



**JAYABHARAT CREDIT LIMITED**



## JAYABHARAT CREDIT LIMITED

61st Annual Report 2003-2004

**Registered Office :**

Solitaire Corporate Park, 2nd Floor, Bldg. No. 5, 151, M. Vasanji Road, Chakala, Andheri (E), Mumbai-400 093  
Tel.: 28256430-31-32 • Fax : 28256501 E-mail [jcl@jayabharat.com](mailto:jcl@jayabharat.com)

**BOARD OF DIRECTORS** : SHRI VED PRAKASH GUPTA (CHAIRMAN)  
SHRI RAJIV GUPTA  
SHRI SHARAD SANGHI  
SHRI SHRAVAN GUPTA  
SHRI SIDHARTH GUPTA  
SHRI BIPIN B. BHAVSAR (Executive Director & Company Secretary)

**AUDITORS** : SHARP & TANNAN  
Chartered Accountants

**SOLICITORS** : MULLA & MULLA & CRAIGIE BLUNT & CAROE  
MANILAL KHER AMBALAL & CO.  
BANATWALA & CO.

**BANKERS** : BANK OF BARODA  
BANK OF INDIA  
CENTRAL BANK OF INDIA

### BRANCH OFFICES

**Delhi** : 17B, Asaf Ali Road, New Delhi 110 002

**Kolkata** : Chitrakoot Building, 5th floor  
230A, Acharya Jagdishchandra Bose Road  
Kolkata 700 020

**Bangalore** : 305, Raheja Chambers, 12, Museum Road  
Bangalore 560 001

**Ahmedabad** : 6, Blue Star Complex, Opp. Gujarat High Court  
Near Railway Crossing, Off Ashram Road  
Ahmedabad 380 009

**Indore** : Chetak Chambers, RNT Marg  
Indore 452 001.



# JAYABHARAT CREDIT LIMITED

## Notice

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

Date 24th August, 2004  
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

## AS ORDINARY BUSINESS:

1. To receive, consider and adopt the Company's Balance Sheet as at 31st March, 2004 and the Profit and Loss Account for the year ended on that date together with schedules annexed thereto and the Reports of the Directors and Auditors thereon.
2. To declare dividend for 2003-2004.
3. To appoint Director in place of Mr. Rajiv Gupta who retires by rotation, and being eligible, offers himself for reappointment.
4. To appoint Director in place of Mr. Sharad Sanghi, who retires by rotation, and being eligible, offers himself for reappointment.
5. To appoint Director in place of Mr. Shravan Gupta, who retires by rotation, and being eligible, offers himself for reappointment.
6. To appoint auditors and fix their remuneration.

## AS SPECIAL BUSINESS:

7. To appoint Director in place of Mr. Sidharth Gupta who was appointed by the Directors with effect from 29.11.2003 in the casual vacancy caused by the resignation of Mr. G V Kapadia, who ceases to hold office under Section 262 of the Companies Act, 1956 and in respect whom the Company has received from a member a notice in writing under Section 257 of the Companies Act, 1956 proposing his candidature for the office of the Director. Mr. Sidharth Gupta being eligible, offers himself for reappointment.

By order of the Board

For **JAYABHARAT CREDIT LIMITED**  
**BIPIN B. BHAVSAR**  
*Executive Director  
& Company Secretary*

Mumbai, 25th June, 2004

## Registered Office :

Solitaire Corporate Park,  
2nd Floor, Building No. 5,  
151, M. Vasanji Road,  
Chakala, Andheri (E),  
Mumbai-400 093.

## Annexure to the Notice

**Explanatory Statement annexed to the Notice of 61st Annual General Meeting of the Company as required by Section 173(2) of the Companies Act, 1956, in respect of item No 7.**

### Item No. 7

Pursuant to Section 262 of the Companies Act, 1956 read with Article 128 of the Company on 29.11.2003 to fill in the casual vacancy on the Board caused by the resignation of Mr. G.V. Kapadia, a Director of the Company, Mr. G.V. Kapadia would have held office upto the date of 63rd Annual General Meeting had it not been vacated as aforesaid.

Mr. Sidharth Gupta therefore also holds office upto the date of the 63rd Annual General Meeting, notice has been received by the Company from a member under Section 257 of the Companies Act, 1956, signifying his intention to propose Mr. Sidharth Gupta as a candidate for the office of the Director.

Mr. Sidharth Gupta is interested in the resolution as it concerns him.

