

NORTH EASTERN PUBLISHING AND ADVERTISING COMPANY LIMITED

REPORT OF THE DIRECTORS TO THE MEMBERS

Your Directors have pleasure in submitting their Annual Report together with Audited Statements of Accounts of the Company for the year ended 31st March, 2014.

1. FINANCIAL RESULTS

	<u>AMOUNT</u>
	Rs.
Profit for the year	486,641
Provision for Taxation:	
Current Tax	115,000
Profit after Tax	<u>371,641</u>
Balance Brought forward from earlier years	<u>(21,749,593)</u>
	(21,377,952)
Less Transferred to Reserve U/s 45- 1C of the RBI Act, 1934	<u>75,000</u>
Balance carried to Balance Sheet	<u>(20,878,952)</u>

2. DIVIDEND

Your Directors regret to recommend declaration of any dividend for the year in view of carry forward of Losses.

3. DIRECTORS

Mr. Rakesh Agarwala, Director retires by rotation at the forthcoming Annual General Meeting being eligible offer himself for re-appointment.

4. PUBLIC DEPOSIT

During the year, your Company has not accepted any Deposit under section 58A and section 58AA of the Companies Act, 1956, read with Companies (Acceptance of Deposit) Rules, 1975.

5. DIRECTOR'S RESPONSIBILITY STATEMENT.

The Directors confirm

- a) That in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same.
- b) 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 of the Company for that period.

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FOR NORTH EASTERN PUBLISHING & ADVERTISING CO. LTD.

[Handwritten Signature]

DIRECTOR

- c) That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) That they have prepared the annual accounts on a going concern basis.

6. CORPORATE GOVERNANCE:

The Company has put in place an adequate system of Corporate Governance. A separate report on Corporate Governance forming part of the Annual Report of the Company is annexed hereto. A certificate from the Auditors of the Company regarding compliance of conditions of Corporate Governance clause of the Listing Agreement is annexed to the report on Corporate Governance.

7. AUDITOR'S REPORT

The Auditors Report on the Accounts is self-explanatory and requires no comments.

8. PARTICULARS OF EMPLOYEES

There was no employee of the company who received remuneration in excess of the limits prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies Particulars of Employee) Rules, 1975.

9. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.

Particulars required to be furnished by the Companies (Disclosures of particulars in the Report of the Board of Directors) Rules 1988, under the heads are not applicable to the company.

10. AUDITORS

The Auditors of your Company M/s U.K. Rathi & Company, Chartered Accountants, retire at the conclusion of the forthcoming Annual General Meeting and being eligible, offers themselves for re-appointment.

**ANNEXURE TO DIRECTOR'S REPORT.
REPORT ON CORPORATE GOVERNANCE**

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company's philosophy on Corporate Governance envisages the attainment of the highest levels of transparency, accountability and in all its interaction with its shareholders, the government, and the society. The Company has implemented and is improving the Corporate Governance with the objective of fulfilling shareholder's expectation in so far as it caters to all interests. As an integral part of business ethics your company continues to follow the practices in line with the code of Corporate Governance enshrined in the listing agreement.

2. BOARD OF DIRECTORS.

a. Composition of Board of Directors and category of individual directors

Name of the Director	Category
Mr. Ram Ratan Modi	Promoter & Executive Director
Mr. Chand Ratan Modi	Promoter & Non- Executive Director
Mr. Tarak Nath Dey	Independent Director
Mr. Champa Lal Pareek	Independent Director
Mr. Rakesh Agarwala	Independent Director
Mr. Nazir Ahmed	Independent Director

b. Board Meetings:

During the financial year 2013-2014, the Board met 10 times on 11th April, 2013, 29th May, 2013, 5th August, 2013, 12th August, 2013, 16th September, 2013, 7th November, 2013, 20th December, 2013, 11th January, 2014, 21st January, 2014 and 27th January, 2014.

One Extra Ordinary General Meeting of the Company was held during the year on 10.05.2013.

The attendance of each director at board meetings and last Annual General meeting is as follows:

Name of the Directors	No. of Board Meetings attended	Attendance at the last Annual General Meeting
Mr. Ram Ratan Modi	10	Present
Mr. Chand Ratan Modi	10	Present
Mr. Tarak Nath Dey	10	Present
Mr. Rakesh Agarwal	10	Present
Mr. Champa Lal Pareek	10	Present
Mr. Nazir Ahmed	10	Present

c. Membership/Chairmanship of other boards and committees thereof

Name of the Director	* Number of directorship held in other companies	**Other committees	
		Member	Chairman
Mr. Ram Ratan Modi	4	0	0
Mr. Chand Ratan Modi	9	4	2

Mr. Tarak Nath Dey	7	1	NIL
Mr. Rakesh Agarwala	3	2	1
Mr. Champa Lal Pareek	12	3	4
Mr. Nazir Ahmed	5	5	NIL

* The above listing excludes private companies which is not a subsidiary of a public company, foreign companies and companies under Section 25 of the Companies, Act, 1956.

