

EIGHTY NINTH
89
ANNUAL REPORT 2012-2013



Lakshmi

FINANCE & INDUSTRIAL CORPORATION LIMITED



BOARD OF DIRECTORS

Sri. R.Surender Reddy
Sri. Kapil Bhatia
Sri. M. Ranganath Sai
Sri. K. Harishchandra Prasad, Managing Director

AUDITORS

M.Anandam & Co., Secunderabad
Brahmayya & Co., Hyderabad

INTERNAL AUDITORS

M. Bhaskara Rao & Co., Hyderabad

BANKERS

BANK OF BAHRAIN AND KUWAIT, B.S.C
INDUSIND BANK
ANDHRA BANK
HDFC BANK

REGISTRARS & SHARE TRANSFERAGENTS

VENTURE CAPITAL & CORPORATE
INVESTMENTS PRIVATE LIMITED
12-10-167, BHARAT NAGAR,
HYDERABAD-500 018.
Ph.No. 040-23818475 / 23818476 / 23868023.
Fax No.040-23868024.
E-mail: info@vccilindia.com

REGISTERED OFFICE

1st FLOOR, "SURYODAYA",
1-10-60/3, BEGUMPET
HYDERABAD-500 016. (A.P.)
Ph.No.040-27760301/27767794,
Fax. No. 040-27767793
E-mail: lakshmi_ific@yahoo.com

**EIGHTY NINTH
ANNUAL GENERAL MEETING**

Day : Saturday
Date : 3rd August, 2013
Time : 9.30. A.M

"Triveni Banquet Hall"
Kamat Lingapur Hotel,
1-10-44/2, Chikoti Gardens,
(Lane Opp. to Allauddin Building)
Begumpet, Hyderabad- 500 016.

Contents	Page No.
Notice	2-5
Directors' Report	6-7
Report on Corporate Governance	8-15
Independent Auditor's Report	16-18
Balance Sheet	19
Statement of Profit and Loss	20
Cash Flow Statement	21
Notes to financial statements 1-35	22-34
Schedule to the Balance Sheet	35-36
ECS Form	37
Nomination Form - (Form - 2B)	39
Proxy Form / Attendance Slip	41

**EIGHTY NINTH ANNUAL REPORT
2012-2013**



NOTICE

Notice is hereby given that the **89th Annual General Meeting of the members of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED will be held on Saturday the 3rd August, 2013 at 9.30.A.M. at “Triveni Banquet Hall” Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, (Lane Opp to Allauddin Building), Begumpet, Hyderabad 500 016 to transact the following business.**

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2013 and the Statement of Profit and Loss of the Company for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare a Dividend on Equity Shares for the year ended 31st March, 2013.
3. To appoint a Director in place of Sri.R.Surender Reddy who retires by rotation and being eligible, offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution.**

“RESOLVED THAT M/s. M.Anandam & Co., Secunderabad and M/s. Brahmayya & Co., Hyderabad, Chartered Accountants, the retiring Auditors be and are hereby reappointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting at such remuneration as may be determined by the Board of Directors of the Company, in addition to payment for other services and reimbursement of actual out-of-pocket expenses.”

SPECIAL BUSINESS:

REAPPOINTMENT OF MANAGING DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following Resolution, as a **Special Resolution:**

“ RESOLVED THAT in accordance with the provisions of Sections 198,269,309 and 310 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 as amended from time to time, the Company hereby approves the reappointment of and the payment of remuneration to Sri K.Harishchandra Prasad as the Managing Director of the Company, with effect from 01.04.2013 for a further period of 3 years, upon terms and conditions set

out in draft agreement submitted to this meeting, and for identification signed by the Chairman thereof, which agreement be and is hereby specifically approved with the liberty to the Board of Directors to alter and vary or increase the remuneration including salary, commission, perquisites within such prescribed limits and other terms and conditions of the said agreement in such manner as may be agreed between the Board of Directors and Sri.K.Harishchandra Prasad.”

By Order of the Board
for **Lakshmi Finance & Industrial Corporation Limited**

Sd/-
K.HARISHCHANDRA PRASAD
MANAGING DIRECTOR

Place: Hyderabad
Date : 24.04.2013

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The Instrument of Proxy should however be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Annual General Meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from 30th July, 2013 to 3rd August, 2013 (both days inclusive) for the purpose of the Annual General Meeting of the Company and Dividend declaration.
4. The dividend on shares, as recommended by the Directors is passed at the meeting, payment of such dividend, will be paid to those members whose names appear on the Company’s Register of Members as on 29th July, 2013.
5. Members holding shares in physical form are requested to notify any change in their address to the Registered Office of the Company and members holding shares in the dematerialized form are requested to notify the changes to their depository participant(s).
6. Shareholders who have not yet surrendered the existing Share Certificates representing equity shares of Rs.100/- each paid-up of your total shareholdings for exchange of new share certificates representing equity shares of Rs.10/-each paid-up for any reason may please contact Shares Department of the Company.



7. Shareholders holding shares in identical order of names in more than one folio are requested to write to the Company enclosing their share certificates to enable the Company to consolidate their holdings in one folio to facilitate better service.
8. As per provisions of the Section 205A read with Section 205C of the Companies Act, 1956 the Company is required to transfer unpaid dividends remaining unclaimed and unpaid for a period of 7 years from the due date (s) to the Investor Education and Protection Fund (**IEPF**) set up by the Central Government. Accordingly, the unclaimed dividend amounts in respect of period 2004-05 has been transferred to the said fund on 01.11.2012 upon expiry of 7 years period. Unclaimed dividend for the year 2005-2006 is due for transfer to **IEPF** on or before 19.09.2013. Those members who have not encashed their dividend warrants(s) for the said year and for the years mentioned below are requested to make the claims to the Company without any further delay. **It may be noted that once the unclaimed dividend is transferred to the IEPF as above, no claim shall lie against the IEPF or the Company in respect of any amounts which were unclaimed/unpaid for a period of 7 years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.**

Given below are the proposed dates for transfer of the unclaimed dividend to **IEPF** by the Company:

Financial Year ended	Date of Declaration of Dividend	Last date for Claiming Unpaid Dividend amount (on or before)	Last date for Transfer to IEPF Fund
31.03.2006	20.09.2006	19.09.2013	18.10.2013
31.03.2007	20.09.2007	19.09.2014	18.10.2014
31.03.2008	22.09.2008	21.09.2015	20.10.2015
31.03.2009	17.09.2009	16.09.2016	15.10.2016
31.03.2010	20.09.2010	19.09.2017	18.10.2017
31.03.2011	06.08.2011	05.08.2018	04.09.2018
31.03.2012	13.08.2012	12.08.2019	11.09.2019

Shareholders who have not yet claimed the dividends for the above periods are requested to contact the Secretarial Department at the Registered Office of the Company.

9. Members desiring any information as regards the accounts are requested to write to the Company at least seven days before the date of the meeting to enable the management to keep the information ready at the meeting.

10. The Securities & Exchange Board of India (**SEBI**) has made it mandatory for all Companies to use the Bank account details furnished by the Depositories for depositing dividend through Electronic Clearing Services (**ECS**) to investors where ECS and Bank details are available. Members may, therefore, give instructions regarding Bank Accounts in which they wish to receive dividend, directly to their Depository Participants. The Company will not entertain any direct request from such members for deletion of/change in such Bank details. Further instructions, if any, already given by them in respect of shares held in physical form will not be automatically applicable to dividend paid on shares in electronic form. Prescribed Form (ECS) is annexed to this report which may be duly filled in and sent to the Company.

EXPLANATORY STATEMENT:

(Pursuant to Section 173(2) of the Companies Act, 1956)

The term of office of Shri K. Harishchandra Prasad, Managing Director expired on 31st March, 2013. Shri K. Harishchandra Prasad has been in the office as Managing Director since 11th May 1985 thus completing a period of 28 Years. During the tenure of Shri K. Harishchandra Prasad as Managing Director, the Company has made considerable progress in all the spheres and is optimistic on the future progress. He is also on the Board of Directors of several Public/Private Limited Companies. In the interest of the Company, the Board of Directors reappointed Shri K. Harishchandra Prasad as Managing Director, from 1st April 2013 for a further period of 3 years. The Remuneration Committee of the Board of Directors of the Company recommended the re-appointment of Shri K. Harishchandra Prasad in accordance with the terms and conditions and guidelines specified in Schedule XIII of the Companies Act, 1956.

The reappointment of Shri K. Harishchandra Prasad as Managing Director and also the remuneration payable to him will require the approval of the Shareholders of the Company in General Meeting in terms of an agreement to be entered into by the Company with Shri K. Harishchandra Prasad.

The main terms of agreement are: -

- Salary:** Rs.3,00,000/- per month in the scale of Rs.3,00,000/- Rs.50,000/- Rs.4,00,000/-.
- Commission:** Two percent of the net profit computed in accordance with Section 349 of the Companies Act, 1956, subject to a ceiling of fifty percent of the salary.
- Perquisites:** Perquisites as detailed in the Agreement will be paid and/or provided in addition to Salary, subject to however that the amount of perquisites, if taxable as per Income Tax Act, 1961 shall be restricted to



total remuneration as per part II of Schedule XIII to the Companies Act, 1956, as applicable from time to time.

- 4. **Medical Reimbursement:** Expenses incurred for Shri.K.Harishchandra Prasad and family shall be reimbursed at actuals.
- 5. **Leave Travel Concession:** For Shri K.Harishchandra Prasad and to his family, once in a year in accordance with the rules specified by the Company.
- 6. **Club Fee:** Reimbursement of fees (excluding admission and life membership) of any two Clubs.
- 7. **Personal Accident Insurance:** Premium not to exceed Rs.20, 000/- per annum.
- 8. **Leave Encashment:** Encashment of Leave at the time of tenure shall be allowed as per the Company rules.
- 9. **Provident & other Funds:** Company's contribution to Provident Fund, Superannuation Fund or Annuity Fund will not be included in the computation of the ceiling on perquisites. Gratuity payable should not exceed 15 days salary for each completed year of service

- 10. **Minimum Remuneration:** Not with standing herein, in the event of absence or inadequacy of profits of the Company in any financial years, the Company may remunerate to Shri.K Harishchandra Prasad by way of Salary and perquisites in accordance with the limits prescribed in Section II of Part II of Schedule XIII of the Companies Act, 1956 or any statutory modifications, substitutions, re-enactments or amendment thereof as may be agreed to by the Board of Directors and Shri. K.Harishchandra Prasad.

The draft agreement between the Company and Shri. K.Harishchandra Prasad is available for inspection by the members of the Company at its Registered Office between 10.00A.M. To 1.00.P.M. on any working day prior to the date of the Annual General Meeting and will also be available at the Annual General Meeting.

No Directors of the Company other than Shri. K.Harishchandra Prasad is concerned or interested in the proposed Resolution.

Your Directors recommend the resolution for approval.

