

**MIRCH TECHNOLOGIES LTD**

**MUMBAI**

**39<sup>TH</sup> ANNUAL REPORT**

**AND**

**STATEMENT OF ACCOUNTS**

**2011 - 2012**

# Mirch Technologies Limited

Delstar, N.S.Patkar Marg, Kemp's Corner, Mumbai:- 400 036

## Notice

Notice is hereby given that the 39<sup>th</sup> Annual General Meeting of the Company will be held on Saturday, 29<sup>th</sup> September, 2012 at the Registered Office of the Company at Delstar, N.S.Patkar Marg, Kemp's Corner, Mumbai- 400 036 at 3:30 p.m. to transact the following business:

### Ordinary Business

1. To consider, approve and adopt Profit & Loss Account for the year ended on 31<sup>st</sup> March 2012, Balance sheet as on that date and Director's Report and Auditor's Report thereon.
2. To appoint Statutory Auditors to hold the office from the conclusion of this Annual General Meeting till the conclusion of next Annual General meeting and fix their remuneration.
3. To appoint a Director in place of Shri. S.K. Ladha , who retires by rotation, and being eligible, offers himself for reappointment.

### Special Business

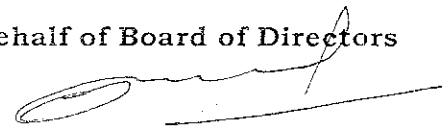
4. To consider and if thought fit, to pass, with or without modifications, the following resolution as an Ordinary Resolution:

"**RESOLVED THAT** Shri Sadashiv Salian who was appointed as an Additional Director of the Company pursuant to Section 260 of the Companies Act, 1956 and as per the provisions of Article 55 of the Company's Articles of Association holds office upto the date of ensuing Annual General Meeting and in respect of whom the Company has received a notice under Section 257 of the Companies Act, 1956, in writing proposing his candidature for the office of Director, be and is hereby appointed as Director of the company."

For and on Behalf of Board of Directors

Place: Mumbai

Date: 29<sup>th</sup> August, 2012



S.K. Ladha

Director

# Mirch Technologies Limited

Delstar, N.S.Patkar Marg, Kemps Corner, Mumbai:- 400 036

Notes:-

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and Vote on behalf of himself and a proxy need not be a member of the Company.
2. Proxies in order to be valid must reach to Registered Office the company not less than 48 hours before the meeting.
3. Members/Proxies should bring the attendance slip duly filled in for attending the meeting.
4. All documents referred to in the accompanying Notice are open for inspection at the Registered office of the company during the office hours on all working days upto the date of annual general meeting.

## EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:

### Item No. 4. Confirmation of Mr. Sadashiv Salian as Director at the ensuing Annual General Meeting:

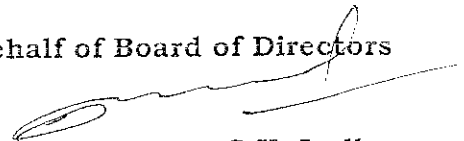
Shri Sadashiv Salian was appointed as an additional Director of the Company on 04<sup>th</sup> August, 2012 pursuant to the provisions of Section 260 of the Companies Act, 1956 and Article 55 of the Articles of Association of the Company. Pursuant to the provisions of Section 260 of the Companies Act, 1956, the term of office of Additional Director expires at the ensuing Annual General Meeting. A notice along with requisite deposit as required by Section 257 of the Companies Act, 1956 has been received from a member proposing the appointment of Shri Sadashiv Salian as a Director.

Considering his experience and expertise in the industry, it will be in the best interest of the Company to appoint him as a Director. The appointment of Shri Sadashiv Salian as a Director of the Company requires the consent of the shareholders of the Company. The resolution is therefore recommended for your approval.

For and on Behalf of Board of Directors

Place: Mumbai

Date: 29<sup>th</sup> August, 2012



S.K. Ladha  
Director

# Mirch Technologies Limited

Delstar, N.S.Patkar Marg, Kempas Corner, Mumbai:- 400 036

## DIRECTORS REPORT

To,  
The Members  
M/S Mirch Technologies Limited

Your Directors Hereby Present The 39<sup>th</sup> Annual Report And Audited Statement Of Accounts For The Year Ended 31<sup>st</sup> March 2012.

<b>FINANCIAL RESULTS</b>	31.3.2012 (Amount in Rs.)	31.3.2011 (Amount in Rs.)
Income from Operations	7,93,689	11,70,451
Expenditure	23,83,796	15,21,637
Deprecation	85,917	1,606
Provision for Income Tax	NIL	NIL
Deferred Tax Liabilities	30,222	
Net Profit after Tax	(17,05,866)	(3,52,792)
Balance b/f.	(2,43,50,626)	(2,39,97,834)
<b>Total</b>	<b>(2,60,56,492)</b>	<b>(2,43,50,626)</b>

### OPERATION

The Company is not having its own fabrication workshop. Directors tries to get orders but to execute the same from outside workshop was not cost effective.

### DIVIDEND

Your directors do not recommend any dividend during the year.

### DIRECTORS

**Re-appointment of Director by rotation** – Shri S. K. Ladha, the Director of the company retires by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment.

**Appointment of new Director**- Post March 31, 2012, Shri Sadashiv Salian has been appointed as an Additional Director of the Company with effect from August 4, 2012. In terms of Section 260 of the Companies Act, 1956. Shri Sadashiv Salian holds office upto ensuing Annual General meeting of the company and being eligible officer himself for appointment as the Director of the Company.

