

PRONTO INDUSTRIAL SERVICES LIMITED

21, H. B. SARANI, 3RD FLOOR, ROOM NO. 306, KOLKATA- 700001

DIRECTORS' REPORT

TO,
THE MEMBERS,

The directors of the company are pleased to place the auditors' report along with audited statement of accounts of the company for the year ended 31st March 2012.

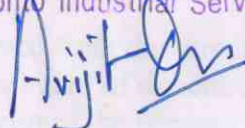
- 1) **Financial Review:** The Company has incurred a loss of Rs. 54355.82/- before tax during the year as compared to Rs. 58326/- before tax incurred during the previous year. The directors are hopeful to achieve better results in coming years.
- 2) **Auditors:** M/s. R. K. TAPADIA & CO., *Chartered Accountants*, is appointed as the auditors of the company who will retire at ensuring Annual General Meeting, being eligible offers for reappointment.
- 3) **Director's responsibility statement:** Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors Responsibility Statement, it is hereby confirmed:
 - i) That in the preparation of the accounts for the financial year ended 31st March, 2012, the applicable accounting standards have been followed along with proper explanation relating to material departures;
 - ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 under review;
 - iii) That the Directors have taken proper and sufficient care 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;
 - iv) That the Directors have prepared the annual accounts for the financial year ended 31st March 2012 on a going concern basis.
- 4) **Dividend:** The Company has not declared any dividend during the year.
- 5) **Employees:** None of the employees were in the category of limits specified U/S 217(2A) of the company's act 1956.
- 6) **Energy Conservation, Technology Observation, Foreign Exchange earnings and outgo:** Not Applicable.

Place: Kolkata

Date: 30th Day of August, 2012

For and on behalf of the Board

Prono Industrial Services Limited



Director

Prono Industrial Services Limited



Director

Auditors' Report

To
The Members of
PRONTO INDUSTRIAL SERVICES LIMITED

1. I have audited the attached Balance Sheet of M/s **PRONTO INDUSTRIAL SERVICES LIMITED** as at 31st March 2012 and also the statement of Profit & Loss for the year ended on that date annexed thereto and Cash Flow Statement as on that date annexed thereto. These financial statements are the responsibility of Company's Management my responsibility is to express an opinion on these financial statements based on my audit.
2. I conducted audit in accordance with auditing standards generally accepted in India. Those standards require to plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining on test check basis, evidence supporting the amounts and disclosure of the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.
3. As required by the Companies (Auditor's Report) Order 2003, (as amended) issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, I annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to my comments in the Annexure referred to in paragraph (1) above.
 - a. I have obtained all the information and explanations, which, to the best of my knowledge and belief, were necessary for the purpose of audit.
 - b. In my opinion, proper books of accounts as required by Law, have been kept by the Company so far as appears from examination of those books.
 - c. The Balance Sheet and the statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account as submitted to us.
 - d. In my opinion, the Balance Sheet and the statement of Profit & Loss and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - e) On the basis of written representation received from the directors of the company as at 31st March 2012 and taken on records by the board of directors, I report that no director is disqualified from being appointed as director of the company under clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.



- f) In my opinion and to the best of information and according to the explanations given to me, the said statements of account read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
- i. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 and
 - ii. In the case of the statement of Profit & Loss, of the loss for the year ended on that date.
 - iii. In the case of Cash Flow Statement, of the Cash Flow for the year ended on that date.

For, **R.K. TAPADIA & CO.**
(Chartered Accountants)
Firm Regn No. 318166E

(**Ramesh Kumar Tapadia**)
Proprietor
M. No. 053927



Place: Kolkata

Dated: The 30th Day of August, 2012

Annexure to the Auditor's Report referred to in paragraph 3 of our report of even date

As required by the Companies (Auditor's Report) Order 2003, (as amended) issued by the Central Government in terms of Sections 227(4A) of the Companies Act, 1956 and on the basis of such checks as was considered appropriate and according to the information and explanations given to me, I report that:

1. The Company does not have any Fixed Assets hence requirement under para 4 (i) does not arise.
2. The Company is having no inventory hence provisions of para 4 (ii) are not applicable.
3. (a) The Company has not given any loan to parties covered in the register maintained under Section 301 of the Companies Act, 1956

