

**KARTIK
INVESTMENTS
TRUST LIMITED**

**34th ANNUAL REPORT
2011-2012**

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KARTIK INVESTMENTS TRUST LIMITED

NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the thirty fourth annual general meeting of the shareholders of Kartik Investments Trust Limited will be held at the Registered Office of the Company, 'Parry House', No.43, Moore Street, Chennai 600 001 at 4 p.m. on Thursday, the 30th August 2012 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Profit and Loss Account for the year ended 31st March 2012 and the Balance Sheet as at that date and the Report of the Board of Directors and the Auditors thereon.
2. To appoint a director in the place of Mr. Suresh Krishnan, Director who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint M/s. Shanker Giri & Prabhakar, Chartered Accountants, Chennai bearing registration no.003761S as auditors of the company to hold office from the conclusion of thirty fourth annual general meeting till the conclusion of the thirty fifth annual general meeting at a remuneration of Rs.40,000/- in addition to service tax as applicable and reimbursement of actual travelling and out of pocket expenses incurred by them in connection with the audit.

On behalf of the Board

Chennai
May 17, 2012

SURESH KRISHNAN
DIRECTOR

NOTES

1. A member entitled to attend and vote at the above meeting may appoint one or more proxies to attend and vote instead of him. The proxy need not be a member of the Company. Proxy to be valid shall be deposited with the Company not later than forty eight hours before the time for holding the meeting.
2. The Register of members and share transfer books will remain closed from Thursday, the 23rd August 2012 to Wednesday, the 29th August 2012 (both days inclusive).

3. Members are requested to notify immediately any change in the address to the Registered Office of the Company.

On behalf of the Board

Chennai
May 17, 2012

SURESH KRISHNAN
DIRECTOR

DIRECTORS' REPORT

Your directors present the thirty fourth annual report together with the audited accounts for the year ended 31st March 2012.

(Rs in lakhs.)

FINANCIAL RESULTS	Year ended March 31, 2012	Year ended March 31, 2011
Income	4.13	2.17
Expenses	2.69	1.22
Profit / (Loss) before taxation	1.44	0.95
Profit / (Loss) after taxation	1.37	0.95

OPERATIONS

During the year under review, the gross income of the Company was at Rs.4.13 lakhs (which includes the interest received on bank deposits of Rs.2.71 lakhs) as against Rs.2.17 lakhs during the previous year. The Company made a profit after tax of Rs.1.37 lakhs as against Rs.0.95 lakhs during the previous year.

DIRECTORS

Mr. Suresh Krishnan, Director retires by rotation at the ensuing annual general meeting and being eligible, has offered himself for re-appointment.

AUDITORS

M/s. Shanker Giri and Prabhakar, Chartered Accountants, Chennai retire at the ensuing annual general meeting and are eligible for re-appointment.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors Responsibility Statement under Section 217 (2AA) of the Companies Act, 1956 is attached and forms a part of the directors' report.

CERTIFICATE UNDER SECTION 383A OF THE COMPANIES ACT, 1956

Certificate as required under Section 383A of the Companies Act, 1956 being a report of secretarial audit by practicing company secretary is attached with this report.

CORPORATE GOVERNANCE

The Ministry of Corporate Affairs has issued "Corporate Governance Voluntary Guidelines" in December 2009. Some of the provisions of these guidelines are already in place and the other provisions of these guidelines are being evaluated and your Company will strive to adopt the same in a phased manner.

GENERAL

During the year 31st March 2012, there was no employee covered by the provisions of Section 217(2A) of the Companies Act, 1956. There is no information to be disclosed under the Companies (Disclosure of Particulars in Report of Board of Directors) Rules, 1988 in respect of particulars relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo. The Company does not accept public deposits. There were no unclaimed/overdue deposits lying with the Company as on 31st March 2012. The shares of your company are listed in BSE Ltd.