** The above listing includes only Audit Committee & Shareholders Grievance Committee membership or chairmanship.

d. Details of shareholding of non-executive directors in the Company

Name of the Director	No. of shares
Mr. Chand Ratan Modi	NIL
Mr. Tarak Nath Dey	NIL
Mr. Rakesh Agarwal	NIL
Mr. Champa Lal Pareek	NIL
Mr. Nazir Ahmed	NIL

e. The Company does not have any pecuniary relationship or transaction with Non Executive Directors during the period under review.

f. Notes on directors seeking appointment/reappointment

1. Mr. Rakesh Agarwala

Mr. Rakesh Agarwala is a non-executive independent director of the Company since March, 2010.

Mr. Rakesh Agarwala, aged about 46 years, is a B.Com Graduate and possesses experience of over 24 years in the field of Finance & Business Development. The Company benefits immensely from his vast experience.

He is holding directorship in 3 other Public Companies. He is also a member in 3 and Chairman in 2 other committees.

He is the director of the following Companies:

1. Hotahoti Wood Products Limited
2. Purbanchal Prestressed Limited
3. Sangrahalaya Timber & Crafts Limited

He is the Chairman of Audit Committee of Sangrahalaya Timber & Crafts Ltd and North Eastern Publishing & Advertsing Company Ltd. He is also the member of the following Committees:-

1. Audit Committee and Shareholder Grievance Committee of Hotahoti Wood Products Limited
2. Shareholder Grievance Committee Sangrahalaya Timber & Crafts Limited

He is not related to any director of the Company

3. AUDIT COMMITTEE

The Company complies with the requirements of listing agreement with Stock Exchange and the provision of Section 292A of the Companies Act, 1956 pertaining to the Audit Committee and its functioning.

The Audit committee comprises of 3 directors. The committee functions under the Chairmanship of Mr. Rakesh Agarwala, a non-executive independent Director. The other members of the Committee are Mr. Nazir Ahmed and Mr. Tarak Nath Dey, non-executive independent Directors.

The committee met 5 times during the year on 11th April, 2013, 29th May, 2013, 5th August, 2013, 7th November, 2013 and 21st January, 2014.

The attendance of the members of the Committee is given below:

Name of the members	Status	No. of. Meetings attended
Mr. Rakesh Agarwala	Chairman	5
Mr. Nazir Ahmed	Member	5
Mr. Tarak Nath Dey	Member	5

4. REMUNERATION COMMITTEE

A Remuneration Committee was constituted by the Board of Directors to consider, analyse, determine and approve on behalf of the Board and on behalf of the shareholders the remuneration to be paid to the executive directors of the Company. The Committee functions under the Chairmanship of Mr. Champa Lal Pareek, a non-executive independent Director. The other members of the committee are Mr. Rakesh Agarwala and Mr. Nazir Ahmed, non-executive independent directors.

5. REMUNERATION TO DIRECTORS

Details of the remuneration paid to the Directors during the year under review is as follows:

Name of the Director	Salary
Mr. Ram Ratan Modi	Rs.3,00,000/-
Mr. Chand Ratan Modi	NIL
Mr. Tarak Nath Dey	NIL
Mr. Rakesh Agarwal	NIL
Mr. Champa Lal Pareek	NIL
Mr. Nazir Ahmed	NIL

6. SHAREHOLDERS/INVESTORS GRIEVANCE REDRESSAL COMMITTEE

a. Composition of the Committee

The Company has constituted a Shareholder / Investor Grievance Redressal Committee to look into the redressal of investors complaints on various issues. The Committee functions under the Chairmanship of Mr. Tarak Nath Dey, a non-executive independent director. The other members of the Committee are Mr. Chand Ratan Modi and Mr. Ram Ratan Modi. Though the powers to approve share transfers / share transmission are delegated to the Registrars and Share Transfer

Agents, all the share transfer/ transmission cases approved by the Registrar are reported to the committee which also keeps a close watch on disposal status of all complaints / grievances of shareholders. During the period under review, no complaints were received by the Company / Registrars and Share Transfer Agents.

