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# **SOUTH INDIA PROJECTS LIMITED**

**Thirty Third Annual Report  
2013-2014**

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# **SOUTH INDIA PROJECTS LIMITED**

## **BOARD OF DIRECTORS**

SHRI JAI PRAKASH TANTIA	-	DIRECTOR
SHRI AKASH TANTIA	-	DIRECTOR
SHRI PRADEEP CHHOTARIA	-	INDEPENDENT DIRECTOR
SHRI AMITABH KEJRIWAL	-	INDEPENDENT DIRECTOR
SHRI PREMJEET SINGH	-	INDEPENDENT DIRECTOR

## **AUDITORS**

M/S. S. K. SONI & CO.  
Chartered Accountants,  
36, Strand Road,  
Kolkata - 700 001

## **REGISTERED OFFICE**

5 & 6, Fancy Lane, 8th Floor,  
Kolkata - 700 001

E-mail ID : [southindiaprojectslimited@gmail.com](mailto:southindiaprojectslimited@gmail.com)

Website : [www.southindiaprojectslimited.in](http://www.southindiaprojectslimited.in)

## **REGISTRAR AND SHARE TRANSFER AGENTS**

M/S. NICHE TECHNOLOGIES PRIVATE LIMITED

71, B. R. B. Basu Road, D-511, Bagree Market,  
Kolkata - 700 001

# SOUTH INDIA PROJECTS LIMITED

## Directors' Report

Dear Members,

The Board of Directors of South India Projects Limited are pleased to present the Thirty Third Annual Report for the Financial Year ended 31st March, 2014, together with the Auditors' Report and Audited Accounts for the Financial Year 2013- 2014.

### FINANCIAL RESULTS :

The summarized performance of the Company for the Financial Years 2013-2014 and 2012-2013 are as under :

(Amount Rs. in lacs)

	Year ended 31-03-2014	Year ended 31-03-2013
Total Revenue	76.29	70.61
Profit / Loss before Finance Cost, Depreciation and Taxation	59.91	44.19
Less : Finance Cost	0.30	0.31
Less : Depreciation	1.71	1.56
Less : Provision for Taxation	15.78	11.47
Profit / (Loss) for the Year	42.12	30.85

### FINANCIAL PERFORMANCE :

During the year under review, your Company achieved revenue from operations of Rs. 70.62 Lacs as against Rs 65.38 Lacs in the Previous Year and recorded Profit before Finance Cost, Depreciation and Taxation of Rs. 59.91 Lacs as against Rs. 44.19 Lacs in the Financial Year 2013- 2014.

### DIVIDEND :

The Board of Directors of your Company has decided not to declare any Dividend during the Financial Year so as to retain the earnings for better working in the future.

### FIXED DEPOSITS :

Your Company has not accepted any public deposits and, as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the Balance Sheet.

### SUBSIDIARY COMPANIES :

Your Company do not have any Subsidiary Company as on the date of the Balance Sheet.

### ISSUE OF BONUS SHARES :

The Company issued and allotted 10,37,738 bonus shares of face value of Rs. 10/- each on 21.05.2014 at a ratio of 13:25 (i.e thirteen equity shares for every twenty five equity shares already held) to the members of the Company. Pursuant to the said allotment, the total issued and paid-up Capital of the Company has increased to Rs. 3,03,33,880/- comprising of 30,33,388 equity shares of face value of Rs. 10/- each.

### LISTING :

The equity shares of the Company are presently listed on The Calcutta Stock Exchange Ltd. and the listing fees up to the Financial Year 2014-2015 have been paid.

# **SOUTH INDIA PROJECTS LIMITED**

## **DIRECT LISTING ON PLATFORM OF THE BSE LIMITED :**

Yours Directors are pleased to inform you that your Company proposes to get its equity shares listed on the BSE Limited under the platform of "BSE Limited Direct Listing".

## **DIRECTORS :**

At the ensuing Annual General Meeting. Shri Jai Prakash Tantia, Director retire by rotation in terms of the Articles of Association of the Company and being eligible, offers himself for reappointment.

During the Year, the Board of Directors appointed Mr. Premjeet Singh as Independent Director of the Company on 26th March, 2014 as an Additional Director of the Company. In terms of Section 149 of the Companies Act, 2013 (to the extent notified) the Board proposes appointment of Mr. Premjeet Singh, Mr. Amitabh Kejriwal and Mr. Pradeep Chhotaria who are Independent Directors as Non Rotational Directors for a period of five years at the ensuing Annual General Meeting.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed under both Section 149 of the Companies Act, 2013 and Clause 49 of the Listing Agreement with the Stock Exchanges.

A brief resume of Director(s) retiring by rotation seeking appointment/ re- appointment at the ensuing Annual General Meeting, nature of their expertise in specific functional areas and names of companies in which they hold Directorship and/or Membership/Chairmanship of Committees of Board, as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges, shall be accompanied to the notice for the ensuing 33rd Annual General Meeting.

## **DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to sub-section 2AA of Section 217 of the Companies Act, 1956 ('the old Act') and corresponding sub-section 5 of Section 134 of the Companies Act, 2013 ('the new Act') the Board of Directors here by state and confirm that :

- In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- Appropriate accounting policies have been selected and applied consistently and have made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31.03.2014 and of the profit of the Company for the year ended 31.03.2014;
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The Directors had prepared the annual accounts on a going concern basis;
- The Company has devised proper systems to ensure compliances of all laws applicable to the Company;
- Internal financial controls have been laid down and such internal financial controls are adequate and were operating effectively.

## **COMPLIANCE CERTIFICATE :**

A separate section on Corporate Governance forming part of the Director's Report and the certificate from the Company's Auditors confirming the compliance of conditions on Corporate Governance as stipulated in 'Clause 49' of the Listing Agreement is not included in the Annual Report as it is applicable since F.Y. 2014- 2015.

## **GENERAL RESULTS :**

During the year under review the funds of the Company were deployed in the Stock Market and other fixed interest bearing instruments which have been reflected in the Accounts.

# SOUTH INDIA PROJECTS LIMITED

## **CORPORATE GOVERNANCE REPORT AND MANAGEMENT DISCUSSION AND ANALYSIS REPORT :**

Pursuant to the allotment of 10,37,738 bonus shares on 21.05.2014, the Corporate Governance is applicable to the Company w.e.f. Financial Year 2014-15. Accordingly, your Company is committed to maintain the highest standards of ethics and governance, resulting in enhanced transparency for the benefit of all stakeholders. As per the Clause 49 of the Listing Agreement with the Stock Exchanges, and the requirements set out by the Securities and Exchange Board of India, the Company confirms to the norms of Corporate Governance as envisaged in the Companies Act and the Listing Agreement with the Stock Exchanges w.e.f. Financial Year 2014- 2015. A separate section on Management Discussion and Analysis on Corporate Governance, a Report on the composition of the Committee for Corporate Governance are annexed to this report as Annexure 1 & Annexure 2. The Company has adopted Code of Conduct, which is applicable to the Board members and senior management, in accordance with the recently enacted statutory changes as applicable to the Company w.e.f Financial Year 2014-15.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :**

The Company is a Non Banking Financial Company and therefore information relating to Conservation of Energy and Technology Absorption are not applicable.