On behalf of the Board

Chennai
May 17, 2012

R SURENDRAN
CHAIRMAN

DIRECTORS' RESPONSIBILITY STATEMENT
(Annexure to the director's report)

The Directors accept the responsibility for the integrity and objectivity of the Profit & Loss Account for the year ended 31st March 2012 and the Balance Sheet as at that date ("financial statements") and confirm that:

- in the preparation of the financial statements the generally accepted accounting principles (GAAP) of India and applicable accounting standards issued by the Institute of Chartered Accountants of India have been followed.
- appropriate accounting policies have been selected and applied consistently and judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit of the company for that period.
- proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities. To ensure this, the company has established internal control systems, consistent with its size and nature of operations, subject to the inherent limitations that should be recognized in weighing the assurance provided by any such system of internal controls. These systems are reviewed and updated on an ongoing basis.
- the financial statements have been prepared on a going concern basis.

On behalf of the Board

Chennai
May 17, 2012

R SURENDRAN
CHAIRMAN

L65993TN1978PLC012913

COMPLIANCE CERTIFICATE

Name of the Company : KARTIK INVESTMENTS TRUST LIMITED
Registration No. (CIN) : L65993TN1978PLC012913
Authorized Capital : Rs. 1,00,00,000/-
Paid-up Capital : Rs. 24,40,000/-

To,

The Members

MESSRS. KARTIK INVESTMENTS TRUST LIMITED

"Parry House", II Floor, No.43, Moore Street,
Parrys, Chennai - 600 001

We have examined the registers, records, books and papers of **MESSRS. KARTIK INVESTMENTS TRUST LIMITED** (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended **31st March 2012**. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

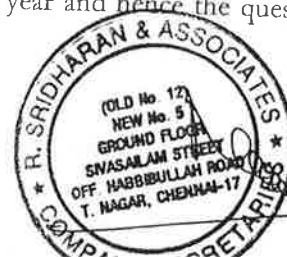
1. The Company has kept and maintained all registers as stated in ANNEXURE 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been recorded.
2. The Company has filed the forms and returns as stated in ANNEXURE 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities prescribed under the Act and the rules made there under.
3. The Company is a public limited company and has the minimum prescribed paid up capital. The Company is a listed company and the shares are listed with Bombay Stock Exchange Limited.
4. The Board of Directors met **Four (4)** times on 13th May 2011, 1st August 2011, 1st November 2011 and 9th February 2012 in respect of which meetings notices were given and proceedings were recorded in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members from **26th August 2011** to **31st August 2011 (both days inclusive)** and necessary compliance of Section 154 of the Act has been made.
6. The **Thirty Third Annual General Meeting** for the financial year ended **31st March, 2011** was held on **29th September, 2011** after giving notice to the members of the Company and the resolutions passed thereat were recorded in the Minutes Book maintained for the purpose.
7. No Extra-ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans or given any guarantees or provided any securities to its directors or persons or firms or companies referred under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act.

KARTIK INVESTMENTS TRUST LIMITED



L65993TN1978PLC012913

10. During the financial year, the Company has not entered into any contracts falling within the purview of Sections 297 and 299 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of directors, members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company:
 - (i) has delivered all the certificates on lodgment thereof for transfer in accordance with the provisions of the Act during the financial year.
 - (ii) has not effected any allotment of securities during the financial year.
 - (iii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iv) was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
 - (v) has no unpaid dividend to be transferred to Investor Education and Protection Fund.
 - (vi) has not issued any shares or debentures and has not accepted any deposits and hence the question of transfer of application money due for refund, matured debentures, matured deposits and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund does not arise.
 - (vii) has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of director / additional director / alternate directors / directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director / Whole-time Director / Manager during the financial year.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and / or such authorities prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms / Companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year and hence the question of complying with the buy back provisions does not arise.





L65993TN1978PLC012913

21. The Company has no preference share capital and has not issued debentures and hence the question of redemption of preference shares or debentures during the financial year does not arise.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowings during the financial year.
25. The Company is an investment Company and hence the provisions of Section 372A of the Companies Act, 1956 is not applicable.
26. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one State to another during the financial year.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the financial year.
28. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the financial year.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has no employees and hence the question of receipt of money as security from its employees during the financial year does not arise.
33. As per the information and explanation provided to us, the Company has no employees and hence the question of contribution towards the provident fund during the financial year does not arise.

