

**32nd
ANNUAL REPORT
2013 - 2014**

PH TRADING LTD.

PH TRADING LTD.

BOARD OF DIRECTORS

MR. P. HIMATSINGKA
MR. A. JHANWAR
MR. R. JHANWAR
MR. AVISHEK HIMATSINGKA
MR. AMAR CHAND AGARWAL

AUDITORS

M/S. SALARPURIA & PARTNERS (Statutory Auditors)
7, CHITTARANJAN AVENUE
KOLKATA-700 072

M. B. AGARWAL & CO. (Branch Auditors)
204, MHATRE PEN BLDG. SENAPATI BAPAT MARG
DADAR (WEST), MUMBAI-400028

M/S. KATARUKA & CO. (Internal Auditors)
P-44, RABINDRA SARANI, KOLKATA-700001

BANKERS

ICICI BANK LIMITED. - KOLKATA
ORIENTAL BANK OF COMMERCE, KOLKATA
ORIENTAL BANK OF COMMERCE, MUMBAI

REGISTERED OFFICE :

PODDAR POINT
'B' BLOCK, 10TH FLOOR
113, PARK STREET
KOLKATA-700 016

PH TRADING LTD.

NOTICE

Notice is hereby given that the Thirty Second Annual General Meeting of PH Trading Limited will be held at its Regd. Office at 'Poddar Point' 113, Park Street, 10th floor, B-Block, Kolkata-700 016, on Thursday, the 21st August, 2014, at 3.30 p.m. to transact the following Business :-

ORDINARY BUSINESS

- 1) To consider and adopt the Auditors & Directors report as well as audited Balance Sheet and Profit & Loss Account of Company for the year ended 31st March, 2014.
- 2) To declare dividend.
- 3) To appoint director in place of Mr. Rajendra Prasad Jhanwar who retires by rotation & being eligible offer himself for a re-appointment.
- 4) To appoint auditors to hold office from the conclusion of this meeting until the conclusion of next annual general meeting and fix their remuneration.

Regd. Office :
Poddar Point, 10th Floor, 'B' Block
113, Park Street, Kolkata-700 016
Date : The 30th of May 2014

By order of the Board
Prakash Himatsingka
Director

PH TRADING LTD.

NOTES :-

1. A member entitled to attend & vote at the above meeting is entitled to appoint one or more proxies to attend and vote instead of himself and the proxy need not to be a member of the Company. Proxies, in order to be effective, must reach the Registered office of the Company at least 48 hours before the meeting.
2. The Registers of members & transfer book of the Company will remain closed from 14/08/14 to 21/08/14 (both days inclusive).
3. Members are requested to notify any change in address immediately to the Companies registered office.
4. As per the provisions of the Company Act, 1956 (as amended), the facility for making nomination is now available to individuals holding shares in the Company. Those who desires to avail this facility may send their request for nomination in the prescribed form 2B duly filled in and signed to the Company's registered office.
5. (a) As per provisions of Section 124 of the Companies Act, 2013, the Company has already transferred to the General Revenue Account of the Central Government the amount of all unclaimed dividends declared upto and including the financial year ended 31st March, 2006. Hence to claim dividend upto the said period, the members are advised to approach the Registrar of Companies, West Bengal 234/4, Acharya Jagadish Chandra Bose Road, Kolkata-700 020.
(b) According to provisions of Section 125 and other applicable provisions of the Companies Act, 2013, dividend, for the financial year ended 31st March, 2007, and thereafter, which remain unpaid or unclaimed for a period of 7 years will be transferred to the investor Education and Protection Fund established by the Central Government. Members who have not encashed the dividend warrant (s) for the financial year ended 31st March, 2007 or any subsequent financial years are requested to make claim to the share department of the Company. It may also be noted that once the unclaimed dividend is transferred to the Fund, as above, no claims shall lie in respect of such dividend.
6. The Dividend on Equity Shares as recommended for the year ended 31st March, 2014, if approved at this meeting will be payable on or after 21st August, 2014 to those members whose names appear on the Register of members of the Company as on 21st August, 2014.

Place : Kolkata
Dated : The 30th day of May, 2014

By order of the Board
PRAKASH HIMATSINGKA
Director

PH TRADING LTD.

DIRECTOR'S REPORT

To
The Members,
Your Directors have pleasure in placing before you the 32nd Annual Report of the Company together with the audited statement of account for the year ended March 31, 2014.

FINANCIAL RESULTS :

Profit during the year		Rs. 18,40,333
Add : Previous year balance		Rs. <u>21,923,614</u>
		Rs. 23,763,947
Less : Provision for taxation	Rs. 7,00,000	
Deffered Tax	Rs. 22,318	
Proposed dividend	Rs. <u>4,80,000</u>	
Dividend Tax	Rs. 81,552	
		Rs. <u>1,283,870</u>
Balance transferred to Balance Sheet		Rs. <u>22,480,077</u>

DIVIDEND :

Your Directors are pleased to recommend a dividend @ Re. 1 per fully paid up equity shares of Rs. 10/- each for the year ended 31st March, 2014

DIRECTORS :

Sri Rajendra Pd. Jhanwar, Director of the Company retire by rotation but being eligible offers himself for re-appointment. Directors Responsibility statement pursuant to section 217 (2AA) of the Companies Act, 1956.

The Directors hereby confirm.

- That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure.
- That the directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- That the directors had prepared the annual accounts on a going concern basis.

AUDITORS :

M/s. Selerpuria & Partners, Chartered Accountants of 7, Chhatarjan Avenue, Kolkata-72, the auditors of the Company and M/s M. B. Agarwal & Co. chartered Accountants of 204, Mhatre Pen Building Senapati Bapat Marg, Mumbai-28 branch auditors M/s Kataruka & Co, Chartered Accountants of P-44, Rabindra Sarani, Kolkata-1, internal Auditors retire and are eligible and agreeable for reappointment.

DEPOSITS :

The Company has never accepted any deposit and as such absolves itself of any compliance in this behalf.

PERSONNEL :

There was no employee receiving remuneration according to section 217(2A) of the Companies Act and hence no statement has been given.

Information under section 217(1)E of the Companies Act., 1956.