The Company has neither earned nor used any foreign exchange during the Financial Year under review.

## **AUDITORS :**

M/s. S. K. Soni & Co., Chartered Accountants, the Auditors of the Company, retires at the ensuing Annual General Meeting of the Company and are eligible for re-appointment. M/s. S. K Soni & Co., Chartered Accountants have confirmed that their re-appointment, if made, would be in accordance with the provisions of the Companies Act, 2013 and that they are not disqualified for re-appointment.

M/s. S. K. Soni & Co., Chartered Accountants, if appointed in the ensuing Annual General Meeting, will be the Statutory Auditor of the Company and will hold the office from the conclusion of forthcoming 33rd Annual General Meeting till the conclusion of 36th Annual General Meeting.

## **OBSERVATION ON AUDIT REPORT :**

The observation of the Auditors and Notes on Accounts are self explanatory and in our opinion do not require any further comments and explanation.

## **PARTICULARS OF EMPLOYEES :**

The Company does not have any employee covered by the provisions of section 217(2A) of the Companies Act, 1956 ('the old Act') and corresponding Section 197 of the Companies Act, 2013 ('the new Act') read with Companies (Particular of Employees) Rules 1975, as amended.

## **ACKNOWLEDGEMENT :**

Your Directors wish to place on record their appreciation of the contribution of employees at all levels. Your Directors also take this opportunity to thank the Company's Bankers, Shareholders and all others concerned for their valuable support and co-operation extended to the Company.

For and on behalf of the Board

Sd/-

Jai Prakash Tantia

Director

Place : Kolkata

Date : 30th May, 2014

# **SOUTH INDIA PROJECTS LIMITED**

## **ANNEXURE - 1 TO THE DIRECTORS' REPORT**

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

#### **INDUSTRY STRUCTURE AND DEVELOPMENTS :**

The Financial Year 2013-14 continued to be challenging year for the Indian economy. The Indian economy witnessed its second successive year of below 5% growth, driven predominantly by a decline in financial savings, low business confidence and sluggish investment demand, resulting in a sharp deceleration in Industrial Growth. The recovery is likely to be a slow and long process. The high interest rates, stubborn retail inflation and lack of policy direction, combined with high level of Fiscal and Current Account Deficit (CAD) had an equally dampening effect on the Indian economy. Faced with compulsions to rein in the fiscal deficit, Government put the brakes on plan expenditure, as a result of which investment and consumption growth declined to their lowest levels in 11 years. In view of sticky retail inflation, RBI was compelled to increase the repo rate by 75 bps during the year. However, with retail inflation, as measured by the Consumer Price Index (CPI), dropping from 9.13% in December 2013 to 7.02% in May 2014, RBI held the policy rates steady in April 2014 and June 2014. RBI has further taken steps to inject liquidity in the banking system. Though both the fiscal deficit and CAD have narrowed, it is believed that the reduction in the fiscal deficit is temporary, which will catch up in the current financial year. The Balance of Payments situation however, appears to be comfortable.

#### **OPPORTUNITIES & THREATS :**

The economy is expected to improve slowly in the current financial year. The forecast of GDP growth rate for 2014-15 is between 5.4% and 5.9% as compared to 4.7% in 2013-14. With the various steps taken by the Government to revive investment and growth in the economy the industrial growth is likely to improve from the later part of current Financial Year which may create new opportunity for the Company. However continuing uncertainty in the global market, higher trade deficit and high inflation may impact the financial market The Company is taking various steps to withstand the uncertainty in the Financial Market.

#### **REGULATORY :**

A Non-Banking Finance Company, is being regulated by department of Non-Banking supervision of Reserve Bank of India. Your Company is current under category of Non-Deposit taking Company so company is not within purview of various guidelines as applicable therein. However RBI has issued several guidelines applicable to Non-Deposit taking companies, notable among which are :

- Submission of Financial Results;
- Submission of Business-Continuity Certificate;
- To exercise the Fair Practice Code;
- Compliance with Prudential Norms.

Your Company is complying various statutory provisions such as Companies Act, Income tax, Service tax, Stock Exchanges Listing Agreement provisions and other applicable laws and regulations applicable to the Company.

# SOUTH INDIA PROJECTS LIMITED

## **SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE :**

The business of the Company predominantly falls within a single primarily business segment viz. "Financial and Related Services" and hence the disclosure requirement of Accounting Standard- 17 "Segment Reporting" notified by the Central Government under Companies (Accounting Standards) Rules, 2006 is not applicable.

## **OUTLOOK :**

The index of industrial production in the year 2013-14 was lower at (—) 0.1% compared to 1.1% in the previous year. However it is likely to improve during the current financial year. The Indian electorate has voted overwhelmingly for stability. For the first time in nearly three decades, a non-coalition government is governing the country and expectations on the part of common people and industry alike, are running high. While business and investor sentiment has turned positive in the light of the mandate for stability, substantive changes on the ground may only come about in the later part of the year. There is a considerable improvement in the sentiment and outlook with a stable government. The government as expected has taken various initiative to kick start investment, much needed development of infrastructure and reviving the stalled projects. GDP growth in 2014-15 is projected to improve, but is unlikely to exceed 6%, since the macro-economic corrections that India needs are not yet in place. Concerns around the real size of the fiscal deficit remain and inflation is still well above the RBI's 'comfort level'. Your Company will continue to strive for meaningful growth, focusing as always on superior credit quality, a balance portfolio mix and efficient cost management, in order to sustain profitability.

## **RISKS & CONCERNS :**

Non Banking finance companies face competition from each other & from banks as well. Change in government rules & regulations and change in regulatory policies of Reserve Bank of India may affect the business operations and profitability of company. Company may face risk of deterioration of quality of advances, which may wipe out the profits of company. Substantial activities of company include trading in shares and securities and accordingly the profitability of company depends upon volatility of stock market.

## **INTERNAL CONTROL SYSTEM AND ADEQUACY :**

Internal Control Systems has been designed to provide reasonable assurance that assets are safeguarded, transactions are executed in accordance's with management's authorization and properly recorded and accounting records are adequate for preparation of financial statements and other financial information. Internal check is conducted on a periodical basis to ascertain the adequacy and effectiveness of internal control systems.

## **FINANCIAL PERFORMANCE :**

During the year under review, your Company achieved revenue from operations of Rs. 70.62 Lacs as against Rs. 65.38 Lacs in the Previous Year and recorded Profit before Finance Cost, Depreciation and Taxation of Rs. 59.91 Lacs as against Rs. 44.19 Lacs in the Financial Year 2013-2014.

For and on behalf of the Board

Sd/-

Place : Kolkata

Jai Prakash Tantia

Date : 30th May, 2014

Director

# SOUTH INDIA PROJECTS LIMITED

## ANNEXURE - 2 TO THE DIRECTORS' REPORT

### REPORT ON CORPORATE GOVERNANCE :

Our Company stands committed to good corporate governance practices based on the principles such as accountability, transparency in dealings with our stakeholders, emphasis on communication and transparent reporting. The corporate governance framework is based on an effective independent Board, separation of the Board's supervisory role from the executive management team and constitution of the Board Committees, as required under law.