b. Name and designation of the Compliance Officer

Ms. Priya Mankani
Company Secretary

7. GENERAL BODY MEETING.

a. Details of last three Annual General Meetings are as follows:

Financial Year	Location	Date	Time	No. of Special resolutions passed
2012-2013	Room No, 5, 1st Floor, H. M. Market, T. R. Phookan Road, Guwahati - 781001	13 th August, 2013	12.00 Noon	NIL
2011-2012	Room No, 5, 1st Floor, H. M. Market, T. R. Phookan Road, Guwahati - 781001	27 th August, 2012	2.30 P.M	NIL
2010-2011	Room No, 5, 1st Floor, H. M. Market, T. R. Phookan Road, Guwahati - 781001	30 th September, 2011	10.00 A.M	NIL

b. There were no special resolutions required to be passed through postal ballot at any of the above AGMs. None of the resolutions proposed for the ensuing AGM need to be passed by postal ballot.

8. DISCLOSURES

a. The Company has not entered into any transaction of material nature with any related party as described under the listing agreement entered into with the stock exchange, that may have potential conflict with the interests of the Company at large.

b. There was no significant instance of non-compliance on any matter in respect of which penalties or structure was imposed by the Stock Exchange or SEBI or any other statutory authority during the last three years.

- c. Non-mandatory requirements of corporate governance other than constitution of remuneration committee have not been adopted.

9. MEANS OF COMMUNICATION

The Company communicates with the shareholders at large through its Annual Reports and by filing of quarterly results with the Statutory Bodies.

10. GENERAL SHAREHOLDER INFORMATION.

a. Annual General Meeting

Date of AGM : 18th August, 2014

Time : 12.00 Noon

Venue : Room No. 5, H.M. Market, T.R. Phookan Road, Guwahati – 781 001.

b. Financial Calendar (tentative)

Particulars	Date
Unaudited Financial results for the quarter ending June 30, 2014	On or before 15 th August, 2014
Unaudited Financial results for the quarter ending September 30, 2014	On or before 15 th November, 2014
Unaudited Financial results for the quarter ending December 31, 2014	On or before 15 th February, 2015
Audited Financial results for the year ending March 31, 2015	Last Week of May 2015

- c. **Date of Book Closure** : 12th August, 2014 to 18th August, 2014

- d. **Dividend payment date**: Not applicable since no dividend proposed/declared.

- e. **Name of the Stock Exchange where listed**: The Gauhati Stock Exchange Ltd.
2nd Floor, Shine Tower,
Sati Jaymati Road,
Arya Chowk, Rehabari,
Guwahati – 781008

f. Stock Market Data

In absence of regular trading, stock market data are not available on regular basis.

- g. **Registrar & Share Transfer Agent** : M/s Niche Technologies Pvt. Ltd
D-511, Bagree Market,
71 B.R.B. Basu Road,
Kolkata -700 001

U.K. Rathi & Co.

Chartered Accountants

3A R.K. Chatterjee Road,
Kolkata – 700 042.
Phone: 9831111380.

INDEPENDENT AUDITOR'S REPORT

To the Members of
North Eastern Publishing & Advertising Company Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of "North Eastern Publishing & Advertising Company Limited" which comprise the Balance Sheet as at 31 March 2014 and the statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

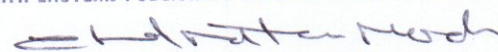
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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FOR NORTH EASTERN PUBLISHING & ADVERTISING CO. LTD.



DIRECTOR



OPINION

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31 March 2014 ; and
- (ii) In the case of the Profit and Loss Statement, of the profit for the year ended on that date ;
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2) As required by section 227(3) of the Act, 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 account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet and Statement of Profit and Loss and Cash Flow dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet and Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
 - e) On the basis of written representations received from the directors as on 31 March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For U.K.Rathi & Co

Chartered Accountants

R. Bansal

Rahul Bansal

(Partner)

Membership No. 068619

FRM Regn No. 326128E

Place: Kolkata

Dated: 30th May , 2014



ANNEXURE REFERRED TO IN PARAGRAPH 3 OF THE AUDITORS REPORT TO THE MEMBERS OF NORTH EASTERN PUBLISHING AND ADVERTISING COMPANY LIMITED ON THE STATEMENTS OF ACCOUNT AS AT AND FOR THE YEAR ENDED MARCH 31, 2014.

