

**KARTIK  
INVESTMENTS  
TRUST LIMITED**

**35<sup>th</sup> ANNUAL REPORT  
2012-2013**

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**KARTIK INVESTMENTS TRUST LIMITED**

**NOTICE TO THE SHAREHOLDERS**

Notice is hereby given that the thirty fifth 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 8<sup>th</sup> August 2013 to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the audited Profit and Loss Account for the year ended 31<sup>st</sup> March 2013 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. V Suryanarayanan, 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 fifth annual general meeting till the conclusion of the thirty sixth annual general meeting at a remuneration of Rs.45,000/- 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 10, 2013

**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 1<sup>st</sup> August 2013 to Wednesday, the 7<sup>th</sup> August 2013 (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 10, 2013

**SURESH KRISHNAN**  
**DIRECTOR**

## DIRECTORS' REPORT

Your directors present the thirty fifth annual report together with the audited accounts for the year ended 31<sup>st</sup> March 2013.

*(Rs in lakhs.)*

<b>FINANCIAL RESULTS</b>	<b>Year ended March 31, 2013</b>	<b>Year ended March 31, 2012</b>
Income	14.00	4.13
Expenses	4.84	2.69
Profit/(Loss) before taxation	9.16	1.44
Profit/(Loss) after taxation	6.04	1.37

### OPERATIONS

During the year under review, the gross income of the Company was at Rs.14 Lakhs (which includes the interest received on bank deposits of Rs.2.81 lakhs) as against Rs.4.13 lakhs during the previous year. The Company made a profit after tax of Rs.6.04 lakhs as against Rs.1.37 lakhs during the previous year.

### DIRECTORS

Mr. V Suryanarayanan, Director retires by rotation at the ensuing annual general meeting and being eligible offers 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 31<sup>st</sup> March 2013, 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 31<sup>st</sup> March 2013. The shares of your company are listed in BSE Limited.

On behalf of the Board

Chennai  
May 10, 2013

**R SURENDRAN**  
**CHAIRMAN**

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

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The Directors accept the responsibility for the integrity and objectivity of the Profit & Loss Account for the year ended 31<sup>st</sup> March 2013 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 10, 2013

**R SURENDRAN**  
**CHAIRMAN**

L65993TN1978PLC012913

**COMPLIANCE CERTIFICATE**

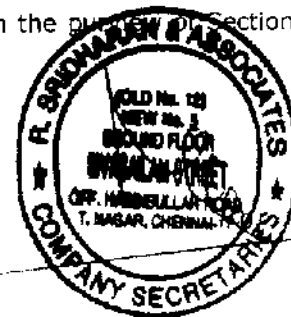
**Name of the Company** : KARTIK INVESTMENTS TRUST LIMITED  
**Registration No.(CIN)** : L65993TN1978PLC012913  
**Authorized Capital** : Rs. 1,00,00,000/-  
**Paid-up Capital** : Rs. 24,40,000/-

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 **31<sup>st</sup> March 2013**. 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 duly 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 17<sup>th</sup> May 2012, 13<sup>th</sup> August 2012, 8<sup>th</sup> November, 2012 and 13<sup>th</sup> February, 2013 in respect of which meetings proper notices were given and proceedings were recorded and signed including the circular resolution dated 21<sup>st</sup> June, 2012 and 7<sup>th</sup> March, 2013 in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members from **23<sup>rd</sup> August, 2012 to 29<sup>th</sup> August, 2012 (both days inclusive)** and necessary compliance of Section 154 of the Act has been made.
6. The **Thirty Fourth Annual General Meeting** for the financial year ended **31<sup>st</sup> March, 2012** was held on **30<sup>th</sup> August, 2012** 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.