PLACE : CHENNAI
DATE : 17TH MAY 2012

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R.SRIDHARAN
CP No.: 3239
FCS No.: 4775



L65993TN1978PLC012913

ANNEXURE 'A'

Name of the Company : KARTIK INVESTMENTS TRUST LIMITED
Registration No. (CIN) : L65993TN1978PLC012913
Authorized Capital : Rs.1,00,00,000/-
Paid-up Capital : Rs. 24,40,000/-

REGISTERS AS MAINTAINED BY THE COMPANY

Sl. No.	Section Number	Name of the Register
1.	108	Share Transfer Register
2.	143	Register of Charges
3.	150	Register of Members
4.	151	Index of Members
5.	193	Minutes of the meetings of the Board of Directors
6.	193	Minutes of the General Meetings of the Members
7.	301	Register of Contracts
8.	303	Register of Directors
9.	307	Register of Directors' Shareholding
10.	-	Board Meeting Attendance Register
11.	-	General Meeting Attendance Register

PLACE : CHENNAI
DATE : 17TH MAY 2012

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R.SRIDHARAN
CP No.: 3239
FCS No.: 4775

KARTIK INVESTMENTS TRUST LIMITED



L65993TN1978PLC012913

ANNEXURE 'B'

Name of the Company : **KARTIK INVESTMENTS TRUST LIMITED**
Registration No. (CIN) : **L65993TN1978PLC012913**
Authorized Capital : **Rs.1,00,00,000/-**
Paid-up Capital : **Rs. 24,40,000/-**

Returns/ Documents/ Forms filed with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March 2012

FOR THE FINANCIAL YEAR 2011-2012 [01.04.2011 To 31.03.2012]

REGISTRAR OF COMPANIES

Sl. No.	Form No.	Relevant Section	Description	Date of filing	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No	Remarks (SRN/ Amount Paid)
1.	66	383A	Compliance Certificate issued by CS.R.Sridharan, M/s.R.Sridharan and Associates, Company Secretaries, Chennai for the financial year ended 31 st March 2011.	15.11.2011	No	Yes	P79243853 Rs.500/- (N) Rs.1,000/- (A)
2.	20B & Sch V	159	Annual Return made upto 29 th September, 2011 (Date of 33 rd AGM).	22.11.2011	Yes	NA	P80044365 Rs.500/- (N)
3.	23AC XBRL, 23ACA XBRL & Sch VI	220	Balance Sheet for the financial year ended 31 st March 2011.	09.12.2011	Yes	NA	P82407719 Rs.500/- (N)

REGIONAL DIRECTOR, CENTRAL GOVERNMENT & OTHER AUTHORITIES

NIL

PLACE : CHENNAI
DATE : 17TH MAY 2012

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R.SRIDHARAN
CP No.: 3239
FCS No.: 4775

KARTIK INVESTMENTS TRUST LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS OF
KARTIK INVESTMENTS TRUST LIMITED

1. We have audited the attached Balance Sheet of **KARTIK INVESTMENTS TRUST LIMITED** as at 31st March 2012 and also the Profit and Loss Statement and the Cash Flow Statement 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 statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order 2004 (together the 'Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the company, 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 above, 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 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, Profit and Loss Statement 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, Profit and Loss Statement and the Cash Flow Statement dealt with by this Report comply with the accounting standards referred to in sub-section (3-C) of Section 211 of the Companies Act, 1956.
 - (v) On the basis of the 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 together with the schedules attached thereto give the information required by the Companies Act, 1956, in the manner so required and gives 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 2012 and
 - b) in the case of the Profit and Loss Statement, of the profit for the year ended on that date; and
 - c) in so far as it relates to the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

For SHANKER GIRI & PRABHAKAR
Chartered Accountants
Firm Registration Number : 03761S

P.PRABHAKAR RAO
Partner
Membership Number: 18408

CHENNAI: 17/5/2012



Annexure referred to in Paragraph 3 of the Auditors' Report to the Members of Kartik Investments Trust Limited on the accounts for the year ended 31st March 2012.

