

BOARD OF DIRECTORS

G.L. SHARMA CHAIRMAN

S.K. GUPTA

R.K. KUSHWAHA

REGISTERED OFFICE

"SATYAM"

4/276, PARWATI BAGLA ROAD

KANPUR-208 002

BANKERS

Punjab National Bank, Kanpur

HDFC BANK, KANPUR

Indus Ind. Bank, Jaipur

AUDITORS

KAMAL GUPTA ASSOCIATES,

KANPUR

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PRABHAT SECURITIES LTD.

NOTICE

NOTICE is hereby given that 29th Annual general meeting of the shareholder of the company will be held on 30th September, 2011 at 1:00 P.M. at Satyam,4/276, Parwati Bagla Road, Kanpur to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the audited accounts for the financial year ended 31st March, 2011 together with the report of the board of director's and the auditor's thereon.
2. To appoint the auditors and to fix their remuneration.
3. To appoint a director in place of Shri Santosh Kumar Gupta who retires by rotation in the ensuing Annual General Meeting and being eligible offers himself for re appointment.
4. To appoint Mrs. Rekha Kejriwal, Practicing Company Secretary in practice as Secretarial Auditor.

**By order and on Behalf of the Board
FOR PRABHAT SECURITIES LTD.**

Sd/-
**GULJHARI LAL SHARMA
DIRECTOR**

Sd/-
**R.K.KUSHWAHA
DIRECTOR**

PLACE: - KANPUR

DATE:-24.08.2011

NOTES:-A MEMBER WHO IS ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A proxy in order to be effective, should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

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PRABHAT SECURITIES LTD.

PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956.

The Company has no employee whose salary exceeds the limits prescribed under section 217(2A) of the companies Act, 1956. Hence, information required to be given under the side Section read with the companies (Particulars of Employees) Rules, 1975 has been provided in this report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGOING

Information in accordance with the provision 217(1) (e) of the companies act, 1956 read with the companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988.

DIRECTOR'S RESPONSIBILITY STATEMENT

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

1. In the preparation of the annual accounts the applicable accounting standards have been followed.
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 the company at the end of the financial year and of the profit or loss of the company for the year under review.
3. The director's had taken proper and sufficient care for the maintenance of adequate accounting record 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
4. The Director's have prepared the annual accounts on a going concern basis.

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FOR PRABHAT SECURITIES LTD.**

**Sd/-
GULJHARI LAL SHARMA
DIRECTOR**

**Sd/-
R.K.KUSHWAHA
DIRECTOR**

DATED: - 24.08.2011

PRABHAT SECURITIES LTD.

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GULJHARI LAL SHARMA
DIRECTOR**

**Sd/-
R.K.KUSHWAHA
DIRECTOR**

DATED: - 24.08.2011

PRABHAT SECURITIES LTD.

6. The Annual General Meeting for the financial year ended 31st March, 2010 was held on 30.09.2010 after giving due notice to the Members of the Company and the resolution passed thereat were duly recorded in Minutes maintained for the purpose.
7. No Extra Ordinary General Meeting of the Company was Held during the year.
8. The Company has not advanced loan to the companies referred in the section 295 of the Act.
9. As informed, the Company has not entered into any contracts falling within the purview of Section 297 of the Act during the financial year.
10. The Company has to made necessary entries in the Register maintained under Section 301 of the Act during the financial year.
11. There is no approval required pursuant to section 314 of the act during the said financial year.
12. The Company has not issued any duplicate Share Certificates during the financial year.
13. The Company has
 - (i) Not made any allotment/ transfer / transmission of securities during the financial year.
 - (ii) Not declared any dividend during the financial year, hence the Company has not deposited any amount of dividend in separate Bank Account.
 - (iii) The Company was not required to post warrants to any member as no dividend was declared during the financial year.
 - (iv) No unpaid dividend, nor any application money due for refund, and it has no matured deposit and interest accrued thereon remaining unclaimed or unpaid, hence the same is not applicable.
 - (v) Duly complied with the requirements of Section 217 of the Act .
14. The Board of Directors of the company is duly constituted and there was no any appointment of Directors, additional Directors, Alternate Directors and Directors to fill casual vacancies during the financial year.

PRABHAT SECURITIES LTD.