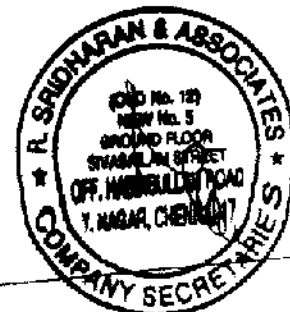
KARTIK INVESTMENTS TRUST LIMITED





**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 and transmission 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 : 24<sup>TH</sup> APRIL 2013



For R. SRIDHARAN & ASSOCIATES  
COMPANY SECRETARIES

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



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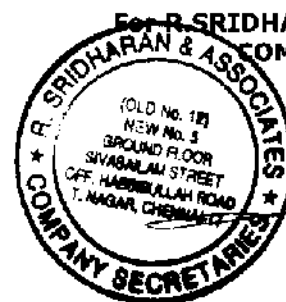
**ANNEXURE 'A'**

**Name of the Company** : KARTIK INVESTMENTS TRUST LIMITED  
**Corporate Identification No.** : 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** : 24<sup>TH</sup> APRIL 2013



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



L65993TN1978PLC012913

**ANNEXURE 'B'**

**Name of the Company** : KARTIK INVESTMENTS TRUST LIMITED  
**Corporate Identification No.** : 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 31<sup>st</sup> March 2013

FOR THE FINANCIAL YEAR 2012-2013 [01.04.2012 - 31.03.2013]

**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 <sup>st</sup> March 2012.	27.09.2012	Yes	NA	P89120562 Rs.500/- (N)
2.	20B & Sch V	159	Annual Return made upto 30 <sup>th</sup> August, 2012 (Date of 34 <sup>th</sup> AGM).	27.10.2012	Yes	NA	P92574540 Rs.500/- (N)
3.	23AC, 23ACA XBRL & Sch VI	220	Balance Sheet for the financial year ended 31 <sup>st</sup> March 2012.	12.01.2013	Yes	NA	Q05792486 Rs.500/- (N)

REGIONAL DIRECTOR, CENTRAL GOVERNMENT & OTHER AUTHORITIES

NIL

**PLACE** : CHENNAI  
**DATE** : 24<sup>TH</sup> APRIL 2013

For R.SRIDHARAN & ASSOCIATES  
COMPANY SECRETARIES



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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**  
**KARTIK INVESTMENTS TRUST LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **KARTIK INVESTMENTS TRUST LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the period then ended, and a summary of significant accounting policies and other explanatory information.

**Management's responsibility on the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

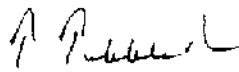
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 account as required by law have been kept by the Company so far as appears from our examination of those books
  - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
  - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



Place: Chennai

Date: 10-May-2013

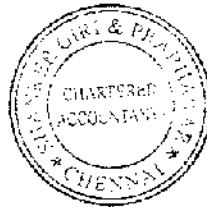
**For Shanker Giri & Prabhakar  
Chartered Accountants  
FRN: 003761S**

  
**P. Prabhakar Rao  
Partner  
Membership No. : 18408**

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of KARTIK INVESTMENTS TRUST LIMITED on the accounts of the company for the period ended 31<sup>st</sup> March, 2013.

- (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.
- (i) 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.
- (ii) 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 period that need to be entered in the register maintained under that Section.
- (iii) The Company has not accepted any deposits from the Public.
- (iv) The Company has no formal internal audit department as such. However its control procedures ensure reasonable internal checking of its financial and other records.
- (v) Maintenance of cost records have not been prescribed by the Central Government in respect of the business carried on by the Company.
- (vi) 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, service 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.
- (vii) The Company has no accumulated losses as at 31<sup>st</sup> March 2013. It has not incurred any cash loss during the year and during the immediately preceding financial year.
- (viii) 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.
- (ix) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (x) The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.
- (xi) 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.

- (xii) 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.
- (xiii) In our opinion and according to the information and explanations given to us, the Company has not availed any term loans during the year.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the company has not used funds raised on short term basis for long term investments.
- (xv) 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.
- (xvi) 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.
- (xvii) 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.
- (xviii) 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.



CHENNAI: 10-May-2013

For SHANKER GIRI & PRABHAKAR  
Chartered Accountants  
Firm Registration No.003761S

A handwritten signature in black ink, appearing to read "P. Prabhakar Rao".

