

DURGESH MERCHANTS LIMITED

ANNUAL REPORT

2010-2011

DURGESH MERCHANTS LIMITED

Registered office : 146D Bhai Randhir Singh Nagar Ludhiana

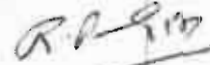
NOTICE

NOTICE is hereby given that the 26th Annual General Meeting of the member of DURGESH MERCHANTS LIMITED will be held on Tuesday, the 27th day of September, 2011 at 11.00 a.m. in the premises of Regd. Office of the company at 146D Bhai Randhir Singh Nagar Ludhiana to transact the following business: -,

AGENDA

1. To receive, consider and adopt the audited Balance Sheet as at March 31, 2011 and profit & loss account for the year ended on that date together with the reports of the Directors' and Auditor's thereon.
2. To appoint M/s S.C. Garg & Associates, Chartered Accountants, the retiring Auditors of the Company, who shall hold office from the conclusion of this Annual General meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.
3. To appoint a Director in place of Mrs Shashi Sharma who retires by rotation and eligible, offers himself for re-appointment.

**BY THE ORDER OF THE BOARD
FOR DURGESH MERCHANTS LIMITED**



R.P. Garg
(Director)

Place: New Delhi
Dated: 29.08.2011

1. All the members entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead and vote instead of himself. Proxy need not be a member of the company.
 - (b) The instrument appointing a proxy should deposited/ reached at the registered office of the company, not later than 48 hours before the commencement of the meeting.
 - (c) Member(s) desiring any information/ explanations on Accounts are requested to inform the Company at least one week before the meeting so as to enable the management to keep the information ready. Replies will be provided only at Annual General Meeting.
 - (d) Members/ Proxies should bring the attendance slip, duly filled in to attend the Annual General Meeting.
 - (f) The Register of members and Share Transfer book will remain closed on 27th day of September, 2011.

DURGESH MERCHANTS LIMITED LUDHINA
Registered Office: 146D BHI RANDHIR SINGH NAGAR LUDHIANA
DIRECTORS' REPORT

To
The Members,

Your Directors have great pleasure in presenting the 26th Annual Report and The Audited Accounts of the Company for the year ended 31st March, 2011, together with the Auditor's Report thereon.

FINANCIAL RESULTS	<u>31.03.2011</u>	<u>31.03.2010</u>
Operating loss/profit	4,563.92	4,309.00
Add: Dep Less : Provision for depreciation		
Add : Provision for Depreciation Written back		596,485.00
Less : Deferred Tax Liability		
Profit & Loss After Tax	4,563.92	600,794.00

DIVIDEND

No dividendis being recommended during the year

DIRECTORS

Mrs Shashi Sharma director of the company retire by rotation at 26nd annual general meeting and eligible offer him self for reappointment.

PUBLIC DEPOSITS

Your Company has not accepted any public deposits during the year and there is no deposit, which has matured, or remaining unclaimed at the end of the financial year.

PARTICULARS OF EMPLOYEES

During the year there is no employee who is in receipt of remuneration exceeding the limits specified under Section 217 (2A) of the companies Act, 1956, read with companies (Particulars of the Employees) Rules 1975, as amended..

DIRECTOR'S RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217(2AA) OF THE COMPANIE (AMENDMENT) ACT, 2000

- a. That in the preparation of the Annual Accounts for the financial year ended 31st March, 2011, the applicable Accounting Standards had been followed alongwith proper explanation realting to material departures;
- b. That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- c. 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;
- d. That the Directors have prepared the Annual accounts for the financial year ended 31st March, 2011, on a going concern basis.

COMPLIANCE CERTIFICATE

Compliance certificate in terms of Section 383A of the companies Act, 1956, from Company Secretary in whole time practice is enclosed which is self explanatory.

R D - 5/10

AUDITORS

M/s S.C.GARG & ASSOCIATES, Chartered Accountants, retire on conclusion of this Annual General meeting being eligible had furnished their certificate of eligibility U/S 224 (1B) of the companies Act, 1956, for being reappointed.

ACKNOWLEDGEMENTS

Your directors wish to place on record their appreciation of the whole hearted co-operation received by the company from various departments of the central & State Govt. Local Authorities, Company's Banker during the year.

The directors are have pleasure in presenting the Annual General Report of your company together with the audited accounts of the Company for the year ended 31st March, 2011

Statutory disclosure requirement u/s 217 of the Companies Act, 1956.

- 1 Breakup of expenditure on the employees who were in receipt of remuneration for the year which is in aggregate was more than Rs. 24,00,000/- or if employed for part of the financial year was in receipt of remuneration for any part of that year, at a rate which in aggregate was more than Rs.2,00,000/- per month:-
NIL

- 2 Information relating to conservation of Energy :- NIL

Dated: 28.08.2011
Place : New Delhi


R.P.Garg
Director


Virender Sharma
Director

**ANNEXURE - I TO THE DIRECTOR'S REPORT
PARTICULARS OF EMPLOYEES**

Required under Section 217 (2A) of the companies Act, 1956, read with the companies (Particulars of Employees) Rules, 1975

A. Employed throughout the year on a remuneration which in the aggregate was not less than Rs.12,00,000/- per annum.

NIL.

