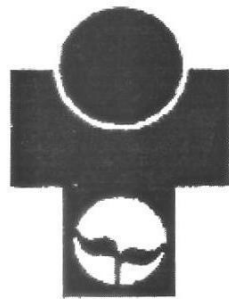


Esquire Money Guarantees Ltd.



Annual Report  
2010 - 2011



# ESQUIRE MONEY GUARANTEES LIMITED

## NOTICE

**NOTICE** is hereby given that the 26<sup>th</sup> Annual General Meeting of the members of your Company **M/s Esquire Money Guarantees Limited** will be held on Monday the 24<sup>th</sup> September 2011 at 11.00 a. m at 4F2, Court Chamber, 35, New Marine Lines, Mumbai 400 020 to transact the following business:-

### **Ordinary Business:-**

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March 2011 and Profit & Loss Account for the year ended on that date, together with the Report of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr. Moolchand Suthar who retires by rotation and is eligible for re-appointment.
3. To appoint a Director in the place of Mr. Murari Tulsian who retires by rotation and is eligible for re-appointment.
4. To appoint auditors to hold office from the conclusion of the ensuring meeting till the conclusion of the next Annual General Meeting.

**By Order of the Board**  
**Sd/-**  
**S.K. Jajodia**  
**Director**

**Mumbai, 10<sup>th</sup> August 2011**

### **Notes:**

1. A member entitled to attend and vote is entitled to appoint a proxy to attend & vote instead of himself and such proxy need not be a member of the company. Proxies in order to be effective must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Book of the company shall remain closed on 24<sup>th</sup> September 2011.
3. Members/Proxy holders must bring the Attendance slip to the meeting and hand it over at the entrance duly signed.
4. Members are requested to quote their folio number in all correspondence with the Company and notify the Company immediately of change, if any, in their address and/or of their mandate.

# ESQUIRE MONEY GUARANTEES LIMITED

## DIRECTORS' REPORT

To,  
The Members,

Your directors take this opportunity to present their report on the business and operations of your company for the year ended March 31, 2011.

### PERFORMANCE

Year ended	March 31, 2011	March 31, 2010
Net Profit / (Loss) for the year	1,70,484.30	96,794.89
Add: Surplus brought forward from Previous year	(6,826,489.06)	(6,923,283.95)
Balance carried forward	(6,656,004.76)	(6,826,489.06)

### DIVIDEND:

Keeping in view the need to conserve the company's resources and to meet the enhanced working capital requirements, your directors have decided not to recommend any dividend for the year under report.

### FIXED DEPOSITS

Your company has not accepted any deposit under the provisions of Section 58A of the Companies Act, 1956 and the rules made there under and therefore the provisions of section 58A have no application.

### DIRECTORS

Mr. Moolchand Suthar and Mr. Murari Tulsian, Directors of the Company retires by rotation in the ensuing Annual General Meeting and being eligible offers himself for reappointment

## **DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the requirements of Section 217(2AA) of the Companies Act, 1956, your Directors wish to confirm the following:

- i) That the applicable accounting standards have been followed in the preparation of the annual accounts;
- ii) That appropriate accounting policies have been selected and applied consistently and have made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March 2011 and the loss of the Company for the year ended on that date.
- iii) That 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) That the annual accounts have been prepared on a going concern basis.

## **CORPORATE GOVERNANCE**

A report on Corporate Governance has been included separately in the Annual Report.

## **PARTICULARS OF EMPLOYEES**

Your company recognises employees as its most valuable resources and lays considerable emphasis on their training and development with a view to create a culture of learning, trust, safety and fairness.

No employee of the company, whether employed for the whole year or part of the year, was drawing remuneration exceeding the limits prescribed in Section 217(2A) of the Companies Act, 1956.

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

In accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, the particulars relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is annexed to this report.

