

# **MAFATLAL SERVICES LIMITED**

## **51ST ANNUAL REPORT 2012- 2013**

**BOARD OF DIRECTORS**

SHRI HRISHIKESH A. MAFATLAL

CHAIRMAN

SHRI VISHAD P. MAFATLAL

SHRI RAJENDRA R. LIKHITE

**COMPANY SECRETARY**

SHRI BHAVESH R. PANDYA

**AUDITORS**

MESSERS V.J. AMIN & CO.  
Chartered Accountants

**BANKERS**

UNITED COMMERCIAL BANK

**REGISTERED OFFICE**

Mafatlal House,  
Backbay Reclamation,  
Mumbai 400 020.

51th Annual General Meeting on  
Friday, the 21st of June, 2013  
at 9.30 a.m. in the Board Room,  
Mafatlal House, Backbay Reclamation,  
Mumbai 400 020.

**MAFATLAL SERVICES LIMITED**

**NOTICE**

NOTICE IS HEREBY GIVEN THAT the 51th Annual General Meeting of the Shareholders of **MAFATLAL SERVICES LIMITED** will be held in the Board Room, 4th Floor, Mafatlal House, Backbay Reclamation, Mumbai 400 020 on , Friday, the 21st of June, 2013 at 9.30 a.m., to transact the following business :

**ORDINARY BUSINESS :**

1. To consider and adopt the Directors' Report and Audited Balance Sheet and Income and Expenditure Account for the year ended 31st March, 2013.
2. To appoint a Director in place of Shri Rajendra R.Likhite, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors to hold Office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and fix their remuneration.

**By Order of the Board of Directors**

  
**DIRECTOR**

**Registered Office:**  
Mafatlal House,  
Backbay Reclamation,  
Mumbai 400 020.

**Mumbai**  
**Dated : 21<sup>st</sup> May,2013**

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.

## **DIRECTORS' REPORT**

To,

THE SHAREHOLDERS OF  
MAFATLAL SERVICES LIMITED

Your Directors have pleasure in submitting their 51th Annual Report together with the Audited Statement of Accounts of the company for the year ended 31st March, 2013.

### **1. FINANCIAL HIGHLIGHTS:**

a) The Company has incurred total expenses of Rs. 16,64,485/- for providing services to participating companies. The Company has neither made any profit nor loss.

### **2. PAYMENT OF GRATUITY:**

The company has made payment of Rs. 50,000/- as a contribution towards Employees' Gratuity Fund for the year ended 31st March, 2013.

In respect of the employees who had served the Company and whose services were transferred to other Group Companies, the liability for payment of Gratuity would only arise on the ultimate cessation of employment with the affiliated Companies to whom their services were transferred. The shortfall as is paid and discharged by the Company would be proportionately contributed by those Participating Companies in their respective sharing ratio as on 30th April, 1979.

### **3. DIRECTOR'S 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 reports that ;

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 income of the Company for the period under review.
- (iii) 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) The directors had prepared the annual accounts on a going concern basis;

### **4. PARTICULARS OF EMPLOYEES:**

During the year, no employee was eligible for remuneration in excess of Rs. 24,00,000/- per annum and hence the statement contemplated u/s. 217(2A) of the Companies Act, 1956, has not been annexed.

### **5. DIRECTORATE:**

Shri Rajendra R.Likhite retires by rotation, but being eligible offers himself for re-appointment on retirement.

### **6. AUDITORS:**

You are requested to appoint Auditors for the current year and fix their remuneration.

### **7. HOLDING COMPANY:**

Your Company continues to be a subsidiary of Mafatlal Industries Limited.

