

**SUMMIT SECURITIES LIMITED**

ANNUAL REPORT 2010 - 11

**BOARD OF DIRECTORS:**

A.N. MISRA

H. N. SINGH RAJPOOT

PARAS. K. CHOWDHARY

RAMESH D. CHANDAK

SURESH MATHEW

**COMPANY SECRETARY:**

SHRUTI JOSHI

**REGISTERED OFFICE:**

ADDRESS:

463, DR. ANNIE BESANT ROAD,

WORLI, MUMBAI – 400 030

PHONE: 91-22-2493 0621

FAX: 91-22-2497 4710

**AUDITORS:**

N. M. RAIJI & CO.

**REGISTRAR AND SHARE TRANSFER AGENTS:**

TSR DARASHAW LIMITED

6-10, HAJI MOOSA PATRAWALA INDUSTRIAL ESTATE,

20, DR. E. MOSES ROAD, MAHALAXMI, MUMBAI – 400 011

**BANKERS:**

ICICI BANK LIMITED

HDFC BANK LIMITED

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## NOTICE

NOTICE is hereby given that the Annual General Meeting of the Company will be held at the Auditorium, Textiles Committee, Next to Trade Plaza (TATA Press), P. Balu Road, Prabhadevi Chowk, Prabhadevi, Mumbai 400 025 on Friday, September 23, 2011 at 2.30 p.m. to transact the following business:

### Ordinary Business

1. To receive, consider and adopt the audited Balance Sheet as at March 31, 2011 and Profit and Loss Account for the year ended on that date, the Report of the Auditors thereon and the Report of the Directors.
2. To appoint a Director in place of Mr. Paras K. Chowdhary who retires by rotation and, being eligible, has offered himself for re-appointment.
3. To appoint Messrs N. M. Rajji & Co., as Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting and to fix their remuneration.

### Special Business

4. To consider and if thought fit, to pass with or without modification, the following resolution as an **Ordinary Resolution**:

“RESOLVED that Mr. A. N. Misra, who was appointed as an Additional Director of the Company with effect from October 7, 2010 and holds office under the provisions of Section 260 of the Companies Act, 1956 upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director and who is eligible for appointment, be and is hereby appointed as Director of the Company liable to retire by rotation.”

### NOTES:

- a) **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 INSTRUMENT APPOINTING THE PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
- c) Members are requested to refer the Chapter on Corporate Governance Report in the Annual Report for the information in respect of re-appointment/appointment of Directors, under Clause 49 of the Listing Agreement.

The shareholding of the Directors seeking re-appointment/appointment is as follows:

Name of the Director	No. of Shares
Mr. Paras. K. Chowdhary	0
Mr. A. N. Misra	0

None of the Directors seeking appointment/re-appointment is related to any member of the Board of Directors.

- d) The Register of Members of the Company and the Share Transfer Books shall be closed from September 9, 2011 to September 23, 2011 (both days inclusive).
- e) For the convenience of the Members and for proper conduct of the Meeting, entry to the place of the Meeting will be regulated by the Attendance Slip, which is annexed to the Proxy Form. Members are requested to affix their signature at the place provided on the attendance slip and hand it over at the entrance.
- f) Members can avail of the nomination facility, under Section 109A of the Companies Act, 1956 by filing Form No.2B with the Company. Blank forms will be supplied on request.
- g) **If any of the members are holding shares in the same name or in the same order of names, under different Folios, then members are requested to notify the same to TSR Darashaw Limited, Registrar & Share Transfer Agents of the Company at 6-10, Haji Moosa Patrawala Industrial Estate, 20, Dr. E. Moses Road, Mahalaxmi, Mumbai – 400 011 for consolidation of their folios.**
- h) Members are requested to notify immediately any change of address:
  - To their Depository Participants (DPs) in respect of their electronic share accounts, and
  - To TSR Darashaw Limited, Registrar & Share Transfer Agents of the Company at 6-10, Haji Moosa Patrawala Industrial Estate, 20, Dr. E. Moses Road, Mahalaxmi, Mumbai – 400 011, in case of the shares being held in physical form.
- i) In case the Mailing Address mentioned on this Annual Report is without a **PINCODE**, Members are requested to kindly inform their **PINCODE**.

**Under the Authority of the Board of Directors**

Mumbai  
Date: May 30, 2011

**Shruti Joshi**  
Company Secretary

**Registered office:**  
463, Dr. Annie Besant Road,  
Worli, Mumbai 400 030

### ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT pursuant to Section 173(2) of the Companies Act, 1956.

1. In terms of Section 173 of the Companies Act, 1956, the following explanatory statement sets out all the material facts relating to Item No. 4 of the accompanying Notice dated May 30, 2011.

2. Item No. 4

Mr. A. N. Misra was appointed as an Additional Director of the Company under Section 260 of the Companies Act, 1956 on October 7, 2010. He holds office up to the date of the ensuing Annual General Meeting.

The Company has received notice along with the requisite deposit as required under Section 257 of the Companies Act, 1956, from a member proposing Mr. A. N. Misra for his appointment as Director of the Company liable to retire by rotation. The Directors are of the view that appointment of Mr. A.N. Misra will be in the interest of the Company.

The Board of Directors accordingly, recommend the resolution set out at Item No. 4 of the accompanying Notice for the approval of the members.

None of the Directors, except Mr. Misra is concerned with or interested in the Resolution at Item No. 4 above.

**Under the Authority of the Board of Directors**

Mumbai  
Date: May 30, 2011

**Shruti Joshi**  
Company Secretary

**Registered office:**  
463, Dr. Annie Besant Road,  
Worli, Mumbai 400 030

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### IMPORTANT COMMUNICATION – SUPPORT GREEN INITIATIVE

Ministry of Corporate Affairs, New Delhi (“MCA”) has taken a “Green Initiative” in the Corporate Governance by permitting compliances by companies vide its Circular No. 17/2011 dated April 21, 2011 and Circular No. 18 / 2011 dated April 29, 2011 and clarified that the service of documents by a company can be made through electronic mode instead of sending the physical copy of the document(s) to the shareholders.

Keeping in line with this initiative, we propose to send all the communications / documents, henceforth, including the notices for General Meetings, Audited Financial Statements, Directors Report, Auditors Report, Notice of Postal Ballot and other documents of your Company in electronic mode. In connection with the same, we request you to provide your latest/updated e-mail address on which future communication/correspondence/documents can be sent to you.

Shareholders holding shares in demat mode, are requested to register their e-mail id with the concerned Depository Participant, in case their e-mail ids are not registered. The shareholders holding shares in physical mode are requested to register their e-mail id with TSR Darashaw Limited (Registrar & Share Transfer Agents of the Company) by sending a request letter duly signed by the first/sole shareholder or with the Company at [summitsec@gmail.com](mailto:summitsec@gmail.com)

We are sure you would appreciate the “Green Initiative” taken by the MCA and your Company’s desire to participate in this initiative. We look forward to receive your support for making this initiative a great success.

**DIRECTORS' REPORT AND MANAGEMENT DISCUSSION AND ANALYSIS**

Dear Shareholders,

Your Directors have pleasure in presenting their Report together with audited accounts for the year ended March 31, 2011.

**FINANCIAL HIGHLIGHTS**

(Rs. in lacs)

	<b>For the year ended 31.3.2011</b>	For the year ended 31.3.2010
Total Income	<b>625.73</b>	679.36
Profit before Depreciation and Tax	<b>341.03</b>	455.53
(-) Depreciation	<b>0.33</b>	0.24
Profit/(Loss) before tax	<b>340.70</b>	455.29
Add: Excess / (Short) Provision of tax of earlier years	<b>96.82</b>	(9.90)
(-) Tax	-	(6.00)
(-) Deferred Tax	<b>(117.13)</b>	(8.90)
Profit/(Loss) after tax	<b>320.39</b>	430.50
Appropriation:		
Less: Transfer to Statutory Reserve	<b>64.08</b>	87.00
Add: Balance brought forward	<b>343.50</b>	-
Balance Profit/(Loss) transferred to Balance Sheet	<b>599.81</b>	343.50

**DIVIDEND**

With a view to conserve resources, your Directors have not recommended any dividend for the year under review.

**FINANCIAL PERFORMANCE**

During the financial year under review, the Total Income and Profit before Depreciation and Tax (PBDT) were Rs. 625.73 lacs and Rs. 341.03 lacs respectively as against Rs. 679.36 lacs and Rs. 455.53 lacs in the previous year (including an excess provision of Rs. 123.83 lacs written back).

**LISTING ON STOCK EXCHANGES**

The Securities and Exchange Board of India (SEBI) vide its letter dated December 24, 2010 granted necessary relaxation from applicability of Rule 19(2)(b) of Securities Contracts (Regulation) Rules, 1957, for listing of the equity shares of the Company. Consequently, the equity shares of the Company were listed on January 28, 2011 on Bombay Stock Exchange Limited and National Stock Exchange of India Limited.

**SALE OF FRACTIONAL ENTITLEMENTS**

Pursuant to the Scheme of Arrangement, the fractional entitlements arising out of the issue of shares under the said Scheme were consolidated into 60,707 equity shares of Rs. 10/-

each. The entire 60,707 equity shares of the Company were sold and the net sale proceeds of Rs. 66.19 lacs were distributed to the shareholders in April, 2011 who were entitled to such sale proceeds in proportion to their respective fractional entitlements.

**INDUSTRY AND BUSINESS OVERVIEW AND FUTURE OUTLOOK**

Growth in India is expected to be moderate, with GDP growth of 8.30 percent in 2011 and a projected growth of above 7.50 percent in 2012. Infrastructure will remain a key contributor to growth and corporate investment is essential as capacity constraints start to build. However, cost of funds has become a major hurdle to availment of credit by companies. This may affect investment and capital expenditure in several sectors. The Company is a Non Banking Financial Company (NBFC) registered with Reserve Bank of India.

**THREATS AND CONCERNS**

The Company's income is mainly derived from the dividends on investments held by it. Any adverse impact on the industries in which the Company has made investment will have direct bearing on the performance of the Company. Any slowdown in the growth of Indian economy or any volatility in global financial market, could also adversely affect the business. Moreover, the Company is also prone to risks pertaining to change in government regulations, tax regimes, other statutes and capital market fluctuations in respect of investments held by the Company.

**INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has adequate internal audit and control system commensurate with its size and nature of business to ensure operational efficiency, accuracy and promptness in financial reporting and compliance of various laws and regulations. The Audit Committee appointed by the Board reviews the internal Audit Report and the adequacy and effectiveness of internal controls periodically.

**CAUTIONARY STATEMENT**

Statements in this Report describing the Company's objectives, projections, estimates and expectations may constitute "forward looking statements" within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

**HUMAN RESOURCES**

The Company has already formulated the organization structure and has recruited employees as per its requirements. It is now in process of putting in place, various human resources, policies and procedures. Employee's relations remain cordial during the year under review.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Due to the nature of business, this provision is not applicable to the Company.

### SUBSIDIARY

As on March 31, 2011, the Company has two subsidiaries, Instant Holdings Limited and Sudarshan Electronics & T. V. Limited and two step down subsidiaries viz; Idea Tracom Private Limited and Goodhope Sales Private Limited, being the wholly owned subsidiaries of Instant Holdings Limited.

The Ministry of Corporate Affairs vide its circular no.5/12/2007-CL-III dated February 8, 2011 has subject to compliance of certain conditions, granted general exemption to the companies from attaching the annual report and accounts of its subsidiary companies. As per this circular, a statement containing brief financial details of the subsidiaries for financial year ended March 31, 2011 is included in this Annual Report. Further, pursuant to the Listing Agreement entered into with the Stock Exchanges and also as per this circular, the consolidated financial statements of the Company form part of the Annual Report. These statements have been prepared in strict compliance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

The Annual Accounts of the subsidiaries and the related detailed information will be made available to the shareholders seeking such information at any point of time and are also available for inspection at the registered office of the Company and that of its subsidiaries.

### DIRECTORS

During the year under review, Mr. A. N. Misra was appointed as an Additional Director of the Company on October 7, 2010 and he would hold office upto the date of the ensuing Annual General Meeting. A Notice has been received from a member proposing the name of Mr. Misra as Director retiring by rotation.