## **COMPLIANCE CERTIFICATE**

The Board of Directors has taken Compliance Certificate required under the Companies Act, 1956 for the financial year ended 31.03.2011 which is forming part of the Directors Report, which is duly annexed herewith.

## **AUDITORS**

The Auditors of the Company M/s J. K. Shah & Associates., Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for reappointment. You are requested to appoint the auditors for the current year to hold office until the conclusive of the next Annual General Meeting and fix their remuneration.

The observations made in the Auditors Report are self-explanatory and therefore, do not call for any further comments u/s 217 of the Companies Act, 1956.

## **ACKNOWLEDGEMENTS**

Your directors place on record their sincere appreciation for the continued support from members, customers, vendors, bankers and other business associates. A particular note of thanks to employees at all levels for their hard work, competence, commitment, dedication and solidarity.

**Mumbai, 10<sup>th</sup> August 2011**

**By Order of the Board  
Sd/-  
S.K. Jajodia  
Director**

## **ANNEXURE TO THE DIRECTORS' REPORT**

Particulars pursuant to Companies (Disclosure of particulars in the report of board of directors) Rules, 1988

### **CONSERVATION OF ENERGY**

The operations of your company are not energy intensive. Sufficient measures have, however, been taken to reduce energy consumption by using energy efficient computer terminals and by the procurement of energy efficient equipments incorporating the latest technology. Energy cost forms a very small part of the total cost, the impact on cost is not material.

### **FOREIGN EXCHANGE EARNINGS AND OUTGO**

The company had no foreign exchange earnings/outgo during the year under review. However, the company has been making continuous efforts to explore and penetrate overseas market.

### **TECHNOLOGY ABSORPTION**

**Current Year**

**Previous Year**

NIL

NIL

**For and on behalf of the Board**  
**Sd/-**

**S.K.Jajodia**  
**Director**

**Mumbai, 10<sup>th</sup> August 2011**

# **Esquire Money Guarantees Limited**

4F2, Court Chambers, 35, New Marine Lines, Mumbai 400 020

## **CORPORATE GOVERNANCE REPORT**

This report on Corporate Governance forms part of the report of the Directors to the members. This report complies with the requirements of Clause 49 of the Listing Agreement entered into with the Stock Exchanges and also provides a window through which you can view the constitution and functioning of the organization in its march to achieve its stated objectives.

### **Company's Philosophy on Corporate Governance :**

The Company's philosophy on Corporate Governance envisages the attainment of the highest level of transparency, accountability and equity in all facets of its operations and in all its interactions with its stakeholders including members, employees, the government and lenders. Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholder value over a sustained period of time. The Company's Corporate Governance policies recognize the Company's commitment to good and efficient Corporate Governance. The Board of Directors - the Company's high policy making body is committed in its responsibility for all decisions to all constituents, including investors, employees and regulatory authorities. The Company recognizes that the members are ultimately the persons who are catalysts to the economic activities and also the ultimate beneficiaries thereof.

### **Composition of Board**

The Board, currently has, five members (who are suitably qualified, experienced, and competent), and periodically reviews the need for its expansion. As per the current Articles of Association of the Company, the Board can have a maximum up to 12 (Twelve) members.

The Board has been constituted in a manner, which will result in appropriate mix of executive and independent directors. This has been done to preserve the independence of the Board and to separate the board functions of policy decisions and governance and the day-to-day management. The board functions either as a full-fledged board or through committee. Policy



formulation, setting up the goals, evaluation of the performance and control function vest with the board while the committee oversees operational issues. The current Board has three independent directors and two executive directors.

