

NOTICE

NOTICE is hereby given that 21st Annual General Meeting of the Member of Continental Securities Ltd. will be held at 11.00 A.M. on Friday the 30th September, 2011 at its Registered office at A-2, Opp , Udyog Bhawan , Tilak Marg, C-Scheme, Jaipur to transact the following business:-

ORDINARY BUSINESS:

1. To consider and adopt the Profit & Loss Account for the year ended 31st March, 2011 and the Balance Sheet as at that date together with the Report of Directors and Auditors thereon.
2. To appoint Director in place of Shri M. L. Khandelwal, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration.

NOTES

1. A member entitled to attend and vote at the meeting is also entitled to appoint a proxy need not be a member of the company.
2. The instrument appointing proxy must reach the Registered Office of the Company not later than 48 hours before the time fixed for the meeting.
3. The Register of the members and share transfer books of the Company will remain closed from 23rd September, 2011 to 30th September, 2011 (both days inclusive).
4. The Members are requested to intimate quoting their Folio Number and the change of address immediately to the Registered Office of the Company.
5. Members/Proxies should bring the attendance slip for attending the meeting.

Place:: Jaipur

By order of Board of Directors

Date : 18-8-2011

RAJESH KHUTETA
(MANAGING DIRECTOR)

DIRECTORS REPORT

Your Directors are submitting the Annual Report together with Audited Accounts for the year ended 31st March, 2011

FINANCIAL RESULTS

	(Rs. In lacs)	
	2010-11	2009- 10
Gross income	34.03	33.05
Profit Before Interest, Tax, Depreciation	14.07	13.66
Interest	0.29	0.41
Depreciation	16.81	13.62
Provision for Taxation	---	---
Provision for Deferred Tax	(0.71)	0.08
Extra Ordinary Income	0.36	---
Net Profit/Loss	(1.96)	(0.45)
Profit/(Loss) Brought forward	0.01	0.46
Statutory Reserves	---	---
Net Profit/(Loss) Carried Forward	(1.95)	0.01

DIVIDEND

The Company has not declared dividend for the year due to poor performance.

OPERATIONS

During the year under review the Company has registered a gross income of Rs. 34.03 Lacs. The net loss of the company is Rs.1.96 lacs as against net loss of Rs. 0.45 lacs in the previous year. The higher provision of depreciation has affected the profitability of the Company.

PROSPECTS

The year 2010-11 has seen downfall in some of the areas of the Indian economy. One of the major features of the fiscal year was the unfavorable financial market condition. NBFCs witnessed poor performance due to stiff competition with big players. The Company however is in process of consolidation and efforts are being made to enhance the network of the Company through renewed focus on core competence on Leasing and Investments.

RESERVE BANK OF INDIA

The Company has continued to follow all applicable guidelines issued by the Reserve bank of India for NBFCs regarding Capital Adequacy, Asset Classification, provisioning and income recognition on non-performing asset as applicable to category of NBFCs not accepting Public Deposits.

FIXED DEPOSITS

The Company has not accepted any fixed deposit during the year under review.

DIRECTORS

Shri M. L. Khandelwal, Director of the Company, is retiring by rotation at ensuing Annual General meeting and being eligible, offers himself for reappointment.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217 (2AA) of the Companies Act, 1956, with respect to Director's Responsibility statement, the Directors hereby confirm.

1. that in preparation of the annual accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
2. that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period ;
3. that they have taken proper and sufficient care for the maintenance of proper 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.
4. that they have prepared the annual accounts for the financial year ended 31st March, 2011 on a going concern basis.

AUDITORS

M/s R. P. Khandelwal & Associates, Jaipur, Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are recommended for re- appointment.

PARTICULARS OF EMPLOYEES

None of the employee is covered under Section 217(2A) of the companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended.

PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The information required under Rule 2 of the Companies (Disclosure of particular in the report of Board of Directors) Rules 1988, relating to conservation of energy and technology absorption, is not given, since the Company is not engaged in manufacturing activity. The inflow and outgo of the foreign exchange was nil during the year.

COMPLIANCE CERTIFICATE

As required by the provisions of the Companies Act, 1956, the company has duly obtained the Compliance Certificate by a Practicing Company Secretary, as the company doesn't have a company secretary with full time employment in the company.

ACKNOWLEDGMENT

The Board would like to place on record its sincere appreciation to all the employees for their continued efforts towards the growth of the company. The Board also wishes to place on record the support extended by its Bankers and the trust reposed in it by its shareholders.

