

**EXECUTIVE STOCK BROKING  
SERVICES LIMITED**

**28<sup>th</sup>  
ANNUAL REPORT  
2011 - 2012**

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## CORPORATE INFORMATION

### **BOARD OF DIRECTORS**

- |  |   |          |
|--|---|----------|
| 1. Mr. Manoj Kumar<br>(DIN: 00010899)    | - | Director |
| 2. Mr. Sunil Kumar<br>(DIN: 00010968)    | - | Director |
| 3. Mr. Ajay Sharma<br>(DIN: 00536441)    | - | Director |
| 4. Mr. Kishore Bhatia<br>(DIN: 00012564) | - | Director |

### **COMPLIANCE OFFICER**

Mr. Ajay Sharma  
Compliance officer

### **AUDITORS**

M/s. RMA & Associates,  
Chartered Accountants

### **BANKERS**

Vijaya Bank  
Kamal Nagar

### **REGISTERED OFFICE**

701, Arunachal Building,  
19, Barakhamba Road,  
Connaught Place.  
New Delhi – 110 001

### **REGISTRAR AND SHARE TRANSFER AGENT:**

Aarathi Consultants Private Limited  
1-2-285, Domalguda  
Hyderabad – 500029  
Tel No: 04027638111/27634445  
Fax: 040 – 27632184  
E-mail: aarthiconsultants@gmail.com

### **LISTED AT:**

Delhi Stock Exchange Limited  
Ahmedabad Stock Exchange Limited

**ISIN** : INE281P01016

**WEBSITE:**

www.abhishekinfra.co.in

**INVESTOR E-MAIL ID:**

exsbs@gmail.com

**CORPORATE IDENTITY NUMBER:**

L45204DL1984PLC018802

## NOTICE

Notice is hereby given that the twenty seventh annual general meeting of the members of EXECUTIVE STOCK BROKING SERVICES LIMITED will be held on Saturday, the 29th day of September, 2012 at 11:00 A.M. at the registered office of the company at 701 Arunachal Building, 19, Barakhamba Road Connaught Place, New Delhi- 110001 to transact the following the business.

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited balance sheet as at 31st March, 2012 and the profit and loss account for the year ended on that date together with secretarial compliance certificate, Reports of the directors and the auditors thereon.
2. To appoint a Director in place of Mr. Sunil kumar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and appoint auditors of the company who will hold the office up to the conclusion of the next annual general meeting and to their remuneration.

“RESOLVED THAT M/s RMA & Associates, chartered accountants, the company’s retiring auditors, being eligible and offering themselves for reappointment, be and are hereby reappointed as statutory auditors of the company to held the office until the conclusion of the next annual general meeting on such remuneration as may be agreed to between the board of directors of the company and the aforesaid of auditors.

By the order of the Board  
For Executive Stock Broking Services Ltd

Sd/-  
(Sunil Kumar)  
Chairman

Place: New Delhi  
Dated: 27th August, 2012

**Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/ herself and the proxy need not be a member of the company. The proxy form in order to be effective must be deposited with the company, not less than 48 hours before the commencement of the meeting.
2. Register of members and share transfer books of the company will remain closed from Wednesday, 26<sup>th</sup> September, 2012 to Saturday, 29<sup>th</sup> September, 2012 ( both days inclusive )
3. Members are requested to carry along with them their copy of annual report at the annual general meeting for ready reference.
4. Members/ Proxies should bring their attendance slip duly filled in for attending the meeting members are also requested to bring their copies of annual report.
5. All documents referred to in the accompanying notice are open for inspection at the registered office of the company on all working days, except Sundays between 10:00 A.M AND 6:00 P.M up to the date of the annual general meeting.

By the order of the Board  
For Executive Stock Broking Services Ltd.

Sd/-  
(Sunil Kumar)  
Chairman

Place: New Delhi  
Dated: 27<sup>th</sup> August, 2012

## DIRECTORS' REPORT

### To the members of EXECUTIVE STOCK BROKING SERVICES LIMITED

The directors are pleased to present their 28<sup>th</sup> annual report on the business and operations of **Executive Stock Broking Services Limited** and the financial accounts of the company for the financial year ended on March 31 , 2012.

