



Since 1943

JAYABHARAT CREDIT LIMITED

The Name That Inspires Confidence.

70th Annual Report 2012 - 2013

Registered Office:

19/20, Rajabhadur Mansion, 4th Floor, Opp. SBI Main branch,
Near Stock Exchange, Mumbai Samachar Marg, Fort, Mumbai 400023

Tel.: 22664977, 22643021 - 22 - 23 • Fax: 22664813.

Email: jcl@jayabharat.com • Website: www.jayabharat.com

BOARD OF DIRECTORS	:	SHRI. RAJIV GUPTA (CHAIRMAN) SHRI. SHARAD SANGHI SHRI. ARUN MITTER SHRI. M K MADAN
AUDITORS	:	SHARP & TANNAN Chartered Accountants
SOLICITORS	:	MULLA & MULLA & CRAIGE BLUNT & CAROE MANILAL KHER AMBALAL & CO.
BANKERS	:	BANK OF BARODA BANK OF INDIA CENTRAL BANK OF INDIA
BRANCH OFFICES		
Ahmedabad	:	6, Blue Star Complex, Opp. Gujrat High Court, Near Railway Crossing, Off Ashram Road, Ahmedabad 380 009.
Bangalore	:	305, Raheja Chambers, 12, Museum Road, Bangalore 560 001.
Kolkata	:	Chitrakoot Building, 5th Floor, 230A, Acharya Jagdishchandra Bose Road, Kolkata 700 020.
New Delhi	:	17-B, Asaf Ali Road, New Delhi 110 002.



JAYABHARAT CREDIT LIMITED

NOTICE

NOTICE IS HEREBY GIVEN THAT the Seventieth Annual General Meeting of the members of Jayabharat Credit Limited will be held as scheduled below to transact the following business:

Date 17.09.2013

Day Tuesday

Time 11.30 A.M.

Place M.C.Ghia Hall, 2nd floor, Bhogilal Hargovindas Building, 18/20 Kaikhushru Dubhash Marg, Mumbai 400 001.

3. To appoint Director in place of Shri Arun Mitter, who retires by rotation, and is eligible for re-appointment.
4. To appoint auditors and to fix their remuneration. M/s Sharp & Tannan, Chartered Accountants, retires and are eligible for re-appointment. Certificate under Section 224(IB) of the Companies Act, 1956 has been obtained from them.

By order of the Board of Directors
For **JAYABHARAT CREDIT LIMITED**

RAJIV GUPTA
Chairman

AS ORDINARY BUSINESS:

New Delhi, 30th May, 2013

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint Director in place of Shri Rajiv Gupta, who retires by rotation, and is eligible for re-appointment.

Registered Office :
19,20 Rajabhadur Mansion,
4th Floor, opp. SBI Main Branch,
Near Stock Exchange, M S Marg,
Fort, Mumbai 400023

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, AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The instrument appointing proxy should, however, be deposited at the Registered Office of the Company not less than 48 hours, before the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 11.09.2013 to 17.09.2013 both days inclusive.
4. Shareholders desiring any general information as regards Accounts are requested to write to the Company not less than 48 hours before the Meeting, so as to enable the Management to keep the information ready.
5. Members/Proxies should bring the Attendance Slip sent herewith duly filled in for attending the meeting.
6. Shares held by the same person in more than one folio have been consolidated to the extent possible. If you hold shares in more than one folio, you are requested to intimate the details of folios allotted to you, to enable us to consolidate these into a single folio.
7. 1) Pursuant to Section 205A and 205C of the Companies Act, 1956, the dividend amounts remaining unpaid or unclaimed for a period of seven years from the date they became due for payment will be transferred to the credit of the Investor Education and Protection Fund established by the Central Government. Thereafter no claim shall lie against the fund, accordingly unpaid/ unclaimed dividend starting with 2004-05 has been transferred to Investor Education and Protection Fund. Shareholders are requested to verify their records and send claims, if any, for the year form 2005-2006 onwards before the respective amounts became due for transfer to the fund. In case you have not claimed any dividends of the aforesaid years, please arrange to send a letter duly signed by all the shareholder/s quoting your Folio No. / DP ID – CL ID to our Registrars: Sharepro Services (India) Pvt. Ltd., Unit : JAYABHARAT CREDIT LIMITED, 13 AB, Samhita Warehousing Complex, 2nd Floor, Sakinaka Telephone Exchange Lane, Off Andheri Kurla Road, Sakinaka, Andheri (East). Mumbai - 400 072.
8. Please inform us your PAN and E-Mail ID to update our records.
9. Please note that for change of address in case of holding shares in physical mode, you are requested to send a letter duly signed by shareholder(s) along with certified copies of Electricity or Telephone Bill and Ration Card and PAN Card in support of your changed address. Only on receipt of these documents and on satisfying that the same are in order, the Company will record the change of address and send you a confirmation.
10. Companies Shares are under compulsory demat form.
11. Information as required under Clause 49(IV) (G) of the Listing Agreements in respect of directors being re-appointed is given in the Corporate Governance chapter on page no 28 attached with this Annual Report.

