



5th Annual Report

2010

The Nahar Group



Nahar Capital and Financial Services Ltd.

BOARD OF DIRECTORS

Sh. Jawahar Lal Oswal

Sh. Dinesh Oswal

Sh. Kamal Oswal

Sh. Dinesh Gogna

Dr. (Mrs.) H.K. Bal

Sh. Amarjeet Singh

Dr. Om Parkash Sahni

Prof. Kanwar Sain Maini

Sh. Satish Kumar Sharma

Dr. Suresh Kumar Singla

Chairman

Managing Director

Director

Director

Director

Director

Director

Director

Director

Director

PRINCIPAL OFFICERS

Sh. Hans Raj Kapoor

General Manager

REGISTERED OFFICE

375, Industrial Area-A,
Ludhiana-141 003, Punjab

BANKERS

Punjab National Bank
HDFC Bank Limited

AUDITORS

M/s. Gupta Vigg & Co.,
Chartered Accountants,
101-Kismat Complex,
G.T. Road, Miller Ganj,
LUDHIANA-141 003

5TH ANNUAL GENERAL MEETING

Day : Thursday

Date : 30th September, 2010

Time : 11.00 A.M.

Place : At the Premises of
Nahar Industrial Enterprises
Limited, Focal Point, Ludhiana

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NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

NOTICE

Notice is hereby given that the 5th Annual General Meeting of the Members of Nahar Capital and Financial Services Limited will be held on Thursday, the 30th day of September, 2010 at 11:00 A.M. at the M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit and Loss account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares.
3. To appoint a Director in place of Sh. Kamal Oswal, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Sh. Dinesh Gogna, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Dr. Om Parkash Sahni, who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint a Director in place of Sh. Satish Kumar Sharma, who retires by rotation and being eligible, offers himself for re-appointment.
7. To appoint Statutory Auditors of the Company who shall hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration. M/s. Gupta Vigg & Co., Chartered Accountants, the retiring Auditors of the Company being eligible, offer themselves for re-appointment.

BY ORDER OF THE BOARD

PLACE : LUDHIANA
DATED: 28th July, 2010

S.K. SHARMA
(DIRECTOR)

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE TIME OF THE MEETING.

2. The Register of Members and Share Transfer Register of the Company shall remain closed from 18th September, 2010 to 30th September, 2010 (both days inclusive).
3. The dividend on equity shares as recommended by the Board of Directors, if approved at the Annual General Meeting will be paid to the members, whose names appear in the Register of Members as on 30th September, 2010 or Register of Beneficial Owners, maintained by the Depositories at the close of 17th September, 2010.
4. The bank account particulars of the members will be printed on the dividend warrants. Members holding shares in physical form are requested to immediately notify change in their address/Bank details to the Company's Share Transfer Agent M/s. Alankit Assignments Limited or to the Company's Registered Office at 375, Industrial Area -A, Ludhiana-141 003.
5. Members holding shares in electronic form are requested to notify change in their address/Bank details to their Depository Participants before 17th September, 2010.
6. To ensure better service and elimination of risk of holding shares in physical form, we request shareholders holding shares in physical form to dematerialize their shares at the earliest.
7. To avail the facility of nomination, Members are requested to send us duly filled and signed Nomination Form (Form 2B).
8. The documents are open for inspection at the Registered Office of the company on any working day (except Sunday and holiday) between 10.00 A.M. to 12.00 Noon up to the date of Annual General Meeting.
9. Members seeking any information with regard to Annual Accounts at the time of meeting are requested to send their queries to the Company at least 7 days before the date of meeting so as to enable the management to keep the information ready.
10. Members are requested to bring the copy of Annual Report alongwith them at the meeting.
11. The information required to be provided under clause 49 of the Listing Agreement entered into with Stock Exchanges, regarding the Directors who are proposed to be re-appointed are annexed hereto and form part of the notice.



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Information pursuant to Corporate Governance Clause of the Listing Agreement regarding Directors seeking appointment/re-appointment:

I. Name : Sh. Kamal Oswal
Age : 48 Years
Qualification : B. Com.
Expertise : Having Good Experience of Managing Business.

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the Company	Committee	Status
1. Nahar Industrial Enterprises Ltd.	Share Transfer Committee	Chairman
2. Nahar Poly Films Ltd.	Share Transfer Committee	Member
3. Nagdevi Trading & Investment Co. Ltd.	Audit Committee	Chairman
4. Cotton County Retail Ltd.	Remuneration Committee	Member

II. Name : Sh. Dinesh Gogna
Age : 57 Years
Qualification : B.A., L.L.B.
Expertise : Having more than 31 years experience in Corporate Finance and Taxation

His Directorship/Membership in the Committees of the Board in other companies is as under:

Names of the Company	Committee	Status
1. Oswal Woollen Mills Ltd.	Audit Committee	Member
2. Nahar Industrial Enterprises Ltd.	Audit Committee	Member
	Share Holders	Chairman
	Grievance Committee	
	Share Transfer Committee	Member
3. Nahar Poly Films Ltd.	Share Transfer Committee	Member
	Audit Committee	Member
4. Nahar Spinning Mills Ltd.	Audit Committee	Member
	Share Transfer Committee	Member
5. Cotton County Retail Ltd.	Remuneration Committee	Member

III. Name : Dr. Om Parkash Sahni
Age : 69 Years
Qualification : M. Sc. and Ph. D.
Expertise : Having Experience of More than 33 years in Business

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the company	Committee	Status
1. Nahar Industrial Enterprises Ltd	Audit Committee	Chairman
	Shareholders	Member
	Grievance Committee	
2. Oswal Woollen Mills Ltd.	Shareholders	Chairman
	Grievance Committee	
	Audit Committee	Member
	Remuneration Committee	Member
3. Nahar Spinning Mills Ltd.	Audit Committee	Member

IV. Name : Sh. Satish Kumar Sharma
Age : 57 Years
Qualification : MBA
Expertise : Having more than 28 years of experience as Corporate Executive

His Directorship/Membership in the committee of the Board in other companies is as under:

Name of the company	Committee	Status
1. Nahar Spinning Mills Ltd	Share Holders	Member
	Grievance Committee	
	Remuneration Committee	Chairman
2. Nahar Poly Films Ltd.	Share Holders	Chairman
	Grievances Committee	
	Remuneration Committee	Member

BY ORDER OF THE BOARD

PLACE : LUDHIANA
DATED: 28th July, 2010

S.K. SHARMA
(DIRECTOR)



Directors Report

Dear Members,

Your Directors have immense pleasure in presenting the **Fifth Annual Report** on the affairs of the Company for the year ended 31st March, 2010.

FINANCIAL PERFORMANCE

Your Company's Financial Performance during the year is summarised below:

Particulars	(Rs. In lacs)	
	Current Year (12 Months)	Previous Period (9 Months)
Profit before Tax	2299.58	1418.37
Add : Adjustment of Income	1.23	–
Less: Provision for Taxation (Including FBT)	330.00	117.00
Profit after Tax	1970.81	1301.37
APPROPRIATION		
Proposed Dividend	251.19	83.73
Tax on Distributed Profits	41.72	14.23
Statutory Reserve Fund	395.00	262.00
Transfer to General Reserve	1000.00	941.41
Surplus carried to Balance Sheet	282.90	–
	1970.81	1301.37

SEGMENT REPORTING

The disclosure requirement of Accounting Standard -17 (AS-17), issued by the Institute of Chartered of India (ICAI) are not applicable to the Company as the main business activities of Company falls under single segment namely 'Investment Activities' which comprise of (i) Investment Portfolio consisting of securities held as Capital Assets and (ii) Trading Portfolio consisting of securities held as stock in trade.

FINANCIAL REVIEW

The Company has performed reasonably well during the year under review. The Company achieved operating/other income of Rs. 2505.11 Lacs showing the yearly increase of 25% as compared to previous year. In the previous period, dividend income was Rs. 376.08 Lacs which has increased to Rs. 387.33 Lacs in the current year. The Company incurred a loss of Rs. 256.88 Lacs from trading of securities in the previous period but in the year under review the Company achieved gain of Rs. 389.80 Lacs from trading of securities. Further, the interest income of the Company has also been increased to Rs. 651.75 Lacs in the current year from Rs. 217.98 Lacs in the previous period. The Company earned Rs. 1076.03 Lacs as profit on sale of investments and Rs. 0.20 Lacs as other income. After deducting expenditure of Rs. 205.53 Lacs, the Company earned pre-tax profits of Rs.

2299.58 Lacs. After providing for a provision for tax of Rs. 330 Lacs and after adjustment of Income Tax of earlier years of Rs. 1.23 Lacs, the Company earned a Net Profit after tax of Rs. 1970.81 Lacs showing the yearly increase of 13.58% in net profits of the Company which indicate that the Company is constantly striving for further development.

Out of Net Profits an amount of Rs. 1000 Lacs has been transferred to General Reserve Fund, Rs. 251.19 Lacs transferred to Proposed Dividend, Rs. 41.72 Lacs towards Tax on Distributed profits and Rs. 395 Lacs has been transferred to Statutory Reserve Fund maintained pursuant to the Section 45 IC of the Reserve Bank of India, 1934. After appropriations, profit of Rs. 282.90 Lacs transferred to Balance Sheet as Surplus. Basic as well as diluted Earning Per Share of the Company is Rs. 11.77 during the year under review as compared to Rs. 7.77 in the previous period. Further, the management of your Company is expecting that the same rate of growth will be maintained in coming periods also.

DIVIDEND

Your Directors are pleased to recommend the dividend @ 30% i.e. of Rs. 1.50/- per Equity Share of Rs. 5/- each for the year 2009-10.

The dividend, if approved at the forthcoming Annual General Meeting, will be paid out of profits of the Company for the year under reference to all those shareholders whose name shall appear in the Register of Members on 30th September 2010 or Register of Beneficial Owners, maintained by the Depositories as at the close of 17th September 2010.

DIRECTORS

Pursuant to Article 112 of the Articles of Association of the Company Sh. Kamal Oswal, Sh. Dinesh Gogna, Dr. Om Parkash Sahni and Sh. Satish Kumar Sharma will be retiring by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

In terms of clause 49 of the Listing Agreement entered with the Stock Exchanges, the details of Directors to be appointed/re-appointed are contained in the accompanying Notice of the forthcoming Annual General Meeting.

LISTING OF SECURITIES

The securities of the Company are listed on the following Stock Exchanges:

1. The Bombay Stock Exchange Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai.



2. The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No.C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai.

The Company has paid listing fee to both the Stock Exchanges for the financial year 2010-2011.

DEMATERIALIZATION OF SECURITIES

Your Company has already established connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd (CDSL) to facilitate the holding and trading of securities in electronic form. As on 31st March, 2010, 96.06% of the Share Capital has been dematerialized by the members of the Company. The Shareholders, who have not gone for dematerialization of the shares till date, are requested to opt for dematerialization of the shares at the earliest.

Further, as per SEBI circular No. D & CC/FITTC/CIR-15/2002 dated 27th December, 2002, Company has appointed M/s Alankit Assignments Ltd., as Registrar for Share Transfer and Electronic connectivity. Accordingly all the shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of share transfer, demat/remat, change of address etc. to our registrar at below mentioned address:

M/s Alankit Assignments Limited
(Unit Nahar Capital and Financial Services Ltd)
Alankit House
2E/21, Jhandewalan Extension
New Delhi - 110 055
Telephone No : (011)23541234
Fax No. : (011)41540064
E-mail Address : rta@alankit.com

In case any query/complaint remains unresolved with our Registrar please write to Compliance Officer at the registered office of the Company.

AUDIT COMMITTEE

Pursuant to Section 292A(1) of the Companies Act, 1956, Company has already constituted Audit Committee consisting of Prof. K.S. Maini as Chairman, Sh. S.K. Sharma and Sh. Amarjeet Singh as members. The Committee held four meetings during the year under review.

RISK MANAGEMENT COMMITTEE

The Company being essentially an Investment Company, its main sources of income is dividend/income receivable on investments in Equity Shares/Debentures/Bonds/deposits made and held by it in other companies and Mutual Funds.

The financial business is always prone to risks of capital market fluctuations, economic risk, competition risk, interest rate volatility and economic cycle which can affect the fortunes of investment and finance companies in both ways. Your Company manages these risks by maintaining a conservative financial profile and by following prudent business and risk management practices.

Further, the Company has also constituted the Risk Management Committee pursuant to the RBI Circular No. DNBS (PD) CC No. 156 / 03.10.001 / 2009-10 dated July 1, 2009 comprising of three non-executive directors to monitor and manage the risk associated with the investment business of the Company and to review the risk management policy of the Company. The Risk Management Committee met five times during the financial year under review.

REPORT ON THE CORPORATE GOVERNANCE

Your Company continues to follow the principles of good Corporate Governance. The Company has already constituted several committees of directors to assist the Board in good Corporate Governance. The Corporate Governance Report along with Auditors Certificate regarding compliance of the conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchange is attached herewith.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors would like to assure the Members that the financial statements for the year under review, confirm in their entirety requirements of the Companies Act, 1956.

The Directors confirm:

- i) That in preparation of the Annual Accounts, the applicable Accounting Standards had been followed alongwith proper explanations relating to material departures;
- ii) That they had selected such accounting policies 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 and Loss of the Company for that period;
- iii) That they had taken proper and sufficient care for maintenance of adequate accounting records in accordance with provisions of this Act for safeguarding the assets of the Company and for preventing and detecting any fraud and other irregularities;
- iv) That they had prepared the Annual Accounts on a going concern basis.



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AUDITORS

M/s. Gupta Vigg & Co., the Auditors of the Company shall be retiring at the conclusion of the forthcoming Annual General Meeting and being eligible offer themselves for reappointment. The Company has obtained from auditors, a certificate as required under section 224(1-B) of the Companies Act, 1956 to effect that their re-appointment, if made, would be within the limits specified in the said section.

PUBLIC DEPOSITS

The Company is registered as Non-deposit taking NBFC with RBI. Thus, during the year, Company has not accepted any Public Deposit within the meaning of Section 58-A, of the Companies Act, 1956 and the rules made there under. There is no outstanding/unclaimed deposit from the public.

PARTICULARS OF EMPLOYEES

The information as required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 is enclosed as per Annexure-I.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars with respect to the Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in Report of the Board of Directors) Rules 1988, are not applicable.

INDUSTRIAL RELATIONS

The Industrial Relations remained cordial throughout the year and the excellent results were achieved with the whole hearted co-operation of employees at all levels

ACKNOWLEDGEMENT

The Board of Directors of the Company wish to place on record their gratitude and appreciation to all workers, staff members and executives for their contribution to the operations of the Company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the management of the Company.

ANNEXURE-I

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 217(2A) OF THE COMPANIES ACT, 1956 READ WITH COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AND FORMING PART OF DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2010.

S. N.	NAME OF EMPLOYEE	DESIGNATION	REMUNERATION (IN RS. LAC)	NATURE OF EMPLOYMENT	NATURE OF DUTIES	QUALIFICATION	AGE (YEARS)	EXPERIENCE (YEARS)	DATE OF EMPLOYMENT	PARTICULARS OF LAST EMPLOYMENT	% OF EQUITY CAPITAL HELD
1.	Sh. Dinesh Oswal	Managing Director	105.05	Contractual	Overall Company's administration	B.Com	45	25	29.12.2007	Oswal Woollen Mills Limited	NIL

NOTES:

- 1.Sh. Dinesh Oswal is related to Sh. Jawahar Lal Oswal, Chairman and Sh. Kamal Oswal, Director of the Company.
- 2.Remuneration includes salary and monetary value of perquisites as per Income Tax Rules.

For AND ON BEHALF OF THE BOARD

PLACE : LUDHIANA
DATED: 28th July, 2010

JAWAHAR LAL OSWAL
(CHAIRMAN)



CORPORATE GOVERNANCE REPORT

This report of Corporate Governance form part of the Annual Report.

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company continues to practice the principle of good Corporate Governance. It is Company's firm belief that good Corporate Governance is a key to success of business. The Company's philosophy envisages an attainment of highest level of the transparency and accountability in its operations so that Company's goal of creation and maximization of wealth of the shareholders could be achieved. Clause 49 of the Listing Agreement entered with Stock Exchanges incorporate certain mandatory disclosure requirements with regard to Corporate Governance Rules, in this regard we are pleased to report the following :-

I. BOARD OF DIRECTORS

The Board of the Company is well structured with adequate blend of professional and Independent Directors. The present strength of the Board is of Ten Directors. Sh. J.L. Oswal is a Non Executive Chairman and Sh. Dinesh Oswal is a Managing Director of the Company. Thus the post of Chairman and Managing Director are held by different persons.

1. Since Sh. J.L. Oswal is Non Executive Chairman but belong to the promoter category, at least one half of the Board should comprise of Independent Directors as per Corporate Governance Rules. The Company has already restructured its Board to comply the said requirement. Presently, five Directors among ten Directors of Board are Independent Directors, namely, Dr. (Mrs.) H.K. Bal, Sh. Amarjeet Singh, Dr. O.P. Sahni, Prof. K.S. Maini, and Dr. S.K. Singla. Thus the Company has complied with the Corporate Governance Rules regarding composition of Board of Directors.