For and on behalf of the Board of Directors,

PLACE: JAIPUR
DATED: 18-8-11

M. L .KHANDELWAL
Chairman

AUDITOR'S REPORT

TO THE SHARE HOLDERS:

1. We have audited the Balance Sheet of M/s CONTINENTAL SECURITIES LIMITED, Jaipur as at 31st, March, 2011 and 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 Auditing Standards generally accepted in India. These 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 of our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003, dated 12 June, 2003 issued by the Central Govt. 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, we enclosed in the annexure a statement on the matter specified in paragraph 4-5 of the said order.
4. Further to our comments in the annexure referred in paragraph 3 above, we report that : -
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion Proper books of accounts as required by law have been kept by the company so far as appears from our examination of the books.
 - c. The Balance Sheet, Profit & Loss a/c and Cash Flow Statement referred to in this report are in agreement with the books of accounts.
 - d. In our opinion, the Balance Sheet, Profit & Loss a/c and cash flow statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act., 1956 .
 - e. On the basis of the 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 are disqualified from the appointment as Director under clause (g) of the Sub-section (1) of the Section 274 of the Companies Act., 1956, on the said date.
 - f. In our opinion and to the best of our information and according to explanations given to us the said financial statements, together with the notes thereon, give the information required by the companies Act., 1956 in the manner so required and given a true & fair view in conformity with the accounting principles generally accepted in India :
 - (i) in the case of the Balance Sheet, of the state of the affairs of the Company as at 31st March. 2011.
 - (ii) In the case of the Profit & Loss Account of the loss for the year ended on that date.
 - (iii) In case of Cash Flow Statement, of the cash flows for the year ended on that date.

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 1 of our report of even date:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. As explained to us, the fixed assets other than lease assets have been physically verified on reasonable intervals and no material discrepancies were noticed on such verification.
2. The Company has not disposed off substantial part of the fixed assets, which affected the going concern of the Company.
3. The company has no investment except investments in shares shown under the head investment at the beginning or at the end of the year.
4. On the basis of our examination of stocks of investments, we are satisfied that valuation of stocks is fair and proper in accordance with the normally accepted accounting principles and is from generally on the same basis as in the previous year.
5. The company has not taken Unsecured loans from the Companies, Firms of other parties Listed in the register maintained under section 301 of the companies Act 1956, as explained there is no company under the same management with the meaning of section 370 (1-B) of the companies Act 1956.
6. The company has not granted any loans, secured for unsecured to Companies, Firms or other parties Listed in the register maintained 301 f the Companies Act, 1956 as explained there is no company under same management within the meaning of section 370 (1-B) of the Companies Act, 1956.
7. In our opinion and according to explanation given to us, internal control procedures for the purchase of stores, Raw materials including Components, plant & Machinery, equipment and other assets and for the sales of goods are commensurate with the size of the company and nature of its business.
8. There are no transactions of purchase of goods and materials and sales of goods, material and service aggregating to Rs. 5.00 Lacs or more in respect of each party in purchase of contracts for arrangements that need to be entered in the register maintained u/s 301 of the companies Act, 1956.
9. The company has not accepted any deposit from the public u/s 58 AA of the Act, and the Board of Directors of the Company has passed a resolution for not accepting any public deposit without the permission of the Reserve Bank of India.
10. The company has adequate internal audit system commensurate with the size and nature of the business of the company.
11. We are informed that Central Government has not prescribed the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 in respect of company's products.
12. As verified by us the provisions of PF & ESI are not applicable on the company in this year.
13. As verified by us there are no un-disputed amounts payable in respect of Income tax, Wealth Tax, Custom duty, Sales tax, Service tax and Excise duty outstanding for a period of more than 6 months from the date they became payable.
14. The company does not have accumulated losses of Rs. 1.95 lacs at the end of the Financial year. It has not incurred any cash losses in the current year as well as in the financial year immediately preceding the financial year 31.3.2011.
15. In our opinion and to the best of the information and explanation given to us the company is not in default in the repayment to financial institutions.
16. The company has not granted any loan and advances on the basis of pledge of shares, debentures and other securities. Accordingly clause 4 (xii) of the order is not applicable.
17. In our opinion and to the knowledge and explanation given to us the company is not a chit fund/ nidhi/ mutual benefit fund/ society accordingly clause (4xiii) of the order is not applicable.
18. According to the information and explanation given to us, the company is not dealing or trading in shares, securities, debentures and other investments. However the company has made investment in shares which are being held by the company in its own name except to the extent of exception if any granted under Section 49 of the companies act, 1956.