#### FINANCIAL RESULTS:

##### PARTICULARS:

	(Rs. In Lakhs)	
	<u>31.03.2012</u>	<u>31.03.2011</u>
Gross Receipts	8.46	7.98
Profit before Depreciation and Taxation	0.50	0.45
Less: Depreciation	0.02	0.02
Profit before Taxation	0.48	0.43
Provision for Taxation	0.16	0.18
Profit after Taxation	0.33	0.28

#### FINANCIAL RESULTS:

The company's total revenues for the year under review were Rs 8,45,750/- as compared to Rs. 7,98,035/- during the previous financial year. The company had earned a profit of Rs 48,329/- before tax in the current financial year as compared to Rs. 43,536/- profit before tax in the financial year 2010-11.

#### DIVIDEND:

In view of insufficiency of profits, your directors regret their inability to recommend dividend for the year under review.

#### DIRECTORS:

Mr. Sunil Kumar, Director of the company retires by rotation at the ensuing Annual General Meeting of your company and, being eligible, offers himself for the re-appointment.

Your Board has recommended his re- appointment.

#### DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to the requirement under section 217 (2AA) of the companies act, 1956 with respect to director's responsibility statement for the financial year ended 2011-2012, it is hereby confirmed.

That in the preparation of annual accounts for the financial ended March 31, 2012, The applicable accounting standards has 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 were responsible and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year under consideration.

That the directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the companies act, 1956 for safeguarding the assets of the company and detecting fraud and other irregularities.

That the directors have prepared the annual accounts of the company for the financial year ended March 31, 2012 on a going concern basis.

#### **SECRETARIAL COMPLIANCE CERTIFICATE:**

A Secretarial Compliance certificate, furnished by a practicing company secretary pursuant to section 383A of the companies act, 1956 and in accordance with companies (Compliance certificate) Rules 2001 is attached herewith.

#### **AUDITORS REPORT:**

The observation made by the Auditors are self – explanatory & do not require further classification.

#### **AUDITORS:**

M/s RMA & Associates, chartered accountants and the Statutory Auditors of the company retires at the forthcoming annual general meeting and being eligible offer themselves for reappointment the company has received a certificate from the auditors stating that if re-appointed, their appointment will be within the limits specified under section 224 (1B) of the companies act. 1956. The board recommends reappointing M/s RMA Associates as the Statutory Auditors of the company to hold office from the date of this annual general meeting till the conclusion of next annual general meeting of the company.

#### **PARTICULARS OF EMPLOYEES:**

During the financial year under review, there are no employees in the company whose particulars are required to be given under section 217 (2A) of the companies act, 1956.

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

Information in accordance with the companies act (disclosure of particulars in report of board of directors) Rules, 1988 are furnished hereunder:

- |                                      |   |  |
|--------------------------------------|---|--|
| Conservation of energy               | : | The operations of the company are not energy intensive.                        |
| Technology Absorption                | : | Not applicable   |
| Foreign Exchange Earnings and out go | : | There was no foreign exchange earnings and outgo during the year under review. |

#### **PUBLIC DEPOSITS:**

Your company has no fixed deposits. Further it has neither accepted nor renewed any fixed deposits from the public within the meaning of section 58 A of the companies act, 1956 during the year under review.



**LISTING:**

The equity shares of your company are listed on Delhi Stock Exchange Limited and Ahmedabad Stock Exchange Limited.

**CORPORATE GOVERNANCE:**

Since the Share capital of the company is less than 3 crores Corporate Governance is not applicable to the company.

By the order of the Board  
For Executive Stock Broking Services Ltd.

Sd/-  
(Sunil Kumar)  
Chairman

Place: New Delhi  
Dated: 27th August, 2012



**AUDITORS' REPORT**

**The Members,  
EXECUTIVE STOCK BROKING SERVICES LIMITED**

1. We have audited the attached Balance Sheet of **EXECUTIVE STOCK BROKING SERVICES LIMITED** as at 31<sup>st</sup> March, 2012, the Statement of Profit & Loss and the Cash flow statement 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to in paragraph 3 above:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of such books;
  - (c) The Balance Sheet, the Statement of Profit & Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the Balance Sheet, the Statement of Profit & Loss and the Cash Flow Statement dealt with by this report complies with the mandatory Accounting Standards referred in section 211 [3C] of the Companies Act, 1956;
  - (e) On the basis of written representations received from the directors as at 31.03.2012 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2012 from being appointed as directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;



- (f) In our opinion, and to the best of our information and according to the explanations given to us, the said 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 accounting principles generally accepted in India:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 and
  - (ii) in the case of the Statement of Profit & Loss of the Company, of the profit of the company for the year ended on that date ;
  - (iii) in the case of Cash Flow Statement, of the cash flow of the company for the year ended on that date.