Your Company has no activity relating to conservation of energy and Technology absorption. The Company does not have any foreign exchange earnings but company start the import of chemicals and w.e.f.01-04-2012 company purchased a proprietorship concern M/s. K. Kumar & Co. through slump sale basis. The board clarified about the qualification of the auditor that the company has granted loan on higher interest and on temporary basis and recover the amount shortly.

113, Park Street
10th Floor, Kolkata-700 016
Dated : Friday, the 30th May, 2014

By order of the Board

P. HIMATSINGKA
AVISHEK HIMATSINGKA

Directors

PH TRADING LTD.

INDEPENDENT AUDITOR'S REPORT:
TO THE MEMBERS OF PH TRADING LIMITED:

Report on the Financial Statements

We have audited the accompanying financial statements of PH TRADING LIMITED, which comprise the Balance Sheet as at 31st March 2014, and the Statement of Profit and Loss and Cash Flow Statement 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, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. 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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.

Basis of qualified opinion

- a) The company has granted unsecured loan to one of the company whose two directors of the company are interested. However, the company has charged interest more than rate prescribed as bank rate by RBI and it is informed to us that the refund of loan is being made (Refer Note 26(12)(F)).

Qualified opinion

In our opinion and to the best of our information and according to the explanations given to us, except for possible effect of the matters stated in para (a) above, 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:

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

PH TRADING LTD.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2003, 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 Sec 227(3) of the Act, we report that:
 - (i) 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;
 - (ii) The report on the accounts of the branch offices audited under section 228 by a person other than the company's auditor has been forwarded to us as required by clause (c) of sub-section (3) of section 228 and have been dealt with in preparing our report in the manner considered necessary by us.
 - (iii) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement comply with the Accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (v) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

7, Chittaranjan Avenue
Kolkata-700 072
The 30th day of May, 2014

FOR SALARPURIA & PARTNERS
Chartered Accountants
SARVESH KUMAR SINGH
MEMBERSHIP NO. : 069367
Partner
ICAI Reg. No. 302113E

PH TRADING LTD.

ANNEXURE TO THE AUDITOR'S REPORT

1. (a) The Company has generally maintained proper records showing particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, in a phased verification programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) As explained to us, the Company has not disposed off any substantial part of its fixed assets so as to affect its Going Concern.
2. (a) As explained to us, inventories have been physically verified during the year at reasonable intervals by the management.
- (b) The procedures explained to us, which are followed by the management for physical verification of inventories are in our opinion reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) On the basis of our examination of the inventory records of the Company, we are of the opinion that the Company is maintaining proper records of its inventory. Discrepancies, which were noticed on physical verification of inventory as compared to book records, have been properly dealt with in the books of account. However, it is not material in nature.
3. (a) The Company has granted unsecured loan to one Company, covered in the register maintained U/s.301 of the Company Act 1956, the maximum balance outstanding at any time during the year and closing balance of such loan as on 31.03.2014 were Rs.5035137 and 5035137 respectively.
- (b) In our opinion, the rates of interest and terms and conditions on which loan have been given to the company listed in Register maintained U/s. 301 of the Companies Act 1956 are not prima facie prejudicial to the interest of the company.
- (c) The refund of principal amount of the loan and interest thereon as per the terms and conditions.
- (d) There was no overdue amount of more than Rs. 1 Lakhs in respect of the above loan granted by the Company.
- (e) The company has taken unsecured loans from Companies or Other Parties covered under the register maintained under Section 301 of the Act, viz.

Name of the Party	Closing Balance as at 31.03.2014 Rs.	Maximum Balance Outstanding during the year Rs.
Abhishek Chemicals Pvt. Ltd.	15,706,538	15,891,500
Abhishek Himatsingka	2,679,990	2,679,990
Himatsingka Chemicals Pvt. Ltd.	3,991,610	16,611,622
Prakash Himatsingka	13,879,316	13,879,316
Swan Silverwares Pvt. Ltd.	4,272,999	11,201,682
Variable Plaza Pvt. Ltd.	11,758,401	18,663,300
AH Chemicals Pvt. Ltd.	292,541	3,000,000
Welcome Suppliers Pvt. Ltd.	7,558,703	9,787,000
Jamuna Commodities Pvt. Ltd.	11,524,117	13,589,797
Davesh Developers Pvt. Ltd.	0	494,092
Devashree Himatsingka	0	4,925
Vikram Himatsingka (HUF)	0	15,463
Binayak Prasad Prakash Chandra	0	14,866
Nirmal Himatsingka Rice & Saw Mills	0	4,520
Avisek Himatsingka (HUF)	0	6,201

- (f) In our opinion, the rates of interest and terms and conditions on which loan have been taken are not prima facie prejudicial to the interest of the company.
- (g) The Company is regular in the payment of principal and interest as stipulated and there are no overdue amounts of loans taken from parties listed in the registers maintained under section 301 of the Companies Act 1956.
4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control system 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 and services. During the course of our previous assessment, no weakness in internal control system had come to our notice.

PH TRADING LTD.

5. (a) On the basis of the audit procedures performed by us and according to the information, explanations and representations given to us, we are of the opinion that the particulars of contracts or arrangements which were required to be entered in the register maintained under Section 301 of the Said Act, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at that time.
6. According to the information and explanations given to us, the Company has not accepted any deposits from public.
7. On the basis of the internal audit Reports broadly reviewed by us, we are of the opinion that, the coverage of internal audit functions carried out by firms of Chartered Accountants appointed by the management is commensurate with the size of the Company and the nature of its business.
8. The clause (vii) of paragraphs 4 of order is not applicable in respect of cost records.
9. (a) The Company is regular in depositing undisputed statutory dues including Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and any other statutory dues, except slight delay noticed in payment of service tax liability.
- (b) No undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31.03.2014 for a period of more than six months.
- (c) According to the information and explanation given to us, there are no dues of Income Tax, Sales Tax, wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited on account of any dispute.
10. The company does not have accumulated losses at the end of the financial year. The company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.
11. On the basis of records examined by us and the information and explanations given to us, the Company has not defaulted in repayment of dues to Banks or to a Financial Institution.
12. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities and hence, the question of maintenance of adequate documents and records does not arise.
13. The company is not Chit Fund, Nidhi / Mutual Benefit Fund or Societies. Therefore, the provisions of Clause (xiii) of Paragraph 4 of the order are not applicable to the company.
14. The company is dealing in shares, securities, debentures and other investments and proper records have been maintained of the transactions and timely entries have been made therein and the company in its own name has held such shares, securities debentures and other investments but certain shares held as stock in trade subject to physical verification.
15. As per management, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The company has not taken any term loan, so the question about its applicability for the required purpose does not arise.
17. There are no funds raised on Short Term basis that have been used for Long Term investment.
18. No Share issues have been made during the year, so there could not have been any preferential allotment of shares to parties covered in the register maintained u/s. 301 of the Act.
19. The company did not have any outstanding Debentures during the Year.
20. No Public issues were made in this period, so end use of money utilization relating to the same does not arise.
21. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the Informations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