As stated above, pursuant to the allotment of Bonus Shares on 21.05.2014, the issued and paid -up share capital of the Company has increased to Rs. 3,03,33,880/- comprising of 30,33,388 equity shares of face value of Rs. 10/- each and accordingly, we have constituted Committees on 30.05.2014 for the Financial Year 2013- 2014 in accordance with the Companies Act and the Listing Agreement with best practices in Corporate Governance.

The Board functions either as a full Board or through various committees constituted to oversee specific operational areas. Our executive management provides the Board detailed reports on its performance periodically.

The Composition of Board of Directors of the Company consists of qualified executive and non-executive directors. The Board is broad based and comprises of persons who have excelled in their respective areas having good standing. In accordance with requirement of the Listing Agreement with the Stock Exchange on Corporate Governance, following 3 committees have become operational for the Financial Year 2014-2015 pursuant to the applicability of the Corporate Governance on the Company :

#### 1. **AUDIT COMMITTEE :**

The Company has constituted the Audit Committee comprising two Non-Executive Independent Directors and an Executive Non-Independent Director. The Composition of the Audit Committee was as follows :

S. No.	Members of the Audit Committee	Status whether Independent/Non Independent
1.	Amitabh Kejriwal (Chairman)	Non-Executive Independent
2.	Premjeet Singh	Non-Executive Independent
3.	Jay Prakash Tantia	Executive Non-Independent

#### **Role of Audit Committee :**

The terms of reference of the Audit Committee are given below :

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.
5. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient, and credible.



## **SOUTH INDIA PROJECTS LIMITED**

6. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
7. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
8. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to :
  - Matters required to be included in the Directors' Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act. 1956.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by the Management.
  - Significant adjustments made in the financial statements arising out of audit findings.
  - Compliance with listing and other legal requirements relating to financial statements.
  - Disclosure of any related party transactions.
  - Qualifications in the draft audit report.
9. Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
10. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
11. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
12. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing, and seniority of the official heading the department, reporting structure coverage and frequency of internal audit
13. Discussion with internal auditors any significant findings and follow up there on.
14. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board
15. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
16. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
17. To review the functioning of the Whistle Blower mechanism, in case if the same is existing.

## **SOUTH INDIA PROJECTS LIMITED**

18. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
19. Carrying out any other function as mentioned in the terms of reference of the Audit Committee.
20. Mandatorily reviews the important information of the Company.
21. Review the use/application of funds raised through an issue (public issues, right issues, preferential issues etc.) on a quarterly basis as a part of the quarterly declaration of financial results. Further, review on annual basis statements prepared by the Company for funds utilized for purposes other than those stated in the offer document. In addition, to carry out such other functions/ powers as may be delegated by the Board to the Committee from time to time.

### **2. REMUNERATION COMMITTEE :**

The Company has constituted Remuneration Committee comprising two Non-Executive Independent Directors and a Non-Executive Non-Independent Director. The object of remuneration committee is to recommend/ review the remuneration of Managing Directors/whole-time Directors. The remuneration policy of the Company is directed towards rewarding performance and attracting new talents/retaining them. While deciding the remuneration, the Committee shall take into account the financial position of the Company, trend in the Industry, Appointee's qualification, experience, past performance, past remuneration etc.

The Composition of the Remuneration Committee was as follows :

S. No.	Name of the Director	Status whether Independent/Non Independent
1.	Amitabh Kejriwal (Chairman)	Non-Executive Independent
2.	Premjeet Singh	Non-Executive Independent
3.	Akash Tantia	Non-Executive Non-Independent

### **3. SHARE TRANSFER AND INVESTOR GRIEVANCE COMMITTEE :**

Our Company has constituted an Investors Grievance Committee which deals with the various matters relating to :

- Transfer / transmission of Shares / Debentures,
- Issue of duplicate Share Certificate,
- Review of shares dematerialised of investor's grievances,
- All other matter relating to Shares / Debentures.

The Composition of the Committee is as follows :

S. No.	Name of the Director	Status whether Independent/Non Independent
1.	Pradeep Chhotaria (Chairman)	Non-Executive Independent
2.	Premjeet Singh	Non-Executive Independent
3.	Akash Tantia	Non-Executive Non-Independent

# SOUTH INDIA PROJECTS LIMITED

## Role of Share Transfer and Investor Grievance Committee :

- The redressal of investors complaints viz. non-receipt of annual report, dividend payments etc.
- Matters related to share transfer, issue of duplicate share certificate, dematerializations.
- Also delegates powers to the executives of our Company to process transfers etc.

## 4. ANNUAL GENERAL MEETINGS :

The details of date, time and location of Annual General Meeting (AGM) and Extraordinary General Meeting (EGM) held in previous three years are as under :

AGM/EGM	Date	Time	Venue
2013	24.09.2013	11:30 A.M.	5 & 6, Fancy Lane, 8th Floor, Kolkata-700 001
2012	24.09.2012	10:00 A.M.	-do-
2011	23.09.2011	10:00 A.M.	-do-

## 5. POSTAL BALLOT :

No Resolution has been passed during last three Financial Years through Postal Ballot Rules. At the forthcoming Annual General Meeting, there is no item on the agenda that needs approval by Postal ballot. No Court-convened Meetings were held during the last three years.

## 6. MEANS OF COMMUNICATION :

The quarterly / half yearly / Annual Financial Results of the Company are announced within the stipulated period and are normally published in English and Bengali newspapers.

## 7. GENERAL SHAREHOLDERS MEETING :

- Annual General Meeting  
Day, Date & Time : Friday, the 29th September, 2014 at 11:00 A.M.  
Venue : 5 & 6, Fancy Lane, 8th Floor, Kolkata - 700 001  
(The Registered Office of the Company)
- Book Closure Date : 25th September to 29th September, 2014  
(both days inclusive)
- Dividend Payment Date : Not applicable since dividend not recommended / declared
- Financial Calender  
Year Ending : 31st March  
Annual General Meeting : September, 2014
- Listing on Stock Exchange : The equity shares of the Company are presently listed at The Calcutta Stock Exchange Ltd.

## 8. Stock Market Information :

Stock Code & ISIN : Scrip Code : 29373 ISIN : INE613C01018

## 9. Market Price

: The equity shares of the Company were lastly traded on The Calcutta Stock Exchange Limited on 23.08.2001 at Rs. 2/- per share.

# SOUTH INDIA PROJECTS LIMITED

10. **Registrar & Transfer Agents** : Niche Technologies Private Limited  
71, B.R.B. Basu Road, D-511  
Bagree Market, Kolkata - 700 001  
Tel No. : (033) 2235 7271 / 7270  
Fax No. : (033) 2215 6823  
E-mail : nichetechpl@nichetechpl.com

11. **Share Transfer System :**

The power to transfer the shares is delegated to the aforementioned Registrar and Share Transfer Agent. Shares in the physical form with duly executed transfer deed can be sent to them for transfer and shares in the demat form can be sent through DP. If the documents are found correct and valid, the Shares are transferred, and if not found so, it is returned to the shareholder/ D.P. within prescribed time.