By Order of the Board
for Lakshmi Finance & Industrial Corporation Limited

Sd/-
K.HARISHCHANDRA PRASAD
MANAGING DIRECTOR

Place: Hyderabad
Date : 24.04.2013

INFORMATION PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT REGARDING THE DIRECTORS SEEKING RE-APPOINTMENT IN THE ANNUAL GENERAL MEETING

Sri R.Surender Reddy aged about 82 years has been associated with the Company since November 27th, 1968. He is associated with several Public Limited Companies as per details given below:

Name of the Company in which he is a Director:

1	SURYALATA SPINNING MILLS LIMITED	CHAIRMAN
2	HYDERABAD RACE CLUB LIMITED	CHAIRMAN
3	SURYAVANSHI SPINNING MILLS LIMITED	DIRECTOR
4	SURYAKIRAN INTERNATIONAL LIMITED	DIRECTOR
5	BHAGYANAGAR INDIA LIMITED	DIRECTOR
6	SURYALAKSHMI COTTON MILLS LIMITED	DIRECTOR
7	SURANA VENTURES LIMITED	DIRECTOR



Memberships/Chairmanships of Committees of Public Companies:

1.	SURYAVANSHI SPINNING MILLS LIMITED	CHAIRMAN OF AUDIT COMMITTEE
2.	SURYALATA SPINNING MILLS LIMITED	CHAIRMAN OF AUDIT COMMITTEE
3.	BHAGYANAGAR INDIA LIMITED	MEMBER OF AUDIT COMMITTEE
		CHAIRMAN OF REMUNERATION COMMITTEE
4.	SURYALAKSHMI COTTON MILLS LIMITED	CHAIRMAN OF AUDIT COMMITTEE
		MEMBER OF REMUNERATION COMMITTEE
5.	SURANA VENTURES LIMITED	MEMBER OF AUDIT COMMITTEE
		CHAIRMAN OF REMUNERATION COMMITTEE

Sri.R.Surender Reddy was holding 6,140 shares in the Company as on March 31st , 2013.

By Order of the Board
for **Lakshmi Finance & Industrial Corporation Limited**

Sd/-
K. HARISHCHANDRA PRASAD
MANAGING DIRECTOR

Place: Hyderabad
Date : 24.04.2013



DIRECTORS' REPORT

TO
THE MEMBERS,

Your Directors have the pleasure in presenting this 89th Annual Report of the Company together with the Audited Statement of Accounts for the financial year ended 31st March, 2013.

SUMMARY OF FINANCIAL RESULTS

(Rs. In Lakhs)

Particulars	2012-2013	2011-2012
Gross Income	422.85	185.25
Gross Profit	55.44	19.83
Less: Interest	---	0.02
: Depreciation	9.40	8.91
Profit for the year before taxation	46.04	10.90
Provision for Taxation	---	---
Profit after tax	46.04	10.90
Prior year taxes	(0.05)	(0.60)
Profit brought forward	646.23	739.30
Profit available for appropriation	692.32	750.78
Appropriations:		
Proposed Dividend	36.00	45.00
Dividend Tax	6.12	7.30
Transfer to Reserve fund (per RBI Guide Lines)	9.25	2.25
Transfer to General Reserve	5.00	50.00
Balance carried over to Balance Sheet	635.95	646.23

OPERATIONAL PERFORMANCE:

During the year under review, the Indian Equity Markets have generally been quite subdued and direction less. Further the GDP growth figures have also been revised downwards for the preceeding two quarters resulting the GDP growth rate of about 5.5% for the year 2012 – 2013. While these two factors clearly indicate the sluggishness in the Indian Economy. Further, the Union Budget 2013 has not provided the necessary impetus for revival of the Equity markets. Accordingly, the Company revenues for F.Y. 2012 – 2013 have been adversely affected. The Company expects the capital market conditions to improve in the coming year and hopes that Company's performance will lead to improved results. During the year under review, as part of diversification, the Company has started Commodity Forward Trading through Multi Commodity Exchange of India Ltd. Further, the Management actively monitoring the Portfolio Investments, was able to generate Gross Income of Rs. 422.85 lakhs during the year as against of Rs.185.25 lakhs in the previous year. The Company made a profit after tax of Rs. 46.09 lakhs as against Rs. 11.48 lakhs of previous year.

DIVIDEND:

Your Directors take the pleasure in recommending a dividend at the rate of 12% (i.e., Rs. 1.20 per Equity Share of Rs.10/- each) for the financial year 2012-13 as apposed to 15% dividend rate in the previous year. The proposed dividend, if approved at the 89th Annual General Meeting by the members, will be paid to all those equity shareholders whose names appear in the register of members as on 29.07.2013 and also to those whose names appear as beneficial owners as furnished by the National Securities Depository Limited and Central Depository Services (India) Limited. The outflow on account of the dividend pay out would be Rs. 42.12 lakhs including tax on dividends.

PUBLIC DEPOSITS:

Your Company has not accepted any deposits from the public during the year under review and there are no outstanding deposits as on 31st March 2013. Further, the Company is registered with RBI as a "Non Deposit Taking Company".

DIRECTORS:

In accordance with the Companies Act, 1956 and the Articles of Association of our Company, Sri. R. Surender Reddy retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

In pursuance of the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors of your Company hereby furnish the following responsibility statement with regard to annual accounts, accounting policies, maintenance of adequate accounting records etc.

- that in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2013 and of the profit and loss of the Company for that period;
- that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the Directors have prepared the annual accounts on a going concern basis



CORPORATE GOVERNANCE:

Pursuant to clause 49 of the Listing Agreement, your Company is in Compliance with the requirements of Corporate Governance. A separate section on Corporate Governance and a Certificate from the Auditors of the Company, regarding compliance of conditions of Corporate Governance, form a part of this Annual Report.

LISTING OF COMPANY'S SHARES:

The Company's shares are listed at The Madras Stock Exchange Limited (MSE) and the Annual Listing Fees for the year 2013-14 have been paid. Based on the tieup between The Madras Stock Exchange Limited and The National Stock Exchange of India Limited (NSE), the Company's shares are listed and traded at NSE with ISIN Code 'INE 850E01012' and Stock Code 'LAKSHMIFIN' with effect from 30.06.2010.

DEPOSITORY SYSTEM:

Your Company shares have been made available for dematerialised through the National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL). As on 31st March 2013, the total No. of shares in your company which have been dematerialized stands at 59.60%.

AUDITORS:

The Auditors, M/s.M.Anandam & Co., Chartered Accountants, Secunderabad and M/s.Brahmayya & Co., Chartered Accountants, Hyderabad will retire at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

Place: Hyderabad
Date : 24th April, 2013

PARTICULARS OF EMPLOYEES:

None of the employees are covered U/s.217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended and forming part of the Directors Report for the year ended 31st March, 2013.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE:

The information pursuant to Section 217(i)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of Directors) Rules, 1988 has not been given as the same is not applicable owing to the nature of activities. The particulars regarding income and expenditure in Foreign Currency is Nil.

GENERAL:

The notes forming part of the Accounts are self-explanatory or to the extent necessary, have been dealt with in the preceding paragraphs of the Report.

PERSONNEL:

The relations between the Employees and the Management continued to be cordial during the year under review.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record their deep sense of appreciation for the assistance and co-operation received from Banks, Shareholders and all the Employees.

for and on behalf of the Board
for Lakshmi Finance & Industrial Corporation Limited

Sd/-
R. SURENDER REDDY
Director

Sd/-
K. HARISHCHANDRA PRASAD
MANAGING DIRECTOR



REPORT ON CORPORATE GOVERNANCE

1. Brief Statement on Company's Philosophy on Code of Governance.

The Company's philosophy on code of governance is conducting all activities of the Company in a fair and transparent manner, enhancing stakeholders' value. The Company will continue to focus on its resources, strengths and strategies for creation and safeguarding of shareholders' wealth and interest.

2. BOARD OF DIRECTORS:

A. Composition of the Board:

The Board has four (4) Directors comprising one Promoter Managing Director and three (3) Independent Directors. The non-executive Directors are eminent professionals drawn from amongst persons with experience in business, finance, and industry. The Composition of the Board is as under

Name of the Director	Category	Number of Board Meetings held	Attendance at Board Meetings	Whether attended AGM on 13.08.2012	Number of other Boards in which he is a Director Public	Number of other Boards in which he is a Director Private.	Number of other Board Committees in which he is a Member	Number of other Board Committees in which he is a Chairman
Sri R. Surender Reddy	Independent Director	4	4	Yes	7	Nil	2	3
Sri Kapli Bhatia	Independent Director	4	4	Yes	4	20	2	1
Sri M. Ranganath Sai	Independent Director	4	4	Yes	1	Nil	Nil	Nil
Sri K. Harishchandra Prasad	Managing Director / Promoter	4	4	Yes	8	3	6	1

None of the Directors on the Board is a Member of more than 10 Committees or Chairman of more than 5 Committees as specified in clause 49, across all the companies in which he is a Director. The Directors have made necessary disclosures regarding Committee positions in other public Companies as at March 31, 2013.

B. Board Meetings held during the year 2012-13 :

During the Financial Year 2012-13, Four Board Meetings were held on 28.04.2012, 13.08.2012, 07.11.2012 and 08.02.2013.

The details of shares held by Directors as on 31-03-2013 are given below :

Name of Director	Number of Shares
Sri R. Surender Reddy	6,140
Sri Kapil Bhatia	740
Sri M. Ranganath Sai	4,820
Sri K. Harishchandra Prasad	90,000



3) Audit Committee

Terms of Reference

The terms of reference of this Committee are wide enough to cover the matters specified for audit committees under Clause 49 of the Listing Agreements, as well as in Section 292A of the Companies Act, 1956, and are as follows:

A)

- a) Oversight of the Company's financial reporting process and the disclosure of its financial Information to ensure that the financial statements are correct, sufficient and credible;
- b) to review with Management the financial statements at the end of a quarter, half year and the annual financial statements before submission to the Board for approval, focusing particularly on:
 - i) matters required to be included in the Director's Responsibility Statement which form part of the Board's report in terms of clause (2AA) of Section 217 of the Companies Act, 1956;
 - ii) changes, if any, in accounting policies and practices and reasons for the same;
 - iii) major accounting entries involving estimates based on the exercise of judgment by management;
 - iv) significant adjustments made in the financial statements arising out of audit findings;
 - v) compliance with listing and other legal requirements relating to financial statements;
 - (vi) disclosure of any related party transactions; and
 - (vii) qualifications in the draft audit report
- c) to consider the appointment or re-appointment of the statutory auditors, the audit fee, any questions of resignation or dismissal and payment to statutory auditors for any other services rendered by them;
- d) discussion with internal auditors on any significant findings and follow up thereon;
- e) reviewing, with management, performance of statutory and internal auditors, adequacy of the internal control systems and discuss the same periodically with the statutory auditors, prior to the Board making its statement thereon;
- f) 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;
- g) to discuss with the statutory auditors before the audit commences, about the nature and scope of the audit as well as post-audit discussion to ascertain any area of concern (in absence of management where necessary);
- h) reviewing the findings of any internal investigation 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) to look into the reasons for substantial defaults in the payment to the shareholders (in case of non-payment of declared dividends) and creditors;
- j) to review the external auditors' audit reports and presentations and management's response thereto;
- k) to ensure co-ordination between the internal and external auditors, and to request internal audit to undertake specific audit projects, having informed management of their intentions;
- l) to review policies and procedures with respect to directors' and officers' expense accounts, including their use of corporate assets, and consider the results of any review of these areas by the internal auditors or the external auditors;
- m) to consider other topics, as defined by the Board;
- n) to review the following information:
 - i) Management discussion and analysis of financial condition and results of operations;
 - ii) Statement of significant related party transactions (as defined by the audit committee), submitted by management;
 - iii) Management letters/letters of internal control weaknesses issued by the statutory auditors;
 - IV) Internal audit reports relating to internal control weaknesses; and