IMPORTANT

Shareholders are requested to directly send Share Transfer/ Demat request/ Communication etc. at the following Address:

SHAREPRO SERVICES (INDIA) PVT.LTD.
13 AB Samhita Warehousing Complex, 2nd Floor, Sakinaka Telephone Exchange Lane, Of. Andheri Kurla Road,
Sakinaka, Andheri (East), Mumbai – 400072 Tel: 67720300 / 400
Fax: 28591568 email: Sharepro@shareproservices.com.,



DIRECTORS' REPORT

To

Our Shareholders,

Your Directors have pleasure in presenting the 70th Annual Report and the Audited Accounts of the Company for the year ended 31st March, 2013.

	2012-13 (₹ in Lacs)	2011-12 (₹ in Lacs)
1. Asset Financing Business	0	0
2. Receivables	1022.31	699.33
3. Income:		
(a) Asset Financing	541.46	595.22
(b) Recovery for NPA & Bad-Debts W/off	0	0
(c) Other Operational Income	7.08	25.99
(d) Other Income	36.10	42.06
4. Gross Profit before Depreciation & Income tax	-12.57	-2.04
5. Depreciation	7.88	7.54
6. Tax Provision	0	0.60
7. Profit After Depreciation and Income Tax	-20.45	-10.18

1. OPERATIONS :

The operation of the Company i.e. its business of investment in Hire Purchase transactions is minimal and the Company has focused on collection / recovery by way of regular follow-up and if, required Legal actions. The Company takes utmost care, for timely settlement to receive its dues against overdue.

2. DIVIDEND:

In view of the consolidation of existing business activities and to conserve the resources, your Directors are constrained not to recommend any dividend.

3. RESERVES:

During the year under review, the Company has not transferred any amount to Reserves:

(i) Special/Statutory Reserve -Nil and General Reserve –Nil.

4. RBI'S GUIDELINES ON PRUDENTIAL NORMS & CREDIT RATING

The Company has complied with RBI guidelines and as against minimum requirement of 15% Capital Adequacy Ratio is 29.92%

CARE Limited, rating agency, has assigned rating "C" (FD), which denotes 'inadequate safety for timely servicing of debt obligations and carry high credit risk.' mainly giving the reason of global recessions.

5. DEPOSITS

Reserve Bank of India, has directed the Company to reduce the dependency of deposit and at present the total outstanding deposit is Rs.226 Lacs (previous year Rs.463 Lacs) including unclaimed deposit is Rs.57.00 Lacs (previous year Rs.100.88 laces).

6. DIRECTORATE:

Shri Rajiv Gupta and Shri Arun Mitter, Directors, retire by rotation and are eligible for reappointment as Director of the Company.

7. DIRECTORS' RESPONSIBILITY STATEMENT:

As required by sub-section (2AA) of section 217 of the Companies Act, 1956, Directors state:

- That the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure.
- That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- That the Directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provision 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.

8. AUDITORS REPORT:

Regarding the Qualifications by the Auditors, There are no Qualifications in Auditor's Report for the year.

9. AUDITORS:

M/s Sharp & Tannan, Chartered Accountants, Auditors of the Company retire at this Annual General Meeting and have intimated their eligibility of reappointment. A certificate under Section 224(1B) of the Companies Act, 1956, has been obtained from them.

