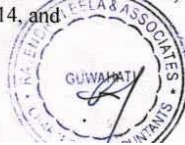




**Auditors' Report**

To the Members of  
M/s. **Sharnarathi Leasing & Finance Private Limited**

1. We have audited the attached Balance Sheet of M/s. **Sharnarathi Leasing & Finance Private Limited** as at 31<sup>st</sup> March 2014 and also the Profit and Loss Account 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. Further we report that:
  - i) 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.
  - ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books.
  - iii) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
  - iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2014, 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 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - vi) 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 the accounting principles generally accepted in India:
    - (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2014, and

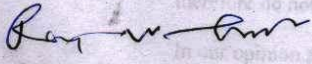


Annexure to the Auditors' Report as referred to in paragraph 4 of our report in para 4

(b) In the case of the profit and Loss Account, of the Profit for the year ended on that date.

4. Further as required by the Companies (Auditor's Reports) Order, 2003, issued by the Department of Company Affairs, in terms of Section 227 4(A) of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in the paragraph 4 and 5 of the said orders.

**For Rajendra Leela & Associates**  
Chartered Accountants  
Firm Registration No. 322234E



R K Gupta  
Proprietor  
M. No. 56123

Place: Guwahati (Assam)  
Date: 28 April 2014



- (b) In our opinion the terms and conditions of the clause (ii)(b) is not applicable for the current year.
- (c) In our opinion the terms and conditions of the clause (ii)(c) is not applicable for the current year.
- (d) In our opinion the terms and conditions of the clause (ii)(d) is not applicable for the current year.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchases of inventory, fixed assets and sale of goods. Further on the basis of our examination of the books and records of the company, and according to the information and explanation given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.
- (v) (a) In our opinion and according to the information and explanation given to us, the transactions that need to be entered into the register in pursuance of section 301 of the Companies Act, 1956, have been so entered.
- (b) In our opinion and according to the information and explanation given to us, clause V(b) of aforesaid Order is not applicable.



**Annexure to the Auditors' Report as Referred to in paragraph 4 of our report of even date**

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) All the assets have been physically verified by the management during the year at regular intervals and as informed to us no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, the Company has not disposed of a substantial part of fixed assets during the year and therefore do not affect the going concern assumption.
- (ii) In our opinion and according to the information and explanations given to us, clause (ii) of aforesaid Order is not applicable for the current year
- (iii) (a) In our opinion and according to the information and explanations given to us, The company has neither taken nor given any loans secured or unsecured to / from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) In our opinion the terms and conditions of the clause (iii)(b) is not applicable for the current year
- (c) In our opinion the terms and conditions of the clause (iii)(c) is not applicable for the current year
- (d) In our opinion the terms and conditions of the clause is (iii)(d) not applicable for the current year
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchases of inventory, fixed assets and sale of goods. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.
- (v) (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the register in pursuance of section 301 of the Companies Act, 1956, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, clause V(b) of aforesaid Order is not applicable



- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956 for any of the trading and services of the Company.
- (ix) (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, custom duty, excise-duty, cess and other material statutory dues as applicable with appropriate authorities.
- (b) According to the information and explanations given to us and the records of the company examined by us, in our opinion, no undisputed amount payable in respect of income tax, sales tax, excise duty and cess were in arrears, as at 31 March 2013 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, and the records of the company examined by us, there are no dues of income tax, wealth tax, sales tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) Company does not have accumulated losses which are in excess of fifty percent of its net worth. The Company has not incurred cash losses during the current financial year as well as the immediately preceding financial year.
- (xi) According to the records of the company examined by us and the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank as at the balance sheet date. The company has not issued any debentures.
- (xii) Based on our examination of documents and records, we are of the opinion that the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to company.
- (xiv) In our opinion and according to the information and explanations given to us clause (xiv) is not applicable for the current year as the company not dealing or trading in shares, securities, debentures and other securities during the year.



SHARVATHI LEASING & FINANCE PRIVATE LIMITED

Balance Sheet as at March 31, 2014

| Particulars   | Note No. | As at March 31, 2014 | As at March 31, 2013 |
|---|----------|----------------------|----------------------|
| (xv) In our opinion and according to the information and explanations given to us and based on our examination of documents and records, the company has not given any guarantee for loans taken by others from bank or financial institutions during the year.   |          |                      |                      |
| <b>A. EQUITY AND LIABILITIES</b>  |          |                      |                      |
| (xvi) Company has not raised any term loan during the year.   |          |                      |                      |
| (xvii) On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investment, and vice versa.  |          |                      |                      |
| (xviii) The company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.   |          |                      |                      |
| (xix) The company has not issued any debenture during the year.   |          |                      |                      |
| (xx) The company has not raised any money by public issue during the year.  |          |                      |                      |
| (xxi) During the course of our examination, of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India and according to the information and explanations given to us, no fraud (i.e. intentional material misstatement resultant from fraudulent financial reporting and misappropriation of assets) on or by the company has been noticed or reported during the year by the company. |          |                      |                      |
| <b>B. ASSETS</b>  |          |                      |                      |
| <b>1 Non-current assets</b>   |          |                      |                      |
| (a) Fixed assets  |          |                      |                      |
| (i) Tangible assets   |          | 75,242               | 49,958               |
| (b) Deferred tax assets   |          | 34,672               | 25,007               |
| (c) Long-term loans and advances  |          | 10,439,278           | 5,854,277            |
| <b>2 Current assets</b>   |          |                      |                      |
| (a) Cash and cash equivalents   | 11       | 830,869              | 1,125,119            |
| (b) Short-term loans and advances   | 13       | 10,619,149           | 4,394,286            |
| (c) Other current assets  | 14       | 41,507               | 31,568               |
| <b>TOTAL</b>  |          | <b>22,002,717</b>    | <b>11,470,395</b>    |



Accompanying notes forming part of the financial statements 1 to 28

In terms of our report attached  
For Rajendra Lela & Associates  
Chartered Accountants  
Firm Registration No. 322234E

R.R. Gupta  
Proprietor  
M. No. 56123

Place: Guwahati (Assam)

For Sharvathi Leasing & Finance Private Limited

Sarat Chandra Das  
Director  
DIN No. 02849186

Place: Guwahati (Assam)

FOR SHARVATHI LEASING & FINANCE (PVT) LTD.