2. The Board met six times i.e. on 30th April, 2009, 15th June, 2009, 30th July, 2009, 28th October, 2009, 30th January, 2010 and 12th February, 2010 during the financial year 2009-10 with clearly defined agenda circulated well in advance of each meeting. The maximum interval between the two Board Meetings is not more than four months.
3. None of the directors is a member of more than 10 (ten) Board level committees or is a Chairman of more than 5 (five) such Board level committees as required under Clause 49 of the Listing Agreement. None of the Director of the Company is a Director in more than 15 Companies as prescribed by the Companies Act, 1956.
4. Participation of Non Executive Directors has remained active in the Board Meetings during the year 2009-10. Attendance record of directors in the Board meetings and the Annual General Meeting for the year 2009-2010 is given at end of the page:
5. Non Executive Directors are being paid a sitting fee of Rs.2,000/- per meeting for attending Board Meeting of the Company.
6. Sh. Jawahar Lal Oswal is the father of Sh. Dinesh Oswal and Sh. Kamal Oswal. Sh. Dinesh Oswal and Sh. Kamal Oswal are brothers. None of the other Directors is related to other Director of the Company within the meaning of Section 6 of the Companies Act, 1956.
7. Code of Conduct: The Company is committed to conduct its business in accordance with applicable laws, rules and regulations and highest standards of transparency. Accordingly, the Company has laid down a code of conduct for all its Board Members and Se-

Name of Director	Category of Directors	No. of other Directorship (excluding private companies)	No. of Committee membership		No. of Board Meeting attended	Annual General Meeting Attendance (held on 30.09.2009)	No. of Shares held
			Member	Chairman			
Mr. Jawahar Lal Oswal	Non Executive-Promoter	15	—	--	6	No	Nil
Mr. Dinesh Oswal	Executive - Promoter	15	1	2	5	Yes	Nil
Mr. Kamal Oswal	Non Executive - Promoter	15	2	2	6	Yes	Nil
Mr. Dinesh Gogna	Non Executive	10	5	—	6	Yes	Nil
Dr.(Mrs.) H.K. Bal	Non Executive -Independent	7	10	3	6	Yes	Nil
Mr. Amarjeet Singh	Non Executive - Independent	10	5	5	6	Yes	Nil
Mr. S.K. Sharma	Non Executive	2	2	2	6	Yes	Nil
Dr. O. P. Sahni	Non Executive - Independent	5	4	2	6	Yes	Nil
Mr. K.S. Maini	Non Executive - Independent	4	3	1	6	Yes	Nil
Mr. Suresh Kumar Singla	Non Executive - Independent	3	1	1	6	Yes	Nil



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

nior Managerial Personnel, which are duly complied by them. The code of conduct is also available on Company's website i.e. www.ownnahar.com/ncfs.

8. The Company ensures compliance of various statutory requirements by all its business units.
9. All the Statutory Registers that are required to be maintained, particularly the Register of Directors Shareholding, Register of Investments etc. are properly maintained and regularly updated.

II. AUDIT COMMITTEE

The Board has already constituted an independent and qualified Audit Committee. The Committee consists of three Non Executive Directors under the chairmanship of Prof. K.S. Maini. Sh. Amarjeet Singh and Sh. S.K. Sharma are the two other members of the Audit Committee. Prof. K.S. Maini is M.Com. and also having requisite expertise in Financial and Accounting matters. Sh. Amarjeet Singh is a Senior Advocate having experience in the matters of Corporate Taxation and Finance. Likewise, Sh. S.K. Sharma is a MBA and is also having requisite experience in Financial and Accounting matters. The financial controller is a permanent invitee of the Company. The Statutory Auditors are also invited to attend the meetings as per relevant provisions of the applicable laws/rules, as and when felt necessary.

The terms of reference of the Audit Committee are as per Clause-49 of the Listing Agreement entered with the Stock Exchanges, SEBI Guidelines and Companies Act, 1956. For the financial year 2009-10, the committee met four times i.e. on 15th June, 2009, 30th July, 2009, 28th October, 2009 and 30th January, 2010 and at these meetings, the quarterly un-audited financial results as well as the financial statement during the year ended 31st March, 2009 were reviewed and examined by the members of the Audit Committee before recommendation of the same to the Board of Directors for their perusal and adoption.

The attendance record of the Audit Committee Meeting is as under:

Name of the Member	No. of meetings held Upto 31.03.2010	No. of meetings attended
Prof. K.S. Maini	4	4
Sh. Amarjeet	4	4
Sh. S.K. Sharma	4	4

Prof. K.S. Maini, Chairman of the Audit Committee attended the last Annual General Meeting of the Company held on 30th September, 2009 and replied the queries raised at the Annual General Meeting.

III. REMUNERATION COMMITTEE

The Company has constituted a remuneration committee comprising Sh. K.S. Maini as Chairman, Sh. S.K. Sharma and Dr. (Mrs.) H.K. Bal, as members.

The broad terms of reference of the Remuneration Committee is to ensure that the Company's remuneration policies in respect of Managing Director/Working Directors and Senior Executives are competitive so as to recruit and retain best talent in the Company and to ensure appropriate disclosure of remuneration paid to said persons.

The committee met once i.e. on 29.05.2010 for the year under review. The attendance record of the meeting held is as follows:

Name of the Member	No. of meetings held Upto 31.03.2010	No. of meetings attended
Prof. K.S. Maini	1	1
Sh. S.K. Sharma	1	1
Dr. (Mrs. H.K. Bal)	1	1

The details of remuneration paid to Managing/Executive/Director(s) for the year ended 31st March, 2010 is as under:

	Salary (Rs.)	Sitting Fee(Rs.)
Sh. Jawahar Lal Oswal		12,000.00
Sh. Kamal Oswal		12,000.00
Sh. Dinesh Oswal	1,05,05,000.00	-
Sh. Dinesh Gogna		12,000.00
Sh. Satish Kumar Sharma		12,000.00
Sh. Amarjeet Singh		12,000.00
Dr. (Mrs.) H.K. Bal		12,000.00
Dr. O.P. Sahni		12,000.00
Prof. K.S. Maini		12,000.00
Dr. S.K. Singla		12,000.00

Pursuant to the Section 198 read with 349 of the Companies Act, 1956 and Schedule XIII of the said Act, Rs. 1,05,05,000 only has been paid as remuneration including perquisites for the year 2009-10 to Sh. Dinesh Oswal, Managing Director of the Company.



IV. INVESTORS GRIEVANCES COMMITTEE

The Company is having a Shareholders/Investors Grievances Committee consisting of three Non Executive Directors under the Chairmanship of Sh. Amarjeet Singh. Sh. S.K. Sharma and Dr. O.P. Sahni are two others members of the Committee. Miss Manpreet Kaur, Company Secretary was the Compliance Officer of the Company. The Committee looks into the complaints/grievances of shareholders such as transfer of shares, non receipts of share certificates/dividend, demat problems etc. The Committee met four times for the financial year 2009-10 i.e. 30th June, 2009, 30th September 2009, 31st December 2009 and 31st March 2010. The attendance record of the meetings held is as under:

Name of the Member	No. of meetings held Upto 31.03.2010	No. of meetings attended
Sh. Amarjeet Singh	4	4
Sh. S.K. Sharma	4	4
Sh. O.P. Sahni	4	4

The Company's policy is to redress the grievances of the shareholders within a period of 10 to 20 days from the date of the receipts of the correspondence/grievances. The details regarding the same are as under:

No. of complaints received during the Period * : 11

No. of complaints resolved during the Period* : 11

No. of complaints pending as on 31st March, 2010 : NIL

*Complaint received from BSE, NSE and SEBI.

The Company has also received some request/complaint from shareholders regarding non receipt of dividend/re-validation of dividend and the Company replied/resolved the said request/complaint. None of the complaints during the year remained pending for more than 30 days.

V. SHARE TRANSFER COMMITTEE

Further, the Company has also constituted a Share Transfer Committee comprising of 4 (four) members under the Chairmanship of Sh. Dinesh Oswal. The Committee is responsible for approving the transfer and transmission of securities, dematerialisation of shares, issuance of duplicate share certificates and other shareholders related issues. The Committee met twelve times during the period 1st April, 2009 to 31st March, 2010 i.e. 30th April, 2009, 31st May, 2009, 30th June, 2009, 31st July, 2009, 31st August, 2009, 30th September, 2009, 31st October, 2009, 30th November, 2009, 31st December, 2009, 30th January, 2010, 28th February, 2010 and 31st March, 2010 and the attendance of the members is as follows:-

Name of the Member	No. of meetings held Upto 31.03.2010	No. of meetings attended
Sh. Dinesh Oswal	12	10
Sh. Dinesh Gogna	12	12
Sh. K.S.Maini	12	12
Ms. Manpreet Kaur	12	12

As per SEBI Circular No. D&CC/FITTC/CIR-15/2002 dated 27th December, 2002, the Company has appointed M/s. Alankit Assignments Ltd, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the shareholders, investors, members of Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of share transfer, Demat, Remat, Change of Address etc. to our Registrar, whose address and telephone no etc. have already been mentioned in Director's Report.

VI. GENERAL BODY MEETINGS

(I) The details of the last three Annual General Meetings are as under:-

Financial year	Location	Date	Time
2006-2007	Premises Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	29.12.2007	10.00 A.M.
2007-2008	Premises Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	29.11.2008	10.00 A.M.
2008-2009	Premises Nahar Industrial Enterprises Ltd., Focal Point, Ludhiana.	30.09.2009	11.00 A.M.

(II) Special Resolutions passed in the previous three Annual General Meetings:

2006-2007

No Special Resolution was passed.

2007-2008

No Special Resolution was passed.

2008-2009

No Special Resolution was passed.

iii) Proposal of Special Resolution through postal ballot

Presently, no special resolution is proposed to be conducted through postal ballot in the ensuing Annual General Meeting.

VII. DISCLOSURES

1. There have been no materially significant related party transactions that may have



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

potential conflict with the interest of the Company at large. Transactions with related party are disclosed in Point No. 6 in the "Notes on Accounts".

2. The Company continues to comply with the requirement of Stock Exchange, SEBI or any statutory authority on all matters related to capital market during the last three years. No penalty or strictures have been imposed on the Company by the said authorities relating to the above.
3. The Company does not have any Whistle Blower Policy as of now but no personnel are being denied to access the Audit Committee.
4. The Company complied with not only the mandatory requirements but has also complied with non mandatory requirements in respect of Remuneration Committee. The Company is yet to comply with the other non mandatory requirements of the Listing Agreement on Corporate Governance.

VIII. MEANS OF COMMUNICATION

The Company's quarterly/yearly results in the format prescribed by the Stock Exchanges are approved and taken on record by the Board within the prescribed time frame and sent immediately to all Stock Exchanges on which the Company's shares are listed. These results are published in leading newspapers i.e. Business Standard in English and Punjabi Tribune in vernacular. Our quarterly, Half yearly and Annual results are also displayed on the website of the Company i.e. www.ownahar.in/ncfs. Whenever any official news is released the same is also displayed on the aforesaid website of the Company. Likewise, whenever any presentation about the Company's working is made to Financial Institutional Investors or to the Analysts, the same is displayed on Company's website.

VIII. GENERAL SHAREHOLDERS INFORMATION

1. **Annual General Meeting** : 30th September, 2010
Date, Day, Time and Venue : Wednesday, 11.00 A.M.
Premises of Nahar Industrial Enterprises Limited, Focal Point, Ludhiana
2. **Financial Calendar** : Financial year of the Company comprises of twelve months i.e. 1st April, 2009 to 31st March, 2010

3. **Date of Book Closure** : 18.09.2010 to 30.09.2010 (Both days inclusive)

4. Dividend Payment

- (a) **Payment date** : Before 20th October, 2010

(b) **Mode of payment of dividend** : The Company provides the facility of paying dividend through Electronics Clearing System (ECS). The members desirous of availing the facility of electronic credit of dividend are requested to ensure that their correct bank details alongwith 9 digit MICR code of their Bank is noted in the records of the Depository Participant (DP). Members, who hold the shares in physical form, should contact the Registrar & Transfer Agent or the Company in this regard. In order to prevent fraudulent encashment of dividend warrants, members are requested to provide their correct bank account details to their DP in case of electronic holding and to the Registrar & Transfer Agent or the Company in case of physical holding.

(c) **Change of Address**: Members may kindly note that the Registrar & Transfer Agent and/or the Company will not entertain request for noting of change of address/bank details/ECS mandate in case of accounts with demat holding. For this purpose, shareholders should approach their Depository Participant.

5. **Listing on Stock Exchanges** : The National Stock Exchange of India Ltd (NSE) "Exchange Plaza", Bandra-Kurla Complex, Bandra (East) Mumbai The Bombay Stock Exchange Limited (BSE), 1st Floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, Fort, Mumbai - 400 001.

The listing fees payable to BSE and NSE for 2010-11 have been paid in full by the Company.

6. **Stock Code** : For trading at NSE: NAHARCAP
For trading at BSE: 532952

7. **Demat ISIN number in NSDL and : INE049I01012**
CDSL for Equity Shares :

The annual custodian fees for the financial year 2010-11 have been paid to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

8. **Dedicated e-mail for Investor Grievance**

To enable investors to register their grievances, the Company has designated an exclusive e-mail id i.e. gredressalncfsi@ownahar.com



9. Compliance Officer

Ms. Manpreet Kaur, Company Secretary was the Compliance Officer of the Company for the financial year 2009-10. Further, she has resigned from the post of Company Secretary w.e.f. 9th June, 2010 and Sh. Komal Jain has been appointed as Compliance Officer of the Company.

X. Market Price Data

The Company's equity shares are listed at BSE and NSE. Accordingly the month wise High and Low stock prices from April, 2009 to March, 2010 are as follows:

Month	Bombay Stock Exchange		National Stock Exchange	
	High	Low	High	Low
April, 2009	28.90	21.00	29.35	19.30
May, 2009	43.15	23.05	43.45	22.50
June, 2009	43.70	31.55	43.80	30.05
July, 2009	40.00	28.50	38.45	28.10
August, 2009	43.00	34.20	42.15	30.10
September, 2009	58.10	41.60	58.50	42.00
October, 2009	56.00	45.00	56.00	46.10
November, 2009	63.05	43.65	64.40	42.75
December, 2009	61.00	53.30	61.45	51.05
January, 2010	76.30	56.00	75.95	56.00
February, 2010	75.65	58.15	75.50	59.00
March, 2010	82.40	72.00	82.45	71.50

Source: Data has been taken from the website of the Bombay Stock Exchange and National Stock Exchange. The Company does not have any other sources for verification of data.

XI. Performance in comparison to broad based indices such as BSE Sensex:

The Company's equity shares were listed at BSE and NSE. Accordingly, comparison between Nahar Capital and Financial Services closing price variation and BSE Sensex in percentage from April, 2009 to March, 2010 is as under:

Financial Year 2009-10	Share Prices of Nahar Capital and Financial Services Limited				BSE Sensex			
	Highest (Rs.)	Lowest (Rs.)	Closing (Rs.)	%age change over last month's closing	Highest	Lowest	Closing	%age change over last month's closing
April, 2009	28.90	21.00	23.40	18.48	11,492.10	9,546.29	11,403.25	17.46
May, 2009	43.15	23.05	42.10	79.91	14,930.54	11,621.30	14,625.25	28.26
June, 2009	43.70	31.55	36.50	-13.30	15,600.30	14,016.95	14,493.84	-0.90
July, 2009	40.00	28.50	36.65	0.41	15,732.81	13,219.99	15,670.31	8.12
August, 2009	43.00	34.20	40.10	9.41	16,002.46	14,684.45	15,666.64	-0.02
September, 2009	58.10	41.60	51.50	28.43	17,142.52	15,356.72	17,126.84	9.32
October, 2009	56.00	45.00	49.15	-4.56	17,493.17	15,805.20	15,896.28	-7.18
November, 2009	63.05	43.65	58.40	18.82	17,290.48	15,330.56	16,926.22	6.48
December, 2009	61.00	53.30	55.45	-05.05	17,530.94	16,577.78	17,464.81	3.18
January, 2010	76.30	56.00	61.35	10.64	17,790.33	15,982.08	16,357.96	-6.34
February, 2010	75.65	58.15	72.55	18.26	16,669.25	15,651.99	16,429.55	0.44
March, 2010	82.40	72.00	73.30	01.03	17,793.01	16,438.45	17,527.77	6.68

Source: Data has been taken from the website of the Bombay Stock Exchange. The Company does not have any other sources for verification of data.

XII. Registrar and Transfer agents

As per SEBI circular no. D &CC/FITTC/CIR-15/2002 dated 27th December 2002, Company has appointed M/s Alankit Assignments Ltd. New Delhi, as Registrar for Share Transfer and Electronic Connectivity. Accordingly, all the Shareholders, Investors, Members of the Stock Exchanges, Depository Participants and all other concerned are requested to send all communication in respect of Share Transfer, Demat/Remat, Change of Address etc. to our Registrar whose address and telephone nos. etc. have already been mentioned in the Directors' Report.

In case any query/complaint remains unresolved with our Registrar please write to the Company at its Registered Office.

XIII. Share Transfer System

The Company has constituted a Share Transfer Committee consisting of three members, namely Sh. Dinesh Oswal, Managing Director, Sh. Dinesh Gogna and Prof. K.S. Maini, Directors. The Share Transfer Committee meets once/twice in a month to approve the transfer / transmission / transposition, issue of duplicate share certificates and duly transferred shares are generally dispatched within the prescribed period under the Companies Act, 1956 / Guidelines of the Stock Exchanges.