# Mirch Technologies Limited

Delstar, N.S.Patkar Marg, Kemps Corner, Mumbai:- 400 036

**Resignation of Director-** Post March 31,2012, Shri Antar Sengupta, the Additional Director resigned from the Directorship of the Company with effect from August 4, 2012. The Board expresses its appreciation for the valuable services rendered and matured advice provided by Shri Antar Sengupta during his association with the company.

## **PARTICULARS OF EMPLOYEES**

As the company had no employee during the year drawing salary more than stipulated by section 217(2A), no information is annexed as to be provided as per the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of employes) Rule, 1975.

## **CONVERSION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO.**

PARTICULARS REQUIRED TO BE FURNISHED BY THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988:-

- 1) Part A and B pertaining to conservation and technology absorption are application to the company for the year under review.
- 2) Foreign exchange earnings and outgo: The company has neither used nor earned any foreign exchange during the period under review.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

As per the terms of Section 217(2AA) of the Companies Act, 1956, your Directors would like to assure the members that the financial statements for the year under review confirm in their entirety to the requirements of the Companies Act, 1956.

The Directors confirm that:

- a) The Annual Accounts have been prepared in conformity with the applicable Accounting Standards;
- b) The Accounting Policies selected and applied on a consistent basis, give a true and fair view of the affairs of the Company and of the loss for the financial year;
- c) Sufficient care has been taken that adequate accounting records have been maintained for safeguarding the assets of the Company; and for prevention and detection of fraud and other irregularities;
- d) The Annual Accounts have been prepared on a going concern basis.

# Mirch Technologies Limited

Delstar, N.S.Patkar Marg, Kemp's Corner, Mumbai:- 400 036

## CORPORATE GOVERNANCE

The Company is not required to have Corporate Governance report during the year under review.

## SECRETARIAL COMPLIANCE REPORT

Pursuant to the provisions of Section 383A of the Companies Act, 1956, read with the Compliance Certificate) Rule, 2001 a Secretarial Compliance Report from a Practising Secretary is attached herewith and forming part of this Directors' Report.

## AUDITORS

M/s. U. S. TANWAR & Co, Chartered Accountants, auditors of the company retire on the conclusion of the ensuing Annual General Meeting and are eligible for appointment. Members are requested to appoint them as Auditors of the company and fix their remuneration.

On Behalf of the Board of Directors



S. K. Ladha

Chairman

Place Mumbai

Dated: 29<sup>th</sup> August, 2012

# U.S. Tanwar & Co.

Chartered Accountants

B-39/40, Gajanan Building No.9, Gajanan Colony Road, Jawahar Nagar, Goregaon (West), Mumbai 400062.

Tel : ( 022 ) 28785058 \* Email : [ustanwar@yahoo.com](mailto:ustanwar@yahoo.com)

## AUDITORS REPORT

To,  
The Members,  
M/S Mirch Technologies Limited

1. We have audited the attached Balance Sheet of M/s. Mirch Technologies Limited as at 31<sup>st</sup> March 2012, together with the Profit and Loss Account of the Company for the year ended on that date, annexed thereto. These Financial statements are the responsibility of the company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. The company's accumulate losses as on 31<sup>st</sup> March, 2012 have eroded the entire share capital, the accounts are continued to be prepared on the assumption of a going concern basis.
4. As required by the Companies (Auditors Report) order, 2003 as amended by the Companies (Auditors Report) (Amendment) order 2004 (together 'the Order'), issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 of India (the 'Act') and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
5. Further to our comments, we report that:
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of the books;
  - (c) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account;



# U.S. Tanwar & Co.

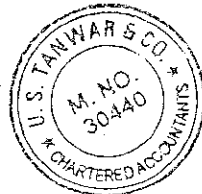
Chartered Accountants

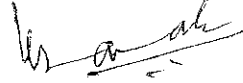
B-39/40, Gajanan Building No.9, Gajanan Colony Road, Jawahar Nagar, Goregaon (West), Mumbai 400062.

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- (d) In our opinion, the profit and loss account and the balance sheet complies with the Accounting Standards referred to in sub-section 3(c) of Section 211 of the Companies Act 1956.
- (e) On the basis of written representation received by directors, as on 31<sup>st</sup> March, 2012 and taken on record by the Board of directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2012 from being appointed as director in the term under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (f) Subject to above in our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India ,
- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2012,
- (ii) In the case of the Profit and Loss Account, of the Loss for the year ended on that date; and
- (iii) In the case of cash flow statement, of the cash flow for the year ended on that date.

Place : Mumbai,  
Dated: 29<sup>th</sup> Aug 2012



For and on behalf of  
U.S. Tanwar & Co.  
Chartered Accountants  
F.R.N.110810W  
  
U.S. Tanwar  
Proprietor  
M.No.033440



# U.S. Tanwar & Co.

Chartered Accountants

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## ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date on the Financial Statements for the year ended 31<sup>st</sup> March 2012 of Mirch Technologies Limited

- (i) (a) The company has maintained proper records showing full particulars, Including quantitative details and situation of its fixed assets.
- (b) The fixed assets have been physically verified by the management at regular interval considering the size of the Company and nature of assets. No material discrepancies were noticed on such verification.
- (c) No substantial part of the fixed assets has been disposed off during the year.
- (ii) a) As explained to us, the inventories were physically verified by the management at reasonable intervals. Company does not have any stock during the year.
- b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) In our opinion and according to the information and explanation given to us, the Company has maintained proper records of its inventories and the discrepancies noticed on such physical verification between physical stock and the book of records were not material and have been adequately dealt with in the books of accounts.
- (iii) According to the information and explanation given to us;
- a) During the year, Company has taken unsecured loans and advance from companies, firms or the other parties listed in the register maintained under section 301 of the Companies Act, 1956 comprising (i) from company aggregating to Rs./-85,000/-, the maximum amount Rs.75,04,571/- and the year end balance was Rs.75,02,571/- and (ii) from director and his relatives aggregating to Rs.21,54,603/- ,the maximum amount Rs.1,27,90,849/- and year end balance was Rs1,22,09,786/-. The company has not granted any loan during the year to any party covered in the register maintained under section 301 of the Companies Act,1956.



