)(a) of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
(a) Salaries, Wages and bonus				
Salaries	9,53,000		18,44,000	
Directors' Remuneration	-		-	
(b) Contributions to -				
Provident fund	-		-	
Superannuation scheme	-		-	
(c) Gratuity fund contributions	-		-	
(d) Social security and other benefit plans for overseas employees	-		-	
(e) expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP)	-		-	
(f) Staff welfare expenses	-	9,53,000	-	18,44,000
<b>Total Employee Benefit Expenses</b>		<b>9,53,000</b>		<b>18,44,000</b>

**Note 28 FINANCE COST**

Disclosure pursuant to Note no. 3 of Part II of Schedule VI to the Companies Act, 1956

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<u>Interest expense</u>				
Interest on bank limits	62,10,000		57,87,663	
	-	62,10,000	-	57,87,663
<u>Other borrowing costs</u>				
L.C. Charges	-		-	
Bank Charges	-	-	-	-
<b>Total Finance Cost</b>		<b>62,10,000</b>		<b>57,87,663</b>

# ALKA SECURITIES

## Note 29 OTHER EXPENSES

Particulars	March 31, 2013		March 31, 2012	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Auditors Remuneration	14,000		25,000	
Bank charges	-		13,270	
Courier Charges	-		3,958	
Demat Depository Charges	-		10,811	
Electricity Expenses	-		1,20,000	
Legal & Professional Fees	3,57,000		6,066	
Listing Fees Expenses	29,000		23,118	
Office & General Expenses	5,04,000		6,14,500	
Office Rent & Service Charges	2,06,000		-	
Office Repairs & Maintenance	-		35,500	
Operating Expenses	-		1,00,000	
Communication Expenses	67,000		72,000	
	-	11,77,000	-	10,24,223
<b>Total Other Expenses</b>		<b>11,77,000</b>		<b>10,24,223</b>

## SPECIFIC DISCLOSURES

### 1 Disclosure pursuant to Note no. 6(U) of Part I of Schedule VI to the Companies Act, 1956

Particulars	Total `	Per share `
Dividends proposed to be distributed to equity shareholders	-	-
Dividends proposed to be distributed to preference shareholders	-	-
Arrears of fixed cumulative dividends on preference shares	-	-

### 2 Disclosure pursuant to Note no. 6(V) of Part I of Schedule VI to the Companies Act, 1956

Where in respect of an issue of securities made for a specific purpose, the whole or part of the amount has not been used for the specific purpose at the balance sheet date, Indicate below how such unutilized amounts have been used or invested.
Not Applicable

### 3 Disclosure pursuant to Note no. 6(W) of Part I of Schedule VI to the Companies Act, 1956

If, in the opinion of the Board, any of the assets other than fixed assets and non-current investments do not have a value on realization in the ordinary course of business at least equal to the amount at which they are stated, the fact that the Board is of that opinion, shall be stated.			
Name of Assets	Realisable Value	Value in Balance Sheet	Opinion of Board
		Not Applicable	

**NOTE 1. NOTES - NOTES ON ACCOUNTS**

**1. SIGNIFICANT ACCOUNTING POLICIES:  
ACCOUNTING CONCEPTS:**

The Company follows mercantile system of accounting, and recognises income and expenses on accrual basis.

**FIXED ASSETS:**

Fixed Assets are recorded at cost of acquisition including the expenditure incurred in connection with the acquisition and installation of the assets.

**DEPRECIATION:**

Depreciation is provided on written down value method in accordance with the rates and in the manner provided in the Schedule XIV to the Companies Act, 1956.

**INVESTMENTS:**

All the investments are long term investments and are stated at cost.

**BORROWING COSTS:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, the assets that take substantial period of time to get ready for intended use, are capitalised as part of the cost of such assets.

**INTANGIBLE ASSET:**

Intangible Assets are stated at cost of acquisition less accumulated amortization.

**REVENUE RECONGNITION:**

Service Receipts are recognized on completion of provision of services and are recorded inclusive of all the relevant taxes and duties. The same is recognized as income on completion of transaction and at the time of performance it is not unreasonable to expect ultimate collection. Other revenue items are recognized as income on their accrual basis.

**RETIREMENT BENEFITS:**

The Company does not have defined employee retirement policy as the employee strength does not exceed the statutory minimum.

**IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of the Asset exceeds its recoverable value. An impairment loss is charged to the Profit & Loss account in the year in which an asset is identified as impaired. The Impairment loss recognized in prior accounting periods is increased / reversed where there has been change in the estimate of recoverable amount. The recoverable value is the higher of the net selling price and value in use.

**USE OF ESTIMATES**

The preparation of financial statements requires management to make estimates and assumption that affect the reported amounts of assets and liabilities on the date of financial statements, the reported amount of revenues and expenses and the disclosures relating to contingent liabilities as on the date of financial statements. Actual results could differ from those of estimates. Any revision in accounting estimates is recognized in accordance with the respective accounting standard.

**EARNINGS PER SHARE**

The Company reports basic and diluted earnings per share in accordance with AS-20 "Earnings Per Share". Basic earnings per share are computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of Equity Shares outstanding during the period as adjusted for the effects of all dilutive potential equity shares.

**PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Contingent liabilities as defined in AS-29 "Provisions, Contingent Liabilities and Contingent Assets" are disclosed by way of notes to accounts. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability.

