

MARAL FINANCE LIMITED

ANNUAL REPORT

2011-2012

REGD OFF: Ravi Bunglow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007

MARAL FINANCE LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Overall Review

The Company has not done any business activities during the year. However the company has planned for the betterment of the future.

2. Financial Review

During the year the company has not done any business activities. It suffers from the loss of Rs.4383 .

3. Risk and Concern

Bullish trend in Equity Markets, Commodities and Real estate will effect volume and profitability of Government Securities business. Changes in rate of Interest will effect Company's Profitability.

4. Internal Control System and their adequacy

The internal control system is looked after by Directors themselves, who also looked after the day to day affairs to ensure compliance of guide lines and policies, adhere to the management instructions and policies to ensure improvements in the system. The internal Audit reports are regularly reviewed by the management.

5. Environmental Issues

As the company is not in the field of manufacture, the matter relating to produce any harmful gases and the liquid effluents are not applicable.

6. Financial Performance with Respect to Operation Performance

The Company has all the plans for tight budgetary control on key operational performance indication with judicious deployment of funds without resorting to any kind borrowing where ever possible.

7. Cautionary Statement

Statement in this report on Management Discussion and Analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially, from those expressed or implied. Important factors that could make a difference to the company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibility in respect of forward - looking statements, which may be amended or modified in future on the basis of subsequent developments, information or events.

REPORT ON CORPORATE GOVERNANCE

The company pursuant to the code on Corporate Governance introduced by the Securities and Exchange Board of India (SEBI) furnishes its report as under :

Company's Philosophy on Code of Governance

The Company's philosophy on corporate governance envisages the attainment of the highest level of transparency, accountability and equity, in all facets of its operations, and in all its interactions with its stakeholders, including shareholders, employees, the government and lenders.

BOARD OF DIRECTORS

a) Size and Composition of the Board:

The Company has a proper blend of Executive and Independent Directors to maintain the independence of the Board. As of the year ended 31st March, 2012, the Board of Directors had 3 members comprising of 3 Executive Directors.

The details in regard to the attendance of Directors at Board Meetings/Shareholders Meetings held during the year as also the number of Directorship/s held by them in other Companies and the position of membership of Committee/s are given below:

Name of Director	Category of Director	No. of Board Meetings attended	Attendance at the last AGM	Directorships in other Indian Public Companies* as at 31 st March 2012	Other Mandatory Committee** membership as at 31 st March 2012.	
					Chairman	Member
Mr. Devang R. Shah	Executive Director	8	Yes	NIL	NIL	NIL
Mr. Shetalbhai R. Shah	Executive Director	8	Yes	NIL	NIL	NIL
Mr. Rajnikant M. Shah	Executive Director	8	Yes	NIL	NIL	NIL

*Excludes Directorships in private/foreign companies and companies incorporated under Section 25 of the Companies Act, 1956.

**Represents Membership/Chairmanship of the Audit Committee, Shareholders/ Investors Grievance Committee and Remuneration Committee of other companies.

CMD-Chairman & Managing Director, WTD- Whole Time Director, NE- Non Executive.

b) Management & Function of the Board:

The day-to-day management of the Company is conducted by the Chairman & Managing Director in consultation with four Whole Time Directors and subject to the supervision and control of the Board of Directors. The required information as enumerated in Annexure I to Clause 49 of the Listing Agreement is made available to the Board of Directors for discussions and consideration at Board Meetings. The Board also reviews the Board Minutes of its Subsidiary Company.

c) Details of Board Meetings held during the Financial Year and the number of Directors present:

Serial No.	Dates on which the Board Meeting was held	Total Strength of the Board	No. of Directors Present
1	30.04.2011	3	3
2	31.07.2011	3	3
3	30.08.2011	3	3
4	16.09.2011	3	3
5	31.10.2011	3	3
6	31.12.2011	3	3
7	31.01.2012	3	3
8	31.03.2012	3	3

d) Committees of the Board

Currently the Board has three committees viz:

1) Audit Committee

Composition:

The Audit Committee has been constituted in conformity with the requirements of Section - 292A of the Companies Act, 1956 and Clause - 49 of the Listing Agreement with Stock Exchanges.