As required under clause 47(c) of the Listing Agreement entered into by the Company with the Stock Exchanges, a certificate is obtained every six months from a Practicing Company Secretary with regard to, inter alia, effecting of transfer, transmission, sub-division, consolidation, renewal and exchange of equity shares within one month of their lodgement. The certificates are forwarded to BSE and NSE where the Equity Shares of the Company are listed.

XIV. Nomination facility

Individual shareholders holding physical shares can nominate any person for the shares held by them. This will save the nominee from going through the lengthy process of getting the shares later on transmitted to his/her name. For further details, shareholders may write to the RTA of the Company.



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

XV. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2010

As on 31st March, 2010, your Company had 18,472 shareholders having a total of 1,67,46,167 Equity Shares. The following is the distribution of Shareholding:

No. of shares held	No. of Share holders	% of Share holders	Aggregate shares held	% age share holding
1-500	16771	90.79	2059647	12.30
501-1000	979	5.30	736918	4.40
1001-2000	393	2.13	563131	3.36
2001-3000	118	0.64	294529	1.76
3001-4000	49	0.26	174252	1.04
4001-5000	37	0.20	172861	1.03
5001-10000	59	0.32	414740	2.48
10001 and above	66	0.36	12330089	73.63
Total	18472	100.00	16746167	100.00

XVI. THE SHAREHOLDING PATTERN AS ON MARCH 31, 2010 IS AS UNDER

Shares held by	No. of Shares	% of share-holding
Banks and Mutual Funds	11,278	0.07
Foreign holdings		
(FIIs, NRIs, OCBs)	229,195	1.37
Bodies Corporate	1,098,781	6.56
Directors/Relatives of Directors	2,024	0.01
General Public	4,887,077	29.18
Promoters	10,517,812	62.81
Total	16,746,167	100.00

XVII. DEMATERIALISATION OF SHARES

To facilitate holding and trading of securities in electronic form, your Company has established connectivity with both the Depositories i.e. National Securities Depository Ltd. (NSDL) and Central Depository Services Ltd. (CDSL). The investors have an option to dematerialise their equity shares with either of the Depositories. As on 31st March, 2010, 16,086,668 comprising 96.06% of the total Equity Capital of the Company have been dematerialised.

XVIII. OUTSTANDING GDRS/ADRS/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

The Company does not have any outstanding GDRs/ADRs/Warrants or any Convertible Instruments, which is likely to have any impact on the equity of the Company.

XIX. Address for : NAHAR TOWER
Correspondence : 375, Industrial Area-A, Ludhiana - 141 003 (Pb.)
Phone No. : 0161-2600701 to 2600705
Fax No. : 0161-2661180, 222942
E-mail address : ncfs@owmnahar.com
Website : www.owmnahar.in

XX. CEO/CFO CERTIFICATION

As required under Clause 49 of Listing Agreement, a Certificate duly signed by the Finance Controller was placed at the meeting of Board of Directors held on 28.07.2010.

XXI. SECRETARIAL AUDIT FOR RECONCILIATION OF CAPITAL

The Securities and Exchange Board of India has directed vide Circular No. D&CC/FITTC/CIR-16/2002 dated 31st December, 2002 that all issuer companies shall submit a certificate of capital integrity, reconciling the total shares held in both the depositories, viz. NSDL and CDSL and in physical form with the total issued/paid up capital.

The said certificate duly certified by a Practicing Company Secretary is submitted to the Stock Exchanges within 30 days of the end of each quarter.

FOR AND ON BEHALF OF THE BOARD

PLACE: LUDHIANA
DATED: 28th July, 2010

JAWAHAR LAL OSWAL
(CHAIRMAN)



MANAGING DIRECTOR'S DECLARATION

Pursuant to the requirement of Clause 49 of the Listing Agreement, I hereby confirm that all Board Members and Senior Management Personnel (as defined in the above said Clause 49) of the Company have affirmed compliance with the Code of Conduct for Board of Directors and Senior Management Personnel' for the year ended 31st March, 2010.

PLACE : LUDHIANA
DATED: 28th July, 2010

Dinesh Oswal
(Managing Director)

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members,
Nahar Capital & Financial Services Limited,
Ludhiana

We have examined the compliance of conditions of corporate governance by NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED for the year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the Directors and Management, we hereby certify that the Company has duly complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Gupta Vigg & Co.,
Chartered Accountants

PLACE : LUDHIANA
DATED: 28th July, 2010

VINOD KHANNA
(Partner)



MANAGEMENT DISCUSSION AND ANALYSIS

Industry Structure and Developments

While the Indian financial system is dominated by banks, Non-Banking Financial Institutions (NBFI)s play an important role by complementing banks in providing a wide range of financial services. Banks have an edge in providing payment and liquidity related services, while NBFIs tend to offer enhanced equity and risk based products. NBFIs are heterogeneous as a group, functionally as well as in terms of size and nature of activities. The NBFIs are providing medium to long-term finance to different sectors of the economy. The NBFCs as a whole account for 9.1 per cent of assets of the total financial system.

In the wake of the recent global financial crisis and its fall out on the financial institutions (FIs), the Reserve Bank took a number of measures to preserve financial stability and arrest the moderation in the growth momentum. In addition, an existing special purpose vehicle (SPV) was used as platform to provide liquidity support to NBFCs and also Systemically Important Non-deposit taking NBFCs (NBFCs-ND-SI) were permitted, as a temporary measure, to raise foreign currency short term borrowings under the approval route subject to certain conditions and were permitted to augment their capital funds by issue of Perpetual Debt Instruments.

Your company is categorized as Systemically Important Non Banking Finance Company (NBFCs-ND-SI) and mainly doing investment activities with long-term perspective as well as doing trading business to avail the benefit of short-term investment/financial opportunities in the present market conditions.

Further, to trade directly in Corporate Bonds and to trade as well as to participate in Auction of Government Securities/Treasury Bills of Central/State/Corporate, your Company has registered with National Securities Clearing Corporation Limited (NSCCL) and Stock Holding Corporation of India Limited (SHCIL) respectively.

Opportunities and Threats

During the year, Indian economy has given ample opportunities, which may be confirmed from the fact

that Foreign Institutional Investors (FII)s made net purchase in Equity Market of USD 23248 Million during 2009-10 against net sales of USD 10324 Million during the previous year.

The uncertainty caused by global economic and financial recession is moderated and growth has picked up during the year as is evident from higher GDP growth, Higher growth in The Index of Industrial Production (IIP), Higher output of Consumer durables, capital goods etc etc. Also, in this year, Central Government has earmarked higher capital outlay for infrastructure development of the country.

This higher growth has supported the recovery momentum and given tremendous opportunities to the financial sector.

Moreover, the Indian capital market is showing more strength and stability due to better and transparent systems introduced by Government and administrative authorities. This has resulted in higher valuations and excellent investment opportunities to the company.

Also Government of India and Reserve bank of India have announced new policies for further development of NBFC sector like:

- An existing special purpose vehicle (SPV) was used as platform to provide liquidity support to NBFCs,
- NBFCs (NBFCs-ND-SI) were permitted, as a temporary measure, to raise foreign currency short term borrowings under the approval route subject to certain conditions,
- NBFC's were permitted to augment their capital funds by issue of Perpetual Debt Instruments and,
- NBFC's are permitted to raise Long Term Funds by issuing the 5/10-year deposit instruments to General Public.

Though a bundle of opportunities are there in the financial sector it is not immune from the global and political developments and normal business threats and challenges. Your company is keeping watch on all these opportunities and threats and all investment decisions are being made after due diligence and considering current economic and political scenario in India and abroad.



Segment wise or product wise performance

The disclosure requirements of Accounting Standard 17, issued by the Institute of Chartered Accountants of India are not applicable as the main business activities of the company falls under single segment namely 'Investment Activities'.

Future Outlook

In 2009-10, the focus of macroeconomic policy shifted from containing the contagion of the global crisis to management of recovery and in the second half of the year, firmer signs of robust recovery gradually emerged. Investment demand accelerated, credit demand recovered, industrial production witnessed sharp recovery and capacity utilization levels improved. Although a deficient monsoon dampened agricultural output, adverse impact on overall GDP growth was small. Inflation in primary commodities moved up from single digit in October 2009 to 18.3 per cent by March 2010.

The global economy, which recovered faster than expected in the first quarter of 2010, slipped again into a state of uncertainty caused by concerns relating to fiscal sustainability in the Euro zone and other advanced economies. The uncertain global environment warrants adoption of caution for investments during 2010-11.

Since your company has completed more than three years as Investment Company it has applied to Reserve Bank of India for registration as Deposit Taking Company enabling it to expand its business in other financial activities.

Your company foresees a bright investment scenario next year and its strategy will be focused on reasonable growth by continuing with the existing investment and trading activities in diversified securities and also expanding its business in new financial activities like Financial Advisory, Lending against Securities, Infrastructure Financing, Enhanced Capital Market Activities etc. in due course of time, so that it can utilize the available opportunities with caution and emerge as fully Integrated Financial Company.

Risk and concerns

During the year higher inflation rate remains a major economic threat. Remedial measures taken by

Government and Reserve Bank of India like CRR hike, REPO rate, Reverse Repo rate hike, higher SLR, tight liquidity etc. has resulted in higher interest rates, which will squeeze the profitability of the corporate world. These steps have been taken by the Government as initial steps to control inflation but resulted in higher interest rates on deposits, which may in turn affect the growth of capital markets.

Euro economic problem due to sovereign debt default of some of its member countries have caused a higher level of uncertainty and volatility in the global financial market. Though IMF and European leaders are taking remedial steps yet this issue will remain a big threat to the financial sector as a whole.

Your company is being categorized, as an Investment Company and its main sources of income is dividend/ income receivable on investments in equity shares/ debentures/bonds/deposits made and held by it in other companies/Other Entities and Mutual Funds and also income from trading in Securities. Any adverse impact on the operations/businesses of the investee company/ Entity/Mutual Funds may impact the revenues of the company.

Further we would also like to share with you that the financial business is always prone to risks of capital market fluctuations, Global developments, economic risk, competition risk, interest rate volatility and economic cycle which can affect the fortunes of investment and finance companies in both ways.

Internal Control Systems and their adequacy

The Company has adequate internal control systems and procedures which commensurate with the nature of its business and the size of its operations. The internal control system is adequate to ensure that all assets and resources of the company are safeguarded and protected against loss from unauthorized use or disposition and all transactions are authorized, recorded and reported correctly. The Company also ensures compliance with all statutes and regulatory policies and guidelines.

Also the company is having Internal Audit Department, which carries out audit work throughout the year. The main objective of such audit is to test the adequacy and



effectiveness of internal control systems laid down by the Management and to suggest improvement in the systems.

Besides, an Audit Committee consisting of three non-executive directors has been constituted. All the significant audit observation and follow up action thereon are taken care of by the Audit Committee. The Audit Committee met four times during the financial year under review.

Further, the Company has also constituted the Risk Management Committee comprising of three non-executive directors to monitor and manage the risk associated with the investment business of the Company and to review the risk management policy of the Company. The Risk Management Committee met five times during the financial year under review.

Financial/operation performance

The Company has performed reasonably well during the year under review. The Company achieved an income of Rs.2505.11 Lacs with a net profit before tax of Rs. 2299.58 Lacs. The detailed performance has already been discussed in the Directors' Report under the column Financial Review.

Human Resources/Industrial Relations

Beyond Balance Sheet lies company's singly biggest Asset Human Resources. The company is of firm belief that the Human Resources are the driving force that propels a company towards progress and success. The company has a team of able and experienced professionals to look after the affairs of the company. The company offers attractive compensation package to retain and motivate its professionals so that they can give their best. The total permanent employee's strength of the company was 19 as on 31st March 2010.

Cautionary Statement

Though the statement and views expressed in the above said report are on the basis of best judgment but the actual future results might differ from whatever is stated in the report.

FOR AND ON BEHALF OF THE BOARD

**PLACE : LUDHIANA
DATED: 28.07.2010**

**JAWAHAR LAL OSWAL
(Chairman)**



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

AUDITOR'S REPORT

The Members of

**M/S NAHAR CAPITAL & FINANCIAL SERVICES LIMITED,
LUDHIANA.**

We have audited the attached Balance Sheet of M/s Nahar Capital & Financial Services Limited, Ludhiana (the Company) as at 31st March, 2010 and also Profit & Loss Account and the Cash Flow Statement 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 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.

As required by the Companies (Auditors' Report) Order, 2003 {as amended by the Companies (Auditor's Report) (Amendment) Order, 2004} issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a Statement on the matters specified in Paragraph 4 of the said Order.

Further to our comments in the Annexure referred to in Paragraph 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 those books;
- c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report 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 representations received from the Directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2010 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Schedule-16 of Notes on Accounts thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair in conformity with the accounting principles generally accepted in India:-

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
- (ii) in the case of the Profit & Loss Account, of the profit for the year ended on that date; and
- (iii) in the case of Cash Flow Statement, the Cash Flows of the Company for the year ended on that date.

**For GUPTA VIGG & CO.
Chartered Accountants
Firm Regn.No.001393N**

**Dated : 29.05.2010
Place : LUDHIANA.**

**(VINOD KHANNA)
M.NO.81585
PARTNER**

ANNEXURE TO AUDITOR'S REPORT
(Referred to in paragraph (3) thereof)

- | | |
|--|--|
| <p>(i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.</p> <p>(b) All the fixed assets have been physically verified by the management during the year. In our opinion, the frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.</p> <p>(c) During the year, the Company has not sold any fixed assets.</p> <p>(ii) (a) As explained to us, Inventories (Investments held for sale) have been physically verified by the management at reasonable intervals.</p> <p>(b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the Company and nature of its business.</p> <p>(c) On the basis of our examination of inventory records, we are of the opinion that the Company is maintaining proper records of the inventory. As explained to us, no material discrepancies were noticed on physical verification of inventories as compared to book records.</p> <p>(iii) According to the explanations and information given to us, the Company has neither granted nor taken any loans from the parties covered in the Register maintained under section 301 of the Companies Act, 1956. Hence, the clause 4(iii)(a) to (g) of the Companies (Audit Report) Order, 2003 are not applicable in the case of the company.</p> <p>(iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the Company and nature of its business with regards to purchase of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal control.</p> | <p>(v) (a) In our opinion and according to the information and explanations given to us, we are of the opinion that the transaction made in pursuance of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.</p> <p>(b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements required to be entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs.5.00 lacs or more in respect of each party.</p> <p>(vi) According to the information and explanations given to us, the Company has not accepted any public deposits during the year and therefore, the provisions of Clause 4(vi) of the Order are not applicable to the Company.</p> <p>(vii) In our opinion the company has an internal Audit System commensurate with the size and nature of its business.</p> <p>(viii) The provisions of Clause 4(viii) of the Order are not applicable to the Company.</p> <p>(ix) (a) According to the records of the Company, undisputed statutory dues including provident fund, investor education and protection fund, income tax, wealth tax, service tax and other material statutory dues applicable to the Company, if any, have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2010, for a period of more than six months from the date they became payable.</p> <p>(b) According to the information and explanations given to us, there are no disputed dues in respect of income tax, wealth tax, and cess that have not been deposited on account of matters pending before the appellate authorities.</p> <p>(x) The Company has no accumulated losses as at 31st March, 2010 and has not incurred any cash losses in the financial year covered under audit.</p> |
|--|--|



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

- (xi) In our opinion and according to the information and explanations given to us, the Company has neither taken any loans from the banks nor any debentures. Accordingly, the provisions of Clause 4(xi) of the Order are not applicable to the Company.
- (xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of Clause 4(xii) of the Order are not applicable to the Company.
- (xiii) The Company is not a chit fund or a nidhi mutual benefit fund/society. Accordingly, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In respect of dealing or trading in shares, securities, debentures and other investments, the Company is maintaining proper records and timely entries have been made therein. All the Investments have been held by the Company in its name.
- (xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
- (xvi) The Company has not raised any term loan during the year. Accordingly, the provisions of Clause 4(xvi) of the Order are not applicable to the Company.
- (xvii) The Company has not raised any loans on short-term basis during the year. Accordingly, the provisions of Clause 4(xvii) of the Order are not applicable to the Company.
- (xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year. Accordingly, the provisions of Clause 4(xviii) of the Order are not applicable to the Company.
- (xix) According to the information and explanations given to us, the Company has not issued debentures during the year. Accordingly, the provisions of Clause 4(xix) of the Order are not applicable to the Company.
- (xx) According to the information and explanations given to us, the Company has not raised any money by way of public issue during the year. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For GUPTA VIGG & CO.
Chartered Accountants
Firm Regn.No.001393N

(VINOD KHANNA)
M.NO.81585
PARTNER

Dated : 29.05.2010
Place : LUDHIANA.