B. Employed for part of the year and in respect of remuneration aggregating not less than Rs.1,00,000/- per Month

NIL.

ANNEXURE - II TO DIRECTOR'S REPORT

Particulars required under the companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988.

A CONSERVATION OF ENERGY : NIL

B. TECHNOLOGY ABSORPTION : NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO : NIL

**ANNEXURE
FORM 'A' (Rule-2)**

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

A. POWER & FUEL CONSUMPTION NIL

FORM - B

Form for Disclosure of particulars with respect of Technology absorption.

RESEARCH AND DEVELOPMENT : NIL

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AUDITOR'S REPORT

The Members,

DURGESH MERCHANTS LIMITED

We have audited the Balance Sheet of Durgesh Merchants Limited as at 31st March 2011, and also the Profit and Loss Account for the year ended on that date annexed thereto, These financial statements are the responsibility of the Company's management, Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An Audit also includes assessing the accounting Principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation, We believe that our audit provides a reasonable basis for our opinion.

1. Government of India The Companies (Auditors' Report) (amendment) Order, 2004 notified by the Central, in the Department of Company Affairs (vide Notification No. G.S.R. 766 (E) dated 25.11.2004 in terms of sub – section (4A) of section 227 of the Companies Act, 1956 (1 of 1956), is not applicable to the company, hence we are unable to express any opinion on the matter specify there in.
2. Further to our comments in the Annexure referred to above, 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 these books;
 - (c) The Balance Sheet & Profit & Loss A/c dealt with by this report are in agreement with the books of account;
 - (d) The company has not provided depreciation on the Fixed assets comprising Flat at Delhi to the extend of Rs51675/-In our opinion, subject to the diminishing in the value of the stock in trade held as on 31.3.2011 for which no provision has been made, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of Companies Act, 1956;

**S.C GARG & ASSOCIATES
CHARTERED ACCOUNTANTS**

171-172 RAJENDRA BHAWAN
RAJENDRA PLACENEW DELHI
PHONE : 25814009,25815548

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- (e) On the basis of written representative received from the Directors, as on 31.3.2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31.3.2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (f) 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 Companies Act, 1956, 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 31.3.2011; and
- b. in the case of the Profit and Loss Account, profit for the year ended on that date

Dated:29.08.2011
Place: New Delhi.

For S.C.GARG & ASSOCIATES
Chartered Accountants
Firm Registration Number:006873N

(Subhash Garg)
Partner



DURGESH MERCHANTS LIMITED LUDHINA

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	SCH.	AS AT 31.03.2011	AS AT 31.03.2010
<u>I. INCOME</u>			
Income from capital market			
Dividend income		8,713.92	7,799.00
TOTAL		8,713.92	7,799.00
<u>II. EXPENDITURE</u>			
Postage & Telerram			
Bank Charges		50.00	90.00
Auditor's Remuneration		1,100.00	1,100.00
Demat charges			
Filling Fee		1,500.00	1,500.00
Professional Charges		1,500.00	800.00
DEPRECIATION			
TOTAL		4,150.00	3,490.00
PROFIT (LOSS) BEFORE TAX (II-I)		4,563.92	4,309.00
PROVISIONS FOR INCOME TAX			
Provision for Taxation			
Depreciation written back			596,485.00
PROFIT (LOSS) AFTER TAX		4,563.92	600,794.00
BALANCE BROUGHT FORWARD		(43,352.35)	(644,146.35)
BALANCE TRFF. TO BALANCE SHEET		(38,788.43)	(43,352.35)

ACCOUNTING POLICIES & NOTES

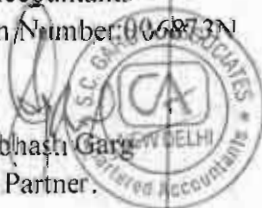
AS PER OUR AUDIT REPORT OF EVEN DATE ATTACHED

For S.C.. GARG & ASSOCIATES

Chartered Accountants

Firm Registration Number: 006873N

Subhash Garg
Partner.



