



**UTKAL SOAP
PRODUCTS LIMITED**

**THIRTY NINTH
ANNUAL REPORT 2011-2012**

Thirty Ninth
Annual Report & Accounts 2011-2012

UTKAL SOAP PRODUCTS LTD.

DIRECTORS : AKASH TANTIA
P. CHHOTARIA
P. K. SUREKA

AUDITORS : M/S. S. K. SONI & CO.
Chartered Accountants
36, Strand Road,
Kolkata-700 001

BANK : HDFC BANK

REGISTERED OFFICE : 5 & 6, FANCY LANE, 8TH FLOOR
KOLKATA-700 001

UTKAL SOAP PRODUCTS LIMITED

DIRECTORS' REPORT

TO THE SHAREHOLDERS,

Your Directors have pleasure in presenting their report and the Accounts of the Company for the financial year ended 31st March, 2012.

FINANCIAL RESULTS :

	Rs.
Profit of the Company after Provisions	48,922
Less : Balance brought forward from last year	<u>18,68,844</u>
Balance carried over to Balance Sheet	<u>19,17,766</u>

OPERATIONS :

New Manufacturing and trading activities are being explored. The surplus funds however are deployed till such time further business activities are located.

OBSERVATION ON AUDIT REPORT :

The observation of the Auditors and Notes on Accounts are self explanatory and in our opinion do not require any further clarification.

DIVIDEND :

Due to insufficient profit the Board has decided not to declare any Dividend during the Financial Year.

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to Sub-section 2AA of Section 217 of the Companies Act, 1956 the Board of Directors hereby state and confirm that :-

- I. In the preparation of Annual Accounts, the applicable accounting standards had been followed.
- II. The Directors had 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 of the Company for that period.
- III. The Directors had 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.
- IV. The Directors had prepared the annual accounts on a going concern basis.

UTKAL SOAP PRODUCTS LIMITED

DIRECTORS' REPORT (Contd.)

COMPLIANCE CERTIFICATE :

The Company has obtained Compliance Certificate from a practicing Company Secretary U/s. 383A of the Companies Amendment Act, 2000 for compliance of provisions of the Companies Act, 1956. And the same is annexed herewith as a part of this report.

DIRECTORS :

Sri Akash Tantia retires at the ensuing Annual General Meeting and is eligible for re-election.

DEPOSITS :

The Company has not taken any deposits from the public U/s. 58A of the Companies Act, 1956.

LISTING :

The Company's Securities have listed at The Calcutta Stock Exchange Association Ltd.

AUDITORS :

M/s. S. K. Soni & Co., Chartered Accountants, the Auditors of the Company, retires at the ensuing Annual General Meeting of the Company and are eligible for re-appointment.

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

None of the employees of your Company are in receipt of the remuneration requiring disclosures pursuant to the provision of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended, hence no such particulars are annexed.

PARTICULARS OF OBSERVATION OF ENERGY, TECHNOLOGY AND ABSORPTION :

Since the Company is not carrying any manufacturing activities, therefore the details required for above is not applicable.

FOREIGN EXCHANGE EARNING :

(Previous Year Nil) (Present Year Nil)

Place : Kolkata
Dated : 10th August, 2012

AKASH TANTIA | Directors
P. K. SUREKA

UTKAL SOAP PRODUCTS LIMITED

Compliance Certificate (Contd.)

22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowing from and financial institution during the financial year ended on 31-03-2012, therefore compliance of the provisions of Section 293(1)(d) of the Act was not required.
25. The Company has made loans and investment or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
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.
27. The Company has not altered the provisions of the Memorandum with respect to the 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 financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. As per information received the Company has not received any prosecution notice from the Registrar of Companies no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its Employees during the financial year.
33. The Company has not deposited any contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act as Provident Fund Act was not applicable to the Company during the financial year.

For Ranay Goswami & Co.
Company Secretaries

Ranay Goswami
Proprietor

ACS : 28317
C.P. No. 10163

Place : Kolkata
Dated : 10-08-2012

UTKAL SOAP PRODUCTS LIMITED

Compliance Certificate (Contd.)

