

# SREEVARI BENEFIT SOCIETY LIMITED

OLD NO.5, NEW NO.9, BIG SOWRASTRA STREET, WORAIYUR, TRICHY - 620 003

## NOTES ATTACHED TO BALANCE SHEET AS AT 31ST MARCH, 2014

	<u>AS AT 31.03.2014</u>	<u>AS AT 31.03.2013</u>
	Rs. P.	Rs. P.
<u>NOTE NO. 1</u>		
<u>SHARE CAPITAL :</u>		
<u>A. AUTHORISED :</u>		
10,00,000 Equity Shares of Re. 1/- each	1000000.00	1000000.00
2,60,000 Equity Shares of Rs. 10/- each	2600000.00	2600000.00
	<u>3600000.00</u>	<u>3600000.00</u>
<u>B. ISSUED, SUBSCRIBED &amp; FULLY PAID-UP :</u>		
8,98,473 Equity Shares of Re. 1/- each	898473.00	898473.00
1,67,125 Equity Shares of Rs. 10/- each	1671250.00	1671250.00
	<u>2569723.00</u>	<u>2569723.00</u>
<u>NOTE NO. 2.</u>		
<u>RESERVES AND SURPLUS :</u>		
General Reserve - Opening	108388.00	108388.00
Reserve for Bad and Doubtful debts	54195.00	54195.00
Surplus in Profit & Loss A/c. - Opening	192360.90	
Add : Transferred during the year	31842.12	224203.02
	<u>386786.02</u>	<u>192360.90</u>
		<u>354943.90</u>
<u>NOTE NO. 3</u>		
<u>LONG-TERM BORROWINGS</u>		
<u>Unsecured Loans (Deposits from Share holders)</u>		
<u>- Including Interest Accrued</u>		
Fixed Deposits	4617259.00	-
Cumulative Deposits	12720416.00	6981611.00
Recurring Deposits	1017754.00	30193.00
Savings Deposits	193608.00	37692.15
	<u>18549037.00</u>	<u>7049496.15</u>
Less : Deposits maturing within a period of 12 months transferred to Short-term Borrowings	3229160.00	7049496.15
	<u>15319877.00</u>	<u>-</u>
The above Unsecured Loans are received by the Company from the Shareholders of the Company and being a NIDHI Company, the company is entitled to accept deposits against NOF at 1:20 ratio.		
<u>NOTE NO. 4</u>		
<u>DEFERRED TAX LIABILITY</u>		
Deferred Tax Liability	<u>51364.00</u>	<u>-</u>
<u>NOTE NO. 5</u>		
<u>SHORT-TERM BORROWINGS</u>		
<u>a. Secured Loans</u>		
IDBI Bank - Current A/c. (OD against FD)	-	112892.00
<u>b. Unsecured Loans (Deposits from Share holders)</u>		
Deposits maturing within a period of 12 months :		
Cumulative Deposits	2750827.00	6981611.00
Recurring Deposits	284725.00	30193.00
Savings Deposits	193608.00	37692.15
	<u>3229160.00</u>	<u>7162388.15</u>

NOTE NO. 6

OTHER CURRENT LIABILITIES :

Outstanding Expenses	21854.00	39236.00
Locker Caution Deposit	25950.00	33600.00
	<u>47804.00</u>	<u>72836.00</u>

NOTE NO. 7

SHORT-TERM PROVISIONS :

Provision for Income-tax	19768.00	23914.00
	<u>19768.00</u>	<u>23914.00</u>

NOTE NO. 8

NON-CURRENT ASSETS :

FIXED ASSETS

Tangible Assets as per the Schedule of Fixed Assets with details of Gross Block, Depreciation Block and Net Block separately enclosed.