Tapan Chandra Kalita  
Director  
DIN No. 02850013

Place: Guwahati (Assam)

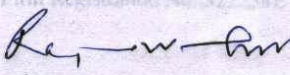
**SHARNARTHI LEASING & FINANCE PRIVATE LIMITED**

Balance Sheet as at March 31, 2014

| Particulars                       | Note No. | As at March 31, 2014 | As at March 31, 2013 |
|-----------------------------------|----------|----------------------|----------------------|
|                                   |          | Rupees               | Rupees               |
| <b>A EQUITY AND LIABILITIES</b>   |          |                      |                      |
| <b>1 Shareholders' funds</b>      |          |                      |                      |
| (a) Share capital                 | 3        | 20,600,000           | 11,670,000           |
| (b) Reserves and surplus          | 4        | 446,192              | (488,574)            |
| <b>2 Non-current liabilities</b>  |          |                      |                      |
| (a) Long term provisions          | 5        | 104,393              | 58,543               |
| <b>3 Current liabilities</b>      |          |                      |                      |
| (a) Trade payable                 | 6        | 390,090              | 43,483               |
| (b) Other current liabilities     | 7        | 6,000                | 13,000               |
| (c) Short-term provisions         | 8        | 516,042              | 173,943              |
| <b>TOTAL</b>                      |          | 22,062,717           | 11,470,395           |
| <b>B ASSETS</b>                   |          |                      |                      |
| <b>1 Non-current assets</b>       |          |                      |                      |
| (a) Fixed assets                  |          |                      |                      |
| (i) Tangible assets               | 9        | 75,242               | 49,938               |
| (b) Deferred tax assets           | 10       | 54,672               | 25,007               |
| (c) Long-term loans and advances  | 11       | 10,439,278           | 5,854,277            |
| <b>2 Current assets</b>           |          |                      |                      |
| (a) Cash and cash equivalents     | 12       | 830,869              | 1,125,119            |
| (b) Short-term loans and advances | 13       | 10,619,149           | 4,394,286            |
| (c) Other current assets          | 14       | 43,507               | 21,768               |
| <b>TOTAL</b>                      |          | 22,062,717           | 11,470,395           |

Accompanying notes forming part of the financial statements 1 to 26

In terms of our report attached  
**For Rajendra Leela & Associates**  
 Chartered Accountants  
 Firm Registration No: 322234E

  
**R K Gupta**  
 Proprietor  
 M. No. 56123



**For Sharnarthi Leasing & Finance Private Limited**

  
 DIRECTOR  
 Sarat Chandra Das  
 Director  
 DIN No- 02849186

  
 DIRECTOR  
 Tapan Chandra Kalita  
 Director  
 DIN No- 02856013

Place : Guwahati (Assam)

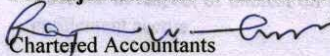
Place : Guwahati (Assam)

**HARNARTHI LEASING & FINANCE PRIVATE LIMITED**

**Statement of Profit and Loss for the year ended March 31, 2014**

| Particulars  | Note No. | For the year ended March 31, 2014 | For the year ended March 31, 2013 |
|--|----------|-----------------------------------|-----------------------------------|
|  |          | Rupees                            | Rupees                            |
| 1 Revenue from operations  | 15       | 3,420,109                         | 730,509                           |
| 2 Other income   | 16       | 4,825                             | 69,036                            |
| <b>3 Total revenue (1+2)</b>                                       |          | <b>3,424,934</b>                  | <b>799,545</b>                    |
| <b>4 Expenses</b>  |          |                                   |                                   |
| (a) Employee benefits expenses                                     | 17       | 1,328,760                         | 210,233                           |
| (b) Depreciation and amortization expenses                         | 9        | 9,066                             | 820                               |
| (c) Other expenses   | 18       | 706,934                           | 318,398                           |
| <b>Total expenses</b>  |          | <b>2,044,760</b>                  | <b>529,451</b>                    |
| <b>5 Profit before tax (3-4)</b>                                   |          | <b>1,380,174</b>                  | <b>270,094</b>                    |
| <b>6 Tax expense:</b>  |          |                                   |                                   |
| Current tax expense for the year                                   |          | 509,850                           | 130,000                           |
| Current tax expense / (reversal of provision) for the prior period |          | (34,778)                          | -                                 |
| Net current tax expenses   |          | 475,072                           | 130,000                           |
| Deferred tax charges/ (credit) for current year                    |          | (29,665)                          | (25,007)                          |
| Tax paid/ (reversa of  |          |                                   |                                   |
| <b>7 Profit for the year (5- 6)</b>                                |          | <b>934,766</b>                    | <b>165,101</b>                    |
| <b>9 Profit per share (face value of 10/- each):</b>               | 24       |                                   |                                   |
| (a) Basic  |          | 0.78                              | 0.14                              |
| (b) Diluted  |          | 0.78                              | 0.14                              |

Accompanying notes forming part of the financial 1 to 26

In terms of our report attached  
**For Rajendra Leela & Associates**  
  
 Chartered Accountants

Firm Registration No: 322234E

**R K Gupta**  
 Proprietor  
 M. No. 56123

Place : Guwahati (Assam)  
 Date: 28-Apr-14



**For Sharnarthi Leasing & Finance Private Limited**

  
 DIRECTOR  
**Sarat Chandra Das**  
 Director  
 DIN No- 02849186

  
 DIRECTOR  
**Tapan Chandra Kalita**  
 Director  
 DIN No- 02856013

Place : Guwahati (Assam)  
 Date: 28-Apr-14

**SHARNARTHI LEASING FINANCE PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**Note no. 1 Corporate Information**

Sharnarthi Leasing & Finance Private Limited was incorporated on 20 July 1989 in National Capital Territory of Delhi vide registration no. 55-037029 to carry on the business of Non-banking Finance Company.

