

MACK TRADING COMPANY LIMITED

**ANNUAL REPORT
2012-2013**

MACK TRADING COMPANY LIMITED

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BOARD OF DIRECTORS

Pavankumar Sanwarmal

Rita Pavankumar

Vikas Pavankumar

BANKERS

Citi Bank N.A

Kotak Mahindra Bank

AUDITORS

Messers. A.K.Nevatia & Associates

Chartered Accountants

REGISTERED OFFICE

5-C, Sindhu House, 3rd Floor,

Nanabhai lane,

Flora Fountain, Fort,

Mumbai 400 001

REGISTRAR & TRANSFER AGENT

Universal Capital Securities Pvt. Ltd.

21, Shakil Niwas , Mahakali Caves Road,

Andheri (East)

Mumbai 400093

MACK TRADING COMPANY LIMITED

NOTICE:

NOTICE IS HEREBY GIVEN THAT the ANNUAL GENERAL MEETING OF MACK TRADING COMPANY LIMITED will be held at 5-C, Sindhu House, 3rd Floor, Nanabhai Lane, Flora Fountain, Fort, Mumbai 400 001 on Saturday, 7th September, 2013 at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account of the Company for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Rita Pavankumar, who retires by rotation and being eligible, offers herself for re-appointment.
3. To declare a Dividend.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board



Director

Registered Office:

5-C, Sindhu House,
3rd Floor, Nanabhai Lane,
Flora Fountain,
Fort, Mumbai 400 001.

Dated: 3rd August, 2013.

Notes:

- A) Member entitled to attend and vote is entitled to appoint a proxy to attend and vote Instead of himself and the proxy need not be a Member.
- B) The Register of Members and the Share Transfer Books of the Company will remain closed from Monday, 2nd September, 2013 to Saturday, 7th September, 2013 both days inclusive.
- C) Members are requested to notify immediately any change in the address to the Registrar & Transfer Agents of the Company.
- D) The Dividend when declared, will be payable to those members entitled to Dividend and whose names appear on the Register of Members on the 7th September, 2013.

Mack Trading Company Limited

5-C Sindhu House, 3rd Floor, Nanabhai Lane, Flora Fountain,
Fort, Mumbai-400 001

Tel.: 2204 7644/ 2204 7125 | Fax : 2283 6215

DIRECTOR'S REPORT TO THE SHAREHOLDERS

Dear Shareholders:

Your Directors have pleasure in presenting the ANNUAL REPORT on the business and operations of the Company and Audited Statement of Accounts of the Company for the year ended 31st March, 2013.

1) FINANCIAL RESULTS OF THE COMPANY ARE AS UNDER:

	<u>CURRENT YEAR</u> <u>RS.</u>	<u>PREVIOUS YEAR</u> <u>RS.</u>
Profit for the year after meeting all charges and expenses but before provision for taxation	11,47,972	41,661
Less: Provision for tax	(1,25,000)	--
Add: B/f forward from previous year	6,81,014	12,11,842
Add: Excess provision written back	--	2,511
Available for appropriation	17,03,986	12,56,014
Proposed Dividend	(2,45,000)	--
Corporate Dividend Tax	(39,745)	--
Transfer to General Reserve	(9,00,000)	(5,75,000)
Amount to be carried forward to next year	5,19,241	6,81,014
	17,03,986	12,56,014

2) DIVIDEND:

The board of Directors has recommended a dividend of Rs.1/- per share for the share of Rs.10/- each fully paid, which is equivalent to 10% of the paid up share of the company for the year ended 31st March 2013.

3) SUBSIDIARY COMPANY :

The copy of the audited accounts and Directors Report for the company's subsidiary, Keen Investment And Leasing Limited for the year ended 31st March, 2013 is annexed. The statement required to be furnished under section 212 of the Companies Act, 1956 is also attached.

4) DIRECTORS :

Mrs. Rita Pavankumar retires by rotation at the ensuring Annual General Meeting and being eligible offer herself for re- appointment.

5) DIRECTOR RESPONSIBILITY STATEMENT

Pursuant to section 217(2AA) of the Companies Act, 1956 the Directors confirm that:

1. In presentation of the annual accounts, the applicable standards had been followed along with proper explanation relation to material departures;
2. The Directors had 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 your Company at the end of the financial year and of the profit of your Company for that period;
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your Company and for preventing and detection fraud and other irregularities;
4. The Directors had prepared the annual accounts on a going concern basis.