By order of the Board of Directors

  
CHAIRMAN

Registered Office:  
Mafatlal House,  
Backbay Reclamation,  
Mumbai 400 020.  
Mumbai  
Dated : 21<sup>st</sup> May, 2013

# V. J. AMIN & CO

Chartered Accountants

506, Gayatri Chambers, Nr. Railway Underbridge, R. C. Dutt Road, Alkapuri, Vadodara-390 007.  
Telefax : (0265)2343498 E-mail : v.j.amin@hotmail.com

**DHARAMSINH KESHARANI**  
B.Com, Hon., LL.B. Sp., F.C.A.

**YOGESH KESHARIYA**  
M.Com, F.C.A., DISA (ICA)

**VIPUL DALAL**  
B.Com, F.C.A.

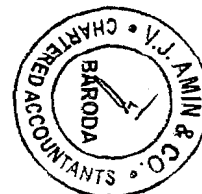
## MAFATLAL SERVICES LIMITED

### AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of 'MAFATLAL SERVICES LIMITED' as at 31<sup>st</sup> March, 2013 together with the Income and Expenditure Account and Cash Flow Statement of the Company for the year ended on that date annexed there to. 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.

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 testcheck 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.

1. As required by the 'Companies (Auditors' Report) Order 2003 (as amended) 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 matter specified in paragraph 4 & 5 of the said order except matters specified in Para 4 A(i), II, IV, V, VIII and (xi) to (xx), in our opinion being not applicable are not covered under the report.
2. Further to our comments in the Annexure referred to in above paragraph, we report that :-
  - (a) We have obtained all the information and explanations which to the best of our Knowledge and belief were necessary for the purpose of our audit.
  - (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books.
  - (c) The Balance Sheet, Income & Expenditure Account and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.
  - (d) In our opinion Balance Sheet, Income & Expenditure Account and Cash Flow Statement comply with the Accounting Standard referred in sub section (3) (c) of Section 211 of the Companies Act, 1956.



- (e) Directors of the Company do not, prima facie, have any disqualification as referred to in clause (g) of sub-section (1) of section 274 of Companies Act, 1956 as on 31.3.13 which is based on representation received from them.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the accounts together with notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India :
- (i) In the case of the Balance Sheet of the State of Affairs of the Company as at 31st March, 2013 and;
- (ii) In the case of the Income and Expenditure account of the surplus for the year ended on that date.
- (iii) In the case of Cash Flow Statement, of the Cash Flows for the Year ended on that date.

PLACE : MUMBAI.  
DATED : 21/05/2013



FOR V. J. AMIN & CO,  
CHARTERED ACCOUNTANTS

  
(D.T. KESHrani)  
PARTNER

M.NO.047553  
FRN .100335W  
PAN : AACFV6715B

**ANNEXURE TO THE AUDITORS' REPORT**  
**OF MAFATLAL SERVICES LIMITED**

**Referred to in Paragraph 1 of our Report of even date.**

1. 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, and hence clause (iii)(b) to (iii)(g) of the order are not applicable.
2. The Company has not accepted any deposit from public.
3. In our opinion, the Company has a internal audit system commensurate with the size and nature of its business.
4. According to the records of the Company, the Company is regular in depositing with appropriate authority, undisputed statutory dues including Provident Fund, Investor education & protection fund, E.S.I., Income tax, Sales tax, Wealth tax, Service tax, Custom duty, Excise duty, Cess and other statutory dues wherever applicable. There are no undisputed arrears of statutory dues as at 31.3.2013 for a period of more than six months from the date they became payable. Disputed cases are not pending with any forum.
5. The Company has not incurred any cash losses during the year and its accumulated losses exceeds 50% of Net Worth.
6. As per the information & explanation given to us, no fraud on or by the Company has been noticed or reported during the year.

PLACE : MUMBAI.

DATED : 21/05/2013

For V. J. AMIN & CO.  
CHARTERED ACCOUNTANTS.