19. In our opinion and according to the information and explanation given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
20. According to the information and explanation given to us, and on the basis of our examination of the books of accounts, no term loans have been taken by the company.
21. According to the information and explanation give to us and on an overall examination of the Balance Sheet of the company, we report that no fund raised on short term bases have been used to finance long term assets.
22. The company has not made any preferential allotment of share to parties and companies cover in the register maintained under section 301 of the company Act, 1956 According, clause 4(xviii) of order is not applicable.
23. The company has issued any debentures, Accordingly, Clause 4(xix) of the order is not applicable.
24. The company has not made any public issue therefore the clause of disclosure the user of money raised by public issues, is not applicable this year.
25. We have been informed that no employee of the company has misappropriated funds of the company.

place: JAIPUR
Date: 18-8-11

For **R.P Khandelwal & Associates**
Chartered Accountants

R.P. Khandelwal
Partner

CONTINENTAL SECURITIES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2011

SOURCES OF FUNDS:
SHAREHOLDERS FUNDS

Share Capital
Reserves & Surplus

LOAN FUND

Secured Loan
Unsecured Loan

DEFERRED TAX LIABILITY

TOTAL
APPLICATION OF FUNDS :
FIXED ASSETS

Gross Block
Less: Depreciation

INVESTMENT

CURRENT ASSETS, LOANS & ADVANCES

Cash & Bank Balance
Loans & Advances

LESS CURRENT LIABILITY & PROVISIONS

NET CURRENT ASSETS
PROFIT & LOSS ACCOUNT

NOTES ON ACCOUNTS

TOTAL

In terms of our report of even date annexed.
For **R.P. KHANDELWAL & ASSOCIATES**
Chartered Accountants

R.P. KHANDELWAL
Partner
Date : 18-8-11
Place : JAIPUR

Schedule	Current year 31-3-2011 Rs.	Previous year 31-3-2010 Rs.
1	2,85,18,990	2,85,18,990
2	2,26,491	2,27,171
3	2,04,990	2,95,984
	----	----
	1,98,969	2,70,458
	2,91,49,440	2,93,12,603
4	121,28,913	126,63,948
	88,51,208	79,24,605
	32,77,705	47,39,343
5	62,95,000	72,95,000
	62,95,000	72,95,000
6	12,61,176	8,09,632
	1,96,64,050	1,91,16,310
	2,09,25,226	1,99,25,942
7	15,43,252	26,47,682
	1,93,81,974	1,72,78,260
	1,94,761	---
9		
	2,91,49,440	2,93,12,603

For and behalf of Board of Directors
M.L Khandelwal, Chairman
J.C. Kedawat, Director
Rajesh Khuteta Managing Director

CONTINENTAL SECURITIES LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31 ST MARCH, 2011

1. INCOME	Schedule	Current Year 31-03-2011	Previous Year 31-03-2010
Income from Financing Operations	8	34,02,720	33,04,840
		34,02,720	33,04,840
II. EXPENDITURE:			
Vehicle & Conveyance Expenses		78,879	48,850
Printing & Stationery		21,039	34,385
Administrative & Misc. Exp.		3,23,431	2,88,264
Salary & Staff Welfare		10,47,390	10,10,340
Rent		1,08,000	84,000
Postage & Telephone Exp.		18,140	18,000
Auditors Remuneration		18,000	18,000
Interest Paid		29,226	40,779
Directors Remun. & Sitting Fee		3,34,250	3,09,750
Legal & Professional Charges		29,650	77,400
Traveling Expenses		17,107	50,190
		20,25,112	19,79,958
Profit & Loss before depreciation			
Provisions & Taxes		13,77,608	13,24,882
Less : Dep. During the year		16,80,778	13,62,495
Less : Income Tax Paid/Prove.		---	---
Deferred Tax		(71,489)	7,991
Profit / Loss after Dep. Prov. & Taxes		(2,31,681)	(45,604)
Add : Extra ordinary item (profit on car sale)		36,240	---
Less : Transfer to Statutory Reserve		---	---
Brought forward from last year		680	46,284
Balance Carried to Balance Sheet		(1,94,761)	680
Earning per Share : Basic & Diluted (Rs.) (Face value Rs. 10 per share)		(0.06)	(0.01)
No. of Equity Shares		32,50,600	32,50,600

In terms of our report of even date annexed.