10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. The Company was not required to obtain any approvals from the Board of Directors and Members or Central Government pursuant to Section 314 of the Act during the financial year.
12. The Company has not issued any duplicate share certificates during the financial year.
13.
 - i) There was no allotment of shares during the financial year. The Company has delivered all the share certificates on lodgment thereof for transfer of shares during the financial year.
 - ii) The Company has not deposited the amount in the separate bank account as no dividend was declared during the financial year.
 - iii) The Company was not required to post dividend warrants to any member of the Company as no dividend was declared during the financial year.
 - iv) The Company has not required to transfer any amount of unpaid dividend account, application money due for refund, matured deposits, matured debentures and interest accrued thereon which have remained unclaimed/unpaid for a period of 7 years to Investor Education and Protection Fund.
 - v) The Company has 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 appointment of directors, additional directors, alternate directors and directors to fill casual vacancy during the financial year.
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 agent during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Directors, Registrar or such authorities as may be prescribed under the various provisions of the Act and the Rules made thereunder.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the Rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares/debentures/other securities during the financial year.
21. The Company has not redeemed any preference shares or debentures during the financial year.

UTKAL SOAP PRODUCTS LIMITED

Compliance Certificate (Contd.)

22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowing from and financial institution during the financial year ended on 31-03-2012, therefore compliance of the provisions of Section 293(1)(d) of the Act was not required.
25. The Company has made loans and investment or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
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.
27. The Company has not altered the provisions of the Memorandum with respect to the 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 financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. As per information received the Company has not received any prosecution notice from the Registrar of Companies no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its Employees during the financial year.
33. The Company has not deposited any contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act as Provident Fund Act was not applicable to the Company during the financial year.

**For Ranay Goswami & Co.
Company Secretaries**

**Ranay Goswami
Proprietor**

**ACS : 28317
C.P. No. 10163**

Place : Kolkata

Dated : 10-08-2012

UTKAL SOAP PRODUCTS LIMITED

Compliance Certificate (Contd.)

ANNEXURE-A

Registers as maintained by the Company :

- | | |
|---|---------------|
| 1. Register of Members | u/s. 150 |
| 2. Register of Directors, Managing Director | u/s. 303 |
| 3. Register of Directors shareholding | u/s. 307 |
| 4. Register of Contracts, Companies and Firms
in which Directors are interested. | u/s. 301(3) |
| 5. Register of Loans and Investments | u/s. 49, 372A |

ANNEXURE-B

Forms and Returns as filed by the Company with the Registrar of Companies during the financial year ended on 31st March, 2012.

Serial No.	Form No.	Filed u/s	For	Date of Filing
1.	23AC XBRL & 23ACA XBRL	220	Annual Accounts & Director Reports as on 31-03-2011	09-12-2011
2.	20B	159	Annual Return made upto 23-09-2011	07-11-2011
3.	66	383A(I)	Compliance Certificate dated 08-08-2011	18-10-2011

For Ranay Goswami & Co.
Company Secretaries

Place : Kolkata
Dated : 10-08-2012

Ranay Goswami
Proprietor
ACS : 28317
C.P. No. 10163

UTKAL SOAP PRODUCTS LIMITED

AUDITORS' REPORT

TO
THE MEMBERS

We have audited the attached Balance Sheet of UTKAL SOAP PRODUCTS LIMITED, as at 31st March, 2012 and the related Profit & 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 the 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.

We report that :

- 1) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- 2) 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.
- 3) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- 4) In our opinion, the Balance Sheet, Profit & Loss Account and the Cash Flow Statement dealt with by this report comply with the Accounting Standards as referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
- 5) On the basis of written representations received from the Directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.

UTKAL SOAP PRODUCTS LIMITED

AUDITORS' REPORT (Contd.)