12. **DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2014**

a) Distribution Schedule of South India Projects Limited ("the Company")

Distribution of	1995650	Equity Shares as on	31.03.2014
Total nominal value of Rs.	19956500/-	Nominal Value of each share	Rs. 10/-
Total number of equity shares	1995650	Paid up value per share	Rs. 10/-
Distinctive Nos. from	1 to 2236220		

**Table I**  
**DISTRIBUTION OF HOLDINGS**

No. of Shares	Share Holders		No. of Shares	
	Number	% of Total Holders	Number	% of Total Shareholding
(1)	(2)	(3)	(4)	(5)
Upto - 500	94	77.6860	5,880	0.2946
501 - 1,000	0	0.0000	0	0.0000
1,001 - 5,000	11	9.0909	48,000	2.4052
5,001 - 10,000	4	3.3058	35,883	1.7981
10,001 - 50,000	4	3.3058	89,000	4.4597
50,001 - 1,00,000	4	3.3058	2,83,478	14.2048
1,00,001 - and above	4	3.3058	15,33,409	76.8376
<b>TOTAL</b>	<b>121</b>	<b>100.0000</b>	<b>19,95,650</b>	<b>100.0000</b>

## SOUTH INDIA PROJECTS LIMITED

b) **Shareholding Pattern as on 31.03.2014 :**

Categories	No. of Shares	% of Shareholding
Promoters	14,96,737	75.00
Institutional Public Shareholders	Nil	Nil
Non-Institutional Public Shareholders	Nil	Nil
- Bodies Corporate	1,21,877	6.11
- Individuals	2,99,036	14.98
Any Other		
- NRI	Nil	Nil
- Clearing Member	78,000	3.91
Total	19,95,650	100.00

13. **DEMATERIALISATION OF SHARES & LIQUIDITY :**

The Equity Shares are registered for dematerialization with the National Securities Depository Ltd. (NSDL) and Central Depository Services Ltd. (CDSL). Approximately 99.72% shares are dematerialized till 31.03.2014. The equity shares of the Company are listed with The Calcutta Stock Exchange Ltd. only.

14. **ADDRESS FOR CORRESPONDENCE BY INVESTORS :**

The investors may make correspondence related to transfer, subdivision etc. directly to the Registrar and Transfer Agent mentioned in point no. 10 above. Otherwise, they may address it to the registered office of the Company.

15. **CODE OF CONDUCT :**

The Company has adopted the Code of Conduct for all the Board members and Senior Management Personnel of the Company. This Code of Conduct is posted on the Company's website. Further, all the Board members and Senior Management Personnel (as per Clause 52 of the SME Equity Listing Agreement) have affirmed the compliance with the Code of Conduct. A declaration to this effect signed by the Director forms part of this report.

16. **OUTSTANDING GDRS / ADRS / WARRANTS OR OTHER CONVERTIBLE INSTRUMENTS :**

The Company has no outstanding GDRs / ADRs / Warrants or other Convertible Instruments. Shareholders should address all their correspondence related to company's shares to the Registrar and Share Transfer Agents, at the address mentioned above.

For and on behalf of the Board

Sd/-

Place : Kolkata

Jai Prakash Tantia

Date : 30th May, 2014

Director

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# **SOUTH INDIA PROJECTS LIMITED**

## **DECLARATION OF CODE OF CONDUCT**

To  
The Members of  
South India Projects Limited

This is to confirm that the Board has laid down a code of conduct for all Board Members and Senior Management Personnel of the Company.

It is further confirmed that all the Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company w.e.f. Financial Year 2014-2015 as envisaged in Clause 49 of the Listing Agreement with Stock Exchange.

Place : Kolkata  
Date : 30th May, 2014

For and on behalf of the Board  
Sd/-  
Jai Prakash Tantia  
Director

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# SOUTH INDIA PROJECTS LIMITED

## FORM [ SEE RULE 3 ]

### Compliance Certificate

CIN No. : L45209WB1981PLC034342  
Nominal Capital : Rs. 2,00,00,000/-  
Paid up Capital : Rs. 1,99,56,500/-

To  
The Members  
SOUTH INDIA PROJECTS LIMITED  
5 & 6, Fancy Lane  
Kolkata - 700 001

We have examined the registers, records, books and papers of **South India Projects Limited** as required to be maintained under the Companies Act, 1956 (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31-03-2014. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year.

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, West Bengal within the prescribed time under the Act and the Rules made thereunder.
3. The Company being a public limited company comments are not required.
4. The Board of Directors duly met 9 (Nine) times on 01-04-2013, 15-05-2013, 10-08-2013, 13-08-2013, 12-11-2013, 02-12-2013, 12-02-2014, 26-03-2014, and on 31-03-2014 in respect of which meetings notices were given and the proceedings were recorded in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members and share transfer book on 24-09-2013 for the financial year.
6. The Annual General Meeting for the financial year ended on 31-03-2013 was held on 24-09-2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to under Section 295 of the Act.

## **SOUTH INDIA PROJECTS LIMITED**

9. The Company has duly complied with the provisions of Section 297 of the Act in respect of contracts specified in that Section.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors and Members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13.
  - i) There was no allotment/transfer/transmission of shares during the financial year.
  - ii) The Company has not deposited the amount in the separate bank account as no dividend was declared during the financial year.
  - iii) The Company was not required to post dividend warrants to any member of the Company as no dividend was declared during the financial year.
  - iv) The Company was not required to transfer any amount of unpaid dividend, application money due for refund, matured deposit, matured debenture and interest accrued thereon which have remained unpaid / unclaimed for a period of 7 years to Investor Education and Protection Fund.
  - v) The Company has duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and Mr. Premjeet Singh is duly appointed as Director w.e.f. 26-03-2014 and necessary returns were filed by the company during the financial year.
15. The Company has not appointed any Managing Director / Whole time Director with remuneration in compliance with the provision of Section 269 read with Schedule XIII of the Act during the financial year.
16. The Company has not appointed any sole-selling agent during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Directors, Registrar or such authorities as may be prescribed under the various provisions of the Act and the Rules made thereunder.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.



## **SOUTH INDIA PROJECTS LIMITED**

20. The Company has not bought back any shares/debentures/other securities during the financial year.
21. The Company has not redeemed any preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company made no borrowings from banks and financial institutions during the financial year ending on 31st March, 2013.
25. The Company has made loans and investment or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. As per information received the Company has not received any prosecution notice from the Registrar of Companies no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its Employees during the financial year.
33. The Company has not deducted any employee's contribution to Provident Fund as the Provident Fund Act was not applicable to the Company during the financial year.

For **RANAY GOSWAMI & CO.**  
*Company Secretaries*  
**RANAY GOSWAMI**  
*Proprietor*  
A. C. S. No. 28317  
C. P. No. 10163

Place : Kolkata  
Dated : 30-05-2014

# SOUTH INDIA PROJECTS LIMITED

## ANNEXURE-A

### Registers maintained by the Company

Sl. No.	Particulars	Under Section
1.	Register of Members	150
2.	Register of Directors, Managing Director	303
3.	Register of Directors shareholdings	307
4.	Register of Contracts, Companies and Firms in which Directors are interested	301(1)
5.	Register of Loans and Investments	49, 372A

## ANNEXURE-B

Forms and Returns as filed by the Company with the Registrar of Companies during the period ended on 31st March, 2014.

