

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD

MUNIRABAD – KARNATAKA – 583 234

Annual Report

2013- 14

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD

Registered Office:

**Munirabad R.S.,
Dis. Koppal,
MUNIRABAD,
KARNATAKA – 583 234
E-mail ID: hemkutaind@gmail.com**

ADMINISTRATIVE OFFICE:

**204,Marine Chambers,
New Marine Lines,
Mumbai – 400 020.
Tel: 022-22053655**

BOARD OF DIRECTORS:

**Mr. Sushil Morarka
Mr. Abhishek Morarka
Mr. Kannan Krishnan
Mr. Prabhash Jain**

AUDITORS:

**Vishnu Agarwal & Associates,
Chartered Accounts,
Mumbai.**

BANKERS:

**State Bank of India,
Empire House Branch,
Fort,
Mumbai – 400 001**

REGISTRAR & SHARE TRANSFER AGENT:

**Purva Sharegistry (India) Private Limited
9, Shiv Shakti Industrial Estate,
J.R.Boricha Marg,
Near Lodha Excelus,
Lower Parel (E),
Mumbai – 400 011.
Tel: 022-2301 8261 / 2301 6761
Fax: 022-2301 2517
Email: busicomp@vsnl.com**

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD
Registered office: Munirabad R.S., Dis. Koppal, Munirabad, Karnataka – 583234
CIN No.: U65993KA1968PLC001768
E- mail : hemkutaind@gmail.com Web: www.hemakuta.com

NOTICE

NOTICE is hereby given that the Annual General Meeting of **HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD** will be held on Saturday the 27th September, 2014 at 11.00 A.M at the Registered Office of the Company to transact the following Business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as on 31st March 2014, the Profit and Loss Account for the year ended 31st March 2014 and the Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Mr. Prabhash Jain, who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider appointment of Auditors

BY THE ORDER OF THE BOARD
For and behalf of the Board of Hemakuta
Industrial Investment Co. Ltd

Abhishek Morarka
Chairman

Place: Mumbai
Date: 27th May, 2014

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.**
2. The Register of Members and Share Transfer Books of the Company will be closed from 21st day of September, 2014 to 27th day of September, 2014 (both the days inclusive) in connection with Annual General Meeting.
3. Proxies, in order to be effective should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the meeting.
4. Members are requested to bring their copies of the Annual Report to the Meeting.

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD
Munirabad R.S., Dis. Koppal, Munirabad, Karnataka – 583234

DIRECTORS REPORT

To,
The Beloved Members,
Hemakuta Industrial Investment Co. Ltd.

Your Directors present the Annual Report together with the audited Accounts for the year ended 31st March 2014

Financial Results

Particulars		Current Year (In Rs.) (31.03.2014)	Previous Year (In Rs.) (31.03.2013)
	Profit/Loss Before Tax	(6,54,176)	(3,25,041)
Less	Provision for Tax	0	0
	Profit/Loss After Tax	(6,54,176)	(3,25,041)
Add	Balance Brought From Last Year	(3,45,82,147)	(3,42,57,106)
	Balance Carry Forward to Next Year	(3,52,36,323)	(3,45,82,147)

Dividend

In view of the inadequate profit during the year, the directors regret to recommend any dividend for the year under review.

Fixed Deposits

During the year company has not accepted any fixed deposits from the public.

Directors

Mr. Prabhash Jain, Director of the company, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

Auditors

Vishnu Agarwal & Associates, Chartered Accounts, Mumbai retire at the ensuing Annual General Meeting and they have expressed their willingness to continue as Statutory Auditors of the Company and being eligible offers themselves for appointment and if appointed the same will be within the prescribed limits specified in section 139(1) of the Companies Act, 2013. Members are therefore request to consider their appointment and fix their remuneration.

Auditors Report

Explanations to notes on accounts referred by the auditors in their reports are self-explanatory.

Directors Responsibility Statement

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956 the directors state that:

- a) In the preparation of Annual Accounts for the financial year ended 31st March 2014 the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b) The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March 2014 and of the profit and loss account of the Company under review.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provision for the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- d) The Annual Accounts have been prepared on a going concern basis

Particulars of Employees

As there are no employees in receipt of remuneration of Rs.24,00,000 or more for the year or Rs.2,00,000/- per month if employed for part of the year, the statement made under Section 217(AA) is not applicable.

Particulars Regarding Conservation of energy, Technology absorption and foreign exchange earnings and outgo:

The details of above are not applicable in the case of your company.