At present the Audit Committee comprises of two Director. Details of the composition, number of meetings held during the year and attendance thereat are as under :

Name	Position held	Attendance at Audit Committee meeting held on			
		30.06.2011	31.07.2011	31.10.2011	31.01.2012
Mr. Rajnikant M. Shah	Chairman	Yes	Yes	Yes	Yes
Mr. Devang R. Shah	Member	Yes	Yes	Yes	Yes

Minutes of meetings of the Audit Committee are circulated to members of the Committee and the Board is kept apprised.

Members of the Audit Committee have requisite financial and management expertise. The Statutory Auditors, Internal Auditor and the Chief Financial Officer are invited to attend and participate at meetings of the Committee.

Powers of the audit committee includes:

- To investigate any activity within its terms of reference.
- To seek information from any employee.
- To obtain outside legal or other professional advice.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.

The terms of reference are broadly as under :

- a. 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.
- b. Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
- c. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on;
 - Matters required to be included in the Director's Report in terms of clause 2AA of Section 217 of the Companies Act, 1956
 - Any changes in accounting policies and practices.
 - Major accounting entries based on exercise of judgment by management.
 - Qualifications in draft audit report.
 - Significant adjustments arising out of audit.
 - The going concern assumption.
 - Compliance with accounting standards.
 - Compliance with stock exchange and legal requirements concerning financial statements
 - Any related party transactions i.e. transactions of the Company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of Company at large.
- d. Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
- e. Reviewing the periodical financial statements with management before submission to the board for their approval.
- f. Reviewing the adequacy of internal audit function, 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.
- g. Discussion with internal auditors any significant findings and follow up there on.
- h. 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.
- i. Discussion with external auditors before the audit commences nature and scope of audit as well as have post-audit discussion to ascertain any area of concern.

- j. Reviewing the Company's financial and risk management policies.
- k. 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.

2) Shareholders'/Investors' Relations Committee

The Shareholders'/Investors' Grievance Committee of the Company comprises of two directors. Details of the composition, number of meetings held during the year and attendance thereat as under:

Name	Category of Director	Position held	Attendance at Shareholders' Committee meeting held on				
			30.04.2011	30.07.2011	30.09.2011	31.10.2011	31.01.2012
Mr. Devang R. Shah	Executive Director	Chairman	Yes	Yes	Yes	Yes	Yes
Mr. Shetalbhai R. Shah	Executive Director	Member	Yes	Yes	Yes	Yes	Yes

The Company addresses all complaints, suggestions and grievances expeditiously and replies have been sent / issues resolved usually within 15 days except in case of dispute over facts or other legal constraints.

During the year complaints were received from SEBI or shareholders were resolved satisfactory.

No requests for share transfers are pending except those that are disputed or sub-judice.

Mr. Devang R. Shah, Director of the company is the Compliance Officer of the Company.

3) Remuneration Committee:

The Remuneration Committee of the Company comprises of two members. Details of composition, number of meetings held during the year and attendance thereat are as under:

Name	Position held	Attendance at Remuneration Committee meeting held on			
		30.04.2011	30.07.2011	30.10.2011	31.03.2012
Mr. Shetalbhai R. Shah	Chairman	Yes	Yes	Yes	Yes
Mr. Devang R. Shah	Member	Yes	Yes	Yes	Yes

The terms of reference of the Remuneration Committee, inter alia consists of to recommend to the Board and to the shareholders with agreed terms of reference, the Company's policy on specific remuneration packages for executive directors including any compensation payment if required and shall review the same from time to time if required.

e) Remuneration Policy & Remuneration paid to Board of Directors:

Remuneration Policy

At present the company has decided not to pay any remuneration to any directors of the company unless and until the company will achieve good financial performance.

The Company does not have any scheme for grant of stock option to its Directors or Employees nor it pay any commission to any of its Directors.