Mr. Aditya Atal resigned as the Director of the Company during the year under review.

In accordance with the Companies Act, 1956 and the Articles of Association of the Company, Mr. Paras. K. Chowdhary retires by rotation and being eligible offers himself for re-appointment.

### EMPLOYEE STATEMENT

During the period under review, no employee was in receipt of remuneration which in aggregate was equal or more than that specified under Section 217(2A) of the Companies Act, 1956.

### GROUP

The names of the Promoters and entities comprising 'Group' as defined under the Monopolies and Restrictive Trade Practices ("MRTP") Act, 1969 are disclosed in the Annual Report for the purpose of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997.

### CORPORATE GOVERNANCE

A report on corporate governance, along with a certificate from the auditors of the Company, regarding the compliance of conditions of Corporate Governance, as stipulated under Clause 49 of the Listing Agreement, is annexed to this Report.

### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors, to the best of their knowledge and belief confirm that:

- i) the applicable Accounting Standards have been followed in the preparation of the annual accounts.
- ii) such accounting policies have been selected and applied consistently and such judgements and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company in the Balance Sheet as at March 31, 2011 and of the Profit and Loss Account for the said financial year viz April 1, 2010 to March 31, 2011.
- iii) proper and sufficient care has been taken 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 annual accounts have been prepared on a going concern basis.

### AUDITORS

Messrs N. M. Raiji & Co., Chartered Accountants, statutory auditors of the Company, retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

### ACKNOWLEDGEMENT

The Board of Directors wishes to place on record its gratitude for the faith reposed in the Company and the co-operation extended by government authorities, shareholders and employees of the Company.

**For and on behalf of the Board of Directors**

**Ramesh D. Chandak**    **Suresh Mathew**  
Director                      Director

Mumbai,  
Date : May 30, 2011

## CORPORATE GOVERNANCE REPORT

### I. COMPANY PHILOSOPHY

The Company's philosophy on Corporate Governance envisages attainment of the highest levels of transparency, accountability and equity, in all facets of its operations and in all interactions with its stakeholders, including shareholders, employees, the government and the society in general. Accordingly, this Company's philosophy extends beyond what is reported under this Report and it has been the Company's constant endeavor to attain the highest levels of Corporate Governance.

This report is for compliance of Clause 49 of the Listing Agreement, which the Company has entered into with the Stock Exchanges.

### II. BOARD OF DIRECTORS

In terms of the Company's Corporate Governance Policy, all statutory and other significant and material information including information mentioned in Annexure IA of Clause 49 of the Listing Agreement are placed before the Board

to enable it to discharge its responsibility of strategic supervision of the Company with due compliance of laws and as trustees of stakeholders.

#### 1. Composition:

At present the Board of Directors of the Company consists of Five (5) Members, all of whom are Non-Executive & Independent Directors.

During the year under review, Mr. A.N. Misra was appointed with effect from October 7, 2010 as an Additional Director. Mr. Aditya Atal, Director of the Company resigned with effect from October 7, 2010.

#### 2. Board Meetings:

During the year under review, 8 meetings of the Board were held on 03.04.2010, 17.05.2010, 07.07.2010, 27.07.2010, 06.08.2010, 07.10.2010, 10.01.2011 and 14.02.2011. Attendance of the Directors in the said Board Meetings and also at the last Annual General Meeting is as given below:

Name	Category	Attendance at last AGM	No. of Board Meetings attended during the year	No. of Directorships in other public limited Companies	No. of Committee positions held in other public limited Companies*	
					Chairman	Member
Mr. Paras K. Chowdhary	Non-Executive & Independent	YES	5	7	-	2
Mr. Ramesh D. Chandak	Non-Executive & Independent	YES	7	3	-	1
Mr. Suresh Mathew	Non-Executive & Independent	YES	8	7	1	1
Mr. H.N. Singh Rajpoot	Non-Executive & Independent	YES	7	10	1	3
Mr. A.N. Misra (Appointed on 7.10.2010)	Non-Executive & Independent	NA	2	9	-	1
Mr. Aditya Atal (Resigned on 7.10.2010)	Non-Executive & Independent	NO	0	2	-	-

NA – Not Applicable

\* The Committee positions pertain to position held in Audit Committee and Shareholder's / Investor's Grievance Committee.

### 3. Details of Directors Proposed to be re-appointed / appointed at the forthcoming Annual General Meeting:

#### A. Mr. Paras K. Chowdhary

Mr. Paras Kumar Chowdhary (60 years) holds a Bachelors degree in Physics (Hons) and has over 37 years experience in senior management positions in the tyre industry. He started his career from the junior management position with Apollo Tyres Limited and rose to the position of President and Whole-Time Director within a short time. He was instrumental in turning around of that company. Later, he joined RPG Enterprises as President – Telecom business in 1997. He then moved to Tyre major CEAT Limited as the Managing Director in 2001. He has successfully steered CEAT to great heights, highest ever turn over and profits in the recent time.

Mr. Chowdhary was also the past President of Automative Tyre Manufacturers Association (ATMA)

### Other Directorships:

- RADO Tyres Limited
- Sea Princess CHSL
- CEAT Limited
- Harrisons Malayalam Limited
- Phillips Carbon Black Limited
- STEL Holdings Limited
- Spencer & Company Limited
- Spencer International Hotels Limited
- Associated CEAT (Pvt) Limited, Colombo
- Associated CEAT Holdings Company (Pvt) Limited, Colombo
- CEAT Kelani Holdings (Pvt) Limited, Colombo
- CEAT Kelani International (Pvt) Limited, Colombo
- CEAT Kelani Radials (Pvt) Limited, Colombo

### Member / Chairman of Committees:

Company	Committee	Chairman/ Member
CEAT Limited	Shareholders Grievance Committee	Member
Phillips Carbon Black Limited	Audit Committee	Member

Mr. Chowdhary is not related to any member of the Board of Directors or to any Management Personnel of the Company.

### B. Mr. A.N. Misra

Mr. Amarendra Nath Misra is a Law Graduate from Lucknow University. He did his MBA from Lucknow University. He did his Masters in Law (LLM) from Bombay University. He also holds a Post Graduate Diploma in Computer Science (PGDCS) from Institute of Engineering & Technology, Lucknow and a Diploma in Creative Writing in English (DCE) from IGNOU. He has about 24 years of legal experience both at the bar as well as in the industry. He has been with RPG group for last 16 years and currently he is Senior Vice President and Chief Legal Officer of the Group. Prior to joining RPG Group, he has also worked with ICICI and Aditya Birla Group.

During his career, Mr. Misra has successfully handled a variety of domestic and international litigation. He is also an expert in corporate litigation, copyright, intellectual property matters and mergers and acquisitions. He had written many articles on legal subjects which were published in the

leading financial newspapers. He has also co-authored text books for the LL M curriculum of Bombay University.

### Other Directorships:

- Duncan Investments & Industries Limited
- Instant Holdings Limited
- Sudarshan Electronics & T.V Ltd
- Malabar Coastal Holdings Limited
- Atlantic Holdings Limited
- RPG Cellular Investments & Holdings Pvt Ltd
- RPG Landscapes Limited
- Dakshin Bharat Petrochem Pvt Ltd
- B. N. Elias & Company Pvt Ltd
- Petrochem International Limited
- Chattarpati Investments Limited
- Carniwal Investments Limited

### Member / Chairman of Committees:

Company	Committee	Chairman/ Member
Petrochem International Limited	Audit Committee	Member

Mr. Misra is not related to any member of the Board of Directors or to any Management Personnel of the Company.

### III. Committees of the Board:

#### 1. Audit Committee:

The role, powers, functions and the terms of reference of the Audit Committee specified by the Board are in conformity with the requirements of Clause 49 of the Listing Agreement as well as Section 292A of the Companies Act, 1956. The Committee acts as a link between the Statutory Auditors and the Board of Directors. The responsibilities of the Audit Committee include overseeing of the financial reporting process to ensure fairness, adequate disclosures and credibility of financial statements, recommendation of appointment and removal of statutory auditors, review of the adequacy of internal control systems and the internal audit function.

#### Composition:

The Company has complied with the requirements of Clause 49 (II) (A) of the Listing Agreements in respect of the composition of the Audit Committee. At present, the Audit Committee of the Company consists of 3 members; Mr. Suresh Mathew, Mr. H. N. Singh Rajpoot and Mr. Paras K. Chowdhary. Mr. Suresh Mathew is the Chairman of the Audit Committee. All the members of the Audit Committee have sound knowledge of finance, accounts, company law and general management.



The Company Secretary functions as the Secretary of the Committee.

## 2. Shareholders / Investors Grievance Committee:

The functions and powers of the Committee include review and address the complaints, queries of all investors and to ensure that the same are expeditiously responded to and redressed accordingly. The Committee has to also review and respond to the queries received by it from the Statutory Authorities such as the Stock Exchanges, Securities and Exchange Board of India and the Ministry of Corporate Affairs.

The Committee consists of three members, Mr. H. N. Singh Rajpoot, Mr. Suresh Mathew and Mr. A.N. Misra. Mr. H. N. Singh Rajpoot is the Chairman of the Committee. The Company Secretary functions as the Secretary of the Committee.

The Status of the Complaints received from investors is as follows:

### Shareholders & Investors Complaints:

Sr. No.	Particulars of the Complaints	Number of Complaints
1	Complaints pending as on April 1, 2010	Nil
2	Complaints received during the year	23
3	Complaints disposed off during the year	23
4	Complaints remained unresolved as on March 31, 2011	Nil

The Board has designated Ms. Shruti Joshi as the Compliance Officer.

- Director's Remuneration:**

During the year under review, no remuneration was paid to any of the directors for any of the Meetings of the Board of Directors or the Committees.

- Shareholding of the Directors**

Name of the Director	:	No. of Equity Shares of face value Rs. 10/- each
Mr. H. N. Singh Rajpoot	:	101
Mr. Suresh Mathew	:	101

## DETAILS OF GENERAL BODY MEETINGS:

The details of the last three (3) General Meetings are as below:

Meeting	Day, Date	Time	Venue
Annual General Meeting	Thursday, September 30, 2010	11.00 A.M.	The Auditorium, Textiles Committee, next to Trade Plaza, (TATA Press), P. Balu Road, Prabhadevi Chowk, Prabhadevi, Mumbai 400 025
Annual General Meeting	Thursday, December 31, 2009	11.00 A.M.	CEAT Mahal, 463, Dr. Annie Besant Road, Worli, Mumbai – 400 030
Annual General Meeting	Tuesday, September 30, 2008	12.00 noon	12th Floor, Hemkunt Tower, 98, Nehru Place, New Delhi – 110019

### Special Resolutions transacted at the last three Annual General Meetings:

Date of the Annual General Meeting	Particulars of the Special Resolution transacted at the Annual General Meeting
30.09.2010	Relocating the Register of members, index of members, register of debenture holders, index of debenture holders, other related books and copies of all annual returns prepared under section 159 and other applicable provisions of the Companies Act, 1956 from CEAT Mahal, 463, Dr. Annie Besant Road, Worli, Mumbai 400 030 to the premises of TSR Darashaw Limited, Registrar & Share Transfer Agents of the Company, at 6-10, Haji Moosa Patrawala Industrial Estate, 20, Dr. E. Moses Road, Mahalaxmi, Mumbai 400011
31.12.2009	None
30.09.2008	None

There were no Special Resolutions, which were put through postal ballot during the period under review and there is no immediate proposal for passing any resolution by postal ballot this year.

## DISCLOSURES:

### 1. Disclosures on materially significant related party transactions that may have potential conflict with the interests of Company at large.

There were no material and/or significant transactions during the period that were prejudicial to the interest of the Company.

### 2. Disclosures of Related Party Transactions:

Details of related party transactions are included in the Notes to the Accounts as per Accounting Standards (AS-18) issued by the Institute of Chartered Accountants of India.

### 3. Disclosure of Accounting Standards:

The Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India, to the extent applicable, in the preparation of the financial statements.

### 4. Disclosure of Risk Management:

The Company has laid down the procedures to inform Board Members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that the executive management controls risks through means of a properly defined framework.

