

KHL PROPERTIES LIMITED

NOTICE TO THE MEMBERS

Notice is hereby given that the 32nd Annual General Meeting of the Members of the Company will be held on Saturday, 29th September, 2012 at 8, Bentinck Street, Ground Floor, Kolkata - 700 001 at 11.30 A. M. to transact the following business :

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2012 and the Statement of Profit & Loss for the year ended on that date and the report of the Auditors & Directors there on.
2. To appoint a Director in place of Sri Dronesh Singhania, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint M/s N K Jain & Co., Chartered Accountants, the retiring auditors from the Conclusion of the next Annual General Meeting and fix up their remuneration.

By order of the Board,

Director

Kolkata - 700 001

Date: 17th August, 2012.

- NOTES:
1. The register of Members & Share Transfer Books will remain Closed from 26.09.2012 to 29.09.2012 (both days inclusive).
 2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself. A proxy form is enclosed herewith.
 3. Shareholders are requested to communicate changes of their address, if any quoting their respective folio numbers.

KHL PROPERTIES LIMITED

DIRECTORS' REPORT

Gentlemen,

Your Directors have pleasure in presenting their 32nd Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2012

1. FINANCIAL RESULTS:

The Profit & Loss Account of the Company for the year ended 31st March, 2012 shows the following results –

	2011-12	2010-11
Profit/Loss before Tax	-69677.17	235515.00
Provision for Current Years:		
For Income Tax	0.00	-43000.00
	-69677.17	192515.00
Adjustment for Taxes for earlier Years:		
For Income Tax	-4347.00	-4504.00
Profit after Tax	-74024.17	188011.00
Profit brought from Previous year	-2592412.48	-2780423.48
Balance transferred to Reserve & Surplus	-2666436.65	-2592412.48

2. DIVIDEND:

Your Directors do not recommend payment of any Dividend for the year ended 31st March, 2012 in view of loss for the year.

3. DIRECTORS:

At the forthcoming Annual General Meeting, Sri Dronesh Singhania retires by rotation, but being eligible offers himself for re-appointment.

4. AUDITORS:

M/s N K Jain & Co., Auditors of the Company retires at the conclusion of the forthcoming Annual General Meeting and have offered for re-appointment.

5. PARTICULARS OF EMPLOYEES:

The information required under section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended is being not given as there was no employee receiving remuneration of more than Rs.5,00,000.00 per month or Rs.60,00,000.00 for the year under consideration.

6. CORPORATE GOVERNANCE REPORT

Pursuant to clause 49 of the Listing Agreement, a section on Corporate Governance forming part of the Directors' Report and the Certificate from M/s N K Jain & Co, Chartered Accountants confirming compliance of Corporate Governance norms are included in the Annual Report.

7. FIXED DEPOSIT

Your Company has not accepted any fixed deposits during the period under review.

8. DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors of your Company state:

- i. that in the preparation of the annual accounts, the applicable accounting standards had been followed;
- ii. that the directors had 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 loss of the Company for the year;
- iii. that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. that the directors had prepared the annual accounts on going concern basis.

For and on behalf of the Board,



Director

Regd. office:
8, Bentinck Street,
Kolkata - 700 001

Date: 17.08.2012

INFORMATION RELATED TO CORPORATE GOVERNANCE

The Company wish to place before the shareholders the following information in order to enhance shareholders' value keeping in mind the needs and interests of other stakeholders such as customers, employees and the society at large.

a. BOARD OF DIRECTORS

The total strength of the Board is 3 namely Sri Jag Mohan Bagla, Sri Ram Bilas Agarwal & Sri Dronesh Singhania. There is no change in the Board of Directors since the last AGM of the company. During the year under review, the Board of Directors met eight times. These meetings were held on the following dates:

23 rd April 2011	16 th May 2011	25 th June 2011
1 st August 2011	16 th Sept. 2011	15 th Nov. 2011
31 st Jan. 2012	28 th March 2012	

b. AUDIT COMMITTEE OF DIRECTORS

The Audit Committee comprises of three Directors namely Mr. Ram Bilas Agarwal, Mr Jag Mohan Bagla and Mr Dronesh Singhania, the committee regularly meets as and when required.

c. SHARE TRANSFER COMMITTEE

The Company has a Share Transfer Committee comprising of Sri Ram Bilas Agarwal, Sri Jag Mohan Bagla & Sri Dronesh Singhania, Director. The Committee meets at regular intervals to approve all transfer, transmissions and take up all the shareholders' complaints.

