

# **ARCO LEASING LIMITED**

**28TH ANNUAL REPORT 2011-12**

## **BOARD OF DIRECTORS:**

**SHRI RAJENDRA RUIA  
SHRI NARENDRA RUIA  
SMT MEENAKSHI RUIA**

## **AUDITORS:**

**N. L. MEHTA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
MUMBAI**

## **REGISTERED OFFICE:**

**PLOT NO 123, STREET NO 17,  
MIDC-MAROL, ANDHERI (EAST),  
MUMBAI – 400093.**

## **BANKERS:**

**IDBI BANK LTD.**

## **NOTICE**

NOTICE is hereby given that the Twenty Eighth Annual General Meeting of Arco Leasing Ltd. will be held at the Registered office of the Company at Plot No.123, Street No.17, MIDC (Marol), Andheri-East, Mumbai-400 093, on Friday, 31<sup>st</sup> August, 2012 at 3.00 p.m.to transact the following business:

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March, 2012 and Profit and Loss Account of the Company for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Meenakshi Ruia, who retires by rotation, and, being eligible, offers herself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

By order of the Board

Sd/-  
RAJENDRA M. RUIA  
CHAIRMAN

Place : Mumbai  
Date : 30<sup>th</sup> May, 2012

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Note:-

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself / herself and proxy need not be a member of the Company. Proxies in order to be effective must be received by the company not less than 48 hours before commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 20<sup>th</sup> August, 2012 to 31<sup>st</sup> August, 2012 (both days inclusive).
3. Members are requested to notify any change in address to the Company. E-mail ID:  
[investors@arcoleasing.com](mailto:investors@arcoleasing.com)

## ARCO LEASING LIMITED

### DIRECTORS' REPORT

TO THE SHAREHOLDERS

Your Directors have pleasure in presenting the Twenty Eighth Annual Report of the Company together with Audited Statement of Accounts for the year ended 31st March, 2012.

#### FINANCIAL RESULTS:

	FOR THE YEAR ENDED 31-03-2012 (Rs. in Lacs)	FOR THE YEAR ENDED 31-03-2011 (Rs. in Lacs)
Gross Receipts	2.91	2.52
Gross Profit / ( Loss) before Depreciation	0.15	1.49
Less: Depreciation	0.01	0.02
Net Profit / (Loss) Before Tax	0.14	1.47
Less: Provision for Taxation	--	0.45
Add: Deferred Tax Assets created	--	--
Add / (Less): Excess / (Short) Provision for Taxation for earlier years	(0.02)	(0.02)
Net Profit / (Loss)	0.12	1.00

#### DIVIDENDS:

Your Directors do not recommend any dividend.

#### EMPLOYEES:

There are no employees drawing remuneration exceeding the amount prescribed under the provisions of Section 217(2A) of the Companies Act, 1956.

#### DIRECTORS:

Smt. Meenakshi Ruia, Director will retire by rotation at the ensuing AGM of the Company and, being eligible, offers herself for reappointment. The Board has recommended her reappointment.

#### DISCLOSURE OF OTHER PARTICULARS:

Particulars as required in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the report of Board of Directors ) Rules, 1988, are not applicable to the company.

#### AUDITORS:

M/s. N. L. Mehta & Associates Chartered Accountants are willing to continue in office as Auditors of the Company are recommended for reappointment.

#### DIRECTORS' RESPONSIBILITY STATEMENT:

The Board of Directors of the Company confirms:

- that in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure;
- that the selected accounting policies were applied consistently and the directors made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2012 and of the profit of the Company for the year ended on that date;
- that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the annual accounts have been prepared on a going concern basis.

#### COMPLIANCE CERTIFICATE:

A Compliance Certificate under Section 383A of the Companies Act, 1956, received from the Company Secretary in whole time practice is attached herewith.

#### ACKNOWLEDGEMENTS:

The Directors wish to place on record their appreciation for co-operation received by the company from its Bankers and business associates.

For and on behalf of the Board

Rajendra Ruia  
Chairman

Place: Mumbai  
Date: 30<sup>th</sup> May, 2012

# **ARCO LEASING LIMITED**

## **Management's Discussion and Analysis**

### **Forward-looking statements**

The report contains forward-looking statements, identified by words like 'plans', 'expects', 'will', 'anticipates', 'believes', 'intends', 'projects', estimates' and so on. Since these are based on certain assumptions and expectations of future events, the Company cannot guarantee that these are accurate and will be realized.

### **Overview**

Financial Year 2011-12 was a challenging year for business community in general. Our Company has performed reasonably well and grew its revenue from Rs. 0.66 lacs (excluding non-operating income) to Rs. 2.91 lacs. The Company is debt free.

### **Internal Controls**

Our Company's governance and compliance processes, which include the review of internal controls over financial reporting ensure that all the assets of the Company are safeguarded and protected against any loss and that all transactions are properly authorized recorded and reported.