### 5. Details of non-compliances by the Company, Penalties, Strictures imposed on the Company by Stock Exchange(s) or Securities And Exchange Board of India (SEBI) or any other Statutory Authority or any matters related to Capital Markets:

There are no penalties or strictures imposed on the Company by the Stock Exchanges or SEBI or any Statutory Authorities relating to the above.

### 6. Details of compliance with mandatory requirement:

Clause 49 of the Listing Agreement mandates to obtain a certificate either from the Auditors or Practicing Company Secretaries regarding compliance of conditions of Corporate Governance as stipulated in the Clause and annex the certificate with the Director's Report, which is sent annually to all the shareholders. The Company has obtained a certificate from its Statutory Auditors to this effect and the same is given as an annexure to the Director's Report.

## MEANS OF COMMUNICATION

The Company has submitted its quarterly financial results to the Stock Exchanges as per the format prescribed and within the time period stipulated under Clause 41 of the Listing Agreement.

The Company has published the Financial Results within 48 hours of the conclusion of the Board Meeting in Free Press Journal and Navshakti, newspapers as per the requirement of Clause 41 of the Listing Agreement.

The Company has also uploaded the Annual Report, Quarterly Shareholding Pattern and the Quarterly Financial Results on its website viz. [www.summitsecurities.net](http://www.summitsecurities.net)

## GENERAL SHAREHOLDER INFORMATION

### • AGM: Date, Time and Venue

As indicated in the notice accompanying this Annual Report, the Annual General Meeting of the Company will be held on Friday, September 23, 2011 at 2.30 p.m at The Auditorium, Textiles Committee, next to Trade Plaza (TATA Press), P. Balu Road, Prabhadevi Chowk, Prabhadevi, Mumbai- 400 025

### • Financial Year

The Company follows 1st April to 31st March as the financial year.

### • Date of Book Closure

Friday, September 9, 2011 to Friday, September 23, 2011 (Both days inclusive)

### • Dividend Payment Date

The Directors of the Company have not recommended any dividend for the period under review.

### • Market price Data: \*

Month (2011)	BSE		NSE		SENSEX	
	High	Low	High	Low	High	Low
January	209.40	116.50	199.55	116.00	20,664.80	18,038.48
February	169.20	102.00	173.55	100.00	18,690.97	17,295.62
March	111.00	91.15	112.95	90.15	19,575.16	17,792.17

### • Listing on Stock Exchanges

The Equity shares of the Company are listed on the following Stock Exchanges:

Name of the Stock Exchange	Scrip Code
Bombay Stock Exchange Limited	533306
National Stock Exchange of India Limited	SUMMITSEC

\* The Equity shares of the Company got listed on both the stock exchanges mentioned above, on January 28, 2011.

The ISIN of the Company: INE519C01017

The listing fees have been paid to the Stock Exchanges for the financial year 2011-2012.

### • Compliance Officer:

#### Ms. Shruti Joshi

Company Secretary

Summit Securities Limited

463, Dr. Annie Besant Road, Worli, Mumbai 400 030

Tel: 91-22-2493 0621

Fax: 91-22-2497 4710

• **Registrar & Share Transfer Agents:**

**Registered Office:**

**TSR DARASHAW LTD.**

6-10, 1st Floor, Haji Moosa Patrawala Industrial Estate,  
20, Dr.E. Moses Road, Mahalaxmi, Mumbai – 400 011

E-mail : csg-unit@tsrdarashaw.com

Web : www.tsrdarashaw.com

Tel: 022-66568484; Fax: 022-66568494

**Branch Offices:**

**1. Bangalore**

**TSR DARASHAW LTD.**

503, Barton Centre (5th Floor)

84, Mahatma Gandhi Road,

Bangalore – 560 001

E-mail : tsrdlbgang@tsrdarashaw.com

Tel: 080-25320321

Fax: 080-25580019

**2. Jamshedpur**

**TSR DARASHAW LTD.**

Bungalow No.1, “E” Road, Northern Town,

Bistupur, Jamshedpur – 831 001

E-mail : tsrdljsr@tsrdarashaw.com

Tel: 0657-2426616

Fax: 0657-2426937

**3. Kolkata**

**TSR DARASHAW LTD.**

Tata Centre, 1st Floor,

43, J.L. Nehru Road

Kolkata – 700 071

E-mail : tsrdlcal@tsrdarashaw.com

Tel: 033-22883087

Fax: 033-22883062

**4. New Delhi**

**TSR DARASHAW LTD.**

2/42, Sant Vihar,

Ansari Road,

Daryaganj,

New Delhi – 110 002

E-mail : tsrdldel@tsrdarashaw.com

Tel: 011-23271805

Fax: 011-23271802

• **Share Transfer System**

All valid requests for transfer of Equity Shares in physical mode received for transfer at the office of the Registrar & Share Transfer Agents or at the Registered Office of the Company are processed and returned within a period of 30 days from the date of receipt.

Every effort is made to clear share transfers / transmissions and split and consolidation requests within 21 days.

• **Distribution of shareholding as of March 31, 2011**

No. of Equity shares held		No. of Shareholders		No. of Shares		% of Equity Capital	
From	to	Physical	Demat	Physical	Demat	Physical	Demat
1	500	27,554	70,656	145,037	1,334,960	1.33	12.25
501	1,000	8	247	5,547	177,873	0.05	1.63
1,001	2,000	4	129	5,707	181,874	0.05	1.67
2,001	3,000	0	29	0	74,655	0.00	0.68
3,001	4,000	0	16	0	57,215	0.00	0.52
4,001	5,000	2	16	8,321	70,377	0.08	0.65
5,001	10,000	0	27	0	181,848	0.00	1.67
10,001	10,901,781	6	33	3,841,817	4,816,550	35.24	44.18
<b>TOTAL</b>		<b>27,574</b>	<b>71,153</b>	<b>4,006,429</b>	<b>6,895,352</b>	<b>36.75</b>	<b>63.25</b>

• **Dematerialization of shares and liquidity**

The Company has arrangement with National Securities Depositories Limited (NSDL) as well as Central Depositories Services (India) Limited (CDSL) for dematerialization of shares with ISIN, “INE519C01017” for both NSDL and CDSL.

Approximately 63.25% of the Equity shares corresponding to 6,895,352 Equity shares is held in dematerialized form as of March 31, 2011.

• **Categories of shareholding as of March 31, 2011**

Category	No. of Shares	Percentage
Promoter Holdings (Indian and Foreign)	7776450	71.33
Mutual fund	87857	0.81
Banks, Financial Institutions, Insurance Companies and others	441127	4.04
Foreign Institutional Investors	4410	0.04
Non Resident Indian	42351	0.39
Corporate Bodies, Indian Public and Others	2549586	23.39
<b>TOTAL</b>	<b>10901781</b>	<b>100.00</b>

• **Outstanding GDRs / ADRs / Warrants / Any other Convertible Instruments**

The Company has not issued any such instruments.

• **Code of Conduct**

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company.

All Board Members and Senior Management Personnel have affirmed compliance with the code for the financial year ended March 31, 2011. A declaration to this effect signed by the Manager forms part of this report.

### DECLARATION-CODE OF CONDUCT

All Board Members have, for the year ended March 31, 2011 affirmed compliance with the Code of Conduct laid down by the Board of Directors in terms of the Listing Agreement entered with the Stock Exchange.

For **Summit Securities Limited**

**Shruti Joshi**  
Manager

Mumbai,  
May 30, 2011

- **Compliance officer**  
**Ms. Shruti Joshi**  
Company Secretary  
Summit Securities Limited  
463, Dr. Annie Besant Road, Worli, Mumbai 400 030  
Tel: 91-22-2493 0621; Fax: 91-22-2497 4710  
Email: summitsec@gmail.com

**Identified as having been approved by the Board of Directors of Summit Securities Limited**

**Shruti Joshi**  
Manager

Mumbai,  
May 30, 2011

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### CORPORATE GOVERNANCE AUDIT REPORT

To The Members of  
**SUMMIT SECURITIES LIMITED**

We have examined the compliance of conditions of Corporate Governance by SUMMIT SECURITIES LIMITED (the Company) for the year ended March 31, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of Management. Our examination has been limited to a review of the procedures and implementations thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

As required by the guidance note issued by the Institute of Chartered Accountants of India, we have to state that based on the report issued by the Registrars of the Company to the shareholders / Investor's Grievance Committee, as on March 31, 2011 there were no investor grievance matters against the Company remaining unattended / pending for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **N M Raiji & Co.**,  
Chartered Accountants  
Registration Number 108296W

**C. A. Y. N. THAKKAR**  
Partner  
Membership Number 33329

Mumbai,  
Date : May 30, 2011

**PERSONS CONSTITUTING GROUP COMING WITHIN THE DEFINITION OF “GROUP” FOR THE PURPOSE OF REGULATION 3(1)(e)(I) OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (SUBSTANTIAL ACQUISITION OF SHARES AND TAKEOVERS) REGULATIONS, 1997 INCLUDE THE FOLLOWING:**

Accurate Commodore Private Limited	Prism Estates Trust
Adapt Investments Limited	Puffin Investments Limited
Adorn Investments Limited	Rainbow Investments Limited
Alipore Towers Private Limited	Ritushree Vanijya Private Limited
Allwin Apartments LLP	RPG Cellular Investments & Holdings Private Limited
Amber Apartments Private Limited	RPG Enterprises Limited
Atlantic Holdings Limited	RPG Industries Private Limited
B N Elias & Company Private Limited	RPG Infrastructure Investment Private Limited
Best Apartments Private Limited	RPG Life Sciences Limited
Blue Niles Holdings Limited	SAREGAMA India Limited
Brabourne Investments Limited	Secura India Trust
Carnival Investments Limited	Sentinel Tea & Exports Limited
CEAT Limited	Shaft Investments Private Limited
CESC Limited	Shri Krishna Chaitanya Trading Co Private Limited
Chattarpati Investments Limited	Solto Commercial Private Limited
Crescent Power Limited	South Asia Electricity Holdings Limited
Crystal India Tech Trust	Spencer & Co Limited
Dakshin Bharat Petrochem Private Limited	Spencer International Hotels Limited
Doon Dooars Plantations Limited	Spencer's Travel Services Limited
Dotex Mercandise Private Limited	Spencer's Retail Limited
Eastern Aviation & Industries Private Limited	Spotboy Tracom Private Limited
Ektara Enterprises Private Limited	Sri Parvathi Suthan Trading Co LLP
FGP Limited	Stellar Energy Trust
Goodhope Sales Private Limited	Stylefile Events Limited
Goodluck Dealcom Private Limited	Swallow Associates Limited
Haldia Energy Limited	Tirumala Dealtrade Private Limited
Harrisons Malayalam Limited	Trade Apartments Limited
Highway Apartments Private Limited	Ujala Agency Private Limited
Horizon Master Trust	Universal Industrial Fund Limited
Idea Tracom Private Limited	Vayu Udaan Aircraft Private Limited
Indent Investments Private Limited	Wonder Land Limited
Instant Holdings Limited	Zensar Technologies Limited
Integrated Coal Mining Limited	Sri Rama Prasad Goenka
KEC International Limited	Smt. Sushila Goenka
Kestrel Investments Limited.	Sri. Harsh Vardhan Goenka
Kutub Properties Private Limited	Smt. Mala Goenka
Malabar Coastal Holdings Limited	Sri. Sanjiv Goenka
Monitor Portfolio Trust	Smt. Preeti Goenka
Noida Power Company Limited	Sri. Anant Vardhan Goenka
Nucleus Life Trust	Smt. Radha Goenka
Off-Shore India Limited	Sri. Shashwat Goenka
Organised Investments Limited	Rama Prasad Goenka & Sons (HUF)
Pedriano Investments Limited	Harsh Anant Goenka (HUF)
Peregrine Enterprises Limited	Sanjiv Goenka & Others (HUF)
Petrochem International Limited	Anant Vardhan Goenka (HUF)
Phillips Carbon Black Limited	

## AUDITORS' REPORT

### TO THE MEMBERS OF SUMMIT SECURITIES LIMITED

1. We have audited the attached Balance Sheet of **SUMMIT SECURITIES LIMITED**, as at 31st March 2011, the Profit and Loss Account and also 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.
  2. 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.
  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 on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of the audit, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
  4. Further to our comments in the Annexure referred to above and our comments in paragraph 3 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 purposes 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 those books;
- (iii) The Balance Sheet, Profit and 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 and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - (v) On the basis of written representations 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 of the Company 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) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
    - (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 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 flow for the year ended on that date.