15. The Company has not appointed any *Managing Director/ Whole-time Director/ Manager* during the financial year.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approval of the Central Govt., Company Law Board, Regional Director, Registrar of Companies or such other authorities prescribed under the various provisions of the Act during the financial year.-
18. The Directors have to disclosed their interest in other Firms/Companies to the Board of Directors pursuant to provisions of the Act and the Rules made there under during the financial year.
19. The Company has not issued any securities during the financial year.
20. The Company has not bought back any shares during the financial year ended 31st March, 2011.
21. There was no redemption of preference shares / debentures during the financial year.
22. There was no transaction necessitating the Company to keep in abeyance the right to dividend, rights shares and bonus shares pending registration of transfer of shares during the financial year.
23. As informed, the Company has not invited /accepted any deposits including unsecured loans falling within the purview of Section 58A of the Act during the financial year.
24. The amount borrowed by the company from Directors, members, public, financial institutions, banks, and others during the financial year ending is/are within the borrowing limits of the Company.
25. The Company has not made investments in other Companies during the financial year covered under section 301 of the Companies Act, 1956.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.

PRABHAT SECURITIES LTD.

27. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. As informed, no prosecution was initiated against or show cause notice received by the Company and no fines and penalties or any other punishment imposed on the Company during the financial year for the offences under the Act.
32. The Company has not received any security from its employees during the financial year.
33. The Company has not deducted Provident Fund contribution during the financial year which is not applicable

Place : Kanpur
Date : 24.08.2011

Sd/-

(Rekha Kejriwal)
Company Secretary
C.P. No.: 4857

PRABHAT SECURITIES LTD.

Annexure 'A'

REGISTERS AS MAINTAINED

1. Register of Members u/s 150.
2. Books of Accounts u/s 209.
3. Minutes of Meetings u/s 193.
4. Register of Directors, Managing Director, Manager and Secretary u/s 303.
5. Register of Directors' shareholding u/s 307.
6. Register & Returns u/s 163.

Annexure 'B'

Forms and Returns as filed with the Registrar of Companies, Regional Director, Central Govt. or other authorities during the financial year ended 31st March, 2011:

With the Registrar of Companies:

Sl. No.	Form No./ Return	Filed U/S	For	Date of Filing	Whether Filed Within Prescribed Time	If Delay in Filing Whether Requisite Additional Fee Paid
1.	Balance Sheet Schedule VI	220	31.03.2010	24.10.2010	Yes	-
2.	Compliance Certificate	383A	31.03.2010	24.10.2010	Yes	-
3.	Annual Return Schedule V	159	30.09.2010	24.11.2010	Yes	-

ANNEXURE 'C'

The Board of Directors duly met four times respectively on, the dates as stated hereunder:-

<u>S.No.</u>	<u>Date of the Board Meeting</u>
1.	01.05.2010
2.	13.07.2010
3.	16.08.2010
4.	30.09.2010
5.	10.11.2010
6.	07.01.2011
7.	27.03.2011

PRABHAT SECURITIES LTD.

AUDIT REPORT

The Members of
PRABHAT SECURITIES LIMITED

1. We have audited the attached Balance Sheet of M/s PRABHAT SECURITIES LIMITED, as at 31st March 2011 and also the Profit and Loss Account 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.
2. 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.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act 1956 and in terms of the information and explanations given to us and also on the basis of such checks as we considered appropriate, we enclosed 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:

- i) 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;
- ii) 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 these books;
- iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- iv) In our opinion, the Balance Sheet, Profit & Loss account and Cash Flow Statement subject to Note No. b(5) in Schedule 'M' regarding non provision

PRABHAT SECURITIES LTD.

in diminution in Market/Value/Value of Investment, comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act' 1956, to the extent applicable.

- v) On the basis of written representation received from the directors, as on 31st March' 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March' 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act' 1956;
- vi) As given in Note No. 4 to the Notes of Account (Schedule 'M'), the balance of Unsecured Loans, Sundry Creditors, Loans & Advances and other personal accounts are subject to confirmation & reconciliation, if any;
- vii) In our opinion and to the best of our information and according to the explanations given to us, subject to our comment given in Para 2(iv) & 2(vi) above, the said accounts read together with other notes thereon give the information required under the Companies Act' 1956, in the manner so required and present a true and fair view in conformity with 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' 2011.
 - b) in the case of the Profit & Loss Account, of the 'Profit' of the company for the year ended on that date and
 - c) In the case of Cash Flow Statement of the cash flows for the year ended on that date.

FOR KAMAL GUPTA
ASSOCIATES
CHARTERED ACCOUNTANTS

Sd/-
(CA. PANKAJ GUPTA)
PARTNER

PLACE: KANPUR
DATED:24.08.2011

PRABHAT SECURITIES LTD.

ANNEXURE TO AUDITOR'S REPORT:

RE: PRABHAT SECURITIES LIMITED

Referred to in paragraph (3) of our Audit Report of even date:

1. a) The Company is maintaining proper records showing full particulars including quantitative details and situation of Fixed Assets.
b) As explained to us, the fixed assets are not physically verified by the management during the year. Further explained to us, No materials discrepancies between the book records and the physical inventory have been noticed as confirmed by the management.
c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the company during the year and the going concern status of the company is not affected.