7, Chhatranjan Avenue,
Kolkata - 700 072
The 30th day of May, 2014

FOR SALARPURIA & PARTNERS
Chartered Accountants
SARVESH KUMAR SINGH
MEMBERSHIP NO. : 069367
Partner
ICAI Reg. No. 302113E

PH TRADING LTD.

BALANCE SHEET AS AT 31ST MARCH, 2014

PARTICULARS	NOTES	AS AT 31.03.2014 Rs.	AS AT 31.03.2013 Rs.
I. EQUITY AND LIABILITIES :			
1. Shareholder's Funds :			
a) Share Capital	1	4,800,000	4,800,000
b) Reserves & Surplus	2	<u>22,480,077</u>	<u>21,923,614</u>
Sub-Total Shareholders' Funds		<u>27,280,077</u>	<u>26,723,614</u>
2. Non-Current Liabilities :			
a) Long Term Borrowings	3	—	138,135
b) Long Term Provisions	4	<u>209,611</u>	<u>209,611</u>
Sub-Total Non-Current Liabilities		<u>209,611</u>	<u>347,746</u>
3. Current Liabilities :			
a) Short Term Borrowings	5	121,988,992	117,315,214
b) Trade Payables	6	56,064,431	23,086,505
c) Other Current Liabilities	7	2,448,215	2,433,664
d) Short-Term Provisions	8	<u>14,916,408</u>	<u>14,216,408</u>
Sub-Total Current Liabilities		<u>195,398,046</u>	<u>157,051,791</u>
Total		<u>222,887,734</u>	<u>184,123,151</u>
II. ASSETS :			
1. Non-Current Assets :			
a) Fixed Assets			
Tangible Assets	9	4,517,344	2,391,837
b) Non-Current Investments	10	48,298	48,298
c) Deferred Tax Assets (Net)	11	<u>45,370</u>	<u>76,690</u>
d) Long Term Loans and Advances	12	<u>4,365,385</u>	<u>7,071,785</u>
Sub-Total Non-Current Assets		<u>8,976,397</u>	<u>9,579,610</u>
2. Current Assets :			
a) Inventories	13	4,875,769	6,144,261
b) Trade Receivables	14	154,802,852	143,287,116
c) Cash and Bank Balances	15	11,642,137	3,412,281
d) Short-Term Loans and Advances	16	42,389,526	21,383,324
e) Other Current Asset	17	<u>201,053</u>	<u>316,559</u>
Total		<u>213,911,337</u>	<u>174,543,541</u>
Sub-Total Non-Current Assets		<u>222,887,734</u>	<u>184,123,151</u>

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

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Notes attached there to form an integral part of Balance Sheet
As per our report of even date attached.

FOR SALARPURIA & PARTNERS

Chartered Accountants

SARVESH KUMAR SINGH

MEMBERSHIP NO. : 069367

Partner

7, Chittaranjan Avenue, Kolkata-700 072

The 30th day of May, 2014

P. HIMATSingKA

AVISHEK HIMATSingKA

Directors

PH TRADING LTD.

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

PARTICULARS	NOTES	For the	For the
		Year Ended 31.03.2014 Rs.	Year Ended 31.03.2013 Rs.
I. Revenue from operations	18	595,870,617	812,638,828
II. Other Income	19	<u>2,292,026</u>	<u>1,102,279</u>
III. Total Revenue (I + II)		<u>598,162,643</u>	<u>813,740,907</u>
IV. Expenses :			
Purchase of Stock-in-Trade	20	563,899,590	768,027,837
Changes in inventories of Stock-in-Trade	21	(2,738,159)	(1,923,095)
Employee Benefits Expense	22	1,752,992	1,785,668
Finance Costs	23	10,891,385	16,414,900
Depreciation and amortization expense	24	589,677	409,729
Other expenses	25	21,926,825	25,274,069
Total Expenses		<u>596,322,310</u>	<u>809,988,106</u>
V. Profit /(Loss) before Adjustments & Tax	(III-IV)	<u>1,840,333</u>	<u>3,751,801</u>
VI. Prior Period Adjustment		---	<u>(6,510.00)</u>
VII. Profit /(Loss) before Tax (V-VI)		<u>1,840,333</u>	<u>3,745,291</u>
VII. Tax expense :			
1) Current Tax		700,000	1,200,000
2) Deferred tax		<u>22,318</u>	<u>(28,660)</u>
IX. Profit /(Loss) after Tax	(VII-VIII)	<u>1,118,015</u>	<u>2,573,851</u>
X. Earning per equity share - Basic / Diluted	26(5)	2.33	5.36

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS 26

Notes attached there to form an integral part of Statement of Profit & Loss.

As per our report of even date attached.