d. DETAILS OF ANNUAL / EXTRAORDINARY GENERAL MEETINGS

1.1 Location and time, where General Meeting held in last 3 years.

<u>YEAR</u>	<u>AGM/EGM</u>	<u>LOCATION</u>	<u>DATE</u>	<u>TIME</u>
2010-2011	AGM	8, Bentinck Street Kolkata – 700 001	16.09.2011	11.30 A.M
2009-2010	AGM	-Do-	30.09.2010	11.30 A.M.
2008-2009	AGM	-Do-	20.08.2009	11.30 A.M

1.2 Whether Special Resolution put through Postal Ballot last year? -NO-

1.3 Are votes proposed to be conducted through Postal Ballot this year? -NO-

e. Disclosures on materially related party transactions i.e. transactions of the Company of material nature, with promoters, the directors or the management, their subsidiaries or relatives, etc. that may have potential conflict with the interests of Company at large. There is no material transaction with related party.

f. Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock-Exchange or SEBI or any other statutory authority, on any matter related to capital markets, during last three years.
-NO-

g. Means of Communication

- Half-yearly report sent to each household of shareholders -No-
- Quarterly results published -Yes-
- Whether it also displays official news releases and presentations made to Institutional investors/analysts On request
- Which Newspaper normally published in Arthik Lipi, & The Echo of India.

h. Shareholders' Information

1. Registered Office
8, Bentinck Street, Taher Mansion, Ground Floor,
Kolkata - 700 001
2. Stock Exchange Listing
The Company's shares are listed and traded on the Stock Exchanges at Kolkata.
3. Shareholders' Services
W.e.f.10.04.2003,M/s Maheswari Datamatics P.Ltd. 6, Mangoe Lane, Kolkata 700 001 has been appointed as RTA in respect of both physical and demat shares of the company. The Company's shares have been dematerialised with CDSL and ISIN No. INE 263E01018
4. Nomination Facility
Individual Shareholders can now avail the facility of nomination. The nominee shall be the person with whom all rights of transfer and/or amount payable in respect of the shares shall vest in the event of death of the shareholder(s). A minor can be a nominee provided the name of the guardian is given in the nomination form. The facility of nomination is not available to non-individual shareholders such as societies, trusts, bodies corporate, karta of Hindu Undivided Families and holders of Power of Attorney. In case of any assistance, please contact M/s Maheswari Datamatics Pvt Ltd.
5. Annual General Meeting
The 32nd Annual General Meeting of the shareholders will be held at 11.30 A. M. on Saturday, 29th September, 2012 at 8, Bentinck Street, Ground Floor, Kolkata - 700 001.
6. Date of Book Closure
26th September, 2012 to 29th September, 2012 both days inclusive
7. Dividend Payment
Your Directors do not recommend payment of any dividend for the year ended 31st March, 2012 in view of loss for the year.
8. Statistics of Shareholders: 2010-2012

<u>Year Ended</u>	<u>No. of Shareholders</u>
31 st March, 2010	111
31 st March, 2011	110
31 st March, 2012	110

9. Distribution of Shareholding as on 31st March, 2012

RANGE In No. of Shares	RANGE In value of Shares	No. of Share Holders	% to Total Holders	No. of Shares	% of Total Holdings
Up to 500	Up to 5000	50	45.45	12300	5.13
501 to 1000	5010 to 10000	6	5.45	5200	2.17
1001 to 2000	10010 to 20000	25	22.73	40700	16.96
2001 to 3000	20010 to 30000	14	12.73	37750	15.73
3001 to 4000	30010 to 40000	4	3.64	14575	6.07
4001 to 5000	40010 to 50000	2	1.82	8950	3.72
5001 to 10000	50010 to 100000	6	5.45	52600	21.92
10001 to above 100000	100010 to above	3	2.73	67925	28.30
TOTAL		110	100.00	240000	100.00
RESIDENT INDIANS		101	91.82	142425	59.35
DOMESTIC COMPANIES		4	3.64	77525	32.30
NON RESIDENT INDIANS		NIL	-	NIL	-
FOREIGN COMPANIES		NIL	-	NIL	-
MUTUAL FUNDS		NIL	-	NIL	-
BANKS		NIL	-	NIL	-
DIRECTORS/RELATIVES		5	4.54	20050	8.35
TOTAL		110	100.00	240000	100.00

For and on behalf of the Board



Director

Regd. office:
8, Bentinck Street,
Kolkata - 700 001

Date: 17.08.2012

Certificate to the members of KHL Properties Limited on compliance of the conditions of Corporate Governance for the period ended March 31, 2012 under clause 49 of the listing agreements with relevant Stock Exchange.