2. a) As explained to us, the inventory of shares has been physically verified by the management at regular intervals during the year.
b) In our opinion and according to the information and explanation given to us, the procedure of physical verification of stock of shares followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
c) On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of inventory of shares. The discrepancies noticed on physical verification of inventory as compared to book records which have been properly dealt with in the books of account were not material.

3. a) The Company has granted Interest Free Unsecured Loans to Companies, Firms and Other Parties covered in the register maintained U/s 301 of the Companies Act' 1956. The year end balances of such loans are Rs. 5.12 Lacs.

PRABHAT SECURITIES LTD.

- b) The Company has taken interest free Unsecured Loan from companies covered in the register maintained U/s 301 of the Companies Act' 1956 aggregating to Rs. 10.37 Lacs during the year and the year end balance of such loans taken from such parties was Rs. 4.02 Lacs. In our opinion, the terms & conditions on which such loans taken are not prima - facie prejudicial to the interest of the company.
4. In our opinion and According to the information & explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory of shares, fixed assets and for the sale of shares. Further, on the basis of our examinations of the books and records of the company, and according to the information and explanations given to us, we have not observed any major weaknesses in internal controls.
5. a) In our opinion and according to the information & explanations given to us, the transactions that need to be entered into the register in pursuance of section 301 of the Companies Act' 1956 have been so entered.
- b) In our opinion and according to the information & explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained U/s 301 of the Act and exceeding the value of Rs. 5.00 Lacs in respect of any party during the year, have been made at prices which are reasonable, having regard to prevailing market prices at the relevant time.
6. In our opinion and according to the information & explanations given to us, the Company has not accepted any deposits from the public.
7. In our opinion, the company has an internal audit system commensurate with its size and nature of its business.

PRABHAT SECURITIES LTD.

8. As informed to us, the maintenance of cost records U/s 209 (1) (d) of the Companies Act' 1956 has not been prescribed by the Central Govt.
9. a) According to the information and explanations given to us and the records of the company examined by us, In our opinion, the company is generally regular in depositing the undisputed statutory dues including Income Tax, Cess and other material statutory dues as applicable, with the appropriate authorities.
- b) According to the records of the company, there are no undisputed amount payable in respect of Income Tax, Service Ta, Cess and other undisputed statutory dues were outstanding at the year and for a period of more than six months from the date they became payable.
- c) According to the records of the company, there are no undisputed amount payable in respect of Income Tax, Service Ta, Cess and other undisputed statutory dues were outstanding at the year and for a period of more than six months from the date they became payable.
- d) According to the records of the company, there is no disputed statutory dues outstanding of Sales Tax, custom Duty, Wealth Tax, Excise Duty and Cess, which have not been deposited other than the following: -

NAME OF THE STATUE	NATURE OF DUES	AMOUNT (Rs.) (In Lacs.)	PERIOD	THE FORUMS WHERE DISPUTE IS PENDING
Income Tax Act' 1961	Disallowance of Loss Loss claimed by the Co.	4.38	A. Y. 1998 - 99	Hon'ble High Court Allahabad

10. The Company has no accumulated losses as at 31.03.2011 and has not incurred cash losses in the financial year ended on that date.

11. According to the records of the company examined by us and the information and explanations given to us, the Company has not defaulted

PRABHAT SECURITIES LTD.

in repayment of dues to any financial institutions or banks as at the balance sheet date.

12. According to information and explanations given to us and based on the documents and records produced to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the company.
14. In our Opinion and information & explanations given to us, the Company is dealer or trader in shares, securities, debentures and other investments.
15. In our Opinion and according to the information & explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. In our opinion, and according to the information and explanations given to us, on an overall basis, the term loans have not been obtained. Hence this clause is not been applicable.
17. On the basis of an overall examination of the Balance Sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short term basis which have been use for long term investments or vice-versa.
18. The Company has not made any preferential allotment of shares to parties and companies entered in the register maintained U/s 301 of the Companies Act' 1956, during the year.

PRABHAT SECURITIES LTD.

19. The Company has not created securities in respect of debentures as no debentures have been issued by the Company.
20. The Company has not raised any money by way of public issues during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance with generally accepted auditing factors practices in India and according to the information and explanations given to us, we have neither come across any instance 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.

FOR KAMAL GUPTA
ASSOCIATES
CHARTERED
ACCOUNTANTS

Sd/-
(CA. PANKAJ
GUPTA)
PARTNER

PLACE: KANPUR
DATED: 24.08.2011

PRABHAT SECURITIES LTD.

