



CONTINENTAL SECURITIES LIMITED

22nd

Annual Report 2011-12

**BOARD OF DIRECTORS**

Shri M.L. Khandelwal Chairman
Shri J.C. Kedawat Director
Shri Rajesh Khuteta Managing Director

Auditors :

M/s R.P. Khandelwal & Associates
Chartered Accountants
Jaipur

Bankers :

State Bank of Travencore
Bank of Baroda

Registered & Corporate Office

A-2, Opp. Udyog Bhawan, Tilak Marg,
'C' Scheme, Jaipur-302005 (India)
Phone : 0141-2222232
Fax : 0141-2221961

Registrar & Share Transfer Agent :

Bettal Financial & Computer Service Pvt. Ltd.
Beetal House, 99, Madangir, IIIrd Floor, Behind
Local Shopping Centre, Near Dada Harsukh
Das Mandir, New Delhi.

**NOTICE**

NOTICE is hereby given that 22nd Annual General Meeting of the Member of Continental Securities Ltd. will be held at 11.00 A.M. on Saturday the 29th September, 2012 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, 2012 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 J.C.Kedawat, 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 22nd September, 2012 to 29th September, 2012 (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 : 18-8-2012

RAJESH KHUTETA
(MANAGING DIRECTOR)



**DIRECTORS REPORT**

Your Directors are submitting the Annual Report together with Audited Accounts for the year ended 31st March, 2012.

FINANCIAL RESULTS

	(Rs.' lacs)	
	2011-12	2010-11
Gross income	29.10	34.03
Profit Before Interest, Tax, Depreciation	8.16	14.07
Interest	0.18	0.29
Depreciation	11.43	16.81
Provision for Taxation	---	---
Provision for Deferred Tax	(0.71)	(0.71)
Extra Ordinary Income	---	0.36
Net Profit/Loss	(2.74)	(1.96)
Profit/(Loss) Brought forward	(1.95)	0.01
Statutory Reserves	--	--
Net Profit/(Loss) Carried Forward	(4.69)	(1.95)

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. 29.10 Lacs. The net loss of the company is Rs.2.74 as against net loss of Rs. 1.96 lacs in the previous year. The higher provision of depreciation has affected the profitability of the Company.

PROSPECTS

The year 2011-12 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 J.C.Kedawat, 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, 2012, 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, 2012 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: 18-8-12

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, 2012 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, 2012 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. 2012.
 - (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 transaction 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 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 amount payable in respect of Income tax,



Wealth Tax, Custom duty, Sales tax, Service tax and Excise duty outstanding for a period of more 6 month from the date they became payable.

14. The company does has accumulate losses of Rs. 4.13 lacs at the and 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 31.3.2012.
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 debenture and other investments. However the company has made Investment in shares which are being held by the company in its own name except the extent 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 Accordingly, 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: 18-8-12

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

R.P. Khandelwal
Partner





**CONTINENTAL SECUTITIES LTD.
BALANCE SHEET AS ON 31ST MARCH, 2012**

(Amt. in Rupees)

Particulars	Note No.	as at 31.03.2012	as at 31.03.2011
I EQUITY & LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	28518990	28518990
(b) Reserves & Surplus	2	-243038	31730
(c) Money received against share warrants			
2 Share Application Money pending Allotment		0	0
3 Non-current Liabilities			
(a) Long Term Borrowings	3	107743	204990
(b) Deferred Tax Liabilities (Net)	4	128203	198969
(c) Other Long Term Liabilities		0	0
(d) Long Term Provisions		0	0
4 Current Liabilities			
(a) Short Term Borrowings	0	0	
(b) Trade Payables	0	0	
(c) Other Current Liabilities	5	1173860	1543252
(d) Short Term Provisions	0	0	
TOTAL		29685758	30497931
II ASSETS			
1 Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	6	2577693	3277705
(ii) Intangible Assets		0	0
(iii) Capital Work-in-Progress		0	0
(ii) Intangible Assets under development		0	0
(b) Non-current Investments	7	6295000	6295000
(c) Deferred Tax Assets (Net)		0	0
(d) Long Term Loans & Advances		0	0
(e) Other Non-current Assets		0	0
2 Current Assets			
(a) Current Investments		0	0
(b) Inventories		0	0



(c) Trade Receivables		0	0
(d) Cash & Cash Equivalents	8	1035006	1261176
(e) Short Term Loans & Advances	9	19406996	19174079
(f) Other Current Assets	10	371063	489971
TOTAL		<u>29685758</u>	<u>30497931</u>