We have examined the compliance of the conditions of Corporate Governance by KHL Properties Limited, for 12 months period ended on March 31, 2012, as stipulated in clause 49 of the listing agreements of the said Company with relevant Stock Exchange.

The compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. 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, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the above mentioned listing agreements.

As required by the Guidance Note on Certification of Corporate Governance issued by the Institute of Company Secretaries of India, we state that no grievances are pending as on March 31, 2012 against the Company as per the records maintained by the Shareholders/Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Kolkata
Date: 17.08.2012



For N K Jain & Co,
Chartered Accountants,
Firm Regn. No. 304078E

A handwritten signature in black ink, appearing to read "N K Jain".

N K Jain
Proprietor
M.No:005976

**AUDITOR'S REPORT TO THE SHAREHOLDERS OF
M/S KHL PROPERTIES LTD**

We have audited the attached Balance Sheet of **M/s. KHL Properties Ltd.**, as at 31st March, 2012, the statement of Profit & Loss and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We report that:

1. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion proper books of account as required by law have been kept by the Company, so far as it appears from our examination of the books.
3. The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of account.
4. In our opinion, the Balance Sheet and the Profit and Loss Account comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956.
5. As per the representation made by the Company and all its Directors, no director is disqualified from being appointed as a Director under clause 'g' of sub-section (1) of Section 274 of the Companies Act, 1956.
6. In our opinion and to the best of our information and according to the explanations given to us, the accounts read together with the notes thereon, give information required by the Companies Act, 1956, in the manner so required and give a true and fair View in conformity with the accounting principles generally accepted in India.
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012
 - b) In the case of Profit & Loss Account, of the Loss for the year ended on 31st March, 2012
 - c) In the case of Cash Flow Statement, of the cash flow for the year ended on 31st March, 2012.

As required by the Companies (Auditor's Report) Order, 2003 and amended by (Amendment) Order, 2004 issued by the Ministry of Finance, Deptt. Of Company Affairs in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate, we further report that -

- a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) These fixed assets have been physically verified by the Management at reasonable intervals and no material discrepancies were noticed on such verification.



KHL PROPERTIES LIMITED

Balance Sheet as at 31.03.2012

Particulars	Note No.	(Rs.) Figures as at 31.03.2012	(Rs.) Figures as at 31.03.2011
<u>I) EQUITY AND LIABILITIES</u>			
1) Shareholders Fund			
Share Capital	1	24,00,000.00	24,00,000.00
Reserves & Surplus	2	15,33,853.35	16,07,877.52
2) Current Liabilities			
Short Term Borrowings	3	5,36,374.41	4,40,564.41
Other Current Liabilities	4	23,054.00	22,113.00
Short Term Provisions	5	8,400.00	51,400.00
TOTAL		45,01,681.76	45,21,954.93
<u>II) ASSETS</u>			
1) Non-Current Assets			
Fixed Assets			
Tangible Assets	6	41,46,904.60	41,58,709.60
Non-Current Investments	7	2,42,437.31	2,42,437.31
Long Term Loans & Advances	8	52,007.00	50,507.00
2) Current Assets			
Cash & Cash Equivalents	9	51,267.85	61,256.02
Other Current assets	10	9,045.00	9,045.00
TOTAL		45,01,681.76	45,21,954.93

Additional Information & Notes on Accounts: 15
As per our report of even date attached.

FOR & ON BEHALF OF BOARD

For N. K. JAIN & CO.
Chartered Accountants
(Firm Regn. No. 304076E)

Proprietor

Place: Kolkata
Date: 17.08.2012



KHL PROPERTIES LIMITED

Statement of Profit and Loss for the year ended 31.03.2012

Particulars	Note No.	(Rs.)	(Rs.)
		Figures as at 31.03.2012	Figures as at 31.03.2011
REVENUE			
Revenue from operation	11	2,16,000.00	2,99,993.00
Other Income	12	45,550.00	3,61,387.00
Total Revenue		2,61,550.00	6,61,380.00
EXPENSES			
Employee Benefits Expenses	13	1,08,823.00	96,940.00
Depreciation & Amortization		11,805.00	11,197.00
Other Expenses	14	2,10,599.17	3,17,728.00
Total Expenses		3,31,227.17	4,25,865.00
Profit before exceptional items and tax		-69,677.17	2,35,515.00
Exceptional Items		-	-
Profit before tax		-69,677.17	2,35,515.00
Less: Tax Expenses			
Current Tax: Current Year		-	-43,000.00
Earlier Years		-4,347.00	-4,504.00
Profit after Tax		-74,024.17	1,88,011.00
XVI. Earnings Per Equity Share:			
(1) Basic		-	0.78
(2) Diluted		-	0.78

Additional Information & Notes on Accounts: 15
As per our report of even date attached.