Six meetings of the Board of Director were held during the year on 16.04.2010, 23.06.2010, 10.08.2010 26.09.2010, 27.10.2010, and 25.01 2011

The name of members of the Board of Directors, their attendance at six board meeting and the number of their directorship are set out below:

<b>Name of the Board Member</b>	<b>Board meeting attended during the year</b>	<b>Attendance at Last AGM</b>	<b>Number of other directorship (Indian &amp; foreign)</b>
Mr. M. D. Dalal	6	Present	5
Mr. S. K. Jajodia	1	Present	2
Mr. Jai Bothra	1	Absent	-
Mr. Murari Tulsiyan	1	Present	2
Mr. Mool Chand Suthar	6	Present	5

#### **Committee of Directors**

The board of Directors provides guidance to operating management on policy matters as well as in the monitoring of the action of operating management. This involvement is formalized through the constitution of designated committee of Board. The committees are intended to provide regular exchange of information and ideas between the Board and operating management.

#### **Appointment of Directors, Re-appointment of directors at the forth coming Annual General Meeting**

Mr Murari Tulsiyan & Mr. Moolchand Suthar Directors of the Company retire by rotation in the ensuing Annual General Meeting and being eligible offer themselves for reappointment

#### **Audit Committee**

To provide assistance to the Board of Directors of the Company the Audit committee was constituted. It consists of Chairman and two other members. The Chairman of the Audit Committee is independent Non-Executive Director. The Audit Committee provides direction to and oversees the Audit and the Risk Management functions, reviews the financial accounts, interacts with statutory auditors and reviews matters of special interest.

**Composition, Name of Members, Chairman and other Details \***

1. Mr. M. D. Dalal, Chairman
2. Mr. S. K. Jajodia
3. Mr. Murari Tulsiyan
4. Mr. Mool Chand Suthar

**Meeting and Attendance during the Year**

<b>Members</b>	<b>Meeting Held During the Tenure of Directors</b>	<b>Meetings Attended</b>
<b>Mr. M.D. Dalal</b>	<b>3</b>	<b>3</b>
<b>Mr. S. K. Jajodia</b>	<b>4</b>	<b>2</b>
<b>Mr. Murari Tulsiyan</b>	<b>4</b>	<b>4</b>
<b>Mr. Mool Chand Suthar</b>	<b>3</b>	<b>3</b>
<b>Mr. Jai Bothra</b>	<b>4</b>	<b>2</b>

**General Body Meeting**

Location and time for the last three Annual General Meetings:

<b>Description of Meeting</b>	<b>Location</b>	<b>Date</b>	<b>Time</b>
23 <sup>rd</sup> AGM	4F2, Court Chambers, 35, New Marine Lines, Mumbai-400 020	23 <sup>rd</sup> September, 2008	12.00 A.M
24 <sup>th</sup> AGM	4F2, Court Chambers, 35, New Marine Lines, Mumbai-400 020	25 <sup>th</sup> September, 2009	11.30 A.M
25 <sup>th</sup> AGM	4F2, Court Chambers, 35, New Marine Lines, Mumbai-400 020	26 <sup>th</sup> September, 2010	11.30 A.M

No postal ballots were used / invited for voting at the above meetings. There were no special resolutions to be passed. There is no proposal to pass any special resolution by Postal Ballots at the ensuing Annual General Meeting.

## General shareholder Information

**Compliance Officer :** Mr. Moolchand Suthar

(a) **Twenty Sixth Annual General Meeting**

**Date :** 24<sup>th</sup> September, 2011

**Time :** 11.00 a.m.

**Venue** 4F2, Court Chambers,  
35, New Marine Lines  
Mumbai 400 020

(b) **Financial Calendar**

**Publication of Unaudited Results:**

<b>Quarter ending</b>	<b>3<sup>rd</sup> / 4<sup>th</sup> week of</b>
June 30, 2010	July 31, 2010
September 30, 2010	October 31, 2010
December 31, 2010	January 31, 2011
March 31, 2011	April 31, 2011

(c) **Book Closure Date :** 24<sup>th</sup> September 2011

(d) **Listing on Stock Exchanges**

The Equity Shares of the Company are listed on the Stock Exchange, Mumbai. The Company confirms that it has paid annual listing fees to the Stock Exchange, Mumbai for the year 2011-12.

