
DIGGI SECURITIES PRIVATE LIMITED

2nd Annual Report
2011-2012

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NOTICE

NOTICE is hereby given that the 2nd Annual General Meeting of the Company will be held at its registered office at D-106, Crystal Plaza, Opp. Infinity Mall, Link Road, Andheri (W), Mumbai – Maharashtra -400 053 on 23rd September, 2012 at 3:00 P.M. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and the Directors Report and Auditors Report thereon.
2. To appoint an Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

By the Order of the Board of Directors

**Sd/-
Neelam Varun Dhandh
Director**

Place: Mumbai

Dated: 08-06-2012

DIRECTOR'S REPORT

To,
The Members,
Gentlemen,

Your Directors have pleasure in presenting the Second Annual Report together with the Audited statement of Accounts for the period ended **31st March, 2012**.

1) FINANCIAL RESULTS AND OPERATIONS:

The accounts have been drawn up for the year ended on **31st March, 2012**. During the year company incurred losses of Rs. 9,086/-.

2) PARTICULARS OF EMPLOYEES

The information required under the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and under Section 217(1) (e) of the said Act, 1956, read with the Companies (disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not required to be given as there was no employees who is in receipt of remuneration of Rs 24,00,000/- or more per year or Rs. 2,00,000/- or more per month.

3) AUDITORS

M/s Sunil Soni & Co. Chartered Accountants Mumbai, appointed as a First Auditor of the Company and continue to be an Auditor till the conclusion of next Annual General Meeting and being eligible for, offer themselves for reappointment.

4) RESPONSIBILITY STATEMENT

- a) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure.
- b) 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 profit of the company for that period.
- c) 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.
- d) That the directors had prepared the annual accounts on a going concern basis.

5) CONSIDERATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information as per Section 217(1)(e) read with Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 is as follows.

Conservation of Energy : Nil
Technology Absorption : Nil
Foreign Exchange Earning: Nil
Foreign Exchange out go: Nil

6) **ACKNOWLEDGEMENT**

The Directors would like to gratefully acknowledge the contribution made by our employees to the growth of the company. We would also like to thank our shareholders, customers, vendors and bankers for their continued support.

For and on behalf of the Board of Directors

Sd/-
Neelam Varun Dhandh
Director

Place: Mumbai
Date: 08-06-2012

AUDITORS REPORT

TO THE MEMBERS OF

DIGGI SECURITIES PRIVATE LIMITED

1. We have audited the attached Balance sheet of **DIGGI SECURITIES PRIVATE LIMITED** as at 31st March, 2012, the profit and Loss Account the for the year ended on that date. These financial statements are the responsibility of the company's management; our responsibility is to express an opinion on these financial based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards required 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 disclosure in the financial statements. An audit also includes assessing the accounting principals used and significant estimated 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 (as amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 a statement on the matters specified in paragraphs 4 and 5 of the said Order is not applicable to the company.
4. Further to our comments in the Annexure referred to above, we report that :
 - (i) We have obtained all the information and the 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 as far as appears from the examination of those books.
 - (iii) The Balance sheet and profit & loss account dealt with by this report are in agreement with the books of accounts.
 - (iv) In our opinion, the Balance Sheet, 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 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 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 read with the significant accounting policies and notes given in Schedule "12" give a true and fair view in conformity with the accounting principles generally accepted in India;
 - (a) In the case of Balance sheet, of the state of affairs of the Company as at 31st March 2012.

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

For Sunil Soni & Co,

Chartered Accountants

Sd/-

Sunil Kumar Soni
FRN No. 129161W
M.No. 123634

Proprietor

Place: Mumbai.

Dated: 08-06-2012

BALANCE SHEET AS AT 31-03-2012

Particulars	SCH NO.	31 March 2012	31 March 2011
1	2	3	4
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	1,00,000	1,00,000
(b) Reserves and surplus	2	-2,656	6,510
(c) Money received against share warrants			
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings			
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities			
(d) Long-term provisions			
4 Current liabilities			
(a) Short-term borrowings			
(b) Trade payables			
(c) Other current liabilities	3	-	76,500
(d) Short-term provisions	4	1,100	3,890
TOTAL		98,444	1,86,901

II. ASSETS

Non-current assets			
1 (a)	Fixed assets		
	(i)	Tangible assets	
	(ii)	Intangible assets	
	(iii)	Capital work-in-progress	
	(iv)	Intangible assets under development	
(b)	Non-current investments		
(c)	Deferred tax assets (net)		
(d)	Long-term loans and advances		
(e)	Other non-current assets		

2 Current assets				
(a)	Current investments			
(b)	Inventories	5	56,280	26,937
(c)	Trade receivables	6	304	10,749
(d)	Cash and cash equivalents	7	22,860	1,29,215
(e)	Short-term loans and advances			
(f)	Other current assets	8	19,000	20,000
TOTAL			98,444	1,86,901