Code of Conduct for Senior Management

The Company has adopted a Code of Conduct for Directors and Senior Management. It is the responsibility of all employees and Directors to familiarize themselves with the Code and comply with the same.

The Code includes provisions where the employees of the Company can voice their concerns on violation and potential violation of this Code in a responsible and effective manner.

All Board members and senior management personnel have confirmed compliance with the code. A declaration signed by the Managing Director is attached and forms part of the Annual Report of the company.

CEO Certification

Chief Executive Office (CEO) certification on financial statements pursuant to the provisions of Clause 49 of the listing agreement is annexed and forms part of the Annual Report of the company.

SHAREHOLDERS INFORMATION::

Location and time of Annual General Meetings held in last three years

For the Year	Location	Date & Time	Special Resolution passed Yes Or No
2010-11	Ravi Bunglow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007	30th September, 2011 11.30 a.m.	No
2009-10	Ravi Bunglow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007	30th September, 2010 11.30 a.m.	No
2008-09	Ravi Bunglow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007	30th September, 2009 11.30 a.m.	No

- Financial year** : 1st April 2011 to 31st March 2012
- Date & Time of Annual General Meeting** : 29th September 2012 at 11.30 a.m.
- Venue** : **Ravi Bungalow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007**
- Book closure date** : 23rd September 2012 to 29th September 2012 (both days inclusive) for Annual General Meeting.
- Dividend payment date** : N.A.
- Registered office** : **Ravi Bungalow, Bhagwan Nagar Tekro, Paldi, Ahmedabad – 380 007**
- Compliance officer** : Mr. Devang R. Shah, Director

Financial calendar

The Company has announced/expects to announce the unaudited quarterly results for the year 2012-13 as per the following schedule:

- First quarter : on or before 31st July, 2012
 Second quarter : on or before 31st October, 2012
 Third quarter : on or before 31st January, 2013
 Fourth Quarter : on or before 30th April, 2013

Means of communication

The quarterly and half-yearly financial results are published in newspapers.

Listing on Stock Exchange

The shares of the Company are listed on Ahmedabad Stock Exchange Limited. However the company was delisted on the Bombay Stock Exchange.

Dematerialization Information

The shares of your Company are held in the physical mode and no shares are in the form of demat.

Categories of Shareholders as on March 31st, 2012

	Category	No. of Shares	% of Shares
A	Promoter's Holding		
1	Indian Promoters	3502600	38.92
2	Foreign Promoters	--	--
	Sub total	3502600	38.92
B	Non-Promoters		
3	Institutional Investors	--	--
	A Mutual Funds and UTI	--	--
	B Banks, Financial Inst., Insurance Com. (Central State Gov. Inst. /Non- Gov Inst.)	--	--
	C FIIS	--	--
	Sub total	--	--
4	Non - Institutional Investors		
	A Private corporate Bodies	--	--
	B Indian Public	5497700	61.08
	C NRIs / Clearing Member/OCBs	--	--
	Sub total	5497700	61.08
	GRAND TOTAL	9000300	100.00

Disclosures

(1) There are no materially significant related party transactions of the Company with key managerial personnel which have potential conflict with the interest of the Company at large.

(2) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the period from 1st April 2011 to 31st March 2012 : NIL.

Unclaimed Dividends

The Company will be required to transfer dividends which have remained unpaid/unclaimed for the period of 7 years to the Investor Education & Protection Fund established by the Government. However there is no such unclaimed/unpaid dividend for which Company has to transfer the same to the Investor Education & Protection Fund in this financial year.

Address for Correspondence

Shareholders can do the correspondence at:

To,

Compliance Officer

Maral Finance Limited

Ravi Bunglow,

Bhagwan Nagar Tekro,

Paldi, Ahmedabad – 380 007

DECLARATION

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company. The Board members and Senior Management have affirmed compliance with the code of conduct.

MARAL FINANCE LTD

For, Maral Finance Limited

[Handwritten Signature]

DIRECTOR

2011-12

MARAL FINANCE LTD.