**B) Composition, Name of Members and Chairperson:**

- i) Sri R. Surender Reddy Chairman, Non-Executive & Independent
- ii) Sri M. Ranganath Sai Member, Non-Executive & Independent
- iii) Sri Kapil Bhatia Member, Non-Executive & Independent

c) Meetings and attendance during the year:

During the financial year ended 31st March, 2013, Four Audit Committee Meetings were held on 28.04.2012, 13.08.2012, 07.11.2012 and 08.02.2013. the attendance details of the members are as under:

Sl.No.	Name of the Director	No. of the Meetings attended
1.	Sri M. Ranganath Sai	4
2.	Sri R. Surender Reddy	4
3.	Sri Kapil Bhatia	4

4) Remuneration Committee**a) Brief description of terms of reference.**

To formulate a remuneration policy and approve the remuneration or revision in the remuneration payable to the Managing Director

b) Composition, Name of Members and Chairperson:

- i) Sri R. Surender Reddy Chairman, Non-Executive & Independent
- ii) Sri M. Ranganath Sai Member, Non-Executive & Independent
- iii) Sri Kapil Bhatia Member, Non-Executive & Independent

c) Attendance during the year

During the financial year ended 31st March, 2013, one Remuneration Committee Meeting was held on 08.02.2013, the attendance details of the members are as under:

Sl.No.	Name of the Director	No. of the Meetings attended
1.	Sri M. Ranganath Sai	1
2.	Sri R. Surender Reddy	1
3.	Sri Kapil Bhatia	1

d) Remuneration Policy

To recommend/review the remuneration package, periodically to the Managing Director. The remuneration policy is in consonance with the existing Industry Practice and also with the provisions of the Companies Act, 1956.

Details of remuneration paid during the financial year ended 31st March 2013 to the Directors are furnished hereunder:

Name	Designation	Salary (Rs.)	Perquisites (Rs.)	Contribution to Various Funds (Rs.)	Sitting Fees (Rs.)	Total (Rs.)
Sri K. Harischandra Prasad	Managing Director	36,00,000	----	3,88,000	--	39,88,000
Sri M. Ranganath Sai	Director	----	----	----	10,000	10,000
Sri R. Surender Reddy	Director	----	----	----	10,000	10,000
Sri Kapil Bhatia	Director	----	----	----	10,000	10,000

5) Shareholders/Investors Grievance Committee :

- a) A Share Transfer and Shareholders' / Investors' Grievance Committee of Directors was constituted to specifically look into the matters of investors' grievances such as Transfer, Transmission, Split and Consolidation of investors holding, Replacement of lost/mutilated/stolen Share Certificates, Dematerialization of shares, Non-receipt of dividends/ notices / annual reports, change of addresses etc., The main object of the Committee is to strengthen the Investors' relations.



- b) The total number of complaints received and replied to the satisfaction of shareholders during the year under review were 119. No request for transfer is pending as on 31.03.2013. (2012-2013).
- c) Mr.U.Vijaya Kumar, Manager (F & A) is the Compliance officer and Share Transfer Committee member of the Company.

6. GENERAL BODY MEETINGS:

- a). The last three Annual General Meetings of the Company were held as under.

Year	Location	Date	Time
2010 86th AGM	“Triveni Banquet Hall”, Kamat Lingapur Hotel, 1-10-44/2, Begumpet, Hyderabad-16.	20.09.2010	9.30A.M.
2011 87th AGM	“Triveni Banquet Hall”, Kamat Lingapur Hotel, 1-10-44/2, Begumpet, Hyderabad-16.	06.08.2011	9.30A.M.
2012 88th AGM	“Triveni Banquet Hall”, Kamat Lingapur Hotel, 1-10-44/2, Begumpet, Hyderabad-16.	13.08.2012	9.30A.M.

- b). Details of the special resolutions passed in the previous 3 AGMs :

YEAR	Details of Special Resolution
2009-2010 86th AGM	1) Reappointment of Managing Director 2) Remuneration to Non-Executive Directors
2010-2011 87th AGM	Nil
2011-2012 88th AGM	Nil

7. DISCLOSURES

- a) A Certificate duly signed by the Managing Director & CEO and Manager (F & A) relating to financial statements and internal control systems for financial reporting as per the format provided in Clause 49 of the listing agreement was placed before the Board, who took the same on record.
- b) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years : Nil.
- c) The Company has complied with all the mandatory requirements of Clause 49 and is in the process of implementation of Non- mandatory requirements.
- d) **SHARE CAPITAL AUDIT.** (Secretarial Audit)

A qualified practicing Company Secretary carried out Share Capital Audit (secretarial audit) to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The secretarial audit report confirms that the total Paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

8. MEANS OF COMMUNICATION

The Quarterly and Half-yearly Results are intimated to the shareholders through the press. Quarterly results are normally published in Business Standard and Andhra Prabha.

9. GENERAL SHAREHOLDER INFORMATION :

AGM Date : 3rd August, 2013,
 Time : 9.30 A.M
 Venue : “Triveni Banquet Hall”, Kamat Lingapur Hotel,”
 1-10-44/2, Begumpet, Hyderabad- 500 016.



Financial Year	: 2012-2013
Book Closure date	: 30th July, 2013 to 3rd August, 2013 (Inclusive of both days)
Rate of Dividend recommended	: 12% (Rs. 1.20 per share)
Dividend Payment Date	: Within 30 days from the date of declaration at The Annual General Meeting.
Listing on Stock Exchange	: Madras Stock Exchange Limited Exchange Building, Post Box No. 183, 11, Second Line Beach, CHENNAI - 600 001
Mode of trade of Shares	: Compulsory Dematerialization
Demat ISIN Numbers in (NSDL & CDSL)	: INE 850 EO 1012
Listing fee	: Paid to the Maras Stock Exchange for the Year 2013-14
Registrar & Transfer Agents	: Venture Captial & Corporate Investments Pvt Ltd. 12-10-167, Bharat Nagar, Hyderabad - 500 018 Tel. No.s: 040-23818475 / 23818476 & 23868023 E-mail : info@vccilindia.com

Dematerialisation of Shares :

The Trading in Company's Shares is permitted only on dematerialized form. In order to enable the shareholders to hold their shares in electronic form and to facilitate scrip-less trading, the Company has enlisted its shares with NSDL & CDSL.

Share Dematerialisation Records :

The Company received and confirmed demat request for 17,88,068 Shares (NSDL+ CDSL) during the period from 01st January 2002 to 31st March, 2013.

The Total percentage of the Shares of the Company in Dematerialized form, as on 31st March, 2013 is 59.60%

Share Transfer System :

The Company has appointed **M/s. Venture Captial & Corporate Investments Pvt. Ltd.**, Hyderabad. as registrars and Share Transfer Agents for Physical and Demat share transfer work. The Share Transfer Agents process shares sent for Transfer / Transmission, two times in a month. Transfers/Transmissions, which are complete in all respects, will be processed within 30days.

Investor Relations :

Enquiries, if any relating to shareholder accounting records, share transfers, transmission of shares, change of address/ Bank mandate details for physical shares, loss of shares certificates etc., should be addressed to : **M/s. Venture Captial & Corporate Investments Pvt. Ltd., Registrars and share Transfer Agents, 12-10-167, Bharat Nagar, Hyderabad-500 018. (or)** for any further information/ Clarification in connection of Dividend Warrant revalidation and issue of duplicate dividend Warrants, directly to the Company to :

Asst. Manager (Secretarial Dept.)**LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED,**

1st Floor, 1-10-60/3, "Suryodya",

Begumpet, Hyderabad - 500 016.

Ph.No.: 040-27760301, 27767794,

Fax : 040-27767793, E-mail : lakshmi_lfic@yahoo.com

Registration of Nominations :

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the company, as permitted under Section 109 A of the Companies Act, 1956, are requested to submit to the Company Share Transfer Agents M/s. Venture Captial & Corporate Investments Private Limited, 12-10-167, Bharat Nagar, Hyderabad - 500 018, Ph : 040-23818475/76. Prescribed Form (Form 2B) is annexed to this report. Nomination facility in respect of shares held in Electronic form is also available with the Depository Participant (DP) as per the Byelaws and Business rules applicable to NSDI and CDSL.

**Shareholding Pattern as on 31st March, 2013:**

CATEGORY	No. of Shares	% Percentage
Promoters and Promoter Group	5,97,457	19.91
Promoters Bodies Corporate	6,19,680	20.66
Promoters NRI	2,23,200	7.44
Insurance Companies	3,860	0.13
Financial Institutions/Banks	900	0.03
Bodies Corporate	25,388	0.85
NRI	2,394	0.08
Public	15,27,121	50.90
Total	30,00,000	100.00

Distribution of Shareholding as on 31st March, 2013:

Shareholding (Range)	No. of Share holders	% of holders	No. of Shares	% of Shares
Upto - 500	3,066	80.71	5,54,120	18.46
501 - 1000	445	11.71	3,13,701	10.46
1001 - 2000	170	4.47	2,43,687	8.12
2001 - 3000	56	1.47	1,49,578	4.99
3001 - 4000	19	0.50	66,828	2.23
4001 - 5000	8	0.21	35,058	1.17
5001 - 10000	13	0.34	88,260	2.94
10001 - and above	22	0.58	15,48,768	51.63
Total	3,799	100.00	30,00,000	100.00
Demat Mode	688	18.11	17,88,068	59.60
Physical Mode	3,111	81.88	12,11,932	40.40

MARKET PRICE DATA :

The Company's shares are traded on the National Stock Exchange.

Monthly high and low quotation and volume of equity shares traded on National Stock Exchange Limited (NSE) for 2012-2013 were as follows.

MONTH	High(Rs.)	Low (Rs.)	Volume
April 2012	36.05	30.40	343
May 2012	32.40	27.50	1687
June 2012	29.40	26.65	1631
July 2012	29.35	25.60	1704
August 2012	28.70	24.35	2057
September 2012	26.65	21.00	4561
October 2012	24.30	20.00	1936
November 2012	23.55	19.00	5898
December 2012	24.60	19.70	1692
January 2013	29.90	22.00	2822
February 2013	29.90	27.25	235
March 2013	28.60	23.50	534



Note :

Based on agreement/tie-up between Madras Stock Exchange with National Stock Exchange the Company's shares are traded on **The National Stock Exchange of India Limited**, with effect from 30.06.2010.