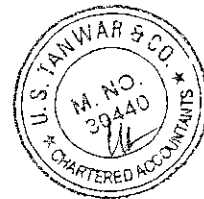
# U.S. Tanwar & Co.

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- b) No interest is charged/ paid on such loans and other terms and conditions of the aforesaid unsecured loans/advances taken by the company are not prima facie, prejudicial to the interest of the Company.
- c) The Terms of repayment have not been stipulated
- d) There is no overdue amount of loans/advances taken.
- (iv) The Company has adequate internal control system commensurate with the size of the Company and the nature of its business with regards to purchase of inventory and other assets and sale of goods. We have not come across any major weakness in internal control by management.
- (v) (a) In our opinion and according to the information and explanation given to us, transactions that need to be entered into the register maintained under section 301 have been so entered.
- (b) In our opinion and according to the information and explanations given to us there is no transactions made in pursuance of contracts or arrangements entered in register maintained U/s.301 of companies Act, 1956 and exceeding Rs.Five Lacs in respect of any party during the year.
- (vi) As the company has not accepted deposits from the public to which provisions of Sections 58A and 58AA or any other provision of the companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.
- (vii) Although it is required to have internal audit system, No internal audit was carried out during the year. However, effective internal controls are being exercised by the management, which are generally commensurate with the size and nature of its business.
- (viii) There is no record prescribed by The Central Government for the maintenance of cost records prescribed under Section 209(1)(d) of the Act.



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- (ix) a) According to the records of the Company, the company is not regular in depositing undisputed statutory dues except the income tax and professional tax with the appropriate authorities. According to the information and explanation given to us, there are undisputed dues payable in respect of Mumbai sales tax Rs.46,891.22/-, Central Sales Tax Rs.7,15,420.96/-, VAT payable Rs.50,206.96/- Income Tax payable relating to A.Y.1998-99 of Rs.6,56,680/- which have remained outstanding as at 31<sup>st</sup> March, 2012, for a period of more than six months from the day they become payable.
- (b) According to the information and explanation given to us, disputed sales Tax demands aggregating to Rs.3.19 Lakhs has not been deposited, since matters are pending with appellate authorities.
- (x) The accumulated losses of the company as at 31<sup>st</sup> March, 2012 are more than 50% of its net worth. The company has incurred cash losses during the financial year covered by our audit.
- (xi) Based on our audit procedures and on the information and explanations given by the management, the company has not defaulted in payment of dues to financial institution, bank or debenture holders.
- (xii) According to the information and explanation given to us, the Company has not granted any loan and advanced on the basis of security by way of pledge of shares, debenture and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provision of clause 4(xiii) of the companies (auditors reports) Order, 2003 are not applicable to the company.
- (xiv) As the Company is not trading in shares and securities the provision of clause 4(xiv) of the companies (auditors reports) Order, 2003 are not applicable to the company.
- (xv) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) The company has not taken any term loans during the year.



# U.S.Tanwar & Co.

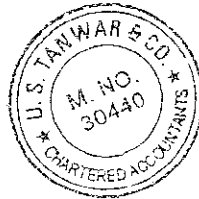
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- (xvii) According to the information and explanation given to us and on an overall examination of the cash flow statement and balance sheet of the Company, in our opinion the funds raised on short-term basis have, prima facie, not been used for long-term investment.
- (xviii) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from the banks and financial institutions
- (xix) During the year, the company has not issued and allotted any shares.
- (xx) Since the company does not have any debentures, the question of creation of securities for debentures does not arise.
- (xxi) Since the company does not raised money by public issue, this clause is not applicable.
- (xxii) To the best of our knowledge and belief and accounting to the information and explanation given to us, during the year, no fraud on or by the Company has been noticed as reported during the courses of our audit.

Place : Mumbai,  
Dated: 29<sup>th</sup> Aug 2012



For and on behalf of  
U.S.Tanwar & Co.  
Chartered Accountants  
F.R.N.110810W

  
U.S.Tanwar  
Proprietor  
M.No.033440

# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

MOBILE: 9820625497

ARUN DASH  
B.COM, L.L.B, M.B.A (FINANCE), ACS

## Compliance Certificate

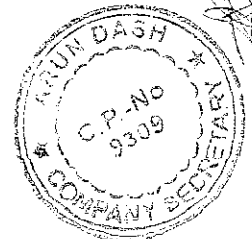
Registration No. of the Company: U27290MH1972PLC016127  
Nominal Capital: Rs. 10,000,000/-

To,  
The Members  
**MIRCH TECHNOLOGIES LIMITED**  
Delstar, N. S. Patkar Marg,  
Mumbai - 400036.