Sl No.	Form No.	Filed u/s	For	Date of Filing
1.	23AC & 23ACA	220	Annual Accounts & Directors Report as on 31-03-2013	22-10-2013
2.	20B	159	Annual Return made upto 24-09-2013	12-11-2013
3.	66	383A(1)	Compliance Certificate for the year 2013	07-10-2013
4.	32	303	Appointment of Mr. Premjeet Singh w.e.f. 26-03-2014	29-03-2014

Place : Kolkata  
Dated : 30-05-2014

For **RANAY GOSWAMI & CO.**  
*Company Secretaries*  
**RANAY GOSWAMI**  
*Proprietor*  
A. C. S. No. 28317  
C. P. No. 10163

# SOUTH INDIA PROJECTS LIMITED

## Independent Auditor's Report

To  
The Members of  
SOUTH INDIA PROJECTS LIMITED

### 1. Report on the Financial Statements

We have audited the accompanying financial statements of South India Projects Limited, which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss and the Cash Flow Statement attached for the year then ended and a summary of significant accounting policies and other explanatory information.

### 2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Cash Flows of the Company in accordance with accounting principals generally accepted in India and with Accounting Standards notified under the Companies Act, 1956 read with General circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. 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.

### 3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness on the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

# **SOUTH INDIA PROJECTS LIMITED**

## **4. Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) in the case of Cash Flow Statement of the cash flows for the year ended on that date.

## **5. Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
2. As required by Section 227(3) of the Companies Act, 1956, we report that :
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with General Circular 15/2013 dated 13th September, 2013 issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013.
  - e) On the basis of written representations received from the directors, as on 31st March, 2014 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

36, Strand Road  
Kolkata-700 001  
Dated : 30th May, 2014

For **S. K. SONI & CO.**  
*Chartered Accountants*  
(Firm Registration No. 307168E)  
**S. K. SONI**  
*Proprietor*  
M. No. 012800

# SOUTH INDIA PROJECTS LIMITED

## ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

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Referred to in Paragraph of Audit Report on the legal and Regulatory requirements of even date

- (i) a) The Company has maintained proper records showing full particulars, including qualitative details and situation of its fixed assets.
  - b) We are informed that all the fixed assets were physically verified by the management during the year. There was regular programme of verification which in our opinion is reasonable having regard to the size of the Company and nature of its assets and no material discrepancies were noticed in respect of those assets which were physically verified.
  - c) There has been substantial disposal of tangible fixed assets during the year. However, the sale of tangible fixed assets does not affect the going concern assumption.
- (ii) The Company does not have any Inventory, hence, clause (ii) of Paragraph 4 of CARO is not applicable to the Company.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured to/from Companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and sale of goods and services.
- (v) As explained to us and according to the information and explanations given to us, there are no transactions made in pursuance of Section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakh in respect of each party during the year.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Internal Audit System is not applicable to the Company.
- (viii) We are informed that the Central Government has not prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956, for the Company.
- (ix) a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion the Company is regular in depositing undisputed statutory dues including provident fund, investor education protection fund, employees, state insurance, sales tax, income tax, wealth tax, custom duty, excise duty, cess and material statutory dues as applicable, with the appropriate authorities.
  - b) According to the information and explanations given to us, no disputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty, and cess were in arrears, as at 31st March, 2014 for a period of more than six months from the date they became payable.
  - c) According to the information and explanations given to us, there are no dues of Sales-tax, Income tax, Custom duty, Wealth tax, Excise duty and Cess which have not been deposited on account of any dispute.

## **SOUTH INDIA PROJECTS LIMITED**

- (x) There is no accumulated losses as at 31st March, 2014. Company has neither incurred cash loss during the financial year covered by our audit nor in the immediately preceding financial year.
- (xi) The Company has not defaulted in repayment of dues to financial institutions or banks.
- (xii) The Company has not granted loan and advances on the basis of security by way of pledge of shares, debentures and others securities.
- (xiii) The Company is not a nidhi/mutual benefit fund/society to which the provisions of special statute relating to chit fund are applicable.
- (xiv) In our opinion and according to the informations and explanations given to us, the company is not a dealer or trader in securities. The Company has maintained proper records of transactions and contracts in respect of shares and other investments and timely entries have been made therein. All shares and other investments have been held by the Company in its own name.
- (xv) The Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company has not taken any term loans.
- (xvii) On the basis of overall examination of the Balance Sheet and the Cash Flow Statement and other records, we report that no funds raised on short term basis have prima facie been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any Debentures.
- (xx) Company has not raised any money by way of public issue during the year.
- (xxi) To the best of our knowledge and belief and according to information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

36, Strand Road  
Kolkata-700 001  
Dated : 30th May, 2014

For **S. K. SONI & CO.**  
*Chartered Accountants*  
(Firm Registration No. 307168E)  
**S. K. SONI**  
*Proprietor*  
M. No. 012800

## SOUTH INDIA PROJECTS LIMITED

### BALANCE SHEET As at 31st March, 2014

Particulars	Note No.	As at 31-03-2014		As at 31-03-2013	
		Rs.	Rs.	Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share Capital	1	1,99,56,500		1,99,56,500	
Reserves & Surplus	2	<u>4,95,53,779</u>	6,95,10,279	<u>4,00,33,352</u>	5,99,89,852
<b>Non Current Liabilities</b>					
Deferred Tax Liabilities (Net)			30,406		—
<b>Current Liabilities</b>					
Short Term Borrowings	3	1,94,440		3,22,350	
Other Current Liabilities	4	25,539		99,761	
Short term Provisions	5	<u>32,668</u>	2,52,647	—	4,22,111
Total			<u>6,97,93,332</u>		<u>6,04,11,963</u>
<b>II. ASSETS</b>					
<b>Non Current Asset</b>					
Fixed Assets	6	52,604		7,23,228	
Tangible Assets					
Non Current Investments	7	4,60,46,664		3,78,59,544	
Deferred Tax Assets (Net)		—	4,60,99,268	<u>22,467</u>	3,86,05,239
<b>Current Assets</b>					
Cash and Bank Balances	8	81,80,698		3,19,214	
Short Term Loans & Advances	9	<u>1,55,13,366</u>	2,36,94,064	<u>2,14,87,510</u>	2,18,06,724
Total			<u>6,97,93,332</u>		<u>6,04,11,963</u>
Notes to the Financial Statements	16				

As per our Report of even date annexed

For **S. K. SONI & CO.**  
Chartered Accountants  
(Firm Regn. No. 307168E)  
**S. K. SONI**  
Proprietor  
Membership No. 012800