- (i) (a) The Company has maintained proper records showing full particulars, including details of situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) There was no disposal of fixed assets during the year.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) The company has granted loans to four parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 52,38,301/- and the year end balance of loans given to such parties was ₹ 52,32,255/-.
- (b) The rate of interest and other terms and conditions of loans given by the company are prima facie not prejudicial to the interests of the company.
- (c) According to information and explanation given to us, the payment of the principal amount and interest thereon are regular.
- (iv) The Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956.
- (v) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods & services. During the course of our audit, no major weakness has been noticed in the internal controls in respect of these areas.
- (vi) (a) According to the information and explanation given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered.
- (b) In our opinion and according to the information / explanations given to us , there have been no transactions exceeding the value of ₹ 5 lac during the year in pursuance of contracts or agreements, which are required to be entered in the Register maintained under section 301 of the Act.



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2014

(Figures in Rs.)

Sl. No.	Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
I.	EQUITY AND LIABILITIES			
(1)	<u>Shareholder's Funds</u>			
	(a) Share Capital	2.7	405,060,000	405,060,000
	(b) Reserves and Surplus	2.8	(20,878,952)	(21,250,593)
(2)	<u>Non-Current Liabilities</u>			
	(a) Long Term Borrowings	2.9	484,273,014	490,860,827
	(b) Long Term Provisions	2.10	4,090,765	3,913,644
(3)	<u>Current Liabilities</u>			
	(a) Short Term Borrowings	2.11	-	472,666
	(b) Trade Payables	2.12	545,132	832,744
	(c) Other Current Liabilities	2.13	116,387,729	77,995,831
	(d) Short-Term Provisions	2.14	694,729	579,729
	Total Equity & Liabilities		990,172,417	958,464,848
II.	ASSETS			
(1)	<u>Non-Current Assets</u>			
	(a) Fixed Assets			
	(i) Tangible Assets	2.15	54,689,691	54,925,391
	(b) Non-Current Investments	2.16	202,421,562	79,381,562
	(c) Long Term Loans and Advances	2.17	656,136,050	592,467,471
(2)	<u>Current Assets</u>			
	(a) Inventories	2.18	61,077,496	172,523,433
	(b) Trade Receivables	2.19	81,600	49,029,945
	(c) Cash and Bank Balances	2.20	266,770	235,049
	(d) Short - Term Loans and Advances	2.21	15,499,248	9,901,998
	Total Assets		990,172,417	958,464,848

Significant accounting Policies and Notes on Accounts.

1 & 2

As per our report of even date

For U.K.Rathi & Co
Chartered Accountants

R. Bansal

Rahul Bansal
(Partner)
Membership No. 068619
FRM Regn No. 326128E

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For and on behalf of the Board of Directors
FOR NORTH EASTERN PUBLISHING & ADVERTISING CO. LTD.

Sanjiv Kumar

Managing Director

Subrata Moh

DIRECTOR

Subrata Moh

Director

Biya Manjari
Secretary

Dated : May 30, 2014



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2014

(Figures in Rs.)

Sl. No.	Particulars	Note No.	For the year ended 31st March, 2014	For the year ended 31st March, 2013
(1)	Revenue from operations	2.22	158,661,640	942,062,367
(2)	Other Income	2.23	-	315,546
(3)	Total Revenue (1+2)		158,661,640	942,377,913
(4)	<u>Expenses:</u>			
	Purchases of Stock in Trade		164,925	829,454,117
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	2.24	111,445,937	63,464,825
	Employee Benefit Expense	2.25	638,552	912,500
	Finance Cost	2.26	43,145,795	45,111,412
	Depreciation		235,700	85,987
	Other Expenses	2.27	2,321,968	1,802,502
	Provisions	2.28	222,121	507,029
	Total Expenses		158,174,999	941,338,373
(5)	Profit before exceptional and extraordinary items and tax (3 - 4)		486,641	1,039,541
(6)	Exceptional Items		-	-
(7)	Profit before extraordinary items and tax (5 - 6)		486,641	1,039,541
(8)	Extraordinary Items		-	-
(9)	Profit before tax (7 - 8)		486,641	1,039,541
(10)	<u>Tax expense:</u>			
	(1) Current tax		115,000	223,000
	(2) Taxation for earlier years		-	1,614
(11)	Profit from Operations (9 - 10)		371,641	814,927
(12)	Earning per equity share:			
	(1) Basic		0.01	0.02
	(2) Diluted		0.01	0.02

Significant accounting Policies and Notes on Accounts.