Place: New Delhi  
Dated: 27<sup>th</sup> August, 2012



For M/s. RMA & Associates  
Chartered Accountants  
Firm No. 000978N

A handwritten signature in black ink, appearing to read "Pankaj Chander".

Pankaj Chander  
Partner  
M. No. 89065

## ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 3 of our report of even date to the members of M/s. Executive Stock Broking Services Limited)

- (i) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) These fixed assets have been physically verified at reasonable intervals by the management and no material discrepancy was noticed on such verification.
- (c) The company has not disposed off a substantial part of its fixed assets during the year.
- (ii) (a) The company does not have any inventory. Therefore, the clause relating to physical verification of inventory at reasonable intervals by the management is not applicable.
- (b) As the company does not have any inventory, the clause relating to procedures of physical verification of inventory followed by the management in relation to the size of the company and the nature of its business is not applicable.
- (c) As the company does not have any inventory, the clause relating to maintenance of proper records of inventory and notice of any material discrepancy on physical verification is not applicable.
- (iii) (a) The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (b) Since the company has not granted any loans, secured or unsecured, as above the clause relating to rate of interest and other terms and conditions of such loans is not applicable.
- (c) Since the company has not granted any loans, the clause relating to regular receipt of the principal amount and interest is not applicable.
- (d) Since the company has not granted any loans, the clause relating to overdue amount of more than Rupees One Lac is not applicable.
- (e) The company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (f) Since the company has not taken any loans, secured or unsecured, as above the clause relating to rate of interest and other terms and conditions of such loans is not applicable.
- (g) Since the company has not taken any loans, the clause relating to regular payment of the principal amount and interest is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, and for the sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.



- (v) (a) According to the information and explanations given to us, we are of the opinion that the company has not entered into any contract or arrangement that need to be entered in the register maintained in pursuance of section 301 of the Act.
- (b) Since the company has not entered into any such transactions during the financial year, the clause relating to such transactions at prices which are reasonable having regard to the prevailing market prices at the relevant time is not applicable.
- (vi) The company has not accepted deposits from the public within the meaning of Section 58A, 58AA or any other relevant provisions of the Act.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) Maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act.
- (ix) (a) 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 any other statutory dues if applicable to it have been regularly deposited by the company with the appropriate authorities during the year.
- (b) According to the information and explanations given to us, there are no dues of income tax / sales tax / wealth tax / service tax / custom duty / excise duty / cess which have not been deposited on account of any dispute.
- (x) The accumulated losses of the company at the end of the financial year covered by our audit do not exceed fifty percent of its net worth. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xi) As the company has neither taken any loan from a financial institution or bank nor issued debentures, the clause relating to repayment of dues to a financial institution or bank or debenture holders is not applicable to the company.
- (xii) The company has not granted any loan or advance against the security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) Proper records have been maintained of the transactions and contracts of dealing in shares, securities, debentures and other investments held by the company and timely entries have been made therein. Shares, securities, debentures and other investments have been held by the company in its own name except to the extent of the exemption, if any, granted under section 49 of the Act.
- (xv) 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.
- (xvi) According to the information and explanations given to us, the company has not obtained any term loans.
- (xvii) According to the information and explanations given to us, we report that no short term funds have been raised by the company.



- (xviii) The company has not made any preferential allotment of shares during the period covered by our audit to the parties and companies covered in the Register maintained under section 301 of the Act.
- (xix) The company has not issued debentures during the period covered by our audit.
- (xx) The company has not raised money by way of public issues during the period covered by our audit.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.



For M/s. RMA & Associates  
Chartered Accountants  
Firm No. 000978N

A handwritten signature in cursive script, appearing to read "Pankaj Chander".

