

SULAKSHANA SECURITIES LIMITED

ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2011

DELOITTE HASKINS & SELLS
CHARTERED ACCOUNTANTS
MUMBAI : 400 020.

DIRECTORS' REPORT

To:
The Members,
SULAKSHANA SECURITIES LIMITED

Your Directors have pleasure in presenting their Sixteenth Annual Report of the Company together with the audited statements of accounts for the year ended 31st March 2011.

1. FINANCIAL RESULTS:

	Current Year <u>Rupees</u>	Previous Year <u>Rupees</u>
Gross Income	2500057	2822888
Profit/(Loss) before taxes	(2710605)	(2189285)
Provisions for tax	(280000) -----	(307000) -----
Profit/(Loss) after tax	(2990605)	(2496285)
Deficit brought forward from previous year	(119480082) -----	(116983797) -----
Deficit carried to Balance Sheet	(122470687) =====	(119480082) =====

2. HOLDING COMPANY:

Your Company continues to be a wholly owned subsidiary of Navin Fluorine International Limited.

3. DIRECTORATE:

Pursuant to the provisions of Section 256 of the Companies Act, 1956, Shri M.R. Dekhtawala, Director of the Company will retire by rotation at the ensuing Annual General Meeting, but being eligible, offers himself for re-appointment.

4. RESERVE BANK OF INDIA DIRECTIONS:

As on 31st March 2011 there were no public deposits accepted by the Company and therefore the particulars stipulated in respect thereof are NIL.

5. PARTICULARS OF EMPLOYEES:

Your company has not employed any persons, and therefore, statement pursuant to Section 217 (2A) of the Companies Act, 1956 has not been annexed.

6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company is not engaged in manufacturing activities. Therefore, there is no information to submit in respect of conservation of energy and technology absorption.

The Company has no foreign exchange earnings and outgo during the year.

7. APPOINTMENT OF AUDITORS:

It is proposed to appoint M/s. Deloitte Haskins & Sells, Chartered Accountants, Vadodara as the auditors of the Company at the ensuing Annual General Meeting to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and fix their remuneration.

8. DIRECTORS' RESPONSIBILITY STATEMENT:

As required under the provisions of Section 217 (2AA) inserted by the Companies (Amendment) Act, 2000 in the Companies Act, 1956, your Directors report as under:

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period;

- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

For and on behalf of the Board,

DIRECTOR

MUMBAI,
DATED: 25th April 2011

AUDITORS' REPORT

**To, the members of
Sulakshana Securities Limited**

1. We have audited the attached Balance sheet of Sulakshana Securities Limited as at 31st March, 2011, the Profit and Loss account and the Cash-flow statement of the Company for the year ended on that date, both 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 the 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 the 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 (Auditor's Report) Order, 2003 (CARO), issued by the Central Government in terms of Section 227 (4A) 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, we report as follows:
 - i. 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;
 - ii. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii. the Balance sheet, the Profit and Loss account and the Cash-flow statement dealt with by this report are in agreement with the books of account;
 - iv. in our opinion the Balance sheet, the Profit and Loss account and the Cash-flow statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956;
 - v. without qualifying our report we draw attention to note 5 in Schedule 8 regarding non-accounting of rent/ recovery of expenses, Rs 10,882,974 (Previous Year Rs 10,882,974)

- vi. *attention is invited to note 4 of schedule 8, regarding accounts of the Company prepared on going concern basis which was also the subject matter of our report modified in the previous year:*

Subject to the foregoing, 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 31st March, 2011;
- b) in the case of the Profit and Loss account, of the loss for the year ended on that date and
- c) in the case of the Cash-flow statement, of the cash-flows of the Company for the year ended on that date.

5. On the basis of written representations received from the directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of Section 274 (1) (g) of the Companies Act, 1956.