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

CASH FLOW STATEMENT FOR THE YEAR FROM 1ST APRIL, 2009 TO 31ST MARCH, 2010 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT

Rs. in Lacs

PARTICULARS	Current Year 01.04.2009 to 31.03.2010	Previous Period (9 Months) 01.07.2008 to 31.03.2009
A CASH FLOW FROM THE OPERATING ACTIVITIES		
Net Profit before Tax and Extrordinary items	2299.58	1418.37
Adjustments for:		
Depreciation	0.03	0.03
Preliminary Expenses written off	1.73	1.30
Interst Paid	0.23	1.93
Profit/Loss on Sale of Investments	-2505.11	-1148.53
Interest Received	-651.75	-217.98
Dividend/UTI Income	-387.33	-392.32
Increase in Loans and Advances	-45.35	-317.69
Increase in Stock in Trade	-151.58	306.61
Increase in Current Liabilities	5.60	-2.13
Direct Taxes Paid	-233.72	-189.40
	-3967.25	-1958.19
	-1667.67	-539.82
B CASH FLOW FROM THE INVESTING ACTIVITIES		
Purchase of Fixed Assets	0.00	0.00
Capital Work in Progress	-610.43	-255.61
Interst Paid	-0.23	-1.93
Profit/Loss on Sale of Investments	2505.11	1148.53
Interest Received	651.75	217.98
Dividend/UTI Income	387.33	392.32
Purchase of Investments	-21191.67	-10338.68
Sale of Investments	19762.29	12938.91
	1504.16	4101.53
C CASH FLOW FROM FINANCING ACTIVITIES		
Loans Given	0.00	-150.00
Loans Given Received Back	150.00	0.00
Unsecured Loans Taken	0.00	1257.18
Unsecured Loans Repaid	-1257.18	0.00
Dividend including Dividend		
Distribution Tax Paid	-97.96	-293.88
	-1205.14	813.30
Net Increase/Decrease in Cash and Cash Equivalent	-1368.65	4375.00
Opening Cash and Cash Equivalent	4389.03	14.03
Closing Cash and Cash Equivalent	3020.38	4389.03

As per report of even date annexed
For GUPTA VIGG & CO.
Chartered Accountants

FOR & ON BEHALF OF THE BOARD

DATE : 29/5/2010
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

Rs. in Lacs

PARTICULARS	SCHEDULE	CURRENT YEAR		PREVIOUS PERIOD (9 MONTHS)	
		01.04.2009 TO 31.03.2010 AMOUNT	TOTAL	01.07.2008 TO 31.03.2009 AMOUNT	TOTAL
SOURCES OF FUNDS					
1. SHAREHOLDER'S FUND					
a) Capital	1	837.31		837.31	
b) Reserves & Surplus	2	<u>41530.88</u>	<u>42368.19</u>	<u>39852.98</u>	40690.29
2. LOAN FUNDS					
Unsecured Loans	3		<u>0.00</u>		<u>1257.18</u>
			<u>42368.19</u>		<u>41947.47</u>
APPLICATION OF FUNDS					
1. FIXED ASSETS					
GROSS BLOCK	4	0.26		0.26	
DEPRECIATION		<u>0.10</u>		<u>0.06</u>	
NET BLOCK		0.16		0.20	
CAPITAL WORK IN PROGRESS	5	<u>866.04</u>	<u>866.20</u>	<u>255.60</u>	255.80
2. INVESTMENTS					
	6		<u>37722.23</u>		36292.86
3. CURRENT ASSETS, LOANS & ADVANCES					
Closing Stock		699.34		547.76	
Cash & Bank Balances	7	3020.38		4389.03	
Loans & Advances	8	<u>715.20</u>		<u>701.56</u>	
		<u>4434.92</u>		<u>5638.35</u>	
LESS : CURRENT LIABILITIES & PROVISIONS					
a) Liabilities	9	34.41		28.47	
b) Provisions	10	<u>622.91</u>		<u>214.96</u>	
		<u>657.32</u>		<u>243.43</u>	
Net Current Assets			3777.60		5394.92
4. MISCELLANEOUS EXPENDITURE					
(To the extent not written off or adjusted)					
Preliminary Expenses			<u>2.16</u>		<u>3.89</u>
			<u>42368.19</u>		<u>41947.47</u>

As per report of even date annexed
For GUPTA VIGG & CO.
Chartered Accountants

FOR & ON BEHALF OF THE BOARD

DATE : 29/5/2010
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

Rs. in Lacs

PARTICULARS	SCHEDULE	CURRENT YEAR 01.04.2009 TO 31.03.2010		PREVIOUS PERIOD (9 MONTHS) 01.07.2008 TO 31.03.2009	
		AMOUNT	TOTAL	AMOUNT	TOTAL
INCOME					
Operating and Other Income	11		2505.11		1502.80
EXPENDITURE					
Personnel Expenses	12	33.57		21.84	
Financial Expenses	13	2.29		1.97	
Administrative Expenses	14	167.26		58.59	
Other Expenses	15	2.38		2.00	
Depreciation		0.03	205.53	0.03	84.43
PRE-TAX PROFITS			2299.58		1418.37
Adjustment of Income Tax Earlier Years			1.23		0.00
			2300.81		1418.37
Provision for Income Tax including FBT			-330.00		-117.00
PROFIT AFTER TAX			1970.81		1301.37
APPROPRIATION					
Proposed Dividend			251.19		83.73
Tax on Distributed Profit			41.72		14.23
Special Statutory Reserve Fund			395.00		262.00
General Reserve			1000.00		941.41
Surplus			282.90		0.00
			1970.81		1301.37
Earning Per Share (Face Value Rs. 5/- each)					
(Basic & Deluted)			11.77		7.77
NOTES ON ACCOUNTS	16				

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants

FOR & ON BEHALF OF THE BOARD

DATE : 29/5/2010
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)



SCHEDULES TO THE ACCOUNTS

Rs. in Lacs

PARTICULARS	CURRENT YEAR		PREVIOUS PERIOD (9 MONTHS)	
	01.04.2009 TO 31.03.2010		01.07.2008 TO 31.03.2009	
	AMOUNT	TOTAL	AMOUNT	TOTAL
1. SHARE CAPITAL				
a) Authorised				
300,00,000 Equity Shares of Rs. 5/- each (Previous Period Same)		1500.00		1500.00
b) Issued Subscribed & Paid Up				
16746167 Equity Shares of Rs. 5/- each Fully Paid up(Previous year same)		837.31		837.31
2. RESERVES AND SURPLUS				
a) SHARE PREMIUM		12591.71		12591.71
b) GENERAL RESERVE				
As per last Balance Sheet	25871.27		24929.86	
Add. : Transferred from Profit & Loss A/c	1000.00	26871.27	941.41	25871.27
c) SURPLUS				
Balance as per annexed Profit & Loss Account		282.90		0.00
d) STATUTORY RESERVE FUND				
(Created pursuant to section 45 I C of Reserve Bank of India Act, 1934				
As per last Balance Sheet	1390.00		1128.00	
Add. : Transferred from Profit & Loss Account)	395.00	1785.00	262.00	1390.00
		41530.88		39852.98
3. UNSECURED LOANS				
Intercompany Loans		0.00		1257.18
4. FIXED ASSETS				
Office Equipment				
Gross Block				
Opening Balance	0.26		0.26	
Purchases during the year	0.00		0.00	
	0.26		0.26	
Depreciation				
Opening Balance	0.06		0.03	
Current year depreciation	0.03		0.03	
	0.10		0.06	
Net Block		0.16		0.20
5. CAPITAL WORK IN PROGRESS				
Advance for Office Premises		866.04		255.60
6. INVESTMENTS				
Long Term Investments				
I) TRADE				
UNQUOTED (AT COST)				
1 645 Equity Shares of Rs.10/- each fully paid up of Palam Motels Ltd. (Previous Year 645)			9.48	9.48
Sub Total			9.48	9.48
II) OTHERS				
(a) QUOTED (AT COST)				
1 9857140 Equity Shares of Rs.5/- each fully paid up of Nahar Spinning Mills Ltd. (Previous Year 8884637)		5696.26		5058.84
2 12058468 Equity Shares of Rs.5/- each fully paid up of Nahar Poly Films Ltd. (Previous Year 11364846)		2878.00		2729.91
3 9336745 Equity Shares of Rs.10/- each fully paid up of Nahar Industrial Enterprises Ltd.(Previous Year 9336745)		9973.88		9973.88



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

4	50 Equity Shares of Rs. 10/- each fully paid up of Malwa Cotton Spinning Mills Ltd(Previous Year 50)	0.02	0.02
5	169300 Equity Shares of Rs.10/-each fully paid up of PNB Gilts Limited (Previous Year 169300)	50.79	50.79
6	Nil Equity Shares of Rs.10/- each fully paid up of Punjab National Bank (Previous Year 19619)	0.00	105.80
7	227001 Equity Shares of Rs.10/- each fully paid up of Allahabad Bank (Previous Year 227001)	22.70	22.70
8	68000 Equity Shares of Rs.10/-each fully paid up of Uco Bank (Previous Year 60000)	9.84	7.20
9	20000 Equity Shares of Rs.10/-each fully paid up of Abhishek Industries Ltd. (Previous Year 20000)	5.95	5.95
10	4500 Equity Shares of Rs.10/- each fully paid up of Bharat Electronics Ltd. (Previous Year 4500)	71.66	71.66
11	205000 Equity Shares of Rs.10/-each fully paid up of Petronet LNG Ltd. (Previous Year 205000)	30.75	30.75
12	12000 Equity Shares of Rs.10/- each fully paid up of Bank of Maharashtra (Previous Year 12000)	2.76	2.76
13	25500 Equity Shares of Rs.10/-each fully paid up of Gas Authority of India Ltd. (Previous Year 25500)	36.92	36.92
14	7372 Equity Shares of Rs.1/-each fully paid up of Tata Consultancy Services Ltd. (Previous Year 3686)	15.66	15.66
15	590322 Equity Shares of Rs.10/-each fully paid up of Vardhman Acrylics Ltd. (Previous Year 500797)	53.51	48.89
16	Nil Equity Shares of Rs. 10/- each fully paid up of Rama Newsprint & Paper Ltd. (Previous Year 23327)	0.00	11.02
17	35000 Equity Shares of Rs.10/-each fully paid up of National Thermal Power Corporation Ltd. (Previous Year 35000)	53.79	53.79
18	36621 Equity Shares of Rs.10/- each fully paid up of LML Ltd. (Previous Year 36621)	9.83	9.83
19	Nil Equity Shares of Rs.5/- each fully paid up of Maruti Suzuki Ltd. (Previous Year 4000)	0.00	34.52
20	3965 Equity Shares of Rs.10/-each fully paid up of HDFC Bank Ltd. (Previous Year 3965)	22.17	22.17
21	30000 Equity Shares of Rs.10/- each fully paid up of Ispat Industries Ltd. (Previous Year 30000)	9.49	9.49
22	20000 0.01% Preference Shares of Rs.10/- each fully paid up of Ispat Industries Ltd. (Previous Year 20000)	6.33	6.33
23	9789 Equity Shares of Rs.10/- each fully paid up of Jindal Polyfilms Ltd. (Previous Year 9789)	35.24	35.24
24	20000 Equity Shares of Rs.10/- each fully paid up of Reliance Natural Resources Ltd. (Previous Year 20000)	31.25	31.25
25	4000 Equity Shares of Rs.10/- each fully paid up of Reliance Capital Ltd. (Previous Year 4000)	85.88	85.88
26	19000 Equity Shares of Rs.10/- each fully paid up of Canara Bank (Previous Year 13000)	51.07	34.64
27	3000 Equity Shares of Rs.2/- each fully paid up of Larsen & Toubro Ltd. (Previous Year 3000)	53.37	53.37
28	22284 Equity Shares of Rs.10/- each fully paid up of Reliance Power Ltd. (Previous Year 22284)	62.67	62.67



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29	Nil Equity Shares of Rs.10/- each fully paid up of Syndicate Bank Ltd. (Previous Year 5000)	0.00	2.50
30	Nil Equity Shares of Rs.10/- each fully paid up of Axis Bank Ltd. (Previous Year 5000)	0.00	38.57
31	3000 Equity Shares of Rs.10/- each fully paid up of ICICI Bank Ltd. (Previous Year 6000)	25.19	51.71
32	104500 Equity Shares of Rs.10/-each fully paid up Tata Teleservice Ltd. (Previous Year 104500)	33.04	33.04
33	2900 Equity Shares of Rs.10/- each fully paid up of CMC Ltd. (Previous Year 2900)	15.42	15.42
34	115000 Equity Shares of Rs.10/- each fully paid up of Industrial Finance Corporation of India (Previous Year 115000)	40.18	40.18
35	Nil Equity Shares of Rs.10/-each fully paid up of SI Group – India Ltd. (Previous Year 23000)	0.00	18.56
36	40000 Equity Shares of Rs.1/- each fully paid up of Pricol Ltd. (Previous Year 40000)	19.35	19.35
37	40000 Equity Shares of Rs.10/-each fully paid up of Power Grid Corporation of India Ltd. (Previous Year 40000)	49.80	49.80
38	4000 Equity Shares of Rs.10/- each fully paid up of Aarti Drugs Ltd. (Previous Year 4000)	4.54	4.54
39	15000 Equity Shares of Rs.10/-each fully paid up of Container Corporation of India Ltd. (Previous Year 29000)	8.10	292.02
40	46890 Equity Shares of Rs.2/-each fully paid up of Jaiprakash Associates Ltd. (Previous Year 31260)	100.76	100.76
41	85000 Equity Shares of Rs.10/-each fully paid up of Jaiprakash Hydro-Power Ltd. (Previous Year 85000)	61.78	61.78
42	145366 Equity Shares of Rs.10/-each fully paid up of NHPC Ltd. (Previous Year Nil)	54.08	0.00
43	20616 Equity Shares of Rs.10/-each fully paid up of Reliance Industries Ltd. (Previous Year 8500)	233.37	216.01
44	Nil Equity Shares of Rs.10/-each fully paid up of Reliance Petroleum Ltd. (Previous Year 28936)	0.00	17.36
45	3000 Equity Shares of Rs.10/-each fully paid up of State Bank of India (Previous Year 7208)	58.96	117.76
46	18000 Equity Shares of Rs.10/-each fully paid up of Tata Motors Ltd. (Previous Year 18000)	146.48	146.48
47	35839 Equity Shares of Rs.10/-each fully paid up of Vardhman Textiles Ltd. (Previous Year 35839)	106.52	106.52
48	9559 Equity Shares of Rs.10/-each fully paid up of Kingfisher Airlines Ltd. (Previous Year 9559)	11.04	11.04
49	10943 Equity Shares of Rs.2/- each fully paid up of Sterlite Industries Ltd. (Previous Year 10943)	97.47	97.47
50	8000 Equity Shares of Rs.2/- each fully paid up of DLF Ltd. (Previous Year 8000)	68.39	68.39
51	24172 Equity Shares of Rs.10/- each fully paid up of Idea Cellular Ltd. (Previous Year 24172)	26.33	26.33
52	5631 Equity Shares of Rs.10/- each fully paid up of Swaraj Mazda Ltd. (Previous Year 4081)	17.55	14.45
53	11000 Equity Shares of Rs.10/- each fully paid up of Reliance Infrastructure Ltd. (Previous Year 11000)	212.50	212.50



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

54	100000 Equity Shares of Rs.2/- each fully paid up of Shiva Cement Ltd. (Previous Year 100000)	19.23	19.23
55	150000 Equity Shares of Rs.1/- each fully paid up of Karuturi Networks Ltd. (Previous Year 150000)	38.85	38.85
56	1000 Equity Shares of Rs.10/- each fully paid up of Bharat Heavy Electricals Ltd. (Previous Year 6500)	22.10	148.54
57	15518 Equity Shares of Rs.5/- each fully paid up of Havell India Ltd. (Previous Year 15518)	103.11	103.11
58	30000 Equity Shares of Rs.10/- each fully paid up of J.K. Tyre and Industries Ltd. (Previous Year 30000)	47.12	47.12
59	5000 Equity Shares of Rs.10/- each fully paid up of Gremach Infrastructure Equipments and Projects Ltd. (Previous Year 5000)	17.49	17.49
60	14500 Equity Shares of Rs.10/- each fully paid up of Mundra Port & special economic Zone Ltd. (Previous Year 14500)	101.31	101.31
61	10000 Equity Shares of Rs.10/- each fully paid up of Oriental Bank of Commerce (Previous Year Nil)	25.49	0.00
62	200 6.85% Tax Free Bonds fully paid up of Rs.100000/- each of IIFCL (Previous Year Nil)	200.50	0.00
63	Nil, 6.6% Tax Free ARS Bonds Guaranteed by Government of India fully paid up of Rs.100/- each of UTI. (Previous Year 328251, 6.6% Tax Free)	0.00	328.25
64	30000.000 units of Rs.1000/- each fully paid up of Axis Treasury Advantage Fund (Inst.Growth Option), an open ended Income scheme. (Previous Year Nil units)	300.00	0.00
65	2000000.000 units of Rs.10/- each fully paid up of Tata SIP Fund Scheme II (Dividend Payout Option), a close ended scheme. (Previous Year 2000000.000 units)	200.00	200.00
66	1955990.220 units of Rs.10/-each fully paid up of Reliance Equity Advantage Fund (Dividend Payout Option), an open-ended Equity Fund. (Previous Year 1955990.220)	200.00	200.00
67	1500000.000 units of Rs.10/-each fully paid up of Birla Capital Protection Oriented Fund (Growth Option), a close ended scheme. (Previous Year 1500000.000)	150.00	150.00
68	1332107.794 units of Rs.10/- each fully paid up of Birla Sunlife Dynamic Bond Fund (Growth Option), an open ended Income Fund. (Previous Year Nil units)	200.00	0.00
69	1978219.800 units of Rs.10/-each fully paid up of Canara Robeco Dynamic Bond Fund (Growth Option), an open ended income fund. (Previous Year Nil)	200.00	0.00
70	542489.534units of Rs.10/- each fully paid up of ICICI Prudential Income Multiplier Fund (Growth Option),an open-ended income scheme. (Previous Year Nil)	99.00	0.00
71	1000000.000 units of Rs.10/-each fully paid up of Kotak Global Emerging Market Fund (Growth Option), a close ended scheme. (Previous Year 1000000.000)	100.00	100.00
72	520914.726 units of Rs.10/- each fully paid up of HDFC Core & Satellite Fund (Dividend Option), an open ended equity fund. (Previous Year Nil)	117.24	0.00
73	958224.385 units of Rs.10/- each fully paid up of IDFC Arbitrage Plus Fund (Dividend Option), an open ended scheme (Previous Year Nil)	100.33	0.00
74	3550000.000 units of Rs.10/- each fully paid up of Franklin Templeton Fixed Horizon Fund (Growth Option), a close-ended income scheme. (Previous Year 1000000.000 units)	355.00	100.00