**For N. M. RAIJI & CO.,**  
Chartered Accountant  
**Registration No.108296 W**

**CA. Y.N. THAKKAR**  
Partner  
Membership No. 33329

Place : Mumbai  
Date : May 30, 2011

**ANNEXURE TO THE AUDITORS' REPORT**

(Referred to in paragraph 3 of our report of even date)

Clause No. 4(ii), 4(viii), 4(xi), 4(xii), 4(xiii), 4(xv), 4(xvi), 4(xvii), 4(xviii), 4(xix), 4(xx), of the Order is not applicable to the Company.

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) During the year, the Company has physically verified the fixed assets. In our opinion, the frequency of physical verification is reasonable having regard to the size and operations of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of fixed assets during the year.
- ii. The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (b), (c), (d), (f) and (g) of clause 4(iii) of the Order is not applicable;
- iii. In our opinion, there are adequate internal control systems commensurate with the size of the Company and nature of its business for purchase of fixed assets and for sale of services. During the course of our audit, we have not observed any major weakness in internal controls;
- iv. There are no transactions that need to be entered into the register maintained in pursuance of Section 301 of the Act; consequently sub-clause 4(v)(b) is not applicable;
- v. The Company has not accepted any public deposits;
- vi. The Company has an internal audit system commensurate with its size and nature of its business;
- vii. (a) According to the records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed applicable statutory dues. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at 31st March 2011 for a period of more than six months from the date they became payable.
- (b) According to the records made available to us and the information and explanations given by the management, the details of the dues of Income tax and Sales tax which have not been deposited with the appropriate authorities on account of dispute are given in the Appendix to this report.
- viii. The Company does not have any accumulated losses at the end of the financial year and has not incurred any cash losses during the year and in the immediately preceding financial year;
- ix. The Company has maintained proper records of Transactions and Contracts for dealing in Shares, Securities, Debentures and timely entries have been made in those records and the Company has held the investments in its own name;
- x. According to the information and explanations given to us, no fraud on or by the Company, has been noticed or reported during the year.

**For N. M. RAIJI & CO.,**  
Chartered Accountant  
**Registration No.108296 W**

**CA. Y.N. THAKKAR**  
Partner

Membership No. 33329

Place : Mumbai

Date : May 30, 2011

**Appendix to Auditors' Report**

Name of the Statute	Nature of the Dues	Amount (Rs. in Thousands)	Financial year to which the matter pertains	Forum where dispute is pending
Income Tax Act, 1961	Tax	1856	2006-07	Commissioner (Appeals)

# Annual Report 2010 - 11

## BALANCE SHEET AS AT MARCH 31, 2011

(Rs. in '000)

Particulars	Schedule	As at 31st March, 2011	As at 31st March, 2010
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	1	109,017.81	109,017.81
Reserves and Surplus	2	3,876,187.05	3,844,148.44
		<b>3,985,204.86</b>	3,953,166.25
<b>DEFERRED TAX LIABILITY</b>			
		<b>36.65</b>	-
		<b>3,985,241.51</b>	<b>3,953,166.25</b>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	3	271.83	191.49
Less: Depreciation		67.28	34.47
Net Block		<b>204.55</b>	157.02
<b>INVESTMENTS</b>			
	4	<b>3,693,339.44</b>	3,411,407.27
<b>DEFERRED TAX ASSETS</b>			
		-	11,676.67
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
Sundry Debtors	5	77,549.42	489,534.76
Cash and Bank Balance	6	46,831.73	12,209.66
Loans, Advances and Other Assets	7	246,869.41	102,839.19
		<b>371,250.56</b>	604,583.61
<b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>			
Current Liabilities	8	79,553.04	74,658.32
		<b>79,553.04</b>	74,658.32
<b>NET CURRENT ASSETS</b>			
		<b>291,697.52</b>	529,925.29
		<b>3,985,241.51</b>	<b>3,953,166.25</b>
Notes forming part of Accounts	12		

As per our report attached

For and on behalf of Board of Directors

For N. M. Raiji & Co.,  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak Suresh Mathew  
Director Director

Place : Mumbai  
Date : May 30, 2011



# SUMMIT SECURITIES LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

Particulars	Schedule	(Rs. in '000)	
		2010 -11	2009 -10
<b>INCOME</b>			
Operating Income	9	61,735.64	55,526.13
Other Income	10	837.64	12,410.20
		<u>62,573.28</u>	<u>67,936.33</u>
<b>EXPENSES</b>			
Personnel		466.62	-
Depreciation		32.81	23.80
Other Expenses	11	28,003.47	22,382.83
		<u>28,502.90</u>	<u>22,406.63</u>
<b>Profit Before Taxation</b>		<b>34,070.38</b>	45,529.70
Add : Excess/(Short) provision of tax for earlier years		9,681.55	(990.04)
Less : Provision for Taxation			
- Current Tax		-	600.00
- Deferred Tax Asset		11,713.32	890.00
Profit after Tax		<u>32,038.61</u>	43,049.66
Less : Transfer to Statutory Reserve		6,407.72	8,700.00
Add : Balance brought forward		34,349.66	-
<b>Balance carried to Balance Sheet</b>		<u>59,980.55</u>	<u>34,349.66</u>
Earnings Per Share (Refer Note no. 6 (part B) of Schedule 12)			
- Basic and Diluted (Rs)		2.94	3.95
<b>Notes forming part of Accounts</b>	12		

As per our report attached

For and on behalf of Board of Directors

For N. M. Raiji & Co.  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak  
Director

Suresh Mathew  
Director

Place : Mumbai  
Date : May 30, 2011

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011**

(Rs. in '000)

Particulars	2010 -11	2009 -10
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
PROFIT BEFORE TAX	<b>34,070.38</b>	45,529.70
Add: Depreciation	<b>32.81</b>	23.80
Add: Provision for non performing assets	<b>17,469.93</b>	3,083.43
Add: Balance written off on disposal of Assets	-	0.47
Less: Excess provision written back	-	12,383.32
Less: Interest income	<b>846.79</b>	7,953.30
Less: Profit on sale of Investments (Net)	-	2,686.70
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES AND OTHER ADJUSTMENTS</b>	<b>50,726.33</b>	25,614.08
Changes in:		
Trade and other receivables	<b>246,841.54</b>	(512,582.11)
Trade payables	<b>4,894.72</b>	1,165.68
<b>CASH GENERATED FROM OPERATIONS</b>	<b>302,462.59</b>	(485,802.35)
Direct taxes paid (net of refund)	<b>13,325.20</b>	44,077.95
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(a) 315,787.79</b>	(441,724.40)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	<b>(80.34)</b>	(48.00)
Sale of investments	<b>357,000.44</b>	516,100.81
Purchase of investments	<b>(638,932.61)</b>	(101,605.84)
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(b) (282,012.51)</b>	414,446.97
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Interest income	<b>846.79</b>	5,485.62
Unsecured Loan Repaid	-	(51,882.59)
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(c) 846.79</b>	(46,396.97)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(a+b+c) 34,622.07</b>	(73,674.40)
Cash and Cash Equivalents - Opening Balance	<b>12,209.66</b>	85,884.06
Cash and Cash Equivalents - Closing Balance	<b>46,831.73</b>	12,209.66

**Notes:**

- 1 Previous year's figures have been regrouped wherever necessary.
- 2 All figures in the bracket are outflows.
- 3 Company's cash and bank balance and current liabilities include Rs. 6,619.18 thousand which represents dues payable to the shareholders who are entitled for fractional entitlement as per the Scheme of Arrangement as approved by the Hon'ble High Court of Judicature at Bombay, Maharashtra on December 18, 2009.

**As per our report attached**

**For and on behalf of Board of Directors**

**For N. M. Rajji & Co.**  
Chartered Accountants

**CA Y.N. Thakkar**  
Partner

**Shruti Joshi**  
Company Secretary & Manager

**Ramesh D. Chandak** **Suresh Mathew**  
Director Director

Place : Mumbai  
Date : May 30, 2011

# SUMMIT SECURITIES LIMITED

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2011

(Rs. in '000)

	As at 31st March, 2011	As at 31st March, 2010
<b>SCHEDULE 1 - SHARE CAPITAL</b>		
<b>AUTHORISED CAPITAL:</b>		
14,20,00,000 (Previous year 14,20,00,000) Equity Shares of Rs.10 each	<b>1,420,000.00</b>	1,420,000.00
25,00,000 (Previous year 25,00,000) Preference shares of Rs.100 each	<b>250,000.00</b>	250,000.00
1,50,00,000 (Previous year 1,50,00,000) Preference shares of Rs.10 each	<b>150,000.00</b>	150,000.00
	<b><u>1,820,000.00</u></b>	<u>1,820,000.00</u>
<b>ISSUED CAPITAL:</b>		
109,01,987 (Previous year 109,01,987) Equity Shares of Rs 10 each (includes 206 Equity Shares kept in abeyance)	<b>109,019.87</b>	109,019.87
	<b><u>109,019.87</u></b>	<u>109,019.87</u>
<b>SUBSCRIBED AND PAID UP CAPITAL:</b>		
109,01,781 (Previous year 109,01,781) Equity Shares of Rs.10 each	<b>109,017.81</b>	109,017.81
	<b><u>109,017.81</u></b>	<u>109,017.81</u>
<b>Note :</b> 59,22,981 (Previous year 59,22,981) Equity Shares of Rs 10 each are pursuant to the Scheme of Arrangement without payment being received in cash.		
<b>SCHEDULE 2 - RESERVES AND SURPLUS</b>		
Special Reserve (as per Section 45 IC (1) of RBI Act, 1934)		
Balance as per last balance sheet	<b>13,073.84</b>	4,373.84
Add: Transferred from Profit and Loss Account	<b>6,407.72</b>	8,700.00
	<b>19,481.56</b>	13,073.84
General Reserve	<b>3,796,724.94</b>	3,796,724.94
Profit and Loss Account	<b>59,980.55</b>	34,349.66
	<b><u>3,876,187.05</u></b>	<u>3,844,148.44</u>

### SCHEDULE 3 - FIXED ASSETS

ASSETS	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK
	As at 1st April, 2010	Additions / Adjustments	Deductions / Adjustment	As at 31st March, 2011	As at 1st April, 2010	For the year	Deductions / Adjustment	As at 31st March, 2011	As at 31st March, 2011
Computers and Systems	143.49	80.34	-	223.83	33.93	30.53	-	64.46	159.37
	(143.49)	-	-	(143.49)	(10.67)	(23.26)	-	(33.93)	(109.56)
Office Equipment	48.00	-	-	48.00	0.54	2.28	-	2.82	45.18
	-	(48.00)	-	(48.00)	-	(0.54)	-	(0.54)	(47.46)
Assets Given on Lease: Plant and Machinery	-	-	-	-	-	-	-	-	-
	(11,998.74)	-	(11,998.74)	-	(4,280.07)	-	(4,280.07)	-	-
<b>Total</b>	<b>191.49</b>	<b>80.34</b>	<b>-</b>	<b>271.83</b>	<b>34.47</b>	<b>32.81</b>	<b>-</b>	<b>67.28</b>	<b>204.55</b>
	(12,142.23)	(48.00)	(11,998.74)	(191.49)	(4,290.74)	(23.80)	(4,280.07)	(34.47)	(157.02)

Note: Figures shown in brackets pertains to previous year.