The registered office of the company was shifted from NCT of Delhi to the State of Punjab in the year 1999 and subsequently from State of Punjab to the State of Assam during the financial year 2013-14. Consequent to shifting of registered office to the State of Assam, a new Certificate of Incorporation bearing no. U65921AS1999PTC011755 dated 16 January 2014 was issued by Registrar of Companies, Shillong.

The company was granted a Certificate of Registration (CoR) bearing no. B-06.00271 dated 10 May 2000 by Reserve Bank of India, Chandigarh to carry on the business of non-banking finance company under section 45(IA) of Reserve Bank of India Act, 1934. Consequent to shifting of registered office of the company to the State of Assam, a new Certificate of Registration (CoR) bearing no. B-08.00135 dated 14 March 2014 by Reserve Bank of India, Guwahati.

During the financial year, the company has been taken over by a new management.

**Note no. 2 Significant accounting policies**

**(a) Basis of preparation of Financial statements**

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. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**(b) Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialise.

**(c) Revenue recognition**

Interest earned from lending activities is accounted on accrual basis.

**(d) Other Income**

Revenue in respect of interest on fixed deposit with banks is recognized on accrual basis at the rate at which such entitlement accrue.

**(e) Employee benefits**

The amount of employee benefits expected to be paid in exchange of services rendered by employees is recognized during the year when the employee renders the services. These benefits include salaries, bonus and compensated absences.





**SHARNARTHI LEASING FINANCE PRIVATE LIMITED**  
**Notes forming part of the financial statements**

**(f) Income tax**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

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 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.

**(g) Earnings per share**

Basic earnings per share are computed by dividing the profit / (loss) after tax 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 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.

**(h) Provisions and contingencies**

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.

**(i) Material events**

Material events occurring after the Balance Sheet date are taken into cognizance.

**(j) Cash and Cash Equivalents**

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), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



SHARNARTHI LEASING & FINANCE PRIVATE LIMITED

Notes forming part of the financial statements

Note no. 3 Share capital

| Particulars                                     | As at March 31, 2014 |                   | As at March 31, 2013 |                   |
|---|----------------------|-------------------|----------------------|-------------------|
|   | Number of shares     | Rupees            | Number of shares     | Rupees            |
| <b>(a) Authorised</b>                           |                      |                   |                      |                   |
| Equity shares of Rs. 10 each                    | 2,500,000            | 25,000,000        | 1,250,000            | 12,500,000        |
| <b>(b) Issued, Subscribed and fully paid up</b> |                      |                   |                      |                   |
| Equity shares of Rs 10 each                     | 2,060,000            | 20,600,000        | 1,167,000            | 11,670,000        |
| <b>Total</b>                                    | <b>2,060,000</b>     | <b>20,600,000</b> | <b>1,167,000</b>     | <b>11,670,000</b> |

Refer to Notes (i) to (iii) below

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

| Particulars                                     | As at March 31, 2014 |            | As at March 31, 2013 |            |
|---|----------------------|------------|----------------------|------------|
|   | Number of shares     | Rupees     | Number of shares     | Rupees     |
| Equity shares                                   |                      |            |                      |            |
| Shares outstanding at the beginning of the year | 1,167,000            | 11,670,000 | 322,000              | 3,220,000  |
| Shares Issued during the year                   | 893,000              | 8,930,000  | 845,000              | 8,450,000  |
| Shares outstanding at the end of the year       | 2,060,000            | 20,600,000 | 1,167,000            | 11,670,000 |

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

| Class of shares / Name of shareholder      | As at 31 March, 2014  |                                   | As at 31 March, 2013  |                                   |
|--|-----------------------|-----------------------------------|-----------------------|-----------------------------------|
|  | Number of shares held | % holding in that class of shares | Number of shares held | % holding in that class of shares |
| Godrey & Areng                             | 250,000               | 12.14                             | 50,000                | 4.28                              |
| Laxmi Rabha Bora Jointly with Fazirun Nesa | 405,000               | 19.66                             | 730,000               | 62.55                             |
| Gautam Das Jointly with Rudra Kalita       | 248,000               | 12.04                             | 100,000               | 8.57                              |

(iii) Right, preference and restrictions attached to shares

The company has only one class of shares carrying same rights and restrictions.

| Particulars                  | As at March 31, 2014 |        | As at March 31, 2013 |        |
|------------------------------|----------------------|--------|----------------------|--------|
|                              | Rupees               | Rupees | Rupees               | Rupees |
| (a) Audit fee payable        | 75,000               |        | 13,483               |        |
| (b) Professional Fee Payable | 12,000               |        | 30,000               |        |
| (c) Expenses Payable         | 158,000              |        |                      |        |
| <b>Total</b>                 | <b>345,000</b>       |        | <b>43,483</b>        |        |



SHARNARTHI LEASING FINANCE PRIVATE LIMITED  
Notes forming part of the financial statements

**Note no. 4 Reserves and surplus**

| Particulars  | As at March 31, 2014 | As at March 31, 2013 |
|--|----------------------|----------------------|
|  | Rupees               | Rupees               |
| <b>A) Statutory Reserve #</b>                                  |                      |                      |
| Opening balance  | 33,998               | 978                  |
| Add: Transfer during the year                                  | 186,953              | 33,020               |
|  | <b>220,951</b>       | <b>33,998</b>        |
| <b>B) General Reserve</b>                                      |                      |                      |
| Opening balance  | 450,482              | 450,482              |
| Add: Transfer during the year                                  | -                    | -                    |
|  | <b>450,482</b>       | <b>450,482</b>       |
| <b>C) Surplus/ (Deficit) in Statement of Profit and Loss</b>   |                      |                      |
| Opening balance  | (973,053)            | (1,105,134)          |
| Add: Profit for the year                                       | 934,766              | 165,101              |
| Less: transfer to reserve under Section 45-IC of RBI Act, 1934 | 186,953              | 33,020               |
|  | <b>(225,240)</b>     | <b>(973,053)</b>     |
| <b>Grand Total of Reserve &amp; Surplus</b>                    | <b>446,192</b>       | <b>(488,574)</b>     |