(b) The Company has not taken any loan from parties covered in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion and according to explanation given to us, there is adequate internal control procedure commensurate with the size of the company and the nature of its business. During the course of our audit no major weakness has been noticed in the internal control.
5. Based on the audit procedures applied by us and according to the information and explanation provided by the management, we are of the opinion that there were no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. Based on our scrutiny of the Company's records and according to the information and explanation provided by the management, in our opinion, the Company has not accepted any public deposits so far up to 31st March 2012
7. The Company is having an adequate Internal Audit System according to nature & size of its business.
8. According to the information and explanations provided by the management, the Company is not engaged in production, processing, manufacturing or mining activities. Hence the provision of Section 209(1)(d) does not apply to the Company. Hence in our opinion, no comment is required on maintenance of cost record.
9. According to the record of the Company, the Company is regular in depositing with the appropriate authorities undisputed statutory dues including, Income Tax, Wealth-tax, Sales-tax, Service-tax, cess and other statutory dues applicable to the Company.
10. The Company does not deal in Shares & Securities.
11. The Accumulated loss is not more than fifty percent of its net worth. The Company has not incurred cash losses during the financial year covered by my audit. Hence no comment is required.



12. The Company has not availed any Cash Credit from bank. Hence no comment is being made on the same.
13. According to the records the Company has not granted any Loans on the basis of security or pledge of shares, debentures or other securities.
14. As the Company is neither a Chit fund nor a nidhi mutual benefit society. Hence the requirement under Para 4(xiii) is not applicable.
15. According to the information and explanations provided by the management, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. According to the records the Company, the Company has not obtained any terms Loans.
17. The Company had not issued any equity shares through private placement during the year.
18. According to the records the Company, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
19. According to the records the Company, the Company has not issued any debentures.
20. The Company has not raised any public issues during the year covered by our audit report
21. Based on the audit procedures applied by and according to the information and explanation provided by the management, we report that no frauds on or by the Company has been noticed or reported during the course of our audit.

For, R.K. TAPADIA & CO.
(Chartered Accountants)
Firm Regn No. 318166E

(Ramesh Kumar Tapadia)
Proprietor
M. No. 053927



Place: Kolkata

Dated: The 30th Day of August, 2012

PRONTO INDUSTRIAL SERVICES LIMITED

21, H. B. SARANI, 3RD FLOOR, ROOM NO. 306, KOLKATA- 700001

BALANCE SHEET AS ON 31ST MARCH, 2012

PARTICULARS	Note No.	Figures As At 31/03/2012 (Rs.)	Figures As At 31/03/2011 (Rs.)
<u>I. EQUITY AND LIABILITIES</u>			
(1) <u>Shareholders' Funds</u>			
(a) Share Capital	2	2,400,000.00	2,400,000.00
(b) Reserves & Surplus	3	116,121.17	170,476.99
		2,516,121.17	2,570,476.99
(2) <u>Non-Current Liabilities</u>			
		-	-
		-	-
(3) <u>Current Liabilities</u>			
(a) Other Current Liabilities	4	940,751.00	831,927.00
(b) Short Term Provisions		500,000.00	500,000.00
		1,440,751.00	1,331,927.00
TOTAL (1 TO 3)		3,956,872.17	3,902,403.99
<u>II. ASSETS</u>			
(1) <u>Non Current Assets</u>			
(a) Long Term Loans & Advances	5	2,250,000.00	2,250,000.00
(2) <u>Current Assets</u>			
(a) Cash & Cash Equivalents	6	1,390,221.17	1,335,752.99
(b) Other Current Assets	7	316,651.00	316,651.00
		3,956,872.17	3,902,403.99
Significant Accounting Policies	1		
Notes to Financial Statements	2-12	-	-



As per Report of even date
For **R. K. TAPADIA & CO.**
Chartered Accountants

R. K. Tapadia

RAMESH KUMAR TAPADIA
Proprietor
M. No. 053927

Pronto Industrial Services Limited

Avijit Ghosh

Director

Pronto Industrial Services Limited

[Signature]

Director

Place : Kolkata

Dated : The 30th Day of August, 2012

Directors

PRONTO INDUSTRIAL SERVICES LIMITED

21, H. B. SARANI, 3RD FLOOR, ROOM NO. 306, KOLKATA- 700001

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

PARTICULARS	Note No.	Figures for the Year Ended 31/03/2012 (Rs)	Figures for the Year Ended 31/03/2011 (Rs)
I) Revenue from Operations		-	-
II) Other Income		-	13,247.00
III) TOTAL REVENUE (I + II)		-	13,247.00
IV) EXPENSES			
Other Expenses	8	54,355.82	71,573.00
TOTAL EXPENSES		54,355.82	71,573.00
V) Profit Before Tax (III - IV)		(54,355.82)	(58,326.00)
VI) Tax Expenses			
Current Tax		-	-
VII) Profit/ (Loss) After Tax (V + VI)		(54,355.82)	(58,326.00)
VIII) Basic Earnings Per Equity Share	12	(0.23)	(0.24)
Significant Accounting Policies Notes to Financial Statements	1 2-12		