	<u>1298509.59</u>	<u>52190.59</u>
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NOTE NO. 9

OTHER NON-CURRENT ASSETS :

Advance for Assets	-	1279334.00
Advance for Expenses	80000.00	100000.00
Rental Advance	200000.00	200000.00
	<u>280000.00</u>	<u>1579334.00</u>

NOTE NO. 10

CASH AND CASH EQUIVALENTS

Cash in Hand	41931.00	88949.00
Cash at Banks		
ICICI Bank, Trichy	25963.60	25362.73
ICICI Bank, Chennai	15122.83	17003.73
IDBI Bank - Trichy	199929.00	-
IDBI Bank - (OD Against FD), Trichy	7071.00	-
Fixed Deposits with ICICI Bank	950000.00	750000.00
Fixed Deposits with IDBI Bank Limited	2600469.00	500000.00
	<u>3840486.43</u>	<u>1381315.46</u>

NOTE NO. 11

SHORT TERM LOANS & ADVANCES

(Secured Loans granted to the Shareholders against Security of Immovable Properties, Gold Jewellery and Deposits with the Company)

Jewel Loans (Including Interest Accrued)	15883017.00	7046131.00
	<u>15883017.00</u>	<u>7046131.00</u>

NOTE NO. 12

OTHER CURRENT ASSETS

Stock of Stationery	45986.00	19510.00
Interest Accrued on Bank Deposits	222986.00	56012.00
Tax Deducted at Source	16704.00	10669.00
Income-tax Refundable	28963.00	28963.00
Interest Tax Refundable	11620.00	11620.00
	<u>326259.00</u>	<u>126774.00</u>

**SREEVARI BENEFIT SOCIETY LIMITED**

**OLD NO.5, NEW NO.9, BIG SOWRASTRA STREET, WORAIYUR, TRICHY - 620 003**

**NOTES ATTACHED TO STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014**

	<u>AS AT 31.03.2014</u>	<u>AS AT 31.03.2013</u>
	Rs. P.	Rs. P.
<b><u>NOTE NO. 13</u></b>		
<b><u>REVENUE FROM OPERATIONS</u></b>		
Interest on Loans	2239536.00	180042.00
Bank Interest Received	187614.00	139306.00
Locker Rent Received	3050.00	11200.00
	<u>2430200.00</u>	<u>330548.00</u>
<b><u>NOTE NO. 14</u></b>		
<b><u>OTHER INCOME</u></b>		
Miscellaneous Income	110.00	946.82
	<u>110.00</u>	<u>946.82</u>
<b><u>NOTE NO. 15</u></b>		
<b><u>EMPLOYEE BENEFIT EXPENSES</u></b>		
Establishment Charges	351101.00	31225.00
Staff Refreshments	53488.00	6100.00
	<u>404589.00</u>	<u>37325.00</u>
<b><u>NOTE NO. 16</u></b>		
<b><u>FINANCE COSTS</u></b>		
Interest paid to Shareholders on the Deposits accepted by the Company under Unsecured Loans	1482896.00	112918.00
Bank Charges	4185.21	336.36
	<u>1487081.21</u>	<u>113254.36</u>
<b><u>NOTE NO. 17</u></b>		
<b><u>OTHER EXPENSES</u></b>		
Building Rent Paid	180000.00	37500.00
Electricity Charges	7132.00	750.00
Filing Fees & Expenses	5000.00	63750.00
Professional Fees	2500.00	-
Printing & Stationery	8135.00	4348.00
Postage & Couriers	2286.00	1063.00
Telephones	14355.00	3352.00
Advertisements	-	1700.00
Travelling & Conveyance Expenses	31006.00	8236.00
Insurance	45490.00	15236.00
Office Expenses	29061.00	2585.00
Audit Fees - As Auditor	8427.00	5618.00
- Tax Matters	8427.00	5618.00
- Expenses	5000.00	-
Repairs & Maintenance	1338.00	-
Subscriptions Paid	5100.00	-
Computer Maintenance	7300.00	-
General Expenses	4163.67	2566.00
	<u>364720.67</u>	<u>152322.00</u>