# Statutory reserve represents the reserve fund created under Section 45-IC of the Reserve Bank of India Act, 1934 (RBI Act). Under Section 45-IC, a company is required to transfer sum not less than twenty percent of its net profit every year. Accordingly, the Company has transferred twenty percent of net profits for the financial year to the statutory reserve. The statutory reserve can be utilised for the purposes as specified by the Reserve Bank of India from time to time.

**Note no. 5 Long term provisions**

| Particulars                            | As at March 31, 2014 | As at March 31, 2013 |
|--|----------------------|----------------------|
|  | Rupees               | Rupees               |
| (a) Provisions against standard assets | 104,393              | 58,543               |
| <b>Total</b>                           | <b>104,393</b>       | <b>58,543</b>        |

**Note no. 6 Trade payable**

| Particulars                  | As at March 31, 2014 | As at March 31, 2013 |
|------------------------------|----------------------|----------------------|
|                              | Rupees               | Rupees               |
| (a) Audit fee payable        | 28,090               | 13,483               |
| (b) Professional Fee Payable | 12,000               | 30,000               |
| (c) Expenses Payable         | 350,000              | -                    |
| <b>Total</b>                 | <b>390,090</b>       | <b>43,483</b>        |



Note no. 12 Cash and cash equivalents

As at March 31, 2014 As at March 31, 2013

**Note no. 7 Other current liabilities** SHARNARTHI LEASING FINANCE PRIVATE LIMITED  
Notes forming part of the financial statements

| Particulars                   | As at March 31, 2014 | As at March 31, 2013 |
|-------------------------------|----------------------|----------------------|
|                               | Rupees               | Rupees               |
| (a) Miscellaneous Liabilities | 6,000                | 13,000               |
| <b>Total</b>                  | <b>6,000</b>         | <b>13,000</b>        |

**Note no. 8 Short term provisions**

| Particulars                            | As at March 31, 2014 | As at March 31, 2013 |
|--|----------------------|----------------------|
|  | Rupees               | Rupees               |
| Provision-Others                       |                      |                      |
| (a) Income Tax Provisions#             | 409,850              | 130,000              |
| (b) Provisions against standard assets | 106,192              | 43,943               |
| <b>Total</b>                           | <b>516,042</b>       | <b>173,943</b>       |

#Net of Income Tax paid in advance

**Note no. 10 Deferred tax assets**

| Particulars  | As at March 31, 2014 | As at March 31, 2013 |
|--|----------------------|----------------------|
|  | Rupees               | Rupees               |
| Deferred tax assets on account of Provision against standard assets  | 65,071               | 31,668               |
| <b>Deferred tax asset (A)</b>  | <b>65,071</b>        | <b>31,668</b>        |
| Deferred tax liability on account of Difference between written down value of fixed assets as per Companies Act, 1956 and Income-tax Act, 1961 (B) | 10,399               | 6,661                |
| <b>Deferred tax liability (B)</b>  | <b>10,399</b>        | <b>6,661</b>         |
| <b>Net deferred tax asset/ (liability) (A-B)</b>   | <b>54,672</b>        | <b>25,007</b>        |

**Note no. 11 Long Term Loan & Advances**

| Particulars            | As at March 31, 2014 | As at March 31, 2013 |
|------------------------|----------------------|----------------------|
|                        | Rupees               | Rupees               |
| (a) Micro-finance loan | 10,439,278           | 5,854,277            |
| <b>Total</b>           | <b>10,439,278</b>    | <b>5,854,277</b>     |

**Note no. 12 Cash and cash equivalents**

| Particulars | As at March 31, 2014 | As at March 31, 2013 |
|-------------|----------------------|----------------------|
|             | Rupees               | Rupees               |



|                          |  |   |    |                  |
|--------------------------|--|---|----|------------------|
|                          |  | <b>SHARNARTHI LEASING FINANCE PRIVATE LIMITED</b> | 47 | 262              |
|                          |  | Notes forming part of the financial statements    |    |                  |
| (a) Cash in hand         |  |   |    |                  |
| (b) Balances with banks  |  |   |    |                  |
| (i) In current accounts  |  | 830,822   |    | 74,857           |
| (ii) In deposit accounts |  | -   |    | 1,050,000        |
| <b>Total</b>             |  | <b>830,869</b>                                    |    | <b>1,125,119</b> |

**Note no. 15 Revenue from Operations**

Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements

|                    |         |                    |           |
|--------------------|---------|--------------------|-----------|
| For the year ended | 830,869 | For the year ended | 1,125,119 |
| March 31, 2014     |         | March 31, 2013     |           |
| Rupees             |         | Rupees             |           |

**Note no. 13 Short Term Loan & Advances**

(a) Processing Fee on Loan

Total                      **Particulars**

|                             |                             |
|-----------------------------|-----------------------------|
| <b>As at March 31, 2014</b> | <b>As at March 31, 2013</b> |
| Rupees                      | Rupees                      |

**Note no. 16 Other Income**

(a) Micro-finance loan

Total

|                    |            |                    |           |
|--------------------|------------|--------------------|-----------|
| For the year ended | 10,619,149 | For the year ended | 4,394,286 |
| March 31, 2014     |            | March 31, 2013     |           |
| Rupees             |            | Rupees             |           |
| <b>10,619,149</b>  |            | <b>4,394,286</b>   |           |