As per Report of even date
For R. K. TAPADIA & CO.
Chartered Accountants

R. K. Tapadia
RAMESH KUMAR TAPADIA
Proprietor
M. No. 053927

Pronto Industrial Services Limited
[Signature]
Director

Pronto Industrial Services Limited
[Signature]
Director

Place : Kolkata

Dated : The 30th Day of August, 2012

Directors

PRONTO INDUSTRIAL SERVICES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2012

CASH FLOW FROM OPERATING ACTIVITIES:

	<u>AMOUNT</u>	<u>AMOUNT</u>
Profit(Loss) before Tax & Extra Ordinary items		(54,355.82)
Add: Non Cash expenditures		-
		<u>(54,355.82)</u>

WORKING CAPITAL ADJUSTMENT:

Add: Decrease in Current assets & Increase in Current Liabilities		
Other Current Liabilities	<u>108,824.00</u>	
	108,824.00	
Less: Increase in Current Assets & Decrease in Current Liabilities	<u>-</u>	
		108,824.00

Cash Generated From Operations		<u>54,468.18</u>
		<u>54,468.18</u>

CASH FLOW FROM FINANCIAL ACTIVITIES

-

CASH FLOW FROM INVESTMENT ACTIVITIES

-

Net Increase/decrease in Cash & Cash Equivalents		<u>54,468.18</u>
Add: Opening Cash in hand and equivalents		<u>1,335,752.99</u>
CLOSING CASH & CASH EQUIVALENTS		<u>1,390,221.17</u>

As per our Report of even date

For R. K. Tapadia & Co.
Chartered Accountants



R.K. Tapadia
(R.K. Tapadia)

Proprietor

Membership No. 053927

Pronto Industrial Services Limited

[Signature]

Director

Pronto Industrial Services Limited

[Signature]

Director

Place : Kolkata

Dated : The 30th Day of August, 2012

D I R E C T O R S

PRONTO INDUSTRIAL SERVICES LIMITED

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO FINANCIAL STATEMENTS

forming part of Balance Sheet as at 31st March, 2012, Profit & Loss Statement and Cash Flow Statement for the year ended on that date)

SIGNIFICANT ACCOUNTING POLICIES :

BASIS OF PREPARATION:

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards prescribed by Companies (Accounting Standards) Rules, 2006 as amended, other pronouncements of the Institute of Chartered Accountants of India (ICAI).

USE OF ESTIMATES:

The preparation of the financial statements is in conformity with Generally Accepted Accounting Principles (GAAP) in India and requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent liabilities as on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in future periods.

FIXED ASSETS & DEPRECIATION :

The Company does not own any Tangible or Intangible Fixed Assets during the Financial year under consideration

INVESTMENTS:

Long Term / Non Current Investments are valued at cost. Provision is made to recognize a decline, other than temporary, in the opinion of the management.

REVENUE RECOGNITION:

Income is recognised in the Profit and Loss Account as it accrues except in the case of Non Performing Assets, where it is recognised, upon realisation.

EARNINGS PER SHARE :

The earnings in ascertaining the company's EPS comprises the net profit after tax and includes the post tax effect of any extraordinary items. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

PROVISIONS AND CONTINGENT LIABILITIES:

Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated. Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Liabilities are not provided for in the accounts but are shown separately in the Notes to the accounts.



NOTES TO FINANCIAL STATEMENTS

2) SHARE CAPITAL

Particulars	As at 31.03.2012		As at 31.03.2011	
	Quantity (Nos.)	Amount Rs.	Quantity (Nos.)	Amount Rs.
Authorized Share Capital				
Equity Shares of Rs. 10/- each	250,000	2,500,000.00	250,000	2,500,000.00
	250,000	2,500,000.00	250,000	2,500,000.00
Issued, Subscribed & Fully Paid-up Capital				
Equity Shares of Rs. 10/- each	240,000	2,400,000.00	240,000	2,400,000.00
	240,000	2,400,000.00	240,000	2,400,000.00

Particulars	As at 31.03.2012		As at 31.03.2011	
	Quantity (Nos.)	Amount Rs.	Quantity (Nos.)	Amount Rs.
Reconciliation of Equity shares outstanding at the beginning and at the end of the financial year				
Balance at the beginning of the financial year	240,000	2,400,000.00	240,000	2,400,000.00
Allotment during the financial year	-	-	-	-
Balance at the end of the financial year	240,000	2,400,000.00	240,000	2,400,000.00