P.PRABHAKAR RAO  
Partner

Membership Number: 18408

# KARTIK INVESTMENTS TRUST LIMITED

## BALANCE SHEET AS AT 31ST MARCH 2013

	Note No.	As at 31st March 2013		As at 31st March 2012	
		Rs	Rs	Rs	Rs
<b>I EQUITY AND LIABILITIES</b>					
<b>(1) Shareholder's Funds</b>					
(a) Share Capital	1	24,40,000		24,40,000	
(b) Reserves & Surplus	2	84,84,192		78,80,465	
			<u>1,09,24,192</u>	<u>78,80,465</u>	<u>1,03,20,465</u>
<b>(2) Current liabilities</b>					
(a) Trade payables	3	1,20,200		55,340	
(b) Other current liabilities	4	96,557		21,518	
			<u>2,16,757</u>	<u>76,858</u>	
<b>TOTAL</b>			<u><u>1,11,40,949</u></u>	<u><u>1,03,97,323</u></u>	
<b>II ASSETS</b>					
<b>(1) Non-current assets</b>					
(a) Non-Current investments	5		60,26,448		60,26,318
<b>(2) Current assets</b>					
(a) Cash and cash equivalents	6	41,01,991		30,45,001	
(b) Short-term loans and advances	7	9,66,647		12,42,054	
(c) Other current assets	8	45,863		83,950	
			<u>51,14,501</u>	<u>43,71,005</u>	
<b>TOTAL</b>			<u><u>1,11,40,949</u></u>	<u><u>1,03,97,323</u></u>	

Accompanying Notes to Financial Statements 13

The Notes are integral part of these Financial Statements

On behalf of the Board

  
R SURENDRAN  
CHAIRMAN

  
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

Place: Chennai  
Date: 10 - May - 2013



**KARTIK INVESTMENTS TRUST LIMITED**

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013**

	Note No.	For the year ended 31st March 2013 Rs	For the year ended 31st March 2012 Rs
I Revenue from operations	9	11,18,698	1,22,220
II Other Income	10	2,80,978	2,90,742
<b>Total Revenue</b>		<u><u>13,99,676</u></u>	<u><u>4,12,962</u></u>
<b>III Expenses</b>			
Finance Cost	11	7,760	-
Other Expenses	12	4,76,289	2,68,523
<b>Total Expenses</b>		<u><u>4,84,049</u></u>	<u><u>2,68,523</u></u>
<b>IV Profit before tax</b>		9,15,627	1,44,439
<b>V Tax Expense</b>			
(a) Current Tax		3,11,900	6,900
(b) Deferred Tax		-	-
		<u>3,11,900</u>	<u>6,900</u>
<b>VI Profit / (Loss) for the year</b>		<u><u>6,03,727</u></u>	<u><u>1,37,539</u></u>
<b>VII Earnings per equity share</b>			
Basic - Rs.		2.47	0.56
Diluted - Rs.		2.47	0.56

**Accompanying Notes to Financial Statements 13**

**The Notes are integral part of these Financial Statements**

**On behalf of the Board**

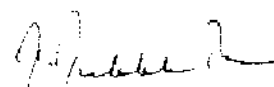
This is the Balance Sheet referred to in  
our Report of even date  
**For SHANKER GIRI & PRABHAKAR**  
**CHARTERED ACCOUNTANTS**



**R SURENDRAN**  
CHAIRMAN



**SURESH KRISHNAN**  
DIRECTOR



**P. PRABHAKAR RAO**  
Partner

Place: Chennai  
Date: 16-May-2013

**KARTIK INVESTMENTS TRUST LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2013**

	2012-2013		2011-2012	
	Rs.	Rs.	Rs.	Rs.
<b>A CASH FLOWS FROM OPERATING ACTIVITIES</b>				
NET PROFIT/(LOSS) BEFORE TAX	9,15,627		1,44,439	
ADJUSTMENTS FOR :				
Interest Received	(2,80,978)		(2,70,827)	
Profit on sale of investments	(10,58,628)			
Investments written off	1,10,050			
Dividend	(60,070)		(1,22,220)	
Interest expenses	6,934		-	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(3,67,065)		(2,48,608)	
ADJUSTEMENTS FOR :				
(Increase)/decrease in Other Current Assets	38,087		(16,647)	
(Increase)/decrease in Current Liabilities	1,39,899		39,147	
CASH GENERATED FROM OPERATIONS	(1,89,079)		(2,26,108)	
Interest Paid	(6,934)		-	
Direct Taxes paid / refunds	(36,493)		(27,083)	
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>		<b>(2,32,506)</b>		<b>(2,53,191)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>				
Sale / (Purchase) of Investments	9,48,448		(1,21,100)	
Loans and Advances	-		-	
Interest Received on Bank and Other deposits	2,80,978		2,70,827	
Dividend Received on Investments	60,070		1,22,220	
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>		<b>12,89,496</b>		<b>2,71,947</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>				
Increase/(Decrease) in Borrowings	-		-	
<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>		<b>-</b>		<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>		<b>10,56,990</b>		<b>18,756</b>
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR		<b>30,45,001</b>		<b>30,26,245</b>
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		<b>41,01,991</b>		<b>30,45,001</b>