- 6) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with accounting policy & notes on account give the information as required by the Companies Act, 1956 in the manner so required gives 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 Company as at 31st March, 2012.
 - (b) In the case of the Profit & Loss Account, of the PROFIT for the year ended on that date; and
 - (c) In the case of Cash Flow Statement of the cash for the year ended on that date.
- 7) As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we report to the extent applicable to the Company that :
- i) The Company has no Fixed Assets, hence reporting on it does not arise.
 - ii) There is no inventory, hence reporting on it does not arise.
 - iii) (a) The Company has taken unsecured loan from five parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved was Rs. 5.80 lacs and the year ended balance is Rs. Nil. The terms and conditions of the said loans are, prima facie, not prejudicial to the interest of the Company. The payments of principal amounts when demanded and interest in respect of such loans are regular.
 - (b) The Company has not taken any loans, secured or unsecured, from Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
 - iv) In our opinion, there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchase and sale of services. Further, during the course of our audit we have neither come across nor have we been informed of any instance of continuing failure to correct major weaknesses in the aforesaid internal control procedures.

UTKAL SOAP PRODUCTS LIMITED

AUDITORS' REPORT (Contd.)

- v) According to the information and explanations given to us, there have been no transactions during the year in pursuance of contracts or arrangements, which are required to be entered in the Register maintained under Section 301 of the Act.
- vi) The Company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and the rules framed there under.
- vii) In our opinion, the Company has an Internal Audit System commensurate with its size and nature of its business.
- viii) The Central Government has not prescribed for the maintenance of cost record under Section 209(1)(d) of the Companies Act, 1956 for the Services of the Company.
- ix) (a) According to the information and explanations given to us, in our opinion, the Company has been regular in depositing during the year undisputed statutory dues in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues, as applicable, with the appropriate authorities in India and no undisputed amount payable in respect of the aforesaid dues were outstanding as at 31st March, 2012 for a period of more than six months from the date of becoming payable.

(b) According to the information and explanations given to us, there have been no disputed dues in respect of Sales Tax, Income Tax, Customs Duty, Excise Duty, Wealth Tax and Cess.
- x) The Company has no accumulated losses at the end of the financial year and the Company has not incurred cash losses during the year under review and in the immediately preceding financial year.
- xi) According to the records of the Company, the Company did not have any outstanding dues to any financial institution, Bank or debenture holders during the year.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of Shares, Debentures and other securities.
- xiii) The Company is not a Chit Fund or Nidhi / Mutual benefit Fund / Society.

UTKAL SOAP PRODUCTS LIMITED

AUDITORS' REPORT (Contd.)

- xiv) In our opinion and according to the information and explanations given to us the Company is not dealer or trader in Shares, Debentures, Securities and other Investments.
- xv) In our opinion and according to the information and explanations given to us the Company has not given any guarantee for the loans taken by others from Banks or financial institutions during the year.
- xvi) In our opinion and according to the information and explanations given to us and based on an overall examination, the Company has not taken any term loan during the year under review.
- xvii) Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, there are no funds raised on short term basis which have been used for long term investments.
- xviii) The Company has not made any preferential allotment of Shares during the year.
- xix) No Debenture has been issued during the year.
- xx) The Company has not raised any money by Public Issue during the year.
- xxi) During the course of our examination of the books of account 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 instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.

36, Strand Road
3rd Floor, R. No. 11
Kolkata-700 001
Dated : the 10th August, 2012

For **S. K. SONI & CO.**
Chartered Accountants
Registration No. 307168E
S. K. SONI
Proprietor
M. No. 12800

UTKAL SOAP PRODUCTS LIMITED**Balance Sheet as at 31st March, 2012**

Particulars	Note No.	(Amount in Rs.)	
		As at 31st March, 2012	As at 31st March, 2011
I. EQUITY AND LIABILITIES			
1) Shareholders' Funds			
a) Share Capital	1	39,98,750	39,98,750
b) Reserves & Surplus	2	19,17,766	18,68,844
2) Current Liabilities			
a) Short Term Borrowings	3	—	5,80,000
b) Other Current Liabilities	4	4,500	28,813
c) Short-term Provisions	5	2,57,250	2,35,250
Total		61,78,266	67,11,657
II. ASSETS			
Non Current Assets			
Non Current Investments	6	—	32,707
Current Assets			
a) Inventories	7	31,00,000	—
b) Cash and Bank Balances	8	27,403	1,137
c) Short Term Loans & Advances	9	30,50,863	66,77,813
Total		61,78,266	67,11,657
Notes to the Financial Statement	12		