See accompanying notes to the financial statements

As per our Report of even date annexed

For R. P. Khandelwal & Associates
Chartered Accountants

For & on behalf of Board of Directors

(R. P. KHANDELWAL)
PARTNER

(M.L.Khandelwal)
Chairman

(Rajesh Khuteta)
Managing Director

(J.C.Kedawat)
Director

Place : Jaipur

Date : 18.08.2012





**CONTINENTAL SECURITIES LTD.
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2012**

Particulars	Note No.	2011-12	2010-11
I Revenue from Operations	11	2909580	3402720
II Other Income	12	0	36240
III Total Revenue (I + II)		<u>2909580</u>	<u>3438960</u>
IV Expenses :			
Employee Benefits Expense	13	1107222	1047390
Finance Costs		18263	29226
Depreciation and Amortisation Expenses		1143387	1680778
Administration & Other Expenses	14	986242	948496
Total Expenses		<u>3255114</u>	<u>3705890</u>
V Profit Before Exceptional & Extraordinary Items & Tax (III - IV)		-345534	-266930
VI Exceptional Items		0	0
VII Profit Before Extraordinary Items & Tax (V-VI)		-345534	-266930
VIII Extraordinary Items		0	0
IX Profit before Tax (VII - VIII)		-345534	-266930
X Tax Expenses			
Current Tax		0	0
Deferred Tax		-70766	-71489
XI Profit from Continuing Operations (VII-VIII)		-274768	-195441
XII Profit from Discontinuing Operations		0	0
XIII Tax expenses of Discontinuing Operations		0	0
XIV Profit from Discontinuing Operations after Tax		0	0
XV Profit for the period (XI + XIV)		-274768	-195441
XVI Earnings Per Share	15		
Basic		-0.08	-0.06
Diluted		-0.08	-0.06

See accompanying notes to the financial statements

As per our Report of even date annexed

For R. P. Khandelwal & Associates
Chartered Accountants

For & on behalf of Board of Directors

(R. P. KHANDELWAL)
PARTNER

(M.L.Khandelwal)
Chairman

(Rajesh Khuteta) **(J.C.Kedawat)**
Managing Director Director

Place : Jaipur
Date : 18.08.2012



NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current

year presentation.

(Amount in Rupees)

1 SHARE CAPITAL

	As at 31.03.2012	As at 31.03.2011
Authorised Share Capital :		
4000000 equity shares of Rs. 10/- each	40000000	40000000
Issued, Subscribed & Paid up :		
3250600 equity shares of Rs. 10/- each	32506000	32506000
Less : Calls in Arrears	3987010	3987010
	28518990	28518990

1.1 Details of Shareholders holding more than 5% shares

Name of Shareholder

No. of Sh. % held	No. of Sh. % held
No such Shareholder	No such Shareholder

2 RESERVES & SURPLUS

General Reserve	51110	51110
Reserve Fund	175381	175381
Profit & Loss A/c	-469529	-194761
	-243038	31730

2.1 Profit & Loss A/c :

As per Last Balance Sheet	-194761	680
	-274768	-195441
	-469529	-194761

3 LONG TERM BORROWINGS

Secured	107743	204990
Unsecured	0	0
	107743	204990

3.1 Secured Loan indicates only car loan from Tata Capital Ltd.

4 DEFERRED TAX LIABILITY (Net)

Related to Fixed Assets	126852	198969
Others	1351	0
Total	128203	198969

5 OTHER CURRENT LIABILITIES

Lease Debtors	830478	1034603
Other Current Liabilities	343382	508649
	1173860	1543252



NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

(Amount in Rupees)

7 NON CURRENT INVESTMENTS	No of Share	As at 31.03.2012	As at 31.03.2011
Orchid Securities Pvt.Ltd.	197500	1975000	1975000
Metfin Finance Ltd.	50000	500000	500000
Tarachand & Bros. Pvt.Ltd.	72000	720000	720000
S. R. Shares & Properties P.Ltd.	150000	1500000	1500000
A. H. Stock Broking Co. (P) Ltd.	30000	300000	300000
Goodwill fincom (P) Ltd.	50000	1000000	1000000
Bondwell Corporate Advisors (P) Ltd.	2500	100000	100000
Secure Stock fin Co. (P) Ltd.	20000	200000	200000
TOTAL		6295000	6295000
8 CASH & CASH EQUIVALENTS			
Cash in Hand	100068	341192	
Balances with Banks : In Current Account		779857	775964
In Fixed Account		155081	144020
		1035006	1261176
9 SHORT TERM LOANS & ADVANCES			
Inter-Corporate Loans		1020100	520100
Other Finance, Loans & Advances		17836896	18103979
Share Application Money		550000	550000
		19406996	19174079
10 OTHER CURRENT ASSETS			
Tax Deducted at Source		365164	481683
Other Current Assets		5899	8288
		371063	489971
11 REVENUE FROM OPERATIONS			
Interest Income		2209830	2378720
Lease Income		699750	1024000
		2909580	3402720
12 OTHER INCOME			
Profit from sale of Car		0	36240
13 EMPLOYEE BENEFITS EXPENSES			
Salaries		1030900	920400
Bonus to Staff		70100	70100
Staff Welfare		6222	56890
		1107222	1047390



NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

(Amount in Rupees)

	As at 31.03.2012	As at 31.03.2011
14 ADMINISTRATIVE & OTHER EXPENSES		
Vehicle & Conveyance Exp.	82992	78879
Printing & Stationery Exp.	46718	21039
Office Rent	180000	108000
Postage & Telephone Exp.	16253	22700
Auditor's Remuneration	18000	18000
Internal Audit Fee	5000	5000
Directors' Remuneration	354000	330000
Directors' Sitting Fees	2500	4250
Legal & Professional Charges	22800	29650
Travelling Exp.	19995	17107
Electricity & Water Exp.	18488	69067
Advertisement & Publicity Exp.	13000	4990
Business Promotion Exp	28635	17492
Repair & Maintenance Exp.	30781	42903
Listing Fees	27600	27600
Other Administrative Exp.	119480	151819
	986242	948496

14.1 Remuneration to Auditors includes

Statutory Audit Fees	12000	12000
Tax Representation & Certifications	6000	6000
	18000	18000
	2011-12	2010-11

15 Basic & Diluted EPS

Net Profit after Tax (a)	-274768	-195441
No. of Shares (b)	3250600	3250600
Basic EPS (a/b)	-0.08	-0.06
Diluted EPS	-0.08	-0.06

As per our Report of even date annexed

For R. P. Khandelwal & Associates
Chartered Accountants

For & on behalf of Board of Directors

(R. P. KHANDELWAL)
PARTNER**(M.L.Khandelwal)**
Chairman**(Rajesh Khuteta)**
Managing Director**(J.C.Kedawat)**
DirectorPlace : Jaipur
Date : 18.08.2012



NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012

FIXED ASSETS	GROSS BLOCK			DEPRECIATION			Net Block			
	Balance as on 1.4.11	Addition during yr	Deletion during yr	Total as on 31.3.12	UPTO 31.3.11 during yr	Provided during yr	Earlier Yrs. Written Back on 31.3.12	Total as on 31.3.12	As at 31.03.2012	As at 31.03.2011
PARTICULARS										
TANGIBLE ASSETS :										
A. ASSETS ON LEASE :										
Lease Assets	9072516	0	0	9072516	6900946	868628	0	7769574	1302942	2171570
Total A	9072516	0	0	9072516	6900946	868628	0	7769574	1302942	2171570
B. OTHER FIXED ASSETS :										
Furniture & Fixtures	566020	219974	0	785994	176128	93077	0	269205	516789	389892
Office Equipments	494553	205181	0	699734	209351	58210	0	267561	432173	285202
Vehicles	1416782	0	0	1416782	1041370	97194	0	1138564	278218	375412
Computers	579042	18220	0	597262	523413	26278	0	549691	47571	55629
Total B	3056397	18220	0	3499772	1950262	274759	0	2225021	1274751	1106135
Total A+B	12128913	18220	0	12572288	8851208	1143387	0	9994595	2577693	3277705
Previous Year	12663948	467900	1002935	12129813	7924605	754175	1680778	8851208	3277705	4739343

As per our Report of even date annexed

For R. P. Khandelwal & Associates
Chartered Accountants

For & on behalf of Board of Directors

(R. P. KHANDELWAL)
PARTNER

(M.L.Khandelwal)
Chairman

(Rajesh Khuteta)
Managing Director

(J.C.Kedawat)
Director

Place : Jaipur
Date : 18.08.2012

**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 30-4-2012 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. 18709/- towards Directors. (Previous year Rs. 7517/-)
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:	2012	2011
Fee for audit	12,000	12,000
Tax representation & Certifications	6,000	6,000
Total	18,000	18,000

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.) 2010-12	Balance Outstanding 31.03.12	Amount (Rs.) 2010-11	Balance Outstanding 31.03.11
Rajesh Khuteta	Key Management Personnel	Remuneration	354000	11790	330000	2790
Rajesh Khuteta HUF	HUF of Key Management Personnel	Unsecured Loan	474000	NIL	3899000	NIL
Hemlata Khuteta	Relative of Key Management Personnel	Unsecured Loan	20000	NIL	445000	NIL
Shyam Lal Khuteta HUF	HUF of Relative of Key Management Personnel	Unsecured Loan	NIL	NIL	100000	NIL
Rajesh Khuteta	Key Management Personnel	Rent	180000	NIL	108000	NIL