## TAXES ON INCOME:

Current tax is determined as the tax payable in respect of taxable income for the year.

Deferred tax for the year is recognized on timing difference, being difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets and liabilities are measured assuming the tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only if there is a reasonable / virtual certainty of realization.

2. The value on realization of current assets in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet. According to the management, provision for all the known liabilities is adequate.

3. Balances in Debtors, Creditors, loans, advances, and other current assets are subject to confirmation and reconciliation.

4. Auditors' remuneration in accordance with paragraph 4B of part II of Schedule VI to the Companies Act, 1956 is as under:

Particulars	2012-2013	2011-12
As Auditors	14,000	25,000
	<b>14,000</b>	<b>25,000</b>

5. Break up for Sales is as under:

Particulars	2012-2013	2011-12
Gross Sales as per P & L A/c.	-	-
Less: Indirect Taxes collected	-	-
	-	-

6. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

7. Earning per share is calculated as under:

Particulars	March 31, 2013	March 31, 2012
<b>Basic earning per share</b>		
Net profit after Taxation	(34,95,321)	(27,17,764)
Number of shares issued (Nominal Value RS.1)	9,59,40,000	9,59,40,000
Basic earning per share	(0.04)	(0.03)

<b>Diluted earning per share</b>		
Net profit after Taxation	(34,95,321)	(27,17,764)
Number of shares issued (Nominal Value RS.1)	9,59,40,000	9,59,40,000
Diluted earning per share	(0.04)	(0.03)

8. Directors' Remuneration	March 31, 2013	March 31, 2012
Within the limits of Schedule XIII to the Companies Act 1956.	0	0

9. "The Micro, Small and Medium Enterprise Development Act, 2006" has repealed the provision of interest on delayed payment to small scale and ancillary industrial undertaking Act, 1993. The management does not find it necessary to provide for interest on delayed payments to the suppliers covered by the said Act in view of insignificant amount and probability of its outgo.

# ALKA SECURITIES

10. Disclosure of Provisions as required by AS-29 is as under:

Particulars	Opening Balance	Additional provisions during	Amount Used & Unused amount	Closing Balance
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11. Related Party Disclosures, as required by AS-18 are given below:

A. Relationships:

Category I: Holding Company NIL

Category II: Key management Personnel\

Category III: Others (Relatives of Key Management Personnel and Entities in which the Key Management Personnel have control or significant influence)

B. Transactions with related Parties:

TRANSACTIONS DURING THE YEAR	Relationship	Current Year in Lacs	Previous Year in Lacs
NA			

12. The previous year's figures are regrouped / rearranged / reclassified wherever considered necessary to correspond with the figures of current year.

13. Value of imports calculated on C.I.F basis by the company during the financial year in respect of –

	March 31, 2013	March 31, 2012
i Raw materials;	-	#REF!
ii Components and spare parts	-	-
iii Capital goods	-	-
iv Trading Goods	-	-

14. Other Expenses in Foreign Currency:

	March 31, 2013	March 31, 2012
Royalty, Know-how, Professional and Consultation fees, Interest, and Other matters	-	-
Total value if all imported / indigenous raw materials, spare parts and components consumed and the percentage of each to the total consumption	-	-
Amount remitted in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related;	-	-
Earnings in foreign exchange classified under the following heads, namely		
i Export of goods calculated on F.O.B. basis	-	-
ii Royalty, know-how ,professional and consultation	-	-
iii Interest and dividend	-	-
iv Other income, indicating the nature thereof	-	-

15. The additional information on Quantitative Information of Goods Traded Quantitative Information in respect of stock (in Kgs.):

Particulars	Opening Balance	Inwards	Outwards	Closing Balance

16. Other information pursuant to General Instructions for preparation of Balance Sheet and Profit & Loss Account of Schedule VI to the Companies Act, 1956 is not applicable.

FOR AND ON BEHALF OF THE BOARD OF  
ALKA SECURITIES LIMITED

Mahendra Pandey  
Director

Alka Pandey  
Director

August 30, 2013, Mumbai

# ALKA SECURITIES

Alka Securities Limited  
10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

## ATTENDANCE SLIP

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

Name & Address of Shareholder / Proxy holder

-----  
-----  
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I certify that I am a registered Shareholder / Proxy for the registered Shareholder of the Company. I hereby record my presence at the Annual General Meeting of the Company held on 30th September, 2013 at the Registered Office of the Company at 10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

Member's /  
Proxy's Signature

(Shareholder attending the meeting in person or by proxy is requested to complete the attendance slip and handover at the entrance of the Meeting Hall)

Alka Securities Limited  
10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

## PROXY FORM

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

I / We

\_\_\_\_\_ of  
\_\_\_\_\_

Being a Member / Members of Alka Securities Limited hereby appoint Mr. / Ms.

\_\_\_\_\_

as my / our Proxy to attend and vote for me / us and on my / our behalf at the ANNUAL GENERAL MEETING of the Company to be held on 30<sup>th</sup> September, 2013 and at any adjournment(s) thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2013

Affix Re.1/- Revenue Stamp
-------------------------------------

Signature(s)
--------------

Proxy form must reach company's registered office not later than 48 hours before the commencement of the meeting
--

FOR OFFICE USE ONLY
DATE OF RECEIPT



# 2012 - 2013

Alka Securities Limited

## Annual Report

10, Maitri, N.S. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

Phone: 022 - 2623 5392

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