Unclaimed Shares :

As per Clause 5A of the amended Equity Listing Agreement with the Stock Exchanges, all physical shares, which remain unclaimed by shareholders, need to be demated by the Company and to be kept in an "Unclaimed Suspense Account". Accordingly, the Company had opened an Account with M/s. Stock Holding Corporation of India Limited in the name of "LAKSHMI FINANCE AND INDUSTRIAL CORPORATION LIMITED UNCLAIMED SUSPENSE ACCOUNT".

for and on behalf of the Board
Lakshmi Finance & Industrial Corporation Limited

Place:Hyderabad
Date: 24.04.2013

Sd/-
R.Surender Reddy
Director

Sd/-
K.Harishchandra Prasad
Managing Director

To
The Members of
Lakshmi Finance and Industrial Corporation Limited

DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

Pursuant to Clause 49 I (D)(ii) of the Listing Agreement, I hereby declare that all Board members and senior management personnel are aware of the provisions of the Code of Conduct laid down by the Board and made effective from 01.04.2011. All board members and senior management personnel have affirmed compliance with the Code of Conduct.

for **LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED**

Place: Hyderabad
Date: 24.04.2013

Sd/-
K.HARISHCHANDRA PRASAD
MANAGING DIRECTOR



CERTIFICATE BY CEO/CFO

In relation to the Audited Financial Accounts of the Company as at March 31, 2013, we hereby certify that

- (a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
 - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - (ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are to the best of our knowledge and belief, no transactions entered in to by the Company during year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) we have indicated to the auditors and the Audit Committee:
 - (i) Significant changes in internal control over financial reporting during the year
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place:Hyderabad
Date:24.04.2013

Sd/-
U.Vijaya Kumar
Manager (F & A)

Sd/-
K.Harishchandra Prasad
Managing Director

CERTIFICATE

To the Members of
LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED,
HYDERABAD (A.P).

We have examined the compliance of conditions of Corporate Governance by LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED, Hyderabad (A.P) for the year ended on 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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

for **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Registration Number: 000513S

Sd/-
(P.CHANDRAMOULI)
Partner
Membership Number: 025211

Place :Hyderabad
Date : May 18, 2013



INDEPENDENT AUDITORS' REPORT

To the Members of
LAKSHMI FINANCE & INDUSTRIAL CORPORATION
LIMITED, HYDERABAD.

Report on the Financial Statements:

We have audited the accompanying financial statements of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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. An audit also includes evaluating the

appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion:

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

- in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- in the case of the Cash Flow Statement, of the cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements:

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



f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441 A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

for M. ANANDAM & CO Chartered Accountants
for BRAHMAYYA & CO Chartered Accountants

Firms' Registration Number: 000125S Firms' Registration Number: 000513S

Sd/-

Sd/-

(M.V.RANGANATH)

(P. CHANDRAMOULI)

Partner

Partner

Membership Number:028031

Membership Number:025211

Place : Hyderabad

Place : Hyderabad

Date : April 24, 2013

Date : April 24, 2013

Annexure to the Auditor's Report:

The Annexure referred to in Para 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date, to the members of **LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED, HYDERABAD, for the year ended 31 March 2013.,**

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) As explained to us, the management has physically verified most of the fixed assets during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of the assets. No material discrepancies were noticed on such verification. In case of assets leased out the Company follows the procedures of obtaining confirmations from the lessees and the management has still to obtain such confirmations.
- c) During the year the Company has not disposed off any substantial part of fixed assets that would affect the going concern status of the Company.
2. In view of the nature of business carried on by the Company, the provisions (a) & (b) of Clause (ii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company for the time being. However, In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory for Commodity forward Contracts entered.
3. a) During the year, the Company has neither granted nor taken any loans, secured or unsecured to/from Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.

- b) In view of our comment in paragraph 3(a) above, (III) (b), (c), (d), (e), (f) and (g) of paragraph 4 of the aforesaid order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and investments and with regard to sale of investments and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
5. a) On the basis of our examination of the books of account and according to the information and explanations given to us, the company has not entered into any transaction that needs to be entered in the Register maintained under section 301 of the Companies Act, 1956.
- b) In view of our comment in paragraph (a) above, clause V (b) of aforesaid order, in our opinion, is not applicable.
6. The Company has not accepted any deposits from the public. Hence the provisions of Section 58A and 58AA and other relevant provisions of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975, do not apply to the Company for the time being.
7. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
8. Owing to the nature of business carried on by the company, the provisions of clause 4(viii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
9. a) According to the records, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues were in arrears as at March 31, 2013 for a period of more than six months from the date they became payable.
- c) According to the records of the Company and the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Custom Duty, Wealth Tax, Service Tax, Excise Duty and Cess, which have not been deposited on account of any dispute except the following:



Name of the Statute	Nature of the dues	Amount Rs.	Period to which the amount relates	Forum where dispute is pending
APGST Act.,	Sales Tax	1,61,394	1993-94 and 1997-98	Sales Tax Appellate Tribunal, Hyderabad

10. The Company has no accumulated losses as at the end of the financial year. The Company has not incurred any cash losses during the financial year covered by our audit and the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institutions and Banks.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi/mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
14. The Company has maintained proper records for transactions and contracts relating to dealing or trading in shares, securities, debentures and other investments. As explained to us timely entries have been made therein. Shares, debentures and other investments have been held by the Company in its own name to the extent applicable.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.

16. According to the information and explanations given to us the Company has not obtained any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
18. During the year, 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.
19. During the year, the Company has not issued any debentures, therefore the question of creating security or charge in respect thereof does not arise
20. During the year, the Company has not made any public issue and therefore the question of disclosing the end use of money raised by public issue does not arise.
21. Based upon the audit procedures performed and according to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year.

for M. ANANDAM & CO
Chartered Accountants

Firms' Registration Number: 000125S

Sd/-

(M.V.RANGANATH)

Partner

Membership Number:028031

Place : Hyderabad

Date : April 24, 2013

for BRAHMAYYA & CO
Chartered Accountants

Firms' Registration Number: 000513S

Sd/-

(P. CHANDRAMOULI)

Partner

Membership Number:025211

Place : Hyderabad

Date : April 24, 2013

**BALANCE SHEET AS AT 31 st MARCH , 2013**

PARTICULARS	Notes	31.03.2013	31.03.2012
		Rs.	Rs.
EQUITY AND LIABILITIES			
Share holders funds			
Share Capital	04	3,00,00,000	3,00,00,000
Reserves and Surplus	05	25,62,45,407	25,58,48,148
		<u>28,62,45,407</u>	<u>28,58,48,148</u>
Non - Current liabilities			
Other Long - term liabilities	06	7,61,476	7,61,476
Long - term provisions	07	4,44,010	3,97,359
		<u>12,05,486</u>	<u>11,58,835</u>
Current liabilities			
Trade Payable	08	2,80,912	97,245
Other Current liabilities	09	74,23,646	72,19,283
Short - term provisions	10	42,11,820	52,30,013
		<u>1,19,16,378</u>	<u>1,25,46,541</u>
TOTAL		<u><u>29,93,67,271</u></u>	<u><u>29,95,53,524</u></u>
ASSETS			
Non - Current assets			
Fixed assets			
Tangible assets	11	22,27,395	19,09,885
Non - current investments	12	26,47,11,985	27,97,12,756
Deferred Tax assets (Net)	13	--	--
Long-term loans and advances	14	2,11,705	2,11,705
		<u>26,71,51,085</u>	<u>28,18,34,346</u>
Current Assets			
Inventories	15	74,77,086	--
Cash and cash equivalents	16	2,19,09,098	1,53,54,007
Short-term loans and advances	17	5,00,000	--
Other current assets	18	23,30,002	23,65,171
		<u>3,22,16,186</u>	<u>1,77,19,178</u>
TOTAL		<u><u>29,93,67,271</u></u>	<u><u>29,95,53,524</u></u>

NOTES FORMING PART OF FINANCIAL STATEMENTS 01-35

for and on behalf of the Board	Per our report of even date for M.Anandam & Co., Chartered Accountants Firms' Registration Number: 000125S
Sd/- R.SURENDER REDDY Director	Sd/- M.V. Ranganath Partner Membership Number: 028031
Sd/- K. HARISHCHANDRA PRASAD Managing Director	for BRAHMAYYA & CO., Chartered Accountants Firms' Registration Number: 000513S
Place: Hyderabad Date : 24.04.2013	Sd/- P.CHANDRAMOULI Partner Membership Number: 025211

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2013**

PARTICULARS	Notes	31.03.2013 Rs.	31.03.2012 Rs.
INCOME			
Revenue from operations	19	1,84,05,900	1,99,975
Other Income	20	2,38,79,369	1,83,24,722
TOTAL REVENUE		<u><u>4,22,85,269</u></u>	<u><u>1,85,24,697</u></u>
EXPENSES			
Purchas of Commodities forward Contracts		2,56,16,126	--
Changes in inventories of Stock - in - Trade	21	(74,77,086)	--
Employee Benefit Expense	22	52,61,691	51,84,963
Depreciation expense	23	9,40,349	8,91,717
Other Expenses	24	1,33,40,110	1,05,61,958
TOTAL EXPENSES		<u><u>3,76,81,190</u></u>	<u><u>1,66,38,638</u></u>
PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		46,04,079	18,86,059
EXCEPTIONAL ITEM : Investments Written off		--	7,98,000
PROFIT AFTER EXCEPTIONAL ITEMS AND TAX		<u><u>46,04,079</u></u>	<u><u>10,88,059</u></u>
TAX EXPENSE			
Earlier years Tax		(5,000)	(59,896)
		<u><u>(5,000)</u></u>	<u><u>(59,896)</u></u>
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		<u><u>46,09,079</u></u>	<u><u>11,47,955</u></u>
EARNINGS PER (FACE VALUE RS. 10/-)			
Basic and diluted		<u><u>1.54</u></u>	<u><u>0.38</u></u>
NOTES FORMING PART OF FINANCIAL STATEMENTS		01 - 35	