Pankaj Chander  
Partner  
M. No. 89065

Place: New Delhi  
Dated: 27<sup>th</sup> August, 2012

**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
**701, ARUNACHAL BUILDING, 19, BARAKHAMBA ROAD, CONNAUGHT PLACE NEW DELHI-110001**  
**BALANCE SHEET AS AT 31ST MARCH, 2012**

PARTICULARS	Notes	As At 31.03.2012 <u>Amt. In Rs.</u>	As At 31.03.2011 <u>Amt. In Rs.</u>
<b>EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	24,90,000	24,90,000
(b) Reserves and Surplus	2	-7,15,506	-7,48,179
<b>(2) Non-Current Liabilities</b>			
(a) Deferred Tax Liabilities (Net)		-	-
(b) Other Long Term Liabilities		-	-
<b>(3) Current Liabilities</b>			
(a) Trade Payables		-	-
(b) Other Current Liabilities	3	8,376	18,31,992
(c) Short-Term Provisions	4	9,209	8,071
<b>Total Equity &amp; Liabilities</b>		<u>17,92,079</u>	<u>35,81,884</u>
<b>ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
(i) Tangible	5	8,460	9,960
(ii) Intangible		-	-
(b) Non-current investments	6	-	18,00,000
(c) Deferred tax assets (net)		39,072	45,518
(d) Long term loans and advances		-	-
(e) Other non-current assets		-	-
<b>(2) Current Assets</b>			
(a) Current Investments	7	14,00,000	14,00,000
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	8	3,44,547	3,26,406
(e) Short-term loans and advances		-	-
(f) Other current assets		-	-
<b>Total Assets</b>		<u>17,92,079</u>	<u>35,81,884</u>

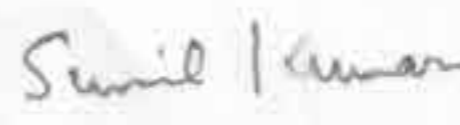
Significant Accounting Policies 13  
The accompanying notes are an integral part of the financial statements.

Auditor's Report  
As per our separate report of even date attached  
**For M/s RMA & Associates**  
Chartered Accountants  
Firm Reg. No. 000978N

  
(Pankaj Chander)  
Partner  
M.No. 89065  
Place: New Delhi  
Date: 27th August, 2012



For Executive Stock Broking Services Ltd.

  
Sunil Kumar  
Director

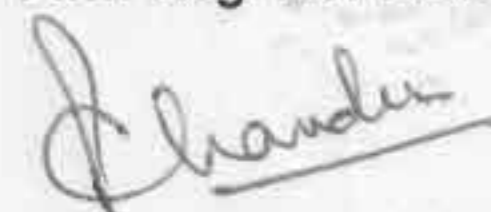
  
Ajay Sharma  
Director

**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
**701, ARUNACHAL BUILDING, 19, BARAKHAMBA ROAD, CONNAUGHT PLACE NEW DELHI-110001**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2012**

PARTICULARS	Notes	As At 31.03.2012 <u>Amt. In Rs.</u>	As At 31.03.2011 <u>Amt. In Rs.</u>
<b>INCOME</b>			
Revenue from operations		8,45,750	7,98,035
Other Income		-	-
<b>Total</b>		<u>8,45,750</u>	<u>7,98,035</u>
<b>EXPENSES</b>			
Purchase of Stock-in-Trade		-	-
Employee Benefit Expenses	9	6,36,061	5,73,841
Financial Costs	10	-	206
Depreciation and Amortization Expense	11	1,500	1,776
Other Administrative Expenses	12	1,59,860	1,78,676
<b>Total</b>		<u>7,97,421</u>	<u>7,54,499</u>
Profit before exceptional & extraordinary items & tax		48,329	43,536
Exceptional Items		-	-
Profit before extraordinary items and tax		48,329	43,536
Extraordinary Items		-	-
Profit before tax		48,329	43,536
<b>Tax expense:</b>			
(1) Provision for Current Tax		9,209	8,071
(2) Deferred tax provision		6,446	7,530
Profit/(Loss) from the period from continuing operations		32,673	27,935
Tax expenses of discontinued operations		-	-
<b>Profit/(Loss) for the period</b>		<u>32,673</u>	<u>27,935</u>
<b>Earning per equity share:</b>			
(1) Basic		0.13	0.11
(2) Diluted		0.13	0.11

Significant Accounting Policies 13  
The accompanying notes are an integral part of the financial statements.