NOTICE

NOTICE IS HEREBY GIVEN THAT THE ANNUAL GENERAL MEETING OF MARAL FINANCE LIMITED WILL BE HELD AT REGD. OFFICE OF THE COMPANY, ON _____ AT 11:30 A.M. TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

- 1) To consider and adopt the Balance Sheet as at **31ST March, 2012** and Profit and Loss Account for the period ending as on that date together with Directors Report & Auditors Report thereon.
- 2) To declare or not to declare dividend on Equity Shares of the Company.
- 3) To appoint auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to authorize the Board of Directors to fix their remuneration.

REGD. OFF. :

BY ORDER OF THE BOARD OF DIRECTORS

**AVI BUNGLOW,
BHAGWANNAGAR NO TEKRO.
PALDI, AHMEDABAD**

Devang Ash

Pravin

Regional Manager of Co.

DATE : 01/08/12

DIRECTOR

DIRECTOR

PLACE: AHMEDABAD

MARAL FINANCE LTD.

NOTES:

- (a) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
- (b) The instrument appointing a proxy should however be deposited at the registered office of the company not less than forty eight hours before the commencement of meeting.
- (c) Members are requested to bring their copies of the Annual Report at the meeting.
- (d) The Members/proxies should bring the Attendance slip sent herewith duly filled in for attending the meeting.
- (e) Members are requested to notify immediately any change in their address to the company.

REGD. OFF. :

RAVI BUNGLOW,
BHAGWANNAGAR NO TEKRO.
PALDI, AHMEDABAD

BY ORDER OF THE BOARD OF DIRECTORS

*Devdas R. Sin**Rajiv Manojlal*

DATE :

DIRECTOR

DIRECTOR

PLACE: AHMEDABAD

DIRECTORS' REPORT

TO
THE MEMBER,
MARAL FINANCE LTD.
AHMEDABAD

The Board of Directors of your company has the pleasure in presenting the Annual Report together with the Audited Statement of Accounts of your company for the year ended 31st March, 2012.

FINANCIAL RESULTS:

A summarized statement of the financial results for the year ended 31/3/2012 is given herein below: -

Sales: NIL

Expenses: 4,383/-

Loss: 4,383/-

DIVIDEND:

The management is of the opinion that due to fluctuations in the market and inefficiency of profit, your directors do not recommend payment of any dividend.

DEPOSITS:

Since the company has not accepted / invited deposits from the public, the provisions of section 58-A of Companies Act, 1956 and rules framed there under are not attracted.

DIRECTOR'S RESPONSIBILITY STATEMENT

Your Directors confirm -

- (a) That in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.

- (b) That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the company at the end of financial year ended on 31st March, 2012.
- (c) That the Directors had taken proper and sufficient care for maintenance of adequate accounting records for the year ended 31st March, 2012 in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for prevention and detection of fraud and other irregularities.

PERSONNEL:

Information required under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 regarding employees is not provided as none of the employees of the company is in receipt of remuneration which is more than the sum specified by the prevalent law.

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

As required under Section 271(1)(e) of the Companies Act, 1956, the particulars relating to conservation of Energy and Technology absorption are not provided here as the business of the Company relates to trading and export and is not covered under the Schedule to the Annexure of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

AUDITORS: -

Chirag R. Shah & Associates, Ahmedabad retires at the ensuing Annual General Meeting. The Company has received a letter from the said Auditors to the effect that their appointment, if from the said Auditors to the effect that their appointment, if made, would be within the prescribed limits u/s 224(1B) of the Companies Act, 1956. You are requested to appoint auditors and fix their remuneration.

of the Companies Act, 1956. You are requested to appoint auditors and fix their remuneration.

ACKNOWLEDGEMENTS:

The Directors wish to place on record their appreciation of the devoted services of the workers, staff and the officers who have largely contributed to the smooth functioning of the Company. The Directors also express their gratitude to the Bankers of the Company, for their continued co-operation and support.

For, MARAL FINANCE LTD.

Devang A. Sr.