(e) **Stock Code**

The stock code of the shares listed at the Stock Exchange, where the share of the Company is listed is given below:

**Name of the Company****Code**

(i) **The Stock Exchange, Mumbai** 512439

(f) **Market Price Data**

The high & low of the share price of the Company during each month in the last financial year at the Stock Exchange, Mumbai are as follows:

Month	High	Low
April 2010	-	-
May 2010	-	-
June 2010	-	-
July 2010	-	-
August 2010	-	-
September 2010	-	-
October 2010	-	-
November 2010	-	-
December 2010	-	-
January 2011	-	-
February 2011	-	-
March 2011	-	-

(g) **Name of depository with whom the Company has entered into Agreement**

The Company has yet to sign the Agreement with National Securities Depository Limited and Central Depository Services (India) Limited. The matter is being pursued vigorously.

(h) **Distribution of Shareholding**

The Distribution of shareholding as on 31<sup>st</sup> March, 2011, is as follows:

No. of Shares From To		No. of Shareholders	%	No. of Shares	%
0	5000	1042	97.00	221090	10.00
5001	10000	1	0.00	7800	0.00
10001	20000	9	1.00	178500	8.00
20001	30000	-	-	-	-
30001	40000	-	-	-	-
40001	50000	-	-	-	-
50001	100000	24	2.00	1797610	82.00
100001	Above	-	-	-	-
<b>Total</b>		<b>1076</b>	<b>100.00</b>	<b>2205000</b>	<b>100.00</b>

(i) **Shareholding pattern as on 31<sup>st</sup> March, 2011**

<b>Category</b>	<b>No. of Shares</b>	<b>%</b>
Nationalized Banks	-	-
Mutual Funds	-	-
NRIs / OCBs	-	-
Directors & Relatives and Bodies Corporate	153120	6.94
Other Bodies Corporate	1833210	83.14
Public	218670	9.92
<b>Total</b>	<b>2205000</b>	<b>100.00</b>

(j) **Dematerialisation of Shareholding**

The Company is yet to sign the agreement with the Registrar, NSDL and CDSL. Hence none of the shares was dematerialized as on date. Your Company hopes that the dematerialisation process will be over within a shortest possible time.

(m) **Address for Correspondence  
Registered Office:**

4F2, Court Chambers,  
35, New Marine Lines  
Mumbai 400 020

**Disclosures**

The Company has entered into certain transaction with Companies in which the Directors or the Management or their relatives, etc., have interest. However, these transactions are of routine nature and do not have any potential conflict with the interest of the Company at large.

There is neither any non-compliance with any of the legal provision of law by the Company nor any penalty or stricture imposed by the Stock Exchange / SEBI / any other statutory authority, on matter related to the capital markets, during the last three years.

**Means of communication**

Information like Quarterly Financial Results and press releases on significant developments in the Company has been made available from time to time to the press and has also been submitted to the Stock Exchange to enable them to put on their Web Sites. The quarterly Financial Results are published in English and Vernacular newspapers.

**AUDITORS' CERTIFICATE TO THE MEMBERS OF**  
**M/S. ESQUIRE MONEY GUARANTEES LIMITED.**

We have examined the compliance of conditions of Corporate Governance by Esquire Money Guarantees Limited, for the year ended 31<sup>st</sup> March 2011, as stipulated in clause 49 of the listing agreement of the said company with Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the 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, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the aforesaid Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that on the report issued by the Registrars of the Company to the Share holders/ Investor Grievance Committee, as on 31<sup>st</sup> March 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 J. K. Shah & Associates.  
*Chartered Accountants*