For DELOITTE HASKINS & SELLS,
Chartered Accountants
(Registration No. 117364W)

R. SALIVATI
Partner
(Membership No. 34004)

Mumbai, 25th April, 2011

ANNEXURE TO THE AUDITORS' REPORT
(referred to in paragraph 3 of our report of even date)

1. Having regard to the nature of the Company's business/ activities/ result, clauses (ii), (v), (vi), (vii), (viii), (xi), (xii), (xiii), (xiv), (xv), (xvi), (xviii), (xix) and (xx) of CARO are not applicable.
2. In respect of its fixed assets :
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular program of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Fixed assets have not been disposed off during the year.
3. The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties listed in the Register maintained under section 301 of the Companies Act, 1956.
4. 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 for the sale of services. There were no purchase of inventory and fixed assets or sale of goods during the year. During the course of audit, we have not observed any major weakness in such internal control system.
5. According to the information and explanations given to us in respect of Statutory dues ;
 - (a) In our opinion and according to the information and explanations given to us, provisions of The Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and the Employees State Insurance Act, 1948 are not applicable during the year. In respect of other undisputed statutory dues, including Investor education & protection fund, Income-tax, Sales-tax, Wealth-tax, Customs duty, Excise duty, Service tax, Cess and other material statutory dues, applicable to it. The Company has generally been regular in depositing these with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at 31st March, 2011 for a period of more than six months from the date they became payable.

- (c) Details of dues in respect of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise duty and Cess which have not been deposited as on 31st March, 2011 on account of disputes are given below :

Statute	Nature of Dues	Forum where Dispute is pending	Period to which the amount relates	Amount involved (Rs. In lakhs)
Income Tax Act 1961	Income Tax	ITAT, Mumbai	A.Y 2003-04	13.60
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax	A.Y 2004-05 & A.Y 2006-07	16.20
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax	A.Y 2007-08 & A.Y 2008-09	20.14

6. The accumulated losses of the Company as at the end of the financial year are not less than fifty percent of its net worth and the Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
7. In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance sheet, we report that funds raised on short-term basis have not been used during the year for long-term investment.
8. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.

For DELOITTE HASKINS & SELLS,
Chartered Accountants
(Registration No. 117364W)

R. SALIVATI
Partner
(Membership No. 34004)

Mumbai, 25th April, 2011

Sulakshana Securities Limited

Balance sheet as at 31st March, 2011

	Schedule no.	Rupees	As at 31st March, 2010 Rupees
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	1	1,500,000	1,500,000
Loan funds			
Secured loans	2	277,707,169	277,707,169
Unsecured loans	3	2,200,000	1,700,000
Total		281,407,169	280,907,169
APPLICATION OF FUNDS			
Fixed assets	4		
Gross block		178,509,450	178,509,450
<i>less</i> , depreciation		26,287,336	23,377,632
Net block		152,222,114	155,131,818
Investments	5	40	40
Current assets, loans and advances			
Cash and bank balances	6	61,832	43,265
Loans and Advances	7	7,312,291	6,432,819
		7,374,123	6,476,084
less, Current liabilities and provisions			
Current liabilities	8	638,754	153,814
Provision for tax (net of advance tax)		21,041	27,041
		659,795	180,855
Net current assets		6,714,328	6,295,229
Profit and Loss account		122,470,687	119,480,082
Total		281,407,169	280,907,169

Significant accounting policies and notes on accounts - schedule 9

In terms of our report attached

For Deloitte Haskins & Sells

Chartered Accountants

S.U.THAKKAR)

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M.D.PANDYA) **Directors**

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R. SALIVATI

Partner

M.R.DEKHTAWALA)

Membership no: 34004

Mumbai, dated,

Mumbai, dated,

Sulakshana Securities Limited**Profit and Loss account for the year ended 31st March, 2011**

	Rupees	Previous year Rupees
INCOME		
Rent from property	1,578,751	1,623,134
Utility Service charges and other receipts	921,306	1,199,754
Total	2,500,057	2,822,888
EXPENDITURE		
Payment to auditors	165,450	110,300
Property maintenance expenses	1,620,585	1,912,287
Filing fees	6,400	24,950
Depreciation	2,909,704	2,909,704
Legal and Professional Fees	508,483	33,090
Miscellaneous expenses	40	1,434
Interest - Others	-	20,408
Total	5,210,662	5,012,173
Loss before tax	(2,710,605)	(2,189,285)
Provision for tax	(280,000)	(307,000)
Loss after tax	(2,990,605)	(2,496,285)
Deficit brought forward from previous year	(119,480,082)	(116,983,797)
Deficit carried to Balance sheet	(122,470,687)	(119,480,082)
Earnings per share - basic/ diluted (refer note 6 of schedule 9)	(19.94)	(16.64)