1 & 2

As per our report of even date

For U.K.Rathi & Co

Chartered Accountants

R. Bansal

Rahul Bansal

(Partner)

Membership No. 068619

FRM Regn No. 326128E

Dated : May 30, 2014

For and on behalf of the Board of Directors

Sanjit Kumar

Managing Director

Pragya Narfani

Director

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FOR NORTH EASTERN PUBLISHING & ADVERTISING CO. LTD.

Pragya Narfani

DIRECTOR

Pragya Narfani

Secretary



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED

, ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31ST MARCH 2014

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

- a) The financial statements have been prepared under the historical cost convention on the basis of a going concern in accordance with the generally accepted accounting principles as adopted consistently by the company and in accordance with the provisions of the Companies Act, 1956.
- b) The company generally follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

1.2 Fixed Assets

Fixed Assets are stated at cost less depreciation.

1.3 Depreciation

Depreciation on the assets has been provided on written down value method at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.

1.4 Inventories

Stock-in-trade are valued as follows:-

- a) Unquoted shares : At cost
- b) Quoted shares : At cost or market value whichever is lower

1.5 Investments

Investments are valued at cost. All the investments are considered to be of long term by the management and decline in market value, if any, is of temporary nature. Bonus/ demerged shares are valued at nil cost.

1.6 RBI Prudential Norms

The Company has complied with the RBI Prudential Norms relating to Income Recognition, Accounting Standard and Asset classification and provisioning for bad and doubtful debts as applicable to it.

2 NOTES ON ACCOUNTS

There is no contingent liability at the end of the accounting year.

2.2 The Company has not accepted any Public Deposit during the year in pursuance of a resolution passed by the Board of Directors of the Company

2.3 Previous year's figures have been regrouped and reclassified, wherever necessary.

2.4 In terms of Notification No. DNBS.222/ CGM(US)-2011 and DNBS.223/ CGM(US)-2011 both dated January 17, 2011 issued by the Department of Non-Banking Supervision, the Company has made a provision on Standard Assets at 0.25% of the amount outstanding as at the end of the financial year.

2.5 Purchases of Stock in trade

Particulars	Units	Quantity	Value (Rs.)
Quoted Equity Shares	No.	-	-
		(9,082,510)	(825,774,071)
Unquoted Equity Shares	No.	73,300	164,925
		(491,420)	(3,680,053)

Note: Figures in bracket relates to the previous year



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NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED

NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Notes on Accounts cont...

2.6 Related party transactions

I. Key Managerial Personnel

a) <u>Details of related parties:</u>		
Description of relationship	Names of Related Parties	
Key managerial personnel	Mr. R.R. Modi	
b) <u>Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March '14:</u>		
Particulars	During the year ended 31st March, 2014	During the year ended 31st March, 2013
Directors Remuneration	300,000	300,000
<u>Balances outstanding at the end of the year</u>		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Directors Remuneration	75,000	175,000

II. Relatives of Key Managerial Personnel

a) <u>Details of related parties:</u>		
Description of relationship	Names of Related Parties	
Relatives of Key Managerial Personnel	Mr. S.R. Modi Mr. Trilok Chand Modi Mrs. Usha Devi Modi	
b) <u>Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March '14:</u>		
Particulars	During the year ended 31st March, 2014	During the year ended 31st March, 2013
Loans and Advances Given	NIL	NIL
Loans and Advances Recovered	NIL	450,000
Interest Charged	297,000	303,768
Interest Received/Adjusted (Gross)	NIL	242,075
<u>Balances outstanding at the end of the year</u>		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Loans and Advances Given	5,088,301	4,791,301

III. Enterprise over which Key managerial personnel are able to exercise significant control

a) <u>Details of related parties:</u>		
Description of relationship	Names of Related Parties	
Enterprise over which Key managerial personnel are able to exercise significant control	N.K. Concrete Creation Private Limited	
b) <u>Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March '14:</u>		
Particulars	During the year ended 31st March, 2014	During the year ended 31st March, 2013
Loans and Advances Given	150,000	1,100,000
Loans and Advances Recovered/Adjusted	15,000	4,652,000
Interest Charged	9,949	NIL
Interest Received/Adjusted (Gross)	NIL	2,924,026
Investment in shares	16,000,000	6,658,620
<u>Balances outstanding at the end of the year</u>		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Loans and Advances Given	143,954	NIL
Investment In shares	22,658,620	6,658,620