By order of the Board

For **JAYABHARAT CREDIT LIMITED**  
**BIPIN B. BHAVSAR**  
*Executive Director  
& Company Secretary*

Mumbai, 25th June, 2004

## Registered Office :

Solitaire Corporate Park,  
2nd Floor, Building No. 5,  
151, M. Vasanji Road,  
Chakala, Andheri (E),  
Mumbai-400 093.

*61st Annual Report 2003-2004***NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE 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 18th August, 2004 to 24th August, 2004 (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. The unclaimed dividend/s for the financial year 1995-96 has been transferred to Investor Education & Protection Fund (Awareness and Protection of the Investors) Rules, set up by the Central Government.

Accordingly unpaid/unclaimed dividend starting with 1996-97 shall become transferable to the fund on or after 29th August, 2004 followed by the transfers of the amounts unpaid/unclaimed dividend every year. **No claims shall lie thereafter against the fund or the Company in respect of such amounts transferred.** Shareholders are requested to verify their records and send claims, if any, for the relevant years from 1995-96 onwards, before the respective amounts become due for transfer to the fund.

8. Companies Shares are under compulsory demat form.

**IMPORTANT**

Tata Share Registry Ltd. has been appointed as Registrar and Share Transfer Agent, Shareholders are requested to directly send Share Transfer/ Demat Request/ Communication etc., at the following Address:

**Tata Share Registry Ltd.**  
**Army Navy Building, 148 Mahatma Gandhi Road, Fort, Mumbai 400 001**  
**Tel. No. 5656 8484 • Fax 5656 8496**



# JAYABHARAT CREDIT LIMITED

## Directors' Report

To

Our Shareholders,

Your Directors have pleasure in presenting the 61st Annual Report and the Audited Accounts of the Company for the year ended 31st March, 2004.

	2003-2004 (Rs. in Lakhs)	2002-2003 (Rs. in Lakhs)
1. Investment In :		
(a) Hire Purchase Business	1973	2150
(b) Leasing	24	13
(c) Bill Discounting	Nil	50
2. Receivables Against :		
(a) Hire Purchase & Leasing	364	370
(b) Bill Discounting	Nil	7
3. Income :		
(a) Hire Purchase Charges	756	758
(b) Lease Rentals	103	249
(c) Bill Discounting Charges (Net)	Nil	5
(d) Other Income	4	3
(e) Other Operational Income	92	141
4. Gross Profit before Depreciation & Income tax	276	332
5. Depreciation	170	219
6. Tax Provision	7	8
7. Tax Provision on Dividend Amount	6	6
8. Profit After Depreciation and Income Tax	98	105
9. Proposed Dividend	50	50

### 1. DIVIDEND :

Your Directors recommended to the members dividend of Re.1/- (Tax free) per share in respect of 50,00,000 Equity Shares of Rs.10/- each for the year ended 31st March, 2004.

early entry of the new players particularly private/foreign banks financial institutions the competition towards lending money area is heated up. In spite of stiff competition your Directors are happy to submit satisfactory performance.

The Company has Deposits of Rs. 3774 lacs as on the date of this report, which is according to the revised requirement of RBI.

### 2. RESERVES :

During the year under review, the Company has transferred from the Profit to Reserves:

- (i) Special Reserve Rs. 20.00 lacs in terms of RBI (Amendment Ordinance, 1997 effective from 09/01/97 and
- (ii) General Reserve Rs. 2.50 lacs, leaving a balance of Rs. 158.06 lacs in Profit & Loss A/c.

### 5. PROSPECTS FOR CURRENT YEAR

Your Directors are happy to mention that now the trend in the finance market is becoming favourable and the automobiles market especially car market is improving. It is felt that the Company will source good business.

### 3. RBI'S GUIDELINES TO NON-BANKING FINANCE COMPANIES (NBFCs) ON PRUDENTIAL NORMS & CREDIT RATING :

Your Directors are happy to inform that the Company has followed and complied with RBI guidelines and as against minimum requirement of 12%, the Company's Capital Adequacy Ratio is 26.99%.

M/s. CARE Limited has rated your Company A- (FD) which denotes adequate safety i.e., timely servicing of interest and principal.