for and on behalf of the Board

Sd/-

R.SURENDER REDDY

Director

Sd/-

K. HARISHCHANDRA PRASAD

Managing Director

Place: Hyderabad

Date : 24.04.2013

Per our report of even date

for M.Anandam & Co.,

Chartered Accountants

Firms' Registration Number: 000125S

Sd/-

M.V. Ranganath

Partner

Membership Number: 028031

for BRAHMAYYA & CO.,

Chartered Accountants

Firms' Registration Number: 000513S

Sd/-

P.CHANDRAMOULI

Partner

Membership Number: 025211

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

PARTICULARS	31.03.2013	31.03.2012
	Rs.	Rs.
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit/(Loss) before Tax	46,04,079	10,88,059
Adjustments for:		
Depreciation	9,40,349	8,91,717
Loss/(Profit) on Sale of Investments (Net)	1,01,35,045	82,78,728
Profit on Sale of Tangible Fixed Assets	(1,62,626)	(4,511)
Investments written off	--	7,98,000
Interest (Net)	--	(1,99,975)
Diminution in the value of Non Current Investments (Net)	4,66,344	(8,80,309)
Income From Non Current Investments	(2,14,49,068)	(1,53,33,143)
Rents Earned	(21,10,981)	(20,50,110)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(75,76,858)	(74,11,544)
Adjustments for:		
Increase/(Decrease) in Other long term liabilities	--	6,752
Increase/(Decrease) in Trade Payables	1,83,667	--
Increase/(Decrease) in Long Term Provisions	46,651	(1,86,945)
Increase/(Decrease) in Other Current Liabilities	(25,241)	(85,093)
(Increase)/Decrease in Long term loans and advances	--	(1,06,332)
(Increase)/Decrease in Short term loans and advances	(5,00,000)	13,534
(Increase)/Decrease in Inventories	(74,77,086)	--
(Increase)/Decrease in Other current assets	12,18,113	54,78,266
Direct Taxes Paid	(9,14,104)	(4,11,034)
NET CASH FROM OPERATING ACTIVITIES (A)	(1,50,44,858)	(27,02,396)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Tangible Fixed Assets	(10,42,634)	(2,32,800)
Sale of Tangible Fixed Assets	2,19,723	12,227
Purchase of Non Current Investments	(20,31,25,260)	(7,73,37,044)
Sale of Non Current Investments	20,72,52,320	6,39,22,420
Income received from Non Current Investments	2,04,40,274	1,53,33,143
Interest received	--	1,99,975
Rents Earned	21,25,922	23,72,552
NET CASH USED IN INVESTING ACTIVITIES (B)	2,58,70,345	42,70,473
C CASH FLOW FROM FINANCING ACTIVITIES:		
Dividend Paid	(42,70,396)	(67,68,965)
NET CASH GENERATED IN FINANCING ACTIVITIES (C)	(42,70,396)	(67,68,965)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	65,55,091	(52,00,888)
Cash and Cash equivalents as at beginning of the year	1,53,54,007	2,05,54,895
Cash and Cash equivalents as at the end of the year	2,19,09,098	1,53,54,007

for and on behalf of the Board

Sd/-
R.SURENDER REDDY
Director

Sd/-
K. HARISHCHANDRA PRASAD
Managing Director

Place: Hyderabad
Date : 24.04.2013

Per our report of even date
for M.Anandam & Co.
Chartered Accountants
Firms' Registration Number: 000125S

Sd/-
M.V. Ranganath
Partner
Membership Number: 028031
for BRAHMAYYA & CO.,
Chartered Accountants
Firms' Registration Number: 000513S

Sd/-
P.CHANDRAMOULI
Partner
Membership Number: 025211



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013.

1. NATURE OF OPERATIONS

Company is engaged in the business of Money lending, Commodity Trading and investments in Equity Shares and Mutual Funds.

2. BASIS OF PREPARATION

The financial statements have been prepared to comply in all material respects with the Notified accounting standards by Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared in accordance with the generally accepted Accounting Principles in India under the historical cost convention and on accrual basis, except in case of assets for which provision for impairment is made and revaluation is carried out. The accounting policies are consistent with those used in the previous year.

3. SIGNIFICANT ACCOUNTING POLICIES

a. Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the "results of operations during the reporting period". Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

b. Tangible Fixed Assets:

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation, amortisation and impairment losses if any. Cost comprises the purchase price and any attributable cost to bring the asset to its working condition for its intended use.

Borrowing costs relating to acquisition of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

c. Depreciation on Tangible Fixed Assets:

Depreciation on Fixed Assets not relating to leases is provided on written down value method, in accordance with Schedule XIV to the Companies Act, 1956.

The Assets given on lease are written off during the primary lease period taking the month as a unit.

Fixed Assets costing rupees Five thousand or less are fully depreciated in the year of acquisition.

d. Inventories:

Stock in Trade is stated at the lower of cost and net realizable value. Cost is determined on FIFO basis. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

e. Prior period items :

All items of income/expenditure pertaining to prior period, which are material, are accounted through "prior period adjustments" and the others are shown under respective heads of account in the statement of Profit and Loss.

f. Revenue Recognition :

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Specifically the following basis is adopted:

Sale of Commodities:

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer.

Interest:

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends:

Dividend is recognised when the right to receive the same is established.

g. Investments:

Investments that are readily realisable and intended to be held for not more than a year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value of each long term investment is made to recognize a decline other than temporary in nature.

An investment in land or buildings, which is not intended to be occupied substantially for use by, or in the operations of the company, is treated as investment property. Investment properties are stated at cost, net of accumulated depreciation and impairment losses, if any.

Depreciation on buildings is provided on written



down value method, in accordance with Schedule XIV to the Companies Act, 1956.

h. Retirement and Other Employee Benefits:

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

The Provident Fund is a defined contribution scheme and the contributions are charged to the profit and loss account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective trusts.

Short term compensated absences are provided on an estimated basis. Long term compensated absences are provided for based on actuarial valuation on project unit credit method carried by an actuary as at the end of the year.

Actuarial gains/losses are immediately taken to profit and loss account and are not deferred.

i. Borrowing Costs:

Borrowing costs that are directly attributable to the acquisition, construction or production of Fixed Assets, which take substantial period of time to get ready for their intended use, are capitalized. Other Borrowing costs are recognized as an expense in the year in which they are incurred.

j. Leases:

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases.

Where the Company is the lessee

Operating lease payments are recognised as an expense in the profit and loss account on straight-line basis over the lease term.

Where the Company is the lessor

Assets subject to operating leases are included in fixed assets. Lease income is recognized in the profit and loss account. Costs, including depreciation are recognised as an expense in the profit and loss account.

k. Earnings per Share (Basic and Diluted):

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are

adjusted for the effects of all dilutive potential equity shares.

l. Taxes on Income:

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the Company has carry forward of unabsorbed depreciation and tax losses, deferred tax assets are recognised only, if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future taxable profits.

m. Impairment:

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset are no longer exist or have decreased.

n. Provisions:

A provision is recognised when there is a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

o. Contingent Liabilities:

A contingent liability is a possible obligation that arises from past events whose existence will be



confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

p. Earnings per Share (Basic and Diluted):

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

For the purpose of calculating diluted earnings per

share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

q. Cash Flow Statement:

Cash flows are reported using indirect method. Cash and cash equivalents in the cash flow statement comprise cash at bank, cash/cheques in hand and Fixed Deposits with Banks.

r. Others:

Dividend as recommended by the Board of Directors is provided for in the accounts pending shareholders approval.

04 SHARE CAPITAL

AUTHORISED:

60,00,000 Equity Shares of Rs.10/- each

	31.03.2013 Rs.	31.03.2012 Rs.
	6,00,00,000	6,00,00,000
TOTAL	<u>6,00,00,000</u>	<u>6,00,00,000</u>
	3,00,00,000	3,00,00,000
TOTAL	<u>3,00,00,000</u>	<u>3,00,00,000</u>

ISSUED, SUBSCRIBED AND PAID - UP:

30,00,000 Equity Shares of Rs. 10/- each Fully paid up:

a. Rights attached to equity Shares:

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31 March 2013, the amount of per share dividend recognised as distribution to equity shareholders is Rs. 1.20 (31 March 2012: Rs. 1.50)

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

b. Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

	31.03.2013	31.03.2012
Equity shares allotted as fully paid bonus shares by capitalisation of General Reserve (Nos)	7,50,000	7,50,000

c. Details of shareholders holding more than 5% shares in the company

Equity Shares of Rs.10/- each fully paid
Unijolly Investments Company Limited
Healthy Investments Limited

31.03.2013		31.03.2012	
No of Shares	% in the class	No of Shares	% in the class
296060	9.87	296060	9.87
217340	7.24	217340	7.24



	31.03.2013 Rs.	31.03.2012 Rs.
05 RESERVES AND SURPLUS:		
Capital Reserves		
Opening and Closing balance	<u>5,03,51,780</u>	<u>5,03,51,780</u>
Securities Premium Reserve		
Opening and Closing balance	<u>6,48,220</u>	<u>6,48,220</u>
General Reserve		
Opening Balance	<u>8,00,00,000</u>	<u>7,50,00,000</u>
Add: Additions during the year	<u>5,00,000</u>	<u>50,00,000</u>
Closing Balance	<u>8,05,00,000</u>	<u>8,00,00,000</u>
Reserve Fund as per RBI guidelines:		
Opening balance	<u>6,02,25,000</u>	<u>6,00,00,000</u>
Add: Additions during the year	<u>9,25,000</u>	<u>2,25,000</u>
Closing Balance	<u>6,11,50,000</u>	<u>6,02,25,000</u>
Surplus i.e. balance in Statement of Profit and Loss		
Opening balance	<u>6,46,23,148</u>	<u>7,39,30,206</u>
Add: Net profit after tax transferred from Statement of Profit and Loss	<u>46,09,079</u>	<u>11,47,955</u>
Amount available for appropriation	<u>6,92,32,227</u>	<u>7,50,78,161</u>
Appropriations:		
General Reserve	<u>(5,00,000)</u>	<u>(50,00,000)</u>
Reserve Fund as per RBI guidelines	<u>(9,25,000)</u>	<u>(2,25,000)</u>
Dividend On Equity Capital	<u>(36,00,000)</u>	<u>(45,00,000)</u>
Corporate Dividend Tax	<u>(6,11,820)</u>	<u>(7,30,013)</u>
Closing Balance	<u>6,35,95,407</u>	<u>6,46,23,148</u>
TOTAL	<u><u>25,62,45,407</u></u>	<u><u>25,58,48,148</u></u>
06 OTHER LONG TERM LIABILITIES		
Others:		
Security deposits	<u>7,61,476</u>	<u>7,61,476</u>
TOTAL	<u><u>7,61,476</u></u>	<u><u>7,61,476</u></u>
07 LONG TERM PROVISIONS:		
Provision for employee benefits:		
Provision for Leave Encashment	<u>4,44,010</u>	<u>3,97,359</u>
TOTAL	<u><u>4,44,010</u></u>	<u><u>3,97,359</u></u>
08 TRADE PAYABLES:		
Creditors for Supplies and Services (refer note:28)	<u>2,80,912</u>	<u>97,245</u>
TOTAL	<u><u>2,80,912</u></u>	<u><u>97,245</u></u>
09 OTHER CURRENT LIABILITIES:		
Other liabilities:		
Unpaid Dividends *****	<u>71,88,825</u>	<u>69,59,221</u>
Withholding Taxes payable	<u>11,037</u>	<u>34,186</u>
Statutory dues payable	<u>74,972</u>	<u>2,273</u>
Other Payables	<u>1,48,812</u>	<u>2,23,603</u>
TOTAL	<u><u>74,23,646</u></u>	<u><u>72,19,283</u></u>
***** Appropriate amount shall be transferred to "Investor Education and Protection Fund" as and when due.		
10 SHORT TERM PROVISIONS:		
Other Provisions:		
Provision for Dividend	<u>36,00,000</u>	<u>45,00,000</u>
Provision for Corporate Dividend Tax	<u>6,11,820</u>	<u>7,30,013</u>
TOTAL	<u><u>42,11,820</u></u>	<u><u>52,30,013</u></u>



(Amount in Rs...)