10. DEMATERIALISATION OF SHARES:

Company's Shares are in demat mode. Following are the details of the shares dematerialized on N S D L and C D S L Depositories, after sending remainder request to the shareholders.

Financial year	No. of Shares		Total shares demated During the period	% age	Cumulative total	
	N S D L	C D S L			No of Shares	%
2010-2011	4,744	1,344	6,088	0.12	46,95,484	93.91
2011-2012	3,329	1,950	5,279	0.11	47,00,763	94.01
2012-2013	6,452	397	6,849	0.14	47,07,612	94.15

11. COMPLIANCE BY THE COMPANY

The Company has complied with the requirements of the Stock Exchange, SEBI and other statutory authorities on all matters relating to the Capital markets during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchange or SEBI or any other statutory authorities relating to the above.

12. PERSONNEL:

There is no person in receipt of remuneration for giving particulars as is required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

13. CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS/OUTGO

In terms of the requirements of Clause(e) of sub section(1) of Section 217 of the Companies Act, 1956, read with the Companies(Disclosure of Particulars in the Report of Board of Directors)Rules, 1988, the particulars are given as under:-

a) Technology	-	Being a Finance Company, the same is not applicable	
b) Conservation of Energy	-	Being a Finance Company, the same is not applicable	
c) Transactions in Foreign Currency		This Year	Previous Year
i) Expenditure in Foreign Currency Loan		Nil	Nil
ii) Shares held by Non-Resident Shareholders		19,168	18,353
No. of Shareholders		18	18

The Company had no earnings in foreign exchange

14. CORPORATE GOVERNANCE:

As per the Listing Agreement with the Stock Exchange, Auditor's Certificate regarding the compliance of conditions of Corporate Governance (Annexure 'A') and Management Discussion and Analysis Report (Annexure 'B') forms part of this report.

15. GENERAL:

Your Directors would like to record their appreciation of the services rendered by the members of the staff at all levels. They also like to express their gratefulness to the Company's bankers, Depositors and Shareholders, Automobile Dealers, Manufactures and Clients for their co-operation and also for the confidence reposed in the Company.

For and on behalf of the Board of Directors
For **JAYABHARAT CREDIT LIMITED**

RAJIV GUPTA
Chairman

New Delhi, 30th May, 2013



INDEPENDENTS AUDITORS' REPORT To the Members of Jayabharat Credit Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Jayabharat Credit Limited (the 'Company') which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting standards referred to in Section 211(3C) of the Companies Act, 1956. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;

- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 and as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the 'Order') issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Companies Act, 1956, we report that:
 - (a) we have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purposes 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, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956; and
 - (e) on the basis of the written representations received from directors of the Company as on 31st March, 2013, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2013, from being appointed as a director in terms of Section 274 (1)(g) of the Companies Act, 1956.

SHARP & TANNAN
Chartered Accountants
Registration No.109982W
by the hand of

Place: Mumbai
Date : 30th May 2013

MILIND P. PHADKE
Partner
Membership No. 033013

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 of our report of even date)

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of all fixed assets.
- (b) As explained to us, these fixed assets have been physically verified by the management. The frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off any substantial part of its fixed assets during the year, so as to affect its going concern status.
- (ii) The Company is a non-banking finance company and does not hold any inventories. Accordingly, the Paragraph 4 (ii) (a) (b) and (c) of the Order are not applicable.
- (iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms and other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, the Paragraphs 4(iii) (b), (c) and (d) of the Order, are not applicable to the Company.