FOR SALARPURIA & PARTNERS

Chartered Accountants
SARVESH KUMAR SINGH
MEMBERSHIP NO. : 069367
Partner

P. HIMATSINGKA | Directors
AVISHEK HIMATSINGKA

7, Chittaranjan Avenue, Kolkata-700 072
The 30th day of May, 2014

PH TRADING LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2014

PARTICULARS	ASAT 31.03.2014 Rs.	ASAT 31.03.2013 Rs.
A. Cash Flow from Operating Activities :		
Net Profit / (Loss) before tax	1,840,333	3,745,291
Adjustments for		
Depreciation	589,677	409,729
Loss/ (Profit) on Sale of Assets (Net)	—	(398,945)
Interest paid	10,891,385	16,414,900
Dividend received	(578)	(580)
Loss/ (Profit) on Sale of Shares (Net)	—	—
Interest Received	(1,555,642)	(374,514)
Operating Profit before Working Capital Changes	11,765,175	19,795,881
Movements in Working Capital		
Increase / (Decrease) in trade Payables	32,977,926	8,081,845
Increase / (Decrease) in Other Current Liabilities	207,740	(35,560)
Increase / (Decrease) in Inventories	1,268,492	(5,929,746)
Increase / (Decrease) in Trade Receivables	(11,515,736)	14,161,291
Increase / (Decrease) in Short Term Loans & Advances:	(10,894,868)	(6,891,379)
Increase / (Decrease) in Long Term Loans & Advances:	75,280	24,514
Increase / (Decrease) in Long Term Provisions	—	(24,858)
Increase / (Decrease) in Short Term Provisions	—	3,684
Increase / (Decrease) in Other Current Assets	115,506	(316,559)
Increase / (Decrease) in Other Non Current Assets	—	4,157,074
Cash generated from operations/ (used in) Operations	14,899,515	33,026,187
Direct Taxes	(1,111,333)	(1,004,264)
Cash Flow before Extraordinary items	13,888,182	31,931,923
Extraordinary items	—	—
Net Cash from Operating Activities	13,888,182	31,931,923
B. CASH FLOW INVESTING ACTIVITIES :		
Sale of Assets	—	50,000
Dividend Received	578	580
Interest Received	1,555,642	374,514
Purchase of Assets	(84,063)	(2,680,653)
Net Cash from investing activities	1,472,157	(2,255,559)

PH TRADING LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2014

	AS AT 31.03.2014 Rs	AS AT 31.03.2013 Rs
C. Cash Flow from Financing Activities:		
Interest Paid	(10,891,385)	(16,414,900)
Proposed Dividend	(561,352)	(561,552)
Proceeds/ (Repayment) of Long term Borrowings	(331,524)	(331,524)
Proceeds/ (Repayment) of Short term Borrowings	4,853,778	(13,479,219)
Net Cash from Financing Activities	(7,130,483)	(30,787,195)
Net (Decrease)/Increase in Cash and Cash Equivalents (A+B+C)	8,229,856	(1,110,830)
Cash and Cash Equivalents as at 01.04.2013	3,412,281	4,523,111
Cash and Cash Equivalents as at 31.03.2014	11,642,137	3,412,281
	8,229,856	3,412,281

Details of Cash & cash equivalents at the year end.

Cash & Cash Equivalents :

Balance with Bank

Current Account	6,062,713	1,713,736
Fixed Deposit Account (Pledged with bank against bank guarantee)	5,476,616	1,436,303
Unpaid Dividend Account	3,705	3,470
Cheque-on-Hand	---	170,434
Cash-on-Hand	99,103	88,338
Total	11,642,137	3,412,281

Note :

- (a) Previous year's figures have been reworked / recasted wherever necessary.
- (b) The above cash flow has been prepared under "Indirect Method" as prescribed under Accounting Standard 3 notified in Companies (Accounting Standards) Rules, 2006
- (c) Cash & Cash Equivalents as of March 31, 2014 and March 31, 2013 include restricted Cash & Bank balances. The restrictions are primarily on account of Bank balances held as margin money against letter of credit.

FOR SALARPURIA & PARTNERS

Chartered Accountants

SARVESH KUMAR SINGH

MEMBERSHIP NO. : 099367

Partner

7, Chittaranjan Avenue, Kolkata-700 072

The 30th day of May, 2014

P. HIMATSINGKA

AVISHEK HIMATSINGKA

Directors

PH TRADING LTD.

NOTES TO ACCOUNTS

Note : 1 Share Capital

Sr. No.	Particulars	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.
1.	<u>Authorised Capital :</u> 500,000 (P.Y.500,000) Equity Shares of Rs. 10/- each	<u>5,000,000</u> <u>5,000,000</u>	<u>5,000,000</u> <u>5,000,000</u>
2.	<u>Issued Subscribed & Paid-up :</u> 480,000 (P.Y.480,000) Equity Shares of Rs. 10/- each fully paid up	<u>4,800,000</u> <u>4,800,000</u>	<u>4,800,000</u> <u>4,800,000</u>
	Total	<u>4,800,000</u>	<u>4,800,000</u>

a) There has been no change/movements in number of shares outstanding at the beginning and at the end of the reporting period.

b) **Terms / rights attached to Equity Shares**

The Company has only one class of Equity Shares having a per value of Rs. 10/- per share. Each holder of Equity shares is entitled to one vote per share and equal right for dividend. The dividend proposed by the board of Directors is subject to the approval of Shareholders in the ensuing Annual General Meeting, except in case of Interim dividend. In the event of Liquidation, the equity shareholders are eligible to receive the remaining assets of the company after payment of all preferential amounts, in proportion of their shareholding.

c) The company does not have any Holding Company, ultimate Holding Company or Subsidiary Company.

d) **Details of Shareholder holding more than 5% in the Company.**

Particulars	As at 31.03.2014		As at 31.03.2013	
	No. of Shares held	Percentage of holding in the class	No. of Shares held	Percentage of holding in the class
<u>Equity Shares of Rs. 10/- each</u>				
Prakash Himatsingka	45,810	9.54%	45,810	9.54%
Madhuri Himatsingka	47,600	9.92%	47,618	9.92%
Vikram Himatsingka	46,000	9.58%	47,000	9.79%
Aditi Himatsingka	49,710	10.36%	69,710	14.52%
Abhishek Himatsingka	49,650	10.34%	49,650	10.34%
Anuradha Himatsingka	28,580	5.95%	27,580	5.75%

PH TRADING LTD.