### 6. DIRECTORATE :

Messrs, Rajiv Gupta, Mr. Sharad Sanghi, Mr. Shravan Gupta, retire by rotation and are eligible for reappointment as Directors of the Company. The Board of Directors place on record the appreciation of the valuable services of both the Directors, Mr. G. V. Kapadia who resigned on 27th August, 2003 and Mr. O. P. Gupta on 01.12.2003 respectively. Mr. Sidharth Gupta was appointed Director to fill in the casual vacancy caused by resignation of Director Mr. G V Kapadia.

### 4. OPERATIONS :

The Company has witnessed the sluggish economic condition in India. The finance market was unsteady and volatile coupled with frequent unusual development. The

### 7. DIRECTORS' RESPONSIBILITY STATEMENT:

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

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That the preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departure.

That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.

That the Directors have taken proper and sufficient care of 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.

**8. DEPOSITS :**

As at 31st March, 2004 Fixed Deposits and Cumulative Time Loan Receipts numbering 259 and totalling Rs. 35.71 lacs maturing for payment remained unclaimed. Out of them 155 nos. FDRs amounting to Rs. 21.03 lacs have since been claimed and paid or renewed. The Company has intimated the Depositors about maturity of deposits. The Company has complied with the liquidity requirements as per directives of the Reserve Bank of India.

**9. AUDITORS REPORT :**

Regarding the qualifications by the Auditors, these are dealt with in Notes in Schedule 'Q' being Notes forming part of the Accounts which may be taken as our explanation under Section 217(3) of the Companies Act, 1956.

**10. AUDITORS :**

M/s. Sharp & Tannan, Chartered Accountants, Auditors of the Company retire at this Annual General Meeting and have intimated their eligibility of reappointment.

**11. PERSONNEL:**

Particulars as required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are given in the Annexure, forming part of this report.

**12. DEMATERIALISATION OF SHARES:**

Company's Shares are in demat form, since 30th August, 2001 following are the details of the shares dematerialized on N S D L and C D S L Depositories.

**13. CORPORATE GOVERNANCE**

As per clause 49 of listing Agreement of Bombay Stock Exchange Company has followed the policy and the same is separately annexed hereto along with audited certificate thereon.

**14. 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, Manufacturers 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**

**Sharad Sanghi**

*Chairman of the Meeting*

Mumbai, 25th June , 2004

Financial year	No. of Shares		Total shares demated During the period	%	Cumulative total	
	N S D L	C D S L			No. of Shares	%
2001-2002	9,84,500	5,82,500	15,67,000	31.34	15,67,000	31.34
2002-2003	15,97,217	6,171	16,03,388	32.07	31,70,388	63.41
2003-2004	9,950	7,215	17,165	0.34	31,87,553	63.75
As on 18.06.2004	6,93,806	26,980	7,20,786	14.42	39,08,339	78.17





# JAYABHARAT CREDIT LIMITED

## AUDITORS' REPORT

### To The Members of Jayabharat Credit Limited

We have audited the attached Balance Sheet of **Jayabharat Credit Limited** as at 31st March, 2004, and also the Profit and 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 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that:

- (a) We have obtained all information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit;
- (b) In our opinion, proper books of accounts as required by law have been kept by the Company, so far as it appears from our examination of these books;
- (c) The Balance Sheet, Profit and 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 and 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 the written representations received from Directors of the Company as at 31st March, 2004, and taken on record by the Board of Directors, we report that none of the Director is disqualified as on 31st March, 2004 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956; and
- (f) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts 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:
  - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2004;
  - ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
  - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

**For SHARP & TANNAN**  
Chartered Accountants

By the hand of  
**MILIND P. PHADKE**  
Partner

(Membership No. 33013)

Mumbai, 25th June, 2004

## 61st Annual Report 2003-2004

Annexure to the Auditors' Report with reference to the Annexure referred to in paragraph 3 of the report of the Auditors' to the Members of Jayabharat Credit Limited on the accounts for the year ended 31st March, 2004, we report that:

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, all the fixed assets have been physically verified by the management, at reasonable intervals during the year other than fixed assets relating to leasing business, where the company has a programme of physically verifying the said assets at least once in two years, which according to us is reasonable. The Company has also sent confirmation letters as regards to their physical existence as at 31st March 2004 and the same are generally being received back by the Company duly confirmed. We were informed that there were no material discrepancies noticed on physical verification of the fixed assets other than the assets relating to the leasing business.
- (c) Fixed assets disposed of during the year were not substantial and therefore do not affect the going concern assumption.
2. Company is a Non Banking Finance Company and does not hold any inventory.
3. The Company has not granted or taken any loans secured/unsecured from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures 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. In our opinion, and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control.
5. In our opinion, and according to the information and explanations given to us, there are no transactions that need to be entered into a register in pursuance of Section 301 of the Companies Act, 1956.
6. 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 and the provisions of Section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from public, where applicable. No order has been passed by company Law Board.
7. In our opinion, the Company has an internal audit system commensurate with the size and the nature of its business.
8. The Central Government has not prescribed for the maintenance of cost records under clause (d) of subsection (1) of section 209 of the Companies Act, 1956.
9. (a) According to the records of the company, the company is generally regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, wealth tax, customs duty, excise duty, cess and other statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty were outstanding, as at 31st March, 2004 for a period of more than six months from the date they became payable.

- (c) According to the information and explanations given to us, there are no dues of income tax, customs duty, wealth tax and cess that have not been deposited with the appropriate authorities on account of any dispute. The Company has disputed sales tax dues aggregating to Rs.31,24,137/- are under appeal at various stages, details of which are :

Particulars	Amount Rs.	Forum where dispute is pending
Delhi Sales Tax	21,40,154	The Appellate Tribunal
Maharashtra Sales tax	9,83,983	The Appellate Tribunal
Total	31,24,137	

10. The Company does not have any accumulated losses. The Company has not incurred any cash losses during the current financial year and the immediately preceding the current financial year.
11. Based on our audit procedures and the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to banks. The Company did not have any outstanding debentures or any outstanding loans from any financial institution during the year.
12. Based on our examination of documents and records, we are of the opinion that the company has maintained adequate records where the company has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund/ nidhi/ mutual benefit fund/ society.
14. Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that proper records have been maintained of the transaction and contracts and timely entries have been made in those records. We also report that the company has held the shares, securities, debentures and other securities in its own name.
15. The company has given guarantee for housing loans taken by employees from financial institutions, the terms and conditions whereof are not prejudicial to the interest of the company.
16. The Company has not raised any term loan during the year.
17. According to information and explanations given to us and on an 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 investment. No long term funds have been used to finance short term assets except permanent working capital.
18. The company has not made any preferential allotment of shares to parties or companies to be covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year. There were no outstanding debentures as of the year-end.
20. The Company has not raised any money by public issue during the year.
21. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

**For SHARP & TANNAN**  
Chartered Accountants

By the hand of  
**Milind P. Phadke**  
Partner

Mumbai, 25th June, 2004

(Membership No. 33013)





# JAYABHARAT CREDIT LIMITED

## Balance Sheet as at 31st March, 2004

	Schedule	Rupees	As at 31st March, 2004 Rupees	As at 31st March, 2003 Rupees
<b>I SOURCES OF FUND :</b>				
(1) SHAREHOLDERS' FUNDS:				
Capital	'A'	5,00,00,000		5,00,00,000
Reserves & Surplus	'B'	10,26,10,520		9,83,86,259
			<b>15,26,10,520</b>	<b>14,83,86,259</b>
(2) LOAN FUNDS:				
Secured Loans	'C'	7,47,97,800		6,08,02,476
Unsecured Loans	'D'	36,81,75,500		36,49,91,500
			<b>44,29,73,300</b>	<b>42,57,93,976</b>
<b>TOTAL</b>			<b>59,55,83,820</b>	<b>57,41,80,235</b>
<b>II APPLICATION OF FUNDS :</b>				
(1) FIXED ASSETS:	'E'			
Gross Block of Assets Relating to:				
Leasing Business		26,20,76,202		30,52,25,152
Less: Depreciation		17,74,50,094		19,92,20,333
Net Block		8,46,26,108		10,60,04,819
Less: Lease Terminal Adjustment		5,18,60,768		5,75,04,251
Net Block After Lease Terminal Adjustment		3,27,65,340		4,85,00,568
Other than Leasing Business		5,94,13,530		6,23,73,837
Less: Depreciation		1,67,20,177		1,40,49,134
Net Block		4,26,93,353		4,83,24,703
			<b>7,54,58,693</b>	<b>9,68,25,271</b>
(2) INVESTMENTS	'F'		<b>6,77,28,893</b>	<b>7,51,55,864</b>
(3) CURRENT ASSETS, LOANS & ADVANCES				
Sundry Debtors	'G'	3,64,44,999		3,70,06,709
Cash & Bank Balances	'H'	42,43,339		24,48,666
Other Current Assets	'I'	21,65,579		19,78,194
Loans & Advances	'J'	53,29,75,522		48,73,90,284
		57,58,29,439		52,88,23,853
Less : CURRENT LIABILITIES AND PROVISIONS				
Liabilities	'K'	10,56,58,093		10,82,32,499
Provisions	'L'	2,14,61,534		1,99,17,118
		12,71,19,627		12,81,49,617
NET CURRENT ASSETS			<b>44,87,09,812</b>	<b>40,06,74,236</b>
Deferred Tax Asset			<b>36,86,422</b>	<b>15,24,864</b>
<b>TOTAL</b>			<b>59,55,83,820</b>	<b>57,41,80,235</b>
NOTES FORMING PART OF THE ACCOUNTS	'Q'			
SIGNIFICANT ACCOUNTING POLICIES	'R'			