- (b) According to the information and explanations given to us, the Company has taken an unsecured loan from a company covered in the register maintained under section 301 of the Companies Act, 1956. The amount at the year end is Rs. 34,59,00,000 and the maximum balance during the year was Rs 34,59,00,000.
- (c) The rate of interest and other terms and conditions of the loan taken by the Company are prima-facie not prejudicial to the interests of the Company.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in internal control system.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956, have been entered.
- (b) In our opinion and according to the information and explanations given to us, no transactions have been made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year.
- (vi) In our opinion and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India (including additional directives vide letter No. DNBS.CO.ZMD (W). No. 1523/13.10.003/2009-10 dated 10th September, 2009) and the provisions of Section 58A, 58AA and any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) rules, 1975 with regard to the deposits accepted from the public, where applicable. No order has been passed by the Company Law Board or National Company Law Tribunal or any court or any tribunal.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us, in our opinion, the Company has been regular in depositing undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income-tax, sales tax, wealth tax, service tax, cess and any other statutory dues, with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of excise duty, income-tax, service tax, wealth tax, customs duty, excise duty and cess were in arrears as at 31st March, 2013, for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues in respect of, income tax, VAT, wealth tax, service tax, custom duty and cess as at 31 March 2013, which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses as at 31st March, 2013 but it has incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xi) According to the information and explanations given to us and as per the records of the Company examined by us, the Company has not defaulted in the repayment of dues to any financial institutions or bank as at the balance sheet date. The Company has not issued any debentures.
- (xii) According to the information and explanations given to us and as per the records of the Company examined by us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the Paragraph 4 (xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and as per the records of the Company examined by us The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company. Accordingly, the Paragraph 4 (xiii) of the Order is not applicable to the Company.
- (xiv) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the Paragraph 4(xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee on behalf of third party. Accordingly, the Paragraph 4(xv) of the Order is not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us, on an overall basis the term loans have been applied for the purposes for which they were obtained.
- (xvii) According to the information and explanations given to us and on overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investments.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956, during the year. Accordingly, the Paragraph 4(xviii) of the Order is not applicable to the Company.
- (xix) The Company has not issued any debentures during the year. Accordingly, the Paragraph 4(xix) of the Order is not applicable to the Company.
- (xx) The Company has not raised any money by public issues during the year. Accordingly, the Paragraph 4 (xx) of the Order is not applicable to the Company.
- (xxi) During the course of our examination of books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

SHARP & TANNAN
Chartered Accountants
Registration No.109982W
by the hand of

MILIND P. PHADKE
Partner
Membership No. 033013

Place: Mumbai
Date: 30th May, 2013



JAYABHARAT CREDIT LIMITED

BALANCE SHEET AS AT 31 MARCH, 2013

Particulars	Note No.	As at 31 March, 2013 ₹	As at 31 March, 2012 ₹
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	5,00,00,000	5,00,00,000
(b) Reserves and surplus	4	13,33,49,015	13,52,29,106
(c) Money received against share warrants		-	-
		18,33,49,015	18,52,29,106
2 Non-current liabilities			
(a) Long-term borrowings	5	36,31,15,380	29,61,72,022
(b) Deferred tax liabilities (net)		-	-
(c) Other long-term liabilities	6	90,23,722	1,11,84,255
(d) Long-term provisions	7	75,000	75,000
		37,22,14,102	30,74,31,277
3 Current liabilities			
(a) Short-term borrowings	8	2,10,94,404	5,14,05,152
(b) Current maturities of long term borrowings	5	2,49,99,628	2,49,84,000
(c) Trade payables	9	1,10,04,552	1,12,99,510
(d) Other current liabilities	10	1,72,17,727	4,37,82,335
(e) Short-term provisions		47,60,538	41,81,306
		7,90,76,849	13,56,52,303
TOTAL (1+2+3)		63,46,39,966	62,83,12,686
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	12	72,16,671	78,44,729
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(v) Fixed assets held for sale		-	-
(b) Non-current investments	13	24,99,702	97,09,552
(c) Deferred tax assets (net)		3,36,386	3,36,386
(d) Long-term loans and advances	14	51,69,39,771	53,08,00,321
		52,69,92,530	54,86,90,988
2 Current assets			
(a) Current investments	15	2,00,000	62,00,000
(b) Inventories		-	-
(c) Trade receivables	16	10,22,31,351	6,99,33,322
(d) Cash and cash equivalents	17	50,22,237	30,63,769
(e) Short-term loans and advances	18	1,35,129	1,16,389
(f) Other current assets	19	58,719	3,08,218
		10,76,47,436	7,96,21,698
TOTAL (1+2)		63,46,39,966	62,83,12,686

See accompanying notes forming part of the financial statements

As per our report attached
SHARP & TANNAN
Chartered Accountants
Registration No : 109982W
by the hand of