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2011

SCHEDULE 4 - INVESTMENTS	Face Value (Rs)	As at 31st March, 2011		As at 31st March, 2010	
		Number of Shares	(Rs. in '000)	Number of Shares	(Rs. in '000)
<b>LONG TERM - AT COST</b>					
<b>I Quoted (Non - Trade)</b>					
<b>Equity Shares (fully paid up)</b>					
CEAT Limited	10	50,000	5,253.89	-	-
CESC Limited	10	-	-	2,056,948	160,098.68
CFL Capital Financial Services Limited	10	27,318,150	27,118.39	27,318,150	27,118.39
Harrisons Malayalam Limited (Refer note - 1)	10	728,150	52,799.53	728,150	80,906.43
KEC International Limited (Refer note - 2)	2	24,851,020	419,831.21	4,857,790	386,729.62
Phillips Carbon Black Limited	10	-	-	1,903,114	121,844.90
RPG Cables Limited (Refer note - 2)	10	-	-	2,200,280	32,124.09
RPG Life Sciences Limited	8	1,064,560	-	1,064,560	-
Saregama India Limited	10	-	-	253,444	6,642.85
Sentinel Tea and Exports Limited (Refer note - 1)	10	728,150	28,106.89	-	-
Zensar Technologies Limited (Bonus shares 1:1)	10	4,451,276	35,959.15	2,222,138	34,838.25
<b>II Unquoted</b>					
<b>Subsidiary Company - Trade</b>					
<b>Equity Shares (fully paid up)</b>					
Instant Holdings Limited	10	4,182,062	2,989,752.59	3,345,651	2,383,354.61
Sudarshan Electronics & T.V. Limited	10	170,007	0.01	170,007	0.01
<b>Other Company - Non Trade</b>					
<b>Equity Shares (fully paid up)</b>					
Basic Tele Services Limited	10	2	0.02	2	0.02
Bombay Mercantile Co-op Bank Limited	30	1,666	49.98	1,666	49.98
Malabar Coastal Holdings Limited	10	1	0.01	-	-
RPG Cellular Investments & Holdings Private Limited	10	-	-	7,954,076	68,414.00
Spencer and Company Limited	10	1,964,000	91,256.19	1,964,000	91,256.19
The Thane Janata Sahakari Bank Limited	50	10	0.50	10	0.50
<b>Warrants - (partly paid up)</b>					
CEAT Limited (Refer note - 3)	10	712,170	25,182.33	-	-
<b>Non Cumulative Redeemable Preference Shares (fully paid up)</b>					
12% Trade Apartments Limited (Refer note - 4)	100	287,500	28.75	287,500	28.75
15% RPG Cellular Investments & Holdings Private Limited (Refer note - 5)	100	175,000	17,500.00	175,000	17,500.00
<b>Debentures (fully paid up)</b>					
Off Shore India Limited (Refer note - 6)	100	500,000	500.00	500,000	500.00
			<b>3,693,339.44</b>		<b>3,411,407.27</b>
Aggregate Cost of Quoted Investments			<b>569,069.06</b>		850,303.21
Aggregate Cost of Unquoted Investments			3,124,270.38		2,561,104.06
Market Value of Quoted Investments			<b>2,967,269.45</b>		4,935,425.68

**Notes:**

- 1) As per the Composite Scheme of Arrangement between Harrisons Malayalam Financial Services Limited and Harrisons Rubber Products Limited and Harrisons Agro-Products Limited and Harrisons Malayalam Limited and Sentinel Tea and Exports Limited and their respective shareholders sanctioned by the Hon'ble High Court of Judicature at Kerala at Ernakulam, the Company has received 7,28,150 Equity Shares (fully paid up) of Sentinel Tea and Exports Limited against its holding in Harrisons Malayalam Limited.

**SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2011**

**SCHEDULE 4 - INVESTMENTS (Contd.)**

- 2) As per the Scheme of Amalgamation of RPG Cables Limited with KEC International Limited approved by High Court of Judicature at Bombay and Karnataka, the Company has received 1,10,014 Equity Shares (fully paid up) of KEC International Limited against its holding in RPG Cables Limited. On December 31, 2010, existing fully paid up equity shares of Rs. 10 each of KEC International Limited were sub divided into 5 fully paid up equity shares of Rs. 2 each.
- 3) Convertible within 18 months from the date of issue i.e. September 30, 2010.
- 4) These Shares are redeemable on 23.02.2018.
- 5) These Shares are redeemable on 01.08.2016.
- 6) Zero % Optional Convertible Debentures, Redeemable on 14.10.2013.

(Rs. in '000)

	<b>As at 31st March, 2011</b>	<b>As at 31st March, 2010</b>
<b>SCHEDULE 5 - SUNDRY DEBTORS</b>		
Unsecured unless otherwise stated:		
Outstanding over six months	86,166.02	22,873.60
- Less: Provision*	8,616.60	2,287.36
	77,549.42	20,586.24
Others #	-	468,948.52
	77,549.42	489,534.76

# Rs. Nil (Previous year Rs. 4,51,194.24 thousand) due from Subsidiary Companies.

**SCHEDULE 6 - CASH AND BANK BALANCES**

Cash in hand	16.74	-
Cheques on Hand	1,930.00	190.16
Stamps on hand	30.00	-
with scheduled banks:		
in Unclaimed Dividend Account	713.70	713.70
in Current account	43,605.72	983.29
in Deposit account	535.57	10,322.51
	46,831.73	12,209.66

**SCHEDULE 7 - LOANS, ADVANCES AND OTHER ASSETS**

Other Receivables##	218,664.61	59,850.06
Less: Provision*	18,328.83	7,188.15
	200,335.78	52,661.91
Income Tax Payment (Net of Provision)	46,533.63	50,177.28
	246,869.41	102,839.19

## Rs 43,174.63 thousand (previous year Rs. Nil) due from Subsidiary Companies.

**SCHEDULE 8 - CURRENT LIABILITIES AND PROVISIONS**

Sundry Creditors	6,364.98	6,364.98
Unclaimed Dividend ###	713.70	713.70
Other Liabilities	72,474.36	67,579.64
	79,553.04	74,658.32

### Not due to Investor Education and Protection Fund

\* Provision made as required under the prudential norms prescribed by Reserve Bank of India for Non-Banking Financial Companies.

## Annual Report 2010 - 11

### SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

(Rs. in '000)

	2010 -11	2009 -10
<b>SCHEDULE 9 - OPERATING INCOME</b>		
Interest income (TDS Rs. 99.05 thousand, Previous year Rs. 644.37 thousand)	3,055.71	7,953.30
Dividend income	58,679.93	44,886.13
Profit on Sale of Investments (Net)	-	2,686.70
	<u>61,735.64</u>	<u>55,526.13</u>
<b>SCHEDULE 10 - OTHER INCOME</b>		
Miscellaneous Income	837.64	26.88
Excess provision written back	-	12,383.32
	<u>837.64</u>	<u>12,410.20</u>
<b>SCHEDULE 11 - OTHER EXPENSES</b>		
Advertisement	350.22	808.07
Auditor's Remuneration		
- Audit Fees	82.73	82.73
- Other Capacity	244.31	353.51
Custody Fees	1,351.42	826.33
Listing Fees	215.09	428.08
Professional Fees	3,002.27	1,291.65
Rates and Taxes	4.31	2.56
Directors' sitting fee	-	138.00
Expenses in relation to Scheme of Arrangement	-	12,810.42
Provision for non performing assets	17,469.93	3,083.43
Registrar and share transfer charges	1,811.29	1,534.74
Printing and Stationery	749.30	200.00
Postage and Courier	2,115.36	3.46
Miscellaneous Expenditure	607.24	819.85
	<u>28,003.47</u>	<u>22,382.83</u>

**SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2011**

**SCHEDULE – 12 NOTES FORMING PART OF THE ACCOUNTS**

**A. Significant Accounting Policies**

**a) Basis of Accounting**

The financial statements are prepared on the accrual basis of accounting and in accordance with the standard on accounting notified by the Companies (Accounting Standards) Rules, 2006 and referred to in section 211 (3C) of the Companies Act, 1956.

**b) Fixed Assets**

Fixed assets are stated at cost. Cost comprises cost of acquisition, cost of improvements and any attributable cost of bringing the asset to the condition for its intended use.

**c) Depreciation**

Depreciation is provided on the Straight Line Method, at the rates prescribed in Schedule XIV of the Companies Act, 1956.

**d) Revenue Recognition**

Interest income is recognised in the Profit and Loss Account as it accrues except in the case of Non Performing Assets (NPA) where it is recognised, upon realisation.

Dividend on investments is accounted when the right to receive payment is established.

Profit earned from sale of securities is recognised on a trade date basis. The cost of securities is computed based on a weighted average basis.

**e) Investments**

i) Investments being long term are stated at cost plus brokerage and other relevant charges. Provision against diminution in the value of investments is made in case diminution is considered as other than temporary, as per criteria laid down by the Board of Directors after considering that such investments are strategic in nature.

ii) Current investments are stated at lower of cost or fair value.

**f) Provisions for Non Performing Assets (NPA) and Doubtful Debts**

Sundry debtors, loans and advances and receivables are identified as bad/doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the prudential norms prescribed by the Reserve Bank of India.

**g) Taxes on Income**

a. Current Tax: Provision for Income Tax is determined in accordance with the provision of Income Tax Act, 1961.

b. Deferred Tax: Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year, and quantified using tax rates and laws enacted or substantively enacted on the Balance Sheet date.

Deferred tax assets are recognized and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**B. Notes to Accounts:**

**1. Contingent liabilities not provided for:**

(Rs in '000)

Particulars	As at 31.03.2011	As at 31.03. 2010
Income Tax	67,285.22	1,41,421.20
Civil Suits (excluding interest – Amount indeterminable)	11,875.90	9,352.00

**2. Contracts remaining to be executed:**

Partly paid Convertible Warrants of CEAT Limited: Rs 75,546.99 thousand (previous year – Rs. nil)

Investments Commitment: Rs. 40,494.52 thousand (previous year – Rs. nil)

**3. Related Party Transactions:**

Related Party Relationship (As identified and certified by the management);

Instant Holdings Limited, Subsidiary Company

Sudarshan Electronics & T.V. Limited, Subsidiary Company

FGP Limited, Holding Company (till 5th June, 2009)

RIFL Benefit Trust, Benefit Trust (till 2nd January, 2010)

RPG Cellular Investments and Holdings Private Limited, Holding Company (during 5th June, 2009 to 29th March, 2010)

Goodluck Dealcom Private Limited, Subsidiary Company, (from August 11, 2010 till September 6, 2010)

Ujala Agency Private Limited, Subsidiary Company, (from August 11, 2010 till September 6, 2010)

Goodhope Sales Private Limited, Subsidiary Company (w.e.f. September 6, 2010)

Idea Tracom Private Limited, Subsidiary Company (w.e.f. September 6, 2010)

Key Managerial Personnel: Ms. Shruti Joshi

## Transaction with Related Party;

(Rs in '000)

Transactions during the year	2010-11	2009-10
<b>FGP Limited</b>		
Reimbursement of Expenses	-	37.50
<b>RPG Cellular Investments and Holdings Pvt. Limited</b>		
Purchase of Investments	-	91,756.19
Advances given	-	31,025.07
<b>Sudarshan Electronics &amp; T.V. Limited</b>		
Advance given	22.22	12.00
<b>Instant Holdings Limited</b>		
Advances taken & repaid	-	500.00
Inter Corporate Deposit taken & repaid	-	5,200.00
Advance for purchase of investments	22,400.00	-
Purchase of Investments	-	13,659.08
Sale of Investments	2,88,586.44	4,53,116.99
Assignment of Trade Receivables	-	16,798.85
Reimbursement of Expenses	-	5.06
Investments in shares	6,06,397.98	-
<b>Key Managerial Personnel</b>		
Salary	18.00	-

## Balance due from / (due to) related parties;

(Rs in '000)

Related party	As at 31.03.2011	As at 31.03.2010
RPG Cellular Investments and Holdings Pvt. Limited	-	31,025.07
Sudarshan Electronics & T.V. Limited	34.22	12.00
Instant Holdings Limited	43,140.41	4,51,194.24

## 4. Disclosure as required under clause 32 of listing agreement:

- Loans and advances in the nature of Loans to Associates - Rs. Nil (Previous year Rs. Nil).
- Loans and advances in the nature of Loans where there is no repayment schedule, or no interest or interest below Section 372A of Companies Act, 1956 – Rs. Nil (Previous year Rs. Nil).

iii. Loans and advances in the nature of Loans to firms/ Companies in which Directors are interested – Rs. Nil (Previous year Rs. Nil).

iv. Investment by the Loanee in shares of the Company as at March 31, 2011 – Rs. Nil (Previous year Rs. Nil).