**Jay Kumar K. Shah**  
Proprietor

Mumbai  
10<sup>th</sup> day of August 2011

## ESQUIRE MONEY GUARANTEES LIMITED

### BALANCE SHEET AS AT 31ST MARCH 2011

	SCH NO	Rupees As at March 31, 2011	Rupees As at March 31, 2010
<b>I SOURCES OF FUNDS</b>			
<b>1 Shareholders' Funds</b>			
Share Capital	A	22,050,000.00	22,050,000.00
Reserves & Surplus	B	<u>39,200,000.00</u>	<u>39,200,000.00</u>
		<u><b>61,250,000.00</b></u>	<u><b>61,250,000.00</b></u>
<b>II APPLICATION OF FUNDS</b>			
<b>1 Fixed Assets</b>			
Gross Block	C	13,560,393.00	13,560,393.00
Less : Depreciation		<u>13,530,243.00</u>	<u>13,520,692.00</u>
Net Block		<b>30,150.00</b>	39,701.00
<b>2 Investments</b>	D	<b>40,974,700.00</b>	40,599,700.00
<b>3 Current Assets, Loans and Advances</b>			
Inventories		1,516,000.00	1,566,000.00
Sundry Debtors		3,680,268.96	3,680,268.96
Cash & Bank Balances		179,049.00	337,476.90
Other Current Assets, Loans & Advances		<u>13,497,037.85</u>	<u>13,497,037.85</u>
		<u><b>18,872,355.81</b></u>	<u>19,080,783.71</u>
Less : Current Liabilities & Provisions	F		
Liabilities		5,233,246.57	5,246,709.77
Provisions		<u>49,964.00</u>	<u>49,964.00</u>
		<u><b>5,283,210.57</b></u>	<u>5,296,673.77</u>
Net Current Assets		<b>13,589,145.24</b>	13,784,109.94
Profit & Loss Account		<u><b>6,656,004.76</b></u>	<u>6,826,489.06</u>
		<u><b>61,250,000.00</b></u>	<u><b>61,250,000.00</b></u>
Accounting Policies & Notes to Accounts	H	-	-

The Schedules referred to above and the notes thereon form an integral part of the Balance Sheet

As per our report of even date  
**For J.K.Shah & Associates**  
Chartered Accountants

Signature to the schedules A to F & H  
For and on behalf of the Board of Directors

**Jaykumar K.Shah**  
Proprietor  
M.No.42545  
Place : Mumbai  
Date :10.08.2011

S. K. Jajodia  
Director

Moolchand Suthar  
Director

**ESQUIRE MONEY GUARANTEES LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2011**

	SCH NO	Rupees For the year ended March 31, 2011	Rupees For the year ended March 31, 2010
<b>INCOME</b>			
Misc Income		46,925.00	68,650.00
Sales		1,275,000.00	1,366,400.00
Closing Stock		<u>1,516,000.00</u>	<u>1,566,000.00</u>
		<u>2,837,925.00</u>	<u>3,001,050.00</u>
<b>EXPENDITURE</b>			
Opening Stock		1,566,000.00	1,320,000.00
Purchases		800,000.00	1,366,000.00
Operating & Establishment Expenses	G	261,839.70	174,371.11
Depreciation		<u>9,551.00</u>	<u>38,398.00</u>
		<u>2,637,390.70</u>	<u>2,898,769.11</u>
<b>Profit before Taxation</b>		<u>200,534.30</u>	102,280.89
		-	-
<b>Profit after Taxation</b>		<u>200,534.30</u>	102,280.89
Income Tax for the Previous Year		<u>30,050.00</u>	5,486.00
		<u>170,484.30</u>	96,794.89
Balance brought forward from previous year		<u>(6,826,489.06)</u>	(6,923,283.95)
Balance carried to Balance Sheet		<u><u>(6,656,004.76)</u></u>	<u><u>(6,826,489.06)</u></u>

Accounting Policies & Notes to Accounts

H

The Schedules referred to above and the notes thereon form an integral part of the Balance Sheet

As per our report of even date  
For **J.K.Shah & Associates**  
Ch Chartered Accountants