- (i) The Company does not have any fixed assets and hence reporting on the same does not arise.
- (ii) The Company is an Investment Company and does not hold any inventory and hence reporting on physical verification of inventory and maintenance of inventory records does not arise.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the internal control system is commensurate with the size of the company and the nature of its business.
- (v) According to the information and explanations given to us, there are no contracts or arrangements referred to in Section 301 of the Companies Act, 1956 during the year that need to be entered in the register maintained under that Section..
- (vi) The Company has not accepted any deposits from the Public.
- (vii) The Company has no formal internal audit department as such. However its control procedures ensure reasonable internal checking of its financial and other records.
- (viii) Maintenance of cost records have not been prescribed by the Central Government in respect of the business carried on by the Company.
- (ix)
 - a) The Company is regular in depositing with appropriate authorities undisputed statutory dues like Income tax, and Service tax. The Company did not have any dues in respect of Provident Fund, Employees State Insurance, investor education protection fund, sales tax, wealth tax, custom duty, excise duty and cess.
 - b) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses as at 31st March 2012. It has not incurred any cash loss during the year and during the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution or bank. The company has not issued any Debentures.
- (xii) 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 the Company.



- (xiv) In our opinion and according to the information and explanations given to us the company has maintained proper records of the transactions and contracts relating to dealings in shares, securities, debentures and other investments and these are held by the company in its own name.
- (xv) According to the information and explanations given to us the Company has not given guarantees for loans taken by others from bank or financial institutions.
- (xvi) The Company has not taken any Term Loans and hence reporting on the utilisation of such loans does not arise.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company as at 31st March 2012 , we report that short term funds have not been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section covered in the Register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any Debentures and hence the question of reporting on creation of security or charge in respect of Debentures issued does not arise.
- (xx) The Company has not raised any resources by way of public issues and hence the question of reporting on the disclosure relating to end use of such resources does not arise.
- (xxi) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For SHANKER GIRI & PRABHAKAR
Chartered Accountants
Firm Registration Number : 03671S

P.PRABHAKAR RAO
Partner
Membership Number: 18408



CHENNAI : 17/5/2012

KARTIK INVESTMENTS TRUST LIMITED

BALANCE SHEET AS AT 31ST MARCH 2012

	Note No.	<u>As at 31st March 2012</u>		<u>As at 31st March 2011</u>	
		Rs	Rs	Rs	Rs
I EQUITY AND LIABILITIES					
(1) Shareholder's Funds					
(a) Share Capital	1	2440000		2440000	
(b) Reserves & Surplus	2	7880465		7742926	
			10320465		10182926
(2) Current liabilities					
(a) Trade payables	3	55340		24817	
(b) Other current liabilities	4	21518		12894	
			76858		37711
TOTAL			10397323		10220637
II ASSETS					
(1) Non-current assets					
(a) Non-current investments	5	6026318		5905218	
			6026318		5905218
(2) Current assets					
(a) Cash and cash equivalents	6	3045001		3026245	
(b) Short-term loans and advances	7	1242054		1221871	
(c) Other current assets	8	83950		67303	
			4371005		4315419
TOTAL			10397323		10220637

Accompanying Notes to Financial Statement 12

The Notes are an integral part of these Financial Statements

On behalf of the Board

R SURENDRAN
CHAIRMAN

Place : Chennai

Date : 17/5/2012

SURESH KRISHNAN
DIRECTOR

This is the Balance Sheet referred to in
our Report of even date
For **SHANKER GIRI & PRABHAKAR**
CHARTERED ACCOUNTANTS

P.PRABHAKAR RAO
Partner



KARTIK INVESTMENTS TRUST LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH 2012