As per our report attached

**SHARP & TANNAN**

Chartered Accountants

By the hand of

**MILIND P. PHADKE**

Partner

(Membership No. 33013)

Mumbai, 25th June, 2004

**BIPIN B. BHAVSAR**

Executive Director &amp;

Company Secretary

For and on behalf of the Board

**SHARAD SANGHI**

Chairman of the Meeting

**SIDHARTH GUPTA**

Director

Mumbai, 25th June, 2004

## 61st Annual Report 2003-2004

## Profit &amp; Loss Account for the Year Ended 31st March, 2004

	Schedule	Rupees	Year ended 31st March, 2004 Rupees	Year ended 31st March, 2003 Rupees
<b>INCOME :</b>				
Hire Purchase Charges			7,56,22,297	7,58,03,486
Lease Rentals*			1,02,47,205	2,49,48,204
Bill Discounting Charges			12,599	4,58,066
Other Operational Income	'M'		91,88,943	1,40,92,299
Other Income	'N'		3,95,466	2,62,026
<b>Total Income</b>			<b>9,54,66,510</b>	<b>11,55,64,081</b>
<b>EXPENDITURE :</b>				
Payments to & Provisions for Employees	'O'		81,30,167	86,30,932
Other Expenditure	'P'		1,12,29,343	92,82,859
Interest : Fixed Deposits		4,12,37,607		4,80,81,924
: Others		83,65,514		71,92,573
			4,96,03,121	5,52,74,497
Depreciation			1,69,53,694	2,19,21,517
Bad Debts Written Off			1,61,455	97,83,120
Recovery/Charge For Non-performing Assets			-11,98,437	-6,32,889
<b>Total Expenditure</b>			<b>8,48,79,343</b>	<b>10,42,60,036</b>
Profit Before Tax			1,05,87,167	1,13,04,045
Provision for Tax				
Current Tax			29,00,000	22,00,000
Deferred Tax Credit			-21,61,558	-13,61,920
<b>PROFIT FOR THE YEAR</b>			<b>98,48,725</b>	<b>1,04,65,965</b>
Balance of Profit Brought Forward			1,38,32,075	1,13,56,110
Less: Taxation Adjustments in Respect of Earlier Years			-536	0
<b>BALANCE OF PROFIT AVAILABLE FOR APPROPRIATION</b>			<b>2,36,81,336</b>	<b>2,18,22,075</b>
<b>APPROPRIATIONS :</b>				
Transfer to Reserve U/S 45 IC of RBI Act, 1934			20,00,000	21,00,000
General Reserve			2,50,000	2,65,000
Proposed Dividend			50,00,000	50,00,000
Tax on Proposed Dividend			6,25,000	6,25,000
Balance of Profit Carried to Balance Sheet			1,58,06,336	1,38,32,075
<b>TOTAL</b>			<b>2,36,81,336</b>	<b>2,18,22,075</b>
NOTES FORMING PART OF THE ACCOUNTS 'Q'				
SIGNIFICANT ACCOUNTING POLICIES 'R'				
Basic/Diluted Earning Per Share (Refer Schedule "Q" Note No.9)			1.97	2.09

\* Net of Lease Equalisation Charges

As per our report attached

**SHARP & TANNAN**

Chartered Accountants

By the hand of

**MILIND P. PHADKE**

Partner

(Membership No. 33013)

Mumbai, 25th June, 2004

**BIPIN B. BHAVSAR**

Executive Director &amp;

Company Secretary

For and on behalf of the Board

**SHARAD SANGHI**

Chairman of the Meeting

**SIDHARTH GUPTA**

Director

Mumbai, 25th June, 2004