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.7 Share Capital

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	<u>Authorized Capital</u> 40510000 Equity Shares of Rs. 10/- each.	405,100,000	405,100,000
		405,100,000	405,100,000
2	<u>Issued, Subscribed & Paid Up Capital</u> 40506000 Equity Shares of Rs. 10/- each	405,060,000	405,060,000
	Total	405,060,000	405,060,000

Reconciliation of the number of shares outstanding

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Number of shares at the beginning	40,506,000	40,506,000
	Add: Shares issued during the year	-	-
	Number of shares at the closing	40,506,000	40,506,000

Details of shares held by each shareholder holding more than 5% shares

Sl. No.	Particulars	As at 31st March, 2014		As at 31st March, 2013	
		Total No. Of shares	Holding (%)	Total No. Of shares	Holding (%)
1	Doyang Wood Products Ltd.	5,103,700	12.60	5,103,700	12.60
2	Hotahoti Wood Products Ltd.	4,935,000	12.18	4,935,000	12.18
3	Purbanchal Prestressed Ltd.	10,600,600	26.17	10,600,600	26.17
4	Sangrahalaya Timber & Crafts Ltd.	4,410,000	10.89	4,410,000	10.89
5	Uttam Machinery & Supply Company Pvt. Ltd.	2,465,000	6.09	2,465,000	6.09
6	SMIFS Capital Market Ltd.	4,045,400	9.99	4,045,400	9.99
	Total	31,559,700	77.91	31,559,700	77.91

Note : 2.8 Reserves & Surplus

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	<u>Reserve u/s 45-1C of the RBI Act, 1934</u> As per last Balance Sheet Add: Transferred from Profit & Loss Account	499,000 75,000 574,000	336,000 163,000 499,000
2	<u>Surplus / (Deficit) in Statement of Profit and Loss</u> Profit / (Loss) brought forward from previous year Add: Profit / (Loss) for the year Less: Appropriations Transferred to Reserve u/s 45-1C of the RBI Act, 1934 Closing Balance	(21,749,593) 371,641 (21,377,952) 75,000 (21,452,952)	(22,401,520) 814,927 (21,586,593) 163,000 (21,749,593)
	Total	(20,878,952)	(21,250,593)

Note : 2.9 Long Term Borrowings

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	<u>Other Loans & Advances</u> Unsecured*	484,273,014	490,860,827
	Total	484,273,014	490,860,827

* Bearing Rate of Interest @9% p.a. and repayable in 2015-2016

Note : 2.10 Long Term Provisions

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	In respect of Non Performing Assets	2,480,000	2,480,000
2	Contingent Provisions Against Standard Assets	1,610,765	1,433,644
	Total	4,090,765	3,913,644



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NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED

Notes forming part of the financial statements as at 31st March, 2014

Note : 2.11 Short Term Borrowings

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Other Loans & Advances Secured*	-	472,666
	Total	-	472,666

* Secured (Previous year - Secured by way of hypothecation of motor car)

Note : 2.12 Trade Payables

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Trade Payables for Services	545,132	832,744
	Total	545,132	832,744

Note : 2.13 Other Current Liabilities

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Interest Accrued & Due on Borrowings	92,000,156	53,190,298
2	Others Liabilities #	24,387,573	24,805,533
	Total	116,387,729	77,995,831

Includes TDS Payable, Advance against Properties

Note : 2.14 Short Term Provisions

(Figures in Rs.)

Sl. No.	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Provisions Income Tax	694,729	579,729
	Total	694,729	579,729



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

(Figures in Rs.)

Sl. No	Particulars	Original Cost			Depreciation			Net Book Value	
		As at 31st Mar '13	Addition/ (deduction) during the year	As at 31st Mar '14	As at 31st Mar '13	Depreciation during the year	As at 31st Mar '14	As at 31st Mar '14	As at 31st Mar '13
	Tangible Assets								
1	Land	54,015,000	-	54,015,000	-	-	-	54,015,000	54,015,000
2	Motor Car	996,378	-	996,378	85,987	235,700	321,687	674,691	910,391
	TOTAL	55,011,378	-	55,011,378	85,987	235,700	321,687	54,689,691	54,925,391
	(Previous Year)	54,015,000	996,378	55,011,378	-	85,987	85,987	54,925,391	-

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NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.16 Non-Current Investments

(Figures in Rs.)