	Note No.	For the year ended 31st March 2012		For the year ended 31st March 2011	
		Rs.	Rs.	Rs.	Rs.
I Revenue from operations	9		122220		106799
II Other Income	10		290742		109762
III Total Revenue			<u>412962</u>		<u>216561</u>
IV Expenses					
Other Expenses	11		268523		122046
Total Expenses			<u>268523</u>		<u>122046</u>
V Profit before tax			144439		94515
VI Tax Expense					
(a) Current Tax		6,900			
(b) Deferred Tax			-		
			<u>6,900</u>		
VII Profit / (Loss) for the year			<u>137539</u>		<u>94515</u>
VIII Earnings per equity share					
Basic - Rs.			0.56		0.39
Diluted - Rs.			0.56		0.39

Accompanying Notes to Financial Statement 12

The Notes are an integral part of these Financial Statements

On behalf of the Board

R SURENDRAN
CHAIRMAN
Place : Chennai
Date : 17/5/2012

SURESH KRISHNAN
DIRECTOR

This is the Profit & Loss Statement referred to in our Report of even date.
For **SHANKER GIRI & PRABHAKAR**
CHARTERED ACCOUNTANTS

P.PRABHAKAR RAO
Partner



Kartik Investments Trust Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

	2011-2012		2010-2011	
	Rs.	Rs.	Rs.	Rs.
A CASH FLOWS FROM OPERATING ACTIVITIES				
NET PROFIT/(LOSS) BEFORE TAX	144439		94515	
ADJUSTMENTS FOR :				
Interest Received	(270827)		(109762)	
Profit on sale of investments				
Dividend	(122220)		(106799)	
Others	-		-	
Interest expenses	-		-	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(248608)		(122046)	
ADJUSTEMENTS FOR :				
(Increase)/decrease in Other Current Assets	(16647)		2732697	
Increase/(decrease) in Current Liabilities	39147		(7745)	
CASH GENERATED FROM OPERATIONS	(226108)		2602906	
Interest Paid	-		-	
Direct Taxes paid / refunds	(27083)		15083	
NET CASH FROM OPERATING ACTIVITIES (A)		(253191)		2617989
B CASH FLOW FROM INVESTING ACTIVITIES				
Sale / (Purchase) of Investments	(121,100.00)		-	
Loans and Advances	-		-	
Sale of Investments	-		-	
Interest Received on Bank and Other deposits	270827		109762	
Dividend Received on Investments	122220		106799	
NET CASH USED IN INVESTING ACTIVITIES (B)		271947		216561
C CASH FLOW FROM FINANCING ACTIVITIES				
Repayment of borrowings	-		-	
NET CASH USED IN FINANCING ACTIVITIES (C)				
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		18756		2834550
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR		3026245		191695
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		3045001		3026245

This is the Cash Flow Statement referred to in our report of even date

For Shanker Giri & Prabhakar
Chartered Accountants

P Prabhakar Rao
Partner



R Surendran
Chairman

Suresh Krishnan
Director

Place : Chennai
Date :

KARTIK INVESTMENTS TRUST LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

As at 31st March 2012 As at 31st March 2011
Rs Rs Rs Rs

Note 1

Share Capital

Authorised

1000000 Equity Shares of Rs.10 each 10000000 10000000

Issued Subscribed and Paid up

244000 Equity Shares of Rs.10 each 2440000 2440000

2440000 2440000

1 Shareholders holding more than 5% of the Shares

	Name of the Shareholder	2011-2012		2010-2011	
		No. of Shares	%	No. of Shares	%
1	New Ambadi Estates Private Limited	74,758	30.64%	74,758	30.64%
2	Tube Investments Of India Limited	33,790	13.85%	33,790	13.85%
3	Carborundum Universal Limited	24,240	9.93%	24,240	9.93%
4	EID Parry (India) Limited	23,600	9.67%	23,600	9.67%
5	Chola Business Services Limited	18,550	7.60%	18,550	7.60%
6	Parry Enterprises Limited	19,032	7.80%	19,032	7.80%
7	Murugappa Medical & Educational Foundation	12,220	5.01%	12,220	5.01%