DIRECTOR

Rajiv M. M. M.

DIRECTOR

Place: Ahmedabad

Date:

AUDITORS' REPORT

TO,
THE MEMBERS OF
MARAL FINANCE LTD.
AHMEDABAD.

We have audited the attached BALANCE SHEET of **MARAL FINANCE LTD.** as at **31.03.2012**, the Statement of Profit & loss A/c for the period 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.

We conducted our audit in accordance with 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.

- (1) Further to our comments in the Annexure referred to above, we report that:-
- (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of accounts as required by law have been kept by the company so far as appears from our examination of such books.
 - (c) The Balance Sheet and the Statement of Profit & Loss A/c dealt with by this report are in agreement with the books of account.

- (d) with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- (e) On the basis of written representations received from the directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2012 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956. Given the information required by the companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
- (i) In the case of the Balance sheet of the state of affairs of the company as at 31.03.2012 and;
- (ii) In case of Profit & Loss A/c of the **Loss** for the period ended on that date;

FOR, CHIRAG R. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

(CHIRAG R. SHAH)
PROPRIETOR

MEMBERSHIP NO.# 106139

FIRM REGISTRATION NO.# 118791W



PLACE: AHMEDABAD
DATE :

MARAL FINANCE LTD.

ANNEXURE

(Referred to in paragraph 1 of our report of even date)

i)

- a) Maintenance of Fixed Asset Register is not required as company does not have any Fixed Assets so that this clause does not applicable to this company.
- b) As company does not have fixed assets, so question of verification of fixed assets do not arise.

ii)

- a) The company does not have any inventory so this clause does not applicable to this company.
- b) As company does not have inventory, so the question of verification of inventory do not arise.

iii)

- a) As informed to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act.
- b) The company has not paid interest on loans taken from companies, firms, or other parties listed in the register maintained under section 301 of the companies Act, 1956. So the terms & conditions are not, prima facie, prejudicial to the interest of the company.
- c) As the company has not granted loans to parties covered under register maintained under section 301 of the Act, the question of regularity of principal and interest do not arise.
- d) As the company has not granted loans to parties covered under register maintained under section 301 of the Act, the amount of loan outstanding Rs. One lakh do not arise.



MARAL FINANCE LTD.

- e) The company has not taken unsecured loan from companies, firms, or other parties covered under register maintained under section 301 of the Act during the year.
- f) The rate of interest and other terms & conditions of loan taken by the company are not *prima-facie* prejudicial to the interest of the company.

iv)

In our opinion and according to information & explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory and Fixed assets and for the sale of goods. During the course of audit, no major weakness has been noticed in these internal controls.

v)

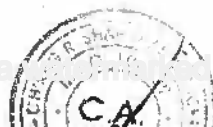
- a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the companies Act, 1956 have been so entered.
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

vi)

In our opinion, according to the information and explanations given to us, the company has not taken any deposit from the public.

vii)

In our opinion the company has an internal audit system commensurate with its size and nature of its business.



MARAL FINANCE LTD.

viii)

As informed to us, the Central Government has not prescribed maintenance of cost records under section 209(1) (d) of the products of the company.

ix)

- a) The company is generally regular in depositing with the appropriate authorities, undisputed statutory dues including Provident Fund, Income tax, Sales-tax, Excise Duty, Service Tax, Investors Education and Protection Fund, wealth Tax, Custom Duty, Cess and other material statutory dues applicable to it. There were no arrears for a period of more than six month from the date they became payable as at 31st March 2012.
- b) According to the information and explanation given to us, there are no cases of non-deposits with the appropriate authorities of disputed dues of sales tax /excise duty /custom duty / wealth tax / cess except sales tax.

x)

The accumulated losses of the company as on 31st March, 2012 is Rs. 6,81,32,693/- whereas paid up capital of the company is Rs. 6,98,42,000/-. Thus, accumulated losses to paid up capital is 97.55%. Moreover, company has earned cash losses during the year and also in the previous year. The cash losses in the year 2011-12 is Rs. 4,383/- whereas in the year 2010-11 is Rs. 57,655/-.

xi)

According to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions / banks.