Corporate Governance

Clause 49 of the listing agreement is not applicable to the Company as paid up capital of the Company is less than Rs.3,00,00,000/- and Not having net worth of Rs.25,00,00,000/- or more at any time in the history of the Company.

Dematerialisation:

The shares of the Company were in physical form and CDSL and NSDL has admitted for depository services. The ISIN no is: INE088P01015. Trading of the shares was suspended from BSE since 2nd January, 2002 and the revocation of suspension is under process.

Name Change:

With the approval of members in Extraordinary General Meeting held on 10.08.2013 the name change (ID INFO BUSINESS SERVICES LIMITED) had applied with ROC and the same has been approved. The approval from BSE is yet to be applied.

Acknowledgement

Your Directors place on record their appreciation of contribution made by staff, consultants at all level and for their efficient services rendered by them.

Place: Mumbai

Date: 27th May, 2014

**For and behalf of the
Board of Hemakuta Industrial Investment Co. Ltd**

**Abhishek Morarka
Chairman**

AUDITOR'S REPORT

The Members of

M/S ID INFO BUSINESS SERVICES LIMITED

(Formerly Known as M/S.HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LTD)

I have audited the attached balance sheet of M/S.HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD.

as at 31st March, 2014 and the Profit and Loss Account of the year ended on that date annexed thereto and report that:

- 1 As required by the Companies (Auditors' Report) Order 2003, issued by the Ministry of Finance (Department of Company Affairs) in terms of Section 227 (4A) of the Companies Act, 1956, and on the basis of such checks as were considered appropriate. I enclose in the annexure a statement on the matters specified in paragraph 4 of the said Order.
2. I conducted my audit in accordance with auditing standards generally accepted in India. These standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.
3. Further to my comments in the annexure referred to in paragraph 1 above
 - a) I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of my audit;
 - b) In my opinion, proper books of account, as required by law, have been kept by the Company so far as it appears from my examination of such books;
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
 - d) In my opinion, the balance Sheet & the Profit & Loss Account comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
 - e) On the basis of written representations received from the directors as on 31st March, 2014 and taken on record by the Board of Directors, I report that none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of section 274(1) (g) of the Companies Act, 1956.
 - f) In my opinion and to the best of my information and according to the explanations given to me the said financial statements, read together with the Accounting Policies and other notes thereon give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view :
 - i) In the case of the Balance Sheet of the state of affairs to the Company as at 31st March, 2014 and
 - ii) in the case of the Profit & Loss Account of the Profit for the year ended on that date.

PLACE : MUMBAI

DATE : 27th May, 2014

For VISHNU AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)
S/d
(MANU AGARWAL) Partner
M.No. 146713

ANNEXURE REFERRED TO IN PARAGRAPH 1 OF THE REPORT OF EVEN DATE OF THE AUDITOR TO THE MEMBERS OF M/S.HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LTD.ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014

1. (i) The Company has maintained proper record showing full particulars including quantitative details and situation or fixed assets.
(ii) Fixed assets of the company have been physically verified by the Management at reasonable intervals. No material discrepancies were noticed.
(iii) There has been no disposal of substantial part of the fixed assets during the year
2. (i) Inventory has been physically verified by the management at reasonable intervals during the \ year.
(ii) The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.
(iii) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
3. (i) The Company has taken unsecured loans from directors & their associates amounts to Rs. 50.48 Lacs listed in the register maintained under section 301 of Companies Act, 1956 where the terms and conditions are not prima- facie prejudicial to the interest of the company.
(ii) The Company has not granted any loans, secured or unsecured to companies, firm or other Parties listed in the Register maintained under section 301 of the Companies Act,1956 .
4. According to the information and explanation given to me, there are adequate internal control Procedure commensurate with the size of the Company and nature of its business with regard to Purchase of inventory & fixed assets and for the sale of goods.
5. i) The Company has entered into transaction that need to be entered into a register in pursuance of the section 301 of the Act.
ii) In my opinion and according to the information and explanation given to me, transactions in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Act exceeding Rs. 5.00 Lacs in respect of any party during the year, have been entered into at price which are reasonable having regard to prevailing market price at the relevant time.
6. The Company has not accepted deposits from the Public to which the Provisions of section 58(A) & 58(AA) of the Companies Act,1956 and rules framed there under apply.
7. In my opinion, the company has an adequate internal audit system commensurate with the size and the nature of its business.
8. To the best of my knowledge and according to the information given to me, the Central Government has not Prescribed maintenance of cost records under section 209(1)(d) of the Companies Act,1956 in respect of the Company's product
9. The company is regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance Scheme, Income tax, Sales tax and other material statutory dues applicable to it. According to the information and explanation given to me, there are no undisputed statutory dues payable in respect of Income - Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Cess & other statutory dues with the appropriate authorities which were outstanding as on 31stMarch, 2013 for a period of more than six months from the date they became payable.
10. In my opinion, the company has accumulated losses at the end of the financial year amounts to Rs. 352.36 lacs and has incurred cash losses in the current financial year of Rs. 6.54 lacs and has incurred cash loss in the immediately preceding financial year amounts to Rs. 3.25 lacs.