SL. No.	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		AS AT 01.04.2012	ADDITIONS	DEDUCTIONS	AS AT 31.03.2013	UP TO 31.03.2012	FOR THE YEAR	ON DEDUCTIONS	UP TO 31.03.2013	AS AT 31.03.2013	AS AT 31.03.2012
1	Plant and Equipment given on Lease ***	45,20,900	--	--	45,20,900	43,58,133	88,848	--	44,46,981	73,919	1,62,767
2	Furniture and Fixtures	4,27,486	--	--	4,27,486	3,96,243	5,655	--	4,01,898	25,588	31,243
3	Vehicles	26,83,980	7,90,190	4,51,849	30,22,321	15,12,805	4,60,380	3,94,752	15,78,433	14,43,888	11,71,175
4	Office Equipment own use given on Lease	2,11,610	29,575	--	2,41,185	1,72,240	10,512	--	1,82,752	58,433	39,370
		6,29,778	2,22,869	--	8,52,647	2,05,887	77,309	--	2,83,196	5,69,451	4,23,891
5	Air conditioners and Generator	56,635	--	--	56,635	28,836	3,867	--	32,703	23,932	27,799
6	Computers	3,86,960	--	--	3,86,960	3,33,320	21,456	--	3,54,776	32,184	53,640
	Total	89,17,349	10,42,634	4,51,849	95,08,134	70,07,464	6,68,027	3,94,752	72,80,739	22,27,395	19,09,885
	Previous Year	91,91,239	50,144	3,24,034	89,17,349	67,10,660	6,13,122	3,16,318	70,07,464	19,09,885	2,480,579

***Plant and Machinery given on lease includes equipment costing Rs. 45,20,900(previous year Rs. 45,20,900) in respect of which leases have expired or otherwise terminated. The Company is in the process of calling back and taking possession of the same.



PARTICULARS	31.03.2013	31.03.2012
	Rs.	Rs.
12. NON - CURRENT INVESTMENTS		
Investment Property (at cost less accumulated depreciation)		
Land at cost	19,46,981	19,46,981
	<u>19,46,981</u>	<u>19,46,981</u>
Cost of buildings given on operating leases	1,06,35,430	1,06,35,430
Less: accumulated depreciation	54,61,308	51,88,986
	<u>51,74,122</u>	<u>54,46,444</u>
	<u>71,21,103</u>	<u>73,93,425</u>
Non -Trade investments (at cost unless otherwise stated)		
Equity Shares - (Quoted) (fully paid-up unless otherwise stated) (A)	2,34,94,808	3,70,79,803
Equity Shares - (Un - Quoted) (fully paid-up unless otherwise stated) (B)	--	--
Mutual Funds (Un - Quoted) (C)	23,40,96,074	23,52,39,529
	<u>25,75,90,882</u>	<u>27,23,19,331</u>
TOTAL	<u>26,47,11,985</u>	<u>27,97,12,756</u>
Aggregate cost of quoted Investments	<u>3,20,41,882</u>	<u>4,45,03,568</u>
Aggregate market value of quoted Investments	<u>2,34,94,808</u>	<u>3,78,90,705</u>
Aggregate cost of unquoted Investments	<u>23,41,01,074</u>	<u>23,59,01,399</u>
Aggregate provision for diminution in the value of investments	<u>85,52,074</u>	<u>80,85,730</u>

Details of non-trade investments:

PARTICULARS	Face Value Rs.	31.03.2013		31.03.2012	
		No of Shares	Value Rs.	No of Shares	Value Rs.
A. EQUITY SHARES (QUOTED)					
Alembic Limited	2	--	--	15,050	4,36,719
Alembic Pharmaceuticals Limited	2	--	--	15,050	4,36,719
Amtek Auto Limited	2	6,500	5,44,141	--	--
Ashok Leyland Limited ##	1	40,000	8,74,000	40,000	11,98,430
Banco Products (India) Limited	2	--	--	7,730	4,92,014
Bilcare Limited ###	10	2,000	1,68,700	2,000	3,52,400
B.N.Rathi Securities Limited	10	18,000	1,80,369	18,000	1,80,369
Bharat Heavy Electricals Limited ###	2	7,750	13,71,750	7,750	19,92,912
Coromandel International Limited	1	1,600	2,95,920	--	--
Cadila Health Care Limited ##	5	1,200	8,91,300	--	--
Canara Bank	10	--	--	1,200	5,70,960
Cipla Limited ##	2	2,700	10,25,325	--	--
Crompton Greaves Limited	2	--	--	1,125	1,55,362
Divis Laboratories Limited	2	--	--	400	3,02,365
Dabur India Limited	1	5,500	7,04,482	--	--
Elgi Equipments Limited ##	1	13,500	10,12,500	13,000	9,29,124
Gujarat Alkalies & Chemicals Limited	10	--	--	4,200	9,35,165
Gujarat NRE Coke Limited	10	--	--	13,000	2,87,950
Greaves Cotton Limited ##	2	9,500	6,07,525	9,500	8,23,646
Gujarat Gas Company Limited	2	--	--	1,600	6,21,634
GHCL Limited #	10	21,000	8,14,343	21,000	7,11,900



PARTICULARS	Face Value in Rs.	31.03.2013		31.03.2012	
		No of Shares	Value Rs.	No of Shares	Value Rs.
HDFC Limited	2	--	--	1,150	7,74,295
HDFC Bank Limited ##	2	800	5,00,280	1,400	6,41,176
Hyderabad Industries Limited	10	--	--	871	2,87,430
IFCI Limited ###	10	25,000	6,52,500	25,000	10,47,500
IPCA Laboratories Limited ##	2	600	2,76,462	1,000	2,61,912
Infosys Technologies Limited	5	--	--	650	18,63,095
ITC Limited	1	800	2,11,320	5,000	10,46,580
J.B.Chemicals & Pharmaceuticals Limited	2	--	--	10,000	6,10,000
Jai Prakash Associates Limited	2	--	--	10,000	7,40,057
KNR Constructions Limited	10	4,252	5,13,274	7,000	8,45,013
Lupin Limited	2	1,800	10,44,700	--	--
L & T Limited ##	2	1,500	20,49,300	700	9,09,140
Nava Bharat Ventures Limited	2	3,900	8,22,899	3,900	8,22,899
NCL Industries Limited	10	--	--	1,000	32,688
NMDC Limited	1	--	--	4,200	6,76,200
Pennar Industries Limited ###	5	52,737	13,18,425	52,737	16,55,942
REI Agro Limited ###	1	36,000	3,63,600	36,000	4,41,000
Reliance Industries Limited ###	10	500	3,86,450	3,350	25,14,510
Riddi Siddhi Gluco Biols	10	--	--	1,200	2,43,420
State Bank of India	10	--	--	150	3,14,450
Sintex Industries Limited	1	--	--	8,500	7,33,125
Satyam Computer Services Limited	2	3,000	3,35,274	--	--
Sterlite Industries ltd	1	--	--	6,200	6,88,510
Suraj Diamonds And Jewellery Limited	10	18,130	10,04,499	18,130	8,07,691
Surya Pharmaceuticals Limited ###	1	1,45,000	1,74,000	1,00,000	10,80,000
Tata Consultancy Services Limited	1	--	--	500	4,99,039
Tata Steel Limited ###	10	2,400	7,50,840	2,400	11,32,200
Tata Motors Limited	2	--	--	1,000	2,70,164
The Paper Products Limited	2	--	--	8,000	5,24,800
Techtran Polylenes Limited ###	10	40,700	6,81,725	40,700	7,73,300
Thirumalai Chemicals Limited ##	10	5,653	5,15,271	--	--
Taj GVK Hotels Limited ###	2	4,000	2,56,200	4,000	3,03,200
Thermax Limited	2	--	--	2,900	13,47,050
United Phosphorus Limited ###	2	5,700	6,69,180	4,100	5,33,410
Uflex Limited #	10	12,400	19,16,654	12,400	14,25,380
Vivimed Laboratories Limited ##	10	2,000	5,61,600	--	--
Visaka Industries Limited	10	--	--	9,425	6,80,485
Wipro Limited	2	--	--	300	1,26,473
TOTAL			2,34,94,808		3,70,79,803
B. EQUITY SHARES - (UN QUOTED)					
A.P. Mahesh Co-Operative Urban Bank Limited (held in the name of the Managing Director.)	20		250	--	250
TOTAL					



PARTICULARS	31.03.2013		31.03.2012	
	No of Units	Value Rs.	No of Units	Value Rs.
C. MUTUAL FUNDS (UN QUOTED)				
<i>EQUITY ORIENTED FUNDS: (DIVIDEND PAYOUT)</i>				
Birla Sunlife Dividend Yield Plus	3,07,428	50,00,000	4,76,575	75,00,000
Birla Sunlife '95 Fund	41,962	50,00,000	41,962	50,00,000
Birla Sun Life Front Line Equity Fund Plan A	1,83,493	39,99,850	1,15,473	25,00,000
Birla Sun Life India Gennext Fund	1,24,057	20,00,025	3,39,915	50,00,000
Birla Sun Life MNC Fund	80,686	69,99,925	28,922	25,00,000
Canara Robeco Balance Fund	86,989	50,00,050	46,790	25,00,000
Canara Robeco Force Fund	--	--	1,75,932	25,00,000
Canara Robeco Equity Diversified	--	--	1,01,792	25,00,000
DSP Black Rock Equity Fund - Regular Plan	--	--	50,204	25,00,000
DSP Black Rock Opportunities Fund	2,04,994	50,00,000	89,983	25,00,000
DSP Black Rock Top 100 Equity Fund	1,59,904	35,00,000	1,19,372	25,00,000
DSP Black Rock Small and Midcap Fund	1,61,155	25,00,000	--	--
Fidelity Equity Fund	--	--	1,11,478	25,00,000
FT India Balanced Fund	--	--	1,13,888	25,00,000
Franklin India Blue Chip Fund	2,80,039	1,04,99,900	1,25,669	49,99,900
Franklin India Flexi Cap Fund	--	--	1,49,080	25,00,000
Franklin India Prima Plus	1,72,526	50,00,000	79,750	25,00,000
Templeton India Equity Income Fund	--	--	3,07,390	50,00,000
Templeton India Growth Fund	--	--	40,605	25,00,000
HDFC Balanced Fund	4,90,388	1,00,00,000	4,90,388	1,00,00,000
HDFC Capital Builder Fund	92,989	27,02,156	1,97,073	52,02,156
HDFC Core & Satellite Fund	--	--	2,07,773	50,00,000
HDFC Equity Fund	2,66,014	1,26,94,543	2,07,093	1,01,94,543
HDFC Premier Multicap Fund	--	--	3,14,387	50,00,000
HDFC Prudence Fund	3,45,956	1,04,99,900	2,32,894	75,00,000
HDFC TOP 200 FUND	1,51,406	75,00,000	1,51,406	75,00,000
HDFC Midcap Opportunities Fund	1,27,451	20,00,000	--	--
ICICI Prudential Discovery Fund	6,15,434	1,30,00,000	3,67,818	75,00,000
ICICI Prudential Dynamic Plan	4,42,302	79,99,900	2,66,334	50,00,000
ICICI Prudential Focused Blue Chip Equity Fund	3,17,496	54,99,950	3,05,157	50,00,000
ICICI Prudential Top 100 Fund	97,964	15,00,000	34,722	5,00,000
IDFC Premier Equity Fund - Plan A	4,06,772	96,99,850	2,96,760	69,99,900
IDFC Small & Midcap Equity Fund	--	--	1,59,435	25,00,000
Reliance Banking Fund	--	--	1,05,916	50,00,000
Reliance Equity Opportunities Fund	2,76,109	70,00,000	3,12,240	75,00,000
Reliance Pharma Fund	52,553	25,00,000	1,27,022	50,00,000
Reliance Regular Savings Balanced Plan	5,57,638	80,00,000	1,66,322	25,00,000
SBI Magnum Equity Fund	1,46,307	50,00,000	1,46,307	50,00,000
SBI MSFU Emerging Business Fund	1,62,694	29,99,925	1,50,596	24,99,900
Sundaram Financial Services Opportunities Fund	--	--	1,59,825	25,00,000
Sundaram Select Focus	--	--	2,10,643	18,43,130
Sundaram Select Midcap	1,12,902	25,00,000	3,89,135	75,00,000
Sundaram S.M.I.L.E	--	--	1,69,525	25,00,000
Tata Dividend Yield Fund	1,11,460	25,00,000	2,23,323	50,00,000
Tata Pure Equity Fund	--	--	65,285	25,00,000
Tata Equity P/E Fund Trigger Option A 5%	65,509	25,00,000	1,27,842	50,00,000
UTI Balanced Fund	99,010	25,00,000	99,010	25,00,000
UTI Banking Sector Fund	--	--	2,65,187	65,00,000
UTI Dividend Yield Fund	3,29,085	50,00,000	3,29,085	50,00,000
UTI Opportunities Fund	7,65,915	1,09,99,900	3,45,691	50,00,000
UTI Master Share Unit Scheme	--	--	71,674	25,00,000
UTI Master Value Fund	--	--	1,95,480	50,00,000
UTI Transportation Logistics Fund	--	--	78,493	15,00,000