13. There is no Earning & Expenditure in foreign Currency
14. There is no Claims against the Company not acknowledged as debts.
15. There is no Contingent liability for which provisions are to be made.
16. Figures have been rounded off to the nearest rupee.
17. Quantitative information in respect of goods traded in shares/ debentures/ securities are nil.
18. 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 : 18-8-12

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 2010-2012

	Rs in Lacs	
	2011- 2012	2010-2011
A. CASH FLOE FROM OPERATING ACTIVITIES		
NET PROFIT AFTER TAX AND EXTRAORDINARY ITEMS	(2.75)	(1.96)
Adjustment for :		
Depreciation	11.43	16.81
Interest Expenses	0.18	0.29
Provision for Taxes	---	---
Deferred Tax	(0.71)	(0.71)
Extra Ordinary Item (profit on sale of car)	---	(0.36)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	8.15	14.07
Adjustments for :		
Decrease/ (Increase) in current assets	(1.14)	(5.48)
Increase/(Decrease) in current liabilities	(3.69)	(11.04)
Cash Generated from Operations	---	---
Interest Paid	(0.18)	(0.29)
Direct Taxes Paid	---	---
NET CASH FROM OPERATING ACTIVITIES	3.14	(2.74)
B. CASH FLOW INVESTMENT ACTIVITIES		
Purchase of Fixed Assets & Misc. Assets (Net)	(4.43)	(1.83)
Net Sales/ (Purchase) of investments	---	10.00
NET CASH USED IN INVESTING ACTIVITIES	(4.43)	8.17
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Secured loan	(0.97)	(0.91)
Repayment of Unsecured Loans	---	---
NET CASH USED IN FINANCING ACTIVITIES	(0.97)	(0.91)
NET INCREASE IN CASH & CASH EQUIVALENTS	(2.26)	4.52
CASH & CASH EQUIVALENTS (OPENING BALANCE)	12.61	8.09
CASH & CASH EQUIVALENTS (CLOSING BALANCE)	10.35	12.61

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 : 18-08-2012

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



BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS

State Code	1	7	Registration No.	5	3	7	1
Balance Sheet	3	1	03	2	0	1	2
	Date		Month	Year			

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

Public Issue	Rights Issue
Nil	Nil

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

(Amount in Rs.)

Total Liabilities	Total Assets
2,96,85,758	2,96,85,758

Sources of Funds

Paid-up Capital	Unsecured Loans
2,85,18,990	-----
Reserve & Surplus	Secured Loans
(2,43,038)	1,07,743
Deferred Tax Liability	
1,28,203	

Application of Funds

Net Fixed Assets	Investment
25,77,693	62,95,000
Net Current Assets	
1,96,39,205	

IV. PERFORMANCE OF COMPANY (AMOUNT IN RS.)

Turnover including Other Incomes	Total Expenditure
29,09,580	32,55,114
+ - Profit/Loss Before Tax	+ - Profit / Loss After Tax
- 3,45,534	-2,74,768
Earning Per Share in Rs.(0.08)	Dividend Rate - Nil

V. GENERIC NAMES THREE PRINCIPAL SERVICES OF COMPANY

Item Code No.	NOT APPLICABLE
Service Description	LEASING
Item Code No.	NOT APPLICABLE
Service Description	CORPORATE FINANCING & INVESTMENT
Item Code No.	NOT APPLICABLE
Service Description	HIRE PURCHASE




SCHEDULE TO THE BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2012

As required in terms of paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998)

PARTICULARS	PRINCIPAL BUT NOT DUE	INTEREST ACCRUED OUSTANDING	AMOUNT OVERDUE	AMOUNT
LIABILITIES SIDE				
(1) Loans and advances availed by the NBFCs		Rate in Lacs		
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		1.07	---	1.07

(d) Inter-corporate loans and borrowing	---	---	---	---
(e) Commercial Paper	---	---	---	---
(f) Public Deposits				
(g) Cash Credit and Working Capital Demand Loan	---	---	---	---
TOTAL	1.07	---	1.07	---
(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			188.57	
(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				
(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	--	188.57	188.57
Total	--	188.57	188.57



(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(Net of Provisions)	Book Value
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

Place : JAIPUR
Date : 18.08.2012

R.P. Khandelwal
Partner



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