Signature to the schedules A to F & H  
For and on behalf of the Board of Directors

**Jaykumar K.Shah**  
Proprietor  
M.No.42545  
Place : Mumbai  
Date :10.08.2011

S. K. Jajodia  
Director

Moolchand Suthar  
Director



**ESQUIRE MONEY GUARANTEES LIMITED**

**SCHEDULES TO BALANCE SHEET AS AT MARCH 31, 2011**

	Rupees March 31, 2011	Rupees March 31, 2010
<b>SCHEDULE A : SHARE CAPITAL</b>		
<b>Authorised</b>		
70,00,000 Equity Shares of Rs. 10/- each.	<u>70,000,000.00</u>	<u>70,000,000.00</u>
<b>Issued, Subscribed &amp; Paid up</b>		
2205000(1225000) Equity Shares of Rs. 10/- each fully paid	<u>22,050,000.00</u>	<u>22,050,000.00</u>
	<u>22,050,000.00</u>	<u>22,050,000.00</u>

<b>SCHEDULE B : RESERVES &amp; SURPLUS</b>		
<b>Share Premium</b>		
2205000 Equity Shares of Rs. 10/- each at a premium of Rs. 40/- per Share	39,200,000.00	39,200,000.00
	<u>39,200,000.00</u>	<u>39,200,000.00</u>

**SCHEDULE C : FIXED ASSETS** Rupees

Particulars	Gross Block			Depreciation			Net Block	
	As at April 01, 2010	Additions/ Deletion	As at March 31, 2011	Upto March 31, 2010	For the year	Upto March 31, 2011	As at March 31, 2011	As at March 31, 2010
Computer	11,807,519	-	11,807,519	11,807,519	-	11,807,519	-	-
Fax Machine	20,000	-	20,000	16,871	1,056	17,927	2,073	3,129
Office Equipments	145,904	-	145,904	110,896	6,931	117,827	28,077	35,008
Furniture & Fixture	488,140	-	488,140	486,576	1,564	488,140	-	1,564
Printer	20,000	-	20,000	20,000	-	20,000	-	-
Motor Car	1,078,830	-	1,078,830	1,078,830	-	1,078,830	-	-
<b>Total</b>	<b>13,560,393</b>	<b>-</b>	<b>13,560,393</b>	<b>13,520,692</b>	<b>9,551</b>	<b>13,530,243</b>	<b>30,150</b>	<b>39,701</b>
Previous Year	13,560,393	-	13,560,393	13,482,294	38,398	13,520,692	39,701	-

<b>SCHEDULE D : INVESTMENTS</b>		
<b>Equity Shares</b>		
(Quoted Shares)	29,811,800.00	29,811,800.00
<b>Other Investments</b>		
(Unquoted Shares)	<u>11,162,900.00</u>	<u>10,787,900.00</u>
	<u>40,974,700.00</u>	<u>40,599,700.00</u>

<b>SCHEDULE E : CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
<b>Inventories</b>		1,516,000.00	1,566,000.00
<b>Sundry Debtors</b>			
Debts outstanding for a period exceeding six months :			
unsecured, considered good	3,680,268.96	3,680,268.96	
Other debts : unsecured, considered good	-	3,680,268.96	3,680,268.96
<b>Cash and Bank Balances</b>			
Cash on hand(As Certified by the manager)	105,037.49	118,631.49	
Balance with schedule banks in current accounts	<u>74,011.51</u>	<u>179,049.00</u>	337,476.90
<b>Loans and Advances</b>			
(Unsecured and Considered Good)			
Loans	550,000.00	550,000.00	
Advances	2,383,137.42	2,383,137.42	
Deposit	9,374,250.00	9,374,250.00	
Share Application Money	1,052,250.00	1,052,250.00	
Income Tax Paid	105,864.43	105,864.43	
Pre- Paid Expenses	-	-	
Tax Deducted at source	<u>31,536.00</u>	<u>13,497,037.85</u>	13,497,037.85
		<u>18,872,355.81</u>	<u>19,080,783.71</u>