## **Management's Discussion and Analysis**

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## **REPORT ON CORPORATE GOVERNANCE**

Arco Leasing Ltd. recognizes the ideals and importance of corporate governance and acknowledges its responsibilities towards all its shareholders, employees, business associates and regulatory authorities. The Company believes that a good corporate governance process aims to achieve a balance between the shareholders' interest and corporate goals of the Company. It aims to attain highest level of transparency, accountability and integrity to all its shareholders by implementing transparent corporate governance, thereby enhancing the value of the shareholders and their Company.

Accountability improves decision-making and transparency helps to explain rationale behind decision-making and reinforces the shareholders' confidence in the Company.

### **BOARD OF DIRECTORS**

#### **BOARD MEETINGS**

During the year 2011-12, Four (4) Board Meetings were held on the following dates:  
31<sup>st</sup> May, 2011, 25<sup>th</sup> July, 2011, 22<sup>nd</sup> October, 2011 and 11<sup>th</sup> January, 2012.

The details of attendance of the Directors at the Meetings are as follows:

Name of the Director	Attendance of the board meetings	Attendance at the last AGM
Mr. Rajendra Ruia	4	Yes
Mr. Narendra Ruia	4	Yes
Mrs. Meenakshi Ruia	4	Yes

#### **REMUNERATION TO DIRECTORS:**

The Company has not paid any remuneration to non-executive Directors. The Company has not paid sitting fees to the Directors for attending Board meetings during the year.

**ANNUAL GENERAL BODY MEETINGS:**

Details of Previous General Body Meetings of the Company held during last three years:

Accounting Year Ending	Date	Time	Venue
31 <sup>st</sup> March, 2009	25 <sup>th</sup> August, 2009	2.00 p. m.	Plot No. 123, Street No. 17, MIDC (Marol), Andheri (East), Mumbai 400093
31 <sup>st</sup> March, 2010	30 <sup>th</sup> September, 2010	4.30 p. m.	Plot No. 123, Street No. 17, MIDC (Marol), Andheri (East), Mumbai 400093
31 <sup>st</sup> March, 2011	30 <sup>th</sup> September, 2011	3.30 p. m.	Plot No. 123, Street No. 17, MIDC (Marol), Andheri (East), Mumbai 400093

All the Resolutions as set out in the respective notices were passed by the shareholders. No Special Resolution was put through postal ballot at the last Annual General Meeting.

**DISCLOSURE:**

Disclosures on materially significant related party transactions that may have potential conflict with the interest of the Company at large:

These disclosures have been made under related party transactions in note Sr. No. 3, 6 and 10 to financial statements of the Company, which form part of the Annual Report.

No penalties or strictures were imposed on the Company by the Stock Exchange, Securities and Exchange Board of India or any other statutory authority, on any matters related to capital market, during the last three years.

**MEANS OF COMMUNICATION:**

The Company’s quarterly and half yearly un-audited results and audited annual results are sent to the Stock Exchange, Mumbai where the shares of the Company are listed. The results are also uploaded on Company’s web-site.

**WHISTLE BLOWER POLICY:**

The Company has not adopted any Whistle Blower Policy.

**MANAGEMENT DISCUSSION AND ANALYSIS:**

Management Discussion and Analysis also forms part of the Directors’ Report.

**GENERAL SHAREHOLDER INFORMATION:**

Annual General Meeting : 31<sup>st</sup> August, 2012 at 3.00 p. m.  
Venue Regd. Office: Plot No. 123, Street No. 17, MIDC – Marol, Andheri East, MUMBAI 400093

**INVESTOR HELP-DESK:**

Share transfers and all other investor related activities are attended to and processed at our Registered Office. For lodgment of transfer deeds and any other documents or for any grievances / complaints, kindly contact at the following address:-  
Arco Leasing Limited,  
Plot No. 123, Street No. 17, MIDC – Marol, Andheri East, MUMBAI 400093  
Phone No.: 022-2821722 Fax: 022-28361760 E-mail: [investors@arcoleasing.com](mailto:investors@arcoleasing.com)

Name of the Compliance Officer : Mr. B. D. Daga Phone No.:022-28217222

All the share transfers received up to 31<sup>st</sup> March, 2012 have been processed.

**FINANCIAL CALENDAR (tentative) FOR THE YEAR 2012-13:**

Board Meeting for considering Un-audited results for the First quarter ended 30 <sup>th</sup> June, 2012	4 <sup>th</sup> week of July, 2012
Board Meeting for considering Un-audited results for the Second quarter ended 30 <sup>th</sup> September, 2012	4 <sup>th</sup> week of October, 2012
Board Meeting for considering Un-audited results for the Third quarter ended 31 <sup>st</sup> December, 2012	4 <sup>th</sup> week of January, 2013
Board Meeting for considering audited results for the financial year ended 31 <sup>st</sup> March, 2013.	4 <sup>th</sup> week of May, 2013
Annual General Meeting	August, 2013

**DATE OF BOOK CLOSURE:**

The share transfer books would remain closed during the period from 20<sup>th</sup> August, 2012 to 31<sup>st</sup> August, 2012.