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

75	975609.756 units of Rs.10/- each fully paid up of Fortis China India Fund, (Dividend Payout Option), an open ended equity fund. (Previous Year 975609.756)	100.00	100.00
76	787876.023 units of Rs.10/- each fully paid up Franklin Templeton India Smaller Companies Fund (Growth Option), an open ended equity Fund. (Previous Year 787876.023 units)	78.79	78.79
77	10000000.000 units of Rs.10/- each fully paid up of HDFC Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 22000000.000 units)	1000.00	2200.00
78	Nil units of Rs.10/- each fully paid up of Principal PNB Fixed Maturity Plan (Growth Option), a close ended income scheme. (Previous Year 5000000.000 units)	0.00	500.00
79	1000000.000 units of Rs.10/- each fully paid up of Religare Infrastructure Fund (Dividend Option), a Close-ended Equity Fund. (Previous Year 1000000.000)	100.00	100.00
80	4229.658 units of Rs.1017.7258 each fully paid up of Reliance Gold Exchange Traded Fund (Dividend Payout Option), an open ended gold fund. (Previous Year 9251.658)	43.05	94.16
81	13000000.000 units of Rs.10/- each fully paid up of Reliance Fixed Horizon Fund (Growth Option), a Close-ended income scheme (Previous Year 13169340.000 units)	1300.00	1316.93
82	1000000.000 units of Rs.10/- each fully paid up of Fidelity India Value Fund (Dividend Option), an open-ended Equity Fund (Previous Year Nil)	100.00	0.00
83	36703.282 units of Rs.10/- each fully paid up of JM Basic Fund (Growth Option), an Open-ended equity Fund. (Previous Year 36703.282)	12.50	12.50
84	649035.572 units of Rs.10/- each fully paid up of IDFC Enterprise Equity Fund, (Growth Option), an open ended equity Fund. (Previous Year 5000000.000 units)	64.90	500.00
85	489000.000 units of Rs.10/- each fully paid up of DSP Merrill Lynch Small and Midcap Fund (Dividend Option), an open ended equity Fund. (Previous Year 489000.000 units)	50.00	50.00
86	946657.733 units of Rs.10/- each fully paid up of Fidelity India Special Situation Fund (Dividend Option), an Open-ended equity Fund. (Previous Year 1178389.542 units)	120.00	150.00
87	8153.521 units of Rs.10/- each fully paid up of HDFC Prudence Fund (Growth Option), an Open-ended equity Fund. (Previous Year 8153.521)	12.50	12.50
88	38296.569 units of Rs.10/- each fully paid up of ICICI Prudential Infrastructure Fund (Growth Option), an Open-ended equity Fund. (Previous Year 38296.569)	12.50	12.50
89	Nil units of Rs.10/- each fully paid up of Tata Infrastructure Fund (Growth Option), an Open-ended equity Fund. (Previous Year 228125.351 units)	0.00	51.00
90	Nil units of Rs.10/- each fully paid up of Tata Capital Builder Fund (dividend Option), an Open-ended equity Fund. (Previous Year 1000000.000 units)	0.00	100.00
91	16435.971 units of Rs.10/- each fully paid up of Reliance Power Diversified Sector Fund (Growth Option), an Open-ended equity Fund. (Previous Year 16435.971)	12.50	12.50
92	2000000.000 units of Rs.10/- each fully paid up of Sundaram BNP Paribas Select Thematic Fund Energy Opportunities (Dividend Payout Option), a close ended equity Fund. (Previous Year 2000000.000)	200.00	200.00
93	1000000.000 units of Rs.10/- each fully paid up of UTI Wealth Builder Fund (dividend Option), a Close-ended scheme (Previous Year 1000000.000 units)	100.00	100.00
94	22606.315 units of Rs.1000/-each fully paid up of Templeton India Short Term	400.00	0.00



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

	Income Plan (Growth Option), an open-ended income scheme. (Previous Year Nil units)		
95	1000000.000 units of Rs.10/- each fully paid up of ING Global Real Estate Fund (Growth Option), an open-ended Debt Fund. (Previous Year 1000000.000)	100.00	100.00
96	1000000.000 units of Rs.10/- each fully paid up of Reliance Long Term Equity Fund (dividend Option), an open-ended equity Fund (Previous Year 1000000.000 units)	100.00	100.00
97	1000000.000 units of Rs.10/- each fully paid up of SBI One India Fund (dividend Option), an open ended equity Fund. (Previous Year 1000000.000 units)	100.00	100.00
98	2000000.000 units of Rs.10/- each fully paid up of Sundaram Fixed Term Plan (Growth Option), a Close-ended income scheme. (Previous Year 3000000.000 units)	200.00	300.00
99	Nil units of Rs.10/- each fully paid up of Franklin Templeton Capital Safety Fund (Growth Option), a close-ended income scheme. (Previous Year 3000000.000 units)	0.00	300.00
100	Nil units of Rs.10/-each fully paid up of Kotak Dynamic Asset Allocation (Growth Option), an open ended scheme. (Previous Year 1000000.000 units)	0.00	100.00
101	2000000.000 units of Rs.10/- each fully paid up of Birla Fixed Term Plan (Growth Option), a Close-ended income scheme. (Previous Year 1000000.000 units)	200.00	100.00
102	Nil units of Rs.10/- each fully paid up of Tata SIP Fund Scheme I (Dividend Option), a Close-ended income scheme. (Previous Year 1000000.000 units)	0.00	100.00
103	6000000.000 units of Rs.10/- each fully paid up of UTI Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 10000000.000 units)	600.00	1000.00
104	1000000.000 units of Rs.10/- each fully paid up of HSBC Unique Opportunities Fund (Dividend Option), an open-ended equity Fund. (Previous Year 1000000.000 units)	100.00	100.00
105	2000000.000 units of Rs.10/- each fully paid up of ICICI Prudential Real Estate Securities Fund (Growth Option), a close ended debt fund. (Previous Year 2000000.000)	200.00	200.00
106	2451078.922 units of Rs.10/- each fully paid up of Birla MIP II Savings 5 Plan (Growth Option), an Open-ended Income scheme. (Previous Year Nil units)	398.00	0.00
107	4000000.000 units of Rs.10/- each fully paid up of Kotak Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000 units)	400.00	200.00
108	1000000.000 units of Rs.10/- each fully paid up of L & T Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year Nil units)	100.00	0.00
109	793269.231 units of Rs.10/- each fully paid up of ICICI Prudential Equity & Derivative Fund Income Optimiser Plan (Growth Option), an open ended scheme. (Previous Year Nil units)	99.00	0.00
110	2000000.000 units of Rs.10/- each fully paid up of Kotak Indo Global Infrastructure Fund (Dividend Payout Option), an close ended fund. (Previous Year 2000000.000)	200.00	200.00
111	1000000.000 units of Rs.10/- each fully paid up of Fidelity Global Real Assets Fund (Growth Option), an open-ended Fund of Funds scheme. (Previous Year Nil units)	100.00	0.00
112	489953.479 units of Rs.10/- each fully paid up of Reliance Monthly Income Plan (Growth option), an open-ended income Scheme. (Previous Year Nil units)	99.00	0.00
113	586373.735 units of Rs.10/- each fully paid up of Reliance Regular Savings	99.50	0.00



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	Fund Balanced Plan (Dividend Option), an open-ended Balanced Fund. (Previous Year Nil units)		
114	1608462.403 units of Rs.10/- each fully paid up of Reliance Regular Savings Fund Debt Plan (Growth Option), an open-ended income Fund. (Previous Year Nil units)	199.00	0.00
115	526038.927 units of Rs.10/- each fully paid up of SBI Magnum Comma Fund (Dividend Option), an open-ended equity Fund. (Previous Year Nil units)	100.00	0.00
116	385001.674 units of Rs.10/- each fully paid up of SBI Magnum Balanced Fund (Dividend Option), an open-ended balanced Fund. (Previous Year Nil units)	115.00	0.00
117	197886.218 units of Rs.10/- each fully paid up of TATA Balanced Fund (Dividend Option), an open-ended balanced Fund. (Previous Year Nil units)	99.77	0.00
118	345564.651 units of Rs.10/- each fully paid up of Tata Infrastructure Fund (Dividend Option), an Open-ended equity Fund. (Previous Year Nil units)	75.19	0.00
119	977995.110 units of Rs.10/- each fully paid up of AIG Equity Fund (Dividend Option), an open-ended equity Fund. (Previous Year 977995.110 units)	100.00	100.00
120	1100000.000 units of Rs.10/- each fully paid up of DSP Merrill Lynch Micro Cap Fund (Growth Option), an open-ended equity Fund. (Previous Year 1100000.000 units)	110.00	110.00
121	1000000.000 units of Rs.10/- each fully paid up of HDFC Mid Cap Opportunities Fund (Dividend Option), an open-ended equity Fund. (Previous Year 1000000.000 units)	100.00	100.00
122	2000000.000 units of Rs.10/- each fully paid up of SBI Infrastructure Fund (Dividend Option), an open-ended equity Fund. (Previous Year 2000000.000 units)	200.00	200.00
123	1683653.065 units of Rs.10/- each fully paid up of HDFC Monthly Income Plan Long Term (Growth option), an open-ended income Scheme. (Previous Year Nil units)	351.22	0.00
124	1229792.964 units of Rs.10/- each fully paid up of HDFC Monthly Income Plan Short Term (Growth option), an open-ended income Scheme. (Previous Year Nil units)	200.00	0.00
125	4000000.000 units of Rs.10/- each fully paid up of DWS Fixed Term Fund Series 59 (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000 units)	400.00	400.00
126	4000000.000 units of Rs.10/- each fully paid up of ICICI Prudential Fixed Maturity Plan (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000 units)	400.00	200.00
127	1756474.122 units of Rs.10/- each fully paid up of HDFC Arbitrage Fund (Growth Option) an open-ended income scheme. (Previous Year Nil)	200.00	0.00
128	975609.760 units of Rs.10/- each fully paid up of Birla Sunlife International Equity Fund (Dividend Option) an open-ended Equity Fund. (Previous Year 975609.760)	100.00	100.00
129	2000000.000 units of Rs.10/- each fully paid up of Tata Indo Global Infrastructure Fund (Dividend Option) a close-ended Equity Fund. (Previous Year 2000000.000)	200.00	200.00
130	977995.110 units of Rs.10/- each fully paid up of Birla Sunlife Special Situation Fund (Dividend Option) an open ended Equity Fund. (Previous Year 977995.110)	100.00	100.00
131	Nil units of Rs.10/- each fully paid up of Fortis Fixed Term Plan Series 10 (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000)	0.00	200.00
132	Nil units of Rs.10/- each fully paid up of DSP Merrill Lynch Fixed Maturity Plan 12.5M S-1 (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000)	0.00	200.00
133	Nil units of Rs.10/- each fully paid up of Canara Robeco Fixed Maturity Plan-2 (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000)	0.00	400.00



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134	1920058.928 units of Rs.10/- each fully paid up of HDFC High Interest Fund (Growth Option) an open-ended income scheme (Previous Year 520735.695 units)	571.55	150.00
135	Nil units of Rs.10/- each fully paid up of HDFC High Interest Fund (Quarterly Dividend Reinvestment Option) an open-ended income scheme (Previous Year 1983520.027 units)	0.00	223.64
136	1244570.308 units of Rs.10/- each fully paid up of HDFC Income Fund (Growth Option) an open-ended income scheme (Previous Year 773323.436 units)	250.00	150.00
137	5000000.000 units of Rs.10/- each fully paid up of Tata Fixed Horizon Fund Series (Growth Option), a Close-ended income scheme. (Previous Year 4000000.000 units)	500.00	400.00
138	878251.304 units of Rs.10/- each fully paid up of SBI Magnum Income Fund (Dividend Payout Option) an open-ended income scheme (Previous Year 878251.304 units)	99.00	99.00
139	Nil units of Rs.10/- each fully paid up of SBI Debt Fund Series 370 Days (Growth Option), a Close-ended income scheme. (Previous Year 2000000.000 units)	0.00	200.00
140	550062.385 units of Rs.10/- each fully paid up of ICICI Prudential Short Term Plan (Dividend Reinvest Option) an open-ended income scheme (Previous Year 843452.286 units)	101.29	100.24
141	605559.466 units of Rs.10/- each fully paid up of HDFC Short Term Plan (Dividend Reinvest Option) an open-ended income scheme (Previous Year 985884.323 units)	104.74	101.81
142	1961986.940 units of Rs.10/- each fully paid up of Templeton India Income Opportunities Fund (Growth Option) an open-ended income scheme (Previous Year Nil units)	199.00	0.00
143	1000000.000 units of Rs.10/- each fully paid up of IDFC Hybrid Portfolio Fund S-I Fund (Growth Option) a close-ended income scheme (Previous Year Nil units)	100.00	0.00
144	362054.158 units of Rs.10/- each fully paid up of TATA Equity P/E Fund (Dividend Trigger A Option) an open-ended scheme (Previous Year Nil units)	134.04	0.00
145	100.000 units of Rs.100000/- each fully paid up ICICI Prudential Defined Tenure Series Index Linked Debentures Series 1 of ICICI Prudential Asset Management Company Ltd. Portfolio Management Services (Previous Year 100.000 units)	100.00	100.00
146	100.000 units of Rs.100000/- each fully paid up Birla Asset Linked Portfolio - Accelerator - Series 3 of Birla Asset Management Company Ltd. (Previous Year 100.000 units)	100.00	100.00
147	319.130 units of Rs.10/- each fully paid up Birla Sunlife Liquid Plus - Retail Growth Through Birla Asset Management Company Ltd. (Previous Year 319.130 units)	0.05	0.05
148	1441269.432 units of Rs.10/- each fully paid up of HDFC Cash Management Fund Treasury Advantage Plan Wholesale Daily Dividend Reinvest, an open ended scheme. (Previous Year 41054.190 units)	144.58	4.12
149	1081314.865 units of Rs.10/- each fully paid up of HDFC Cash Management Fund Savings Plan Daily Dividend Reinvest, an open ended scheme. (Previous Year Nil units)	115.01	0.00
150	200.000 units of Rs.100000/- each fully paid up secured redeemable Guaranteed Non Convertible Debentures of DSP Merrill Lynch Capital Ltd. (Previous Year 200.000)	200.00	200.00



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151	Nil units of Rs.1000000/- each fully paid up Non Convertible Debentures of DSP Merrill Lynch Capital-Cautions Series 2006/ak through DSP Merrill Lynch Portfolio Manager Ltd. (Previous Year 10.000 units)	0.00	100.00
152	Nil units of Rs.980000/- each fully paid up Index Linked Debentures of ICICI Prudential Asset Management Company Ltd. Portfolio Management Services (Previous Year 10.000)	0.00	102.00
153	1258.321 units of Rs.10/- each fully paid up of HSBC Cash Fund Institutional Daily Divided, an open-ended scheme through HSBC Portfolio Management Services (Previous Year 1235.157 units)	0.13	0.13

Investments through HDFC Portfolio Management Services

(HDFC Real Estate Portfolio-I)

154	2555169.836 units of Rs.10/- each fully paid up of HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend, an open ended scheme (Previous Year 2588346.053)	256.13	259.60
155	Nil units of Rs.10/- each fully paid up of HDFC Cash Management Fund Savings Growth, an open ended scheme (Previous Year 26659.178 units)	0.00	4.90

Investments through HDFC Portfolio Management Services (Equity PMS)

156	744 8.25% Secured Redeemable Non-Convertible Bonus Debentures of Rs.170/- each fully paid up of Britannia Industries Ltd. (Previous Year Nil units)	0.00	0.00
157	50690.641 units of Rs.10/- each fully paid up of HDFC Cash Management Fund Treasury Advantage Plan - Weekly Dividend, an open ended scheme (Previous Year Nil units)	5.08	0.00
158	2923 Equity Shares of Rs.10/- each of Tata Motors DVR A Ord (Previous Year Nil)	13.45	0.00
159	744 Equity Shares of Rs.10/- each of Britannia Industries Ltd. (Previous Year Nil)	12.21	0.00
160	5089 Equity Shares of Rs.2/- each of Crompton Greaves Limited. (Previous Year 4818)	1.17	3.99
161	Nil Equity Shares of Rs.5/-each of Infosys Technologies Ltd. (Previous Year 514)	0.00	8.28
162	3002 Equity Shares of Rs.1/- each of ITC Limited. (Previous Year 1429)	5.97	2.48
163	7659 Equity Shares of Rs.1/- each of Hindustan Construction Co. Ltd. (Previous Year Nil)	8.16	0.00
164	9450 Equity Shares of Rs.2/- each of Indiabulls Financial Services Ltd. (Previous Year Nil)	11.99	0.00
165	Nil Equity Shares of Rs.1/- each of HBL Nife Power Systems Ltd. (Previous Year 2171)	0.00	5.20
166	Nil Equity Shares of Rs.5/- each of Sun Pharmaceuticals Ltd. (Previous Year 503)	0.00	4.53
167	12316 Equity Shares of Rs.10/- each of Petronet LNG Ltd. (Previous Year Nil)	8.81	0.00
168	Nil Equity Shares of Rs.2/- each of Everest Kanto Cylinder Ltd. (Previous Year 3348)	0.00	7.09
169	8334 Equity Shares of Rs.2/- each of Geodesic Ltd. (Previous Year Nil)	9.11	0.00
170	3933 Equity Shares of Rs.10/- each of Savita Oil Technologies Ltd. (Previous Year 3933)	10.25	10.25