## ESQUIRE MONEY GUARANTEES LIMITED

### SCHEDULES TO BALANCE SHEET AS AT MARCH 31, 2011

	Rupees March 31, 2011	Rupees March 31, 2010
<b>SCHEDULE F : CURRENT LIABILITIES AND PROVISIONS</b>		
<b>Current Liabilities</b>		
Sundry Creditors	5,211,235.96	5,211,235.96
Outstanding Liabilities	<u>22,010.61</u>	<u>35,473.81</u>
	5,233,246.57	5,246,709.77
<b>Provisions</b>		
Provision for Taxation	<u>49,964.00</u>	<u>49,964.00</u>
	<u><u>5,283,210.57</u></u>	<u><u>5,296,673.77</u></u>
 <b>SCHEDULE G :</b>		
<b>OPERATING &amp; ESTABLISHMENT EXPENSES</b>		
Advertisement	11,069.00	6,246.00
Audit Fees	11,030.00	5,515.00
Bank Charges	330.90	110.00
Conveyance	3,889.00	3,421.00
Demat Charges	875.80	754.81
Filing Fees	28,500.00	-
Listing Fees	16,545.00	-
Office Expenses	5,950.00	5,750.00
Postage & Courier	3,410.00	2,480.00
Printing & Stationary	4,424.00	3,340.00
Profession Expenses	60,000.00	55,000.00
Registrar Expenses	19,854.00	19,854.00
Salary	84,000.00	62,000.00
Travelling	6,510.00	5,400.00
Telephone Charges	<u>5,452.00</u>	<u>4,500.00</u>
	<u><u>261,839.70</u></u>	<u><u>174,370.81</u></u>

## ESQUIRE MONEY GUARANTEES LIMITED

### SCHEDULES FORMING PART OF THE ACCOUNTS

#### **SCHEDULE H : SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS**

##### **A. SIGNIFICANT ACCOUNTING POLICIES**

1 Basis of Accounting :

The financial statements are prepared under the historical cost convention and comply with the mandatory accounting standards and statements issued by The Institute of Chartered Accountants of India and The Companies Act, 1956. All income and expenditure having a material bearing on the financial statements are recognised on accrual basis.

2 Fixed Assets:

Fixed Assets are valued at Cost Less Depreciation

3 Depreciation:

Depreciation on Fixed Assets is provided at Straight Line Method in Accordance with Schedule XVI to the Companies Act, 1956 but restricted to the period of use during the year.

4 Investments :

Investments are stated at cost.

5 Inventories :

Inventories are valued at cost.

6 Miscellaneous Expenditure :

Public Issue Expenses & Share Issue Expenses are being proportionately written off over a period of Ten Years

##### **B. NOTES ON ACCOUNTS**

	<b>For the year ended March 31, 2011</b>	<b>For the year ended March 31, 2010</b>
1 Expenditure on employees getting remuneration not less than Rs. 12,00,000/- per year if employed through the year or Rs. 1,00,000/- per month if employed for the part of the year.	<b>Nil</b>	<b>Nil</b>
2 Earning & Expenditure in Foreign Currency	<b>Nil</b>	<b>Nil</b>
3 Estimated amount of contracts remaining to be executed on capital accounts and not provided for	<b>Nil</b>	<b>Nil</b>
4 Previous year's figure have been re-arranged and re-grouped wherever considered necessary, to make them comparable to those of the current year.		

## ESQUIRE MONEY GUARANTEES LIMITED

Additional Information as required under Part IV of Schedule VI to the Companies Act, 1956.