For N. K. JAIV & CO.,
Chartered Accountants
(Firm Regn. No. 304076E)

N. K. Jaiv
Proprietor

Place: Kolkata
Date: 17.08.2012



FOR & ON BEHALF OF BOARD

Jayla

N. K. Jaiv
DIRECTOR

KHL PROPERTIES LIMITED

NOTES:
(Annexed to and forming part of the Accounts)

NOTE - 1
SHARE CAPITAL :

	(Rs.) Figures as at 31.03.2012	(Rs.) Figures as at 31.03.2011
AUTHORISED	1,25,00,000.00	1,25,00,000.00
1250000 Equity Shares of Rs.10/- each	<u>1,25,00,000.00</u>	<u>1,25,00,000.00</u>
ISSUED, SUBSCRIBED & PAID-UP	24,00,000.00	24,00,000.00
240000 Equity Share of Rs.10/- each fully paid up.	<u>24,00,000.00</u>	<u>24,00,000.00</u>

Details of the Shareholders holding more than 5% of the aggregate shares in the company:

	2012		2011	
	Nos	Percentage	Nos	Percentage
KCIL Limited	15425	6.43	15425	6.43
Kejriwal Enterprises Limited	42100	17.54	42100	17.54

Terms/Rights attached to equity shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

NOTE - 2
RESERVES AND SURPLUS:

B/F Foreign Exchange Remittance Reserve	42,00,290.00	42,00,290.00
B/F Surplus in Profit & Loss A/c	-25,92,412.48	-27,80,423.48
Add: Surplus in Profit & Loss a/c during Current Year	74,024.17	1,88,011.00
	<u>-26,66,436.65</u>	<u>-25,92,412.48</u>
	<u>15,33,853.35</u>	<u>16,07,877.52</u>

NOTE - 3
SHORT TERM BORROWINGS

Loans Repayable on Demand:		
Loans & Advances from Unrelated parties (Unsecured)	85,396.41	85,396.41
Advances	4,50,978.00	3,55,168.00
	<u>5,36,374.41</u>	<u>4,40,564.41</u>

NOTE - 4
OTHER CURRENT LIABILITIES

Other Current Liabilities:		
Liabilities for Expenses	22,844.00	21,993.00
Liabilities for Finance	210.00	120.00
	<u>23,054.00</u>	<u>22,113.00</u>

NOTE - 5
SHORT TERM PROVISIONS

Provision for Income Tax:	8,400.00	51,400.00
	<u>8,400.00</u>	<u>51,400.00</u>



KHL PROPERTIES LIMITED

NOTE - 6 : NON CURRENT ASSETS

Details of Fixed Assets

Details of Fixed Assets							
Particulars of Assets	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	As on 01.04.2011	Addition During the Year	As on 31.03.2012	As on 01.04.2011	Depreciation for the Year	As on 31.03.2012	As on 31.03.2011
Tangible Assets							
Air conditioner	1,56,102.00	-	1,56,102.00	1,47,148.00	1,245.00	1,48,394.00	8,954.00
Electrical Installation	1,20,929.00	-	1,20,929.00	1,13,616.00	1,017.00	1,14,633.00	7,313.00
Furniture & Fixtures	49,725.00	-	49,725.00	6,559.00	7,613.00	14,372.00	43,166.00
Generator	88,105.00	-	88,105.00	83,050.00	703.00	83,753.00	5,055.00
Land & Building	55,56,995.00	-	55,56,995.00	14,70,152.40	-	14,70,152.40	40,86,842.60
Lift	1,28,665.00	-	1,28,665.00	1,21,286.00	1,026.00	1,22,312.00	7,379.00
	61,00,521.00	-	61,00,521.00	19,41,811.40	11,805.00	19,53,616.40	41,58,709.60
TOTAL :	61,00,521.00	-	61,00,521.00	19,41,811.40	11,805.00	19,53,616.40	41,58,709.60
Previous Year	60,50,796.00	49,725.00	61,00,521.00	19,30,614.40	11,197.00	19,41,811.40	41,58,709.60
							41,20,181.60