  
(D.T. KERSARANI)  
PARTNER

M.NO.047553

PAN : AACFV6715B



**Mafatlal Services Limited**

(RUPEES)

| Balance Sheet as at                                | Note No. | As at 31st March 2013 | As at 31st March 2012 |
|--|----------|-----------------------|-----------------------|
| <b>I. EQUITY AND LIABILITIES</b>                   |          |                       |                       |
| <b>1 Shareholders' funds</b>                       |          |                       |                       |
| (a) <u>Share capital</u>                           | 2.1      | 31,000,000            | 31,000,000            |
| (b) <u>Reserves and surplus</u>                    | 2.2      | (27,086,593)          | (27,623,061)          |
| (c) Money received against share warrants          |          | -                     | -                     |
| <b>2 Share application money pending allotment</b> |          |                       |                       |
| <b>3 Non-current liabilities</b>                   |          |                       |                       |
| (a) <u>Long-term borrowings</u>                    | 2.3      | 150,000               | 150,000               |
| (b) <u>Deferred tax liabilities (Net)</u>          |          | -                     | -                     |
| (c) <u>Other Long term liabilities</u>             | 2.4      | 1,097,101             | 3,860,199             |
| (d) <u>Long-term provisions</u>                    |          | -                     | -                     |
| <b>4 Current liabilities</b>                       |          |                       |                       |
| (a) <u>Short-term borrowings</u>                   |          | -                     | -                     |
| (b) <u>Trade payables</u>                          |          | -                     | -                     |
| (c) <u>Other current liabilities</u>               | 2.5      | 97,967                | 88,287                |
| (d) <u>Short-term provisions</u>                   |          | -                     | -                     |
| <b>TOTAL</b>                                       |          | <b>5,258,475</b>      | <b>7,475,425</b>      |
| <b>II. ASSETS</b>                                  |          |                       |                       |
| <b>Non-current assets</b>                          |          |                       |                       |
| <b>1 (a) <u>Fixed assets</u></b>                   |          |                       |                       |
| (i) <u>Tangible assets</u>                         |          | -                     | -                     |
| (ii) <u>Intangible assets<sup>1</sup></u>          |          | -                     | -                     |
| (iii) <u>Capital work-in-progress</u>              |          | -                     | -                     |
| (iv) <u>Intangible assets under development</u>    |          | -                     | -                     |
| (b) <u>Non-current investments</u>                 |          | -                     | -                     |
| (c) <u>Deferred tax assets (net)</u>               |          | -                     | -                     |
| (d) <u>Long-term loans and advances</u>            | 2.6      | 219,733               | 206,677               |
| (e) <u>Other non-current assets</u>                | 2.7      | -                     | -                     |
| <b>2 Current assets</b>                            |          |                       |                       |
| (a) <u>Current investments</u>                     |          | -                     | -                     |
| (b) <u>Inventories</u>                             |          | -                     | -                     |
| (c) <u>Trade receivables</u>                       | 2.8      | 3,740,975             | 4,269,340             |
| (d) <u>Cash and cash equivalents</u>               | 2.9      | 1,297,767             | 2,999,408             |
| (e) <u>Short-term loans and advances</u>           |          | -                     | -                     |
| (f) <u>Other current assets</u>                    |          | -                     | -                     |
| <b>TOTAL</b>                                       |          | <b>5,258,475</b>      | <b>7,475,425</b>      |
| Significant Accounting Policies..... 1             |          |                       |                       |
| Notes on Accounts..... 2                           |          |                       |                       |

In terms of our report attached

For V.J. Amin & Co.  
Chartered Accountants  
Registration No. 100335W

D. T. Keshrani  
Partner  
Membership No. 47553



Mumbai, Dated : 21st May,2013

Chairman  
Directors

Company Secretary

Mumbai, Dated : 21st May,2013

*Handwritten signatures:*  
H. K. G. G. G.  
R. K. G. G.  
B. K. G. G.