11. The company has not defaulted in repayment of dues to the bank.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a nidhi/mutual benefit fund/society to which the provisions of special statute relating to chit fund are applicable.
14. According to the information and explanations given to me, the company is not dealing or trading in shares, securities, debentures and other investments. The company does not hold any investment.
15. According to the information and explanations given to me, the Company has not given any Guarantee for loans taken by others from bank.
16. The Company has not obtained any term loans during the year and hence reporting requirements of para (xvi) are not applicable.
17. According to the information and explanations given to me, funds raised on long term basis have not been used for short term investment & vice versa during the year.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. There are no debentures outstanding as at year end.
20. The Company has not raised money during the year through a public issue.
21. According to the information and explanations given to me, during the year no fraud on or by the Company has been noticed or reported.

PLACE : MUMBAI
DATE: 27th May, 2014

For VISHNU AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)

S/d
(MANU AGARWAL) Partner
M.No. 146713

HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH,2014

<u>PARTICULARS</u>	<u>SCH.</u>	<u>31.03.2014</u>	<u>31.03.2013</u>
<u>LEQUITY AND LIABILITIES</u>			
(1) Shareholder's funds			
(a)Share Capital	1	1,25,00,000	1,25,00,000
(b) Reserves and Surplus			
Profit & Loss A/c.		-3,52,36,323	-3,45,82,147
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-Term borrowings	2	81,49,323	76,99,063
(4) Current Liabilities			
(a) Other current liabilities	3	1,80,46,445	1,80,05,858
Total		34,59,445	36,22,774
<u>II. Assets</u>			
(1)Non-current assets			
(a) Fixed assets			
(b) Non-Current investment		32,68,957	32,68,957
(2)Current assets			
(a) Cash & cash equivalents	4	1,90,488	3,53,817
Total		34,59,445	36,22,774

The above Balance Sheet and notes
relevant thereto is hereby authenticated by us.

For VISHNUAGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)
S/d
(MANU AGARWAL) Partner

DATE: 27th May, 2014
PLACE : MUMBAI

Accompany to our report of even date

By Order of the Board
For Hemakuta Industrial Investment Co. Ltd

S/d

Sushil Morarka

S/d

Abhishek Morarka

HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2014

<u>PARTICULARS</u>	<u>Sch</u>	31.03.2014	31.03.2013
I. Revenue from operation			
II. Other Income		---	---
Total Revenue (A)		---	---
<u>III. Expenses:</u>			
<u>Other Expense</u>			
Administrative Expense		85,327	---
Audit Fees		9,000	16,854
BSE LTD		3,08,990	---
Traveling		19,012	---
Filing Fees		---	43,884
Employee Remuneration		8,400	---
Shares Expenses		56,087	24,360
Legal & Professional Expenses		1,16,860	10,500
Bank charges		274	---
Listing Fees		---	1,80,526
Postage and Telegram charges		---	6,000
Printing & Stationary		---	3,250
Misc. Expenses		42,698	36,667
Computer Expenses		7,528	3,000
Total Expense (B)		-6,54,176	-3,25,041
IV. Profit before exceptional & extraordinary items & tax	(A-B)	-6,54,176	-3,25,041
V. Exceptional Items		---	---
VI. Profit before extraordinary items & tax		-6,54,176	-3,25,041
VII. Extraordinary Items		---	---
VIII. Profit before tax (VII-VIII)		-6,54,176	-3,25,041
IX. Tax expense		---	---
X. Profit /Loss from the period from Continuing operations (VII-VIII)		-6,54,176	-3,25,041
XI. Profit /Loss from discontinuing operation		---	---
XII. Tax expense of discontinuing operation		---	---
XIII. Profit /Loss from Discontinuing operation (after tax) (XII-XIII)		---	---
XIV. Profit/loss for the period (XI+XIV)		-6,54,176	-3,25,041
XV. Earning per equity share:			

The above Profit & Loss A/c. along with notes thereon are hereby authenticated by us.