5. During the year, the Company has transferred certain listed companies shares to its wholly owned subsidiary company at book value based on the fair valuation report obtained by the Company.

## 6. Earnings Per Share (EPS):

	2010-11	2009-10
Weighted average Number of Equity Shares for calculation of Basic and Diluted EPS	1,09,01,781	1,09,01,781
Net Profit available for equity shareholders (Rs. in '000)	32,038.61	43,049.66
Face Value per share (Rs)	10	10
Basic and Diluted EPS (Rs)	2.94	3.95

## 7. Major components of Deferred Tax Asset:

(Rs in '000)

Particulars	2010-11	2009-10
<b>Assets</b>		
Carried Forward of Business Losses	-	8,499.73
Depreciation	-	10.20
Amalgamation Expenses	-	3,166.74
<b>Liabilities</b>		
Depreciation	(36.65)	-
<b>Deferred Tax Assets/ (Liability)</b>	<b>(36.65)</b>	11,676.67

8. The Company is a NBFC and primarily engaged in investment in securities which is considered as one segment. As such, there is no other separate reportable segment as defined by Accounting Standard -17 "Segment Reporting" as notified by the Companies (Accounting Standards) Rules, 2006.

9. Company's cash and bank balance and current liabilities include Rs. 6,619.18 thousand which represents dues payable to the shareholders who are entitled for fractional entitlement as per the Scheme of Arrangement as approved by the Hon'ble High Court of Judicature at Bombay, Maharashtra on December 18, 2009.

10. There are no outstanding to parties covered under the Micro, Small and Medium Enterprises as per Micro Small Medium Enterprises Development Act, 2006.

11. Previous year's figures have been regrouped wherever necessary.



**ANNEXURE TO NOTES TO ACCOUNTS**

Disclosure of details as required in terms of Paragraph 13 of Non-Banking Financial (Non-Depositing Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

(Rs. in '000)

<b>Particulars</b>		
<b>Liabilities Side :</b>		
(1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount outstanding
		Amount overdue
(a)	Debtures : Secured	NIL
	: Unsecured	NIL
	(Other than falling within the meaning of public deposit*)	
(b)	Deferred Credits	NIL
(c)	Term Loans	NIL
(d)	Inter-corporate loans and borrowings	NIL
(e)	Commercial Paper	NIL
(f)	Other Loans (specify nature)	NIL
	(Please see note 1 below)	
<b>Assets side :</b>		
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:	Amount outstanding
(a)	Secured	NIL
(b)	Unsecured	200,335.78
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	
(i)	Lease assets including lease rentals under sundry debtors:	
(a)	Financial lease	NA
(b)	Operating lease	NA
(ii)	Stock on hire including hire charges under sundry debtors:	
(a)	Assets on hire	NA
(b)	Repossessed Assets	NA
(iii)	Other loans counting towards AFC activities	
(a)	Loans where assets have been repossessed	NA
(b)	Loans other than (a) above	NA
(4)	Break up of Investments :	
	Current Investments :	
1	Quoted :	
(i)	Shares : (a) Equity	NIL
	(b) Preference	NIL
(ii)	Debtures and Bonds	NIL
(iii)	Units of mutual funds	NIL
(iv)	Government Securities	NIL
(v)	Others (please specify)	NIL
2	Unquoted :	
(i)	Shares : (a) Equity	NIL
	(b) Preference	NIL
(ii)	Debtures and Bonds	NIL
(iii)	Units of mutual funds	NIL
(iv)	Government Securities	NIL
(v)	Others (please specify)	NIL

**ANNEXURE TO NOTES TO ACCOUNTS (Contd.)**

(Rs. in '000)

Long Term investments:

1	Quoted :		
	(i) Shares : (a) Equity		569,069.06
	(b) Preference		NIL
	(ii) Debentures and Bonds		NIL
	(iii) Units of mutual funds		NIL
	(iv) Government Securities		NIL
	(v) Others (please specify)		NIL
2	Unquoted :		
	(i) Shares : (a) Equity		3,081,059.30
	(b) Preference		17,528.75
	(ii) Debentures and Bonds		500.00
	(iii) Units of mutual funds		NIL
	(iv) Government Securities		NIL
	(v) Others - Warrants		25,182.33
	Total		<u>3,693,339.44</u>

(5) Borrower group- wise classification of assets financed as in (2) and (3) above: (Please see Note 2 below)

Category	(Amount net of provisions)		
	Secured	Unsecured	Total
1. Related Parties **			
(a) Subsidiaries	-	43,174.63	43,174.63
(b) Companies in the same group#	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	-	157,161.15	157,161.15
Total	<u>-</u>	<u>200,335.78</u>	<u>200,335.78</u>

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): (Please see note 3 below)

Category	Market value / break up or fair value or NAV	Book value (net of provision)
1. Related Parties **		
(a) Subsidiaries (Unquoted, hence disclosed at break up value)	2,989,752.60	2,989,752.60
(b) Companies in the same group#	NIL	NIL
(c) Other related parties	NIL	NIL
2. Other than related parties	3,150,958.59	703,586.84
Total	<u>6,140,711.19</u>	<u>3,693,339.44</u>

\*\* As per Accounting Standard of ICAI (Please see Note 3)

# Identified in terms of Section 370 (1B) of Companies Act, 1956

Break up values are computed based on latest available financial statements/reports.

(7) Other information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related parties	43,174.63
(b) Other than related parties	160,153.87
(ii) Net Non-Performing Assets	
(a) Related parties	38,857.17
(b) Other than related parties	144,138.48
(iii) Assets acquired in satisfaction of debt	NIL

**ANNEXURE TO NOTES TO ACCOUNTS (Contd.)**

(Rs. in '000)

Notes:

- 1 As defined in Paragraph 2(1) (xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- 2 Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.
- 3 All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in column (4) above.

**Disclosure of details as required by Para 5 of Reserve Bank of India Circular No RBI 2008-09/116 DNBS (PD).CC. No. 125/03.05.002/2008-09**

**(8) CRAR**

Items	Current Year	Previous Year
i) CRAR (%)	96.12	94.06
ii) CRAR - Tier I Capital (%)	96.12	94.06
iii) CRAR - Tier II Capital (%)	-	-

**(9) Exposures**

Exposure to Real Estate Sector Category	Current Year	Previous Year
A) Direct exposure		
(i) Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented ; (Individual housing loans up to Rs 15 lakh may be shown separately)	NIL	NIL
(ii) Commercial Real Estate - Lending secured by mortgages on Commercial Real Estates (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition development and construction, etc.) Exposure would also include non-fund based (NFB)limits	NIL	NIL
(iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposure		
a. Residential	NIL	NIL
b. Commercial Real Estate	NIL	NIL
B) Indirect Exposure Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	NIL	NIL

**(10) Asset Liability Management (At book values)**

**Maturity pattern of certain items of assets and liabilities**

	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
<b>Liabilities</b>									
Borrowing from Banks	-	-	-	-	-	-	-	-	-
Market Borrowings	-	-	-	-	-	-	-	-	-
<b>Assets</b>									
Advances	-	-	-	88,125.00	182,875.32	6,884.88	-	-	277,885.20
Investments	-	-	-	-	-	500.00	3,692,839.44	3,693,339.44	-

# Annual Report 2010 - 11

## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(in terms of amendment to Schedule VI part IV) is given below:

### I Registration Details

Registration no. 

U	6	5	9	2	1	M	H	1	9	9	7	P	L	C	1	9	4	5	7	1
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

 State Code 

1	1
---	---

Balance Sheet Date 

3	1
---	---

0	3
---	---

2	0	1	1
---	---	---	---

  
Date Month Year

### II Capital raised during the year (Amount Rs. in thousands)

Public Issue 

						N	I	L
--	--	--	--	--	--	---	---	---

 Rights Issue 

						N	I	L
--	--	--	--	--	--	---	---	---

Bonus Issue 

						N	I	L
--	--	--	--	--	--	---	---	---

 Private Placement 

						N	I	L
--	--	--	--	--	--	---	---	---

### III Position of Mobilisation and Deployment of funds (Amount Rs. in thousands)

Total Liabilities 

3	9	8	5	2	4	1	.	5	1
---	---	---	---	---	---	---	---	---	---

 Total Assets 

3	9	8	5	2	4	1	.	5	1
---	---	---	---	---	---	---	---	---	---

#### Sources of Funds

Paid-Up Capital 

	1	0	9	0	1	7	.	8	1
--	---	---	---	---	---	---	---	---	---

 Reserves and Surplus 

3	8	7	6	1	8	7	.	0	5
---	---	---	---	---	---	---	---	---	---

Secured Loans 

						N	I	L
--	--	--	--	--	--	---	---	---

 Unsecured Loans 

						N	I	L
--	--	--	--	--	--	---	---	---

Deferred Tax Liability 

				3	6	.	6	5
--	--	--	--	---	---	---	---	---

#### Application of Funds

Net Fixed Assets 

			2	0	4	.	5	5
--	--	--	---	---	---	---	---	---

 Investments 

3	6	9	3	3	3	9	.	4	4
---	---	---	---	---	---	---	---	---	---

Net Current Assets 

2	9	1	6	9	7	.	5	2
---	---	---	---	---	---	---	---	---

 Miscellaneous Expenditure 

						N	I	L
--	--	--	--	--	--	---	---	---

Accumulated Losses 

						N	I	L
--	--	--	--	--	--	---	---	---

### IV Performance of the Company (Amount Rs. in thousands)

Turnover 

	6	2	5	7	3	.	2	8
--	---	---	---	---	---	---	---	---

 Total Expenditure 

		2	8	5	0	2	.	9	0
--	--	---	---	---	---	---	---	---	---

Profit before Tax 

		3	4	0	7	0	.	3	8
--	--	---	---	---	---	---	---	---	---

 Profit after Tax 

		3	2	0	3	8	.	6	1
--	--	---	---	---	---	---	---	---	---

Earning per Share in Rs. (Basic and Diluted) 

		2	.	9	4
--	--	---	---	---	---

 Dividend rate % 

0	0
---	---

### V Generic Names of Three Principal Products / Services of the Company

Item Code No (ITC Code) 

N	.	A	.
---	---	---	---

### Signatories to Schedule 1 to 12

As per our report attached

For and on behalf of Board of Directors

For N. M. Rajji & Co.,  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak Suresh Mathew  
Director Director

Place : Mumbai  
Date : May 30, 2011

**AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF THE SUMMIT SECURITIES LIMITED**

1. We have audited the attached Consolidated Balance Sheet of the Summit Securities Limited (the Company) and its subsidiary, as at 31st March 2011, and also the related Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding component. 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. We did not audit the financial statements of subsidiary, Sudarshan Electronics & T.V. Limited, whose financial statements reflect total assets of Rs. 17,94,088.44 as at 31st March 2011, the total revenues of Rs.12,023.00 and cash outflows amounting to Rs. 10,821.00 for the year then ended. The other auditor whose report has been furnished to us has audited these financial statements and other financial information, and our opinion is based solely on the report of the other auditor.
4. We report that the consolidated financial statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements, prescribed by the Companies (Accounting Standards) Rules, 2006 as sub-section (3C) of section 211 of the Companies Act, 1956.
5. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the component, and to the best of our information and according to the explanations given to us, we are of the opinion that the attached consolidated financial statements read together with notes thereon, give a true and fair view in conformity with the accounting principles generally accepted in India:
  - (a) in the case of the Consolidated Balance Sheet, of the State of affairs of the Company and its subsidiary as at 31st March 2011;
  - (b) in the case of the Consolidated Profit and Loss Account, of the Profit for the year ended on that date; and
  - (c) in the case of the Consolidated Cash Flow Statement, of the Cash Flow for the year ended on that date.