**Note: 2.1**

| Share Capital                   | As at 31 March 2012 |                   | As at 31 March 2011 |                   |
|---------------------------------|---------------------|-------------------|---------------------|-------------------|
|                                 | Number              | (Rupees)          | Number              | (Rupees)          |
| <b>Authorised</b>               |                     | 35,000,000        |                     | 35,000,000        |
| Equity Shares of Rs 100/- each  | 350,000             | 35,000,000        | 350,000             | 35,000,000        |
| <b>Issued</b>                   |                     | 31,000,000        |                     | 31,000,000        |
| Equity Shares of Rs 100/- each  | 3,100,000           | 31,000,000        | 310,000             | 31,000,000        |
| <b>Subscribed &amp; Paid up</b> |                     | 31,000,000.00     |                     | 31,000,000        |
| Equity Shares of Rs 100/- each  | 310,000             | 3,100,000         | 310,000             | 31,000,000        |
| <b>Total</b>                    |                     | <b>31,000,000</b> |                     | <b>31,000,000</b> |

Note 2 Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies

| Particulars                                     | Equity Shares |           | Preference Shares |          |
|---|---------------|-----------|-------------------|----------|
|   | Number        | (Rupees)  | Number            | (Rupees) |
| Shares outstanding at the beginning of the year | 310,000       | 3,100,000 | 0                 | 0.00     |
| Shares Issued during the year                   | -             | -         | -                 | -        |
| Shares bought back during the year              | -             | -         | -                 | -        |
| Shares outstanding at the end of the year       | 310,000       | 3,100,000 | 0                 | 0.00     |

Note 3 Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule VI to the Companies Act, 1956

OUT OF ABOVE SHARES, 2,72,800 SHARES ARE HELD BY MAFATLAL INDUSTRIES LTD.

Note 4 Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule VI to the Companies

| 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 |
| MAFATLAL INDUSTRIES LTD.      | 272800              | 88%          |                     | 88%          |
| PIL CHEMICALS PRIVATE LIMITED | 22320               | 7.20%        |                     | 7.20%        |
|                               |                     |              |                     |              |



**Note: 2.2**

| <b>Reserves &amp; Surplus</b>                   |  | <b>As at 31 March 2013</b> | <b>As at 31 March 2012</b> |
|---|--|----------------------------|----------------------------|
|   |  | <b>(Rupees)</b>            | <b>(Rupees)</b>            |
| <b>g. Surplus</b>                               |  |                            |                            |
| Opening balance                                 |  | (27,623,061.00)            | (27,533,862.00)            |
| (+ ) Net Profit/(Net Loss) For the current year |  | 536,468.00                 | (89,199.00)                |
| (+ ) Transfer from Reserves                     |  |                            |                            |
| (- ) Proposed Dividends                         |  |                            |                            |
| (- ) Interim Dividends                          |  |                            |                            |
| (- ) Transfer to Reserves                       |  |                            |                            |
| Closing Balance                                 |  | (27,086,593.00)            | (27,623,061.00)            |
| <b>Total</b>                                    |  | (27,086,593.00)            | (27,623,061.00)            |
|   |  |                            |                            |



Note 1 Disclosure pursuant to Note no. 6(C) of Part I of Schedule VI to the Companies Act, 1956

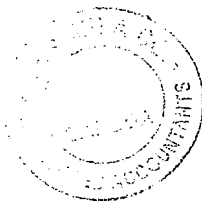
**Note: 2.3**

| <u>Long Term Borrowings</u>                                 | As at 31 March<br>2013 | As at 31 March<br>2012 |
|---|------------------------|------------------------|
|   | (Rupees)               | (Rupees)               |
| (a) Loans and advances<br>from related parties              |                        |                        |
| Mafatal Industries Ltd.                                     | 75,000.00              | 75,000.00              |
| Standarad Industries Ltd.                                   | 37,500.00              | 37,500.00              |
| Mihir Textiles Ltd.   | 22,500.00              | 22,500.00              |
| Shanudeep Pvt.Ltd.  | 15,000.00              | 15,000.00              |
| <u>Unsecured</u>  |                        |                        |
| (a) Loans and advances<br>from related parties              |                        |                        |
| Terms of Repayment -<br>interest free, payable on<br>demand |                        |                        |
| <b>Total</b>  | <b>150,000.00</b>      | <b>150,000.00</b>      |