Significant accounting policies and notes on accounts - schedule 9

In terms of our report attached

For Deloitte Haskins & Sells

Chartered Accountants

S.U.THAKKAR

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M.D.PANDYA

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Directors

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R. SALIVATI

Partner

M.R.DEKHTAWALA

)

Membership no: 34004

Mumbai, dated,

Mumbai, dated,

Sulakshana Securities Limited**Cash flow statement for the year ended 31st March, 2011**

	Rupees	Previous year Rupees
A. Cash flow from operating activities		
(Loss) before tax	(2,710,605)	(2,189,285)
adjustments for,		
Depreciation	2,909,704	2,909,704
Operating profit before working capital changes	199,099	720,419
(Increase) in loans and advances	(879,472)	(899,601)
Increase/(Decrease) in trade and other payables	484,940	(797,562)
Cash (used in) operations	(195,433)	(976,744)
Direct taxes paid	(286,000)	(638,314)
Net cash (used in) operating activities	(481,433)	(1,615,058)
B. Cash flow from investing activities		
C. Cash flow from financing activities		
Proceeds from long-term borrowings	500,000	1,600,000
Net cash from/(used in) financing activities	500,000	1,600,000
Net (decrease) in cash and cash equivalents	18,567	(15,058)
Cash and cash equivalents at the beginning of the year	43,265	58,323
Cash and cash equivalents at the end of the year	61,832	43,265

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants

R. SALIVATI
Partner
Membership no: 34004

Mumbai, dated,

S.U.THAKKAR)
)
)
M.D.PANDYA) **Directors**
)
)
M.R.DEKHTAWALA)

Mumbai, dated,

Sulakshana Securities Limited

Schedules forming part of the accounts -

		As at 31st March, 2010	
		Rupees	Rupees
<u>Schedule 1</u>			
SHARE CAPITAL			
<u>Authorised</u>			
150,000 equity shares of Rs. 10/- each.		1,500,000	1,500,000
<u>Issued and subscribed</u>			
150,000 equity shares of Rs. 10/- each, fully paid-up.		1,500,000	1,500,000
Total		1,500,000	1,500,000

Note.

All the above shares are held by Navin Fluorine International Limited and its nominees

Schedule 2 **SECURED LOANS**

Other loans and advances - from Others (refer note below)	277,707,169	277,707,169
Total	277,707,169	277,707,169

Note:

Secured against first floor in Mafatlal Centre under rights of subrogation, pending formal creation of charge.

Schedule 3 **UNSECURED LOANS**

Other loans and advances - from Others	2,200,000	1,700,000
Total	2,200,000	1,700,000

Sulakshana Securities Limited**Schedules forming part of the accounts****Schedule 4****FIXED ASSETS**

(Rupees)										
	Gross block				Depreciation				Net Block	
	As at 1st April, 2010	Additions	Deductions/ adjustments	As at 31st March, 2011	Upto 31st March, 2010	For the year	Deductions/ adjustments	Upto 31st March, 2011	Upto 31st March, 2011	Upto 31st March, 2010
Asset category										
Buildings	178,509,450	-	-	178,509,450	23,377,632	2,909,704	-	26,287,336	152,222,114	155,131,818
Total	178,509,450	-	-	178,509,450	23,377,632	2,909,704	-	26,287,336	152,222,114	155,131,818
As at and for the year ended 31st March, 2010	178,509,450	-		178,509,450	20,467,928	2,909,704	-	23,377,632	155,131,818	

Sulakshana Securities Limited

Schedules forming part of the accounts

	As at 31st March, 2010	
	Rupees	Rupees
<u>Schedule 5</u>		
INVESTMENTS (long term, unquoted, non-trade, fully paid-up)		
2 equity shares of Soushreyas Investments India Limited of Rs.10/- each	20	20
2 equity shares of Samatva Investments Limited of Rs.10/- each	20	20
Total	40	40

Schedule 6 **CASH AND BANK BALANCES**

Cash on hand	5,053	5,053
Balances with scheduled banks in current account (refer note no.10)	56,779	38,212
Total	61,832	43,265