**For N. M. RAIJI & CO.,**  
Chartered Accountant  
**Registration No.108296 W**

**CA. Y.N. THAKKAR**  
Partner  
Membership No. 33329

Place : Mumbai  
Date : May 30, 2011

# Annual Report 2010 - 11

## CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2011

(Rs. in '000)

Particulars	Schedule	As at 31st March, 2011	As at 31st March, 2010
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	1	105,661.41	105,661.41
Reserves and Surplus	2	<u>3,929,439.14</u>	<u>3,852,181.40</u>
		<b>4,035,100.55</b>	<b>3,957,842.81</b>
<b>LOAN FUNDS</b>			
Unsecured Loans	3	<b>81,293.66</b>	81,293.66
<b>DEFERRED TAX LIABILITY</b>		<b>56.80</b>	-
		<u><b>4,116,451.01</b></u>	<u><b>4,039,136.47</b></u>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	4	<b>403.80</b>	323.46
Less: Depreciation		<u><b>119.24</b></u>	<u>65.06</u>
Net Block		<b>284.56</b>	258.40
<b>INVESTMENTS</b>	5	<b>3,416,818.89</b>	3,481,897.31
<b>DEFERRED TAX ASSETS</b>		-	13,623.67
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
Cash and Bank Balance	6	<b>65,968.31</b>	15,679.18
Sundry Debtors	7	<b>370,120.34</b>	391,962.97
Loans, Advances and Other Assets	8	<b>344,406.55</b>	214,108.46
		<u><b>780,495.20</b></u>	<u>621,750.61</u>
<b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>			
Current Liabilities	9	<b>81,147.64</b>	78,393.52
		<u><b>81,147.64</b></u>	<u>78,393.52</u>
<b>NET CURRENT ASSETS</b>		<b>699,347.56</b>	543,357.09
		<u><b>4,116,451.01</b></u>	<u><b>4,039,136.47</b></u>
Notes forming part of Accounts	13		

As per our report attached

For and on behalf of Board of Directors

For N. M. Rajji & Co.,  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak  
Director

Suresh Mathew  
Director

Place : Mumbai  
Date : May 30, 2011

# SUMMIT SECURITIES LIMITED

## CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

(Rs. in '000)

Particulars	Schedule	2010-11	2009-010
<b>INCOME</b>			
Operating Income	10	123,361.27	77,621.53
Other Income	11	3,059.84	13,410.21
		<u>126,421.11</u>	<u>91,031.74</u>
<b>EXPENSES</b>			
Personnel		631.43	-
Depreciation		54.18	44.96
Interest		-	629.45
Other Expenses	12	42,052.98	50,861.79
		<u>42,738.59</u>	<u>51,536.20</u>
<b>Profit Before Taxation</b>		<b>83,682.52</b>	<b>39,495.54</b>
Add: Excess/(Short) provision of tax for earlier years		9,267.04	(4,665.04)
Less: Provision for Taxation		800.00	600.00
Less: Deferred Tax Asset		13,680.48	1,105.00
<b>Profit after Tax</b>		<b>78,469.08</b>	<b>33,125.50</b>
Less: Transfer to Statutory Reserve		15,720.43	8,700.00
Add: Balance brought forward		19,727.22	-
<b>Balance of Profit and Loss Account</b>		<b>82,475.87</b>	<b>24,425.50</b>
Less: Adjustment on Consolidation for Inter Company Share of Profits		-	4,698.28
		<u>82,475.87</u>	<u>19,727.22</u>
Earnings Per Share (Refer note no. 4 (part B) of Schedule 13)			
- Basic and Diluted (Rs)		7.43	3.14
Notes forming part of Accounts	13		

As per our report attached

For and on behalf of Board of Directors

For N. M. Raiji & Co.,  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak  
Director

Suresh Mathew  
Director

Place : Mumbai  
Date : May 30, 2011

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011**

(Rs. in '000)

Particulars	20010-11	2009-10
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
PROFIT BEFORE TAX	83,682.52	39,495.54
Add: Depreciation	54.18	44.96
Add: Interest Paid	-	629.45
Add: Other receivables written off	-	506.35
Add: Loss/(profit) on sale of Investments	(1,349.09)	4,552.58
Add: Provision for non performing assets	29,806.05	23,343.77
Add: Balance written off on disposal of assets	-	0.47
Less: Loss capitalised on acquisition of Subsidiary's Shares	811.34	1.38
Less: Interest income	1,773.76	8,149.94
Less: Excess provision written back	1,422.20	13,383.32
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES AND OTHER ADJUSTMENTS</b>	<b>108,186.36</b>	<b>47,041.24</b>
Changes in: Trade and other receivables	306,819.66	(332,371.71)
Trade payables	(445,492.58)	(1,384.93)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>(30,486.56)</b>	<b>(286,715.40)</b>
Direct taxes paid (net of refunds)	13,054.75	44,798.20
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(a) (17,431.81)</b>	<b>(241,917.20)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	(80.34)	(48.00)
Sale of Investments	930,896.42	1,116,740.45
Purchase of investments	(865,068.90)	(891,716.89)
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(b) 65,747.18</b>	<b>224,975.56</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Interest income	1,773.76	5,682.25
Interest paid on ICD	-	(538.95)
Unsecured Loan Taken	-	15.28
Unsecured Loan Repaid	-	(60,868.26)
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(c) 1,773.76</b>	<b>(55,709.68)</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(a+b+c) 50,089.13</b>	<b>(72,651.32)</b>
Cash and Cash Equivalents - Opening Balance	15,679.18	88,118.36
Adj. for Cash Balances of Subsidiary Company acquired during the period	200.00	212.14
Cash and Cash Equivalents - Closing Balance	<b>65,968.31</b>	<b>15,679.18</b>

**Notes:**

1. Previous year's figures have been regrouped wherever necessary.
2. All figures in the bracket are outflows.
3. Company's cash and bank balance and current liabilities include Rs. 6,619.18 thousand which represents dues payable to the shareholders who are entitled for fractional entitlement as per the Scheme of Arrangement as approved by the Hon'ble High Court of Judicature at Bombay, Maharashtra on December 18, 2009.

**As per our report attached****For and on behalf of Board of Directors****For N. M. Raiji & Co.**

Chartered Accountants

**CA Y.N. Thakkar**

Partner

Place : Mumbai

Date : May 30, 2011

**Shruti Joshi**

Company Secretary &amp; Manager

**Ramesh D. Chandak**

Director

**Suresh Mathew**

Director



# SUMMIT SECURITIES LIMITED

## SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2011

(Rs. in '000)

	As at 31st March, 2011	As at 31st March, 2010
<b>SCHEDULE 1 - SHARE CAPITAL</b>		
<b>AUTHORISED:</b>		
14,20,00,000 (Previous year 14,20,00,000) Equity Shares of Rs.10 each	<b>1,420,000.00</b>	1,420,000.00
25,00,00,000 (Previous year 25,00,00,000) Preference Shares of Rs.100 each	<b>250,000.00</b>	250,000.00
1,50,00,000 (Previous year 1,50,00,000) Preference Shares of Rs.10 each	<b>150,000.00</b>	150,000.00
	<b><u>1,820,000.00</u></b>	<u>1,820,000.00</u>
<b>ISSUED CAPITAL:</b>		
109,01,987 (Previous year 109,01,987) Equity Shares of Rs 10 each (includes 206 Equity Shares kept in abeyance)	<b>109,019.87</b>	109,019.87
	<b><u>109,019.87</u></b>	<u>109,019.87</u>
<b>SUBSCRIBED AND PAID UP CAPITAL:</b>		
105,66,141 (Previous year 105,66,141) Equity Shares of Rs.10 each	<b>105,661.41</b>	105,661.41
	<b><u>105,661.41</u></b>	<u>105,661.41</u>
<b>Note:</b> 55,87,341 (Previous year 55,87,341) Equity Shares of Rs 10 each are pursuant to the Scheme of Arrangement without payment being received in cash.		
<b>SCHEDULE 2 - RESERVES AND SURPLUS</b>		
Capital Reserve		
Balance as per last balance sheet	<b>137,844.32</b>	175,792.73
Add: Capital Reserve arisen on acquisition of stake in subsidiary	-	43,119.77
Less: Goodwill	<b>1,211.34</b>	81,068.18
	<b><u>136,632.98</u></b>	<u>137,844.32</u>
Statutory Reserve (as per Section 45 IC (1) of RBI Act, 1934)		
Balance as per last Balance Sheet	<b>23,576.47</b>	14,876.47
Add: Transferred from Profit and Loss Account	<b>15,720.43</b>	8,700.00
	<b><u>39,296.90</u></b>	<u>23,576.47</u>
General Reserve		
	<b>3,671,033.39</b>	3,671,033.39
Profit and Loss Account		
	<b>82,475.87</b>	19,727.22
	<b><u>3,929,439.14</u></b>	<u>3,852,181.40</u>
<b>SCHEDULE 3 - UNSECURED LOANS</b>		
Inter - Corporate Deposits		
	<b>81,293.66</b>	81,293.66
	<b><u>81,293.66</u></b>	<u>81,293.66</u>

### SCHEDULE 4 - FIXED ASSETS

ASSETS	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK
	As at 1st April, 2010	Additions / Adjustments	Deductions / Adjustment	As at 31st March, 2011	As at 1st April, 2010	For the year	Deductions / Adjustment	As at 31st March, 2011	As at 31st March, 2011
Computers and Systems	275.46 (275.46)	80.34 -	- -	355.80 (275.46)	64.52 (20.10)	51.90 (44.42)	- -	116.42 (64.52)	239.38 (210.94)
Office Equipment	48.00 -	- (48.00)	- -	48.00 (48.00)	0.54 -	2.28 (0.54)	- -	2.82 (0.54)	45.18 (47.46)
Assets Given on Lease: Plant and Machinery	- (11,998.74)	- -	- (11,998.74)	- -	- (4,280.07)	- -	- (4,280.07)	- -	- -
<b>Total</b>	323.46 (12,274.20)	80.34 (48.00)	- (11,998.74)	403.80 (323.46)	65.06 (4,300.17)	54.18 (44.96)	- (4,280.07)	119.24 (65.06)	284.56 (258.40)

Note: Figures shown in brackets are of previous year.

# Annual Report 2010 - 11

## SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2011

(Rs. in '000)

	As at 31st March, 2011	As at 31st March, 2010
<b>SCHEDULE 5 - INVESTMENTS (AT COST)</b>		
<b>LONG TERM - Non Trade</b>		
<b>I Quoted</b>		
Equity Shares (fully paid up)	2,923,110.46	3,176,683.25
<b>II Unquoted</b>		
Equity Shares (Fully paid up)	202,997.35	283,405.16
Warrants (Partly paid up)	25,182.33	3,780.15
Non Cumulative Redeemable Preference Shares (Fully paid up)	265,028.75	17,528.75
Zero % Optional Convertible Debentures (Fully paid up)	500.00	500.00
	<u>3,416,818.89</u>	<u>3,481,897.31</u>
Aggregate Cost of Quoted Investments	2,923,110.46	3,176,683.25
Aggregate Cost of Unquoted Investments	493,708.43	305,214.06
Market Value of Quoted Investments	5,917,805.53	8,655,374.24
<b>SCHEDULE 6 - CASH AND BANK BALANCES</b>		
Cash in hand	216.74	-
Cheques on Hand	1,930.00	190.16
Stamps on hand	30.00	-
with scheduled banks:		
in Unclaimed Dividend Account	713.70	713.70
in Margin Deposit Account	246.30	235.48
in Current account	45,455.25	2,217.33
in Deposit account	17,376.32	12,322.51
	<u>65,968.31</u>	<u>15,679.18</u>
<b>SCHEDULE 7 - SUNDRY DEBTORS</b>		
Unsecured unless otherwise stated:		
outstanding over six months	411,244.82	113,862.46
- Less: Provision*	41,124.48	11,386.24
	<u>370,120.34</u>	<u>102,476.22</u>
Others	-	289,486.75
	<u>370,120.34</u>	<u>391,962.97</u>
<b>SCHEDULE 8 - LOANS, ADVANCES AND OTHER ASSETS</b>		
Other Receivables	312,940.44	176,849.48
Less: Provision*	21,883.33	21,815.53
	<u>291,057.11</u>	<u>155,033.95</u>
Income Tax Payment (Net of Provision for Tax)	53,349.44	59,074.51
	<u>344,406.55</u>	<u>214,108.46</u>
<b>SCHEDULE 9 - CURRENT LIABILITIES AND PROVISIONS</b>		
Advances from Corporates	6,330.77	6,689.94
Unclaimed Dividend #	713.70	713.70
Other Liabilities	74,103.17	70,989.88
	<u>81,147.64</u>	<u>78,393.52</u>

# Not due to Investor Education and Protection Fund

\* Provision made as required under the prudential norms prescribed by Reserve Bank of India for Non-Banking Financial Companies.