**Note no. 14 Other current assets**

(a) Interest on Loan

Total                      **Particulars**

|                             |                             |
|-----------------------------|-----------------------------|
| <b>As at March 31, 2014</b> | <b>As at March 31, 2013</b> |
| Rupees                      | Rupees                      |

**Note no. 17 Employee Benefit Expenses**

- (a) Interest accrued but not due
- (b) Staff advances
- (c) TDS deducted on Bank deposits
- (d) Income Tax Recoverable

Total

|                    |        |                    |       |
|--------------------|--------|--------------------|-------|
| For the year ended | 39,087 | For the year ended | 8,000 |
| March 31, 2014     |        | March 31, 2013     |       |
| Rupees             |        | Rupees             |       |
| -                  |        | 13,768             |       |
| 4,420              |        | -                  |       |
| <b>43,507</b>      |        | <b>21,768</b>      |       |



**SHARNARTHI LEASING FINANCE PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note no. 15 Revenue from Operations**  
**Particulars**

- (a) Interest Received on Loan  
(b) Processing Fee on Loan  
**Total**

|  | For the year ended<br>March 31, 2014 | For the year ended<br>March 31, 2013 |
|--|--------------------------------------|--------------------------------------|
|  | Rupees                               | Rupees                               |
|  | 3,166,279                            | 602,439                              |
|  | 253,830                              | 128,070                              |
|  | <b>3,420,109</b>                     | <b>730,509</b>                       |

**Note no. 16 Other Income**  
**Particulars**

- (a) Interest on Bank Deposits  
**Total**

|  | For the year ended<br>March 31, 2014 | For the year ended<br>March 31, 2013 |
|--|--------------------------------------|--------------------------------------|
|  | Rupees                               | Rupees                               |
|  | 4,825                                | 69,036                               |
|  | <b>4,825</b>                         | <b>69,036</b>                        |

**Note no. 17 Employee Benefit Expenses**  
**Particulars**

- (a) Salaries & Incentives  
**Total**

|  | For the year ended<br>March 31, 2014 | For the year ended<br>March 31, 2013 |
|--|--------------------------------------|--------------------------------------|
|  | Rupees                               | Rupees                               |
|  | 1,328,760                            | 210,233                              |
|  | <b>1,328,760</b>                     | <b>210,233</b>                       |



**SHARNARTHI LEASING FINANCE PRIVATE LIMITED**  
Notes forming part of the financial statements

**Note no. 18 Other expenses**

| Particulars                            | For the year ended | For the year ended |
|--|--------------------|--------------------|
|  | March 31, 2014     | March 31, 2013     |
|  | Rupees             | Rupees             |
| (a) Travelling & Conveyance            | 27,020             | 6,270              |
| (b) Professional & Consultancy Charges | 11,500             | 40,000             |
| (c) Payment to Auditors                | 45,731             | 13,483             |
| (d) Telephone & Mobile                 | 4,200              | 1,550              |
| (e) Rent                               | 138,000            | 67,500             |
| (f) Provision against standard-assets  | 108,098            | 101,934            |
| (g) Rates & Taxes                      | 66,500             | 66,500             |
| (h) Staff Welfare                      | 5,740              | 1,078              |
| (i) Printing & stationary              | 275,950            | 13,786             |
| (j) Bank Charges                       | 9,750              | 3,080              |
| (k) Misc. Expenses                     | 1,919              | 3,217              |
| (l) Electricity Expenses               | 1,577              | -                  |
| (m) Repairs and Maintainence           | 9,855              | -                  |
| (n) Postage & Stamp                    | 694                | -                  |
| (o) TDS late fine                      | 400                | -                  |
| <b>Total</b>                           | <b>706,934</b>     | <b>318,398</b>     |

**Note:**

(i) Auditor remuneration comprises:

|                               |               |               |
|-------------------------------|---------------|---------------|
| a. Statutory audit fee        | 28,090        | 13,483        |
| b. Certification fee          | 5,515         | -             |
| c. Fee for Income tax matters | 12,126        | -             |
| <b>Total</b>                  | <b>45,731</b> | <b>13,483</b> |



| Asset                | Cost | Accumulated Depreciation | Net Book Value |
|----------------------|------|--------------------------|----------------|
| Computer             |      |                          |                |
| Furniture & Fixtures |      |                          |                |
| Plant                |      |                          |                |
| Net Book             |      |                          |                |

(ii) Depreciation on fixed assets is provided pro-rata from the date of use on straight line basis.

Note no. 21 - Since there are less than 10 employees in the Company, the employee benefits with respect to gratuity, provident fund and PPF are not applicable to the Company.

**Note no. 22 Related Party Disclosures:**

In the normal course of business, the Company has not entered into transactions with affiliated companies, key management personnel and members of such personnel.



**SHARNARTHI LEASING FINANCE PRIVATE LIMITED** Notes forming part of the financial statements

**Note no. 19-** According to the records available with the Company, dues payable to entities that are classified as Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 during the year is Rs. Nil (previous year Rs. Nil). Accordingly, disclosures relating to amounts unpaid as the year end together with the interest paid/ payable as required under the said Act are not applicable. Further no interest has been paid or was payable to such parties under the said Act in the previous year.

Dues to Micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

**Note no. 20- Current-non-current classification**

All assets and liabilities are classified into current and non-current.

**Assets**

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within 12 months after the reporting date; or
- (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

**Liabilities**

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in the Company's normal operating cycle;
  - (b) it is held primarily for the purpose of being traded;
  - (c) it is due to be settled within 12 months after the reporting date; or
  - (d) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

**Note no. 21- Depreciation on fixed assets**

a) Depreciation on fixed assets other than leased assets and leasehold improvements is provided under the straight line method using rates determined based on management's assessment of useful economic lives of the asset or at the rates specified in Schedule XIV of the Act, whichever is higher. The depreciation rates used by management are as follows:

| Assets               | Rate of depreciation |
|----------------------|----------------------|
| Computer             | 16.21%               |
| Furniture & Fixtures | 6.33%                |
| Printer              | 16.21%               |
| Sign Board           | 6.33%                |

b) Depreciation on fixed assets is provided pro-rata from the date of use, on straight line basis

**Note no. 22 -** Since there are less than 10 employees in the Company, the employee benefits with respect to gratuity, provident fund and ESI are not applicable to the Company.