Sl No	Particulars	Face Value	As at 31st March, 2014		As at 31st March, 2013	
			No. of Shares	Amount	No. of Shares	Amount
1)	<u>Other Investments</u>					
	(a) Investment in Property			2,901,058		2,901,058
	(b) Investment in Equity Instruments (fully paid up)					
	<u>Quoted</u>					
	Jindal Steel & Power Limited.	1	35,000	2,461,352	35,000	2,461,352
	Himachal Futuristic Comm Ltd.	1	2,170,000	41,555,500	2,170,000	41,555,500
	Steel Authority of India Ltd	10	35,000	2,399,061	35,000	2,399,061
	Welspun Corp Ltd.	5	250	12,571	250	12,571
	Sili Cable Network Limited	1	5,000	-	5,000	-
	Zee Entertainment Enterprises Ltd.	1	10,000	1,313,000	10,000	1,313,000
	Zee Media Corporation Limited	1	4,521	-	4,521	-
	Parsvnath Developers Ltd	5	980,000	39,053,000	-	-
	Pipavav Defence & Offshoring Engineering Company Ltd	10	870,000	65,337,000	-	-
			4,109,771	152,131,484	2,259,771	47,741,484
	<u>Unquoted</u>					
	<u>In Associates</u>					
	N.K.Concrete Creation (P) Ltd	10	2,265,862	22,658,620	665,862	6,658,620
	<u>In Others</u>					
	Welspun Enterprises Limited	10	12	-	-	-
	Advent Dealers Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Agrim Vanijya Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Ambition Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Alankar Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Aravali Tradecom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Baviscon Tradelinks Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Bluestar Sales Agencies Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Booster Vintrade Pvt.Ltd	10	5,000	50,000	5,000	50,000
	Cindrella Vanijya Pvt Ltd	10	5,000	50,000	5,000	50,000
	Citystar Agro Industries Pvt Limited	10	90,000	900,000	-	-
	Citystar Foods Private Limited	10	175,000	1,750,000	-	-
	Citizen Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Crossway Commotrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Crossroad Agencies Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Dhanvarsha Tie up Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Dayanidhi Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Dreamland Vincom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Excellent Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Falcon Vintrad Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Fort Tradelinks Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Evernew Tradecom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Fourfold Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Fair Land Vinimay Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Future Commosales Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Fairplan Vanijya Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Gateway Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Glaze Commodeal Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Glaze Tie Up Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Glaze Tracom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Glitter Commodeal Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Indraloke Tracom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Intouch Trading Private Limited	10	217,590	13,055,400	217,590	13,055,400
	Jatadhari Vinimay Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Jiwanjyoti Tie Up Ltd.	10	5,000	50,000	5,000	50,000
	Limelight Commosales Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Linkpoint Dealers Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Marina Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Matrix Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Majority Suppliers Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Megha Conclave Private Limited	10	67,500	675,000	67,500	675,000
	Neptune Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	bal c/f		3,000,964	40,889,020	1,135,952	22,239,020



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.16 Non-Current Investments contd.

(Figures in Rs.)

Sl. No	Particulars	Face Value	As at 31st March, 2014		As at 31st March, 2013	
			No. of Shares	Amount	No. of Shares	Amount
			bal b/f		3,000,964	40,889,020
	Newedge Commotrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Nutech Commodeal Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Paradise Commodeal Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Primerose Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Prantik Tracom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Premium Commosales Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Pushkar Dealtrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Rangoli Commotrade Pvt. Ltd	10	5,000	50,000	5,000	50,000
	Ratnakar Tradecom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Regal Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Rocky Agents Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Rover Commodeal Pvt. Ltd.	10	5,000	50,000	5,000	50,000
	Ram Chandra Jewellers Private limited	10	50,000	1,000,000	50,000	1,000,000
	Seaside Tracom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sapphire Commodeal Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sunmart Vanijya Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Superior Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Superior Commotrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Superior Dealtrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Suryakanchan Sales Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sukhjit Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sukhjit Vintrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sukhsagar Tradelink Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Sunbright Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Superior Vincom Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Stylish Dealtrade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Theme Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Theme Tie up Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Transways Traders Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Transways Vanijya Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Touch Point Traders Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Touchstone Agents Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Vision Dealtrade Pvt Ltd	10	5,000	50,000	5,000	50,000
	Vista Commosales Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Wise Barter Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Zenstar Deal Trade Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Zenstar Tieup Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Zenstar Tradelinks Pvt.Ltd.	10	5,000	50,000	5,000	50,000
	Zenstar Tracom Pvt. Ltd.	10	5,000	50,000	5,000	50,000
	Wizard Vanijya Pvt. Ltd.	10	5,000	50,000	5,000	50,000
	Wizard Vinimay Pvt. Ltd.	10	5,000	50,000	5,000	50,000
	Ram Chandra Jewellers Private limited	10	50,000	1,000,000	50,000	1,000,000
	Surabhi Sanitary Wares Pvt. Ltd.	10	62,500	2,500,000	62,500	2,500,000
			3,363,464	47,389,020	1,498,452	28,739,020
	Total		7,473,235	202,421,562	3,758,223	79,381,562

Sl. No	Particulars	Book Value	Market Value	Book Value	Market Value
1	Aggregate Value of Quoted Equity Shares	152,131,484	88,086,732	47,741,484	34,436,674
2	Aggregate Value of Unquoted Equity Shares	47,389,020	-	28,739,020	-



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.17 Long Term Loans and Advances
(Unsecured & Considered Good)

(Figures in Rs.)