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171	Nil Equity Shares of Rs.5/- each of Himatsingka Seide Ltd. (Previous Year 9300)	0.00	12.00
172	Nil Equity Shares of Rs.10/- each of Procter & Gamble India Ltd. (Previous Year 1395)	0.00	11.91
173	Nil Equity Shares of Rs.1/- each of Asahi India Safety Glass Ltd. (Previous Year 9000)	0.00	7.93
174	4095 Equity Shares of Rs.10/- each of Videocon Industries Ltd. (Previous Year Nil)	9.93	0.00
175	Nil Equity Shares of Rs.10/- each of State Bank of India (Previous Year 299)	0.00	4.96
176	5890 Equity Shares of Rs.2/- each of Jaiprakash Associates Ltd. (Previous Year Nil)	9.25	0.00
177	Nil Equity Shares of Rs.2/- each of Blue Star Ltd. (Previous Year 2722)	0.00	8.89
178	Nil Equity Shares of Rs.2/- each of United Phosphorous Ltd. (Previous Year 7056)	0.00	11.84
179	Nil Equity Shares of Rs.1/- each of Tata Consultancy Services Ltd. (Previous Year 1156)	0.00	5.66
180	870 Equity Shares of Rs.10/- each of ICICI Bank Ltd. (Previous Year 1574)	4.15	8.99
181	4932 Equity Shares of Rs.1/- each of Zee News Ltd. (Previous Year 13844)	2.22	5.55
182	Nil Equity Shares of Rs.10/- each of Bank of Baroda (Previous Year 1873)	0.00	3.78
183	Nil Equity Shares of Rs.10/- each of Bharat Petroleum Corporation Ltd. (Previous Year 977)	0.00	3.29
184	5212 Equity Shares of Rs.5/- each of Reliance Communication Ltd. (Previous Year 2100)	11.94	3.34
185	Nil Equity Shares of Rs.2/- each of HCL Technologies Ltd. (Previous Year 3039)	0.00	3.19
186	Nil Equity Shares of Rs.1/- each of Zee Entertainment Enterprises Ltd. (Previous Year 2892)	0.00	2.82
187	Nil Equity Shares of Rs.1/- each of Dish TV India Ltd. (Previous Year 12208)	0.00	2.68
188	Nil Equity Shares of Rs.2/- each of Pantaloon Retail India Ltd. (Previous Year 1676)	0.00	3.52
189	1530 Equity Shares of Rs.10/- each of The Jammu and Kashmir Bank Ltd. (Previous Year 739)	5.92	2.52
190	7719 Equity Shares of Rs.2/- each of Suzlon Energy Ltd. (Previous Year 5456)	4.36	2.29
191	4788 Equity Shares of Rs.5/- each of Bharti Airtel Ltd. (Previous Year 318)	17.88	1.79
192	Nil Equity Shares of Rs.10/- each of Axis Bank Ltd. (Previous Year 226)	0.00	1.41
193	7696 Equity Shares of Rs.10/- each of Parsvnath Developers Ltd. (Previous Year Nil)	9.32	0.00
194	1401 Equity Shares of Rs.10/- each of Mind Tree Ltd. (Previous Year Nil)	7.36	0.00
195	15318 Equity Shares of Rs.1/- each of Electrosteel Castings Ltd. (Previous Year Nil)	6.88	0.00



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196	956 Equity Shares of Rs.10/- each of Reliance Capital Ltd. (Previous Year Nil)	8.90	0.00
197	9563 Equity Shares of Rs.5/- each of Ansal Properties and Infrastructure Ltd. (Previous Year Nil)	5.45	0.00
198	567 Equity Shares of Rs.10/- each of Reliance Infrastructure Ltd. (Previous Year Nil)	6.57	0.00
199	4732 Equity Shares of Rs.2/- each of India Infoline Ltd. (Previous Year Nil)	6.70	0.00
Investments through Prudential ICICI Portfolio Management Services			
200	7791.000 units of Rs.10/- each fully paid up of Prudential ICICI Liquid Super Inst. Plan (Dividend Weekly Option), An open ended scheme (Previous Year 205618.000 units)	7.80	20.58
201	9165.000 units of Rs.10/- each fully paid up of Prudential ICICI Liquid Super Inst. Plan (Growth Option), An open ended scheme. (Previous Year 48996.000 units)	12.43	6.31
202	Nil Equity Shares of Rs.10/- each of ABG Shipyard Ltd. (Previous Year 936)	0.00	2.33
203	1238 Equity Shares of Rs.1/- each of Balrampur Chini Mills Ltd. (Previous Year Nil)	1.73	0.00
204	115 Equity Shares of Rs.10/- each of Bharat Heavy Electricals Ltd. (Previous Year 198)	0.00	0.63
205	356 Equity Shares of Rs.10/- each of BEML Ltd. (Previous Year Nil)	3.99	0.00
206	1717 Equity Shares of Rs.10/- each of CEAT Ltd. (Previous Year Nil)	2.53	0.00
207	772 Equity Shares of Rs.10/- each of Century Textiles Ltd. (Previous Year Nil)	3.91	0.00
208	1253 Equity Shares of Rs.2/- each of CIPLA Ltd. (Previous Year Nil)	3.73	0.00
209	3341 Equity Shares of Rs.10/- each of Dena Bank Ltd. (Previous Year Nil)	2.79	0.00
210	Nil Equity Shares of Rs.5/- each of Reliance Communication Ltd. (Previous Year 1398)	0.00	5.19
211	Nil Equity Shares of Rs.10/- each of Sadbhav Engineering Ltd. (Previous Year 496)	0.00	3.48
212	741 Equity Shares of Rs.2/- each of DLF Ltd. (Previous Year Nil)	2.42	0.00
213	749 Equity Shares of Rs.10/- each of HDIL (Previous Year Nil)	1.78	0.00
214	167 Equity Shares of Rs.2/- each of Hero Honda Motors Ltd. (Previous Year Nil)	2.72	0.00
215	Nil Equity Shares of Rs.10/- each of TRF Ltd. (Previous Year 77)	0.00	0.79
216	964 Equity Shares of Rs.10/- each of Hindustan Petroleum Ltd. (Previous Year Nil)	3.10	0.00
217	1390 Equity Shares of Rs.10/- each of Infinite Computer Solutions India Ltd. (Previous Year Nil)	2.68	0.00
218	Nil Equity Shares of Rs.10/- each of Adhunik Metaliks Ltd. (Previous Year 3042)	0.00	4.57
219	2559 Equity Shares of Rs.2/- each of Jyoti Structure Ltd.	4.41	0.00



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	(Previous Year Nil)		
220	253 Equity Shares of Rs.10/- each of Lupin Ltd. (Previous Year Nil)	3.45	0.00
221	569 Equity Shares of Rs.10/- each of MPHASIS BFL Ltd. (Previous Year Nil)	4.00	0.00
222	1326 Equity Shares of Rs.2/- each of Phoenix Mills Ltd. (Previous Year Nil)	2.86	0.00
223	Nil Equity Shares of Rs.5/- each of Bharti Airtel Ltd. (Previous Year 773)	0.00	4.91
224	408 Equity Shares of Rs.10/- each of Reliance Industries Ltd. (Previous Year Nil)	3.54	0.00
225	363 Equity Shares of Rs.10/- each of Reliance Infrastructure Ltd. (Previous Year Nil)	4.48	0.00
226	1472 Equity Shares of Rs.1/- each of Shree Renuka Sugars Ltd. (Previous Year Nil)	1.54	0.00
227	843 Equity Shares of Rs.10/- each of Shriram Transport Finance Company Ltd. (Previous Year Nil)	2.87	0.00
228	Nil Equity Shares of Rs.10/- each of Jammu & Kashmir Bank Ltd. (Previous Year 563)	0.00	2.86
229	1708 Equity Shares of Rs.10/- each of South India Bank Ltd. (Previous Year Nil)	2.87	0.00
230	196 Equity Shares of Rs.5/- each of Maruti Suzuki Ltd. (Previous Year Nil)	2.75	0.00
231	7487 Equity Shares of Rs.10/- each of Spicejet Ltd. (Previous Year Nil)	2.89	0.00
232	342 Equity Shares of Rs.2/- each of Sterlite Industries Ltd. (Previous Year Nil)	2.64	0.00
233	515 Equity Shares of Rs.1/- each of Tata Consultancy Services Ltd. (Previous Year Nil)	3.66	0.00
234	2045 Equity Shares of Rs.10/- each of PSL Ltd. (Previous Year 370)	2.38	1.35
235	394 Equity Shares of Rs.10/- each of Tata Motors Ltd. (Previous Year Nil)	1.87	0.00
236	636 Equity Shares of Rs.10/- each of Tata Motors Ltd. -DVR (Previous Year Nil)	2.58	0.00
237	170 Equity Shares of Rs.10/- each of State Bank of India Ltd. (Previous Year 349)	4.00	5.95
238	Nil Equity Shares of Rs.2/- each of Tanla Solutions Ltd. (Previous Year 865)	0.00	2.80
239	5594 Equity Shares of Rs.1/- each of TVS Motor Co.Ltd. (Previous Year Nil)	3.31	0.00
240	2368 Equity Shares of Rs.1/- each of Voltas Ltd. (Previous Year Nil)	4.39	0.00
241	716 Equity Shares of Rs.10/- each of ICICI Bank Ltd. (Previous Year 707)	4.07	2.92
242	Nil Equity Shares of Rs.5/- each of Infosys Technologies Ltd. (Previous Year 95)	0.00	1.65
243	Nil Equity Shares of Rs.10/- each of Reliance Industries Ltd. (Previous Year 353)	0.00	7.03



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244	Nil Equity Shares of Rs.10/- each of Champagne Indage Ltd. (Previous Year 905)	0.00	3.64
245	Nil Equity Shares of Rs.1/- each of KRBL Ltd. (Previous Year 2167)	0.00	3.60
246	Nil Equity Shares of Rs.2/- each of Dishman Pharma & Chemicals Ltd. (Previous Year 1012)	0.00	2.96
247	122 Equity Shares of Rs.2/- each of Larsen & Toubro Ltd. (Previous Year 370)	0.00	0.09
248	1720 Equity Shares of Rs.1/- each of ITC Ltd. (Previous Year 1205)	3.32	2.06
249	Nil Equity Shares of Rs.10/- each of Tech Mahindra GA. (Previous Year 535)	0.00	4.42
250	Nil Equity Shares of Rs.10/- each of NIIT Technologies Ltd. (Previous Year 2200)	0.00	2.95
251	279 Equity Shares of Rs.10/- each of Tata Power Company Ltd. (Previous Year 198)	2.46	1.42
252	Nil Equity Shares of Rs.1/- each of Adani Enterprises Ltd. (Previous Year 654)	0.00	1.69
253	Nil Equity Shares of Rs.10/- each of Axis Bank Ltd. (Previous Year 514)	0.00	2.19
254	Nil Equity Shares of Rs.10/- each of Bajaj Auto Ltd. (Previous Year 87)	0.00	0.29
255	Nil Equity Shares of Rs.10/- each of Federal Bank Ltd. (Previous Year 1277)	0.00	1.95
256	Nil Equity Shares of Rs.10/- each of ICRA (Previous Year 281)	0.00	1.19
257	Nil Equity Shares of Rs.10/- each of Indraprastha Gas Ltd. Previous Year 1639)	0.00	1.79
258	Nil Equity Shares of Rs.2/- each of IVRCL Infra and Projects Ltd. (Previous Year 994)	0.00	1.46
259	127 S & P Nifty Option 3000 PUT April 2010 (Previous Year 109)	6.64	0.11
260	Nil Equity Shares of Rs.10/- each of Power Trading Corporation Ltd. (Previous Year 2112)	0.00	1.44
261	Nil Equity Shares of Rs.10/- each of Punjab National Bank (Previous Year 459)	0.00	2.06
262	Nil Equity Shares of Rs.10/- each of Rural Electrification Corporation Ltd. (Previous Year 2001)	0.00	1.24
263	Nil Equity Shares of Rs.5/- each of Sun Pharmaceuticals Industries Ltd. (Previous Year 156)	0.00	1.61
264	Nil Equity Shares of Rs.10/- each of Tata Chemicals Ltd. (Previous Year 909)	0.00	1.45
	Sub Total	36416.97	35287.88
	(b) UNQUOTED (AT COST)		
1	2250000 Equity Shares of Rs.10/- each fully paid up of Oswal Woollen Mills Ltd. (Previous Year 2250000)	75.00	75.00
2	250000 Equity Shares of Rs.10/-each fully paid up of Nimbua Greenfield (Punjab) Ltd. (Previous Year 250000)	25.00	25.00
3	748250 Equity Shares of Rs.1/- each fully paid up of Delhi Stock Exchange Ltd. (Previous Year 748250)	523.77	523.77



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4	5000 Equity Shares of Rs.10/- each fully paid up of Essar Steel Ltd. (Previous Year 5000)	3.34	3.34
5	100000.000 units of Rs.100/- each of ICICI Venture India Advantage III, a Real Estate Fund through Prudential ICICI Portfolio Management Services Ltd. (Previous Year 87000.000 units)	100.00	87.00
6	16000.000 units of Rs.1000/- each of Kotak India Venture Fund I, Life Sciences & Biotech Fund through Kotak Mahindra Bank Ltd. (Previous Year 16000)	56.00	56.00
7	10.000 units of Rs.1000000/- each fully paid up Non Convertible Debentures of Citicorp Finance (India) Limited (Previous Year 10.000)	100.00	100.00

Investments through HDFC Portfolio Management Services (HDFC Real Estate Portfolio-I)

8	21100 Equity Shares each fully paid up of Ansal Hi-Tech Townships (Previous Year 21100)	18.62	18.62
9	2503 Preference Shares each fully paid up of Ananta Landmarks Pvt. Ltd. (Previous Year 2503)	25.03	25.03
10	409 Preference Shares each fully paid up of Neo Pharma Pvt. Ltd. (Previous Year 409)	4.09	4.09
11	10484 Equity Shares each fully paid up of Ananta Landmarks Pvt. Ltd. (Previous Year 10484)	1.05	1.05
12	37229.000 units of Debenture each fully paid up of Ansal Hi-Tech Townships Ltd. (Previous Year 37229.000)	37.23	37.23
13	17385.000 units of Debenture-I each fully paid up of Nilkanth Tech Park Pvt. Ltd. (Previous Year 17385.000)	17.39	17.39
14	14300.000 units of Debenture-II each fully paid up of Nilkanth Tech Park Pvt. Ltd. (Previous Year 14300.000)	14.30	14.30
15	3951.000 units of Debenture-III each fully paid up of Nilkanth Tech Park Pvt. Ltd. (Previous Year 3951.000)	3.95	3.95
16	3732.000 units of Debenture-IV each fully paid up of Nilkanth Tech Park Pvt. Ltd. (Previous Year 3732.000)	3.73	3.73
17	1164 Equity Shares each fully paid up of Runwal Homes Pvt. Ltd. (Previous Year Nil)	16.86	0.00
18	3333.000 units of Debenture each fully paid up of Atithi Building Commodities Pvt. Ltd. (Previous Year Nil)	33.33	0.00
19	876 Preference Shares each fully paid up of BCC Infrastructure Pvt. Ltd. (Previous Year Nil)	0.09	0.00
20	85 Equity Shares each fully paid up of Godrej Estate Developers Pvt. Ltd. (Previous Year Nil)	15.61	0.00
21	331 Equity Shares each fully paid up of Godrej Sea View Properties Pvt. Ltd. (Previous Year Nil)	7.43	0.00
22	1454 Equity Shares each fully paid up of Nitesh Housing Developers Pvt. Ltd. (Previous Year Nil)	5.18	0.00
23	780 Equity Shares each fully paid up of Total Environment Projects I Pvt. Ltd. (Previous Year Nil)	0.08	0.00
24	311 Equity Shares each fully paid up of VBHDC Bangalore Value Homes Pvt. Ltd. (Previous Year Nil)	0.03	0.00
25	305 Equity Shares each fully paid up of BCC Infrastructure Pvt.Ltd. (Previous Year Nil)	0.03	0.00