R.P. Garg
Director

Virender Sharma
Director

Dated: 29.08.2011

Place : New Delhi

DURGESH MERCHANTS LIMITED LUDHINA
ANNEXURE TO AND FORMING PART OF BALANCE SHEET

	AS AT 31.03.2011		AS AT 31.03.2010
SCHEDULE 'A'			
SHARE CAPITAL			
<i>AUTHORISED CAPITAL</i>			
300,000 Equity Share of Rs. 10/- each	<u>5,000,000.00</u>		<u>5,000,000.00</u>
<i>ISSUED, SUBSCRIBED & PAID UP</i>			
496000 Equity Share of Rs. 10/- each	<u>4,960,000.00</u>		<u>4,960,000.00</u>
	<u>4,960,000.00</u>		<u>4,960,000.00</u>
SCHEDULE B			
CURRENT ASSETS, LOANS & ADVANCES			
CURRENT ASSETS			
(a) Interest Receivable			
(b) Stock in hand (At Cost)			
(c) <i>SUNDRY DEBTORS</i>	1,041,562.59		1,041,562.59
(Unsecured considered good)			
For a period exceeding Six Months			
Others			
(Unsecured considered doubtful)	1,078,482.33		1,078,482.33
Less: Provision	686,000.00	686,000.00	
	686,000.00	686,000.00	
(d) <i>CASH & BANK BALANCES</i>			
Union Bank of India Delhi			
Balance with scheduled Bank :	96,123.15		100,223.15
i. in current Account :			
- Cash in hand	36,103.50		27,439.58
LOANS AND ADVANCES			
Advances recoverable in cash or			
in kind or for value to received			
(Unsecured considered good)	725,000.00		725,000.00
Advance Income Tax & T.D.S.	79,196.00		79,196.00
	<u>3,056,467.57</u>		<u>3,051,903.65</u>
SCHEDULE C			
CURRENT LIABILITIES & PROVISIONS			
CURRENT LIABILITIES			
(a) Creditors for goods and services			
Audit Fee	1,100.00		1,100.00
PROVISIONS			
For Taxation	3,656.00		3,656.00
	<u>4,756.00</u>		<u>4,756.00</u>

DURGESH MERCHANTS LIMITED LUDHINA

**PART - IV OF SCHEDULE - VI
BALANCE SHEET ABSTRACTS & COMPANIES GENERAL BUSINESS PROFILE**

Registration details

Registration No.	6,079	State Code	16
Balance Sheet date	31.03.2011		

Capital raised during the year

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

Position of Mobilization and developments of funds

Total liabilities	4,964,756.00	Total Assets	4,964,756.00
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Sources of funds :-

Share holders' funds	4,960,000.00	Reserve & Surplus	-
Secured loans	-	Unsecured loans	-

Applications of funds :-

Net fixed assets	1,033,500.00	Investments	-
Net current assets	3,887,711.57	Misc. Expenses	-
Accumulated Losses	38,788.43		

Performance of the Company

Gross Turnover & other incomes	8,713.92	Total Expenditures	4,150.00
Profit/loss before tax	4,563.92	Profit/loss after tax	4,563.92
Earning per Share	0.01	Dividend Rate %	-

Generic Names of Principal product of the company

(as per monetary terms)

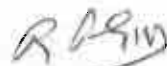
Item Code No. Not Applicable

(ITC Code)

Product Discription DIVIDEND

Dated:29.08.2011

Place: Delhi



R.P.GARG
Director



Virender Sharma
Director

DURGESH MERCHANTS LIMITED LUDHIANA

BALANCE SHEET AS AT 31.3.2011

PARTICULARS	SCH.	AS AT 31.03.2011		AS AT 31.03.2010
I. SOURCES OF FUNDS				
A. SHARE HOLDERS FUNDS				
(i) SHARE CAPITAL	A	4,960,000.00		4,960,000.00
(ii) RESERVE & SURPLUS <i>Profit and Loss Account</i>		-		
B. LOANS FUNDS				
SECURED LOANS				
UNSECURED LOANS				
TOTAL SOURCES OF FUNDS		<u>4,960,000.00</u>		<u>4,960,000.00</u>
II. APPLICATION OF FUNDS				
A. FIXED ASSETS				
<i>FLAT AT COST</i>		1,869,500.00	1,869,500.00	
Depreciation up to 31.3.2010			573,485.00	
Depreciation Written Back during the year			596,485.00	
NET BLOCK		<u>1,869,500.00</u>		1,869,500.00
B. INVESTMENTS				
C. CURRENT ASSETS, LOANS & ADVANCES				
	B	3,056,467.57	3,051,903.65	
LESS: CURRENT LIABILITIES AND PROVISIONS	C	<u>4,756.00</u>	<u>4,756.00</u>	<u>3,047,147.65</u>
Profit and loss account			38,788.43	43,352.35
TOTAL APPLICATION OF FUNDS		<u>4,960,000.00</u>		<u>4,960,000.00</u>
<i>ACCOUNTING POLICIES & NOTES</i>				

AS PER OUR AUDIT REPORT OF EVEN DATE ATTACHED
 For S.C.. GARG & ASSOCIATES
Chartered Accountants
 Firm Registration Number:006873N

Subhash Garg
 Partner



R.P.Garg
 Director

Virender Sharma
 Director

Dated:29.08.2011
 Place : New Delhi