**SCHEDULE OF FIXED ASSETS - 31.03.2014**

Sl. No.	Description	GROSS BLOCK			Rate %	DEPRECIATION			NET BLOCK	
		As at 01.04.2013	Additions	Deletions		As at 31.03.2014	Upto 01.04.2013	For the Year	Upto 31.03.2014	As at 31.03.2014
1	Furniture & Fittings	36514.59	215074.00	-	6.33	2187.00	15925.00	18112.00	233476.59	34327.59
2	Electrical Fittings	2873.00	42875.00	-	6.33	33.00	2461.00	2494.00	43254.00	2840.00
3	Electronic Weighing Scale	15360.00	-	-	6.33	337.00	972.00	1309.00	14051.00	15023.00
4	Defender Safe Room & Door	-	499815.00	-	4.75	-	23741.00	23741.00	476074.00	-
5	Locker Rent	-	420000.00	-	4.75	-	19016.00	19016.00	400984.00	-
6	Invertor	-	31200.00	-	6.33	-	1975.00	1975.00	29225.00	-
7	Computers & Accessories	-	108300.00	-	6.33	-	6855.00	6855.00	101445.00	-
		54747.59	1317264.00	-		2557.00	70945.00	73502.00	1298509.59	52190.59



NOTE NO. 18

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

**I. SIGNIFICANT ACCOUNTING POLICIES**

**1. Accounting Convention :**

The financial statements are prepared on the historical cost convention.

**2. System of Accounting :**

The Company follows the accrual system of accounting.

**3. Revenue Recognition :**

Interest on loans are recognised as per the provisions of the Notification No.GSR 309(E) dated 30.04.2002 as amended by Notifications from time to time issued by the Ministry of Corporate Affairs, New Delhi.

**4. Fixed Assets :**

Fixed Assets are stated on historical cost basis.

**5. Depreciation :**

Depreciation on fixed assets is charged on the Straight Line method as per the rates specified in Schedule XIV of the Companies Act, 1956. Depreciation on assets acquired during the year are charged on pro-rata basis.

**6. Income-tax :**

Provision for current income-tax has been made as per the Provisions of Section 115 JB of the Income-tax Act, 1961. Deferred Tax Liability arising on timing difference has been provided.

**7. Employees' Benefits :**

a) The employees are not covered under ESI or PF, as the number of employees is within the limit.

b) The Company has not made provision towards Gratuity.

**8. Borrowing costs capitalised during the year (AS 16) : NIL**

**9. Earning per share (AS 20) works out to Rs.0.03 for the year (previous year Rs. 0.01)**

**II. NOTES ON ACCOUNTS**

**1. There are no Contingent Liabilities.**

**2. Current Assets :**

In the opinion of management, the Current Assets have a value on realisation in the ordinary course of business, equal at least to the amounts at which they are stated.

**3. The Company is a NIDHI Company engaged in the business of accepting deposits from members and lending monies to them. Hence, details of quantitative information are not relevant.**

**4. Sitting Fees / Allowances paid to Directors during the year Rs. NIL (previous year Rs.NIL)**

**5. Segment Report :**

Disclosure is not required/made in terms of AS-17 - Segment Reporting issued by The Institute of Chartered Accountants of India considering the nature of the Company's business and its activities/operations which are based on financing activities, in the domestic market.

6. **Bank Deposits :**

The Fixed Deposits with Banks under Current Assets amounting to Rs.35.50 Lakhs towards SLR is in excess of the required Percentage of 10% of the total Deposits of the company and has been made as per Ministry of Corporate Affairs Notification No.GSR 555(E) dated 26.07.2001 as amended till date.

7. **Compliance of Prudential Norms governing Nidhi Companies :**

The Company has duly complied with the prudential norms and as there are no overdue Loans, Provision for NPA is not required to be made.

8. Corresponding figures of the previous year have been re-grouped/re-arranged wherever necessary.

9. Notes 1 to 17 and Note 18 - Accounting Policies and Notes on Accounts form an integral part of the Balance Sheet as at 31.03.2014 and Statement of Profit and Loss for the year ended on that date.

*TRR Ramaswami*

**DIRECTOR**

Place : Chennai  
Date : 02.08.2014

*[Signature]*

**DIRECTOR**

Vide our Report of even date,  
For **G.VENKATESH & CO.,**  
Chartered Accountants,

*[Signature]*

**( G.VENKATESH )**

ICAI Membership No.218002.  
Firm Registration No.: 011427-S