Note : 2 RESERVES & SURPLUS

Sr. No.	Particulars	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.
	Surplus / (Deficit) in the Statement of Profit & Loss		
	Balance as per last financial statements	21,823,614	19,911,316
	Profit / (loss) for the year	<u>1,118,015</u>	<u>2,573,851</u>
		<u>23,041,629</u>	<u>22,485,166</u>
	Deductions for the year -		
	Proposed dividend	480,000	480,000
	Tax on Dividend	<u>81,552</u>	<u>81,552</u>
		<u>561,552</u>	<u>561,552</u>
	Closing Balance	<u>22,480,077</u>	<u>21,923,614</u>

Note : 3 LONG TERM BORROWINGS

Sr. No.	Particulars	As at 31-03-2014	As at 31-03-2013
	Vehicle loan-(Hypothecated against Motor Car).	138,135	469,659
	Less : Current Accruals of a Long Term Borrowings transferred to Other Current Liabilities (Refer Note - 7)	<u>138,135</u>	<u>331,524</u>
	Total	<u>—</u>	<u>138,135</u>

The details of Car loan is as follows -

Payable within 1 year	138,135	331,524
Payable after 1 year but before the end of 2nd year	<u>—</u>	<u>138,135</u>
Total	<u>138,135</u>	<u>469,659</u>

Note : 4 LONG TERM PROVISIONS

Provision for Employment Benefit (Gratuity)	<u>209,611</u>	<u>209,611</u>
Total	<u>209,611</u>	<u>209,611</u>

PH TRADING LTD.

Note : 5 SHORT TERM BORROWINGS

Sr. No.	Particulars	As at 31-03-2014	As at 31-03-2013
	Secured :		
	<u>Loan from Bank (Cash Credit) :</u>		
	(Repayable on demand)	37,043,701	20,858,240
	Unsecured :		
	Loans & Advances From Related Parties		
	(Repayable on demand)		
	- From Directors	16,559,305	13,189,600
	- From Others (Refer note 5(i))	55,104,879	46,715,006
	Loans from Bodies Corporates	13,261,107	36,552,368
	Total	121,968,992	117,315,214

Security Clause:

Primary Security-

Hypothecation of stock of goods situated at present and future premises of the company and other movables including book debts, bills and receivables, both present and future.

Collateral Security-

Exclusive hypothecation of office space at 113, Park Street, Unit No. 4 on 10th Floor, "Poddar Point", Kolkata 700 016.

Exclusive hypothecation of Residential Flat No. 3E, 3rd Floor, Block 'A' at 238, N S C Bose Road, Kolkata 700 040 having super built up area of 984 sq. ft.

Exclusive hypothecation of office space No. 402-B, on 4th Floor situated at Plot No. D-7, Bearing City Survey No. 834 of Oishwara held in the name of Welcome Suppliers Pvt. Ltd.

Personnel Guarantee-

The loan has been guaranteed by the personal guarantee of four directors of the company and a body corporate.

PH TRADING LTD.

5(i) NAME OF RELATED PARTIES		OUTSTANDING	
Sr. No.	Particulars	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.
Directors:			
	Abhishek Himatsingka	2,679,990	1,535,403
	Prakash Himatsingka	13,879,315	11,654,197
	Others :	78,559,305	73,189,600
	Abhishek Chemicals Pvt. Ltd. (Non Banking Financial Company)	15,706,538	2,195,048
	Himatsingka Chemicals Pvt. Ltd.	3,991,610	3,957,322
	Swan Silverwares Pvt. Ltd.(Non Banking Financial Company)	4,272,969	8,276,682
	Variable Plaza Pvt. Ltd.(Non Banking Financial Company)	11,758,401	8,161,871
	AH Chemicals Pvt. Ltd.	292,541	2,360,764
	Welcome Suppliers Pvt. Ltd.	7,658,703	7,668,964
	Jamuna Commodities Pvt. Ltd.	11,524,117	13,585,402
	Davesh Developers Pvt. Ltd.	---	462,946
	Devashree Himatsingka	---	4,925
	Vikram Himatsingka (HUF)	---	15,493
	Binayak Prasad Prakash Chandra (HUF)	---	14,868
	Nirmal Himatsingka Rice & Saw Mill	---	4,520
	Avishek Himatsingka (HUF)	---	6,201
		55,104,879	46,715,006
	GRAND TOTAL	71,664,184	59,904,606

Note : 6 TRADE PAYABLE

Sundry Creditors for Goods and services	56,064,431	23,086,505
Total	<u>56,064,431</u>	<u>23,086,505</u>

The company has not received information from vendors regarding the status under the Micro, Small & Medium Enterprises Development Act, 2006 and hence no disclosures thereof for Outstandings are made in this account.

Note : 7 OTHER CURRENT LIABILITIES

Unpaid / Unclaimed Dividend	3,670	3,470
Statutory Dues	1,220,823	1,368,000
Advances Received from Customers	1,021,337	729,710
Security Deposit	63,000	---
Others	1,250	---
Current Accruals of a Long Term Borrowings transferred from Long Term Borrowing (Refer Note 3)	138,135	331,524
Total	<u>2,448,215</u>	<u>2,433,664</u>

Note : 8 SHORT TERM PROVISIONS

Provision for Income Tax	14,354,856	13,654,856
Proposed Dividend	480,000	480,000
Tax on proposed dividend	81,552	81,552
Total	<u>14,916,408</u>	<u>14,216,408</u>

PH TRADING LTD.