Schedule forming part of financial Statements 1 to 12

For, Sunil Soni & Co.,
Chartered Accountants

For, Diggi Securities Private Limited

Sd/-
Sunil Kumar Soni
Proprietor
FRN No. 129161W
M.No. 123634

Sd/-
Chanchal Sharma
Director

Sd/-
Neelam Dandh
Director

Place: Mumbai
Date: 08-06-2012

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2012

(Amount in Rupees)

Particulars	SCH NO.	31 March 2012	31 March 2011
I. Revenue from operations	9	85,914	92,685
II. Other income			
III. Total Revenue (I + II)		85,914	92,685
IV. Expenses:			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade			
Changes in inventories of finished goods work-in-progress and Stock-in-Trade			
Employee benefits expense	10	80,000	65,000
Finance costs		-	-
Depreciation and amortization expense		-	-
Other expenses	11	15,000	18,385
V Total expenses		95,000	83,385
VI. Profit before exceptional and extraordinary items and tax (III-IV)		-9,086	9,301
VII. Exceptional items			
VIII. Profit before extraordinary items and tax (V - VI)		-9,086	9,301
IX. Extraordinary Items			
X Profit before tax (VII- VIII)		-9,086	9,300
XI Tax expense:			
(1) Current tax		-	2,790
(2) Deferred tax		-	-
XII Profit (Loss) for the period from continuing operations (VII-VIII)		-9,086	6,510

XIII	Profit/(loss) from discontinuing operations		
XIV	Tax expense of discontinuing operations		
XV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-9,086	6,510
XVI	Profit (Loss) for the period (XI + XIV)	-9,086	6,510
XVII	Earnings per equity share:		
	(1) Basic	-0.91	0.65
	(2) Diluted		
	Schedule forming part of financial Statements	12	

For, Sunil Soni & Co.,
Chartered Accountants
FRN No: 129161W

For, Diggi Securities Private Limited

Sd/-
Sunil Kumar Soni
Proprietor
FRN No. 129161W
M.No. 123634

Sd/-
Chanchal Sharma
Director

Sd/-
Neelam Dandh
Director

Place: Mumbai
Date: 08-06-2012

**SCHEDULES ANNEXED TO AND FORMING PART OF THE FINANCIAL
STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

Schedule "1"

<u>Share Capital</u>	31-Mar-12	31-Mar-11
	Amount	Amount
<u>Authorised</u>		
10,000 Equity Shares of 10 each	1,00,000	1,00,000
<u>Issued</u>		
10,000 Equity Shares of 10 each	1,00,000	1,00,000
<u>Subscribed & Paid up</u>		
10,000 Equity Shares of 10 each	1,00,000	1,00,000
Total	1,00,000	1,00,000

Schedule "1A"

Particulars	Equity Shares	
	Number	Amount
Shares outstanding at the beginning of the year	10,000	1,00,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	10,000	1,00,000

Schedule "1B"

SR NO	Name of Shareholder	As at 31 March 2012		As at 31 March 2011	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1.	Chanchal Sharma	5,000	50.00	8,000	80.00
2.	Pawan Sharma	2,000	20.00	2,000	20.00
3.	Neelam Varun Dhandh	3,000	30.00	-	-
	Total	10,000	100.00	10,000	100.00

Schedule “2”

<u>Reserves & Surplus</u>	As at 31 March 2012	As at 31 March 2011
a. Surplus		
Opening balance	6,510	-
(+) Net Profit/(Net Loss) For the current year	-9,086	6,510
(+) Transfer from Reserves	-	-
(-) less provision for previous year	-80	-
Closing Balance	-2,656	6,510
Total	-2,656	6,510

Schedule “3”

<u>Other Current Liabilities</u>	As at 31 March 2012	As at 31 March 2011
Other payables		
Directors Remuneration Payable	-	50,000
Tarun Dhandh & Co	-	26,500
Total	-	76,500

Schedule “4”

<u>Short Term Provisions</u>	As at 31 March 2012	As at 31 March 2011
Auditor's Remuneration	1,100	1,100
Income Tax Provisions (net of taxes paid)	-	2,790
Total	1,100	3,890

Schedule “5”

Inventories	As at 31 March 2012	As at 31 March 2011
a. Stock-in-trade (Valued at Cost)	56,280	26,937
Share and Securities		
Grand Total	56,280	26,937

Schedule “6”

Trade Receivables	As at 31 March 2012	As at 31 March 2011
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good		
Unsecured, considered good	304	10,749
Unsecured, considered doubtful		
Less: Provision for doubtful debts		
Total	304	10,749

Schedule “7”

Cash and cash equivalents	As at 31 March 2012	As at 31 March 2011
a. Balances with banks	20,349	97,911
b. Cash on hand	2,511	31,304
c. Bank Deposits on demand	-	-
Total	22,860	1,29,215

Schedule “8”

Other Assets	As at 31 March 2012	As at 31 March 2011
a. Preliminary Expenses W/off	15,000	20,000
b. Tarun Dhandh & Co	4,000	
Total	19,000	20,000

Schedule “9”