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26	38779.000 units of Debenture each fully paid up of Runwal Homes Class A (Previous Year Nil)	38.78	0.00
27	2441.000 units of Debenture each fully paid up of Aristo Realtors Pvt. Ltd. (Previous Year Nil)	24.41	0.00
28	17703.000 units of Debenture each fully paid up of Total Environment Projects-I (Previous Year Nil)	17.70	0.00
29	17577.000 units of Debenture each fully paid up of Runwal Homes Class B (Previous Year Nil)	17.58	0.00
30	13708.000 units of Debenture each fully paid up of Total Environment Building Pvt. Ltd. (Previous Year Nil)	13.71	0.00
31	11983.000 units of Debenture each fully paid up of Kanakia Builders Pvt. Ltd. (Previous Year Nil)	11.98	0.00
32	8219.000 units of Debenture each fully paid up of Total Environment Building Pvt. Ltd.-II (Previous Year Nil)	8.22	0.00
33	7114.000 units of Debenture each fully paid up of Nitesh Housing Developers Pvt. Ltd.-II (Previous Year Nil)	7.11	0.00
34	8570.000 units of Debenture each fully paid up of BCC Infrastructure Pvt. Ltd. (Previous Year Nil)	8.57	0.00
35	6858.000 units of Debenture each fully paid up of Total Environment Building Pvt. Ltd.-III (Previous Year Nil)	6.86	0.00
36	635.000 units of Debenture each fully paid up of Aristo Realtors Pvt. Ltd.-III (Previous Year Nil)	6.35	0.00
37	7460.000 units of Debenture each fully paid up of ATS Apartments Pvt. Ltd.-II (Previous Year Nil)	7.46	0.00
38	7010.000 units of Debenture each fully paid up of ATS Apartments Pvt. Ltd.-I (Previous Year Nil)	7.01	0.00
39	6849.000 units of Debenture each fully paid up of VBHDC Bangalore Value Homes Pvt. Ltd. (Previous Year Nil)	6.85	0.00
40	5126.000 units of Debenture each fully paid up of Nitesh Housing Developers Pvt. Ltd.-III (Previous Year Nil)	5.13	0.00
41	482.000 units of Debenture each fully paid up of Atithi Building Commodities Pvt. Ltd.-II (Previous Year Nil)	4.82	0.00
42	5689.000 units of Debenture each fully paid up of Nitesh Land Holding Pvt. Ltd. (Previous Year Nil)	5.69	0.00
43	446.000 units of Debenture each fully paid up of Aristo Realtors Pvt. Ltd.-II (Previous Year Nil)	4.46	0.00
44	3374.000 units of Debenture each fully paid up of Nitesh Housing Developers Pvt. Ltd.- IV (Previous Year Nil)	3.37	0.00
45	1996.000 units of Debenture each fully paid up of Nitesh Housing Developers Pvt. Ltd. -I (Previous Year Nil)	2.00	0.00
46	586.000 units of Debenture each fully paid up of Total Environment Projects Pvt. Ltd.-II (Previous Year Nil)	0.59	0.00
	Sub Total	1295.79	995.50
	TOTAL	37722.23	36292.86
	Book Value of Quoted Investments	36416.97	35287.88
	Book Value of Unquoted Investments	1305.26	1004.98
	Market Value of Quoted Investments	35700.55	21843.22



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PARTICULARS	CURRENT YEAR		PREVIOUS PERIOD (9 MONTHS)	
	01.04.2009 TO 31.03.2010		01.07.2008 TO 31.03.2009	
	AMOUNT	TOTAL	AMOUNT	TOTAL
7. CASH & BANK BALANCES				
i) Cash in Hand		0.44		0.04
ii) With Scheduled Banks in Current Accounts		26.59		2.87
iii) With Scheduled Banks in Dividend Accounts		13.17		12.13
iv) Cheques in Hand		28.04		0.00
v) Fixed Deposit Account		2952.14		4373.99
		3020.38		4389.03
8. LOANS AND ADVANCES				
(Unsecured Considered good unless otherwise stated)				
a) Loan/Deposits with other Bodies Corporate		0.00		150.00
b) Advances Recoverable is in cash or in kind or for value to be received in current a/c		399.21		353.53
c) Advance Taxes		315.99		198.03
		715.20		701.56
9. CURRENT LIABILITIES				
Sundry Creditors (due to Micro, Small and Medium enterprises - Nil)		1.48		4.63
Expenses Payable		2.37		6.63
Due to Director's		6.69		0.00
Dividend Payable		13.17		12.13
Tax Deducted at Source Payable		4.01		1.48
Other Liabilities		4.96		3.60
Cheques Issued but not presented		1.73		0.00
Statutory Liabilities		0.003		0.003
		34.41		28.47
10. PROVISIONS				
Proposed Dividend		251.19		83.73
Tax on Proposed Dividend		41.72		14.23
Provisions for Taxation		330.00		117.00
		622.91		214.96
11. OPERATING/OTHER INCOME				
Gain/Loss from Trading of Shares/Securities				
Sale of securities	1490.01		1436.12	
Add - Closing Stock	699.34		547.76	
Less - Purchases	-1251.79		-1386.40	
Less - Opening Stock	-547.76	389.80	-854.36	-256.88
Dividend Income				
On Trade Investment	0.00		0.00	
On Other Investment	387.33	387.33	376.08	376.08
Income from Unit Trust of India				
Interest on Bonds		0.00		16.25
Interest Income-Gross		651.75		217.97
(Tax Deducted at Source Rs.7793528)				
(Previous Year Rs.2498707)				
Profit/Loss on Sale of Investment				
Profit on Sale of Investment	1251.71		1311.97	
Less : Loss on Sale of Investment	-175.68	1076.03	-163.44	1148.53
Other Income				
Misc. Income		0.00		0.09
Previous Year Exp. Written Back		0.20		0.76
		2505.11		1502.80



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PARTICULARS	CURRENT YEAR		PREVIOUS PERIOD (9 MONTHS)	
	01.04.2009 TO 31.03.2010		01.07.2008 TO 31.03.2009	
	AMOUNT	TOTAL	AMOUNT	TOTAL
12. PERSONAL EXPENSES				
Salary		22.67		14.05
House Rent Allowance		5.39		3.99
Bonus, Exgratia & Leave with wages		2.50		1.70
Management Allowance		0.96		0.45
Festival Expenses		0.09		0.08
Medical Reimbursement		1.18		1.00
Group Gratuity Scheme		0.78		0.58
Labour Welfare Fund		0.002		0.003
		<u>33.57</u>		<u>21.85</u>
13. FINANCIAL EXPENSES				
Interest to Others		2.00		1.93
Interest to Bank (OD A/C)		0.23		0.00
Bank Commission		0.06		0.04
		<u>2.29</u>		<u>1.97</u>
14. ADMINISTRATIVE EXPENSES				
Legal & Professional Expenses		40.34		45.74
Fees & Taxes		0.01		0.01
Subscription		0.62		0.26
Printing & Stationery		1.86		0.71
Postage, Telegram & Internet Expenses		1.97		0.85
AGM Expenses		0.35		0.23
Conveyance		2.70		1.64
Insurance		0.01		0.01
Telephone Expenses		1.32		1.16
Domestic Travelling Expenses - Others		0.29		0.03
Rent		1.50		1.08
Miscellaneous Expenses		0.01		0.10
Director's Sitting Fee		1.08		0.54
Newspaper Books & Periodicals		0.00		0.02
General Repair & Maintainace		0.00		0.012
Security Transaction Tax		7.59		3.43
Portfolio Management Expenses		0.74		0.64
Advertisement		0.96		1.48
Director's Remuneration		105.00		0.00
AUDITOR'S REMUNERATION				
As Audit Fee	0.59		0.39	
As Tax Audit Fee	0.16		0.15	
As Certification Charges	0.15	0.90	0.08	0.62
		<u>167.26</u>		<u>58.59</u>
15. OTHER EXPENSES				
Preliminary Expenses Written off		1.73		1.30
Previous Year Expenses		0.65		0.70
Amount Rounded Off		0.00		0.00
		<u>2.38</u>		<u>2.00</u>



16. NOTES ON ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES:

i. ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards and relevant presentation requirements of the Companies Act, 1956.

ii. INVESTMENT

- Investments are classified into Current Investments and long-term investments.
- Current Investments are valued category wise at book value or fair value, whichever is lower.
- Long Term Investments are stated at cost. Diminution in value of investments if any is not considered because of temporary nature.

iii. STOCK-IN-TRADE

Stock in Trade is valued category wise at cost or fair value, whichever is lower.

iv. REVENUE RECOGNITION

Income from Investments

Dividend Income is recognized when the company's right to receive payment is established. Profit/Loss on Sale of Investments is considered at the time of sale/redemption.

Interest Income

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

v. FIXED ASSETS AND DEPRECIATION

Tangible assets are stated at cost less accumulated depreciation. Cost of acquisition is inclusive of freight, duties, taxes and other incidental expenses.

Depreciation is charged on Straight Line basis, as per rates specified in Schedule XIV of the Companies Act, 1956.

vi. ACCOUNTING FOR TAXES ON INCOME

Provision for Taxation for the year comprises of current taxes and deferred tax. Current Taxes consists of Income Tax payable on the current year income. Deferred Tax is calculated for timing differences.

vii. IMPAIRMENT OF ASSETS

At each balance sheet date, an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

viii. PROVISIONS AND CONTINGENT LIABILITIES

- Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation, if:
 - The company has a present obligation as a result of a past event,
 - A probable outflow of resources embodying economic benefits is expected to settle the obligation and
 - The amount of the obligation can be reliably estimated
- Contingent liability is disclosed in the case of:
 - A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
 - A possible obligation, unless the probability of outflow in settlement is remote.
- Re-imbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the re-imbursement will be received

ix. RETIREMENT BENEFITS

Gratuity

The Company has taken a Group Gratuity Policy from LIC of India to discharge its liability for Gratuity. The calculation of premium under the policy is made on the basis of actuarial valuation done by LIC.

- Material events occurring after the balance sheet date are taken into cognizance.
- The accounts of the company have been prepared on going concern basis.
- Prior period extraordinary changes in accounting policies, having material effect on the financial affairs of the Company (if any) are disclosed.

2. Contingent liabilities not provided for

	As at 31.03.2010 (In Lacs)	As at 31-03-2009 (In Lacs)
a) Bank Guarantees and Letters of Credit outstanding	--	--
b) Claims not acknowledged as debts	--	--



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3. Estimated amount of contracts remaining to be Executed on Capital Account (Net of Advances) **712.41** 1322.84
4. In the opinion of the board, the value of Current Assets, Loans and Advances have a value in the ordinary course of business at least equal to that stated in the balance sheet except in case of those shown as doubtful.
5. Last year the Board has decided to change the Accounting year from 30th June to 31st March. As such previous Accounting year is of Nine months i.e. from 1st July 2008 to 31st March 2009 and hence the previous year figures are not comparable with the current year figures.
6. Detail of transactions entered into with related parties during the period as required by Accounting Standard 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are as under:

(Rs. in lacs)

Particular	Associates		Key Management Personnel (KMP)		Relative of Key Management Personnel		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Inter Corporate Loan Received	0.00	1257.18	0.00	0.00	0.00	0.00	0.00	1257.18
Loan Repaid	1257.18	0.00	0.00	0.00	0.00	0.00	1257.18	0.00
Interest Paid	1.99	1.93	0.00	0.00	0.00	0.00	1.99	1.93
Director's Sitting Fee	0.00	0.00	0.16	0.12	0.00	0.00	0.16	0.12
Rent	1.50	1.08	0.00	0.00	0.00	0.00	1.50	1.08
Managerial Remuneration/Perquisites	0.00	0.00	105.05	0.00	0.00	0.00	105.05	0.00
Balance Receivable	0.23	0.00	0.00	0.00	0.00	0.00	0.23	0.00
Balance Payable	0.32	1258.94	6.69	0.12	0.00	0.00	7.01	1259.06

Note:

***Associates and Related Parties**

Nahar Spinning Mills Ltd., Nahar Polyfilms Ltd., Nahar Industrial Enterprises Ltd., Oswal Woollen Mills Ltd., Cotton county Retail Ltd., Vanaik Spinning Mills Ltd., Abhilash Growth Fund (P) Ltd., Atam Vallabh Financers Ltd., Bermuda Insurance Brokers Pvt. Ltd., Kovalam Investments & Trading Co. Ltd., Ludhiana Holdings Ltd, Monica Growth Fund (P) Ltd., Nagdevi Trading & Investment Co. Ltd., Nahar Growth Fund (P) Ltd., Neha Credit & Investment (P) Ltd., Ogden Trading & Investment Co. (P) Ltd, Palam Motels Ltd, Crown Stars Ltd., Ruchika Growth Fund (P) Ltd., Sankeshwar Holding Co. Ltd., Vanaik Investors Ltd, Vardhman Investments Ltd., J.L.Growth Fund Ltd., Jawahar Lal & Sons

Key Management Personnel

Sh. Jawahar Lal Oswal, Sh. Dinesh Oswal and Sh. Kamal Oswal

Relatives of Key Management Personnel

Mrs. Abhilash Oswal, Mrs.Ruchika Oswal, Mrs.Manisha Oswal, Mrs.Ritu Oswal and Mrs.Monika Oswal

" Associates includes the Companies in which the Key Management Personnel or their relatives have significant influence, also includes enterprises with whom no transaction has taken place during the period.

7. As per Accounting Standard 20 of the Institute of Chartered Accountants of India, Earning Per Share, is calculated below: -

EPS- Basic And Diluted

	Current Year	Previous Period (9 Months)
	01.04.2009 to 31.03.2010	01.07.2008 to 31.03.2009
Profit after Tax (Rs. In Lacs)	1970.81	1301.37
Number of Shares Issued	16746167	16746167
Earning Per Share (Face Value of Rs.5/- per share)	11.77	7.77

8. The Company is liable to pay tax as per provisions of Section 115JB of the Income Tax Act, 1961. In accordance with the provisions of Section 115JAA of the said Act, the Company is entitled to take credit of the tax paid under Section 115JB of the said Act. However, such credit has not been recognized in the financial statements, as there is no convincing evidence available that the Company will be paying tax as per normal provisions of the said Act, during the period for which MAT Credit can be carried forward, Hence no Deferred Tax Asset has been created.
9. The Institute of Chartered Accountants of India has issued an Accounting Standard (AS)-28 on impairment of assets, which is mandatory for the accounting periods commencing on or after 1st April 2004. In accordance with the said Standard, the company has assessed as on date of applicability of the aforesaid Standard and as well as on Balance Sheet date, whether there are any indications (listed in paragraphs 8 to 10 of the Standards) with regard to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the book of account.



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10. The disclosure requirements of Accounting Standards AS-17 are not applicable as the main activity of the Company fall under single segment i.e. Investment Activities.

11. The employee's gratuity fund scheme is managed by LIC. The following tables set out the funded status of the gratuity plan recognized in the Company's financial statement as at 31.03.2010.

	(Rs. in Lacs)	
	Current Year	Previous Period
a. Assumptions		
Discount Rate	8.0%	7.0%
Salary Escalation	7.0%	7.0%
Mortality Table (LIC)	1994-96 (Ultimate)	1994-96 (Ultimate)
b. Reconciliation of Opening and Closing balances of defined benefit obligation.		
Present value of obligations as at beginning of year	5.68	5.10
Interest Cost	0.39	0.00
Current Service Cost	0.96	0.77
Benefit Paid	--	--
Actuarial (gain)/Loss on obligation	(0.12)	(0.19)
Present value of obligation as at end of year	6.91	5.68
c. Reconciliation of opening and closing balances of fair value of plan assets		
Fair value of plan assets at beginning of year	1.53	1.44
Expected return on plan assets	0.53	0.09
Contributions	6.75	--
Benefit Paid	--	--
Actuarial Gain/(Loss) on Plan Assets	NIL	NIL
Fair Value of Plan assets at the end of year	8.82	1.53
d. Reconciliation of fair value of assets and obligations		
Present value of obligations as at the end of year	6.90	5.68
Fair value of plan assets as at the end of the year	8.82	1.53
Net Assets/(Liability) recognized in the Balance Sheet	1.91	4.15
e. Expenses Recognized in statement of Profit & Loss		
Current Service Cost	0.96	0.77
Interest Cost	0.39	--
Expected Return on plan assets	(0.53)	--
Net Actuarial (gain)/Loss recognized	(0.12)	(0.19)
Expenses recognized in statement of Profit & Loss	0.69	0.58

12. MANAGERIAL REMUNERATION

The Computation of net profit under section 198 read with section 349 of the Companies Act, 1956, for the purpose of remuneration payable to Managing Director, Chairman & Executive Directors are given below:-

Particulars	Current Year	Previous Period
Net Profit before Taxation	2299.58	-
Add: Managerial Remuneration	105.05	-
Net Profit U/S 349 of the Companies Act, 1956	2404.63	-
Managerial Remuneration @ 5% of the above	120.23	-
Managerial Remuneration paid to Managing Director		
Salary Income	105.00	-
Other perquisites	0.05	-
	105.05	-

Note :

1. Remuneration includes Salary, Cash Allowances and commission on profit paid or payable to Managing Director.
2. Mr. Dinesh Oswal is also getting Remuneration from Nahar Spinning Mills Limited within the ceilings prescribed under the Schedule XIII of the Companies Act, 1956.