36, Strand Road  
Kolkata-700 001  
Dated : 30th May, 2014

**J. P. TANTIA**  
**A. TANTIA**  
**A. KEJRIWAL**  
Directors

# SOUTH INDIA PROJECTS LIMITED

## STATEMENT OF PROFIT & LOSS For the year ended 31st March, 2014

Particulars	Note No.	Year ended 31-03-2014	Year ended 31-03-2013
		Rs.	Rs.
<b>Income</b>			
Revenue from Operations	10	70,62,389	65,38,354
Other Income	11	5,66,583	5,22,673
Total Revenue		<u>76,28,972</u>	<u>70,61,027</u>
<b>Expenses</b>			
Loss on sale of Investments and Assets	12	5,11,822	6,41,557
Employee benefit Expenses	13	3,84,510	6,77,524
Finance Cost	14	30,238	31,444
Depreciation and amortization expenses	6	1,71,109	1,56,149
Other Expenses	15	7,41,611	13,22,122
Total Expenses		<u>18,39,290</u>	<u>28,28,796</u>
Profit before Tax		57,89,682	42,32,231
Tax Expense			
- Current Tax	15,25,000		11,50,000
- Deferred Tax	52,873	15,77,873	(2,772)
Profit for the Year		<u>42,11,809</u>	<u>30,85,003</u>
Earnings per Equity Share (Basic & Diluted)		2.90	2.12
Notes to the Financial Statements	16		

As per our Report of even date annexed

36, Strand Road  
Kolkata-700 001  
Dated : 30th May, 2014

For **S. K. SONI & CO.**  
*Chartered Accountants*  
(Firm Regn. No. 307168E)  
**S. K. SONI**  
*Proprietor*  
Membership No. 012800

**J. P. TANTIA**  
**A. TANTIA**  
**A. KEJRIWAL**  
Directors



# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	<u>As at</u> <u>31-03-2014</u> Rs.	<u>As at</u> <u>31-03-2013</u> Rs.		
<b>NOTE – 1</b>				
<b>SHARE CAPITAL</b>				
a) Authorised :				
20,00,000 Equity Shares of Rs. 10/- each	<u>2,00,00,000</u>	<u>2,00,00,000</u>		
b) Issued, Subscribed & Paid-up :				
10,000 Equity Shares of Rs. 10/- each fully paid-up issued in terms of the Memorandum of Association of the Company	<u>1,00,000</u>	<u>1,00,000</u>		
19,85,650 Equity Shares of Rs. 10/- each fully paid-up	1,98,56,500	1,98,56,500		
	1,99,56,500	1,99,56,500		
c) Equity shareholder holding more than 5% of equity shares along with the number of equity shares held is as given below :				
<u>Name of the Shareholder</u>	<u>No. of Shares</u>	<u>%</u>	<u>No. of Shares</u>	<u>%</u>
1) Akash Tantia	92,667	4.64	2,85,800	14.32
2) Jay Prakash Tantia	2,46,460	12.35	2,46,460	12.35
3) Kailash Tantia	9,44,460	47.33	9,44,460	47.33
4) Akash Tantia HUF	—	—	3,00,000	15.03
5) AKI Investments Pvt. Ltd.	2,13,150	10.68	2,13,150	10.68

# SOUTH INDIA PROJECTS LIMITED

	As at 31-03-2014 <u>Rs.</u>	As at 31-03-2013 <u>Rs.</u>
<b>NOTE – 2</b>		
<b>RESERVE &amp; SURPLUS</b>		
<b>General Reserve</b>		
Opening & Closing Balance	4,19,00,000	4,19,00,000
	<u>4,19,00,000</u>	<u>4,19,00,000</u>
<b>Special Reserve u/s. 451C of RBI Act, 1934</b>		
Transfer from Surplus in Statement of Profit & Loss	8,42,362	—
	<u>8,42,362</u>	<u>—</u>
<b>Surplus/(Deficit) in Statement of Profit &amp; Loss</b>		
Opening Balance	(18,66,648)	(10,83,412)
Profit for the year	42,11,809	30,85,003
	<u>23,45,161</u>	<u>20,01,591</u>
Add : Diminution in Investments written back	56,10,989	17,42,750
	<u>79,56,150</u>	<u>37,44,341</u>
Less : Transfer to Special Reserve u/s. 451C of RBI Act, 1934	8,42,362	—
Diminution in value of Investments	3,02,371	56,10,989
	<u>68,11,417</u>	<u>(18,66,648)</u>
Closing Balance	68,11,417	(18,66,648)
Total	4,95,53,779	4,00,33,352
<b>NOTE – 3</b>		
<b>SHORT TERM BORROWINGS</b>		
<b>Secured</b>		
From HDFC Bank - Car Loan (Secured against Vehicle)	1,94,440	3,22,350
	<u>1,94,440</u>	<u>3,22,350</u>
<b>NOTE – 4</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Other Liabilities	25,539	99,761
	<u>25,539</u>	<u>99,761</u>
<b>NOTE – 5</b>		
<b>SHORT TERM PROVISIONS</b>		
Provision for Tax (Net of Advance Tax)	32,668	—
	<u>32,668</u>	<u>—</u>

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE – 6 FIXED ASSETS

CLASSIFICATION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 01-04-13 Rs.	Additions Rs.	Sale / Adjustment Rs.	As at 31-03-14 Rs.	Upto 31-03-13 Rs.	For the year Rs.	Adjustment on Sale Rs.	Upto 31-03-14 Rs.	As at 31-03-14 Rs.	As at 31-03-13 Rs.
<b>TANGIBLE</b>										
Land	52,604	—	—	52,604	—	—	—	—	52,604	52,604
Furniture & Fixture	14,906	—	14,906	—	11,053	697	11,750	—	—	3,853
Office Equipments	1,33,790	—	1,33,790	—	97,923	4,989	1,02,912	—	—	35,867
Vehicle	6,91,011	—	6,91,011	—	1,29,398	1,45,402	2,74,800	—	—	5,61,613
Computer	1,59,656	7,833	1,67,489	—	1,24,039	15,337	1,39,376	—	—	35,617
Air-Conditioner	68,625	—	68,625	—	34,951	4,684	39,635	—	—	33,674
<b>Total</b>	<b>11,20,592</b>	<b>7,833</b>	<b>10,75,821</b>	<b>52,604</b>	<b>3,97,364</b>	<b>1,71,109</b>	<b>5,68,473</b>	<b>—</b>	<b>52,604</b>	<b>7,23,228</b>
Previous Year	15,51,074	7,37,475	11,67,957	11,20,592	10,41,631	1,56,149	8,00,416	3,97,364	7,23,228	—