# SUMMIT SECURITIES LIMITED

## SCHEDULES FORMING PART OF THE CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

	(Rs. in '000)	
	2010 - 11	2009 - 10
<b>SCHEDULE 10 - OPERATING INCOME</b>		
Interest income	3,994.71	8,341.54
Dividend income	118,017.47	69,280.00
Profit on sale of Investments	1,349.09	-
	<b>123,361.27</b>	<b>77,621.53</b>
<b>SCHEDULE 11 - OTHER INCOME</b>		
Miscellaneous Income	1,637.64	26.88
Excess provision written back	1,422.20	13,383.32
	<b>3,059.84</b>	<b>13,410.21</b>
<b>SCHEDULE 12 - OTHER EXPENSES</b>		
Advertisement	350.22	808.07
Auditor's Remuneration		
- Audit Fees	162.69	140.07
- Other Capacity	312.70	475.95
Custody Fees	1,351.43	826.33
Director Fees	-	138.00
Listing Fees	215.09	428.08
Other receivables written off	-	506.35
Professional Fees	3,790.10	1,571.05
Rates & Taxes	8.81	5.06
Expenses in relation to Scheme of Arrangement	-	14,520.42
Printing and Stationary	749.30	200.00
Postage and Courier	2,115.36	3.46
Registrar and share transfer charges	1,811.29	1,534.74
Repairs & Maintenance - Others	537.09	832.40
Provision for non performing assets	29,806.05	23,343.77
Loss on Sale of Investments (Net)	-	4,552.58
Miscellaneous Expenditure	842.85	975.46
	<b>42,052.98</b>	<b>50,861.79</b>

**SCHEDULES FORMING PART OF THE CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2011**

**Schedule – 13 Notes forming part of Consolidated Financial Statement**

**A. Principles of Consolidation:**

The consolidated financial statements relate to Summit Securities Limited (the Company), and its Subsidiaries (the Group). The Consolidated Financial Statements have been prepared in accordance with Accounting Standard - 21 (AS-21) "Consolidated Financial Statements" notified by the Companies (Accounting Standards) Rules, 2006. The Consolidated Financial Statements have been prepared on the following basis;

1. The Financial Statements of the Company and its subsidiary companies have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses. Intra group balances, intra group transactions and unrealized profits or losses have been fully eliminated.
2. The difference between the costs of investments in subsidiary over the book value of the subsidiary's net assets on the date of acquisition is recognised in the consolidated financial statements as goodwill where the difference is positive and as capital reserve where the difference is negative. For the purpose of consolidation, goodwill has been adjusted against such capital reserve.
3. The Financial Statements of the subsidiary are drawn up to March 31, 2011.

Name of the Company	Country of Incorporation	Nature of Relation	% of ownership interest and voting power
Instant Holdings Limited (Instant)	India	Subsidiary	100%
Sudarshan Electronics & T.V. Limited	India	Subsidiary	100%
Goodhope Sales Private Limited, Subsidiary of Instant (w.e.f. September 6, 2010)	India	Subsidiary	100%
Idea Tracom Private Limited, Subsidiary of Instant (w.e.f. September 6, 2010)	India	Subsidiary	100%

Above Subsidiary Companies have been considered in the presentation of these consolidated statements.

4. Notes to these Consolidated Financial Statements are intended to serve as a means of informative disclosure and a guide to better understanding of the consolidated position of the companies. Recognising this purpose, the Company has disclosed only such Notes from the individual financial statements, which fairly present the needed disclosures.
5. The accounting policies of the parent are best viewed in its independent financial statements under part A of Schedule 12. Differences in accounting policies followed by the other entities consolidated have been reviewed and no adjustments have been made, since the impact of these differences is not significant.

**B. Notes to Consolidated Accounts**

**1. Contingent liabilities not provided for:**

Rs. (in '000)

Particulars	As at	As at
	31.03. 2011	31.03. 2010
Income Tax	95,632.35	1,68,166.14
Civil Suits (excluding interest - amount indeterminable)	11,875.90	9,352.00
Central Excise Act	1,878.00	1,878.00
Sales Tax	197.00	197.00

**2. Contracts remaining to be executed:**

Partly paid Convertible Warrants of CEAT Limited: Rs 75,546.99 thousand (previous year – Rs. nil)

Investments Commitment: Rs. 26,134.93 thousand (previous year – Rs. nil)

**3. Related Party Transactions:**

Related Party Relationship (As identified and certified by the management);

FGP Limited, Holding Company (till 5th June, 2009)  
RPG Cellular Investments and Holdings Private Limited, Holding Company

(from 5th June, 2009 to 29th March, 2010)

RIFL Benefit Trust, (till 2nd January, 2010)

Goodluck Dealcom Private Limited, Subsidiary Company, (from August 11, 2010 till September 6, 2010)

Ujala Agency Private Limited, Subsidiary Company, (from August 11, 2010 till September 6, 2010)

Key Managerial Personnel : Ms. Archana Bansal  
Ms. Shruti Joshi

# SUMMIT SECURITIES LIMITED

Transaction with Related Party;

Rs. (in '000)

	2010-11	2009-10
<b>FGP Limited</b>		
Interest Accrued and paid on Unsecured Loan	-	278.74
Reimbursement of expenses	-	37.50
<b>RPG Cellular Investments and Holdings Pvt. Limited</b>		
Advances given	-	31,025.07
Purchase of Investments	-	91,756.19
<b>Goodluck Dealcom Private Limited</b>		
Sale of Investments	2,61,520.30	-
<b>Ujala Agency Private Limited</b>		
Sale of Investments	5,42,023.14	-
<b>Key Managerial Personnel</b>		
Salary	36.00	-

Balance due from related parties:

Rs. (in '000)

Particulars	As at 31.03. 2011	As at 31.03. 2010
RPG Cellular Investments and Holdings Pvt. Limited	-	92,261.19

#### 4. Earning per share (EPS):

	2010-11	2009-10
Weighted average Number of equity shares for calculation of Basic and Diluted EPS	1,05,66,141	1,05,66,141
Net Profit available for equity shareholders (Rs. in '000)	78,469.08	33,125.50

	2010-11	2009-10
Face Value per share (Rs)	10.00	10.00
Basic and Diluted EPS (Rs)	7.43	3.14

#### 5. Major components of Deferred Tax Asset and Deferred Tax Liabilities:

Rs. (in '000)

Particulars	2010-11	2009-10
<b>Assets</b>		
Carried Forward of Business Losses	-	8,958.65
Depreciation	-	1.77
Provision for doubtful debts	-	1,073.80
Amalgamation Expenses	-	3,589.45
<b>Liabilities</b>		
Depreciation	(56.80)	-
<b>Deferred Tax Asset/ (Liabilities)</b>	<b>(56.80)</b>	13,623.67

- Company's cash and bank balance and current liabilities include Rs. 6,619.18 thousand which represents dues payable to the shareholders who are entitled for fractional entitlement as per the Scheme of Arrangement as approved by the Hon'ble High Court of Judicature at Bombay, Maharashtra on December 18, 2009.
- During the year, the Company's subsidiary had transferred certain listed companies shares at book value to its erstwhile wholly owned subsidiaries based on the fair valuation report obtained by the Company.
- The Company is a NBFC and primarily engaged in investment in securities which is considered as one segment. As such, there is no other separate reportable segment as defined by Accounting Standard -17 "Segment Reporting" as notified by the Companies (Accounting Standards) Rules, 2006.
- Previous year's figures have been regrouped wherever necessary.

#### Signatories to Schedule 1 to 13

As per our report attached

For and on behalf of Board of Directors

For N. M. Rajji & Co.,  
Chartered Accountants

CA Y.N. Thakkar  
Partner

Shruti Joshi  
Company Secretary & Manager

Ramesh D. Chandak  
Director

Suresh Mathew  
Director

Place : Mumbai  
Date : May 30, 2011

## Annual Report 2010 - 11

### Statement under Section 212 (8) of the Companies Act, 1956 relating to Subsidiary Companies

- Name of Subsidiary Companies :
- a) Instant Holdings Limited (Instant)
  - b) Sudarshan Electronics & T.V. Limited (Sudarshan)
  - c) Goodhope Sales Private Limited (Goodhope)
  - d) Idea Tracom Private Limited (Idea Tracom)

#### Financial Information of Subsidiary Companies

(Rs. in '000)

Particulars	Instant	Sudarshan	Goodhope	Idea Tracom
Capital	41,820.62	1,700.07	52,400.00	54,300.00
Reserves	3,116,218.79	(82,767.27)	208,730.17	487,330.22
Total Assets	3,201,928.31	1,794.08	261,666.28	541,764.32
Total Liabilities	3,201,928.31	84,561.36	261,666.28	541,764.32
Investment other than Investment in Subsidiary	2,069,132.15	-	261,490.53	418,593.68
Turnover	63,835.80	12.02	-	-
Profit/(Loss) Before Tax	49,745.22	(4.81)	(469.83)	(469.78)
Provision for Tax	3181.67	-	-	-
Profit/(Loss) After Tax	46,563.55	(4.81)	(469.83)	(469.78)
Dividend	-	-	-	-

For and on behalf of Board of Directors

**Shruti Joshi**  
Company Secretary & Manager

**Ramesh D. Chandak**  
Director

**Suresh Mathew**  
Director

Place : Mumbai

Date : May 30, 2011

**ATTENDANCE SLIP**  
**SUMMIT SECURITIES LIMITED**

**Registered Office:** 463, Dr. Annie Besant Road, Worli, Mumbai – 400 030

**Registrar & Share Transfer Agents:** TSR Darashaw Limited, 6-10, Haji Moosa Patrawala Industrial Estate,  
20, Dr. E. Moses Road, Mahalaxmi, Mumbai – 400 011

**Friday, September 23, 2011 – 2.30 p.m. – The Auditorium, Textiles Committee, Next to Trade Plaza (TATA Press),  
P. Balu Road, Prabhadevi Chowk, Prabhadevi, Mumbai – 400 025**

DP ID No.		Folio No.	
Client ID No.		No. of Shares	

Members or their proxies are requested to present this form for admission, duly signed in accordance with their specimen signature registered with the Company. The admission will, however, be subject to verification of signature(s) and such other checks, as may be necessary. Under no circumstances will any duplicate slip be issued at the entrance of the meeting hall.

I/ We hereby record my/our attendance at the Annual General Meeting being held on September 23, 2011 and/or at any adjournment thereof.

NAME OF THE SHAREHOLDER (IN BLOCK CAPITALS)

\_\_\_\_\_  
SIGNATURE OF THE SHAREHOLDER OR PROXY

**PROXY FORM**  
**SUMMIT SECURITIES LIMITED**

**Registered Office:** 463, Dr. Annie Besant Road, Worli, Mumbai – 400 030

**Registrar & Share Transfer Agents:** TSR Darashaw Limited, 6-10, Haji Moosa Patrawala Industrial Estate,  
20, Dr. E. Moses Road, Mahalaxmi, Mumbai – 400 011

I/We \_\_\_\_\_  
of \_\_\_\_\_  
\_\_\_\_\_ being member(s) of **SUMMIT SECURITIES LIMITED**

hereby appoint (1) \_\_\_\_\_ of \_\_\_\_\_  
or failing him (2) \_\_\_\_\_ of \_\_\_\_\_  
or failing him (3) \_\_\_\_\_ of \_\_\_\_\_

as my/our proxy to vote for me/us and my/our behalf at the Annual General Meeting of the Company to be held on September 23, 2011 and/or at any adjournment thereof.

Their respective signature(s) is/are as under:                      As witness my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2011

(1) \_\_\_\_\_  
(2) \_\_\_\_\_  
(3) \_\_\_\_\_

Signed by the said

Affix  
Revenue  
Stamp

Folio No.	DP ID No.	Client ID No.
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**Note:** The proxy must be returned so as to reach the Registered Office of the Company or the office of the Company's Registrars not less than 48 hours before the commencement of the meeting.

## Book-Post

*If undelivered please return to:*

**Summit Securities Limited**  
463, Dr. Annie Besant Road,  
Worli, Mumbai 400 030.