Note.: 9 FIXED ASSETS

Sr. No.	Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
		Value as at 01.04.13	Addition during the year	Deduction during the year	Value as at 31.03.14	Value as at 01.04.13	Addition during the year	Deduction during the year	Value as at 31.03.14	WDV As On 31.03.14	WDV As On 31.03.13	Value as at 31.03.14	WDV As On 31.03.14	WDV As On 31.03.13
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
1.	Building	1,496,107	—	—	1,496,107	370,040	56,303	—	426,343	1,069,764	1,126,067	—	—	
2.	Building(Goodwill)	—	2,631,120	—	2,631,120	—	263,112	—	263,112	2,368,008	—	—	—	
3.	Office Premises	839,456	—	—	839,456	650,172	9,466	—	659,638	179,858	189,324	—	—	
4.	Computers	946,119	84,063	—	1,030,182	905,234	24,226	—	929,460	100,722	40,885	—	—	
5.	Fax Machine	204,222	—	—	204,222	131,997	10,047	—	142,044	62,178	72,225	—	—	
6.	Television	27,690	—	—	27,690	23,683	557	—	24,241	3,449	4,007	—	—	
7.	Motor Cycle	138,622	—	—	138,622	62,484	19,790	—	81,974	56,648	76,438	—	—	
8.	Mobile Phone	60,845	—	—	60,845	32,679	3,918	—	36,597	24,246	28,166	—	—	
9.	Generator	48,000	—	—	48,000	25,301	3,157	—	28,458	19,542	22,699	—	—	
10.	Furniture & Fixtures	368,592	—	—	368,592	366,378	2,211	—	368,589	10,003	12,214	—	—	
11.	Motor Car	1,060,796	—	—	1,060,796	369,179	179,059	—	354,237	512,559	601,617	—	—	
12.	Office Equipment	203,282	—	—	203,282	167,971	4,911	—	172,882	30,400	35,311	—	—	
13.	Fire Extinguisher	20,033	—	—	20,033	710	2688	—	3,398	16,635	19,323	—	—	
14.	Air Conditioner	239,300	—	—	239,300	165,738	10,232	—	175,970	63,300	73,562	—	—	
Total		5,693,104	2,715,183	—	8,398,287	3,291,266	589,677	—	3,880,943	4,517,344	2,391,837	—	—	
Previous year		5,896,944	49,533	253,373	5,993,104	3,032,866	409,729	151,318	3,291,267	2,391,837	—	—	—	

PH TRADING LTD.

Note : 10 NON CURRENT INVESTMENT

Sr. No.	Particulars	As at 31-03-2014 Rs.	As at 31-03-2013 Rs.
	Non Trade		
	Investments in Equity Shares		
	QUOTED :		
	356 (356) equity shares of United Diamond Ltd. of Rs. 10/- each	5,938	5,938
	50 (50) equity shares of Unique Mfg. & Mkt. Ltd. of Rs. 10/- each	160	160
	UNQUOTED :		
	1500 (1500) equity shares of P. C. Properties Ltd. of Rs. 10/- each	15,000	15,000
	Investments in Debentures		
	1500 (1500) debentures of Agio Paper & Industries Ltd. of Rs. 10/- each	27,200	27,200
	Total	<u>48,298</u>	<u>48,298</u>
	Aggregate amount of Quoted Investment		
	- Cost	6,098	6,098
	-Market Value	N.A.	N.A.

Note :- In absence of Market Quotation no market value mentioned.

Note : 11 DEFERRED TAX ASSETS (NET)

Deferred Tax Assets (Net)	45,370	67,690
Total	<u>45,370</u>	<u>67,690</u>

Note : 12 LONG TERM LOANS AND ADVANCES

Unsecured, Considered Good :		
Advance against land	4,155,000	4,155,000
Security Deposit	210,385	285,865
Advance against Godown	---	2,631,120
Total	<u>4,365,385</u>	<u>7,071,785</u>

Note : 13 INVENTORIES

Stock of Chemicals	4,827,779	2,089,620
Stock of Chemicals(In transit)	—	4,006,651
Shares	47,990	47,990
Total	<u>4,875,769</u>	<u>6,144,261</u>

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Note : 14 TRADE RECEIVABLES

Sr. No.	Particulars	As at 31-03-2014 Rs.	31-03
	Outstanding for a period exceeding six months from due date <u>Unsecured, Considered Good :</u>	20,458,658	23,910
	Others <u>Unsecured, Considered Good :</u>	134,344,194	119,376
	Total	<u>154,802,852</u>	<u>143,287</u>

Note : 15 CASH & BANK BALANCES

Cash & Cash Equivalents :			
Bank Balance			
	On Current Account	6,062,713	1,713,7
	Unpaid Dividend Account	3,705	3,4
	Cheques on Hand	—	170,4
	Cash-on-Hand	99,103	88,3
	Other Bank Balances		
	Fixed Deposits		
	Total	<u>5,476,616</u>	<u>1,436,3</u>
		<u>11,642,137</u>	<u>3,412,2</u>

Note : Fixed Deposit of Rs. 5,476,616 pledged against letter of credit.

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Note : 16 SHORT TERMS LOANS AND ADVANCES

Sr. No.	Particulars	As at	As at
		31-03-2014 Rs.	31-03-2013 Rs.
	Advance Tax	14,864,620	13,753,288
	VAT Refundable	123,672	123,672
	Customs Duty Refundable	478,373	223,473
	Advances recoverable in cash or kind		
	<u>Unsecured, Considered Good :</u>		
	Advance To Suppliers	4,123,018	6,952,775
	Prepaid Expenses	35,927	49,785
	Security Deposit	223,265	223,265
	Loan to Amjey Chem. Trade (P) Ltd. (Related Party) [Refer Note No.26(12 F)]	5,035,137	---
	Loan to Others (Bodias Corporate)	17,500,000	---
	Other Advances	5,514	57,088
	Total	42,389,526	21,383,324

Other advances include interest payable on car loan Rs. 33,264/-.

Note : 17 OTHER CURRENT ASSETS

Provision For discount Receivable	---	274,338
Office Rent Receivable	18,900	18,000
Others	182,153	24,221
Total	201,053	316,559

Note : 18 REVENUE FROM OPERATION

	For the	For the
	Year Ended 31.03.2014 Rs.	Year Ended 31.03.2013 Rs.
Sale of traded Goods (Chemicals & Sugar)	574,563,124	770,416,473
Other Operating Revenue	24,307,493	42,222,155
Total	595,870,617	812,638,628

Note : 19 OTHER INCOME

Commission Income	118,816	---
Interest Income	1,555,642	374,514
Sundry Balances written back	69,988	192,240
Rent Received	425,800	136,000
Shortage Claim	35,627	---
Dividend on non current investments	578	580
profit on sale of Fixed Assets	---	398,945
Profit on sale of Commodities	85,575	---
Total	2,292,026	1,102,279

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Note : 20 PURCHASES OF STOCK IN TRADE

Sr. No.	Particulars	For the Year Ended 31-03-2014 Rs.	For the Year Ended 31-03-2013 Rs.
	Purchase of Traded Goods (Chemicals & Sugar)	563,899,590	768,027,83
	Total	<u>563,899,590</u>	<u>768,027,83</u>