We have examined the registers, records, books and papers of **Mirch Technologies Limited** as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended on 31<sup>st</sup> March, 2012. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder except otherwise stated.
3. The Company being a public limited company, comments are not required.
4. The Board of Directors duly met Eight times in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The company has duly closed its Register of Members during the financial year.
6. The annual general meeting for the financial year ended on 31st March, 2011 was held on 30<sup>th</sup> September, 2011 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.

702, Surya Building, Jangid Complex, Mira Road (E), Dist: Thane- 401107  
E-mail - csindelin@yahoo.com



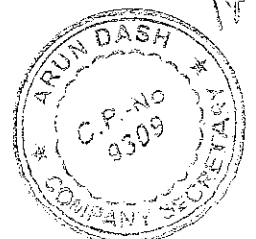
# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

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7. One extra ordinary general meeting was held during the financial year.
8. The Company has not advanced any loan to its directors, persons, firms or companies as referred in section 295 of the Act.
9. The company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the company has not obtained any approvals from the Board of directors, members or Central Government.
12. The company has not issued any duplicate share certificates during the financial year.
13. The Company has :
  - i. not made transfer of shares/allotment/transmission of securities during the financial year.
  - ii. not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
  - iii. was not required to post warrants to any members of the Company as no dividend was declared during the financial year.
  - iv. not transferred any amount in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed for a period of seven years to Investor Education & Protection Fund.
  - v. duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.

702, Surya Building, Jangid Complex, Mira Road (E), Dist: Thane- 401107  
E-mail - csindelin@yahoo.com



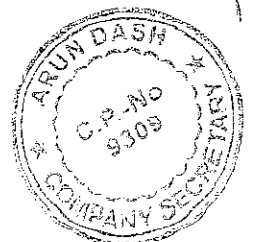
# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

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16. The Company has not appointed any sole selling agents during the financial year.
17. The Company has obtained all necessary approvals of the Central Government, Company Law Board, Regional Director, Registrar and / or such authorities prescribed under the various provisions of the Act as detailed below:
  - i. Immunity Certificate under the Company Law Settlement Scheme 2011.
18. The Directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any share during the financial year.
20. The Company has not brought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits falling within the purview of section 58 A during the financial year. However unsecured loan from Companies and Firms listed under Register maintained u/s 301 of the Companies Act, 1956 and Unsecured Loans from Directors and relatives have been taken and the year end balance was Rs. 1,97,12,357/-.
24. The Company has made borrowing from companies and firms listed under register maintained under Sec 301 of the Companies Act 1956 and unsecured loans from Directors and relatives.
25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered Office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the company during the year under scrutiny.
28. The Company has altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny and complied with the provisions of the Act.

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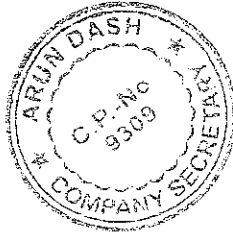
# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

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ARUN DASH  
B.COM, L.L.B, M.B.A (FINANCE), ACS

29. The Company has altered the provisions of the Memorandum with respect to share capital of the company during the year under scrutiny and complied with the provisions of the Act.
30. The Company has altered its Articles of Association after obtaining approval of members in the general meeting held on 15<sup>th</sup> March 2012 and the amendments of the Articles of Association have been duly filed with the Registrar of Companies.
31. There was no prosecution initiated against or show cause notices received by the Company or any other punishment was imposed on the company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted its own Provident Fund for its employees and therefore the provisions of sec 418 of the act are not applicable.

Place: Mumbai  
Date: 29<sup>th</sup> August 2012



For Arun Dash & Associates  
Company Secretaries

  
Arun Dash  
(Proprietor)

702, Surya Building, Jangid Complex, Mira Road (E), Dist: Thane- 401107  
E-mail - csindelin@yahoo.com



# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

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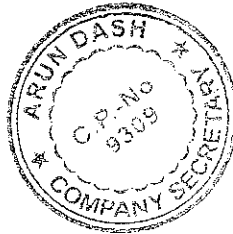
## Annexure A

Registers as maintained by the Company

### Statutory Registers

1. Register of Members U/s 150 and Index of members U/s 151 of the Act.
2. Register of Directors U/s 303 of the Act.
3. Register of Director's Shareholding U/s 307 of the Act.
4. Minutes Book of the Meeting of the Board of Directors.
5. Minutes Book of the General Meeting
6. Register of Particulars of Contracts U/s 301 of the Act.

Place: Mumbai  
Date: 29<sup>th</sup> August 2012



For Arun Dash & Associates  
Company Secretaries

Arun Dash  
(Proprietor)

# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

MOBILE: 9820625497

**ARUN DASH**  
B.COM, L.L.B, M.B.A (FINANCE), ACS

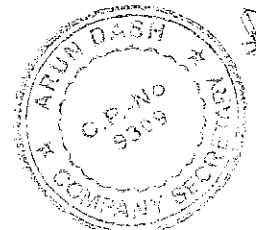
## Annexure B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31<sup>st</sup> March, 2012.