Accompany to our report of even date

For VISHNUAGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)
S/d
(MANU AGARWAL) Partner

By Order of the Board
For Hemakuta Industrial Investment Co. Ltd

S/d

S/d

DATE: 27th May, 2014
PLACE : MUMBAI

Sushil Morarka

Abhishek Morarka

HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LIMITED

SCHEDULES FORMING PART OF ACCOUNT

As at 31.03.2014 As at 31.03.2013

SCH.1: Share Capital

Authorised Shared Capital

5000000 Equity Shares of Rs.10 each

5,00,00,000

5,00,00,000

Issued, Subs. & Paid Up

1250000 Equity Shares of RS.10 each

1,25,00,000

1,25,00,000

SCH.2: LONG-TERM BORROWINGS

SECURED LOANS

0.00

0.00

0.00

0.00

UNSECURED LOANS

From Director

50,48,263

50,70,003

From Companies

30,92,060

26,29,060

Others

9,000

B

81,49,323

76,99,063

A+B

2,06,49,323

2,01,99,063

SCH.3: OTHER CURRENT LIABILITIES

A) Audit fees Payable

65,335

41,914

B) Bell Tools Pvt. Ltd.

2,74,360

2,74,360

C) Candy Filters

1,75,13,360

1,75,13,360

D) Interest payable

43,390

26,224

E) UCO Bank Legal Expenses

1,50,000

1,50,000

1,80,46,445

1,80,05,858

SCH.4: CASH & CASH EQUIVALENTS

Cash in hand

1,81,327

3,44,426

Bank balance

9,161

9,391

1,90,488

3,53,817

For VISHNUAGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

(FRN: 134443W)

S/d

(MANU AGARWAL) Partner

DATE: 27th May, 2014

PLACE : MUMBAI

By Order of the Board

For Hemakuta Industrial Investment Co. Ltd

S/d

S/d

Sushil Morarka

Abhishek Morarka

HEMAKUTA INDUSTRIAL INVESTMENT COMPANY LIMITED

YEAR 2013-2014

SCHEDULE 5

SIGNIFICANT ACCOUNTING POLICIES :

a) Accounting conventions

The accounts are prepared under the Historical Cost Convention method.

b) Basis of Accounting

- The accounts are prepared as per “ Accrual Basis of Accounting’ unless otherwise stated.
- The accounts are prepared on the “ Going Concern Basis”

c) Revenue Recognition

Profit/ Losses from Trading activity is recognition on “FIFO” basis on trade dates.

Contingent Liabilities

No provision is made for liabilities that are contingent in nature but, if material, the same are disclosed by way of notes to the accounts

NOTES TO BALANCE SHEET AND PROFIT AND LOSS ACCOUNTS

1. Payment to Auditors :

Statutory Audit Fees	<u>Current Year</u>	<u>(Previous Year)</u>
<u>Amount (in Rs.)</u>	9,000	16,854

2. Managerial Remuneration Paid to Directors :

Amount (in Rs.) :- NIL (Previous Year : NIL)

3. In the opinion of the management, the current Assets, Loans and Advances are approximately of the value started, if realized in ordinary course of the business.

4. Previous year’s figure are regrouped/rearranged wherever necessary to make them comparable with those of current year.

5. As none of the employees have completed the qualifying period under the payment of Gratuity Act, 1952, therefore no provision has been made in respect of accrued gratuity liability.

6. There were no employees drawing more than 24,00,000/- Per annum employed throughout the year and drawing Rs. 2,00,000/- Per month, if employed for part of the year.

7. Other qualification information as required by Para II of schedule VI of the companies Act, 1956. Amount (in Rs.) :- Nil (Previous Year : NIL)

8. No Provision has been made in the accounts towards the demands raised by the income tax Department for the assessment year 2001-02 amounts to Rs. 82.04 lacs and for the assessment Year 2002-03 amounts to Rs. 2.03 crores till the date and the appeals against those assessment are pending before the authorities.