Particulars	As at 31 March 2012	As at 31 March 2011
Income from Share Trading	85,914	92,685
Total	85,914	92,685

Schedule “10”

Employee Benefits Expense	As at 31 March 2012	As at 31 March 2011

(a) Salaries and incentives	80,000	65,000
Total	80,000	65,000

Schedule "11"

SR No	Other expenses	As at 31 March 2012	As at 31 March 2011
		\	\
1	Legal & Professional Fees	9,600	2,600
2	Office Maintenance	400	1,852
3	Telephone & Internet Charges	-	3,452
4	Travelling Expense	-	4,785
5	Miscellaneous Expense	5,000	5,696
	Total	15,000	18,385

SR No	Audit fees	As at 31 March 2012	As at 31 March 2011
		\	\
1	Payments to the auditor as an auditor,	1,100	1,100
	Total	1,100	1,100

SCHEDULE 12

Significant Accounting Policies and Notes on Accounts Forming Part of the Accounts

I. Significant Accounting Policies :

• **BASIS OF ACCOUNTING**

- a) The financial statements have been prepared in accordance with applicable accounting standards and under historical cost convention in accordance with the Generally Accepted Accounting Principal (GAAP) and the provisions of the Companies Act, 1956.
- b) The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis.

• **FIXED ASSETS: Nil during the Year**

• **DEPRECIATION: Not Applicable**

• **AMORTISATION OF MISCELLANEOUS EXPENDITURE**

The preliminary expenses will be written off in five consecutive years in equal installments.

• **INVESTMENTS**

Investments are stated at cost. The company is in the business of Share Trading and the closing balances of the shares are shown as Inventory.

- **STOCK –IN TRADE**

The company showing the inventory at cost of Acquisition.

- **CONTINGENT LIABILITIES: NIL**

- **INCOME TAX & DEFERRED TAX**

Income Tax is accounted in accordance with AS 22 on accounting for taxes on income issued by ICAI. Tax comprises of both the current and deferred tax. Current tax is measured at the amount expected to be paid / recovered from the tax authorities using the applicable tax rates, deferred tax assets & liabilities are recognized for future tax consequences attributable to timing difference between the taxable income and accounting income that are capable of reversal in one or more subsequent periods and are measured using relevant enacted tax rates.

II. **NOTES ON ACCOUNTS :**

• a)	<u>Auditors Remuneration :</u>	31/03/12 (Rupees)
	Audit Fees	1100/-

		1100/-
		=====
		(Rupees)
b)	<u>Directors Remuneration</u>	
	Salary and other benefits	80,000/-
c)	Value of imports on C.I.F. basis	NIL
d)	Earning in Foreign Exchange	NIL
e)	Foreign Exchange outgo	NIL

- Figures have been rounded off to the nearest rupee.
- Balance Sheet abstract and Companies General Business Profile is stated in an Annexure to the notes to accounts.
- Information required by Paragraphs 3,4,4(A),4(B),and 4(D) of paragraphs II of Schedule VI of the Companies Act,1956

Quantitative Details.

----- Not Applicable -----

AS PER OUR REPORT OF EVEN DATE

Chartered Accountants

For Sunil Soni & Co.,

For and on behalf of the board

Sd/-
Sunil Kumar Soni
Proprietor
M.NO. 123634
FRN No: 129161W

Sd/-
Chanchal Sharma
Director

Sd/-
Neelam Dandh
Director

Place: Mumbai

Date: 08-06-2012

**ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI OF
COMPANIES ACT 1956**

I REGISTRATION DETAILS			
Registration No	210471	State Code	11
Balance Sheet Date	31-Mar-12		
II CAPITAL RAISED DURING THE YEAR (Amount in Rs.)			
Public Issue	Nil	Bonus Issue	Nil
Rights Issue	Nil	Private Placement	Nil
III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS			
	'000 (Rs.)		'000 (Rs.)
Total Liabilities	98	Total Assets	98
		Application of funds	
Sources of funds		Non- Current Assets	-
Paid up Capital	100	Current Assets	98
Reserves & Surplus	(3)		
Non- Current Liabilities			
Current Liabilities	1		
	-		
IV PERFORMANCE OF THE COMPANY			
	'000 (Rs.)		'000 (Rs.)
Turnover / Income	86	Profit After tax	(9)
Total Expenditure	95	Dividend Rate (%)	Nil
Profit Before tax	(9)	E.P.S. (Rs.)	0.91
V GENERIC NAME OF PRINCIPAL PRODUCTS			
Item Code No	N.A.	Product Description	N.A.

For, Sunil Soni & Co.,
Chartered Accountants

For, Diggi Securities Private Limited

Sd/-
Sunil Kumar Soni

Sd/-
Chanchal Sharma

Sd/-
Neelam Dandh

Proprietor
FRN No: 129161W
M.No. 123634

Director

Director

Place: Mumbai
Date: 08-06-2012

Book Post

If undelivered please return to:
Diggi Securities Private Limited
D- 106, Crystal Plaza, Opposite Infiniti mall,
Andheri (west), Mumbai- 400 053