With Registrar of Companies:

Sr. No.	Form No./ Return	Filed Under Section	For	Particulars of Filing		Whether filed within prescribed time Yes / No	If delay in filing whether requisite additional fee paid Yes / No
				Date of Filing	SRN No.		
1.	Form-20B	159	Annual Return (Financial Year Ending on 31/03/2006)	14/12/2011	P82939166	NO	YES
2.	Form23AC, Form23ACA	220	Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2006)	14/12/2011	P82771650	NO	YES
3.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2006)	12/12/2011	P82567371	NO	YES
4.	Form-20B	159	Annual Return (Financial Year Ending on 31/03/2007)	14/12/2011	P82939398	NO	YES
5.	Form23AC, Form23ACA	220	Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2007)	14/12/2011	P82772302	NO	YES
6.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2007)	12/12/2011	P82568148	NO	YES
7.	Form-20B	159	Annual Return (Financial Year Ending on 31/03/2008)	14/12/2011	P82939562	NO	YES
8.	Form23AC, Form23ACA	220	Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2008)	14/12/2011	P82773011	NO	YES
9.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2008)	12/12/2011	P82568791	NO	YES
10.	Form-20B	159	Annual Return (Financial Year Ending on	14/12/2011	P82939745	NO	YES

702, Surya Building, Jangid Complex, Mira Road (E), Dist: Thane- 401107  
E-mail - csindelin@yahoo.com



# ARUN DASH & ASSOCIATES COMPANY SECRETARIES

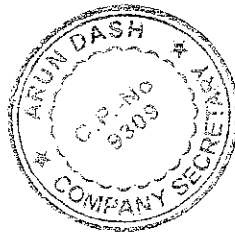
MOBILE: 9820625497

**ARUN DASH**  
B.COM, L.L.B, M.B.A (FINANCE), ACS

11.	Form23AC, Form23ACA	220	31/03/2009) Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2009)	14/12/2011	P82773698	NO	YES
12.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2009)	12/12/2011	P82570243	NO	YES
13.	Form-20B	159	Annual Return (Financial Year Ending on 31/03/2010)	14/12/2011	P82940032	NO	YES
14.	Form23AC, Form23ACA	220	Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2010)	14/12/2011	P82775263	NO	YES
15.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2010)	12/12/2011	P82570979	NO	YES
16.	Form-20B	159	Annual Return (Financial Year Ending on 31/03/2011)	14/12/2011	P82940230	NO	YES
17.	Form23AC, Form23ACA	220	Balance Sheet & Profit and loss Account (Financial Year Ending on 31/03/2011)	14/12/2011	P82776931	NO	YES
18.	Form 66	383(A)	Compliance Certificate (Financial Year Ending on 31/03/2011)	12/12/2011	P82571423	NO	YES
19.	Form 61	Pursuant to section 166, 210, 394, 560, 621A	Application for removal of dormant status	02/12/2011	B26140913	YES	N.A
20.	Form 5,	192	Notice of Increase in Share Capital	20/03/2012	B34898668	YES	N.A
21.	Form 23	16,94,95	Registration for Resolution and Agreements.	20/03/2012	B34901306	YES	N.A

With Regional Director, Central Government or other authorities: NIL

Place: Mumbai  
Date: 29<sup>th</sup> August 2012



For Arun Dash & Associates  
Company Secretaries

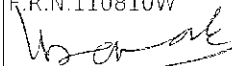
*(Signature)*  
Arun Dash  
(Proprietor)

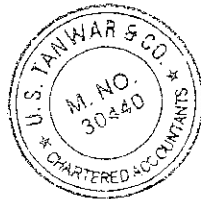
702, Surya Building, Jangid Complex, Mira Road (E), Dist: Thane- 401107  
E-mail - csindelin@yahoo.com

Mirch Technologies Limited  
Balance Sheet as at 31 March, 2012

Particulars		Note No.	As at	As at
			31 March, 2012	31 March, 2011
			₹	₹
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
	(a) Share capital	3	8,911,000	8,911,000
	(b) Reserve & Surplus	4	-26,804,269	-24,350,626
2	Non-Current Liabilities			
	(a) Deferred Tax Liability	19	30,022	-
3	Current liabilities			
	(a) Short-term borrowings	5	19,712,357	18,270,499
	(b) Trade payables	6	1,301,199	1,477,975
	(c) Other current liabilities	7	1,459,466	1,112,247
	<b>TOTAL</b>		<b>4,609,775</b>	<b>5,421,095</b>
<b>B</b>	<b>ASSETS</b>			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	8	3,733,282	9,939
	(b) Long-term loans and advances	9	523,098	5,364,121
2	Current assets			
	(a) Trade receivables	10	11,150	11,557
	(b) Cash and cash equivalents	11	342,245	35,478
	<b>TOTAL</b>		<b>4,609,776</b>	<b>5,421,095</b>
	Notes forming part of the financial statements	1 to 20		

In terms of our report attached.  
For U.S.Tanwar & Co  
Chartered Accountants  
F.R.N.110810W

  
U.S.Tanwar  
Proprietor  
M.No.30440



For and on behalf of the Board of Directors

  
Chairman

  
Director

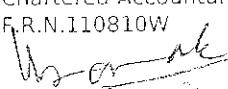
Place : Mumbai  
Date : 29th Aug . 2012

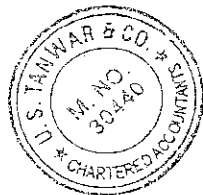
**Mirch Technologies Limited**  
**Profit and Loss for the year ended 31 March, 2012**