6) CONSOLIDATED FINANCIAL STATEMENTS :

In accordance with the requirements of the Accounting Standard AS – 21 prescribed by the Institute of Chartered Accountants of India, the consolidated Financial Statements of the company and its subsidiary, Keen Investment & Leasing Limited are annexed to this report.

7) AUDITORS

A.K. NEVATIA & ASSOCIATES, Chartered Accountants, retiring auditors is eligible for re-appointment and offers them for reappointment at the ensuing annual general meeting of the company.

8) PARTICULARS OF EMPLOYEES

None of the employee of the company received remuneration in excess of the limit specified u/s 217 (2A) of the Companies Act, 1956

9) COMPLIANCE CERTIFICATE:

A compliance certificate from a Company Secretary in whole time practice, as required under section 383A of the Companies Act, 1956, regarding compliance with the provisions of the Act is annexed.

10) DISCLOSURE OF PARTICULARS WITH RESPECT OF CONSERVATION OF ENERGY

The details as required by Companies (Disclosure of particulars in Report of Board of Directors) Rules, 1988 for conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo are not applicable to the Company having regard to the nature of business of the Company

11) APPRECIATION

We wish to place on record our deep and sincere appreciation for the contribution made by the workers, staff and executives to the performance of the Company.

BY ORDER OF THE BOARD OF DIRECTORS



PAVANKUMAR SANWARMAL / RITA PAVANKUMAR/

DIRECTORS

**Place : MUMBAI
Dated : 31/05/2013**



A. K. NEVATIA & ASSOCIATES

CHARTERED ACCOUNTANTS

19, Laxminarayan Shopping Centre, 1st Floor, Poddar Road, Malad (E), Mumbai - 400 097.
Tel. : 28836667 Telefax : 28829045 E-mail : ak_nevatia@yahoo.com

INDEPENDENT AUDITOR'S REPORT

To the Members of

MACK TRADING COMPANY LIMITED

Report on Financial Statements

We have audited the accompanying financial statements of **MACK TRADING COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for 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 sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). 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.

Auditors' 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 Act 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 March 31, 2013;
- b) In the case of the Profit and Loss Account, of the "Profit" for the year ended on that date; and
- c) In the 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 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, 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 Act, 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



For A K NEVATIA AND ASSOCIATES
(Chartered Accountants)
FRN: 107045W

CA ANIL KUMAR NEVATIA
(PROPRIETOR)
Membership No. : 040403

Place: MUMBAI

Date: 31/05/2013

Annexure to Independent Auditors' Report

Referred to in paragraph 1 of the Our Report of even date to the members of MACK TRADING COMPANY LIMITED. on the accounts of the company for the year ended 31st March, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

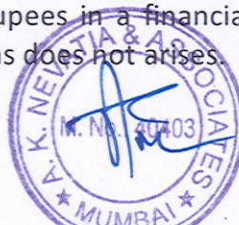
1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

(c) In our opinion and according to the information and explanations given to us, no fixed asset has been disposed during the year and therefore does not affect the going concern assumption.
2. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, the provisions of clauses 4 (iii) [(b), (c) and (d)] of the order are not applicable to the Company.

(e) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not taken loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Thus sub clauses (f) & (g) are not applicable to the company.
3. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories & fixed assets and payment for expenses & for sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
4. a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.

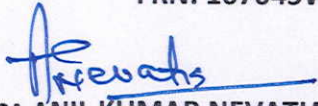
b) As per information & explanations given to us and in our opinion, the transaction entered into by the company with parties covered u/s 301 of the Act does not exceeds five lacs rupees in a financial year therefore requirement of reasonableness of transactions does not arises.



14. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.
15. The Company has no outstanding debentures during the period under audit.
16. The Company has not raised any money by public issue during the year.
17. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
18. Clauses (ii), (viii),(xi),and (xiii) of the aforesaid order are not applicable to the company.



For A K NEVATIA AND ASSOCIATES
(Chartered Accountants)
FRN: 107045W


CA ANIL KUMAR NEVATIA
(PROPRIETOR)
Membership No. : 040403

Place: MUMBAI

Date: 31/05/2013