Note : 2.4

| <u>Long Term Provisions</u>         | <u>As at 31 March<br/>2013</u> | <u>As at 31 March<br/>2012</u> |
|-------------------------------------|--------------------------------|--------------------------------|
| (a) Provision for employee benefits |                                |                                |
| Superannuation (unfunded)           |                                |                                |
| Gratuity (unfunded)                 | 438,101.00                     | 2,315,400.00                   |
| Leave Encashment (unfunded)         | 659,000.00                     | 613,802.00                     |
| ESOP / ESOS                         |                                |                                |
| (b) Others (Specify nature)         |                                | 930,997.00                     |
| <b>Total</b>                        | <b>1,097,101.00</b>            | <b>3,860,199.00</b>            |



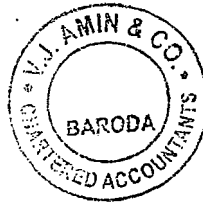
**Note: 2.5**

| <u>Other Current Liabilities *</u>                                | As at 31 March<br>2013 | As at 31 March<br>2012 |
|---|------------------------|------------------------|
|   | (Rupees)               | (Rupees)               |
| (a) Other payables (specify<br>nature)<br>Outstanding Liabilities | 97,967.00              | 88,287.00              |
| <b>Total</b>  | <b>97,967.00</b>       | <b>88,287.00</b>       |



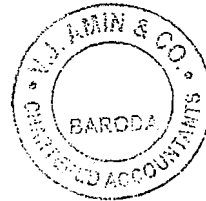
**Note: 2.6**

| Long Term Loans and Advances                                   | As at 31st March 2013 |            | As at 31st March 2012 |            |
|--|-----------------------|------------|-----------------------|------------|
|  | (Rupees)              | (Rupees)   | (Rupees)              | (Rupees)   |
| <b>a. Loans and advances to related parties (refer Note 2)</b> |                       |            |                       |            |
| Secured, considered good                                       | -                     |            | -                     |            |
| Unsecured, considered good                                     | -                     |            | 23,943.00             |            |
| Doubtful   |                       |            |                       |            |
| Less: Provision for doubtful loans and advances                | -                     | -          | -                     | 23,943.00  |
|  |                       |            |                       | 23,943.00  |
| <b>b. Other loans and advances (Advance tax)</b>               |                       |            |                       |            |
| Secured, considered good                                       | -                     |            | -                     |            |
| Unsecured, considered good                                     | 219,733.00            |            | 182,734.00            |            |
| Doubtful   |                       |            |                       |            |
| Less: Provision for  |                       | 219,733.00 |                       | 182,734.00 |
|  |                       | 219,733.00 |                       | 182,734.00 |
|  |                       | 219,733.00 |                       | 206,677.00 |



Note: 2.8

| Trade Receivables  | As at 31st March<br>2013 | As at 31st March<br>2012 |
|--|--------------------------|--------------------------|
|  | (Rupees)                 | (Rupees)                 |
| Trade receivables outstanding for a period less than six months from the date they are due for payment |                          |                          |
| Secured, considered good   |                          |                          |
| Unsecured, considered good   | 421250                   | 949615                   |
| Unsecured, considered doubtful   |                          |                          |
| Less: Provision for doubtful debts   |                          |                          |
|  | 421,250.00               | 949,615.00               |
| Trade receivables outstanding for a period exceeding six months from the date they are due for payment |                          |                          |
| Secured, considered good   | 0                        | 0                        |
| Unsecured, considered good   | 0                        | 0                        |
| Unsecured, considered doubtful   | 3319725                  | 3319725                  |
| Less: Provision for doubtful debts   | 0                        | 0                        |
|  | 3,319,725.00             | 3,319,725.00             |
| <b>Total</b>   | <b>3,740,975.00</b>      | <b>4,269,340.00</b>      |





