



वार्षिक प्रतिवेदन Annual Report

2009-2010



बिहार सरकार

बिहार राज्य अल्पसंख्यक वित्तीय निगम
अल्पसंख्यक कल्याण विभाग

(बिहार सरकार का उपक्रम)

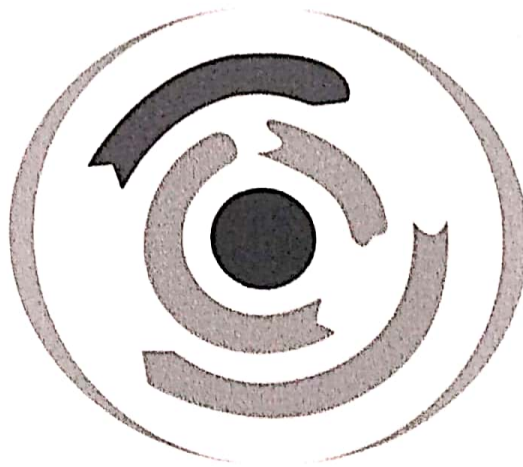
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Annual Report वार्षिक प्रतिवेदन

2009 - 2010



**BIHAR STATE MINORITIES FINANCIAL
CORPORATION LTD.**

Registered Office :
1st FLOOR, HAJ BHAWAN, - 34,
HARDING ROAD, PATNA

बिहार स्टेट माइनोरिटीज फाइनैन्सियल कॉरपोरेशन लि०, पटना

(बिहार सरकार का उपक्रम)

हज भवन, 34 हाडिंग रोड, पटना-1

विषय सूची

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बिहार राज्य अल्पसंख्यक वित्तीय निगम के निदेशक मंडल

1. प्रधान सचिव, अल्पसंख्यक कल्याण, बिहार सरकार, पटना - निदेशक
2. प्रधान सचिव, समाज कल्याण विभाग, बिहार सरकार, पटना या उनके द्वारा मनोनीत संयुक्त सचिव या उससे ऊपर के पदाधिकारी - निदेशक
3. निदेशक, उद्योग विभाग, बिहार सरकार, पटना - निदेशक
4. प्रबन्ध निदेशक, राष्ट्रीय अल्पसंख्यक विकास एवं वित्त निगम, दिल्ली - निदेशक
5. बैंक ऑफ इण्डिया, जोनल कार्यालय, पटना के प्रतिनिधि - निदेशक
6. प्रधान सचिव, वित्त विभाग, बिहार सरकार, पटना या उनके द्वारा मनोनीत संयुक्त सचिव या उससे ऊपर के पदाधिकारी - निदेशक
7. प्रबन्ध निदेशक, बिहार राज्य अल्पसंख्यक वित्तीय निगम, पटना - निदेशक
8. श्री लियाकत अली मसूरी - गैर सरकारी सदस्य - निदेशक
9. श्री मुन्ना मल्लिक - गैर सरकारी सदस्य, - निदेशक

बैंकर्स :-

- भारतीय स्टेट बैंक
- पंजाब नेशनल बैंक
- सेन्ट्रल बैंक ऑफ इण्डिया
- इलाहाबाद बैंक
- बैंक ऑफ इंडिया
- आई. डी. बी. आई. बैंक
- ओरियन्टल बैंक ऑफ कॉमर्स

मेसर्स एन. आर. वेद एण्ड कम्पनी - सांविधिक लेखा परीक्षक

मेसर्स ए. के. मिश्रा एण्ड एसोसियेट्स - आंतरिक लेखा परीक्षक

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD., PATNA

Regd. Office - Haj Bhawan, 1st Floor, 34, Harding Road (Ali Imam Path), Patna-1

(www.bsmfc.org, Tel-0612-2204975, Fax-2215994)

NOTICE

Further to adjourned 33rd Annual General Meeting (AGM) dated 30/09/2009, notice is hereby given that 33rd adjourned Annual General Meeting of the members of Bihar State Minorities Financial Corporation Ltd. will be held at the Registered office of the Corporation on Wednesday the 25th September 2013 at 3.30 PM to transact the following business:-

ORDINARY BUSINESS

TO RECEIVE, CONSIDER AND ADOPT THE AUDITED BALANCE SHEET AS OF 31ST MARCH 2010 AND AUDITED PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED ON THAT DATE TOGETHER WITH AUDITOR'S REPORT, DIRECTOR'S REPORT AND COMMENTS OF COMPTROLLER AND AUDITOR GENERAL OF INDIA.