MILIND P. PHADKE
Partner
(Membership No : 033013)

Place : Mumbai
Date : 30th May, 2013

For and on behalf of the Board of Directors
RAJIV GUPTA
Chairman

SHARAD SANGHI
ARUN MITTER
M.K MADAN
Directors

Place : New Delhi
Date : 30th May, 2013

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2013

Particulars	Note No.	For the year ended 31st March, 2013 ₹	For the year ended 31st March, 2012 ₹
CONTINUING OPERATIONS			
1 Income from Asset Financing	20	5,48,54,971	6,21,21,244
Income from Asset Financing			
2 Other income	21	36,09,881	42,05,688
3 Total revenue (1+2)		5,84,64,852	6,63,26,932
4 Expenses			
(a) Cost of materials consumed		-	-
(b) Purchases of stock-in-trade		-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade		-	-
(d) Employee benefits expense	22	64,49,356	60,13,870
(e) Finance costs	23	3,56,72,532	4,15,45,948
(f) Depreciation and amortisation expense	12	7,88,226	7,54,342
(g) Other expenses	24	1,75,99,829	1,89,71,879
Total expenses		6,05,09,943	6,72,86,039
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		(20,45,091)	(9,59,107)
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5 + 6)		(20,45,091)	(9,59,107)
8 Extraordinary items		-	-
9 Profit / (Loss) before tax (7 + 8)		(20,45,091)	(9,59,107)
10 Tax expense:			
(a) Current tax expense for current year		-	1,65,000
(b) (Less): MAT credit (where applicable)		-	-
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		-	1,65,000
(e) Deferred tax		-	(1,05,767)
11 Profit / (Loss) from continuing operations (9 + 10)		(20,45,091)	(10,18,340)
14 Profit / (Loss) for the year (11 + 13)		(20,45,091)	(10,18,340)
15 Earnings per share (of ₹ 10/- each):			
(a) Basic and Diluted		(0.41)	(0.20)
See accompanying notes forming part of the financial statements			

As per our report attached
SHARP & TANNAN
Chartered Accountants
Registration No : 109982W
by the hand of

MILIND P. PHADKE
Partner
(Membership No : 033013)

Place : Mumbai
Date : 30th May, 2013

For and on behalf of the Board of Directors
RAJIV GUPTA
Chairman

SHARAD SANGHI
ARUN MITTER
M.K MADAN
Directors

Place : New Delhi
Date : 30th May, 2013



NOTES FORMING PART OF THE FINANCIAL STATEMENTS, 31ST MARCH 2013

NOTE 1 CORPORATE INFORMATION

Jayabharat Credit Limited is in the business of Hire Purchase & Leasing and is registered with RBI under the Status of Non-Banking Finance Company (NBFC) with Deposit taking Company. The Company now as Asset Finance Company. Deposit taking (NBFC) vide Certificate dated 3rd June, 2008.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention except for categories of fixed assets acquired before 1 April, 2001, that are carried at revalued amounts. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises of cash balances in current account and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.4 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.5 Depreciation and amortisation

Depreciation has been provided on the written down value method as per the rates prescribed in Schedule XIV to the Companies Act, 1956.

2.6 Revenue recognition

- a. Income recognition from Asset Financing activity :-

Income is proportionately accounted on accrual basis over the period of the agreement. Overdue compensation collected is taken to the credit of sundry creditors considered as income on receipts of the total outstanding installments. Insurance and other claims are accounted for as and when admitted by the appropriate authorities.

- b. Reserve Bank of India Guidelines:

The Company has complied with the guidelines issued by the Reserve Bank of India (RBI) in respect of Prudential Norms for Income Recognition and Provisions for Non-Performing Assets.

2.7 Other income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

2.8 Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

Investment properties are carried individually at cost less accumulated depreciation and impairment, if any. Investment properties are capitalised and depreciated (where applicable) in accordance with the policy stated for Tangible Fixed Assets. Impairment of investment property is determined in accordance with the policy stated for Impairment of Assets.

2.9 Employee benefits

Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

Defined contribution plans

The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.

Defined benefit plans

For defined benefit plans in the form of gratuity fund and post-employment medical benefits, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a