KHL PROPERTIES LIMITED

(Rs.)
Figures as at
31.03.2012

(Rs.)
Figures as at
31.03.2011

NOTE - 7
NON CURRENT INVESTMENTS
Investments in Equity Instruments: (At Cost)
In Shares (Quoted)

	Quantity	Rs.		Quantity	Rs.
ITC Ltd	370	1,35,892.31	ITC Ltd	370	1,35,892.31
ITC Ltd (Bonus)	740	-	ITC Ltd (Bonus)	740	-
Super Forging & Steels Ltd	1900	1,06,545.00	Super Forging & Steels Ltd	1900	1,06,545.00
		<u>2,42,437.31</u>			<u>2,42,437.31</u>
		<u>2,53,775.00</u>			<u>2,03,825.00</u>

Market Value of quoted shares :

NOTE - 8
LONG TERM LOANS & ADVANCES

Security Deposit

52,007.00	50,507.00
<u>52,007.00</u>	<u>50,507.00</u>

NOTE - 9
CASH & CASH EQUIVALENTS

Cash at Bank	26,798.28	23,687.45
Cash in Hand	24,489.57	37,568.57
	<u>51,287.85</u>	<u>61,256.02</u>

NOTE - 10
OTHER CURRENT ASSETS

(Other current assets not incorporated in any above group)

Income Tax	9,045.00	9,045.00
	<u>9,045.00</u>	<u>9,045.00</u>

NOTE - 11
REVENUE FROM OPERATION

Commodity Profit	-	2,47,193.00
Rent Received	2,16,000.00	52,800.00
	<u>2,16,000.00</u>	<u>2,99,993.00</u>

NOTE - 11
OTHER INCOME

Dividend	4,940.00	5,550.00
Misc Income	40,610.00	50,796.00
Sundry Balance Written Up	-	3,05,041.00
	<u>45,550.00</u>	<u>3,61,387.00</u>

NOTE - 12
EMPLOYEE BENEFIT EXPENSES

Bonus	8,050.00	7,485.00
Leave Pay	8,050.00	7,485.00
Salaries	92,723.00	81,970.00
	<u>1,08,823.00</u>	<u>96,940.00</u>



KHL PROPERTIES LIMITED

NOTE - 13

OTHER EXPENSES

	(Rs.) Figures as at 31.03.2012	(Rs.) Figures as at 31.03.2011
Audit fee	1,685.00	1,655.00
Advertisement	9,315.00	8,952.00
Bank Charges	-	865.00
CDSL Charges	6,618.00	6,618.00
Corporation Tax	18,139.00	57,136.00
Demat Charges	796.67	597.00
Electricity & Energy charges	1,16,980.00	1,67,891.00
Filing Fees	1,500.00	3,000.00
General Expenses	2,266.00	524.00
Legal & Professional Fee	21,572.00	21,115.00
Listing Fee	11,581.50	11,582.00
Meeting Fees	2,400.00	2,700.00
Profession Tax	2,500.00	2,500.00
Rates & Taxes	1,900.00	1,950.00
Repairs & Maintenance	13,346.00	30,643.00
	<u>2,10,599.17</u>	<u>3,17,728.00</u>

NOTE - 14

ADDITIONAL INFORMATION & NOTES ON ACCOUNTS:

A. SIGNIFICANT ACCOUNTING POLICIES :

1. Basis of Preparation

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis and comply in all material aspects with the accounting standards notified under Section 211 (3C), Companies(Accounting Standards) Rules, 2006

2. Revenue Recognition

Revenues from sale of goods are recognized upon passing of title to the customer which generally coincides with delivery. Other income together with related tax credits and expenditure are accounted for on accrual basis.

3. Accounting for Tangible fixed assets

Tangible fixed assets are stated at cost, net of accumulated depreciation and impairment losses, if any. Cost include all expenses incurred to bring the assets to its present location and condition.

4. Companies (Particulars of Employees) Rules, 1975

As required by the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, none of the employees were total remuneration of Rs.5000000/- or more during the year or Rs.500000/- or more per month, where employed for part of the year.

5. Payment to Auditors during the Year

for taxation matters	2,206.00
for audit fee	1,685.00
for other services	3,090.00

6. Others

a. The figures of the previous year has been rearranged and regrouped where ever necessary.