Auditor's Report  
As per our separate report of even date attached  
**For M/s RMA & Associates**  
Chartered Accountants  
Firm Reg. No. 000978N



(Pankaj Chander)  
Partner  
M.No. 89065  
Place: New Delhi  
Date: 27th August, 2012



For Executive Stock Broking Services Ltd.



Sunil Kumar  
Director



Ajay Sharma  
Director



**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2012**

	Year ended March 31,	
	2012	2011
<b>A. Cash Flow From Operating Activities:</b>		
Net Profit before tax and extraordinary items	48,329	43,536
Adjustments for:		
Depreciation	1,500	1,776
Loss on sale of Fixed Assets	-	-
Preliminary expenses written off	-	-
Public issue expenses written off	-	-
<b>Operating cash flow before changes in working capital</b>	<b>49,829</b>	<b>45,312</b>
Cash Flow in Working Capital Activities:		
(Increase)/Decrease in Sundry Debtors	-	-
(Increase)/Decrease in Inventories	1,800,000	(1,800,000)
(Increase)/Decrease in Loans & Advances	-	-
Increase/(Decrease) in Current Liabilities	(1,823,616)	1,823,719
Advance Tax/Tax Adjustment	-	-
<b>Cash provided by / (used in) operating activities</b>	<b>26,213</b>	<b>69,031</b>
Less: Income Tax Paid	8,071	8,611
<b>Net cash provided by / (used in) operating activities</b>	<b>18,142</b>	<b>60,420</b>
<b>B. Cash Flow From Investing Activities:</b>		
Sale/(Purchase) of fixed assets	-	-
(Increase)/Decrease in investments	-	-
<b>Net cash provided by / (used in) investing activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash Flow From Financing Activities:</b>		
Unsecured loans during the year	-	-
Repayment of Unsecured Loans	-	-
<b>Net cash provided by / (used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents during the year [(A) + (B) + (C)]</b>	<b>18,142</b>	<b>60,420</b>
<b>Cash and Cash Equivalents:</b>		
Opening Balance	326,405	265,985
Closing Balance	344,547	326,405

For Executive Stock Broking Services Ltd.

*Sunil Kumar*  
(Sunil Kumar)  
Director

(Ajay Sharma)  
Director

**Auditor's Certificate:**

- We have examined the above Cash Flow Statement of Executive Stock Broking Services Limited for the year ended 31.03.2012.
- The Statement has been prepared by the Company in accordance with the requirement of listing agreement Clause 32 with Stock Exchange and is based on and in agreement with the books and records of the company and also the Statement of Profit and Loss and Balance Sheet of the company covered by our report of even date to the members of the Company.

For M/s RMA & Associates  
Chartered Accountants  
Firm Reg. No. 000978N



*Pankaj Chander*  
(Pankaj Chander)  
Partner  
M.No. 89065

Place: New Delhi  
Date: 27th August, 2012

**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
Notes forming part of Balance Sheet and Profit & Loss A/c.  
for the year ended 31st March, 2012

	<b>As On</b>	<b>As On</b>
	<b>31.03.2012</b>	<b>31.03.2011</b>
	<b><u>Amt.In (Rs.)</u></b>	<b><u>Amt.In (Rs.)</u></b>

**Note - 1: Share Capital**

**Authorized Share Capital :**

2,50,000 (2,50,000) Equity Shares of Rs 10 each	25,00,000	25,00,000
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**Issued , Subscribed and fully paid up shares :**

2,49,000 (2,49,000) Equity Shares of Rs 10 each fully paid up	24,90,000	24,90,000
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**Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period**

At the beginning of the period	2,49,000	2,49,000
Issued during the period	-	-
At the end of the period	2,49,000	2,49,000

**Terms/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.

**Aggregate number of bonus shares issued, shares issued for consideration other than cash during the period and during five years immediately preceding the reporting date**

	NIL	NIL
--	-----	-----

**Details of Shareholders holding more than 5% equity shares in the company**

	NIL	NIL
--	-----	-----

**For Executive Stock Broking Services Ltd.**

*Sunil Kumar*  
**Sunil Kumar**  
Director

*Ajay Sharma*  
**Ajay Sharma**  
Director



**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
Notes forming part of Balance Sheet and Profit & Loss A/c.  
for the year ended 31st March, 2012