For **R.P. KHANDELWAL & ASSOCIATES**
Chartered Accountants

R.P. KHANDELWAL
Partner

Date : 18-8-11

For and behalf of Board of Directors
M.L. Khandelwal
J.C. Kedawat, Director
Rajesh Khuteta, Managing Director

**SCHEDULE-4
FIXED ASSETS**

Particulars	GROSS BLOCK		Deletion/ Adjust. During the year	Total as on 31.3.2011	Upto 31.3.10	DEPRECIATION			NET BLOCK	
	Balance As on 1.4.10	Addition during the year				Earlier years written back	Provided during the year	Total as at 31.3.2011	As at 31.3.11	As at 31.3.10
A.ASSETS ON LEASE										
Lease Assets	9072516	----	----	9072516	5453233	----	1447713	6900946	2171570	3619283
B. OTHER FIXED ASSETS										
Furniture & Fixtures	280905	285115	----	566020	143402	----	32726	176128	389892	137503
Office Equipments	326118	168435	----	494553	179078	----	30273	209351	285202	147040
Vehicles	2419717	----	1002935	1416782	1661360	754175	134185	1041370	375412	758357
Computers	564692	14350	----	579042	487532	----	35881	523413	55629	77160
Total Fixed Assets	3591432	467900	1002935	3056397	2471372	754175	233065	1950262	1106135	1120060
Total (A+B)	12663948	467900	1002935	12128913	7924605	754175	1680778	8851208	3277705	4739343
Previous year figures	9980332	2677616	----	12657948	6556110	----	1362495	7918605	4739343	3424222

CONTINENTAL SECURITIES LIMITED

SCHEDULES-5

INVESTMENT

Investment in Shares (Unquoted, at cost)	Qty. of Shares	Current year 31-3-2011	Previous year 31-3-2010
Orchid Securities Pvt.Ltd.	1,97,500	19,75,000	19,75,000
Metfin Finance Ltd.	50,000	5,00,000	5,00,000
Tarachand & Bros. Pvt.Ltd.	72,000	7,20,000	7,20,000
Hari Raj Pulses Pvt. Ltd.	NIL	----	10,00,000
S. R. Shares & Properties P.Ltd.	1,50,000	15,00,000	15,00,000
A. H. Stock Broking Co. (P) Ltd.	30,000	3,00,000	3,00,000
Goodwill fincom (P) Ltd.	50,000	10,00,000	10,00,000
Bondwell Corporate Advisors (P) Ltd.	2,500	1,00,000	1,00,000
Secure Stock fin Co. (P) Ltd.	20,000	2,00,000	2,00,000
		62,95,000	72,95,000
DCCHEDULE-6			
Current Assets, Loan & Advances			
Cash in hand		3,41,192	3,56,388
Balance with Schedule Banks – In Current Account		7,75,964	3,20,054
_ In fixed Account		1,44,020	1,33,190
Share application money		5,50,000	5,50,000
Loan & Advance (considered goods):			
Inter-corporate Loan		5,20,100	5,13,628
Other Finance, Loans & advance		1,81,03,979	1,74,72,021
Other Advances, Lease Debtors		8,288	5,574
Tax deducted at Source		4,81,683	5,75,087
		2,09,25,226	1,99,25,942
SCHEDULE – 7			
CURRENT LIABILITIES & PROVISIONS			
Sundry Creditors for Lease deposit		10,34,603	12,73,353
Sundry Creditors for Exp. Others		5,08,649	13,74,329
		15,43,252	26,47,682
SCHEDULES TO PROFIT & LOSS ACCOUNT			
SCHEDULE – 8			
INCOME FROM FINANCING OPERATION			
Lease Finance		10,24,000	11,29,625
Corporate & Other Finance		23,78,719	21,75,215
		34,02,719	33,04,840

SCHEDULE – 9

NOTES AND ACCOUNTING POLICIES (Notes annexed to and forming part of Accounts)

