

**20th ANNUAL REPORT  
2010-2011**



*Rishab Financial Services Ltd.,*  
(Formerly known as Madan Financial Services Ltd.,)

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***RISHAB FINANCIAL SERVICES LIMITED***

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**RISHAB FINANCIAL SERVICES LIMITED**

(Formerly known as Madan Financial Services Limited)

**ANNUAL REPORT 2010 - 2011**

BOARD OF DIRECTORS : **Shri MANGALCHAND C SURANA**  
Chairman

**Shri RAJESH SURANA**  
Managing Director

**Shri N.K.SURANA**  
Director

**Shri YESWANT CHOPRA**  
Director

AUDIT COMMITTEE : **Shri N.K.SURANA**  
Chairman

**Shri MANGALCHAND C SURANA**  
Member

**Shri RAJESH SURANA**  
Member

**Shri YESWANT CHOPRA**  
Member

AUDITORS : **M/s. BHANDARI & KESWANI**  
Chartered Accountants  
75, Nungambakkam High Road,  
Chennai-600 034.



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**SHARES LISTED WITH :** **MADRAS STOCK EXCHANGE LTD.,**  
11, Second Line Beach, Chennai-600 001.  
**BOMBAY STOCK EXCHANGE LTD.,**  
Phiroze JeeJee Bhoy Towers,  
Dalal Street, Mumbai-400 001.

**REGISTERED OFFICE :** **"HANWANT COMPLEX"**  
Old No.58, Govindappa Naicken Street,  
1<sup>st</sup> Floor, Chennai-600 001.  
Ph: 044-32966268

**ADMINISTRATIVE OFFICE :** No. 459, Mint Street,  
**(AND ADDRESS FOR** Sowcarpet, Chennai-600 079.  
**COMMUNICATION)** Ph.: 044-42051166 Fax : 044-43427451

**BANKERS :** **ICICI BANK LTD.,**  
**IDBI BANK LTD.,**  
**VIJAYA BANK**

**SHARE TRANSFER/**  
**DEMAT AGENT :** **CAMEO CORPORATE SERVICES LIMITED,**  
"Subramanian Building", V Floor,  
1, Club House Road, Chennai-600 002.  
Ph. : 044-28460390-95 Fax :044- 28460129

**DEPOSITORY :** **National Securities Depository Ltd.,**  
**(NSDL)**  
**Central Depository Services (India) Ltd.,**  
**(CDSL)**

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**RISHAB FINANCIAL SERVICES LIMITED**

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**NOTICE**

Notice is hereby given that the Twentieth Annual General Meeting of the Members of Rishab Financial Services Limited will be held on Thursday, the 29<sup>th</sup> day of September, 2011 at 9.30 a.m. at No.2, "Sun Plaza", 1st Floor, #39, G. N. Chetty Road, Chennai-600 006, to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Balance Sheet as on March 31, 2011 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors.
2. To appoint a Director in the place of Shri Yeswant Chopra, who retires by rotation and being eligible, and offer himself for re-appointment.
3. To appoint Auditors and to fix their remuneration. The retiring Auditors M/s. Bhandari and Keswani, Chartered Accountants, Chennai are eligible for re-appointment.

By Order of the Board

For **RISHAB FINANCIAL SERVICES LIMITED**

**RAJESH SURANA**  
Managing Director

Place: Chennai  
Date : 31.05.2011

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### 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 PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES, IN ORDER TO BE VALID, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Members are requested to bring in their admission slip duly filled in and handover at the entrance of the Meeting hall.
3. Members are requested to quote their Folio Number or their Client ID Number in all correspondence with the Company.
4. The register of members and share transfer books of the Company will remain closed from 27.09.11 to 29.09.11 (both days inclusive).
6. Members are requested to notify any change in their address.
7. Members are requested to bring their copies of the annual report to the meeting.
8. In terms of Clause 49 of the Listing Agreement with the Stock Exchanges, a brief resume of Directors who are proposed to be appointed/re-appointed at this meeting is given below:

## ***RISHAB FINANCIAL SERVICES LIMITED***

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**Details of Directors re-appointment in the Twentieth Annual General Meeting to be held on Thursday, the 29th day of September 2011, pursuant to requirement of Clause 49 of Listing Agreement on Corporate Governance.**

### **1. SHRI YESWANT CHOPRA**

Shri Yeswant Chopra, was appointed as a Director retiring by rotation on 30.09.2009.

#### **Brief Resume and Nature of Expertise:**

Shri Yeswant Chopra is a school topper in X and XII in Rajasthan Board, holds a Bachelor's Degree in Commerce and topped with 2nd rank from Gujarat University. He qualified as a Chartered Accountant in 2002

He worked as an Assistant Manager in Renuja Enterprises, one of the top consultants in customs and export incentives. He started his carrier as an independent Practicing Chartered Accountant from 2003. He holds NCFM Certificate in Capital Market Module and Mutual Fund Advisory Module.