**Note no. 23 Related Party Disclosures**

In the normal course of business, the Company has not entered into transactions with affiliated companies, key management personnel and relatives of such personnel.





**SHARNARTHI LEASING FINANCE PRIVATE LIMITED** Notes forming part of the financial statements

**Note no. 19-** According to the records available with the Company, dues payable to entites that are classified as Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 during the year is Rs. Nil (previous year Rs. Nil). Accordingly, disclosures relating to amounts unpaid as the year end together with the interest paid/ payable as required under the said Act are not applicable. Further no interest has been paid or was payable to such parties under the said Act in the previous year.

Dues to Micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

**Note no. 20- Current-non-current classification**

All assets and liabilities are classified into current and non-current.

**Assets**

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within 12 months after the reporting date; or
- (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

**Liabilities**

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in the Company's normal operating cycle;
  - (b) it is held primarily for the purpose of being traded;
  - (c) it is due to be settled within 12 months after the reporting date; or
  - (d) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

**Note no. 21- Depreciation on fixed assets**

a) Depreciation on fixed assets other than leased assets and leasehold improvements is provided under the straight line method using rates determined based on management's assessment of useful economic lives of the asset or at the rates specified in Schedule XIV of the Act, whichever is higher. The depreciation rates used by management are as follows:

| Assets               | Rate of depreciation |
|----------------------|----------------------|
| Computer             | 16.21%               |
| Furniture & Fixtures | 6.33%                |
| Printer              | 16.21%               |
| Sign Board           | 6.33%                |

b) Depreciation on fixed assets is provided pro-rata from the date of use, on straight line basis

**Note no. 22 -** Since there are less than 10 employees in the Company, the employee benefits with respect to gratuity, provident fund and ESI are not applicable to the Company.

**Note no. 23 Related Party Disclosures**

In the normal course of business, the Company has not entered into transactions with affiliated companies, key management personnel and relatives of such personnel.



**SHARNARTHI LEASING FINANCE PRIVATE LIMITED** Notes forming part of the financial statements

**Note no. 24 Profit Per Share**

| Particulars  | (Amount in Rupees)                |                                   |
|--|-----------------------------------|-----------------------------------|
|  | For the year ended March 31, 2014 | For the year ended March 31, 2013 |
| <b>Earnings/(losses) per share</b>   |                                   |                                   |
| Net profit / (loss) for the year   | 934,766                           | 165,101                           |
| Weighted average number of equity shares   | 1,193,912                         | 1,167,000                         |
| Effect of potential dilutive equity shares*                                      | Nil                               | Nil                               |
| Weighted average number of equity shares in computing dilutive earning per share | 1,193,912                         | 1,167,000                         |
| Par value per share  | 10                                | 10                                |
| <b>Basic and diluted earnings/(losses) per share (in Rs.)</b>                    | <b>0.78</b>                       | <b>0.14</b>                       |

\* Nil, as anti-dilutive potential shares in view of loss for the year.

**Note no. 25 Previous year's figures**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

**Note no. 26 Provision for standard and non-performing assets**

The Company has created a provision against standard assets amounting to Rs. 210,584/- (previous year Rs. 102,486) in accordance with the provisions of Non-Banking Financial Company -Micro Finance Institutions (Reserve Bank) Directions, 2011.

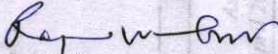
In terms of our report attached  
For Rajendra Leela & Associates

For Sharnarthi Leasing & Finance Private Limited

Chartered Accountants  
Firm Registration No: 322234E

FOR SHARNARTHI LEASING & FINANCE (PVT) LTD

FOR SHARNARTHI LEASING & FINANCE (PVT) LTD

  
R K Gupta  
Proprietor  
M. No. 56123



  
Sarat Chandra Das  
DIRECTOR

  
Tapan Chandra Kalita  
Director

DIRECTOR

Place: Guwahati (Assam)  
Dated: 28 April 2014

Place: Guwahati (Assam)  
Dated: 28 April 2014

SHARNARTHI LEASING & FINANCE PRIVATE LIMITED

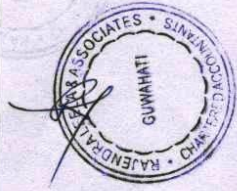
Note 9: Fixed Assets- Tangible Assets

| Assets               | As on 31.03.2014 | As on 31.03.2013 |
|----------------------|------------------|------------------|
| Computer             | 21,600           | 16,800           |
| Furniture & Fixtures | 15,776           | 16,790           |
| Printer              | 11,800           | -                |
| Exp. Road            | 388              | 780              |
| <b>Total</b>         | <b>50,758</b>    | <b>45,170</b>    |
| Previous Year        |                  | 50,758           |

**SHARNATHI LEASING & FINANCE PRIVATE LIMITED**

**Note 9: Fixed Assets- Tangible Assets**

| Particulars          | Gross Block           |   | Depreciation          |              | WDV                    |                        |
|----------------------|-----------------------|---|-----------------------|--------------|------------------------|------------------------|
|                      | As on<br>1 April 2013 | As on<br>31 March<br>2014<br>Addition /<br>(Deletion) | As on<br>1 April 2013 | For the Year | As on<br>31 March 2013 | As on<br>31 March 2014 |
| Computer             | 21,600                | 16,800  | 219                   | 5,881        | 21,381                 | 32,300                 |
| Furniture & Fixtures | 15,770                | 16,790  | 274                   | 1,049        | 15,496                 | 31,237                 |
| Printer              | 13,000                | -   | 206                   | 2,107        | 12,794                 | 10,687                 |
| Sign Board           | 388                   | 780   | 121                   | 28           | 267                    | 1,019                  |
| <b>Total</b>         | <b>50,758</b>         | <b>34,370</b>   | <b>820</b>            | <b>9,066</b> | <b>49,938</b>          | <b>75,242</b>          |
| Previous Year        | -                     | 50,758  | -                     | 820          | -                      | 49,938                 |