BALANCE SHEET AS AT 31ST MARCH' 2011

PARTICULARS	SCHEDULE	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
SOURCES OF FUNDS :-			
A) SHARE HOLDERS FUNDS:-			
SHARE CAPITAL	A	10000070.00	10000070.00
RESERVE & SURPLUS		849057.64	734388.17
B) LOAN FUNDS:-			
UNSECURED LOAN	B	325000.00	1201600.00
		<u>11174127.64</u>	<u>11936058.17</u>
APPLICATION OF FUNDS:-			
FIXED ASSETS:-			
GROSS BLOCK	C	2142797.88	2142797.88
LESS: DEPRECIATION TO THE DATE		1732562.88	1599009.00
NET FIXED ASSETS		<u>410235.00</u>	<u>543788.88</u>
INVESTMENTS	D	3630000.00	3630000.00
CURRENT ASSETS AND LOANS & ADVANCES:-			
a) INVENTORIES	E	12875.00	14730.00
b) CASH & BANK BALANCES	F	189950.42	12.00
c) LOANS & ADVANCES	G	6873653.22	7789916.26
		<u>7076478.64</u>	<u>7804658.26</u>
LESS: CURRENT LIABILITIES AND PROVISIONS	H	62844.00	161945.97
NET CURRENT ASSETS		<u>7013634.64</u>	<u>7642712.29</u>
DEFERRED TAX ASSETS		120258.00	119557.00
		<u>11174127.64</u>	<u>11936058.17</u>

ACCOUNTING POLICIES AND NOTES ON ACCOUNT
AS PER OUR SEPERATE REPORT OF EVEN DATE
FOR KAMAL GUPTA ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 000752C

FOR AND ON THE BEHALF OF BOARD OF DIRECTOR

Sd/-
(CA. PANKAJ GUPTA)
PARTNER
PALCE : KANPUR
DATED :

Sd/-
(GULJHARI LAL SHARMA)
CHAIRMAN

Sd/-
(R.K. KUSHWAHA)
DIRECTOR

PRABHAT SECURITIES LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH' 2011

PARTICULARS	SCHEDULE	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
INCOME -			
SALE OF SHARES		0.00	11360062.06
OTHER INCOME	I	692852.90	708653.86
VARIATION IN STOCK	J	-1855.00	9284.50
		<u>690997.90</u>	<u>12078000.42</u>
EXPENDITURE -			
PURCHASE		0.00	11236078.97
ADMINISTRATIVE EXPENSES	K	407725.55	635858.05
DEPRECIATION	C	133553.88	178319.00
		<u>541279.43</u>	<u>12050256.02</u>
PROFIT/(LOSS) BEFORE TAX		149718.47	27744.40
LESS: PROVISION FOR INCOME TAX		47000.00	15250.00
DEFERRED TAX ASSETS		-701.00	-16630.00
PROVISION FOR FRINGE BENEFIT TAX		0.00	0.00
NET PROFIT/(LOSS) AFTER TAX		103419.47	19194.40
LESS: EXPENSES RELATING TO PREV. YEAR		4000.00	0.00
ADJ. FOR INCOME TAX		-15250.00	3733.50
PROFIT BROUGHT FORWARD FROM EARLIER YEAR		734388.17	718927.27
BALANCE CARRIED TO BALANCE SHEET		849057.64	734388.17
ACCOUNTING POLICIES AND NOTES ON ACCOUNT	L		
- EARNING PER SHARE (in Rs.)			
(AS PER SCHEDULE No. 'M' REFER NOTE No.)			
-BASIC & DILUTED		0.13	0.02
No. OF SHARES USED IN COMPUTING EARNING PER SHARES BASIC AND DILUTED		1000007	1000007
AS PER OUR SEPERATE REPORT OF EVEN DATE FOR KAMAL GUPTA ASSOCIATES CHARTERED ACCOUNTANTS FRN 000752C			
		FOR AND ON BEHALF OF BOARD OF DIRECTOR!	
Sd/- (CA. PANKAJ GUPTA) PARTNER PALCE : KANPUR DATED :		Sd/- (GULJHARI LAL SHARMA) CHAIRMAN	Sd/- (R.K. KUSHWAHA) DIRECTOR

PRABHAT SECURITIES LTD.