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

On behalf of the Board

For SHANKER GIRI & PRABHAKAR  
CHARTERED ACCOUNTANTS

  
R SURENDRAN  
CHAIRMAN

  
SURESH KRISHNAN  
DIRECTOR

  
P.PRABHAKAR RAO  
Partner

Place : Chennai

Date : 16- May - 2013

**KARTIK INVESTMENTS TRUST LIMITED**

**NOTES FORMING PART OF FINANCIAL STATEMENTS**

As at 31st March 2013                      As at 31st March 2012  
Rs                      Rs                      Rs                      Rs

**Note 1**

**Share Capital**

*Authorised*

1000000 Equity Shares of Rs.10 each                      1,00,00,000                      1,00,00,000

*Issued Subscribed and Paid up*

244000 Equity Shares of Rs.10 each                      24,40,000                      24,40,000

24,40,000                      24,40,000

**1 Shareholders holding more than 5% of the Shares**

	Name of the Shareholder	2012-2013		2011-2012	
		No. of Shares	%	No. of Shares	%
1	Ambadi Investments 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**

	2012-2013		2011-2012	
	No. of Shares	Rs	No. of Shares	Rs
Balance as at the beginning of the	2,44,000	24,40,000	2,44,000	24,40,000
Issued and paid up during the year	-	-	-	-
Balance as at end of the year	2,44,000	24,40,000	2,44,000	24,40,000

**3 Rights, preferences and restrictions attached to Equity Shareholders**

Equity Shares of the Company having par value of Rs.10 per share rank pari passu in all respects including voting rights and entitlement to dividend.

As at 31st March 2013                      As at 31st March 2012  
Rs                      Rs                      Rs                      Rs

**Note 2**

**Reserves & Surplus**

Profit and Loss Account

Balance as at the beginning of the year	78,80,465	77,42,926
Add : Net Profit for the year	<u>6,03,727</u>	<u>1,37,539</u>
	84,84,192	78,80,465
	<u>84,84,192</u>	<u>78,80,465</u>

**KARTIK INVESTMENTS TRUST LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS**

	As at 31st March 2013		As at 31st March 2012	
	Rs	Rs	Rs	Rs
<b>Note 3</b>				
<b>Trade payables</b>				
Sundry Creditors		1,20,200		55,340
For Expenses		<u>1,20,200</u>		<u>55,340</u>

<b>Note 4</b>				
<b>Other Current Liabilities</b>				
TDS Payable		11,930		11,638
Other payables		84,627		9,880
		<u>96,557</u>		<u>21,518</u>

<b>Note 5</b>					
<b>Non Current Investments</b>					
	Face Value	As at 31st March 2013		As at 31st March 2012	
	Rs.	No.	Cost	No.	Cost
			Rs.		Rs.
<b>Non Trade - At Cost</b>					
<b>In fully paid Equity Shares</b>					
<b>Quoted</b>					
The Coromandel Engineering Co. Ltd	10	26,876	1,91,443	26,876	1,91,443
(A)			<u>1,91,443</u>		<u>1,91,443</u>
<b>Unquoted</b>					
Cholamandalam MS Risk Services Ltd	10	10,015	1,00,080	10,015	1,00,080
Chola Business Services Ltd	10	9,500	95,000	9,500	95,000
Murugappa Management Services Ltd	100	6,727	6,75,150	6,727	6,75,150
Murugappa Morgan Thermal Ceramic Ltd	10	1	42	1	42
Parry Enterprises Limited	10	2,01,600	17,54,726	2,01,600	17,54,726
Cholamandalam MS General Insurance Lt	10	110	1,390	107	1,210
Amaravathi Sri Venkatesa Paper Mills Ltc	10	70,000	30,87,777	70,000	30,87,777
Chola Insurance Services Private Limited	10	12,084	1,20,840	12,084	1,20,840
Sanvit Education Services Pvt Ltd	10	-	-	2,50,000	50
(B)			<u>58,35,005</u>		<u>58,34,875</u>
<b>Total (A + B)</b>			<u>60,26,448</u>		<u>60,26,318</u>
Market Value - Quoted Investments			57,33,995		51,60,192