Particulars	Note No.	For the year ended 31 March, 2012	For the year ended 31 March, 2011
		₹	₹
<b>A CONTINUING OPERATIONS</b>			
1 Revenue from operations	12	763,730	111,225
2 Other income	13	30,139	1,059,226
3 Total revenue (1+2)		793,869	1,170,451
4 Expenses			
(a) Cost of materials Purchased	16	476,385	55,744
(d) Employee benefits expense	14	739,874	701,890
(e) Finance costs	15	19,847	24,235
(f) Depreciation and amortisation expense	8	85,917	1,606
(g) Other expenses	17	1,147,690	739,768
Total expenses		2,469,713	1,523,243
5 Profit / (Loss) before tax		-1,675,844	-352,792
6 Tax expense:			
(a) Prior Period Tax Provision		747,777	-
(b) Deferred tax Liabilities	19	30,022	-
7 Profit / (Loss) from continuing operations (9 ± 10)		-2,453,643	-352,792
<b>B DISCONTINUING OPERATIONS</b>			
<b>C TOTAL OPERATIONS</b>			
8 Profit / (Loss) for the year (11 ± 13)		-2,453,643	-352,792
8.i Earnings per share (of ₹10/- each):			
(a) Basic			
(i) Continuing operations		(3.07)	(0.44)
(ii) Total operations		(3.07)	(0.44)
(b) Diluted			
(i) Continuing operations		(3.07)	(0.44)
(ii) Total operations		(3.07)	(0.44)
Notes forming part of the financial statements	1 to 20		

In terms of our report attached.

For U.S.Tanwar & Co  
Chartered Accountants  
F.R.N.110810W

  
U.S.Tanwar  
Proprietor  
M.No.30440



For and on behalf of the Board of Directors

  
Chairman

  
Director

Place : Mumbai  
Date : 29th Aug 2012

## Notes forming part of the financial statements

Note	Particulars
1	<b>Corporate information</b>
	Note on the business activity / operations of the Company:- Manufacturing of chemical processing equipments like heat exchangers, air drying plants etc. and its Registered place of business is Delstar, N.S.Patkar Marg, Mumbai-400 036.
2	<b>Significant accounting policies</b>
	<p>The significant accounting policies have been predominantly presented below in the order of the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended).</p> <p>The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.</p>
2.1	<b>Basis of accounting and preparation of financial statements</b>
	The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention that are carried at revalued amounts. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
2.2	<b>Use of estimates</b>
	The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.
2.3	<b>Cash and cash equivalents</b>
	Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition).
2.4	<b>Cash flow statement</b>
	Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.
2.5	<b>Depreciation and amortisation</b>
	Depreciation has been provided on the written down value method as per the rates prescribed in Schedule XIV to the Companies Act, 1956.
2.6	<b>Revenue recognition</b>
	<p><u>Sale of goods</u></p> <p>Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but exclude sales tax and value added tax.</p>



Note 2 Significant accounting policies (contd.)

Note	Particulars
2.7	<p><b>Other income</b> Interest income is accounted on accrual basis.</p>
2.8	<p><b>Tangible fixed assets</b> Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The Office premises purchased is yet to be transferred in company's Name by the society. However the company has claimed depreciation on the same.</p>
2.9	<p><b>Earnings per share</b> Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.</p>
2.10	<p><b>Taxes on income</b> Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p>
2.11	<p><b>Impairment of assets</b> There is no impairment of assets during the year.</p>
2.12	<p><b>Provisions and contingencies</b> A provision is recognised when the Company has a present obligation as a result of past events 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 (excluding retirement benefits) are not discounted to their present value and are determined based on the 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. Contingent liabilities are disclosed in the Notes.</p>



Note 3 Share capital

Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares	₹	Number of shares	₹
(a) Authorised				
Equity shares of ₹ 10 each with voting rights	800,000	8,000,000	800,000	8,000,000
9.5% Redeemable preference shares of ₹100 each	20,000	2,000,000	20,000	2,000,000
(b) Issued				
Equity shares of ₹ 10 each with voting rights	800,000	8,000,000	800,000	8,000,000
9.5% Redeemable preference shares of ₹100 each	10,000	1,000,000	10,000	1,000,000
(c) Subscribed and fully paid up				
Equity shares of ₹ 10 each with voting rights	771,850	7,718,500	771,850	7,718,500
9.5% Redeemable preference shares of ₹100 each	10,000	1,000,000	10,000	1,000,000
	781,850	8,718,500	781,850	8,718,500
(d) Subscribed but not fully paid up				
Equity shares of ₹ 10 each with voting rights, ₹ 5 not paid up	7,450	37,250	7,450	37,250
Equity shares of ₹ 10 each with voting rights, ₹ 2.50 not paid up	20,700	155,250	20,700	155,250
	28,150	192,500	28,150	192,500
Total	810,000	8,911,000	810,000	8,911,000

Particulars	Opening Balance	Fresh issue	Bonus	Closing Balance
Equity shares with voting rights				
Year ended 31 March, 2012				
- Number of shares	800,000	-	-	800,000
- Amount (₹)	8,000,000	-	-	8,000,000
Year ended 31 March, 2011				
- Number of shares	800,000	-	-	800,000
- Amount (₹)	8,000,000	-	-	8,000,000
Redeemable preference shares				
Year ended 31 March, 2012				
- Number of shares	10,000	-	-	10,000
- Amount (₹)	1,000,000	-	-	1,000,000
Year ended 31 March, 2011				
- Number of shares	10,000	-	-	10,000
- Amount (₹)	1,000,000	-	-	1,000,000





Mirch Technologies Limited  
Notes forming part of the financial statements

Note 3 Share capital (contd.)