FUND FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH' 2011

PARTICULARS	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
A) CASH FLOW FROM OPERATING ACTIVITIES: -		
PROFIT AFTER EXCEPTIONAL ITEMS AND BEFORE TAX	145718.47	24011.00
DEPRECIATION	133553.88	178319.00
INTEREST INCOME	-681406.00	-708454.00
DIVIDEND INCOME	-200.00	-200.00
OPERATING PROFIT BEFORE WORKING CAPITAL CHARGES @	<u>-402333.65</u>	<u>-506324.00</u>
ADJUSTMENT FOR : TRADE AND OTHER RECEIVABLES	916253.04	-884673.00
VARIATION IN INVENTORIES	1855.00	-9285.00
TRADE PAYABLE	-130851.97	11485.00
	<u>787266.07</u>	<u>-882473.00</u>
CASH GENERATED FROM OPERATIONAL ACTIVITIES	<u>384932.42</u>	<u>-1388797.00</u>
B) CASH FLOW INVESTING ACTIVITIES: -		
PURCHASE OF FIXED ASSETS	0.00	-74551.00
INTEREST RECEIVED	681406.00	708454.00
DIVIDEND RECEIVED	200.00	200.00
NET CASH FLOW FROM/(USED) INVESTING ACTIVITIES	<u>681606.00</u>	<u>631103.00</u>
C) CASH FLOW FROM FINANCING ACTIVITIES: -		
PROCEEDS FROM LONG TERM BORROWING	0.00	-151702.00
NET PROCEED FROM SHORT TERM BORROWING	-876600.00	750000.00
NET CASH FLOW FROM/(USED) IN FINANCING ACTIVITIES	<u>-876600.00</u>	<u>598298.00</u>
INCOME/(DECREASE) IN CASH AND CASH EQUIVALANTS	<u>159938.42</u>	<u>-156396.00</u>
CASH AND CASH EQUIVALANTS AT 1st APRIL 2010	12.00	156408.00
CASH AND CASH EQUIVALANTS AT 31st MARCH 2011	189950.42	12.00

FOR AND ON BEHALF OF BOARD OF DIRECTOR

Sd/-
(GULJHARI LAL SHARMA)
CHAIRMAN

Sd/-
(R.K. KUSHWAHA)
DIRECTOR

PRABHAT SECURITIES LTD.

SCHEDULES TO & FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

PARTICULARS	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
SCHEDULE 'A' SHARE CAPITAL:-		
AUTHORISED SHARE CAPITAL 550000 EQUITY SHARE OF Rs. 10/- EACH	5500000.00	5500000.00
ISSUED, SUBSCRIBED, CALLEDUP & PAID-UP CAPITAL:-		
1000007 EQUITY SHARES OF Rs. 10/- EACH FULLY PAIDUP	10000070.00	10000070.00
SECURED 'B' UNSECURED LOANS:-		
FROM BODY CORPORATE	325000.00	1201600.00
FROM DIRECTORS	0.00	0.00
	<u>325000.00</u>	<u>1201600.00</u>
SCHEDULE 'C' INVESTMENT:-		
1) INVESTMENT IN QUOTED SHARES (AT COST) (MARKET VALUE Rs. NIL)	505000.00	505000.00
2) INVESTMENT IN UNQUOTED SHARES (AT COST)	3125000.00	3125000.00
	<u>3630000.00</u>	<u>3630000.00</u>
SCHEDULE 'E' INVENTORIES:-		
STOCK OF SHARE (AT LOWER OF COST OR MARKET VALUE) (AS TAKEN VALUED & CERTIFIED BY DIRECTORS)	12875.00	14730.00
	<u>12875.00</u>	<u>14730.00</u>

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Sd/-
(GULJHARI LAL SHARMA (R.K. KUSHWAHA)
CHAIRMAN

Sd/-
DIRECTOR

PRABHAT SECURITIES LTD.

SCHEDULE 'D' FIXED ASSETS AS ON 31ST MARCH' 2011

PARTICULARS	RATE OF DEP.	COST AS AT 01/04/09	GROSS-BLOCK		TOTAL AS AT 31/03/2011	DEPRECIATION			NET BLOCK	
			ADDITION DURING THE PERIOD	SALE DURING THE YEAR		UP TO 31/03/09	DURING THE YEAR	TOTAL	W.D.V. AS ON 31/03/2010	W.D.V. AS ON 31/03/2011
AIR CONDITIONER	13.91%	58000.00	-	-	58000.00	30005.00	5894.00	33899.00	27995.00	24101.00
COMPUTER	40%	164100.00	-	-	164100.00	152649.00	4580.00	157229.00	13451.00	6871.00
CAR	25.89%	1856146.88	-	-	1856146.88	1397668.00	118700.88	1516368.88	458478.88	339778.88
EPBAX	13.91%	19500.00	-	-	19500.00	12718.00	943.00	13661.00	6782.00	5839.00
SCOOTER	13.91%	45051.00	-	-	45051.00	5969.00	5436.00	11405.00	39882.00	33646.00
TOTAL		2142797.88	-	-	2142797.88	1999009.00	133553.88	1732562.88	543786.88	410235.88

FOR AND ON THE BEHALF OF BOARD OF DIRECTOR

Sd/-

GULJHARI LAL SHARMA
CHAIRMAN

Sd/-

R.K. KUSHWAHA
DIRECTOR

PRABHAT SECURITIES LTD.