**KARTIK INVESTMENTS TRUST LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS**

	As at 31st March 2013 Rs	As at 31st March 2012 Rs
<b>Note 6</b>		
<b>Cash and cash equivalents</b>		
Bank Balances - Current Account	3,01,991	17,904
Bank Balances - Fixed Deposit Account (Maturities of greater than 12 months)	38,00,000	30,27,097
	41,01,991	30,45,001
<b>Note 7</b>		
<b>Short-term loans and advances</b>		
Unsecured - Considered Good		
Advance Payment of Tax (Net of Provision for taxation)	9,66,647	12,42,054
	9,66,647	12,42,054
<b>Note 8</b>		
<b>Other Current Assets</b>		
Interest accrued on Bank deposits	45,863	83,950
	45,863	83,950



**KARTIK INVESTMENTS TRUST LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS**

	For the year ended 31st March 2013		For the year ended 31st March 2012	
	Rs.	Rs.	0.00	Rs
<b>Note 9</b>				
<b>Revenue from operations</b>				
Dividends from Investments		60,070		1,22,220
Profit on sale of Investments		10,58,628		-
		11,18,698		1,22,220
<b>Note 10</b>				
<b>Other Income</b>				
Interest received on Bank Deposits		2,80,978		2,70,827
Miscellaneous Income		-		19,915
		2,80,978		2,90,742
<b>Note 11</b>				
<b>Finance Charges</b>				
Interest on ICD Availed		6,934		-
Bank Charges		826		-
		7,760		-
<b>Note 12</b>				
<b>Other Expenses</b>				
Rates & Taxes		17,404		18,398
Professional & Consultancy Charges		22,625		54,098
Advertisements		1,94,952		1,31,536
Audit Fees				
For Statutory Audit	44,944		44,944	
For Certification & Other Services	83,258		16,545	
		1,28,202		61,489
Investments written off		1,10,050		-
Administration and Other Expenses		3,056		3,002
		4,76,289		2,68,523



# KARTIK INVESTMENTS TRUST LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### NOTE NO. 13

#### 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.

##### g) **Provisions**

Provisions are recognised only where there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.

#### 2. Deferred Tax

Deferred tax asset attributable to unabsorbed carried forward business loss and losses under the head Capital Gains as at 31<sup>st</sup> March 2013 aggregating Rs.85984/- ( As at 31/3/2012 - 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
Ambadi Investments Private Limited	Company having substantial Interest
Transactions during the year	Nil
Balances Outstanding – Debit/(Credit)	Nil

## 4. Earnings per share :

	As at 31.03.2013 Rs.	As at 31.03.2012 Rs.
Profit / (Loss) after tax as per Profit & Loss Account	603727	137539
Earnings per share	2.47	0.56

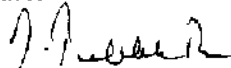
## 5. Segment Reporting

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 13

FOR SHANKER GIRI & PRABHAKAR  
Chartered Accountants

  
P. PRABHAKAR RAO  
Partner



Place: Chennai

Date: 10 - May - 2013

On behalf of the Board

  
R. SURENDRAN  
Chairman

  
SURESH KRISHNAN  
Director



**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 / We .....of

..... 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 fifth Annual General Meeting of the Company to held at 4 p.m. on Thursday, the 8<sup>th</sup> August 2013 and at any adjournment thereof.

\* "For" item Nos.: - .....

\* "Against" item Nos.: - .....

Signed this ..... day of .....2013.

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**