MARAL FINANCE LTD.

xii)

According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of Shares, debentures and other securities.

xiii)

The company is not a chit fund or a nidhi mutual benefit fund / society. Therefore, the provision of clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.

xiv)

According to the information and explanations given to us, the company has no business during the year, hence dealing or trading in Shares, Securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.

xv)

In our opinion, the company has not given guarantees for loans taken by others from Bank or Financial Institutions etc.

xvi)

According to the information and explanations given to us the company has not raised any term loan during the year.

xvii)

According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we report that no funds raised on short-term basis have been used for long-term purpose.

xviii)

The company has not made preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act.

MARAL FINANCE LTD.

xix)

According to the information and explanations given to us, no debentures and/or preference shares have been issued during the year.

xx)

The company has not raised any money through a public issue.

xxi)

Based upon the audit procedures performed and information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

FOR, CHIRAG R. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

(CHIRAG R. SHAH)
PROPRIETOR

MEMBERSHIP NO. # 106139

FIRM REGISTRATION NO. # 118791W



PLACE: AHMEDABAD
DATE: 1/18/12

PART I - Form of BALANCE SHEET

MARAL FINANCE LIMITED

Balance Sheet as at 31st March, 2012

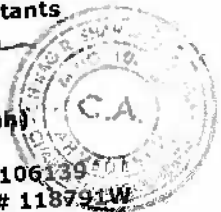
Particulars	Note No.	As on	As on
		31st March, 2012	31st March, 2011
1	2	3	4
I EQUITY AND LIABILITIES			
1 Shareholders' Funds	1	69,842,000	69,842,000
(a) Share Capital	2	(68,132,693)	(68,128,310)
(b) Reserves and Surplus		-	-
(c) Money received against Share Warrants		-	-
2 Share Application Money pending Allotment		-	-
3 Non-Current Liabilities			
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long-term Liabilities		-	-
(d) Long-Term Provisions		-	-
4 Current Liabilities			
(a) Short-Term Borrowings	3	85,865	85,865
(b) Trade Payables		-	-
(c) Other Current Liabilities		-	-
(d) Short-Term Provisions		-	-
TOTAL		1,795,172	1,799,555
II ASSETS			
1 Non-Current Assets			
(a) <u>Fixed Assets</u>			
(i) Tangible Assets			
(ii) Intangible Assets			
(iii) Capital Work-in-Progress			
(iv) Intangible Assets under development			
(b) Non-Current Investments			
(c) Deferred Tax Assets (Net)			
(d) Long-Term Loans and Advances			
(e) Other Non-Current Assets			
2 Current Assets			
(a) Current Investments			
(b) Inventories	4	1,486,800	1,786,800
(c) Trade Receivables	5	8,372	12,755
(d) Cash and Cash Equivalents	6	300,000	-
(e) Short-Term Loans and Advances			
(f) Other Current Assets			
TOTAL		1,795,172	1,799,555

Significant Accounting Policies & Notes Forming Part of Accounts

As per our report of even date attached

For, Chirag R. Shah & Associates
Chartered Accountants

(Chirag R. Shah)
Proprietor
Membership No. # 106139
Firm Registration No. # 118791W



For, Maral Finance Limited

Rajiv R. Shah
Director

Director

Place: Ahmedabad
Date:

Place: Ahmedabad
Date: 1/8/12

PART II - Form of STATEMENT OF PROFIT AND LOSS

MARAL FINANCE LIMITED

Profit and loss Statement for the year ended 31st March, 2012

Particulars	NOTES No.	Year Ended	Year Ended
		31st March, 2012	31st March, 2011
1	2	3	4
I Revenue From Operations		-	-
II Other Income		-	-
III Total Revenue (I + II)		-	-
IV Expenses:			
Cost of Medicine Consumed		-	-
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade		-	-
Employee Benefits Expenses		-	-
Financial Costs	7	883	55
Depreciation and Amortization Expenses		-	-
Other Expenses	8	3,500	57,600
Total Expenses		4,383	57,655
V Profit before exceptional and extraordinary items and tax (III - IV)		(4,383)	(57,655)
VI Exceptional Items		-	-
VII Profit before extraordinary items and tax (V - VI)		(4,383)	(57,655)
VIII Extraordinary Items		-	-
IX Profit Before Tax (VII - VIII)		(4,383)	(57,655)
X Tax Expense:			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
XI Profit/ (Loss) for the period from continuing operations (VII - VIII)		(4,383)	(57,655)
XII Profit/ (Loss) from discontinuing operations:		-	-
XIII Tax Expense of discontinuing operations		-	-
XIV Profit/ (Loss) from discontinuing operations after tax) (XII - XIV)		-	-
XV Profit/ (Loss) for the period (XI + XIV)		(4,383)	(57,655)
XVI Add:			
Brought Forward from Last Year		(68,128,310)	(68,070,655)
Profit/ (Loss) Carried To Balance Sheet		(68,132,693)	(68,128,310)
XVII Earning per Equity Share:			
(1) Basic		-	-
(2) Diluted		-	-
Significant Accounting Policies & Notes Forming Part of Accounts	9		

As per our report of even date attached

For, Chirag R. Shah & Associates
Chartered Accountants

(Chirag R. Shah) CA

Membership No. # 106139
Firm Registration No. # 118791W

For, Maral Finance Limited

Rajendra Manojkumar

Chirag R. Shah

Director

Director

MARAL FINANCE LIMITED

Annexures to the Balance Sheet

NOTE:1

SHARE CAPITAL

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
A. Authorized Share Capital		
10000000 Equity Share of Face Value of Rs. 10/- Each	100,000,000	100,000,000
B. Issued Capital :		
9000300 Equity Share each of Face Value of Rs.10/-	90,003,000	90,003,000
C. Subscribed And Paid Up :		
4968100 Equity Shares of Rs. 10 each Fully Paid Up	49,681,000	49,681,000.
4032200 Equity Shares of Rs. 10 each Fully Called Up	40,322,000	40,322,000
Less: Calles in Arrears	20,161,000	20,161,000
	20,161,000	20,161,000
Total Rs.	69,842,000	69,842,000

NOTE:2

RESERVES & SURPLUS

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
Surplus:		
Opening balance	(68,128,310)	(68,070,655)
(+) Net Profit/ (Net Loss) for the Current Year	(4,383)	(57,655)
(-) Transfer to Reserves	-	-
Total Rs.	(68,132,693)	(68,128,310)



NOTE:3

TRADE PAYABLES

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
Sundry Creditors	85,865	85,865
Total Rs.	85,865	85,865



NOTE:4

Trade Receivables

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
Sundry Debtors :		
Trade receivables outstanding for a period less than six months from the date they are due for payment. Unsecured, considered good	-	-
Total-A	-	-
Trade receivables outstanding for a period exceeding six months from the date they are due for payment Unsecured, considered good	1,486,800	1,786,800
Total-B	1,486,800	1,786,800
Total Rs. [A+B]	1,486,800	1,786,800



NOTE:5**CASH & CASH EQUIVALENTS**

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
A. Balances with Banks	5,962	10,345
This includes:		
Earmarked Balances (eg/- unpaid dividend accounts)		
Margin money		
Security against borrowings		
Guarantees		
Other Commitments		
Bank deposits with more than 12 months maturity		
B. Cheques, Drafts on Hand	-	-
C. Cash on Hand	2,410	2,410
Total Rs. (A+B+C+D)	8,372	12,755

NOTE:6**SHORT-TERM LOANS & ADVANCES**

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
A. Loans and Advances to Creditors		
Unsecured, considered good	-	-
Total-A	-	-
B. Others		
Unsecured, considered good	300,000	-
Total-B	300,000	-
Total Rs. (A + B)	300,000	