SCHEDULE 'F' CASH AND BANK BALANCE AS ON 31ST MARCH 2011

PARTICULARS	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
A) CASH IN HAND	19025.00	12.00
B) BALANCE WITH SCHEDULED BANK IN CURRENT A/c WITH:-		
HDFC BANK	170925.42	0.00
	189950.42	12.00
SCHEDULE 'G' LOANS & ADVANCES:-		
(UNSECURED CONSIDERED GOOD)		
LOANS	6752840.00	7682912.04
PREPAID INSURANCE	439.00	4763.00
PRABHAT FINANCIAL SERVICE LTD. (FOR SHARE)	14.22	14.22
INTEREST RECEIVABLE	77460.00	47916.00
INCOME TAX:-		
TDS (A.Y.2011- 12)	42900.00	0.00
TAX DEDUCTED AT SOURCE (A.Y.2010 -11)	0.00	54311.00
	6873653.22	7789916.26
SCHEDULE 'H' CURRENT LIABILITIES & PROVISIONS:-		
A) CURRENT LIABILITIES:-		
H.D.F.C. BOOK OVERDRAFT	0.00	12386.07
OUTSTANDING LIABILITIES	15844.00	134309.90
	15844.00	146695.97
B) PROVISIONS:-		
PROVISION FOR INCOME TAX (A. Y. 2010 - 2011)	0.00	15250.00
PROVISION FOR INCOME TAX (A. Y. 2011 - 2012)	47000.00	0.00
	62844.00	161945.97

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Sd/-	Sd/-
(GULJHARI LAL SHARMA)	(R.K. KUSHWAHA)
CHAIRMAN	DIRECTOR

PRABHAT SECURITIES LTD.

SCHEDULE 'T' OTHER INCOME AS ON 31ST MARCH' 2011

PARTICULARS	CURRENT YEAR ENDED 31.03.2011	PREVIOUS YEAR ENDED 31.03.2010
DIVIDEND ON SHARES	200.00	200.00
INTEREST ON LOAN	681406.00	702694.00
INTT. ON. INCOME TAX REFUND	10419.00	3650.00
MISC. INCOME	827.90	1971.19
ROUND OFF	0.00	138.67
	<u>692852.90</u>	<u>708653.86</u>
 SCHEDULE 'T' VARIATION IN STOCKS:-		
OPENING STOCK OF SHARES	14730.00	5445.50
CLOSING STOCK IN SHARES	12875.00	14730.00
INCREASE/(DECREASE)	<u>-1855.00</u>	<u>9284.50</u>
 SCHEDULE 'K' ADMINISTRATIVE & SELLING EXPENSES:-		
AUDIT FEES	13483.00	13483.00
BANK CHARGES	55.15	2390.66
CONVEYANCE	120.00	3521.00
DIRECTOR MEETING FEES	12000.00	12000.00
DIRECTOR'S REMUNERATION	0.00	31000.00
DONATION	40764.00	27884.00
ELECTRICITY EXPENSES	4000.00	0.00
INCOME TAX FILING CHARGES	5344.00	12442.00
INSURANCE	0.00	6533.12
INTEREST ON VEHICLE LOAN	9000.00	9000.00
LISTING FEE	1500.00	750.00
MISCELLANEOUS EXPENSES	1600.00	1379.00
PRINTING STATIONERY	5225.00	3225.00
PROFESSIONAL CHARGES	1500.00	2000.00
RATES & TAXES	117000.00	309500.00
REMUNERATION TO EMPLOYEES	60000.00	60000.00
RENT	0.00	4700.00
REPAIRS & MAINTENANCE (NET)	0.04	0.00
ROUND OFF	13134.36	14050.27
TELEPHONE	3000.00	2000.00
TRAVELLING EXPENSES & CONVEYANCE	<u>407725.55</u>	<u>835858.05</u>

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Sd/-
(GULJHARI LAL SHARMA (R.K. KUSHWAHA)
CHAIRMAN

Sd/-
DIRECTOR

PRABHAT SECURITIES LTD.