As per our Report of even date annexed
For S. K. SONI & CO.
Chartered Accountants
(Firm Regn. No. 307168E)

36, Strand Road
Kolkata-700 001
Dated : the 10th August, 2012

S. K. SONI
Proprietor
M. No. 12800

AKASH TANTIA
P. K. SUREKA

Directors

UTKAL SOAP PRODUCTS LIMITED

Statement of Profit & Loss for the period ended 31st March, 2012

<u>Particulars</u>	<u>Note No.</u>	<u>(Amount in Rs.)</u>	
		<u>For the period ended 31st March, 2012</u>	<u>For the period ended 31st March, 2011</u>
Revenue			
a) Other Income	10	2,40,636	14,77,378
l) Total Revenue		<u>2,40,636</u>	<u>14,77,378</u>
Expenses			
a) Finance Cost		13,287	5,27,524
b) Other Expenses	11	1,56,427	1,93,040
ll) Total Expenses		<u>1,69,714</u>	<u>7,20,564</u>
Profit before Tax (I - II)		70,922	7,56,814
Less : Tax Expenses			
Provision for Taxation		22,000	2,35,250
Profit for the period		<u>48,922</u>	<u>5,21,564</u>
Earnings per Equity Share - Basic & Diluted		0.12	1.30
Notes to the Financial Statement	12		

As per our Report of even date annexed
For S. K. SONI & CO.
Chartered Accountants
(Firm Regn. No. 307168E)

36, Strand Road
Kolkata-700 001
Dated : the 10th August, 2012

S. K. SONI
Proprietor
M. No. 12800

AKASH TANTIA
P. K. SUREKA

Directors

UTKAL SOAP PRODUCTS LIMITED

Notes to the Financial Statements

<u>Particulars</u>	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
NOTE - 1		
SHARE CAPITAL		
a) AUTHORISED		
10,00,000 Equity Shares of Rs. 10/- each	<u>1,00,00,000</u>	<u>1,00,00,000</u>
b) ISSUED, SUBSCRIBED & PAID UP		
4,00,000 Equity Share of Rs. 10/- each fully paid up	40,00,000	40,00,000
Less : Call Unpaid	1,250	1,250
	<u>39,98,750</u>	<u>39,98,750</u>

c) Equity shareholder holding more than 5% of equity shares along with the number of equity shares held is as given below :

<u>Name of the Shareholder</u>	<u>Number of Shares</u>	<u>%</u>	<u>Number of Shares</u>	<u>%</u>
i) Sri Akash Tantia	1,07,000	26.75	1,07,000	26.75
ii) Smt. Kailash Tantia	54,800	13.70	54,800	13.70
iii) Kailash Soap Pvt. Ltd.	59,751	14.94	59,751	14.94
iv) J. P. Tantia HUF	20,000	5.00	20,000	5.00
v) South India Project Ltd.	37,600	9.40	37,600	9.40

<u>Particulars</u>	As at 31st March, 2012	As at 31st March, 2011
NOTE - 2		
RESERVES & SURPLUS		
Opening Balance		
Add : Profit for the year	18,68,844	13,47,280
Closing Balance	48,922	5,21,564
	<u>19,17,766</u>	<u>18,68,844</u>

NOTE - 3

SHORT TERM BORROWINGS

From Others		
Akash Tantia	—	5,25,000
Jay Prakash Tantia	—	55,000
	<u>—</u>	<u>5,80,000</u>