Note : 21 CHANGE IN INVENTORIES

Inventories at the beginning of the year			
Shares and Chemicals		2,137,610	214,51
Inventories at the end of the year			
Shares and Chemicals		<u>4,875,769</u>	<u>2,137,61</u>
(Increase) / decrease in stock		<u>(2,738,159)</u>	<u>(1,923,095)</u>
*Excluding stock in transit of Rs. NIL (previous year Rs. 4,006,651/-)			

Note : 22 EMPLOYEE BENEFITS EXPENSE

Salary, Allowances & Gratuity		1,713,925	1,762,717
Staff welfare		39,067	22,945
Total		<u>1,752,992</u>	<u>1,785,662</u>

Note : 23 FINANCE COSTS

Interest to Bank		3,873,557	4,230,087
Interest to others		5,706,378	10,695,365
Bank Gurantee Commision		---	337,670
Interest to Directors		<u>1,311,450</u>	<u>1,151,778</u>
Total		<u>10,891,385</u>	<u>15,414,900</u>
Interest to Directors			
Abhishek Himatsingka		264,433	136,003
Prakash Himatsingka		<u>1,047,017</u>	<u>1,015,775</u>
Total		<u>1,311,450</u>	<u>1,151,778</u>

Note : 24 DEPRECIATION EXPENSE

Depreciation		<u>589,677</u>	<u>409,729</u>
Total		<u>589,677</u>	<u>409,729</u>

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Note : 25 OTHER EXPENSES

Sr. No.	Particulars	For the Year Ended 31-03-2014 Rs.	For the Year Ended 31-03-2013 Rs.
	Printing & Stationery	46,117	58,119
	Insurance	584,238	755,250
	Travelling & Conveyance	152,986	289,497
	Payment to Auditors	—	—
	-As Auditors	54,494	54,494
	-For Tax Audit	7,865	7,865
	-For Certification Fees	3,371	3,371
	-For Reimbursement of Expenses	1,184	1,341
	Brokerage	718,796	1,436,646
	Vehicle expenses	144,908	125,627
	Director's Meeting Fees	3,000	8,500
	Repair & Maintenance		
	-To Building	190,348	258,494
	-To Others	87,689	145,506
	Shortage Claim	515,897	(73,462)
	Rates & Taxes	5,897,019	1,358,787
	Clearing & Forwarding Charges	507,150	591,734
	Legal & Professional charges	283,851	448,449
	Postage & Telephone charges	310,551	321,047
	Foreign Exchange Loss	94,079	1,346,611
	Selling & Distribution Expenses	120,167	168,879
	Donation	240,000	180,000
	Godown Rent	—	371,992
	Loading & unloading charges	199,782	96,718
	Godown Expenses	—	8,190
	Bank Charges	976,975	1,809,088
	Service Tax	747,470	454,677
	Freight Charges	9,049,475	14,075,369
	Prior Period Items	14,799	—
	Rent	416,512	198,000
	Electricity charges	290,922	303,651
	Miscellaneous Expenses	287,180	473,409
	Total	<u>21,926,825</u>	<u>25,274,069</u>

The payment to Auditors include branch auditor's remuneration of Rs.19,663 (Rs.19,663)

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NOTE 26 : SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES :

1. SIGNIFICANT ACCOUNTING POLICIES :

- a) All income & expenditures are accounted for on Accrual basis except Dividend which is accounted for on cash basis.
 - b) **Investments**
Long term investments are valued at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary. Current investments are valued at cost or Market value whichever is lower.
 - c) **Fixed Assets**
Fixed Assets are stated at cost less accumulated depreciation.
 - d) **Depreciation :**
Depreciation has been provided on all assets on written down value basis as per rates prescribed in Schedule XIV of the Companies Act, 1956.
 - e) **Inventories :**
Inventories are valued at cost or Net realizable value whichever is lower. The cost is determined on the FIFO basis.
 - f) **Employees Benefits :**
 - i) Short-term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss for the year in which the related service is rendered.
 - ii) Post-employment and other long term employee benefits are recognised as an expense in the statement of profit and loss for the year in which the employee has rendered services. The expense is recognised at the present value of the amount payable determined using actuarial valuation techniques. Actuarial Gain or Losses in respect of post-employment and other long term benefits are charged to the statement of Profit and Loss.
 - g) **Impairment of Assets :**
An assets is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.
 - h) **Taxation :**
Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. The deferred tax assets is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.
 - i) **Provision, Contingent Liabilities and Contingent Assets :**
Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed on the financial statements.
2. Contingent Liabilities not provided for in respect of:
Claims against the company pending in court not acknowledged as debts, amount unascertainable.
Letter of Credit-Rs.40,446,516/-
3. Fixed Deposit of Rs. 5,476,616/- for the financial year 2013-14 is against letter of Credit & Fixed Deposit of (Rs. 1,435,303/-) for the Financial year 2012-13 is against Letter of Credit.
 4. The company has deposited F.D.R. of Rs. 5,000/- with the commissioner of sales tax as security for the issue of blank 'C' forms.

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	31.3.2014	31.3.2013
	Rs.	Rs.
5. Earning per Share		
a) Profit / (Loss) after taxation as per Statement of Profit & Loss	1,118,015	2,573,851
b) Weighted average number of equity shares outstanding	480,000	480,000
(Face value - Rs. 10 per Share)		
Basic / Diluted Earnings per share (a/b)	2.33	5.36
6. Defined Benefit Plan		
The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.		
7. Gratuity :		
I. Expenses recognised during the year under the head "Salary and Allowances"		
a) Current Service Cost	14,351.00	17,388.00
b) Interest Cost	17,864.00	21,608.00
c) Actuarial (Gain) / Loss	(54,470.00)	(9,942.00)
d) Net Cost	(22,255.00)	(60,946.00)
II. Net Assets / Liabilities recognised in Balance Sheet as on 31st March, 2013		
a) Present value of the defined benefit obligation	187,366	209,611
b) Fair value of plan assets (Funds)	—	—
c) Net Assets / Liabilities recognised in the Balance Sheet	(187,366)	(209,611)
III. Reconciliation of opening and closing balance of Defined Benefit Obligation.		
a) Opening defined benefit obligation	209,611.00	270,557.00
b) Current service cost	14,351.00	17,388.00
c) Interest Cost	17,864.00	21,608.00
d) Actuarial (Gain) / Loss	(54,470.00)	(9,942.00)
Closing defined benefit obligation	187,366.00	209,611.00
IV. Principal Actuarial assumptions used :		
Discount rates	8.25%	8.25%
Expected salary increase rates	5%	5%
Mortality rates	LIC (1994-96) Mortality Tables	LIC (1994-96) Mortality Tables
Retirement Age	58 years	58 years