PARTICULARS	31.03.2013		31.03.2012	
	No of Units	Value Rs.	No of Units	Value Rs.
<i>DEBT FUNDS : (DIVIDEND PAYOUT)</i>				
Birla Sun Life Dynamic Bond Fund	2,14,930	25,00,000	4,35,402	50,00,000
HDFC Monthly Income Plan	3,80,799	50,00,000	3,98,798	50,00,000
IDFC Dynamic Bond Fund	4,90,452	50,00,000	2,09,389	25,00,000
IDFC Monthly Income Plan	4,26,494	50,00,000	--	--
Reliance Monthly Income Plan	8,44,136	1,00,00,000	--	--
Reliance Dynamic Bond Fund	4,94,335	50,00,000	--	--
SBI Dynamic Bond Fund	6,49,319	75,00,200	2,22,011	25,00,000
Templeton India Short Term Income Plan	4,222	50,00,000	--	--
TOTAL		23,40,96,074		23,52,39,529
# Previous year at cost net of provision for diminution in value, Current year at cost				
## Current year at cost net of provision for diminution in value, Previous year at cost				
### At cost net of provision for diminution in value in both previous and current years.				
<hr/>				
		31.03.2013	31.03.2012	
		Amt in Rs.	Amt in Rs.	
13. DEFERRED TAX ASSETS (Net)				
Liability:				
Difference between book and tax WDV of Assets		--	--	
	Gross liability	--	--	
Asset:				
Difference between book and tax WDV of Assets		83,018	61,266	
Provision for other expenses		26,415	2,535	
Provision for diminution in the value of investments		26,42,590	26,23,415	
	Gross asset	27,52,023	26,87,216	
TOTAL		27,52,023	26,87,216	
<p>The Company does not have any current income tax liability as per the normal provisions of the Income tax Act, 1961 and at present is paying only MAT. In view of the inability to assess future taxable income under normal provisions, the extent of net deferred tax asset which may be adjusted in the subsequent years is not ascertainable with virtual certainty at this stage and accordingly in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" as notified by the Companies (Accounting Standards) Rules, 2006 (as ammended), and based on general prudence, the Company has not recognised any Deferred tax Asset while preparing the accounts for the current year.</p>				
14 LONG TERM LOANS AND ADVANCES				
(Unsecured, Considered good)				
Security Deposits		2,11,705	2,11,705	
TOTAL		2,11,705	2,11,705	
15 INVENTORIES				
Stock in trade at Cost (Commodity future Contracts)		74,77,086	--	
TOTAL		74,77,086	--	
16 CASH AND CASH EQUIVALENTS				
Balances with Banks:				
on Current accounts		1,46,86,003	83,48,934	
on un paid dividend accounts		71,88,825	69,59,221	
Cash on Hand		34,270	45,852	
TOTAL		2,19,09,098	1,53,54,007	



	31.03.2013	31.03.2012
	Rs.	Rs.
17 SHORT TERM LOANS AND ADVANCES (Unsecured, Considered good)		
Advance for Investments	5,00,000	--
TOTAL	<u>5,00,000</u>	<u>--</u>
18 OTHER CURRENT ASSETS		
Advance Income Tax (Net of Provision)	10,36,939	8,47,848
Rent Receivable	2,26,465	2,41,406
Sales Tax Refund Receivable	--	9,77,525
Other Receivables	10,08,794	2,70,000
Prepaid Expenses	57,804	28,392
TOTAL	<u>23,30,002</u>	<u>23,65,171</u>
19 REVENUE FROM OPERATIONS		
Sale of Commodities (Commodity Forward Contracts)	1,84,05,900	--
Interest on Deposits with Banks	--	1,99,975
TOTAL	<u>1,84,05,900</u>	<u>1,99,975</u>
20 OTHER INCOME		
Dividends on non current investments	2,14,49,068	1,53,33,143
Other Non Operating Income(net of expenses)		
Interest Received	2,951	35,625
Net Gain on Sale of Tangible Fixed Assets	1,62,626	4,511
Rental Income from Property Investments	21,10,981	20,50,110
Misc Receipts	--	21,024
Credit Balances Written Back	6,20,087	--
Adjustments to the carrying amount of investments	(4,66,344)	8,80,309
TOTAL	<u>2,38,79,369</u>	<u>1,83,24,722</u>
21 (INCREASE)/DECREASE IN INVENTORIES		
Inventories at the end of the year		
Stock of Commodities (Commodity forward Contracts)	74,77,086	--
	<u>74,77,086</u>	<u>--</u>
Inventories at the beginning of the year		
Stock of Commodities	--	--
	<u>--</u>	<u>--</u>
(Increase)/ Decrease in Inventories	<u>(74,77,086)</u>	<u>--</u>



	31.03.2013	31.03.2012
	Rs.	Rs.
22 EMPLOYEE BENEFIT EXPENSE		
Salaries, Wages and Bonus	46,55,800	44,59,286
Contribution to Provident and Other Funds	5,34,658	7,08,214
Gratuity	2,751	(47,545)
Staff Welfare Expenses	68,482	65,008
TOTAL	52,61,691	51,84,963
23 DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation on tangible fixed assets	6,68,027	6,13,122
Depreciation on Investment property	2,72,322	2,78,595
TOTAL	9,40,349	8,91,717
24 OTHER EXPENSES		
Net loss on Sale of non current investments	1,01,35,045	82,78,728
Power and Fuel	36,018	39,075
Communications	1,34,162	1,29,391
Rent and Service Charges	10,64,230	10,38,766
Rates and Taxes	1,94,873	2,66,398
Insurance	59,472	43,402
Travelling and Conveyance	1,80,593	1,19,752
Vehicle Maintenance	1,19,107	1,50,828
Directors Sitting Fees	30,000	25,000
Legal and Professional Charges	3,97,223	1,30,799
Payments to Auditors		
as auditors	44,944	44,944
for certification	14,045	13,788
for tax audit	7,303	--
Repairs and Maintenance to:		
Own Buildings	2,35,654	2,174
Other Assets	9,970	18,225
Prior Period items	3,57,058	--
General Charges	3,20,413	2,60,688
TOTAL	1,33,40,110	1,05,61,958



25. The Management has initiated steps to evaluate the quality of all its receivables as at the year end and found all of them to be standard and there are no Non-performing Assets in accordance with the prudential norms issued by Reserve Bank of India.
26. The balances shown under Loans and Advances, Current Assets, Sundry Creditors and other Current Liabilities are subject to confirmation.
27. In the opinion of the Board, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.
28. During the year, there were no transactions with Micro and Small Enterprises; hence the disclosures as per Micro, Small and Medium Enterprise Development Act, 2006, are not applicable for the time being.
29. Disclosure relating to the Gratuity liability as per Accounting Standard 15 "Employee Benefits"

Particulars	31.03.2013	31.03.2012
a) The amounts recognised in the Balance Sheet:	(amount in Rupees)	
Present Value of obligation	13,05,517	12,28,543
Fair value of plan assets	(14,11,412)	(13,07,422)
Amount recognized in the Balance sheet	(1,05,895)	(78,879)
b) Changes in the present value of the defined obligation:		
Opening defined benefit obligation	12,28,543	12,58,625
Current service Cost	1,26,517	1,14,784
Interest Cost	98,283	1,00,690
Benefits Paid	14,720	—
Actuarial (gains)/Losses on obligation	(1,33,106)	(2,45,556)
Closing defined benefit obligation	13,05,517	12,28,543
c) Reconciliation of opening and closing balance of fair value of assets:		
Fair value of plan assets at the beginning of the year	13,07,422	10,75,382
Expected Return	1,18,710	98,930
Contribution Paid	—	1,33,110
Benefits Paid	(14,720)	—
Fair value of plan assets at the end of the year	14,11,412	13,07,422
d) Principal actuarial assumptions:		
Rate of escalation in Compensation	4%	4%
Discount Rate	8%	8%
Attrition Rate	1%	1%
Retirement Age in years	60	60

The rate of escalation in compensation considered in the above valuation is estimated taking into account inflation, seniority, promotion and other relevant factors and the above information is certified by an actuary.



30. Contingent Liabilities not provided for in the statements: **31.03.2013** 31.03.2012
Rs. Rs.

On account of demands from Sales Tax Department ,
disputed by the Company and pending in appeals . **1,61,394** 1,61,394

31. There are no separate reportable segments as per the Accounting standard “Segment Reporting “(AS 17).

32. Calculation of Earnings per share:

S.No	PARTICULARS	Current year	Previous year
a)	Net profit available to Equity shareholders (in Rs.)	46,09,079	11,47,955
b)	Weighted average number of Equity shares	30,00,000	30,00,000
c)	Face value as per share (in Rs)	10/-	10/-
d)	Earnings per share Basic and diluted (in Rs)	1.54	0.38

33. The details of the transactions with related parties to be disclosed as required by Accounting Standard - 18 are as follows.

a) Name of Related party and description of relationship.

Key Management Personnel : Sri K. Harishchandra Prasad,
Managing Director
Associate Entities M/s. Kapil Motors Private Limited

b) Transactions with related Party during the year **31.03.2013** 31.03.2012
Rs. Rs.