2 Reconciliation of number of shares

	2011-2012		2010-2011	
	No. of Shares	Rs	No. of Shares	Rs
Balance as at the beginning of the year	244,000	2,440,000	244,000	2,440,000
Issued and paid up during the year	-	-	-	-
Balance as at end of the year	244,000	2,440,000	244,000	2,440,000



KARTIK INVESTMENTS TRUST LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

	As at 31st March 2012		As at 31st March 2011	
	Rs	Rs	Rs	Rs
Note 2				
Reserves & Surplus				
Profit and Loss Account				
Balance as at the beginning of the year	7742926		7648411	
Add : Net Profit for the year	137539		94515	
	7880465		7742926	
	7880465		7742926	

Note 3

Trade payables

Sundry Creditors				
For Expenses		55340		24817
		55340		24817
		55340		24817

Note 4

Other Current Liabilities

TDS Payable		11638		3014
Other payables		9880		9880
		21518		12894
		21518		12894



KARTIK INVESTMENTS TRUST LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 5	As at 31st March 2012		As at 31st March 2011		
	Rs.		Rs.		
Non Current Investments					
Non Trade - At Cost	<u>Face Value</u>	<u>No.</u>	<u>Cost</u>	<u>No.</u>	<u>Cost</u>
	<u>Rs.</u>				
In fully paid Equity Shares					
Quoted					
Coromandel Engineering Co. Ltd	10	26,876	191,443	26,876	191,443
	(A)		<u>191,443</u>		<u>191,443</u>
Unquoted					
Cholamandalam MS Risk Services Ltd	10	10,008	100,080	10,008	100,080
Chola Business Services Ltd	10	9,500	95,000	9,500	95,000
Murugappa Management Services Ltd	100	6,727	675,150	6,727	675,150
Murugappa Morgan Thermal Ceramic Ltd	10	1	42	1	42
Parry Enterprises Ltd	10	201,600	1,754,726	201,600	1,754,726
Cholamandalam MS General Insurance Co.Ltd	10	100	1,210	100	1,000
Amaravathi Sri Venkatesa Paper Mills Ltd	10	70,000	3,087,777	70,000	3,087,777
Chola Insurance Services Private Ltd	10	12,084	120,840	-	-
Samvit Education Services Pvt Ltd	10	250,000	50	-	-
	(B)		<u>5,834,875</u>		<u>5,713,775</u>
Total (A + B)			<u>6,026,318</u>		<u>5,905,218</u>
Market Value - Quoted Investments			5,160,192		5,912,720



KARTIK INVESTMENTS TRUST LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

	As at 31st March 2012	As at 31st March 2011
	Rs	Rs
<u>Note 6</u>		
Cash and cash equivalents		
Bank Balances - Current Account	17904	226245
Bank Balances - Fixed Deposit Account	3027097	2800000
	3045001	3026245
<u>Note 7</u>		
Short-term loans and advances		
Unsecured - Considered Good		
Advance Payment of Tax (Net of Provision)	1242054	1221871
	1242054	1221871
<u>Note 8</u>		
Other Current Assets		
Interest accrued on Bank deposits	83950	67303
	83950	67303



KARTIK INVESTMENTS TRUST LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

	For the year ended 31st March 2012	For the year ended 31st March 2011
<u>Note 9</u>		
Revenue from operations		
Dividends from Investments	122220	106799
	<u>122220</u>	<u>106799</u>
<u>Note 10</u>		
Other Income		
Interest received on bank deposits	270827	109762
Miscellaneous Income	19915	-
	<u>290742</u>	<u>109762</u>
<u>Note 11</u>		
Other Expenses		
Rates & Taxes	18398	12530
Professional & Consultancy	54098	16318
Advertisements	131536	46558
Audit Fees		
For Audit	44944	27575
For Certification	16545	16545
Administration and Other Expenses	<u>61489</u>	<u>44120</u>
	3002	2520
	<u>268523</u>	<u>122046</u>