Schedule 7 **LOANS AND ADVANCES (Unsecured considered good)**

Advances recoverable in cash or kind for value to be received	3,353,119	2,473,647
Advance payment of tax (net of provision for tax)	3,959,172	3,959,172
Total	7,312,291	6,432,819

Schedule 8 **CURRENT LIABILITIES**

Sundry creditors:

(i) Total outstanding dues to micro enterprises and small enterprises (refer note no.9)	-	-
(ii) Total outstanding dues to creditors other than micro enterprises and small enterprises	638,754	153,814
	638,754	153,814
Total	638,754	153,814

Sulakshana Securities Limited

Balance sheet abstract and Company's general business profile

I. Registration details

Registration no.

					6	9	4	6	4
--	--	--	--	--	---	---	---	---	---

Balance sheet date

3	1	-	0	3	-	2	0	1	1
---	---	---	---	---	---	---	---	---	---

State code

						1	1
--	--	--	--	--	--	---	---

II. Capital raised during the year (amount in Rupees thousands)

Public issue

					N	I	L
--	--	--	--	--	---	---	---

Bonus issue

					N	I	L
--	--	--	--	--	---	---	---

Rights issue

					N	I	L
--	--	--	--	--	---	---	---

Private placement

					N	I	L
--	--	--	--	--	---	---	---

III. Position of mobilisation and deployment of funds (amount in Rupees thousands)

Total liabilities

		2	8	2	0	8	2
--	--	---	---	---	---	---	---

Sources of funds

Paid-up capital

				1	5	0	0
--	--	--	--	---	---	---	---

Secured loans

		2	7	7	7	0	7
--	--	---	---	---	---	---	---

Application of funds

Net fixed assets

		1	5	2	2	2	2
--	--	---	---	---	---	---	---

Net current assets

				6	7	1	4
--	--	--	--	---	---	---	---

Accumulated losses

		1	2	2	4	7	1
--	--	---	---	---	---	---	---

Total assets

		2	8	2	0	8	2
--	--	---	---	---	---	---	---

Reserves and surplus

					N	I	L
--	--	--	--	--	---	---	---

Unsecured loans

				2	2	0	0
--	--	--	--	---	---	---	---

Investments

--	--	--	--	--	--	--	--

Miscellaneous expenditure

					N	I	L
--	--	--	--	--	---	---	---

IV. Performance of the Company (amount in Rupees thousands)

Turnover (income)

				2	5	0	0
--	--	--	--	---	---	---	---

Profit before tax

		(2	7	1	1)
--	--	---	---	---	---	---	---

Earnings per share (*Rupees*)

(Refer note 6 of schedule 8)							
-------------------------------	--	--	--	--	--	--	--

Total expenditure

				5	2	1	1
--	--	--	--	---	---	---	---

Profit after tax

		(2	9	9	1)
--	--	---	---	---	---	---	---

Dividend %

					N	I	L
--	--	--	--	--	---	---	---

V. Generic names of two principal products/ services of the Company (as per monetary terms)

Item code no. (*ITC code*)

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

Product description

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

S.U.THAKKAR

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M.D.PANDYA

) Directors

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M.R.DEKHTAWALA

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Mumbai, dated,

Sulakshana Securities Limited

Schedules forming part of the accounts

Schedule 9

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1. Fixed assets

Fixed assets are recorded at cost of acquisition or construction. They are stated at historical cost less accumulated depreciation and impairment loss, if any.

2. Depreciation

Depreciation on fixed assets is provided on the straight-line basis in accordance with provisions of the Companies Act, 1956, at the rates and in the manner provided in schedule XIV of this Act.

3. Impairment loss

Impairment loss is provided to the extent the carrying amount(s) of assets exceed their recoverable amount(s). Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash-flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

4. Investments

Current investments are carried at lower of cost and fair value. Long-term investments are carried at cost. Provision is made to recognize a decline, other than temporary, in the carrying amount of long-term investments.

5. Revenue recognition

Revenue (income) is recognized when no significant uncertainty as to determination or realization exists.