(iii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Shiv Kumar Ladha	310950	39	310950	39
Usha Devi Ladha	255444	32	255444	32
Redeemable preference shares				
Unit Trust of India	2500	25	2500	25
The Oriental Fire General Insurance Co. Ltd	5000	50	5000	50
Life Insurance corporation of India	2400	24	2400	24

(iv) Details of calls unpaid

Particulars	As at 31 March, 2012		As at 31 March, 2011	
	Number of shares	₹	Number of shares	₹
Equity shares with voting rights				
Aggregate of calls unpaid - by others	28,150	89,000	28,150	89,000

Note 4 Reserves and surplus

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	-24,350,626	-23,997,834
Add: Profit / (Loss) for the year	-2,453,643	-352,792
Closing balance	-26,804,269	-24,350,626



Note 5 Short-term borrowings

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Loans and advances from related Unsecured	19,712,357	18,270,499
Total	19,712,357	18,270,499

Note 6 Trade payables

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Trade payables: Acceptances	1,301,199	1,477,975
Total	1,301,199	1,477,975

Note 7 Other current liabilities

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Statutory remittances:-		
Mumbai sales Tax	46,891	46,891
Central Sales Tax	730,262	715,421
VAT Payable	26,632	50,207
C.S.T. - Cuddapah	-	233,362
A.P.G.S.T.	-	66,366
(b) Provision for Tax 1998-00	655,681	-
Total	1,459,466	1,112,247

Note 9 Long-term loans and advances

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Loans and advances to related parties		
Unsecured, considered good		
Directors	-	122,956
Private companies in which any director is a	-	19,843
(b) Security deposits		
Unsecured, considered good	5,610	72,735
(c) Balances with government authorities		
Unsecured, considered good		
(i) TDS	508,198	600,294
(ii) Income Tax	5,820	5,820
(d) Other loans and advances		
Unsecured, considered good	3,470	4,542,473
Total	523,098	5,364,121



Mirch Technologies Limited  
Notes forming part of the financial statements

Note 8 Fixed assets

A. Tangible assets	Gross block				Accumulated depreciation and impairment				Net block	
	Balance as at 1 April, 2011	Additions	Disposals	Balance as at 31 March, 2012	Balance as at 1 April, 2011	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2012	Balance as at 31 March, 2011	Balance as at 31 March, 2011
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
(a) Buildings Own use	-	3,809,260	-	3,809,260	-	84,534	-	84,534	3,724,726	-
(b) Furniture and Fixtures Owned	73,364	-	-	73,364	63,425	1,383	-	64,808	8,556	9,939
Total	73,364	3,809,260	-	3,882,624	63,425	85,917	-	149,342	3,733,282	9,939
Previous year	73,364	-	-	73,364	61,819	1,606	-	63,425	9,939	11,545

B. Depreciation and amortisation relating to continuing operations: Particulars	For the year ended	
	31 March, 2012	31 March, 2011
	₹	₹
Depreciation and amortisation for the year on tangible assets	85,917	1,606
	85,917	1,606



Mirch Technologies Limited  
Notes forming part of the financial statements

Note 10 Trade receivables

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	11,150	-
Doubtful	-	11,557
Total	11,150	11,557

Note 11 Cash and cash equivalents

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
(a) Cash on hand	25,030	8,107
(b) Balances with banks		
(i) In current accounts	317,215	-3,629
(iii) In deposit accounts	-	31,000
Total	342,245	35,478

Note 12 Revenue from operations

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Sale of products		
Trading goods		
30H U.V.System	-	67,932
Spare Parts	61,932	43,293
Sulphur Filter	572,784	-
40L U.V.System	95,000	-
3H U.V.System	34,014	-
Total	763,730	111,225
Total - Sale of products	763,730	111,225



## Note 13 Other income

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Interest income on Bank Deposit	2,545	-
stamp duty refund	15,736	-
Sale of Scarp	2,100	-
Packing Charges	5,729	2,422
Sales Tax Refund	4,029	-
Rent Received	-	1,035,967
Set off (sales Tax)	-	20,837
<b>Total</b>	<b>30,139</b>	<b>1,059,226</b>

## Note 14 Employee benefits expense

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Salaries and wages	688,843	609,113
Gratuity	-	54,000
Incentives	8,032	454
Staff welfare expenses	42,999	38,323
<b>Total</b>	<b>739,874</b>	<b>701,890</b>

## Note 15 Finance costs

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
(a) Interest expense on:		
(i) banks	10,494	-
(iii) Others	5,752	18,013
(b) Bank Charges	3,601	6,222
<b>Total</b>	<b>19,847</b>	<b>24,235</b>

## Note 16 Cost of materials Purchased

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Opening stock	-	-
Add: Purchases	476,385	55,744
Less: Closing stock	-	-
<b>Cost of material consumed</b>	<b>476,385</b>	<b>55,744</b>

## Note 17 Other expenses

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	₹	₹
Power and fuel	139,032	65,898
Water	2,160	2,571
Factory Rent	-	71,000
Repairs and maintenance - Buildings	23,834	4,500
Repairs and maintenance - Machinery	36,600	7,205
Rates and taxes	36,815	15,407
Communication	48,867	92,448
Travelling and conveyance	67,410	61,953
Printing and stationery	25,925	11,120
Car Expenses	181,433	147,920
Business promotion	14,559	17,624
Legal and professional	130,045	68,483
<u>Payments to auditors</u>		
As auditors - statutory audit	22,472	-
Bad trade and other receivables, loans and advances written off	195,692	394
Miscellaneous expenses	222,846	173,245
<b>Total</b>	<b>1,147,690</b>	<b>739,768</b>



Mirch Technologies Limited  
Notes forming part of the financial statements

Note 18 Disclosures under Accounting Standards (contd.)