9. Related Parties disclosure:

Relationship:

a) Key Management Personnel:

Mr. Sushil R. Morarka

Mr. Abhishek Morarka

b) Associated Companies:

1. Hemkuta Sugar & Allied Industries Ltd.

2. Rigveda Properties Ltd.

3. Realstone Exports Ltd.

4. BellTools Ltd.

5. Candy Filters (Bombay) Ltd.

**Transactions carried out with related parties referred to in 1 above,
in ordinary course of business:**

Current Year:

(In lacs)

Related Parties	Ref. in 1(a)	Ref. in 1(b)	Total
Expenses:	-	0	0
Outstanding:			
Payable	50.70	26.29	76.99

Previous Year:

(In Lacs)

Related Parties	Ref. in 1(a)	Ref. in 1(b)	Total
Expenses:	-	176.75	176.75
Outstanding:			
Payable	50.70	25.79	76.49

10. Balance Sheet Abstract and company's general business profile:

(i) Registration Details

Registration No.	03116	State Code	08
Balance Sheet date	31.3.2014		

(ii) Capital Raised during the year (Amt. in Rs. Thousand)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

(iii) Position of mobilisation and Deployment of funds (Amount in Rs.Thousand)

Total Liabilities	3,459	Total Assets	3,459
Sources of funds			
Paid up capital	12,500	Secured Loans	NIL
Reserve & Surplus	(35,236)	Unsecured Loans	8,149
Current Liabilities	18,046		
Application of funds			
Net Fixed Assets	0	Investment	3,269
Mis. Expenditure	0	current Assets	190

(iv) Performance of company (Amt in Rs. Thousand)

Turnover	0	Total Expenditure	654.18
Profit before Tax	(654.18)	Profit After Tax	(654.18)
Earning per share	0	Dividend Rate %	NIL

(v) Generic Name of Principal Product of the company

Item code No. (ITC Code) :	
Product Description :	

For the current activities, this is not applicable.

For VISHNU AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)

PLACE : MUMBAI
DATE: 27th May, 2014

S/d
(MANU AGARWAL) Partner
M.No. 146713

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

1. Operating Results:

The Company continues to fail to resume its activity in view of adverse financial Conditions. The Company has incurred the loss of Rs. 6,54,176/- mainly on account of payment to BSE towards payment of arrears listing fees. During the coming years the Company is intend to resume activity and has already approached The Bombay Stock Exchange Ltd, where the shares are listed for revocation of trading. CDSL and NSDL has admitted the Company's shares for depository services in May, 2013

2. Industry Trends and Business Analysis:

Financial Year 2014, a year that witnessed India's lowest GDP growth in a decade. The Indian Economy is estimated to have registered a growth rate of 4.9 percent in 2012-13.

During the year, the BSE Sensitive Index which was 18890 at the start of the financial year, ended at 22386 on 31th March, 2014.

3. Opportunities and Threats

With the globalization and electronic age, Indian Stock Market changed over the past decade. Nearly 100% of all transactions are executed through electronic media online trading system. The developments of high-tech and transparent markets with an increasingly wide geographic footprint have increased the number of trading venues offering diverse pools of liquidity.

As various factors are posing constant threats and high volatility in the capital markets, it appears Beneficial to diversify the portfolio to reduce the risk and insulate from the vagaries of stock market.

2. Future Prospects and Outlook:

With some moderation in headline WPI inflation, there has been a reduction in the repo rate by the RBI by 25 basic points in May 2013 and 25 basis points in January 2014 there is chance of fall in real interest rate scenario during the coming year. With widespread reform measures initiated in recent months and the global economy poised for a moderate recovery in 2014-15, the Indian economy is expected to witness an improved outlook in 2014-15. The overall growth rate is expected to be in the range of 5.4 to 5.9 percent in 2014-15

4. Risks and concerns:

The Company like any other Company is exposed to specific risks that are particular to its business and the environment within which it operates. The Company is exposed to the market risk (including liquidity risk) and also the factors that are associated with capital market, which inter alia includes economic/business cycle, fluctuations in the stock prices in the market, besides the interest rate volatility, and credit risk. The Company is confident of managing these risks by maintaining a conservative financial profile, and by following prudent business and risk management practices.

5. Financial performance:

a) Share Capital:

The Company's issued and subscribed share capital consists of Equity Share capital only. The paid-up share capital of the company as at 31st March 2014 stood at Rs.125.00 lakhs comprising of 1250000 Equity Shares of Rs. 10 Each.

b) Reserves and Surplus:

During the year under review, the reserves and surplus is negative to the extent of Rs. 3,52,36,323/- as against (-) Rs. 3,45,82,147/- during previous year.