6. Taxes on income

Tax expense comprise both current and deferred tax at the applicable enacted/ substantively enacted rates. Current tax represents the amount of income-tax payable/ recoverable in respect of the taxable income/ loss for the reporting period. Deferred tax represents the effect of timing differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized if the Company is reasonably certain that the assets will be realised.

7. Provisions and contingencies

A provision is recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

Sulakshana Securities Limited

Schedules forming part of the accounts

8. Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

B. NOTES ON ACCOUNTS

		Rupees	As at 31st March, 2010 Rupees
1.	<u>Contingent liabilities in respect of:</u>		
	<i>Income-tax matters disputed in appeal</i> Demand of income-tax authorities disputed in appeals (mainly relate to disallowance of expenses) (pending before the Income-tax Appellate Tribunal/ Commissioner of Income Tax (Appeals)). The Company is hopeful of succeeding and as such does not expect any significant liability to crystallize.	84,81,534	82,66,143
		Rupees	Previous year Rupees
2.	<u>Payment to Auditors</u>		
	Audit fees	1,25,000	1,00,000
	Supplementary Audit fees	25,000	-----
	As advisor, or in any other capacity, in respect of taxation matter	4,61,000	-----
	Service-tax	62,933	10,300
	Reimbursement of expenses	----	309
	.		
	Total	6,73,933	1,10,609

3.a.	The Board for Industrial & Financial Reconstruction (BIFR) had declared Mafatlal Industries Limited (MIL), a sick industrial undertaking, within the meaning of section 3(1)(o) of the Sick Industrial Companies (Special Provisions) Act, 1985 ('the Act') on 19 th September, 2000, and sanctioned a scheme for its rehabilitation (SS) on 30 th October, 2002, issued on 15 th November, 2002.
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Sulakshana Securities Limited

Schedules forming part of the accounts

b.	In this SS, the Company was identified as a 'special purpose vehicle' into which the Real Estate and Investment Business of MIL was demerged for settlement of MIL's secured term lenders at the values determined in the SS. Against this demerger, the shareholders of MIL were to be issued one equity share of Rs. 10/- each fully paid-up in the Company for every 500 shares of Rs. 100/- each fully paid-up held in MIL as consideration for the demerger, aggregating to Rs. 100,000/-. Accordingly, assets valued as per SS of Rs. 1,490,558,880/- along with settled values of secured term liabilities of the like amount had been transferred to the Company on the Appointed Date (1 st April, 2002) and effect given in the accounts in the relevant year.
c.	<p>i. In respect of other settled values of secured term liabilities of MIL transferred to the Company settlement had been reached in the previous years.</p> <p>For paying off settlement amounts, monies have been borrowed from Navin Fluorine International Limited (NFIL). In terms of the SS, NFIL has residuary rights on the assets of SSL as available to a guarantor under section 140 and 141 of Indian Contract Act, for all payments made by it towards such repayment of dues.</p>
d	The networth of MIL has turned positive and consequently it has been deregistered from BIFR .
4.	Though the accumulated losses have exceeded its shareholders' funds as at 31 st March, 2011, the accounts of the Company have been prepared on going concern basis, as the market value of the immovable property is much higher than the cost.
5.	Before transfer of assets to the Company by MIL pursuant to its SS, MIL had issued notices to its tenants/ (now) ex-tenants in its building at Nariman Point, Mumbai for revision in rent/ recovery of expenses. Pending settlement with them, rent, of Rs. Nil, previous year, Rs. Nil, (aggregate to date, Rs. 6,642,902/-, as at 31 st March, 2010, Rs. 6,642,902/-) and recovery of expenses, of Rs. Nil, previous year, Rs. Nil (aggregate to date, Rs. 4,240,072/-, as at 31 st March, 2010, Rs. 4,240,072/-), have not been accounted, on legal advice.