Particulars

Related party transactions

Details of related parties:

Description of relationship	Names of related parties			
Key Management Personnel (KMP)	MR. Shiv Kumar Ladha, Mrs. Usha Ladha, Mr. Antar Sen Gupta			
Relatives of KMP	Mr. K.S. Ladha, Mr. Vaibhav Ladha, Mrs. Shalini Ladha			
Company in which KMP / Relatives of KMP can exercise significant influence	Golden Valley Finance & Investment P Ltd, Golden Valley Food Products P Ltd, Sambhaw Impex Pvt Ltd, U.V.W.T. (Bom) Pvt Ltd, MML Engineers & Consultancy Pvt Ltd			
	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
<u>Balances outstanding at the end of the year</u>				
Loans and advances	(122956)	-	(19843)	(142799)
Borrowings	10,814,217 (9724359)	1,395,569 (1135569)	7,502,571 (7410571)	19,712,357 (18270499)

Note: Figures in bracket relates to the previous year



Mirch Technologies Limited  
Notes forming part of the financial statements

Note 19 Disclosures under Accounting Standards (contd.)

Particulars	As at 31 March, 2012	As at 31 March, 2011
	₹	₹
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of Office Premises	36,005	0
Tax effect of items constituting deferred tax liability	36,005	-
<u>Tax effect of items constituting deferred tax assets</u>		
On difference between book balance and tax balance of fixed assets	5,984	0
Tax effect of items constituting deferred tax assets	5,984	-
Net deferred tax (liability) / asset	(30,022)	-

Note 20 Disclosures under Accounting Standards (contd.)

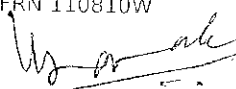
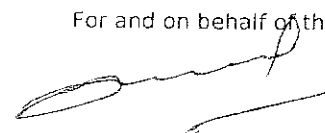

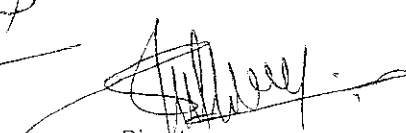
Provisions and contingencies

Contingent Liabilities not provided in respect of:

- a) Claim against the company not acknowledged as debt Rs.3,18,811/- towards Bombay Sales Tax, Central Sales
- b) No Provision has been made for the present liabilities for future payment of gratuity. Valuation of gratuity not done for the current financial year, the same will be accounted as and when paid
- c) Arrears of dividend on 9.5% Redeemable Cumulative Preference Shares of Rs.100/- each, Rs.15,20,000/- has neither been paid nor provided.
- d) Balance due to/ due from various parties are subject to confirmation.
- e) Interest on unsecured loan has not been provided as Directors are pursuing with unsecured loan creditors to waive the interest
- f) The company do not have any information with regard to creditors whether they possesses any S.S.I. units
- g) As per the term and conditions, the company had redeemed the Redeemable Preference shares at par after 12 years, that is in the years, that is in the year 1985-86 subject to three month notice, but not later than 15 years from the date of allotment that is 27.09.1973 but the company has not redeemed the same so far. As the maturity period of same shares is over, the company is liable to pay dividend on these shares @9.5% p.a., that is Rs.95,000/-p.a. and aggregate to Rs.15,20,000/- liable to be paid to the shareholders of those shares, however, Rs.15,20,000/- as not been provided in the balance sheet. Hence the debit balance of profit & loss account as not appearing in the balance sheet would have been higher to the extent of Rs.15,20,000/- and the loss for the current year would have been higher to the same extent.



Mirch Technologies Limited  
Cash Flow Statement for the year ended 31 March, 2012

Particulars	For the year ended 31 March, 2012		For the year ended 31 March, 2011	
	₹	₹	₹	₹
<b>A. Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax	-1,675,843		-352,792	
<i>Adjustments for:</i>				
Depreciation and amortisation	85,917		1,606	
Finance costs	19,847		24,235	
Interest income	-2,545		-	
Prior Period Tax Provision	-747,777		-	
Liabilities / provisions no longer required written back	-		-	
Operating profit / (loss) before working capital changes	-2,320,401		-326,951	
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Trade receivables	407		-	
Long-term loans and advances	4,841,022		-1,149,254	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	-176,776		-	
Other current liabilities	347,219		-664,132	
<b>Net cash flow from / (used in) operating activities (A)</b>		2,691,471		-2,140,337
<b>B. Cash flow from investing activities</b>				
<b>Net cash flow from / (used in) investing activities (B)</b>				
<b>C. Cash flow from financing activities</b>				
Capital expenditure on fixed assets, including capital advances	-3,809,260			
Proceeds from Short Term borrowings	1,441,858		2,190,325	
Repayment of long-term borrowings	-			
Interest income	2,545			
Finance cost	-19,847		-24,235	
<b>Net cash flow from / (used in) financing activities (C)</b>		-2,384,704		2,166,090
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		306,767		25,753
Cash and cash equivalents at the beginning of the year		35,478		9,725
<b>Cash and cash equivalents at the end of the year</b>		342,245		35,478
* Comprises:				
(a) Cash on hand	25,030		8,107	
(c) Balances with banks				
(i) In current accounts	317,215		-3,629	
(iii) In deposit accounts with original maturity of less than 3 months	-		31,000	
		342,245		35,478
<b>Notes:</b>				
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.				
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.				
See accompanying notes forming part of the financial statements				
In terms of our report attached.				
For U.S.Tanwar & Co. Chartered Accountants FRN 110810W		For and on behalf of the Board of Directors		
				
(U.S.Tanwar) Proprietor M.No.030440		Chairman		
				
		Director		
Place : Mumbai				
Date : 29th Aug 2012				