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	No. of Shares/Units	As at 31-03-2014 Rs.	No. of Shares/Units	As at 31-03-2013 Rs.
<b>NOTE – 7</b>				
<b>INVESTMENTS</b>				
<b>Non-Current Investments</b>				
In Fully Paid-up Equity Shares/Units of Rs. 10/- each unless otherwise stated				
<b>QUOTED :</b>				
Nageshwar Investment Ltd.	50,400	3,33,984	50,400	3,33,984
Utkal Soap Products Ltd.	—	—	37,600	94,000
<b>with PKC Stock Broking Pvt. Ltd.</b>				
Assam Co.	—	—	30,000	4,65,573
Bajaj Auto Ltd.	—	—	1,000	19,46,603
Gas Authority of India Ltd.	—	—	5,000	24,19,066
Reliance Industries Ltd.	—	—	1,500	12,74,678
Tata Steel Ltd.	50	25,305	50	25,305
L & T Ltd.	—	—	1,500	22,27,206
JSW Steel Ltd.	50	52,600	50	52,600
CIPLA Ltd.	1,850	7,52,520	2,000	8,15,210
Sterlite Inds. Ltd.	—	—	20,000	21,39,001
Jubilant Food Ltd.	—	—	750	7,98,866
Infosys Ltd.	—	—	1,250	34,01,699
State Bank of India	—	—	900	19,59,850
<b>Kotak Securities Ltd. (PMS)</b>				
HDFC Bank Ltd.	—	—	7,800	12,76,818
ITC Ltd.	—	—	3,450	10,22,397
Jubilant Life Ltd.	8,000	15,30,474	20,000	38,26,184
Cairn India Ltd.	—	—	5,000	16,29,621
Tata Steel Ltd.	—	—	10,500	50,79,867
		<u>26,94,883</u>		<u>3,07,88,526</u>
<b>UNQUOTED :</b>				
Time Share (2004-1 Unit) of Stearling Holiday Resorts (India) Ltd.	—	—	1	1,20,750
AKI Investments Pvt. Ltd.	33,750	16,97,749	49,650	25,04,999
Century Business Ltd.	—	—	90,000	4,50,000
Kailash Soap Pvt. Ltd.	—	—	73,000	10,52,000
		<u>43,92,632</u>		<u>3,49,16,275</u>
<b>MUTUAL FUND</b>				
<b>Kotak Securities Ltd.</b>				
Kotak Floater Long Term Growth	7,78,607.935	1,58,53,859	2,06,804.9662	37,26,755
HDFC Cash Management Fund	95,03,20.332	2,61,02,544	1,94,133.307	48,27,504
		<u>4,63,49,035</u>		<u>4,34,70,533</u>
Less : Net Diminution in Market Value of Quoted Shares		3,02,371		56,10,989
		<u>4,60,46,664</u>		<u>3,78,59,544</u>
Aggregate Market Value of Quoted Shares		<u>4,40,14,930</u>		<u>3,83,38,507</u>

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	As at 31-03-2014	As at 31-03-2013
	Rs.	Rs.
<b>NOTE – 8</b>		
<b>CASH &amp; CASH EQUIVALENTS</b>		
a) Cash-in-hand (As certified by the Management)	3,491	40,231
b) Balance with Banks - In Current Accounts	81,77,207	2,78,983
	81,80,698	3,19,214
<b>NOTE – 9</b>		
<b>SHORT TERM LOANS &amp; ADVANCES</b>		
Loans to Others	1,54,94,410	2,03,03,056
Advances recoverable in Cash or in kinds or for value to be received	1,500	10,74,565
Advance Income Tax & TDS (Net of Provision)	—	87,433
Security Deposit	17,456	22,456
	1,55,13,366	2,14,87,510
	Year Ended 31-03-2014	Year Ended 31-03-2013
	Rs.	Rs.
<b>NOTE – 10</b>		
<b>REVENUE FROM OPERATIONS</b>		
Net Gain on Sale of Investments	51,02,826	26,98,696
Interest Received (TDS - Rs. 1,95,955/-)	19,59,563	38,39,658
	70,62,389	65,38,354
<b>NOTE – 11</b>		
<b>OTHER INCOME</b>		
Dividend	5,66,583	4,26,035
Profit on Sale of Vehicle	—	96,638
	5,66,583	5,22,673

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	Year Ended 31-03-2014	Year Ended 31-03-2013
	Rs.	Rs.
<b>NOTE – 12</b>		
<b>LOSS ON SALE OF INVESTMENT AND ASSETS</b>		
Loss on Sale of Investments	—	6,41,557
Loss in F & O	4,88,474	—
Loss on Sale of Tangible Assets	23,348	—
	<u>5,11,822</u>	<u>6,41,557</u>
<b>NOTE – 13</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
Salary & Other Benefits to Staff	84,510	77,524
Director's Remuneration	3,00,000	6,00,000
	<u>3,84,510</u>	<u>6,77,524</u>
<b>NOTE – 14</b>		
<b>FINANCE COST</b>		
Finance Charges on Motor Car Loan	30,238	31,444
	<u>30,238</u>	<u>31,444</u>

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	Year Ended 31-03-2014	Year Ended 31-03-2013
	Rs.	Rs.
<b>NOTE – 15</b>		
<b>OTHER EXPENSES</b>		
Advertisement	5,544	6,315
Printing & Stationery	21,191	14,042
Rent	24,000	24,000
Donation	—	1,00,000
Subscription	5,618	14,045
Professional Tax	5,000	5,000
Professional & Service Charges	40,365	33,982
Demat Charges	26,235	29,208
General Expenses	26,205	5,763
Bank Charges	1,055	409
Legal Charges	—	13,050
Accounting Charges	9,900	8,700
Computer Charges	11,034	24,390
Postage & Telegram	2,060	3,465
Brokerage & Commission	—	2,07,533
Travelling & Conveyance	9,641	4,581
Books & Periodicals	590	570
Medical Expenses	27,818	52,367
Business Promotion	48,965	50,919
Rates & Taxes	12,132	11,424
Custody Fees (PMS & NSDL)	6,741	8,483
Depository Fees	7,022	—
Management Fees (PMS)	1,12,360	1,12,535
Insurance	9,605	—
Telephone Charges	77,117	67,802
Vehicle Maintenance	2,26,977	3,06,966
Repair & Maintenance	—	5,900
Annual Maintenance Charges	10,936	15,337
Bad Debts Written-off	—	1,81,836
Auditor's Remuneration :		
- as Audit Fees	9,000	9,000
- for Other Services	4,500	4,500
	13,500	13,500
	7,41,611	13,22,122

# SOUTH INDIA PROJECTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE – 16

#### 1. Significant Accounting Policies :

##### i) Recognition of Income & Expenditure :

Income and Expenditure are generally accounted on accrual as they are earned or incurred. The financial statements have been prepared under the historical cost convention, in accordance with accounting principles generally accepted in India and comply the mandatory Accounting Standard (AS) notified by the Central Government and relevant provisions of the Companies Act, 1956.

##### ii) The Company is a Non Banking Financial Company (NBFC) and has thus complied with the Prudential norms relating to the Income Recognition, Accounting Standards, Assets classification and Provisioning of Bad & Doubtful Debts as applicable to it.

##### iii) Fixed Assets are stated at cost less Depreciation.

##### iv) Depreciation of Fixed Assets has been calculated on Written Down Value basis at the rates prescribed under Schedule XIV of the Companies Act, 1956.

##### v) Investment is stated at Cost and classified as Long-term Investment.

##### vi) (i) Provision for Income-tax is made in accordance with the Income-tax Act, 1961.

(ii) As per A.S.-22, Deferred Tax is recognized on timing differences, being the differences between taxable and accounting income and capable of reversal in subsequent periods. Deferred Tax Assets subject to prudence are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available for realisation of such deferred assets.

##### vii) Impairment is ascertained at each Balance Sheet date and recognized accordingly, if any.

#### 2. Other Notes :

##### i) Sundry Creditors, Debtors and Advances are subject to confirmation.

##### ii) Segment Reporting :

The Company is engaged primarily in the business of Financing/Investment in Shares and Securities accordingly there are no separate reportable segments as per A.S. 17.

##### iii) "Related Party Discloser" under A.S.-18 :

(To the extent of transaction)

##### a) Particulars of Related Parties -

- i) Key Management Personnel – Sri J. P. Tantia – Director
- ii) Associate – AKI Investment Pvt. Ltd.  
– Century Business Ltd.