Note: 2.9

| Cash and cash equivalents  | As at 31st March 2013 |                     | As at 31st March 2012 |                     |
|----------------------------|-----------------------|---------------------|-----------------------|---------------------|
|                            | (Rupees)              | (Rupees)            | (Rupees)              | (Rupees)            |
| a. Balances with banks*    |                       | 196,322.00          |                       | 93,842.00           |
| b. Cheques, drafts on hand |                       |                     |                       | -                   |
| c. Cash on hand*           |                       | 1,445.00            |                       | 5,566.00            |
| d. Others (specify nature) |                       |                     |                       | -                   |
| F.D. with Banks            |                       | <u>1,100,000.00</u> |                       | <u>2,900,000.00</u> |
|                            |                       | 1,297,767.00        |                       | 2,999,408.00        |



| Income and Expenditure Accounts  | Refer Note No. | (RUPEES)                      |                               |
|--|----------------|-------------------------------|-------------------------------|
|  |                | period ended 31st March, 2013 | period ended 31st March, 2012 |
| 1 Revenue from operations  |                |                               |                               |
| 2 Other income   | 3.1            | 2,444,882.00                  | 2,391,844.00                  |
| 3 Total Revenue (1+2)  |                | 2,444,882.00                  | 2,391,844.00                  |
| 4 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  |                | -                             | -                             |
| Finance costs  |                | -                             | -                             |
| Depreciation and amortization expense  |                | -                             | -                             |
| Other expenses   |                | -                             | -                             |
| (a) Cost of materials consumed   |                | -                             | -                             |
| (b) Purchase of stock-in-Trade   |                | -                             | -                             |
| (c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade |                | -                             | -                             |
| Progress and stock-in-Trade  |                | -                             | -                             |
| (d) Employee benefit expense   | 3.2            | 1,396,255.00                  | 1,893,034.00                  |
| (e) Financial cost   |                | -                             | -                             |
| (f) Depreciation and amortization expense  |                | -                             | -                             |
| (g) Other expenses   | 3.3            | 512,159.00                    | 498,810.00                    |
| Total expenses   |                | 1,908,414.00                  | 2,391,844.00                  |
| 5 Profit before exceptional and extraordinary items and tax (3-4)                |                | 536,468.00                    | -                             |
| 6 Exceptional items  |                | -                             | -                             |
| VII. Profit before extraordinary items and tax (V - VI)                          |                | 2,444,882.00                  | 2,391,844.00                  |
| VIII. Extraordinary Items  |                | -                             | -                             |
| IX. Profit before tax (VII- VIII)  |                | 2,444,882.00                  | 2,391,844.00                  |
| X Tax expense:   |                | -                             | -                             |
| 7 Profit Before tax(( 5-6)   |                | 536,468.00                    | -                             |
| 8 Tax expenses   |                | -                             | -                             |
| (1) Current tax expense for current period                                       |                | -                             | -                             |
| (2) Current tax expense relating to prior years                                  |                | -                             | (89,199.00)                   |
| 9 Profit (Loss) for the period from continuing operations ( 7-8)                 |                | 536,468.00                    | (89,199.00)                   |
| (a) Profit / (Loss) for the period from continuing operations                    |                |                               |                               |
| XII Profit/(loss) from discontinuing operations                                  |                | -                             | -                             |
| (b) Tax expense of discontinuing operations                                      |                | 536,438.00                    | (89,199.00)                   |
| (c) Profit/(loss) from Discontinuing operations                                  |                | -                             | -                             |
| (d) Profit (Loss) for the period   |                | 536,438.00                    | (89,199.00)                   |
| XVI Earnings per equity share:   |                |                               |                               |
| (1) Basic  |                | -                             | -                             |
| (2) Diluted  |                | -                             | -                             |
| XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)           |                | -                             | -                             |
| 10 Profit (Loss) for the period.   |                | 536,438.00                    | (89,199.00)                   |
| Earnings per equity share:   |                |                               |                               |
| (1) Basic  |                | -                             | -                             |
| (2) Diluted  |                | -                             | -                             |
| Significant Accounting Policies  |                |                               |                               |
| Notes on Accounts  |                |                               |                               |