Key Management Personnel
Sri K. Harishchandra Prasad
Managerial Remuneration **39,88,000** 40,03,882
M/s. Kapil Motors Private Limited
Purchase of Motor Car **6,94,000** --
Sale of Moto Car **2,19,723** --

c) Year end balances NIL

34. As required by Accounting Standard (AS 28) “Impairment of Assets” as notified by Companies (Accounting Standards) Rules, 2006 (as amended), the Management has carried out the assessment of Impairment of assets and no Impairment was found.

35. Previous year’s figures have been regrouped and reclassified wherever necessary to make them comparable with current year’s figures.

for and on behalf of the Board

Sd/-
R.SURENDER REDDY
Director

Sd/-
K.HARISHCHANDRA PRASAD
Managing Director

Place : Hyderabad
Date : 24.04.2013

per our report of even date
for M.Anandam & Co.
Chartered Accountants
Firms’ Registration Number: 000125S

Sd/-
M.V.RANGANATH
Partner
Membership Number:028031

per our report of even date
for Brahmaya & Co.
Chartered Accountants
Firms’ Registration Number: 000513S

Sd/-
P. CHANDRAMOULI
Partner
Membership Number: 025211



SCHEDULE TO THE BALANCE SHEET AS AT 31ST MARCH, 2013

(Rs. in Lakhs)

Sl. No.	PARTICULARS		
LIABILITIES SIDE:			
1	LOANS AND ADVANCES AVAILED BY THE NBFCS INCLUSIVE OF INTEREST ACCRUED	Amount outstanding	Amount overdue
	(a) Debentures : Secured	-	-
	: Unsecured	-	-
	(b) Deferred Credits	-	-
	(c) Term Loans	-	-
	(d) Inter-corporate loans and borrowings	-	-
	(e) Commercial paper	-	-
	(f) Public Deposits	-	-
	(g) Other Loans (specify nature)	-	-
2	BREAK-UP OF (1) (f) ABOVE (OUTSTANDING PUBLIC DEPOSITS INCLUSIVE OF INTEREST ACCRUED THEREON BUT NOT PAID):		
	(a) In the form of unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security	-	-
	(c) Other Public Deposits-	-	-
ASSETS SIDE:		Amount Outstanding	
3	BREAK-UP OF LOANS AND ADVANCES INCLUDING BILLS RECEIVABLES [OTHER THAN THOSE INCLUDING IN (4) BELOW]:		
	(a) Secured	-	
	(b) Unsecured	-	
4	BREAK-UP OF LEASED ASSETS AND STOCK ON HIRE AND HYPOTHECATION LOANS COUNTING TOWARDS EL/HP ACTIVITIES		
	(i) Leased assets including lease rentals under sundry debtors		
	(a) Financial lease	-	
	(b) Operating lease	-	
	(ii) Stock on Hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	
	(b) Repossessed Assets	-	
	(iii) Hypothecation loans counting towards EL/HP activities		
	(a) Loans where assets have been repossessed	-	
	(b) Loans other than above	-	
5	BREAK-UP OF INVESTMENTS:		
	Current Investments:		
	1. Quoted:		
	(i) Shares: (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of mutual funds	-	
	(iv) Government Securities	-	
	(v) Others (please specify)	-	



Sl. No.	PARTICULARS			
	Non Current Investments:			
	1. Quoted:			
	(i) Shares: (a) Equity	234.95		
	(b) Preference	-		
	(ii) Debentures and Bonds	-		
	(iii) Units of mutual funds	-		
	(iv) Government Securities	-		
	(v) Others (please specify)	-		
	2. Unquoted:			
	(i) Shares: (a) Equity -			
	(b) Preference	-		
	(ii) Debentures and Bonds	-		
	(iii) Units of mutual funds	2340.96		
	(iv) Government Securities	-		
	(v) Others - Investment Property	71.21		
6	BORROWER GROUP-WISE CLASSIFICATION OF ALL LEASED ASSETS, STOCK-ON-HIRE AND LOANS AND ADVANCES:			
	CATEGORY	Amount net of provisions		
		Secured	Unsecured	Total
	1. Related parties			
	(a) Subsidiaries	-	-	-
	(b) Companies in the same group	-	-	-
	(c) Other related parties	-	-	-
	2. Other than related parties	-	-	-
	Total	-	-	-
7	INVESTOR GROUP - WISE CLASSIFICATION OF ALL INVESTMENTS (CURRENT, NON CURRENT AND LONG TERM) IN SHARES AND SECURITIES (BOTH QUOTED AND UNQUOTED)			
	CATEGORY	Market Value Break up or fair value or NAV	Book Value (Net of provisions)	
	1. Related parties			
	(a) Subsidiaries	-	-	
	(b) Companies in the same group	-	-	
	(c) Other related parties	-	-	
	2. Other than related parties	2288.95	2575.91	
	Total	2288.95	2575.91	
8	OTHER INFORMATION			
	Particulars	Amount		
	(i) Gross Non-performing Assets	-		
	(a) Related parties	-		
	(b) Other than related parties	-		
	(ii) Net Non-performing Assets	-		
	(a) Related parties	-		
	(b) Other than related parties	-		
	(iii) Assets acquired in satisfaction of debts	-		

for and on behalf of the board

Sd/-

R.SURENDER REDDY
DIRECTOR

Sd/-

K. HARISHCHANDRA PRASAD
MANAGING DIRECTOR

Place : Hyderabad

Date : 24.04.2013



LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD

Registered Office: Ist Floor, Suryodaya,1-10-60/3, Begumpet, Hyderabad-500 016.

Tel: 91-40-27760301/27767794 Fax: 91-40-27767793, Email : lakshmi_lfic@yahoo.com

ELECTRONIC CLEARING SERVICE (CREDIT CLEARING) ECS MANDATE FORM FOR PAYMENT OF DIVIDEND ON EQUITY SHARES HELD IN PHYSICAL FORM. SHAREHOLDERS HOLDING SHARES IN DEMATS MODE SHOULD INFORM THEIR DPs DIRECTLY.

- 1. First Shareholder's Name (In Block Letters):
2. Shareholders Folio No.
3. Particulars of Bank Account.
A) Bank Name
B) Branch Name, Address & Ph. No.
C) Account No. (as appearing on the Cheque Book)
D) Account Type: S.B A/c, Current. A/c, Cash Credit.A/c
E) Ledger Folio No.
F) 9 Digit Code No. of the Bank & Branch
G) IFSC Code No

Please attach the photocopy of a cheque or a blank cancelled cheque issued by your Bank relating to your above account for verifying the accuracy of the code numbers.

DECLARATION

I, hereby declare that the particulars given above are correct and complete. If the transaction is delayed or not effected at all for reasons of incomplete information, I would not hold the Company responsible.

Signature of the first Shareholder

Name:

Address:

Date: Pincode:

Place: Tel. Ph.No.

For Office Use: ECS No.

Note :- Share holders are requested to furnish their Folio no / cl.Id No. without fail.



Lakshmi

FINANCE & INDUSTRIAL CORPORATION LIMITED

ANNUAL REPORT 2012-2013

LFIC



FORM 2B

(See rules 4CCC and 5D)

NOMINATION FORM

[To be filled in by individual(s) applying singly or jointly]

I/we.....and..... the holders of shares bearing Folio Number(s)..... Of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED wish to make a nomination and do hereby nominate the following person(s) in whom all rights of transfer and/or amount payable in respect of the Shares shall vest in the event of my/our death.

NAME & ADDRESS OF NOMINEE:

Name:

Address:

..... Pin Code:.....

Date of Birth : (*to be furnished in case of nominee is a minor)

Table with 3 empty cells for date of birth

The Nominee is a minor whose Guardian is.....

(Name and Address of Guardian).....

Signature of Nominee/Guardian:.....

(To be deleted if not applicable)

1) Signature _____ 2) Signature _____

Name : Name :

Address : Address :

Date : Date :

to be attested by the shareholder(s) (Signature of shareholder)

Name, Address & Signature of Two Witnesses:

Table with 2 columns: Name and Address, Signature with date. Rows 1 and 2.

Instructions:

- 1. The Nomination can be made individual only, applying/holding Shares on their own behalf singly or jointly upto two persons. Non-individuals including Society, Trust, Body Corporate, Partnership firm, karta of Hindu Undivided Family, holder or power of Attorney cannot nominate. If the Shares are held jointly, all joint holders will sign the nomination form.
2. A minor can be nominated by a holder of shares and in that event the name and address of the Guardian shall be given by the holder.
3. The nominee shall not be a Trust, Society, Body Corporate, Partnership firm, Karta of Hindu Undivided Family or a power of Attorney holder. A non-resident Indian can be a nominee on re-patriable basis.
4. Nomination stands rescinded upon transfer of shares
5. Transfer of Shares in favour of a nominee shall be valid discharge by the Company against the legal heir.
6. Subject to rules and regulations as applicable from time to time.



Lakshmi

FINANCE & INDUSTRIAL CORPORATION LIMITED

ANNUAL REPORT 2012-2013

LFIC

ATTENDANCE SLIP



LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD

Registered Office: 1st Floor, Suryodaya, 1-10-60/3, Begumpet, Hyderabad-500 016.
Tel: 91-40-27760301/27767794, Fax: 91-40-27767793, Email : lakshmi__lfic@yahoo.com

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL. It help us to make proper arrangements. Failure to bring this Attendance Slip will create unnecessary inconvenience to you. Joint Shareholders may obtain additional Attendance Slips on request.

Member(s) Name _____ Client ID/Folio Number _____

I hereby record my presence at the ANNUAL GENERAL MEETING of the Company to be held on Saturday, 3rd of August, 2013 at 9.30 am at Triveni Banquet Hall, Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, (Lane Opp. to Allauddin Building), Begumpet, Hyderabad - 500 016.

Member's / Proxy's Signature

NOTE : Please carry with you this Attendance Slip and hand over the same, duly signed at the space provided, at the entrance of the meeting hall.

PROXY FORM



LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD

DP ID. : _____
Client ID./Folio No./Shares held : _____

I/We _____ of _____
being a Member / Members of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED hereby
appoint _____ of _____ or failing
him _____ of _____ as my / our
proxy to vote for me / us on my / our behalf at the Annual General Meeting of the Company to be held on Saturday, 3rd
August, 2013 at 9.30 am and any adjournment thereon.

Signed this _____ day of _____ 2013.

Affix
One Rupee
Revenue
Stamp

Note :

1. The Proxy shall be signed by the appointer or his attorney duly authorised in writing or if the appointer is a body corporate, be under its seal or be signed by an officer or attorney duly authorised by it.
2. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company.
3. The Proxy Form duly completed and signed should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

FOR OFFICE USE ONLY

PROXY NO. _____ CLIENT ID / FOLIO NO. _____

No. of Shares _____

BOOK-POST
PRINTED MATTER

To,

If undelivered please return to :



Lakshmi

FINANCE & INDUSTRIAL CORPORATION LIMITED

1st FLOOR, "SURYODAYA",

1-10-60/3, BEGUMPET

HYDERABAD-500 016. (A.P.)

Ph.No.040-27760301/27767794 Fax.No.040-27767793

E-mail: lakshmi_lfic@yahoo.com