	As On 31.03.2012 <u>Amt.In (Rs.)</u>	As On 31.03.2011 <u>Amt.In (Rs.)</u>
<b>Note : 2 Reserves &amp; Surplus</b>		
<b>Security Premium Account :</b>		
Opening Balance :	-	-
Add : additions During the year	-	-
Closing Balance	<u>-</u>	<u>-</u>
<b>Surplus/Deficit in the statement of profit and loss</b>		
Balance as per last financial statements	-7,48,179	-7,73,244
Profit (-Loss) after tax for the year	32,673	27,935
Short Provision of Income Tax of earlier years	-	2,810
Short Provision of foreign Benefit Tax of earlier years	-	60
Closing Balance	<u>-7,15,506</u>	<u>-7,48,179</u>
<b>Total</b>	<u>-7,15,506</u>	<u>-7,48,179</u>

**Note : 3 Other Current Liabilities**

Account Payable	-	18,00,000
Lehar Advertisement	-	20,410
Audit Fee Payable	5,618	8,824
Legal & Profesional Expenses Payable	2,758	2,758
	<u>8,376</u>	<u>18,31,992</u>

**Note : 4 Short-Term Provision**

b) Provisions:		
Provision for taxation (A.Y. 2011-12)	-	8,071
Provision for taxation (A.Y. 2012-13)	9,209	-
	<u>9,209</u>	<u>8,071</u>

**Note : 6 Non Current Investment**

Non-trade investments valued at cost – investment in shares/securities

Quoted :

- in fully paid up equity shares 60,500 (previous year 60,500) equity shares in N.E.C.C.Limited	-	18,00,000
	<u>-</u>	<u>18,00,000</u>

**Note : 7 Current Investment**

Non-trade investments valued at cost – investment in shares/securities

Unquoted :

- in fully paid up equity shares	14,00,000	14,00,000
	<u>14,00,000</u>	<u>14,00,000</u>



For Executive Stock Broking Services Ltd.

*Sunil Kumar*

Sunil Kumar  
Director

*Ajay Sharma*

Ajay Sharma  
Director

**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
**EXECUTIVE STOCK BROKING SERVICES LIMITED**  
Notes forming part of Balance Sheet and Profit & Loss A/c.  
for the year ended 31st March, 2012

	As On 31.03.2012 <u>Amt.In (Rs.)</u>	As On 31.03.2011 <u>Amt.In (Rs.)</u>
<b>Note : 8 Cash &amp; Cash Equivalent</b>		
<b>Cash-in-Hand</b>		
Cash Balance	3,41,403	3,23,261
	<u>3,41,403</u>	<u>3,23,261</u>
<b>Bank Balance</b>		
Vijaya Bank	3,144	3,144
	<u>3,144</u>	<u>3,144</u>
<b>Total</b>	<u>3,44,547</u>	<u>3,26,405</u>
<b>Note : 9 Employee Benefit Expenses</b>		
Salaries	6,21,600	5,59,900
Food and Beverages at workplace	14,461	13,941
	<u>6,36,061</u>	<u>5,73,841</u>
<b>Note : 10 Financial Cost</b>		
Bank Charges & Commission	-	206
	<u>-</u>	<u>206</u>
<b>Note : 11 Depreciation &amp; Amortised Cost</b>		
Depreciation	1,500	1,776
	<u>1,500</u>	<u>1,776</u>
<b>Note : 12 Other Administrative Expenses</b>		
Advertisement & Result Publishing Expenses	-	20,410
AGM Expenses	13,550	12,580
Auditors' Remuneration	5,618	5,515
Conveyance Expenses	8,480	8,742
Fee & Subscription	2,000	2,500
General Expenses	1,522	514
Legal & Professional Charges	2,758	6,067
Postage & Couriers Expenses	5,690	3,792
Printing & Stationery	10,355	13,375
Rent	1,02,000	96,000
Repair & Maintenance	2,475	3,125
Telephone & Communication Expenses	5,412	6,056
	<u>1,59,860</u>	<u>1,78,676</u>

For Executive Stock Broking Services Ltd.