In terms of our report attached

For V. J. Amin & CO  
Chartered Accountants  
Registration No. 100335W

*(Signature)*  
D. T. Keshrani  
Partner  
Membership No. 47553

Mumbai, Dated : 21st May 2013

Chairman  
Directors

Company Secretary

*(Signature)*  
*(Signature)*  
B. L. Laidge



Mumbai, Dated : 21st May 2013

Note: 3.1

Other Income

| Particulars   | For the period<br>ended 31st<br>March 2013 | For the period<br>ended 31st<br>March 2012 |
|---|--|--|
|   | (Rupees)                                   | (Rupees)                                   |
| Interest Income (in case of a company other than a finance company)               | 0.00                                       | 0.00                                       |
| Dividend Income   | 0.00                                       | 0.00                                       |
| Net gain/loss on sale of investments  | 0.00                                       | 0.00                                       |
| Other non-operating income (net of expenses directly attributable to such income) | 0.00                                       | 0.00                                       |
| Recovery of Expenses incurred   | 1,664,484.00                               | 2,151,253.00                               |
| Interest  | 243,930.00                                 | 240,591.00                                 |
| Sundry creditors written back   | 536,468.00                                 | -  |
| Total   | 2,444,882.00                               | 2,391,844.00                               |





Mafatlal Services Ltd.

Cash Flow statement for the year ended March 31, 2013

Cash flow statement for the year ended 31st March, 2013

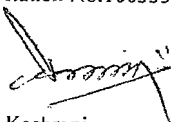
|  | Year ended<br>31st march, 2013 | Year ended<br>31st march, 2012 |
|--|--------------------------------|--------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>              |                                |                                |
| Profit before tax  | (536,468.00)                   | (89,199.00)                    |
| adjustments for,   |                                |                                |
| Provision for doubtful debts / advances                    | -                              | -                              |
| <b>Operating profit before working capital changes</b>     | <b>(536,468.00)</b>            | <b>(89,199.00)</b>             |
| (Increase) / Decrease in trade receivables                 | (528,365.00)                   | (565,267.00)                   |
| (Increase) / Decrease in long Term Loans & Advances        | 13,056.00                      | 113,085.00                     |
| Increase / (Decrease) in trade and other payables          | 2,753,418.00                   | 345,812.00                     |
|  | <b>1,701,641.00</b>            | <b>(106,370.00)</b>            |
| <b>Cash generated from Operations</b>                      | <b>1,701,641.00</b>            | <b>(195,569.00)</b>            |
| Direct taxes and fringe benefit tax paid                   | -                              | -                              |
| <b>Net cash generated from operating activities</b>        | <b>1,701,641.00</b>            | <b>(195,569.00)</b>            |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>              |                                |                                |
| Interest income (Accrued Interest)                         | -                              | -                              |
| <b>Net cash (used in) investing activities</b>             | <b>-</b>                       | <b>-</b>                       |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>              |                                |                                |
|  | -                              | -                              |
| <b>Net Increase/(Decrease) in cash and cash equivalent</b> | <b>(1,701,641.00)</b>          | <b>(195,569.00)</b>            |

Cash flow statement for the year ended 31st March, 2013

|  | Year ended<br>31st march, 2013 | Year ended<br>31st March, 2012 |
|--|--------------------------------|--------------------------------|
| <b>Net (decrease) in cash and cash equivalents</b>     |                                |                                |
| Cash and cash equivalents at the beginning of the year | 2,999,408.00                   | 3,194,977.00                   |
| Cash and cash equivalents at the end of the year       | 1,297,767.00                   | 2,999,408.00                   |