I. ACCOUNTING POLICIES

1. Interest Income on loans are being accounted for on accrual basis.
2. Income from Leasing , Other Financing activity are being accounted for on accrual basis.
3. Investments are valued at cost and as certified by the Management.
4. Revenue is recognised on accrual basis as prescribed by Companies Act, 1956.
5. Fixed Assets are stated at cost and in respect of assets other than leased assets, depreciation has been provided on written down value basis as per Schedule XIV of the Companies Act., 1956.
6. The Company has complied with the guidelines issued by Reserve Bank of India, in respect of Prudential norms for income recognition, accounting standard and Provision for bad and doubtful debts.
7. Income Recognition
 - (A) Lease rentals received are accounted on monthly lease receipt basis. In respect of any transaction pertaining to part of the month, lease receipts are accounted as income at the end of month.
 - (B) Penal/ additional interest and additional finance charges are recognised as income as and when received.
 - (C) All other income are recognised on their accrual.
8. The Company has not accepted any public deposit during the relevant year and the Board of Directors has also passed a resolution on Date 30-4-2011 for non acceptance of any public deposits.
9. The Company has not declared any dividend during the year under review.
10. The Mandatory accounting standards prescribed by the institute of Chartered Accountants of India have been followed wherever applicable.
11. The Accounts have been prepared on going concern concept.

II. NOTES ON ACCOUNTS

1. In the opinion of the Board of Directors Current Assets, Loans, advances have value of realisation in the ordinary course of business at least equal to the amount stated in the Balance Sheet and provisions for all known liabilities have been made.
2. None of the employee is in receipt of remuneration aggregating not less than Rs. 24,00,000/- per annum if employed for the whole year and not less than Rs. 2,00,000/- per month if employed for the part of the year.
3. Provision for further liability of gratuity payable at a future date has not been made as no employee has become entitled for the same as on date same shall be accounted for as and when paid.
4. No provision have been made for diminution in the value of investment in shares which show the investment in the unquoted shares.
5. No provision is made for Non-performing asset comprising of loans in the nature advance and inter-corporate deposits.
6. Creditors & Loans and Advances are subject to confirmation.
7. Traveling Expenses includes Rs. 7517/- towards Directors. (Previous year Rs. 11085/-)
8. Previous year figures have been re-grouped/rearranged wherever necessary to make them comparable with those of current year.
9. Loan to Directors outstanding are Rs. Nil

10. Audit Fee represents:	<u>2011</u>	<u>2010</u>
Fee for audit	12,000	12,000
Tax representation & Certifications	6,000	6,000
Total	<u>18,000</u>	<u>18,000</u>

11. The Company has only one revenue segment – Lease Hire purchase, Interest income , Hence no separate segment wise information on revenue result and capital employed is given.

12. Related party disclosure : As per AS-18 issued by the Institute of Chartered Account of India, the institution's related parties are disclosed below:

Related Party	Nature of Relationship	Transactions	Amount (Rs.) 2010-11	Balance Outstanding 31.03.11	Amount (Rs.) 2009-10	Balance Outstanding 31.03.10
Rajesh Khuteta	Key Management Personnel	Remuneration	330000	2790	306000	NIL
Rajesh Khuteta HUF	HUF of Key Management Personnel	Unsecured Loan	3899000	NIL	884000	NIL
Hemlata Khuteta	Relative of Key Management Personnel	Unsecured Loan	445000	NIL	1363000	NIL
Shyam Lal Khuteta HUF	HUF of Relative of Key Management Personnel	Unsecured Loan	100000	NIL	105000	NIL

13. Deferred Taxation:

The break-up of Deferred Tax Liability /Assets for the year ending 31st March, 2010 is given as under and the year to make them comparable with those of current year.

Particulars	Deferred Tax (Liability)/ Asset as at 31-3-2010	Current year Change (Debit)	Deferred Tax (liability)/ Asset as at 31-3-2011
Deferred Tax on Account of Depreciation	(270458)	71489	(198969)
Deferred Tax	(270458)	71489	(198969)

14. Earning per Share: Annualised earning per equity share have been calculated based on the net profit after taxation of

	Current Year Rs. (1.96 Lacs)	Previous Year Rs. (0.46) Lacs
No . of Equity Shares	32,50,600	32,50,600
EPS	(0.06)	(0.01)

15. There is no Earning & Expenditure in foreign Currency
16. There is no Claims against the Company not acknowledged as debts.
17. There is no Contingent liability for which provisions are to be made.
18. Figures have been rounded off to the nearest rupee.
19. Quantitative information in respect of goods traded in shares/ debentures/ securities are nil.
20. Reserve fund u/s 45IC of RBI Act, 1936 has not been created for the current year.