Shareholders holding more than 5% of Equity Share Capital	As at 31.03.2012	
	(Nos)	(%)
Rahul Udyog Viniyog Ltd.	23,200	9.67
Soeh Constructions Ltd	23,800	9.92
Yash Pal Jain Individually	15,000	6.25
Kiran Jhunjhunwala Individually	52,050	21.69
Sharad Jhunjhunwala Individually	46,200	19.25
Happy Valley Properties & Investment Pvt Ltd	23,300	9.71
Ashok Jhunjhunwala (HUF)	23,500	9.79
	207,050	86.27

The Company has only one class of shares referred to as Equity Shares having a par value of Rs. 10/-. Each holder of Equity Shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The



3) RESERVES AND SURPLUS

Particulars	Figures as at 31.03.2012 (Rs)	Figures as at 31.03.2011 (Rs)
(a) <u>Securities Premium Account</u>		
Balance as per last account	-	-
Add: Premium Received on Issue of shares	-	-
(a)	-	-
(b) <u>Special Reserve Fund (In terms of Section 45 IC of the RBI Act, 1934)</u>		
Balance as per last account	-	-
Add: Transfer from Profit and Loss Statement	-	-
(b)	-	-
(c) <u>Surplus in Profit & Loss Statement</u>		
Balance as per last account	170,476.99	228,802.99
Add: Transfer from Profit & Loss Statement	(54,355.82)	(58,326.00)
Less: Proposed Dividend	-	-
Tax on Proposed Dividend	-	-
Transfer to Statutory Reserve Fund	-	-
(c)	116,121.17	170,476.99
Total (a to c)	116,121.17	170,476.99

4) OTHER CURRENT LIABILITIES

Particulars	Figures as at 31.03.2012 (Rs)	Figures as at 31.03.2011 (Rs)
(a) Others	940,751.00	831,927.00
	940,751.00	831,927.00



5) LONG TERM LOANS & ADVANCES

Particulars	Figures as at 31.03.2012 (Rs)	Figures as at 31.03.2011 (Rs)
Advances		
Saurabh Management Pvt. Ltd.	2,250,000.00	2,250,000.00
	2,250,000.00	2,250,000.00

Particulars	Figures as at 31.03.2012 (Rs)	Figures as at 31.03.2011 (Rs)
6) CASH AND CASH EQUIVALENTS		
Cash on Hand	1,384,590.00	1,334,590.00
Balance with Banks in Current Account	5,631.17	1,162.99
	1,390,221.17	1,335,752.99
7) OTHER CURRENT ASSETS		
Tax Deducted at Sources	316,651.00	316,651.00
	316,651.00	316,651.00



8) ADDITIONAL INFORMATION PURSUANT TO PART II OF SCHEDULE VI TO THE COMPANIES ACT 1956 :

OTHER EXPENSES

Particulars	Year Ended 31/03/2012 (Rs.)	Year Ended 31/03/2011 (Rs.)
Advertisement	8,327.00	2,031.00
Director's Meeting Fees	-	9,000.00
Demat Charges	850.00	-
Listing & Filing Fees	7,500.00	500.00
Bank Charges	1,137.82	-
Miscellaneous Expenses	2,000.00	-
Printing & Stationary	-	1,584.00
Professional Fees	-	7,686.00
Registrar Expenses	3,584.00	-
Rent Paid	-	18,000.00
Repairs & maintenance	-	3,584.00
Stock Exchange Fees	12,133.00	-
Securities Transaction Tax	-	4,880.00
Travelling & Conveyance	10,000.00	15,484.00
<u>Auditor's Remuneration</u>		
- As Auditors	8,824.00	8,824.00
	54,355.82	71,573.00

- 9) In the opinion of the Board, all assets other than fixed assets and non-current investments, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- 0) The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- 1) Based on the information available with the Company, there are no dues payable to parties covered under the "Micro, Small and Medium Enterprises Development Act, 2006". There is also no interest paid or payable to such enterprises.

2) EARNINGS PER SHARE:

Particulars	Year Ended 31/03/2012	Year Ended 31/03/2011
Net Profit /(Loss) attributable to Equity Shareholders (Rs.)	(54,355.82)	(58,326.00)
Weighted average number of Equity Shares in issue	240,000	240,000
Basic Earning per share of Rs.10/- each (in Rs.)	(0.23)	(0.24)