As per our Report even date

For V. J. Amin & Co.  
Chartered Accountant  
Registration No.100335W



D J . Keshrani  
Partner  
Membership No.47553

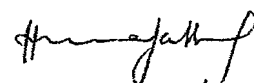
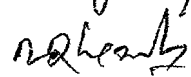
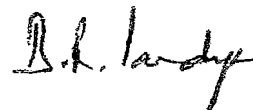
Mumbai  
Dated: 21st May 2013



Chairman

Directors

Secretary

Mumbai  
Dated: 21st May 2013

**MAFATLAL SERVICES LIMITED 51TH ANNUAL REPORT**  
**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**  
**AS PER SCHEDULE VI, PART (IV) OF THE COMPANIES ACT, 1956.**

|   |                  |
|---|------------------|
| <b>I REGISTRATION DETAILS</b>   |                  |
| Registration No.  | 12314            |
| State Code  | 11               |
| Balance Sheet Date  | 31st March, 2013 |
| <b>II CAPITAL RAISED DURING THE YEAR</b><br>(Amount in Rs. Thousands)                             |                  |
| Public Issue  | NIL              |
| Rights Issue  | NIL              |
| Bonus Issue   | NIL              |
| Private Placement   | NIL              |
| <b>III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS</b>                                       |                  |
| Total Liabilities   | 31000            |
| Total Assets  | 31000            |
| <b>SOURCES OF FUNDS</b>   |                  |
| Paid-up Capital   | 31000            |
| Reserves & Surplus  | NIL              |
| Secured Loans   | NIL              |
| Unsecured Loans   | NIL              |
| <b>APPLICATION OF FUNDS</b>   |                  |
| Net Fixed Assets  | NIL              |
| Investments   | NIL              |
| Net Current Assets  | 31000            |
| Misc. Expenditure   | NIL              |
| Accumulated Losses  | NIL              |
| <b>IV PERFORMANCE OF COMPANY</b><br>(Amount in Rs. Thousands)                                     |                  |
| TURNOVER (Expense Recovery)   | 1664             |
| Total Expenditure   | 1664             |
| + - Profit/Loss before Tax  | N.A.             |
| + - Profit/Loss after Tax   | N.A.             |
| Earning per Share in Rs.(No Profit/loss Co.)  | N.A.             |
| Dividend Rate %   | 0                |
| <b>V GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY</b><br>(as per monetary terms) |                  |
| Item Code No.(ITC Code)   | N.A.             |
| Product Description (Service Company)   |                  |
| Item Code No.(ITC Code)   | N.A.             |
| Product Description   |                  |
| Item Code No.(ITC Code)   | N.A.             |
| Product Description   |                  |



CHAIRMAN :

DIRECTOR :

SECRETARY :

*Handwritten signatures:*  
 Chairman: *Handwritten signature*  
 Director: *Handwritten signature*  
 Secretary: *Handwritten signature*

Mumbai,  
 Dated: 21st May, 2013

**Note: 3.3****Other Expenses**

| Particulars                 | For the period<br>year ended 31st<br>March 2013 | For the period<br>year ended 31st<br>March 2012 |
|-----------------------------|---|---|
|                             | (Rupees)  | (Rupees)  |
| Insurance                   |   |   |
| Rates & Taxes               | 2,500   | 2,500   |
| Postages & Telephone        | 15,208  | 12,962  |
| Stationary & Printing       | 20,209  | 14,517  |
| conveyence                  | 149,092   | 129,524   |
| Legal and Professional fees | 236,369   | 279,475   |
| Book & Periodicals          | 27,141  | 8,271   |
| General Expenses            | 31,882  | 41,911  |
| Payment to auditors         | 6,750   | 6,750   |
| Bank Commission             | 3,090   | 250   |
| Comutar Softwere            | 4,420   | 2,650   |
| Legal and Professional fees |   |   |
| Miscelleaneous expenses     | 15,498  | -   |
|                             |   |   |
|                             |   |   |
|                             |   |   |
| <b>Total</b>                | <b>512,159</b>                                  | <b>498,810</b>                                  |