**SHARNARTHI LEASING & FINANCE PRIVATE LIMITED**

**SCHEDULE OF DEPRECIATION ON FIXED ASSETS AS PER INCOME TAX ACT FOR THE FINANCIAL YEAR: 2013-14**

| Particulars          | Rate of Dep.(%) | W.D.V. AS ON 1-Apr-13 | Additions    |               | Total         | Dep. For the year | W.D.V. AS ON 31-Mar-14 |
|----------------------|-----------------|-----------------------|--------------|---------------|---------------|-------------------|------------------------|
|                      |                 |                       | <180days     | >180days      |               |                   |                        |
| Computer             | 60%             | 8,640                 |              | 16,800        | 25,440        | 15,264            | 10,176                 |
| Furniture & Fixtures | 10%             | 14,193                | 7,850        | 8,940         | 30,983        | 2,706             | 28,277                 |
| Printer              | 60%             | 5,200                 | -            | -             | 5,200         | 3,120             | 2,080                  |
| Sign Board           | 10%             | 349                   | 780          | -             | 1,129         | 74                | 1,055                  |
| <b>Total</b>         |                 | <b>28,382</b>         | <b>8,630</b> | <b>25,740</b> | <b>62,752</b> | <b>21,164</b>     | <b>41,588</b>          |



**Rajendra Leela & Associates**  
CHARTERED ACCOUNTANTS

OPP. GUWAHATI BUILDING  
G S ROAD, MANIPUR BASTI  
GUWAHATI-781007 (ASSAM)  
Mobile : 98640 0285  
E-mail : rajl@rajleela.co.in

**1 MAY CONCERN**

For the year ended 31<sup>st</sup> March, 2014 produced to us by M/s. Sharnarthi Leasing & Finance Private Limited having registered office at G S Road, Guwahati, Assam, India, we hereby certify that pursuant to clause (b) of sub-section (1) of Section 143(2) of the Income Tax Act, 1961 read with the provisions of the Reserve Bank of India, Act, 1934, dated 10th May, 2000, issued by the Reserve Bank of India, continues to undertake the business of banking under the provisions of the Reserve Bank of India Act, 1934.

For Rajendra Leela & Associates  
Chartered Accountants  
Firm Registration No. 327234E



R. K. Gupta  
Proprietor  
M. No. 55123



**Rajendra Leela & Associates**  
CHARTERED ACCOUNTANTS

OPP. GOSWAMI BUILDING  
G. S. ROAD, MANIPURI BASTI  
GUWAHATI-781007 (ASSAM)  
Mobile : 98640-61685  
E-mail : rajghy@yahoo.co.in

**TO WHOMSOEVER IT MAY CONCERN**

On the basis of books of accounts and other records for the year ended 31<sup>st</sup> March, 2014 produced to us by the management of **M/s. Sharnarathi Leasing & Finance Private Limited** having registered office at Vill- Dubjeni, Kulsi Road, Chhaygaon, Kamrup (Assam) – 781 124, we hereby certify that pursuant to Circular No. **CC No.79 dated 21.9.2006 & CCNo.81 dated 19.10.2006 of the Reserve Bank of India**, the company having Certificate of Registration No. B-06-00271 Dated 10th May, 2000, issued by Reserve Bank of India, Chandigarh under Section 45 IA of the RBI Act, 1934, continues to undertake the business of non-banking financial institution requiring to hold Certificate of Registration under Section 45A of the RBI Act, 1934 during the financial year 2013-14.

Place: Guwahati (Assam)  
Date: 28 April 2014



**For Rajendra Leela & Associates**  
Chartered Accountants  
Firm Registration No. 322234E

R K Gupta  
Proprietor  
M. No. 56123



**Rajendra Leela & Associates**  
CHARTERED ACCOUNTANTS

OPP. GOSWAMI BUILDING  
G. S. ROAD, MANIPURI BASTI  
GUWAHATI-781007 (ASSAM)  
Mobile : 98640-61685  
E-mail : rajghy@yahoo.co.in

**TO WHOM IT MAY CONCERN**

On the basis of books of account of M/s. Sharnarhi Leasing & Finance Private Limited having registered office at Vill- Dubjeni, Kushi Road, Chhaygaon, Kamrup (Assam) – 781 124 verified by us, we confirm that net owned fund of M/s. Sharnarhi Leasing & Finance Private Limited as on 31 March 2014 is Rs. 20,991,520/- (Rs. Two Crore Nine Lac Ninety One Thousand Five Hundred Twenty only) as per the calculation given below;

**CALCULATION OF NET OWNED FUND OF SHARNARTHI LEASING & FINANCE PRIVATE LIMITED AS ON 31 MARCH 2014**

| S. No.                | Particulars               | Amount (In Rs.)   |
|-----------------------|---------------------------|-------------------|
| 1                     | Paid up share capital     | 20,600,000        |
| 2                     | Reserves & Surpluses      | 446,192           |
| 3                     | Less: Deferred Tax assets | 54,672            |
| <b>NET OWNED FUND</b> |                           | <b>20,991,520</b> |

Place: Guwahati (Assam)  
Date: 28 April 2014



For Rajendra Leela & Associates  
Chartered Accountants  
Firm Registration No. 322234E

*Rajendra Leela*

R K Gupta  
Proprietor  
M. No. 56123



**Rajendra Leela & Associates**  
CHARTERED ACCOUNTANTS

OPP. GOSWAMI BUILDING  
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GUWAHATI-781007 (ASSAM)  
Mobile : 98640-61685  
E-mail : rajghy@yahoo.co.in

**TO WHOMSOEVER IT MAY CONCERN**

On the basis of verification of records of **M/s. Sharnartha Leasing & Finance Private Limited** having registered office at Vill- Dubjeni, Kuls Road, Chhaygaon, Kamrup (Assam) – 781 124, we hereby confirm and certify that the above named company has not accepted any public deposits during the financial year 2013-14 neither holding any public deposit as on 31 March 2014.