6. Cautionary Statement:

Statements in this "Management's Discussion and Analysis" describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" are only predictions within the meaning of applicable securities laws and regulations and are subject to risks, uncertainties, and assumptions that are difficult to predict. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include interest rates and changes in the Government regulations, tax regimes, economic developments and other factors such as litigation etc.

**By Order of the Board
For Hemakuta Industrial Investment Co. Ltd**

S/d

S/d

Sushil Morarka

Abhishek Morarka

**Date : 27th May, 2014
Place: Mumbai**

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD

Statements of Cash Flow Prepared Pursuant to the Listing Agreement with Stock Exchange
for the year ended 31st March, 2014

CASH FLOW FROM OPERATIONS	2013-14	2012-13
Profit/Loss	(-) 6,54,176	(-) 3,25,041
Add: Depreciation	0	0
Loss on Sale of Assets	0	0
Operating Profit before Working Capital changes	(-) 6,54,176	(-) 3,25,041
Increase/ Decrease in Current Assets	0	0
Increase in Current Liabilities	40,587	3,05,438
Net Cash from Operations	(-)6,13,589	(-)19,603
CASH FLOW FROM INVESTING		
Sale of Fixed Assets	0	0
Decrease in Investments	0	0
CASH FLOW FROM FINANCING		
Increase in Unsecured Loans	4,50,260	1,08,440
NET CASH ACCRUL	-1,63,329	88,837
Cash at Opening	3,53,817	2,64,980
Cash at Closing	1,63,329	3,53,817
NET CASH ACCRUAL	-1,63,329	88,837

Place: Mumbai
Date : 27th May, 2014

For VISHNU AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN: 134443W)

(MANU
AGARWAL), Partner
(M.No.146713)

HEMAKUTA INDUSTRIAL INVESTMENT CO. LTD
Registered office: Munirabad R.S., Dis. Koppal, Karnataka – 583234
CIN No.: U65993KA1968PLC001768
E- mail : hemkutaind@gmail.com Web: www.hemakuta.com

ATTENDANCE SLIP
(To be signed and handed over at the entrance of the meeting venue)

Regd. Folio No. _____ No. of Shares held : _____

Full Name of the Member (in Block Letters)

Name of Proxy (in Block Letters)

(to be filled in by the Proxy Form has been duly deposited with the Company)

I hereby record my presence at the Annual General Meeting of the Company on Saturday,
September 27, 2014 at 11.00 a.m.
at the Registered Office of the Company

Member's/Proxy's Signature

Note : Members are requested to bring their copies of the Annual Report to the meeting.

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PROXY FORM – MGT – 11

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: **U65993KA1968PLC001768**
Name of the Company : Hemakuta Industrial
Investment Co. Ltd Registered Office :
Munirabad R.S., Dis. Koppal,
Karnataka-583234

Name of the Member (s) : _____
Registered Address : _____
E-Mail ID : _____ Folio No. _____
.

I/We, being the member(s) of _____ shares of the above mentioned company, hereby appoint

1. Name _____ :
Address _____
Email ID : _____ Signature : _____ or failing him/her
2. Name _____ :
Address _____
Email ID : _____ Signature : _____ or failing him/her
3. Name : _____
Address : _____
Email ID : _____ Signature : _____

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf of the Annual General Meeting of the Company to be held on 27th day of September 2014 at 11.00 a.m. at the Registered office of the Company and at any adjournment thereof, in respect of such resolutions as are indicated below:

Resolution No. 1 : Consider and adopt the Audited Financial Statement, Reports of the Board of Directors and Auditors for the financial year ended 31st March 2014.

Resolution No. 2 : Re-appointment of a Director Mr.Prabhash Jain , who retires by rotation.. Resolution No. 3 : Appointment of Statutory Auditors and fixing their remuneration.

Signed this _____ day of _____ 2014.

Signature of Shareholder (s)

Signature of Proxy Holder (s)

Affix
Revenue
Stamp of not
less than Rs.0.15

Note :

1. This form of proxy in order to be effective should be duly completed, signed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A proxy need not be a member of the Company.



BOOK-POST

If undelivered please return to :

REGISTRAR & SHARE TRANSFER AGENT
Purva Sharegistry (India) Private Limited
9, Shiv Shakti Industrial Estate, J.R. Boricha Marg,
Near Lodha Excelus,
Lower Parel (E), Mumbai – 400 011.