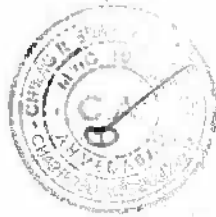


NOTE:7**Finance Costs**

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
Bank Charges	883	55
Total Rs.	883	55

NOTE:8**Other Costs**

Particulars	March-12 Amount Rs.	March-11 Amount Rs.
Misc. exps.	-	600
Registrar of Companies Charges	-	53,500
Payments to the auditor as Auditors' Remuneration	3,500	3,500
Total Rs.	3,500	57,600



MARAL FINANCE LIMITED**GROUPING OF BALANCE SHEET AS ON 31 ST MARCH, 2012**

LIABILITIES	Amount Rs.	Amount Rs.	Amount Rs.
CAPITAL:			
Share Capital	69,842,000	69,842,000	
Profit & Loss Account:			
Opening Balance	(68,128,310)		
Add: During the year	(4,383)		
		(68,132,693)	
CURRENT LIABILITIES & PROVISIONS:			
Sundry Creditors:			
Ahmedabad Stock Exchange	10,500		
S.A. Parikh & Co.	71,865		
Chirag R. Shah	3,500		
		85,865	
TOTAL Rs.----->			1,795,172



MARAL FINANCE LIMITED

GROUPING OF BALANCE SHEET AS ON 31 ST MARCH, 2012

ASSETS	Amount Rs.	Amount Rs.	Amount Rs.
<u>Current Assets Loans Advances:</u>			
<u>Sundry Debtors:</u>			
Trade receivables outstanding for a period exceeding six months from the date they are due for payment			
M/S. Mohanlal Dahyabhai	10,728,182		
Less: Provision for Doudtful Debts	(9,241,382)		
		1,486,800	
<u>Loans & Advances:</u>			
Devang Rajnikant Shah	300,000		
		300,000	
<u>Cash & Bank Balance:</u>			
Cash on hand	2,410		
Central Bank Of India-1023301801	5,962		
		8,372	
			1,795,172
TOTAL Rs.----->			1,795,172



MARAL FINANCE LTD.

NOTE: "9"

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:

A. SIGNIFICANT ACCOUNTING POLICIES:

The significant accounting policies followed by the company are as stated below:

[1]. SYSTEM OF ACCOUNTING:

The company follows the accrual method of accounting.

[2]. FIXED ASSETS:

There are no any fixed assets.

[3]. ACCOUNTING CONVENTION:

In view of the substantial accumulated losses of the company, the ability of the company to carry on its business is in doubt. Hence, on the grounds of prudence, the accounts have not been prepared on the assumption of "Going Concern Basis". Consequently, the accounts have been suitably modified as under:

- a) The company has in its current assets only Cash & Bank, Loans & Advances and Debtors. Debtors are shown on realizable basis.
- b) Current liabilities represents the amount that is payable by the company on realizable basis.



MARAL FINANCE LTD.

B. NOTES ON ACCOUNTS :

[1]. In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated if realized in the ordinary course of business. Provision for all known liability is made and is not in excess of amount reasonably necessary.

[2]. There were no employees during the year whose information are required to be given under section 217(2A) of the Companies act, 1956, read with the Companies (Particular employees) rules, 1975.

[3]. Contingent Liabilities NIL as reported by management.

[4]. Value of imports on C.I.F. basis Rs. NIL


[5]. Earning in foreign exchange Rs. NIL

[6]. Expenditure in foreign currency Rs. NIL

[7]. Remittance in foreign currency Rs. NIL

As per our report of even date attached.

FOR, CHIRAG R. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

ns

(CHIRAG R. SHAH)
PROPRIETOR

MEMBERSHIP NO.# 106139

FIRM REGISTRATION NO.# 118791W

PLACE: AHMEDABAD

DATE : 11/8/12

FOR, MARAL FINANCE LTD.

Rajiv Manohar Sur
Director

DIRECTOR

DIRECTOR

PLACE: AHMEDABAD

DATE :

MARAL FINANCE LTD.

NOTE: "9"

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