Place: Guwahati (Assam)  
Date: 28 April 2014



**For Rajendra Leela & Associates**  
Chartered Accountants  
Firm Registration No. 322234E

R K Gupta  
Proprietor  
M. No. 56123



To the Board of Directors of  
**Sharnarathi Leasing & Finance Private Limited**

We have audited the attached Balance Sheet of **Sharnarathi Leasing & Finance Private Limited**, (the 'Company') as at 31 March 2014. As required by the **Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 (the 'directions')**, on the basis of such checks, as we considered appropriate and as per the information and explanation given to us we report that:

1. The Company is engaged in the business of non-banking financial institution and has obtained a Certificate of Registration (CoR) from the Reserve Bank of India ('RBI') under registration no. B-06-00271 dated 10 May 2000. The company has shifted its registered office to the State of Assam during the financial year 2013-14 and a fresh Certificate of Registration was issued by Reserve Bank of India, Guwahati under registration no. B-08-00185 dated 14 March 2014.
2. According to the information and explanation given to us, the Company is entitled to continue to hold CoR in terms of its asset/ income pattern as on 31 March 2014.
3. Based on the criteria set forth by the RBI in Company Circular No. DNBS.PD. CC No. 85 / 03.02.089 /2006-07 dated December 6, 2006 for classification of **Non-Banking Financial Companies** ('NBFC') as Asset Finance Company ('AFC'), the Company is not an AFC as defined in Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 with reference to the business carried on by it during the year ended 31 March 2014.
4. The Board of Directors has passed a resolution on 20 April 2013 not to accept deposits from the public during the year.
5. The Company has not accepted any public deposits during the year ended 31 March 2014.
6. In our opinion and to the best of our information and according to the explanations given to us, the Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts, specified in the directions issued by the RBI in terms of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 ('Prudential Norms'), to the extent applicable.

Place: Guwahati (Assam)  
Date: 28 April 2014



**For Rajendra Leela & Associates**  
Chartered Accountants  
Firm Registration No. 322234E

R K Gupta  
Proprietor  
M. No. 56123





**Rajendra Leela & Associates**  
CHARTERED ACCOUNTANTS

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Mobile : 98640-61685  
E-mail : rajghy@yahoo.co.in

**TO WHOM IT MAY CONCERN**

This is to certify that M/s. Sharnarhi Leasing & Finance Private Limited having registered office at Vill-Dubjeni, Kushi Road, Chhaygaon, Kamrup (Assam) – 781 124 continues to undertake the business of NBF1 as on 31 March 2014 requiring holding of Certificate of Registration under Section 45-IA of RBI Act, 1934.

Further, the asset income patten on the company as on 31 March 2014 is as under;

**ASSET PATTERN OF THE COMPANY AS ON 31 MARCH 2014**

| S. No. | Particulars                               | Amount            | Percentage of total assets as on 31 March 2014 |
|--------|---|-------------------|--|
| 1      | Net Fixed Assets                          | 75,242            | 0.34   |
| 2      | Net Leased Assets                         | Nil               | Nil  |
| 3      | Net Stock on hire/ hypothecation          | Nil               | Nil  |
| 4      | Loans and advances                        | 21,058,427        | 95.45  |
| 5      | Investment in Government Securities       | Nil               | Nil  |
| 6      | Interest on Government securities, if any | Nil               | Nil  |
| 7      | Fixed Deposits                            | Nil               | Nil  |
| 8      | Interest on FDRs                          | Nil               | Nil  |
| 9      | Cash and Bank Balances                    | 830,869           | 3.77   |
| 10     | Investment in Group Companies             | Nil               | Nil  |
| 11     | Other Investments                         | Nil               | Nil  |
| 12     | Sundry Debtors                            | Nil               | Nil  |
| 13     | Security Deposits (Telephone)             | Nil               | Nil  |
| 14     | Advance Tax/ Interest Tax                 | Nil               | Nil  |
| 15     | Other Assets                              | 98,179            | 0.44   |
|        | <b>TOTAL</b>                              | <b>22,062,717</b> | <b>100.00</b>                                  |





**INCOME PATTERN OF THE COMPANY AS ON 31 MARCH 2014**

| S. No. | Particulars   | Amount           | Percentage of total income for the financial year ended 31 March 2012 |
|--------|---|------------------|---|
| 1      | Income from Hire Purchase/ Hypothecation                    | Nil              | Nil   |
| 2      | Interest earned on FDRs                                     | 4,825            | 0.14  |
| 3      | Interest on Government securities, if any                   | Nil              | Nil   |
| 4      | Investment Income   | Nil              | Nil   |
| 5      | Investment income on Loans and Advances                     | 3,420,109        | 99.86   |
| 6      | Interest earned other (ICDs)/ interest on Income Tax refund | Nil              | Nil   |
| 7      | Excess amount of provisions written back                    | Nil              | Nil   |
| 8      | Bad debts recovered on rent received                        | Nil              | Nil   |
| 9      | Others  | Nil              | Nil   |
|        | <b>TOTAL</b>  | <b>3,424,934</b> | <b>100.00</b>   |

Place: Guwahati (Assam)  
Date: 28 April 2014



For Rajendra Leela & Associates  
Chartered Accountants  
Firm Registration No. 322234E

R K Gupta  
Proprietor  
M. No. 56123