### Balance Sheet Abstract and Company's General Business Profile

#### I Registration Details

Registration No.   -      State Code

Balance Sheet Date   -   -

#### II Capital Raised during the year (Amount in Rs. Thousands)

Public Issue        Rights Issue

Bonus Issue        Private Placements

#### III Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities        Total Assets

##### Sources of Funds

Paid-up Capital        Reserves & Surplus

##### Application of Funds

Net Fixed Assets        Investments

Net Current Assets        Misc. Expenditure

Accumulated Loss

#### IV Performance of Company (Amount in Rs. Thousands)

Turnover       Total Expenditure

Profit before Tax      Profit after Tax

Earnings per Share(Rs.)     Dividend Rate (%)

#### V Generic Name of Three Principal Products/Services of Company

Item Code No.(ITC Code)       Product Description

Item Code No.(ITC Code)       Product Description

Item Code No.(ITC Code)       Product Description

The Schedules referred to above and the notes thereon form an integral part of the Balance Sheet

As per our report of even date  
**J.K.Shah & Associates**  
 Chartered Accountants

Signature to the schedules A to H  
 For and on behalf of the Board of Directors

**Jaykumar K.Shah**  
 Proprietor  
 M.No.42545  
 Place : Mumbai  
 Date : 10.08.2011

S. K. Jajodia  
 Director

Moolchand Suthar  
 Director

**ESQUIRE MONEY GUARANTEES LIMITED**  
**Cash Flow Statement for the year ended March 31, 2011**

	Rupees For the year ended March 31, 2011	Rupees For the year ended March 31, 2010
<b>A Cash Flow from Operating Activities</b>		
Net Profit before tax	200,534.30	102,280.89
Adjustments for :		
Depreciation	9,551.00	38,398.00
Income Tax Adjustments	(30,050.00)	(5,486.00)
Miscellaneous Expenses W/off	-	-
	180,035.30	135,192.89
Operating Profit before Working Capital Changes		
Adjustments for :		
Trade and other Receivables	-	-
Inventories	50,000.00	(246,000.00)
Trade and other Payables	(13,463.20)	20,608.81
Loans and Advances	-	-
Deposits	-	-
Cash generated from Operations	216,572.10	(90,198.30)
Share Issue Expenses	-	-
Net Cash (used in)/from Operating Activities	216,572.10	(90,198.30)
<b>B Cash Flow from Investing Activities</b>		
Purchases of Assets	-	-
Sale of Investments	(375,000.00)	200,000.00
Net Cash (used in)/from Investing Activities	(375,000.00)	200,000.00
<b>C Cash Flow from Financing Activities</b>		
Share Capital(including Premium)	-	-
Net Cash (used in)/from Financing Activities	-	-
Net changes in cash & cash equivalents (A+B+C)	(158,427.90)	109,801.70
Cash & cash equivalents - Opening Balance	337,476.90	227,675.20
Cash & cash equivalents - Closing Balance	179,049.00	337,476.90

For and on behalf of the Board of Directors

Place : Mumbai  
Date : 10.08.2011

S. K. Jajodia  
Director

Moolchand Suthar  
Director

**Auditors' Certificate**

We have examined the above Cash Flow Statement of Esquire Money Guarantees Ltd for the year ended 31st March, 2011. The Statement has been prepared by the Company in accordance with the requirements of Listing Agreement Clause 32 of the listing agreements with various Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report dated 10.08.2011 to the Members of the Company.

**J.K.Shah & Associates**  
Chartered Accountants

**Jaykumar K.Shah**  
Proprietor  
M.No.42545  
Place : Mumbai  
Date : 10.08.2011

**ESQUIRE MONEY GUARANTEES LIMITED**  
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For and on behalf of the Board of Directors

Place : Mumbai  
Date : 10.08.2011

S. K. Jajodia  
Director

Moolchand Suthar  
Director

**Auditors' Certificate**

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**J.K.Shah & Associates**  
Chartered Accountants

**Jaykumar K.Shah**  
Proprietor  
M.No.42545  
Place : Mumbai  
Date : 10.08.2011