UTKAL SOAP PRODUCTS LIMITED

Notes to the Financial Statements

	(Amount in Rs.)	
<u>Particulars</u>	As at 31st March, 2012	As at 31st March, 2011
NOTE - 4		
OTHER CURRENT LIABILITIES		
a) Outstanding Liabilities	4,500	7,819
b) TDS on Brokerage	—	986
c) TDS on Interest	—	9,125
d) HDFC Bank Overdraft	—	6,388
e) National Security Depository Ltd.	—	4,495
	4,500	28,813
 NOTE - 5		
SHORT TERM PROVISIONS		
Provision for Taxation	2,57,250	2,35,250
	2,57,250	2,35,250
 NOTE - 6		
INVESTMENTS		
Non Current Investment		
Long Term		
a) Quoted :		
500 Equity Shares of Swastik Plywood Ltd. of Rs. 10/- each	—	4,157
b) Unquoted :		
In Government Securities :		
i) National Savings Certificate (Deposited with Government Authorities)	—	28,500
ii) 5 Eq. Share Capital of Steel & Fastners Ltd. of Rs. 10/- each	—	50
	—	32,707
 NOTE - 7		
INVENTORIES		
Mutual Fund (Unquoted)		
Reliance Money Manager fund (Units - 2260.385, P.Y. - Nil)	31,00,000	—
	31,00,000	—

UTKAL SOAP PRODUCTS LIMITED

Notes to the Financial Statements

<u>Particulars</u>	(Amount in Rs.)	
	As at 31st March, 2012	As at 31st March, 2011
NOTE - 8		
CASH & CASH EQUIVALENTS		
a) Balance with Bank - Current Account	26,076	—
b) Cash-in-hand (As certified)	1,328	1,137
	<u>27,403</u>	<u>1,137</u>

NOTE - 9		
SHORT TERM LOANS & ADVANCES		
(Unsecured Considered Good)		
a) Loans	25,00,000	65,55,326
b) Income Tax Advance & TDS	5,50,863	1,22,487
	<u>30,50,863</u>	<u>66,77,813</u>

<u>Particulars</u>	(Amount in Rs.)	
	For the period ended 31st March, 2012	For the period ended 31st March, 2011
NOTE - 10		
OTHER INCOME		
a) Profit on sale of Mutual Fund	—	18,401
b) Interest Received (TDS - Rs. 24,064/-)	2,40,636	13,75,953
c) Sundry Balance Written off (Net)	—	83,024
	<u>2,40,636</u>	<u>14,77,378</u>

UTKAL SOAP PRODUCTS LIMITED

Notes to the Financial Statements

<u>Particulars</u>	<u>(Amount in Rs.)</u>	
	<u>For the period ended 31st March, 2012</u>	<u>For the period ended 31st March, 2011</u>
NOTE - 11		
OTHER EXPENSES		
Advertisement	2,515	1,707
Filing Fees	1,500	10,140
Listing Fees	—	11,581
Licence and Fees	8,880	1,900
Rates and Taxes	2,500	2,500
Professional Charges	53,149	40,347
Printing & Stationery	9,787	5,693
Rent	18,000	12,000
Bank Charges	—	496
Demat Charges	—	2,090
Custody Fees (NSDL & CSDL)	—	20,648
Brokerage & Commission	—	56,710
Custodial Fees	13,236	—
Legal Charges	4,000	12,048
Travelling & Conveyance	1,840	327
Miscellaneous Expenses	1,823	233
Postage and Telegram	1,990	10,120
Investments Written off	32,707	—
Payment to Auditors :		
Audit Fees	4,500	4,500
	<u>1,56,427</u>	<u>1,93,040</u>

UTKAL SOAP PRODUCTS LIMITED

NOTE - 12

NOTES TO THE FINANCIAL STATEMENT

1. SIGNIFICANT ACCOUNTING POLICIES :

1.1 Basis of Accounting :

The financial statement has been prepared on accrual basis in accordance with accepted accounting principles, Accounting Standard notified by the Central Government and relevant provision of Companies Act based on historical cost convention.

1.2 Revenue Recognition :

Other Income and expenses have been considered in the accounts on accrual basis.

1.3 Inventories :

Inventories include Units of Mutual Fund. Inventories are valued at lower cost and net realizable value/cost.

1.4 Investments :

Investments are stated at cost less provision for diminution in value other than temporary, if any.

1.5 Taxes on Income :

a) Current Tax is amount of tax payable on taxable income in accordance with the Provision of Income Tax Act, 1961.

b) Deferred Tax is recognised on timing difference between taxable Income and accounting Income that originate in one period and reversal in one or more subsequent periods.