Sl. No	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Capital Advances	5,000,000	5,000,000
2	Loans & Advances to Related Parties	5,232,255	4,791,301
3	Loans & Advances to Others	645,903,795	582,676,170
	Total	656,136,050	592,467,471

Note : 2.18 Inventories

(Figures in Rs.)

Sl. No	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Stock - in - Trade	61,077,496	172,523,433
	Total	61,077,496	172,523,433

Note : 2.19 Trade Receivables

(Figures in Rs.)

Sl. No	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	Outstanding for a period not exceeding six Months	81,600	49,029,945
	Total	81,600	49,029,945

Note : 2.20 Cash & Bank Balances

(Figures in Rs.)

Sl. No	Particulars	As at 31st March, 2014	As at 31st March, 2013
	<u>Cash & Cash Equivalents</u>		
1	Cash-in-Hand	198,049	46,607
2	Balance with Banks	68,721	188,442
	Total	266,770	235,049

Note : 2.21 Short Terms Loans and Advances
(Unsecured & Considered Good)

(Figures in Rs.)

Sl. No	Particulars	As at 31st March, 2014	As at 31st March, 2013
1	<u>Loans & Advances to Others</u>		
	Tax Deducted at Source	15,005,664	9,263,474
	Others*	493,584	638,524
	Total	15,499,248	9,901,998

* Includes Interest Receivable, Advance to creditors etc.

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NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.22 Revenue from Operations

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Interest	58,069,064	51,105,851
2	<u>Other Financial Services</u>		
	Sale of Shares	114,129,762	824,427,995
	Dividend Income	173,304	345,002
	Profit on Mutual Fund	-	216,247
	Profit/(Loss) on Future Trading	(13,710,490)	67,529,945
	Profit/(Loss) on Speculation	-	(1,562,672)
	Total	158,661,640	942,062,367

Note : 2.23 Other Income

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Interest on Income Tax Refund	-	315,546
	Total	-	315,546

Note : 2.24 Change in Inventories of Stock-in-Trade

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Opening Stock	172,523,433	235,988,258
2	Closing Stock	61,077,496	172,523,433
	Total	111,445,937	63,464,825

Note : 2.25 Employee Benefit Expenses

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Salaries & Allowances	338,552	480,000
2	Director Remuneration	300,000	300,000
3	Stipend	-	132,500
	Total	638,552	912,500

Note : 2.26 Finance Cost

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Interest	43,145,795	45,111,412
	Total	43,145,795	45,111,412



NORTH EASTERN PUBLISHING & ADVERTISING COMPANY LIMITED
Notes forming part of the financial statements as at 31st March, 2014

Note : 2.27 Other Expenses

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Rent	7,776	6,768
2	Legal Charges	763,486	1,453,028
3	Annual Custodial Fees	112,360	112,360
4	Security Services	976,807	-
5	Miscellaneous Expenditures	461,539	230,346
	Total	2,321,968	1,802,502

Payments to the auditors comprises

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	For Statutory Audit	13,483	13,483
2	For Tax Audit	6,742	6,742
	Total	20,225	20,225

Note : 2.28 Provisions

(Figures in Rs.)

Sl. No.	Particulars	For the year ended 31st Mar '2014	For the year ended 31st Mar '2013
1	Provision for Reversal of Interest on Non-Performing Assets	45,000	45,000
2	Provisions Against Standard Assets	177,121	462,029
	Total	222,121	507,029

As per our report of even date

For and on behalf of the Board of Directors

For U.K.Rathi & Co
Chartered Accountants

R. Bansal

Rahul Bansal
(Partner)
Membership No. 068619
FRM Regn No. 326128E

Dated : May 30, 2014

Sanjaya Kumar
Managing Director

Pragna Manoj
Secretary



CERTIFIED TO BE TRUE COPY

FOR NORTH EASTERN PUBLISHING & ADVERTISING CO. LTD.

Sanjaya Kumar

DIRECTOR