SCHEDULE 1 to 9 forming part of the accounts.

As per our Audit Report of even date annexed.

For R.P. Khandelwal & Associates

Chartered Accountants

R.P. Khandelwal

Partner

Place : JAIPUR

Date : 18-8-11

For and behalf of Board of Directors

M.L. Khandelwal , Chairman

J.C.Kedawat, Director

Rajesh Khuteta, Managing Director

CASH FLOW STATEMENT FOR THE YEAR 2010-2011

	RS. IN LACS	
	2010- 2011	2009-2010
A. CASH FLOE FROM OPERATING ACTIVITIES		
NET PROFIT AFTER TAX AND EXTRAORDINARY ITEMS	(1.96)	(0.46)
Adjustment for :		
Depreciation	16.81	13.62
Interest Expenses	0.29	0.41
Provision for Taxes	---	---
Deferred Tax	(0.71)	0.08
Extra Ordinary Item (profit on sale of car)	(0.36)	---
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	14.07	13.65
Adjustments for :		
Decrease/ (Increase) in current assets	(5.48)	3.00
Increase/(Decrease) in current liabilities	(11.04)	1.76
Cash Generated from Operations	---	---
Interest Paid	(0.29)	(0.41)
Direct Taxes Paid	---	---
NET CASH FROM OPERATING ACTIVITIES	(2.74)	18.00
B. CASH FLOW INVESTMENT ACTIVITIES		
Purchase of Fixed Assets & Misc. Assets (Net)	(1.83)	(26.77)
Net Sales/ (Purchase) of investments	10.00	7.80
NET CASH USED IN INVESTING ACTIVITIES	8.17	(18.97)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Secured loan	(0.91)	(1.85)
Repayment of Unsecured Loans	---	---
NET CASH USED IN FINANCING ACTIVITIES	(0.91)	(1.85)
NET INCREASE IN CASH & CASH EQUIVALENTS	4.52	(2.82)
CASH & CASH EQUIVALENTS (OPENING BALANCE)	8.09	10.91
CASH & CASH EQUIVALENTS (CLOSING BALANCE)	12.61	8.09

For and behalf of Board of Directors

1. M.L. Khandelwal , Chairman
3. Rajesh Khuteta , Managing Director

2. J.C. Kedawat , Director

AUDITOR'S CERTIFICATE

We have examined the attached Cash Flow Statement of Continental Securities Limited for the year 2010-11. The Statement has been prepared by the Company in accordance with the requirements of Listing Agreements Clause 32 with Stock Exchanges and is based on corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report of 18.08.11 to the Member of the Company.

Place : JAIPUR

Date : 18-08-2011

For R.P. Khandelwal & Associates
Chartered Accountants
R.P. Khandelwal
Partner

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. REGISTRATION DETAILS

State Code

1	7
---	---

 Registration No.

5	3	7	1
---	---	---	---

Balance Sheet

3	1
---	---

0	3
---	---

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

Date Month Year

II. CAPITAL RAISED DURING THE YEAR (AMOUNT IN RS.)

Public Issue
Nil

Rights Issue
Nil

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT IN RS.)

(Amount in Rs.)

Total Liabilities
3,06,92,692

Total Assets
3,06,92,692

Sources of Funds

Paid-up Capital
2,85,18,990
Reserve & Surplus
2,26,491

Unsecured Loans

Secured Loans
2,04,990

Deferred Tax Liability
1,98,969

Application of Funds

Net Fixed Assets
32,77,705
Net Current Assets
1,93,81,974

Investment
62,95,000
Profit & Loss A/c
1,94,761

IV. PERFORMANCE OF COMPANY (AMOUNT IN RS.)

Turnover including Other Incomes
34,38,959

Total Expenditure
37,05,890

+ - Profit/Loss Before Tax
- 2,66,920

+ - Profit / Loss After Tax
-1,95,441

Earning Per Share in Rs.(0.06)

Dividend Rate - Nil

V. GENERIC NAMES THREE PRINCIPAL SERVICES OF COMPANY

Item Code No.

N	O	T	A	P	P	L	I	C	A	B	L	E
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Service Description

L	E	A	S	I	N	G
---	---	---	---	---	---	---

Item Code No.