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13. Disclosure of details as required by Revised Para 13 of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007, earlier Para 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

Particulars	(Rs. In Lacs)			
	Amt Outstanding 31.03.2010	Amt Overdue 31.03.2010	Amt Outstanding 31.03.2009	Amt Overdue 31.03.2009
1. Loans and advances availed by NBFC inclusive of Interest accrued thereon but not paid:	0.00	0.00	0.00	0.00
a. Debentures(Other than falling within the meaning of public deposits)				
(i) Secured	0.00	0.00	0.00	0.00
(ii) Unsecured	0.00	0.00	0.00	0.00
b. Deferred Credits	0.00	0.00	0.00	0.00
c. Term Loans	0.00	0.00	0.00	0.00
d. Intercompany Loans & Borrowing	0.00	0.00	1257.18	0.00
e. Commercial Paper	0.00	0.00	0.00	0.00
f. Other Loans (Specify Nature)	0.00	0.00	0.00	0.00
2. Break up of Loans & Advances Including bills receivable other than those including in (3) below				
a) Secured	0.00	0.00	0.00	0.00
b) Unsecured	0.00	0.00	759.13	0.00
	As at		As at	
	31.03.2010		31.03.2009	
3. Break up of Leased Assets and Stock in hire and other assets counting towards AFC activities Lease assets including lease rentals under Sundry Debtors				
1) Financial Lease (Net of depreciation & Lease adjustment)		0.00		0.00
2) Operating Lease		0.00		0.00
4. Break up of Investments				
a) Current Investments				
1) Quoted Investments				
(a) Quoted				
i) Equity		0.00		0.00
ii) Preference		0.00		0.00
(b) Debentures & Bonds		0.00		0.00
(c) Units of Mutual Funds		0.00		0.00
(d) Government Securities		0.00		0.00
(e) Others (Please specify)		0.00		0.00
2) Unquoted Investments				
(a) Quoted				
i) Equity		0.00		0.00
ii) Preference		0.00		0.00
(b) Debentures & Bonds		0.00		0.00
(c) Units of Mutual Funds		0.00		0.00
(d) Government Securities		0.00		0.00
(e) Others (Please specify)		0.00		0.00
b) Long Term Investments				
1) Quoted				
-Shares	21335.31		21080.04	
-Preference	6.33		6.32	
-Debentures & Bonds	600.50		930.25	
-Units of Mutual Funds	14474.82		13271.26	
-Government Securities	0.00		0.00	
Total	36416.96		35287.87	



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2) Unquoted		
-Shares	701.49	656.26
-Preference	29.21	29.12
-Debentures & Bonds	418.57	176.60
-Units of Mutual Funds	156.00	143.00
-GOI Securities	0.00	0.00
-Other (Please specify)	0.00	0.00
Total	1305.27	1004.98
Grand Total	37722.23	36292.85

5. Borrower group-wise classification of assets financed as in (2) and (3) above

	Amount Net of Provisions					
	Secured		Unsecured		Total	
	31.3.10	31.03.09	31.3.10	31.03.09	31.3.10	31.03.09
1) Related Parties						
a) Subsidiaries	0.00	0.00	0.00	0.00	0.00	0.00
b) Companies in the Same Group	0.00	0.00	0.00	0.00	0.00	0.00
c) Other related parties	0.00	0.00	0.00	0.00	0.00	0.00
2) Other than related Parties	0.00	0.00	0.00	759.13	0.00	759.13
Total	0.00	0.00	0.00	759.13	0.00	759.13

6. Investor group-wise classification of all investments (Current and long term) in shares and securities (both quoted and unquoted excluding stock-in-trade)

	Market Value or Fair Value or NAV		Book Value (net of Provisions)	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
1) Related Parties				
a) Subsidiaries	0.00	0.00	0.00	0.00
b) Companies in the same group	16591.34	5506.18	18632.63	17847.11
c) Other related Parties	0.00	0.00	0.00	0.00
2) Other than related Parties	20414.48	16337.04	19089.60	18445.74
Total	37005.82	21843.22	37722.23	36292.85

7. Other Information

Particulars	Amount as on 31.03.2010	Amount as on 31.03.2009
a) Gross Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties		0.00
b) Net Non Performing Assets		
1) Related Parties	0.00	0.00
2) Other than related Parties	0.00	0.00
c) Assets acquired in satisfaction of debt	0.00	0.00

14. Disclosure of details as required by Para 5 of Reserve Bank of India Circular No. RBI 2008-09/116 DNBS (PD).CC.No. 125/03.05.002/2008-09

		(Rs. in Lacs)	
I. Capital to Risk Asset Ratio ("CRAR")		31.03.2010	31.03.2009
Items			
i) CRAR (%)		110.60	113.68
ii) CRAR - Tier I Capital (%)		110.60	113.68
iii) CRAR - Tier II Capital (%)		--	--
II. Exposure to Real Estate			
Category			
a) Direct Exposure			
i) Residential Mortgage		--	--
ii) Commercial Real Estate		--	--
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures			



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(Investments in Equity and Debentures
through HDFC Real Estate Portfolio and
ICICI Prudential India Advantage Fund)

a) Residential	364.00	129.00
b) Commercial Real Estate	149.00	83.00
b) Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	--	--

III. Maturity Pattern of asset and liabilities (At Book Values) (Rs. in Lacs)

	1 day to 30/31 days (one month)	Over 1 month to 2 months	Over 2 month to 3 months	Over 3 month to 6 months	Over 6 month to 1 Year	Over 1 year to 3 year	Over 3 year to 5 year	Over 5 years	Total
Liabilities	-	-	-	-	-	-	-	-	-
Borrowings from Banks	-	-	-	-	-	-	-	-	-
Market Borrowings	-	-	-	-	-	-	-	-	-
Assets									
Advances	-	-	-	-	-	-	-	-	-
Investments	1272.15	541.08	750.00	1300.00	3297.00	10651.00	200.00	19711.00	37722.23

15. STOCK IN TRADE

Name of Security	31.03.2010		31.03.2009	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
Equity Shares				
Kirloskar Ferreous Inds. Ltd.	50000	16.60	50000	5.50
Parental Drugs Ltd.	0	0.00	11582	4.76
Hindustan Unilever Ltd.	10000	23.96	10000	23.75
Venus Remedies Ltd.	5000	12.86	5000	7.50
Asian Oil Field Ltd.	15252	9.34	15252	4.55
Dabur India Ltd.	0	0.00	10000	9.92
Halonix Limited	15000	12.49	15000	6.19
Himachal Futuristic	50000	6.23	50000	4.00
Sujana Towers Limited	10000	4.92	10000	1.29
Hikal Limited	5000	18.53	5000	7.86
State Bank of India	0	0.00	5000	53.36
Punjab National Bank	0	0.00	7630	31.39
Satyam Computer Limited	19850	18.33	19850	7.63
Total		123.24		167.69
Debt Funds				
Tata Short Term Bond Fund(G)	598176.468	99.00	598176.468	99.00
Prudential ICICI Short Term(G)	562842.182	99.00	562842.182	99.00
Total		198.00		198.00
Investment in Equity Shares through HSBC Asset Management (India) Pvt. Ltd.				
Maytas Intra Limited	8139	15.06	0	0.00
City Union Bank Limited	37731	10.81	88849	10.84
Sanghvi Movers Limited	3523	7.27	10789	7.60
Atlas Copco (India) Limited	0	0.00	2115	9.68
Balaji Telefilms Limited	0	0.00	10615	3.14
Bayer Crop Science Limited	2183	14.22	4155	10.36
Mphasis Limited	0	0.00	4600	9.35
Mastek Limited	3238	10.83	5204	6.12
Shanthi Gears Limited	3815	1.43	0	0.00
Ajmera Realty and Infra India Limited	1344	2.21	0	0.00
Goodricke Group Limited	2054	2.94	0	0.00



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Genus Power Infrastructures Limited	1931	3.26	0	0.00
Gammon India Limited	1434	3.38	5093	2.92
Hitachi Home & Life Solutions Limited	4030	9.66	12728	4.34
BF Utilities Limited	0	0.00	1309	4.22
HTMT Global Solutions Limited	0	0.00	4077	4.33
Mahindra Lifespace Developers Limited	1174	4.51	3154	4.16
Assam Company Limited	0	0.00	42793	3.51
Balkrishna Industries Limited	684	4.37	1839	2.50
Alok Industries Limited	27391	6.08	0	0.00
Tanla Solutions Limited	0	0.00	5227	1.66
Zenith InfoTech Limited	0	0.00	204	0.38
Torrent Cables Limited	621	0.76	2414	1.40
Dish TV India Limited	13629	5.00	0	0.00
Hindustan Construction Company Limited	0	0.00	28181	11.02
Andhra Bank Limited	0	0.00	20806	9.40
Ashok Leyland Limited	0	0.00	35307	6.41
Orient Paper & Industries Limited	6855	3.46	0	0.00
SICAL Logistics Limited	4939	3.92	0	0.00
Lakshmi Energy & Foods Limited	3175	3.98	0	0.00
Suzlon Energy Limited	5766	4.14	29618	12.54
Praj Industries Limited	0	0.00	21090	12.33
Bata India Limited	0	0.00	10123	10.52
Geometric Software Solutions Limited	8139	5.19	0	0.00
ISMT Limited	10101	5.39	0	0.00
VST Tillers Tractors Limited	1863	5.68	0	0.00
Hinduja Global Solutions Limited	1327	5.88	0	0.00
Dena Bank Limited	13469	10.55	27754	8.99
Praj Industries Limited	8630	7.44	0	0.00
Apar Industries Limited	5130	10.13	0	0.00
Balmer Lewrie & Co. Limited	1265	7.57	0	0.00
Globus Spirits Limited	4607	6.24	0	0.00
Ranbaxy Laboratories Limited	1590	7.56	0	0.00
Bajaj Auto Finance Limited	0	0.00	11855	8.28
Shree Renuka Sugars Limited	0	0.00	8690	7.93
CESC Limited	0	0.00	2541	5.36
Total		188.90		179.30
Investment in Debt Funds through HSBC Asset Management (India) Pvt. Ltd.				
HSBC Cash Fund Institutional	25267.825	2.64	26536.059	2.77
daily dividend Re-invest				
Total		2.64		2.77
Investment in Equity Shares through Barclays Wealth Asset Management (India) Pvt. Ltd.				
Andhra Sugars Limited	5000	5.98	0	0.00
Balmer Lewrie & Company Limited	1000	5.99	0	0.00
City Union Bank Limited	40000	11.46	0	0.00
Coromandel Fertilizers Limited	2000	6.31	0	0.00
Deccan Chronicle Holdings Limited	7000	10.79	0	0.00
DLF Limited	3500	10.81	0	0.00
Financial Technologies (India) Limited	500	7.84	0	0.00
KCP Sugar & Industries Corporation Limited	17435	3.63	0	0.00
Lakshmi Vilas Bank Limited	8000	6.21	0	0.00
Mahindra & Mahindra Financial Services Limited	2000	7.46	0	0.00
Reliance Capital Limited	1000	7.56	0	0.00
Sterlite Industries (I) Limited	1000	8.50	0	0.00
United Phosphorus Limited	2280	3.40	0	0.00
Total		95.94		0.00



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Investment in Equity Shares through Reliance Capital Asset Management Limited

Reliance Industries Limited	1599	17.18	0	0.00
Infosys Technologies Limited	360	9.42	0	0.00
Larsen & Toubro Limited	526	8.58	0	0.00
ICICI Bank Limited	881	8.39	0	0.00
HDFC Limited	211	5.73	0	0.00
ITC Limited	2176	5.72	0	0.00
HDFC Bank Limited	288	5.57	0	0.00
Oil & Natural Gas Corporation Limited	309	3.39	0	0.00
Bharti Tele-Vent Limited	1080	3.38	0	0.00
Sterlite Industries India Limited	366	3.11	0	0.00
Tata Iron & Steel Company Limited	490	3.10	0	0.00
Tata Consultancy Services Limited	375	2.93	0	0.00
BHEL Limited	120	2.87	0	0.00
Hindustan Unilever Limited	1102	2.64	0	0.00
Jindal Steel & Power Limited	350	2.46	0	0.00
State Bank of India	103	2.14	0	0.00
Axis Bank Limited	183	2.14	0	0.00
Tata Power Company Limited	137	1.88	0	0.00
Total		90.63		0.00

16. Particulars in respect of Opening Stock, Purchase, Sales & Closing Stock in Trade.

	31.03.2010 (12 months)		31.03.2009 (9 months)	
	Quantity	Value (Rs.)	Quantity	Value (Rs.)
OPENING STOCK				
Equity shares	615444.000	346.99	578765.000	536.05
Units of Equity Mutual Funds	0.000	0.00	68202.642	84.56
Units of Debt Mutual Funds	1187554.709	200.77	2091909.561	233.75
Total		547.76		854.37
PURCHASES/TRANSFERS				
Equity shares	442546.000	629.74	294954.000	461.82
Units of Equity Mutual Funds	0.000	0.00	51212.828	31.30
Units of Debt Mutual Funds	3796561.099	622.05	4985744.601	893.29
Total		1251.79		1386.40
SALES/TRANSFERS				
Equity shares	586740.000	867.67	258275.000	398.71
Units of Equity Mutual Funds	0.000	0.00	119415.470	100.39
Units of Debt Mutual Funds	3797829.333	622.34	5890099.543	937.03
Total		1490.01		1436.12
CLOSING STOCK				
Equity shares	471250.000	498.70	615444.000	346.99
Units of Equity Mutual Funds	0.000	0.00	0.000	0.00
Units of Debt Mutual Funds	1186286.475	200.64	1187554.709	200.77
Total		699.34		547.76

17. Impact of prior period items on Profits is as under:

	Current Year	Previous Period
	01.04.2009 to 31.03.2010	01.07.2008 to 31.03.2009
Pre-Tax Profit after adjustment of prior period Items	2299.58	1418.37
Add: Prior period Expenses	0.65	0.70
Less: Prior period Expenses written back	0.20	0.76
Net Profit Before Prior Period Items	2300.03	1418.31

18. Schedules 1 to 16 form an integral part of the Balance Sheet and have been authenticated as such.

As per report of even date annexed
For GUPTA VIGG & CO.
Chartered Accountants

FOR & ON BEHALF OF THE BOARD

DATE : 29/5/2010
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)



NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

The Information pursuant to part IV of Schedule VI to the Companies Act, 1956 :

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details																																							
Registration No.														2 9 9 6 8														State Code		1 6									
Balance Sheet Date														3 1 - 0 3 - 2 0 1 0																									
														Date				Month				Year																	
II. Capital raised during the year (Amount In Rs. Thousands)																																							
Public Issue								Right Issue								Bonus Issue								Private Placement								Conversion of Bonds in Shares							
N I L								N I L								N I L								N I L								N I L							
III. Position of Mobilisation & Deployment of funds (Amount In Rs. Thousands)																																							
Total Liabilities														Total Liabilities																									
4 2 3 6 8 1 9														4 2 3 6 8 1 9																									
Source of Funds																																							
Paid-up Capital								Reserves & Surplus								Secured Loan								Unsecured Loans															
8 3 7 3 1								4 1 5 3 0 8 8								N I L								N I L															
Deferred Tax Liability																																							
N I L																																							
Application of Funds																																							
Net Fixed Assets								Investments								Net Current Assets								Misc. Expenditure								Accumulated Losses							
8 6 6 2 0 3 7								7 2 2 2 3								3 7 7 7 6 0								2 1 6															
IV. Performance of Company (Amount In Rs. Thousands)																																							
Turn Over (Including Other Income)								Total Expenditure								Profit Before Tax								Profit After Tax															
2 5 0 5 1 1								2 0 5 5 3								2 2 9 9 5 8								1 9 7 0 8 1															
Basic Earning Per Share (Rs.)								Diluted Earning Per Share (Rs.)								Dividend Rate %																							
1 1 . 7 7								1 1 . 7 7								3 0 %																							
V. Generic Names of Three Principal Product/Services of Company (As per Monetary Terms)																																							
Item Code No. (ITC Code)								N I L																															
Service Description								Investment and Financial Activities																															
Item Code No. (ITC Code)																																							
Product Description																																							
Item Code No. (ITC Code)																																							
Product Description																																							

As per report of even date annexed
For **GUPTA VIGG & CO.**
Chartered Accountants

FOR & ON BEHALF OF THE BOARD

DATE : 29/5/2010
PLACE : LUDHIANA

VINOD KHANNA
(PARTNER)

H R KAPOOR
(GENERAL MANAGER)

DINESH OSWAL
(MG. DIRECTOR)

DINESH GOGNA
(DIRECTOR)



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NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

PROXY FORM

I/We
ofbeing a member/members of
NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED hereby appoint.....
of failing him/her.....
of.....
as my/our proxy(s) to attend and vote for me/us and on my/our behalf at the 5th Annual General Meeting of the Company to be held on
Thursday, the 30th September, 2010 at 11.00 a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana
and at any adjournment thereof.
As witness my/our hand(s) this.....day of.....2010.

(Date)

(Month)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

Signature

Note :

The proxy(s) in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the time for
holding the aforesaid meeting. The Proxy need not be a member of the company.

Affix
Revenue
Stamp of
Rs. 1/-

CUT HERE

NAHAR CAPITAL AND FINANCIAL SERVICES LIMITED

Registered Office : 375, Industrial Area-'A', Ludhiana-141003

ATTENDANCE SLIP

(Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall)

I hereby record my presence at the 5th Annual General Meeting of the Company to be held on Thursday, the 30th September, 2010 at
11.00 a.m. at the Premises of M/s. Nahar Industrial Enterprises Limited, Focal Point, Ludhiana.

FULL NAME OF THE MEMBER (IN BLOCK LETTERS)

Name of the Proxy.....

(To be filled in if the Proxy Form has been duly deposited with the Company)

Ledger Folio No.

Client I.D. No.

D.P.I.D. No.

Member/Proxy's Signature*

No of Shares Held.....

(to be signed at the time of handing over this slip)

*Strike out whichever is not applicable

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(Printed Matter)

If undelivered, please return to :

Nahar Capital and Financial Services Ltd.

375, Industrial Area-'A', Ludhiana-141 003

Nahar Capital and Financial Services Ltd.