Sulakshana Securities Limited

Schedules forming part of the accounts

6.	<p><u>Earnings per share</u> Earnings per share is calculated by dividing the (loss)/ profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year, as under:</p> <table><tr><td></td><td>Current year</td><td>Previous year</td></tr><tr><td>(Loss)/ profit after tax attributable to equity shares holders (in Rupees)</td><td>(29,90,605)</td><td>(24,96,285)</td></tr><tr><td>Weighted average number of equity shares outstanding during the year (in numbers)</td><td>150,000</td><td>150,000</td></tr><tr><td>Basic/ diluted earnings per share - Rs.</td><td>(19.94)</td><td>(16.64)</td></tr><tr><td>Nominal value per share - Rs.</td><td>10.00</td><td>10.00</td></tr></table>		Current year	Previous year	(Loss)/ profit after tax attributable to equity shares holders (in Rupees)	(29,90,605)	(24,96,285)	Weighted average number of equity shares outstanding during the year (in numbers)	150,000	150,000	Basic/ diluted earnings per share - Rs.	(19.94)	(16.64)	Nominal value per share - Rs.	10.00	10.00
	Current year	Previous year														
(Loss)/ profit after tax attributable to equity shares holders (in Rupees)	(29,90,605)	(24,96,285)														
Weighted average number of equity shares outstanding during the year (in numbers)	150,000	150,000														
Basic/ diluted earnings per share - Rs.	(19.94)	(16.64)														
Nominal value per share - Rs.	10.00	10.00														
7.	<p><u>Segment information</u> The Company, being a special purpose vehicle, for the purpose as aforementioned in note 3, it does not have any business and/ or geographical segments.</p>															
8.	<p><u>Related party transactions</u> <i>Name of related party where control exists</i> Navin Fluorine International Limited – the holding company</p> <p><i>Names of related parties and description of relationship where transactions have taken place during the year besides the holding company</i> Navin Fluorine International Limited – the holding company</p> <p><u>Enterprises over which key management personnel of the holding company are able to exercise significant influence</u> Mafatlal Industries Limited (MIL) Sudas Manufacturing & Trading Limited Arvi Associates Private Ltd Shripad Associates Private Ltd Sarvanmagala Holdings Private Limited Surekha Holdings Private Limited</p>															

Sulakshana Securities Limited

Schedules forming part of the accounts

Details of transactions with related parties during the year / previous year

Nature of transactions	Holding company – Rupees	Enterprises over which key management personnel of the holding company are able to exercise significant influence – Rupees	Total – Rupees
<u>Advances given to</u> Mafatlal Industries Limited	NIL NIL	8,79,472 <i>9,10,601</i>	8,79,472 <i>9,10,601</i>
<u>Receiving of services</u> Mafatlal Industries Limited	NIL NIL	16,20,585 <i>19,12,287</i>	16,20,585 <i>19,12,287</i>
<u>Loan/ deposits received from</u> Navin Fluorine International Limited	5,00,000 <i>16,00,000</i>	NIL <i>NIL</i>	5,00,000 <i>16,00,000</i>
<u>Loan/ deposits repaid to</u> Navin Fluorine International Limited	NIL <i>NIL</i>	NIL <i>NIL</i>	NIL <i>NIL</i>
<u>Amount due from as at the year end</u> Mafatlal Industries Limited	NIL <i>NIL</i>	33,53,119 <i>24,73,647</i>	33,53,119 <i>24,73,647</i>
<u>Amount due to as at the year end</u> Navin Fluorine International Limited	27,99,07,169 <i>27,94,07,169</i>	NIL <i>NIL</i>	27,99,07,169 <i>27,94,07,169</i>

Notes.

- There are no provisions for doubtful debts or amounts written off or written back in respect of debts due from or to related parties.
- Figures in italics are of those as at and for the year ended 31st March, 2010

Sulakshana Securities Limited

Schedules forming part of the accounts

Sulakshana Securities Limited

Schedules forming part of the accounts

- 9 The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure requirements in this regard as per Schedule VI of the Companies Act, 1956, could not be provided.
- 10 The Company's current account with the Bank of Baroda had been attached by the Income-tax authorities in the earlier years against their demands and an amount of Rs. 728,850/- has been withdrawn by them towards such demands by the Income tax department.
- 11 Company has applied for the change of name to Registrar of Companies from Sulakshana Securities Pvt Ltd to Sulakshana Securities Ltd.
- 12 Figures of the previous year have been regrouped wherever necessary to correspond with those of the current year.
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S.U.THAKKAR

M.D.PANDYA

M.R.DEKHTAWALA

Mumbai, dated,