For N. K. JAIN & CO.
Chartered Accountants
(Firm Regn. No. 304078E)

N. K. Jain
Proprietor



FOR & ON BEHALF OF BOARD

[Signature]
[Signature]
DIRECTOR

Place: Kolkata
Date: 17.08.2012

KHL PROPERTIES LIMITED

B. SEGMENT REPORTING :

The Company is engaged primarily in the business of investment in property and is having mainly rent income and accordingly, there are no separate reportable segments as per Accounting Standard- AS 17- 'Segment Reporting'.

C. RELATED PARTY DISCLOSURES :

Related Parties

a) Subsidiary	NIL	
b) Key Management Personnel :	Sri Ram Bilas Agarwal	Director
	Sri Jag Mohan Bagla	Director
	Sri Dronesh Singhania	Director

The Disclosure of related party transactions during the year and balances as on 31st March, 2012

Nature of Transactions	Subsidiaries	Key Management Personnel	Relatives of Key management Personnel	Total
Directors Fees	-	2,400.00	-	2,400.00
Deposits-	-	-	-	-
Balance at the end of the year	-	-	-	-

D. Deferred Tax Assets/Liabilities

In accordance with the Accounting Standard (AS 22) on "Accounting for taxes on income" issued by the Institute of Chartered Accountants of India, the company has recognised net deferred tax liability of Rupee NIL. The company do not have any depreciation under the I.T. Act. Hence no provision of Deferred Tax Assets/Liability is required.

E. Earning per share as per Accounting Standard AS-20 :-

	31.03.12	31.03.11
Profit/(Loss) after Taxation as per Profit & Loss A/c	-74,024.17	1,88,011.00
Number of equity shares outstanding	2,40,000	2,40,000
Basic & diluted EPS (In Rs.)	-	0.78
(Face value Rs. 10/- each)		

F. Particulars as per NBFC Directions (as required in terms of paragraph 9BB of Non-Bank Financial Companies Prudential Norm (Reserve Bank) Direction's, 1998)

PARTICULARS:

(Rs. in Lakhs)

LIABILITY SIDE

	Amount Outstanding	Amount Overdue	
(i) Loans and advances availed by the NBFC's inclusive of interest accrued thereon but not paid :			-
(a) Debentures :			
Secured	-	-	
Unsecured	-	-	
(Other than falling within the meaning of public deposits)			
(b) Deferred Credits	-	-	
(c) Terms Loans	-	-	
(d) Intercompany Loans and borrowings	-	-	
(e) Commercial Papers	-	-	
(f) Public Deposits	-	-	
(g) Other Loans (Specify nature)	-	-	
(i) Cash Credit			
(ii) Unsecured Loan	0.85	0.85	
(ii) Break-up (i)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid :	-	-	

ASSETS SIDE

(iii) Break-up of Loans and advances including bills receivables (Other than those inclu	Amount Outstanding	
(a) Secured	-	
(b) Unsecured	-	
(iv) Break-up of Leased Assets and Stock on hire and hypothecation loans counting towards EL/HP activities :	-	

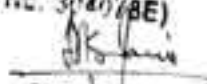


KHL PROPERTIES LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

Pursuant to Clause 32 of Listing Agreement(s) (As Amended)

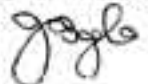
	<u>Rupees</u> 3/31/2012	<u>Rupees</u> 3/31/2011
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax & Extraordinary Items	(69,677)	2,35,515
Add : Adjustment for Depreciation	11,805	11,197
Less: Dividend	(4,940)	(5,550)
Operating Profit before Working Capital Changes	(62,812)	2,41,162
Provision for Tax	-	(43,000)
Direct Tax	-	-
Increase in Fixed Assets	-	(49,725)
Increase in Non-Current Assets(Advances)	(1,500)	-
Decrease in Current Assets	-	17,697
Decrease in Current Liabilities	53,751	(1,45,730)
Income Tax On Asst.	(4,347)	(4,504)
CASH GENERATED FROM OPERATION	(14,908)	15,900
B. CASH FLOW FROM INVESTMENT ACTIVITIES		
Dividend Received	4,940	5,550
C. CASH FLOW FROM FINANCING ACTIVITIES		
TOTAL CASH FLOW	(9,968)	21,450
D. NET INCREASE IN CASH & CASH EQUIVALENTS		
Cash & Cash Equivalents as on March, 31st	51,288	61,256
Less: Cash & Cash Equivalents as on April, 1st	(61,256)	(39,806)
	(9,968)	21,450

For N. K. JAIN & CO.
Chartered Accountants
(Firm Regn. No. 308078E)

Proprietor

Place: Kolkata
Date: 17.08.2012



FOR AND ON BEHALF OF THE BOARD:



DIRECTOR