*Sunil Kumar*

Sunil Kumar  
Director

*Ajay Sharma*

Ajay Sharma  
Director



**EXECUTIVE STOCK BROKING SERVICES LIMITED**

(Statement showing depreciation forming part of Financial Statement as on 31.03.2012 as per company Act, 1956)

Notes: 5 FIXED ASSETS

Description	Rate WDV	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As on 01.04.2011	Additions during the year	Sales/adj. during the year	Total As on 31.03.2012	Up to 31.03.2011	for the year	Adjust. during the year	Up to 31.03.2012	As on 31.03.2012	As on 31.03.2011
Cars	25.89%	7,68,040	-	-	7,68,040	7,67,784	66	-	7,67,850	190	256
M. Cycle/Scooter/Cycle	25.89%	1,80,346	-	-	1,80,346	1,80,338	0	-	1,80,338	8	8
Office Equipment	13.91%	2,22,440	-	-	2,22,440	2,14,773	1,066	-	2,15,839	6,600	7,667
Furniture & Fixtures	18.10%	53,412	-	-	53,412	51,383	367	-	51,750	1,662	2,029
<b>Total</b>		12,24,238	-	-	12,24,238	12,14,278	1,500	-	12,15,778	8,460	9,960
Previous Year		12,24,238	-	-	12,24,238	12,12,502	1,776	-	12,14,278	9,960	

For M/s RMA & Associates  
Chartered Accountants  
Firm Reg. No. 000978N

*P Chander*  
(Pankaj Chander)  
Partner

M.No. 89065

Place: New Delhi

Date: 27th August, 2012

For Executive Stock Broking Services Ltd.

*Sunil Kumar*

(Sunil Kumar)  
Director

*Ajay Sharma*  
(Ajay Sharma)  
Director



## EXECUTIVE STOCK BROKING SERVICES LIMITED

Notes to the financial statements for the year ended March 31, 2012

### 13. Corporate information

EXECUTIVE STOCK BROKING SERVICES LIMITED is a Public Limited Company incorporated under the provisions of the Companies Act, 1956. The company is engaged in the Stock Broking business. (Trading in shares)

### 14. Basis of preparation

- The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP).
- The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956.
- The company follows the Mercantile System of Accounting recognizing Income and Expenditure on accrual basis.
- The directors have certified that there are no outstanding expenses not provided for and nor there are income which have fallen due but not accounted for. The accounts are prepared on historical cost basis and as a going concern.
- The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

### 15. Summary of significant accounting policies

During the year ended 31 March 2012, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

#### • Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

#### • Fixed Assets

Fixed Assets are stated at cost. Depreciation of fixed assets is calculated at the rates prescribed under Schedule XIV to the Companies Act, 1956.

- **Depreciation**

Depreciation on fixed assets is provided on straight-line method at the rates prescribe in Schedule XIV to the Company Act, 1956.

- **Investment**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. On initial recognition, all investments are measured at cost.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

- **Inventories**

Raw materials, components, stores and spares are valued at lower of cost and net realizable value. Work in progress and finished goods are valued at lower of cost and net realizable value.

- **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.

- **Income tax**

- Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.
- Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years.

**16. Deferred Tax Assets:**

Amount in Rs.

Particulars	Deferred Tax Asset as at 01.04.2011	Current Year Charge	Deferred Tax Assets as at 31.03.2012
On account of difference Between book & Tax Depreciation.	45,518	6,446	39,072
Total	45,518	6,446	39,072

In accordance with AS 22 issued by ICAI, the company has provided for deferred tax during the year



**17. Related Party Disclosures**

There are no related parties with whom transactions have taken place during the year as certified by the management.

- 18.** The company is a Small and Medium-sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the company has complied with the Accounting Standards as applicable to a Small and Medium-sized Company.
- 19.** The company has not received any intimation from "suppliers" regarding their status under Micro Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been furnished.
- 20.** The figures of previous years have been recast/regrouped wherever necessary to make them comparable and for the purpose of our audit.
- 21.** Debit and credit balances standing in the name of the parties are subject to confirmation from them.
- 22.** Additional Information pursuant to provision of circular no. GSR 388(E) dated 15.05.95 of Department of Company Affairs is enclosed.

Auditors Report

As per our report of even date attached

**For RMA & Associates  
Chartered Accountants  
FRN : 000978N**

**For Executive Stock Broking Services Ltd.**



**(Pankaj Chander)  
Partner**



**(Sunil Kumar )  
Director**



**(Ajay Sharma)  
Director**

**Place: New Delhi**

**Dated: 27th August, 2012**