ANNEXURE '1' LIST OF LOANS AND ADVANCES AS ON 31ST MARCH' 2011

PARTICULARS	AMOUNT (Rs.)
ARROW GRANITES PRIVATE LIMITED	3245900.00
BHAWANI SHANKAR MAHESHWARI	300000.00
PRABHAT FINANCIAL SER. LTD. (LOAN)	1548000.00
R. BIHANI	1084880.00
S. P. KABRA HUF	123500.00
SANJEEV AGARWAL & CO.	250560.00
NEELAM JAIN	200000.00
	<u>6752840.00</u>

ANNEXURE '2' OUTSTANDING LIABILITIES :-

AUDITORS FEE	13483.00
ELECTRICITY PAYABLE	788.00
TELEPHONE EXPENSES	1573.00
	<u>15844.00</u>

ANNEXURE '3' UNSECURED LOAN

(FROM BODY CORPORATE) :-

PRIYANSH SECURITIES LIMITED	300000.00
G. L. SHARMA STOCK BROKER (P) LTD.	25000.00
	<u>325000.00</u>

ANNEXURE '4' OF INVESTMENT :-

	M.V. OF SHARES	No. of Shares	Cost of Shares	COST AMOUNT (Rs.)
QUOTED				
1. RAJENDRA FISCAL SERVICES LIMITED	6.00	5000	10.00	50000.00
2. SUSHILA PULP & PAPERS LIMITED	1.00	500	10.00	5000.00
		TOTAL		<u>505000.00</u>
UNQUOTED				
1. SANTOSH HOLDING PRIVATE LIMITED	-	12500	10.00	125000.00
2. PRABHAT FINANCIAL SERVICES LIMITE	-	30000	10.00	300000.00
		TOTAL		<u>3125000.00</u>
		GRAND TOTAL		<u>3630000.00</u>

FOR AND ON THE BEHALF OF BOARD OF DIRECTOR

Sd/-
(GULJHARI LAL SHARMA)
CHAIRMAN

Sd/-
(R.K. KUSHWAHA)
DIRECTOR

PRABHAT SECURITIES LTD.

SCHEDULE 'L' OF SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS AS ON 31ST MARCH' 2011

A) SIGNIFICANT ACCOUNTING POLICIES: -

1. GENERAL: -

These accounts are prepared on the historical cost basis and on the accounting principals on a going concern.

2. REVENUE RECOGNITION: -

Expenses and Income considered payable and receivable respectively have been accounted for on accrual basis. Where the ability to assess the ultimate collection with reasonable certainty is lacking at the time of raising any claim, revenue recognition is postponed to the extent of uncertainty involved.

3. INVESTMENTS: -

Investments are stated at cost. Dividend income from investment is accounted for a declaration basis. In case of diminution in breakup value of unquoted Investment, the fall in value as compared to cost has not been provided for.

4. VALUATION OF INVENTORIES: -

Shares are valued at lower of cost or market value.

5. FIXED ASSETS: -

Fixed Assets are stated at cost of acquisition inclusive of freight, duties, taxes and incidental expenses.

6. DEPRECIATION AND AMORTISATION: -

Depreciation is provided on written down value method as per the rates and manner specified in Schedule XIV of the Companies Act' 1956.

7. DEFERRED AND CURRENT TAX: -

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act' 1961 Deferred Tax resulting from "Timing Difference" between books and taxable profit is accounted for using the tax rates and

PRABHAT SECURITIES LTD.

laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax assets is recognized and carried forward only to extent that there is a reasonable certainty that the assets will be realised in future.

8. **MISCELLANEOUS EXPENDITURE:-**

Miscellaneous Expenditure, not written off, amortised over a period of ten years.

9. **TREATMENT OF CONTINGENT LIABILITIES:-**

Contingent liabilities are not provided for and are disclosed by way of Notes.

B) **NOTES ON ACCOUNTS:-**

PARTICULARS	CURRENT YEAR AS AT 31.03.2011	PREVIOUS YEAR AS AT 31.03.2010
1. <u>Contingent Liabilities:-</u>		
i) Estimated Amount of Contract on Capital Account remaining to be executed and provided for	NIL	NIL
ii) Other Contingent Liabilities	NIL	NIL
2. Director's Remuneration	120000.00	120000.00
3. <u>AUDITOR'S REMUNERATION:-</u>		
Audit fees & Tax Audit Fee	13483.00	13483.00

4. The balances of Sundry Creditors, Unsecured loans, Loans and Advances, State Bank of Indore, Jaipur, IndusInd Bank, Punjab National Bank and other personal accounts are subject to confirmation and reconciliation, if any.
5. Quoted investments of Rs. 505000.00 held by the company are stated at cost. The market value of these investments as at 31st March 2011 stands at Rs. Nil as there is no rate available as on 31st March 2011. This market value has been considered as Market Value as 31st March 2011 these share have not been quoted on that date and no market value of these share were available as at 31st March 2011. Provision for decline in the market value has not been made, since, in the opinion of the company, it is temporary in nature.