N	O	T	A	P	P	L	I	C	A	B	L	E
---	---	---	---	---	---	---	---	---	---	---	---	---

Service Description

C	O	R	P	O	R	A	T	E	F	I	N	A	N	C	I	N	G	&	I	N	V	E	S	T	M	E	N	T
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Description
Item Code No.

N	O	T	A	P	P	L	I	C	A	B	L	E
---	---	---	---	---	---	---	---	---	---	---	---	---

Service Description

H	I	R	E	P	U	R	C	H	A	S	E
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SCHEDULE TO THE BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2011
As required in terms of paragraph 9BB of Non-Banking Financial Companies Prudential
Norms (Reserve Bank) Directions, 1998)

PARTICULARS	PRINCIPAL	INTEREST ACCRUED BUT NOT DUE	AMOUNT OUTSTANDING	AMOUNT OVERDUE
LIABILITIES SIDE				
(1) Loans and advances availed by the NBFCs				
Inclusive if interest accrued thereon but not paid:				
(a) Debentures: Secured	---	---	---	---
: Unsecured	---	---	---	---
(Other than falling within the meaning of public deposits)				
(b) Deferred Credits	---	---	---	---
(c) Term Loans	2.05	---	2.05	---
(d) Inter-corporate loans and borrowing	---	---	---	---
(e) Commercial Paper	---	---	---	---
(f) Public Deposits	---	---	---	---
(g) Cash Credit and Working Capital Demand Loan-	---	---	---	---
TOTAL	2.05	---	2.05	----
(2) Break-up of (1) (f) above (outstanding public deposits				
Inclusive of interest accrued thereon but not paid):				
(a) In the form of unsecured Debentures	--	--	--	--
(b) In the form of partly secured debentures				
i.e. Debentures where there is a shortfall				
in the value of security	--	--	--	--
(c) Other public deposits	--	--	--	--
Interest accrued but not paid – Nil				
PARTICULARS				
			AMOUNT OUTSTANDING	
ASSETS SIDE				
(3) Break – up of Loans and advances including bills receivables				
(other than those included in (4) below):				
(a) Secured			----	
(b) Unsecured			186.24	
(4) Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL /SP activities				
1) Lease assets including lease rentals under sundry debtors:				
(a) Financial Lease				
(b) Operating Lease			34.03	
(ii) Stock on hire including hire charges under sundry debtors.				
(a) Assets on hire				
(b) Repossessed Assets				
(iii) Hypothecation loans counting towards EL/ HP activities				
(a) Loans where assets have been repossessed				

(b) Loans other than (a) above

(5) Break –up of Investments:

Current Investments:

1. Quoted :

(i) Shares :

(a) Equity

(b) Preference

(ii) Debentures and Bonds

(iii) Units of mutual funds

(iv) Government Securities

(v) Others (please specify)

2. Unquoted:

(i) Shares (a) Equity (b)Preference

(ii) Debentures and Bonds

(iii) Units of mutual funds

(iv) Government Securities

(v) Others (please specify)

PARTICULARS	AMOUNT OUTSTANDING
Long Term Investments	
1.Quoted :	
(i) Shares : (a) Equity	--
(b) Preference	--
(ii) Debentures and Bonds	--
(iii) Units of Mutual Funds	--
(iv) Government Securities	--
(v) Others (Please specify)	--
2.Unquoted :	
(i) Shares : (a) Equity	62.95
(b) Preference	--
(ii) Debentures and Bonds	--
(iii) Units of Mutual Funds	--
(iv) Government Securities	--
(v) Others (Please specify)	--
Total	62.95

(6) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

Category	Amount net of Provisions		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	--	--	--
(b) Companies in the same group	--	--	--
(c) Other related parties	--	--	--
2. Other than related parties	--	186.24	186.24
Total	--	186.24	186.24

(7) Investor group-wise classification of all investment (current and long term) in shares and securities (both quoted and unquoted) :

Category	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(d) Subsidiaries	--	--
(e) Companies in the same group	--	--
(f) Other related parties	--	--
2. Other than related parties	62.95	62.95
Total	62.95	62.95

(8) Other Information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related Parties	--
(b) Other than related parties	--
(ii) Net Non-Performing Assets	
(c) Related Parties	--
(d) Other than related parties	--
(iii) Asset acquired in satisfaction of debt	--

For R.P.Khandelwal & Associates
Chartered Accountants

R.P. Khandelwal
Partner

Place : JAIPUR
Date : 18.08.2011