His extensive operational experience in this field is of immense use to the Company. He does not hold directorship in any other Company.

#### **He is on the following Committees of the Board of Directors:**

Share Transfer Committee	Chairman
Remuneration Committee	Member
Shareholder's Grievance Committee	Member
Audit Committee	Member

#### **Shareholdings of the Director :**

Shri Yeswant Chopra does not hold any shares in your Company.

Resolution seeking approval for his appointment is being placed for member's approval in the notice of the ensuing Annual General Meeting.

The Board of Directors considers that his appointment as a Director will be in the interests of the Company and recommend the passing of the Resolution.

Except Shri Yeswant Chopra none of the Directors of the Company is concerned or interested in the resolution under this item

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### DIRECTOR'S REPORT

The Board of Directors herein present the "Twentieth Annual Report" of the Company together with the Audited Accounts for the year ended 31st March 2011.

### FINANCIAL RESULTS AND APPROPRIATIONS

The financial results for the year ended 31st March 2011 are as follows:

PARTICULARS	Year ended 31.03.2011	Year ended 31.03.2010
	(Rs. in lakhs)	
<b>FINANCIAL RESULTS</b>		
Profit /Loss before Depreciation and Tax	15.01	16.58
Add/Less : Depreciation on Fixed Assets	(1.72)	(2.33)
Provision for Non-Performing Assets	(19.12)	17.17
Contingent Provision for Standard Assets	(0.59)	—
Profit /Loss Before Tax	(6.42)	31.42
Provision for Current Tax	(4.55)	(5.17)
Provision for Deferred Tax	0.10	(0.23)
Profit /Loss after Tax	(10.87)	26.02
Less : Transfer to Statutory Reserve	—	(5.20)
Add : Balance brought forward from previous Years	(145.91)	(166.73)
Deficit carried to Balance Sheet	<u>(156.78)</u>	<u>(145.91)</u>

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### **DIVIDEND**

The directors have decided not to recommend any dividend in view of the accumulated losses.

### **PERFORMANCE**

The Company conducted fresh business to the extent of Rs.136.20 Lacs, during the year. The Company has continued the recovery process of funds that had been disbursed earlier.

### **FIXED DEPOSITS**

Your Company has not accepted any deposits from the shareholders/public during the year under review.

The Company does not have any Public deposits at the end of the year.

### **DIRECTORS**

Shri Yeswant Chopra, being eligible for appointment, offers himself for appointment.

For the kind perusal of the shareholders, a brief resume of the Directors being appointed, nature of their expertise and the names of the companies in which they hold the directorship and the details of the membership of the committees of the Board, are mentioned in the Explanatory Statement. The Board of Directors recommends their appointments.

### **AUDITORS**

M/s. Bhandari & Keswani, Chartered Accountants, Chennai, retire at the ensuing Annual General Meeting and are eligible for re-appointment as Auditors of the Company till the next Annual General Meeting.

### **RBI GUIDELINES**

The Company continues to follow the prudential norms prescribed by the Reserve Bank of India for NBFCs.

Since your Company is not accepting deposits, your company has received Category B Certificate from RBI (i.e. a Company not accepting Public Deposits) on 03.12.2002.



**ENERGY, TECHNOLOGY, FOREIGN EXCHANGE, INFORMATION  
REQUIRED U/S 217(1) (e) OF THE COMPANIES ACT, 1956.**

Your Company has no activity relating to conservation of energy / technology absorption. The Company does not have any foreign exchange earnings or outgo.

**DISCLOSURE U/S 217 (2A) OF THE COMPANIES ACT, 1956.**

During the year under review, the Company has no employee who is in receipt of remuneration attracting the provisions of Section 217(2A) of the Companies Act, 1956.

**CORPORATE GOVERNANCE**

Your Company has taken adequate steps to ensure that all mandatory provisions of Corporate Governance as prescribed under the amended Listing Agreement of the Stock Exchanges on which the Company is listed are complied with.

A separate report on Corporate Governance is included in the Annual Report, a declaration signed by the CEO that Code of Conduct has been complied on an annual basis is annexed and forms part of the Director's Report.

**RESPONSIBILITY STATEMENT OF THE BOARD OF DIRECTORS**

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors, report that:

- (i) In the preparation of Annual Accounts, the applicable accounting standards have been generally followed;
- (ii) appropriate accounting policies have been selected and applied consistently and have 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 31st March, 2011 of the Loss of the Company for that year;

**RISHAB FINANCIAL SERVICES LIMITED**

- (iii) the Directors have taken proper and sufficient care 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 and
- (iv) the annual accounts have been prepared on a going concern basis.

**ACKNOWLEDGEMENT**

Your Directors record their appreciation and their sincere thanks to the Company's Bankers, Customers and all others for their valuable support and co-operation. Your Directors also thank all the employees of the Company for their dedicated service and support.

For and on behalf of the Board of Directors

**MANGALCHAND C SURANA**

Chairman

Place : Chennai

Date : 31.05.2011