PRABHAT SECURITIES LTD.

I. List of Related parties, as identified by the management, with whom transactions have taken place and relationship: -

Sl. No.	Name of Parties	Relationship
A)	Prabhat Financial Services Ltd.	Associated Company
B)	Sunlight Holding (P) Ltd.	Associated Company
C)	Prabhat Stock Share Brokers (P) Ltd.	Under the same Management Co.
D)	G.L.S. Stock Share Brokers (P) Ltd.	Under the same Management Co.
E)	Guljhari Lal Sharma	Key Management Personal
F)	Rama Kant Kushwaha	Key Management Personal
G)	Prabhat Fabrics	Associated Firm
H)	Smt. Santosh Sharma	Wife of Key Mgt. Personal

II. Transaction During the year: -

Nature of Transaction	Associated Company	Under same Management	Key Management Personal	Relatives of Key Mana. Personal	Other Asso. Firm	Total
i) Loans: -						
taken during the year	-	100000	-	-	-	100000
repaid during the year	-	75000	-	-	-	75000
Balance at the Year end	-	25000	-	-	-	25000
ii) Loans & Advances: -						
Given during the Year [incl. of Int. (Net)]	1600000	200000	-	-	-	1800000
Return during the Year	252000	200000	-	-	-	452000
Balance at the year End	1548000	-	-	-	-	1548000
iii) Expenditure: -						
Payment to & Provision for Directors	-	-	132000	60000	-	192000

14. Figures of the Previous Year have been regrouped/rearranged wherever found necessary.

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Sd/-

Sd/-

PLACE: KANPUR
DATED: 24.08.2011

(CHAIRMAN)

DIRECTOR)

PRABHAT SECURITIES LTD.

BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

1. Registration Details :

Registration No. : 5759

State Code : 20

Balance Sheet date : 31032011

2. Capital raised during the year (Amount in Rs. Thousands)

Public issues
NIL

Rights issues
NIL

Bonus issue
NIL

Private Placement
NIL

3. Position of Mobilisation Deployment of Funds (Amount in Rupees Thousand)

Total Liabilities
11174

Total Assets
11174

Sources of Funds :

Paid up capital
10000

Reserve & Surplus
849

Secured Loans
0

Unsecured Loans
0325

Application of Funds :

Net Fixed Assets
410

Investments
3630

Net Current Assets
7014

Misc. Expenditure
0

Deferred Tax Assets
120

4. Performance of Company (Amount in Rs. Thousands)

Turnover
00691

Expenditure
00541

Profit/loss Before Tax
150

Profit/Loss after Tax
103

Earning per share in Rs.
0.13

Dividend Rate %
NIL

5. Generic Name of the Principal Products of the Company

Item Code No. (ITC codes)

Product Description Being deal in share trading, not applicable

For & on behalf of the Board of Directors

Sd/-
(GULJHARI LAL SHARMA)
CHAIRMAN

Sd/-
(R.K. KUSHWAHA)
DIRECTOR

PRABHAT SECURITIES LTD.

"Satyam" 4/276, Parwati Bagla Road, Kanpur-208 002

Attendance Slip

I hereby record my presence at the 29TH ANNUAL GENERAL MEETING of the Company at "SATYAM" 4/276, Parwati Bagla Road, Kanpur-208 002 at 1.00 p.m. on Tuesday 30th September 2011.

SIGNATURE OF THE ATTENDING MEMBER /PROXY

Notes :

1. Shareholder/Proxy holder wishing to attend the meeting must bring this Attendance Slip to the meeting and hand it over at the entrance duly signed.
2. Shareholder/Proxy holder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.

PRABHAT SECURITIES LIMITED

"SATYAM" 4/276, Parwati Bagla Road, Kanpur-208 002

PROXY

I/We.....
of..... in the district of
being a Member/Members of the above named Company, hereby appoint
of in the district of or failing him
of in the
district of as my/our proxy to attend and vote for
me/us and on my/our behalf at the 29TH Annual General Meeting of the Company, to be held
on Tuesday 30th September 2011 and at any adjournment thereof.
Signed this day of 2011.

Reference Folio
DP ID/BEN ID
No of Shares held

Signature

AiEx 30
Faise
Revenue
Stamp

To form is to be used ^{in favour of} ~~against~~ the resolution unless otherwise instructed the proxy will act as he thinks fit.

* Strike out whichever is not desired.

NOTE : This proxy must be returned so as to reach the Registered office of the Company "SATYAM" 4/276, Parwati Bagla Road, Kanpur-208002. not less than FORTY EIGHT HOURS before the meeting.