1.6 Contingent Liabilities / Assets :

Contingent Liabilities, if any, are not recognized in the accounts but are disclosed by way of notes. Contingent assets are neither recognized nor disclosed in the accounts.

2. OTHER NOTES TO ACCOUNTS :

2.1 There is no contingent liabilities as on 31st March, 2012.

2.2 Due to non existence, certain Investments amounting Rs. 32,707/- have been written off during the year.

2.3 Related party disclosures :

a) Name of related parties and description of relationship

- | | | |
|----------------------------|---|-------------------|
| i) Key Management Personal | : | Shri J. P. Tantia |
| ii) Relative of KMP | : | Sri Akash Tantia |

UTKAL SOAP PRODUCTS LIMITED

NOTE - 12 (Contd.)

b) Transactions Details

Particulars	KMP & if's Relative	Associated	Total
Loan taken	1,00,000/-	—	1,00,000/-;
Interest Paid	13,287/-	—	13,287/-;
Rent paid	—	18,000/-	18,000/-

There is no balance outstanding at the year end.

- 2.4 Segment Reporting is not applicable.
- 2.5 Deferred Tax Assets / Liabilities have not been considered in the accounts as there is no difference in taxable income and accounting income.
- 2.6 Other Information - Not Applicable
- 2.7 Previous year's figures have been regrouped or rearranged and presented to confirm to the current year's classification.

As per our Report of even date annexed

36, Strand Road
Kolkata-700 001

Dated : the 10th August, 2012

For S. K. SONI & CO.
Chartered Accountants

S. K. SONI
Proprietor

AKASH TANTIA
P. K. SUREKA

Directors

UTKAL SOAP PRODUCTS LIMITED

Cash Flow Statement for the year ended 31st March, 2012

	For the year ended 31-03-2012 Rs.	For the year ended 31-03-2011 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax and Extra-Ordinary items	70,922	7,61,314
Add : Interest paid	13,287	5,27,524
	<u>84,209</u>	<u>12,88,838</u>
Adjustment for		
Profit on Sale of MF	—	(18,401)
Interest Received	(2,40,636)	(13,75,953)
Operating Profit before Working Capital Changes	<u>(1,56,427)</u>	<u>(1,05,516)</u>
Adjustment for		
1. (Decrease) / Increase in Liabilities	20,995	(88,916)
2. Increase / (Decrease) in Assets Written-off	32,707	(83,024)
3. (Increase) / Decrease in Sundry Advances	—	—
Cash Generated from operations	<u>(1,02,725)</u>	<u>(2,77,456)</u>
Income Taxes Paid / Refund	(67,296)	(1,22,487)
Cash Flow before Extra-Ordinary items	<u>(1,70,021)</u>	<u>(3,99,943)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>(1,70,021)</u>	<u>(3,99,943)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Interest Received	2,40,636	13,75,953
Purchase of Mutual Fund	(35,00,000)	—
Recovery of Loan	40,55,326	84,88,718
Sale of Investments	—	36,50,000
NET CASH USED IN INVESTING ACTIVITIES	<u>7,95,962</u>	<u>1,35,14,671</u>
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Increase / (Decrease) in Unsecured Loan	(5,80,000)	(1,27,48,745)
Interest Paid	(13,287)	(5,27,524)
NET CASH USED IN FINANCING ACTIVITIES	<u>(5,93,287)</u>	<u>(1,32,76,269)</u>
Net Increase/(–) Decrease in Cash and Cash Equivalent (A+B+C)	32,654	(1,61,541)
Cash and Cash Equivalents as at 01-04-2011 (Opening Balance)	(5,251)	1,66,792
Cash and Cash Equivalents as at 31-03-2012 (Closing Balance)	27,403	(5,251)

As per our Report of even date annexed

36, Strand Road
Kolkata-700 001
Dated : the 10th August, 2012

For S. K. SONI & CO.
Chartered Accountants
S. K. SONI
Proprietor

AKASH TANTIA
P. K. SUREKA

Directors