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8. As the Company is engaged in Trading Business only, disclosures as required by AS - 17 (Segment Reporting) are not applicable.
9. There is no amount outstanding towards Investor Education & Protection Fund as on 31.03.2014.
10. No Provision has been considered necessary for diminution in value of Long Term Investment being temporary in nature.
11. Disclosure of Sundry Creditors under Current Liabilities is based on the information available with the company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises on account of principal amount together with interest, aggregate to Rs. NIL (Previous Year Rs. NIL)

12.A) Name of the related party	Relationship
(a) Abhishek Chemicals Pvt. Ltd. (NonBanking Financial Co.)	Associate Company
Davesh Developens Pvt. Ltd.	Associate Company
P. C. Properties Pvt. Ltd.	Associate Company
Swan Silverwares Pvt. Ltd. (Non Banking Financial Co.)	Associate Company
Variable Plaza Pvt. Ltd. (Non Banking Financial Co.)	Associate Company
AH Chemicals Pvt. Ltd.	Associate Company
Welcome Suppliers Pvt. Ltd.	Associate Company
Himatsingka Chemicals Pvt. Ltd	Associate Company
Jamuna Commodities Pvt. Ltd.	Associate Company
Amjey Chem. Trade Pvt. Ltd.	Associate Company
(b) Prakash Himatsingka	Key Managerial Personnel
Amar Chandra Agarwal	Key Managerial Personnel
Ashok Kr. Jhanw	Key Managerial Personnel
Avishek Himatsingka	Key Managerial Personnel
Rajendra Kumar Jhanwar	Key Managerial Personnel
Prakash Chandra Vikram Kumer (HUF)	Enterprise over which KMP having influence
Binayak Prasad Prakash Chandra (HUF)	Enterprise over which KMP having influence
Avishek Himatsingka (HUF)	Enterprise over which KMP having influence
Nirma Himatsingka Rice & Saw mills	Enterprise over which KMP having influence
Vikram Himatsingka (HUF)	Enterprise over which KMP having influence
Amjey Chemicals	Enterprise over which KMP having influence
Devashree Himatsingka	Relative of Director
Binayak Prasad Prakash Chandra	Relative of Director

Note : Related Party Relationship is as identified by the Company and relied by Auditors.

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B) Transactions during the year	With (a)	With (b)
i) Sales	49,740,151	—
	(16,846,046)	(65,455,576)
ii) Director's Remuneration	—	1,159,416
	—	(1,146,909)
iii) Stock Transfer	—	19,982,568
	—	(4,674,461)
iv) Rent Received	182,800	12,000
	(124,000)	(108,000)
v) Intercorporate Deposits Received	474,113,769	18,202,000
	(570,636,000)	(40,407,540)
vi) Intercorporate Deposits Refund	468,755,860	16,014,600
	(587,166,282)	(46,637,913)
vii) Interest Paid	3,518,236	1,311,450
	(5,619,999)	(1,201,846)
viii) Intercorporate Loan Given (Refer note F below)	5,000,000	
	(NIL)	
ix) Interest Received	39,041	
	(NIL)	
x) Outstanding balance at the end of the year		
a) Intercorporate Deposit accepted	55,104,880	16,569,305
	(46,668,999)	(13,235,607)
b) Intercorporate Loan Given (Including Interest)	5,035,137	
	(NIL)	
xi) Rent Paid	60,000	—
	(60,000)	—

C) There is no outstanding amount written off on the above during the year.

D) Guarantee taken against Bank loan from four directors and from associate company (Welcome Suppliers Pvt. Ltd.)

E) Security (Office space) taken from an Associate Company (Welcome Suppliers Pvt. Ltd.)

F) The company has granted unsecured loan to one of the company where two directors of the company are interested. However, the company has charged interest more than rate prescribed as bank rate by RBI. The refund of the said loan is being made.

PH TRADING LTD.

13. The company has a deposit in NSC which was purchased in the name of Madhuri Devi Himetsingka being sole Proprietress of M/s. K. Kumar and Co. during the Financial Year 2011-2012 for obtaining Sugar License and placed in favour of Rationing Officer, Park Street, Kolkata - 700 016. Consequently M/s. K. Kumar & Co. was taken over by the company w.e.f. 1st day of April, 2012 and all the assets of M/s. K. Kumar & Co. becomes assets of the company vide agreement dated 01.04.2012.

As the asset acquired is in the nature of deposit in NSC, the ownership of the asset is not transferable in the name of the company. Accrued interest on such NSC has not been accounted for during the financial year ended 31.03.2014.

14. <u>Expenditure in Foreign Currency</u>	2013-2014	2012-2013
Import of stock in trade		
CIF Value		
— INR	87,184,823	38,773,427
Foreign Travelling (INR)	---	49,257

15. Debit and credit Balances of Debtors, Creditors and Loans and Advances appearing in the Balance Sheet are subject to confirmation and reconciliation, if any, from the concerned parties.
16. Deferred tax assets of Rs. 45,370/- (Rs. 67,690/-) on account of timing difference such as depreciation and gratuity etc.
17. The previous year figures have been regrouped and rearranged wherever necessary.

PH TRADING LTD.

Registered Office : Poddar Point, 'B' Block, 10th Floor
113, Park Street, Kolkata-700 016

PROXY FORM

Reg. Folio No. : _____

I / We, _____

of _____

being a member / members of PH TRADING LTD, here by appoint of _____

or failing him / her _____

_____ of _____

as my / our proxy to vote for me / us and on my/our behalf at the 32nd Annual General Meeting of the Company to be held on Thursday, the 21st August, 2014 and any adjournment thereof.

Signed this _____ day of _____ 2014

Signed by the Said _____

NOTE:

This form, in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the meeting .