KARTIK INVESTMENTS TRUST LIMITED

NOTE NO. 12

ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

1. Significant Accounting Policies

a) **Basis of preparation of Financial Statements**

The Financial Statements have been prepared to comply in all material aspects with applicable accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

b) **Basis of Accounting**

The financial statements have been prepared under the historical cost convention under accrual basis of accounting.

c) **Use of Estimates**

The presentation of financial statements is in conformity with the generally accepted accounting principles, which requires estimates, and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

d) **Revenue Recognition**

Accrual basis of accounting has been adopted for both revenue and costs.

e) **Investments**

Investments are valued at cost and income arising there from is accounted on accrual basis. Diminution in the value of investments is recognised only if such diminution is considered permanent.

f) **Taxes on Income**

Current tax is determined on income for the year chargeable to tax under the provisions of the Income Tax Act, 1961. Deferred Tax is recognised for all timing differences. Deferred tax assets are recognised subject to consideration of prudence.

2. Deferred Tax

Deferred tax asset attributable to unabsorbed carried forward business loss and losses under the head Capital Gains as at 31st March 2012 aggregating Rs.4361288/- has not been recognised in view of the uncertainty regarding its utilisation by way of set off in subsequent years.



KARTIK INVESTMENTS TRUST LIMITED

3. Related Parties disclosure

Details of Related Parties	Relationship
New Ambadi Estates Private Limited	Company having substantial Interest
Transactions during the year	Nil
Balances Outstanding – Debit/(Credit)	Nil

4. Earnings per share :

	As at 31.03.2012 Rs.	As at 31.03.2011 Rs.
Profit / (Loss) after tax as per Profit & Loss Account	137539	94515
Earnings per share	0.56	0.39

5. Segment Reporting

The Company is primarily engaged in the business of dealing in Investments and finance and hence this is considered as the only business segment.

6. Previous year's figures have been re-grouped, where necessary.

SIGNATURES TO NOTES 1 TO 12

FOR SHANKER GIRI & PRABHAKAR
Chartered Accountants

On behalf of the Board

P. PRABHAKAR RAO
Partner



R. SURENDRAN
Chairman

SURESH KRISHNAN
Director

Place: Chennai

Date: 17/5/2012

KARTIK INVESTMENTS TRUST LIMITED

Registered Office : "PARRY HOUSE", No.43, Moore Street, Paryys, Chennai 600 001

ADMISSION SLIP

Folio No.:

Name & Address of Member:

I certify that I am a registered Shareholder of the Company and hold Shares.

* Please indicate whether Member / Proxy.....

***Members / Proxy's Signature**

- Notes :
1. Shareholders / Proxy holders must bring the Admission Slip to the meeting and hand over the same at the entrance duly signed.
 2. Shareholders are requested to advise their change in address, if any, to the Company's Registered Office quoting folio numbers.

KARTIK INVESTMENTS TRUST LIMITED

Registered Office : "PARRY HOUSE", No.43, Moore Street, Paryys, Chennai 600 001

PROXY FORM

Folio No.:

No. of Shares:

I / Weof

..... Being a Member / Members of Kartik

Investments Trusts Limited hereby appoint

of..... or failing him / her

.....of as my proxy to

attend and vote for me / us on my / our behalf in the manner indicated below* at the Thirty fourth Annual General Meeting of the Company to held at 4 p.m. on Thursday, the 30th August 2012 and at any adjournment thereof.

* "For" item Nos.: -

* "Against" item Nos.: -

Signed this day of2012.

Signature of the Member / Proxy

Affix
15 Paise
Revenue
Stamp

Note : The Proxy form must reach the Registered Office of the Company not less that 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a Member of the Company.

* This is only optional, please fill up item nos., as appearing in the notice of the AGM. If you leave the item nos. blank, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

BOOK-POST

If undelivered please return to:

KARTIK INVESTMENTS TRUST LIMITED
"Parry House", No.43, Moore Street
Chennai 600 001