##### b) Transactions Details -

<u>Particulars</u>	<u>Key Management Personnel</u>	<u>Associate</u>	<u>Total</u>
Remuneration	3,00,000/-	NIL	3,00,000/-
Rent Paid	NIL	24,000/-	24,000/-
Sale of Tangible Assets	NIL	4,84,000/-	4,84,000/-

##### iv) There is no amount due to Micro, Small and Medium Enterprise as on 31-03-2014.

##### v) Previous year figures have been regrouped/reclassified to conform to this year's classification.



# SOUTH INDIA PROJECTS LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

		Amount Rs. in Lakhs	
		31-03-2014	31-03-2013
<b>A)</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
	Net Profit before Tax and Extra Ordinary items	57.89	42.32
	<b>Adjustment For :</b>		
	Add : Depreciation	1.71	15.61
	Interest Paid	0.30	0.34
	Loss on Sale of Investments	4.88	6.43
	Loss on Sale of Tangible Fixed Assets	0.24	—
	Less : Dividend Income	5.66	4.26
	Interest Income	19.59	38.40
	Profit on Sale of Investment	51.02	8.05
	Operating Profit before Working Capital Changes	(11.25)	(0.09)
	<b>Adjustment For :</b>		
	1. Increase / Decrease in Other Advances	58.87	(9.36)
	2. Increase / Decrease in Sundry Debtors	—	—
	3. Increase / Decrease in Sundry Creditors	—	—
	4. Increase / Decrease in Other Liability/Provision	(0.74)	0.53
	Net Cash Flow from operating activities before Extra Ordinary Items	46.88	(8.92)
	Income Tax Paid/Refund	(14.05)	3.84
	Net Cash Flow from Operating Activities <span style="float: right;">A</span>	32.83	(5.08)
<b>B)</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
	<b>Inflow :</b>		
	Diminution in value of Investments	—	(56.11)
	Sale of Investments	22.24	—
	Sale of Tangible Fixed Assets	4.84	—
	Loss on Sale of Investments	(4.88)	—
	Interest Income	19.59	38.40
	Dividend Income	5.66	4.26
	<b>Outflow :</b>		
	Purchase of Fixed Assets	(0.08)	(2.14)
	Purchase of Investments	—	—
	Loans given	—	—
	Net Cash used in Investing Activities <span style="float: right;">B</span>	47.37	(11.32)
<b>C)</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
	<b>Inflow :</b>		
	Proceeds of Borrowing	—	—
	<b>Outflow :</b>		
	Repayment of Borrowing	(1.28)	(3.22)
	Interest Paid	(0.30)	0.34
	Net Cash used in Financing Activities <span style="float: right;">C</span>	(1.58)	(2.88)
	<b>Net Increase / Decrease in Cash and Cash Equivalent</b> <span style="float: right;">A+B+C</span>	78.62	(19.28)
	Cash & Cash Equivalents as at 01-04-2013 Opening Balance	3.19	22.47
	Cash & Cash Equivalents as at 01-04-2013 Closing Balance	81.81	3.19

As per our Report of even date annexed

For **S. K. SONI & CO.**  
Chartered Accountants  
(Firm Regn. No. 307168E)  
**S. K. SONI**  
Proprietor  
Membership No. 012800

36, Strand Road  
Kolkata-700 001  
Dated : 30th May, 2014

**J. P. TANTIA**  
**A. TANTIA**  
**A. KEJRIWAL**  
Directors

# SOUTH INDIA PROJECTS LIMITED

DISCLOSURE OF DETAILS AS REQUIRED BY PARA 9BB OF NON BANKING FINANCIAL COMPANIES PRUDENTIAL NORMS (RESERVE BANK) DIRECTIONS, 1998.

<u>PARTICULARS</u>	<u>Rs. in Lacs</u>	
	<u>Amount Outstanding as on 31-03-2014</u>	<u>Amount over due</u>
<b>LIABILITIES SIDE :-</b>		
(1) LOANS AND ADVANCES AVAILED BY THE COMPANY INCLUSIVE OF INTEREST THEREON :		
(a) Secured Debentures/Bonds	—	—
(b) Deferred Credits	—	—
(c) Term Loan	—	—
(d) Intercorporate Loans & Borrowings	—	—
(e) Commercial Papers	—	—
(f) Public Deposit	—	—
(g) Other Loans (Specify Nature)	—	—
(2) BREAK-UP OF 1(g) ABOVE (OUTSTANDING PUBLIC DEPOSITS)	N.A.	N.A.
<b>ASSETS SIDE :</b>		
(3) BREAK-UP OF LOANS & ADVANCES GIVEN : (Other than those included in (4) below)		
Unsecured	210.06	
(4) BREAK-UP OF LEASED ASSETS & STOCK ON HIRE AND HYPOTHECATION LOANS COUNTING TOWARDS EL/HP ACTIVITIES	N.A.	
(5) BREAK-UP OF INVESTMENTS CURRENT INVESTMENTS / STOCK-IN-TRADE		
(i) QUOTED :		
(a) Shares Equity	NIL	
(b) Debentures and Bonds	—	
(c) Unit of Mutual Funds	—	
(d) Govt. Securities	—	
(e) Others (Please Specify)	—	
(ii) UNQUOTED :		
(a) Shares Equity	—	
(b) Debentures and Bonds	—	
(c) Unit of Mutual Funds	—	
(d) Govt. Securities	—	
(e) Others (Please Specify)	—	

# SOUTH INDIA PROJECTS LIMITED

<u>PARTICULARS</u>	Rs. in Lacs	
	Amount Outstanding as on 31-03-2014	
<b>LONG TERM INVESTMENTS</b>		
(i) QUOTED :		
(a) Shares Equity	26.94	
(b) Debentures and Bonds	—	
(c) Unit of Mutual Funds	419.56	
(d) Govt. Securities	—	
(e) Others (Please Specify) Office Premises	—	
(ii) UNQUOTED :		
(a) Shares Equity	32.00	
(b) Debentures and Bonds	—	
(c) Unit of Mutual Funds	—	
(d) Govt. Securities	—	
(e) Others - Time Share	1.21	
(6) BORROWER GROUP WISE CLASSIFICATION OF LOANS & ADVANCES :		
(1) RELATED PARTIES		
(a) Subsidiaries	—	
(b) Companies in the Same Group	—	
(c) Other Related Parties	—	
(2) Other than Related Parties	210.06	
(7) GROUP WISE CLASSIFICATION OF ALL INVESTMENTS / STOCK IN TRADE :		
<u>CATEGORY</u>	<u>MARKET VALUE</u>	<u>BOOK VALUE</u>
(1) RELATED PARTIES :		
(a) Subsidiaries	—	—
(b) Companies in the Same Group	—	—
(c) Other Related parties	—	—
(2) Other than Related Parties	479.72	479.72
(8) OTHER INFORMATION :		
<u>PARTICULARS</u>	<u>AMOUNT OUTSTANDING</u>	
(i) Gross Non Performing Assets (Related and Other than Related Parties)	—	
(ii) Net Non Performing Assets (Related and Other than Related Parties)	—	
(iii) Assets acquired in Satisfaction of Debt	—	