Managing Director

Dated- 2/11/14
2/7/14

Memo No- 1459

- 1) To,
The Principal Secretary,
Minority Welfare Deptt.
Govt. of Bihar, Patna
- 2) To,
The Director of Industry,
Industry Deptt.
Govt. of Bihar, Patna
- 3) To,
The Hon'ble Governor of Bihar,
Governor's Secretariat, Bihar, Patna

Note:- A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND THE MEETING AND VOTE INSTEAD OF HIMSELF / HERSELF, THE PROXY NEED NOT BE A MEMBER OF THE COMPANY

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD., PATNA

34, Harding Road (Ali Imam Path), Patna-1
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DIRECTOR'S REPORT

To,

The Members,
Bihar State Minorities Financial Corporation, Patna.

Your directors are pleased to present the 26th Annual Report of the Corporation together with the Audited Statement of Accounts and Auditor's Report thereon for the Financial Year ended on 31.03.2010.

1. **SHARE CAPITAL :**

The authorized share capital is Rs. 40.00 crores against which paid up capital is 11.50 crores.

2. **FINANCIAL RESULTS :**

During the year under report the corporation has incurred a net loss of Rs. 1,48,53,779/-

3. **DISBURSEMENT OF LOAN :**

Your Company disbursed loan amount of Rs. 33,51,41,259.79 to the member of minority communities till 31st March 2010.

4. **DIRECTORS :**

There are nine directors. All directors are appointed by the Govt. in exercise of power vested under the Articles association of the company except zonal Manager, Bank of India nominated by the Bank of India as one of the directors.

5. **DIRECTORS' RESPONSIBILITY STATEMENT :**

Statement under Sub-section (2AA) of Section 217 of the Companies Act, 1956.

In the preparation of the Annual Accounts

(i) The applicable accounting standards have been followed and wherever required, proper explanations relating to material departures have been given.

(ii) The Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a True and Fair view of the State of Affairs of the Corporation at the end of the Financial Year and of the profit or loss of the Corporation for that period.

(iii) Proper and sufficient care has been taken for the maintenance of adequate Accounting Records in accordance with the provisions of the Act for safeguarding the assets of the Corporation and for preventing and detecting fraud and other irregularities.

(iv) The Directors have prepared the Accounts for the Financial Year ending 31st March 2010 on a Going Concern basis.

6. **AUDITORS :**

M/s N. R. Baid & Co., C.A., Patna have been appointed as statutory Auditor by the C.A.G. Govt. of India under Sec. 619(2) of the companies Act. 1956 for the aforesaid period.

7. COMMENTS OF C. & A. G. INDIA :

The Comments of C. & A. G. of India on accounts of the Corporation has not been received.

8. PARTICULARS OF EMPLOYEES :

Your Company has established cordial peaceful relationship between the employer & employees through out the period. None of the employees of the Corporation was drawn a remuneration in excess of Rs. 2,00,000/- PM if employed for a part of the year or in excess of Rs. 2,40,000/- PA if employed for whole of the year 2009-10.

9. ACKNOWLEDGEMENT :

The Directors wish to place on record their appreciation for the valuable services rendered by the various Govt. Deptt. & Banks. Your directors would also like to place on record their appreciation for the dedicated services rendered by the officers & staffs of your corporation and hope that no efforts will be spared in making the company model of efficiency & service in the interest of the state and minorities communities.

For & on behalf of the Board


Chairman

निगम के शेयरधारकों की स्थगित (Adjourned) 33वीं वार्षिक आम सभा की बैठक आज दिनांक-21.07.2014 के 3.30 बजे अपराह्न में नोटिस संख्या 1459 दिनांक-02.07.2014 के अन्तर्गत आहूत की गयी, जिसमें निम्नांकित शेयरधारकों के मनोनीत सदस्य/पदाधिकारी उपस्थित हुए:-

बैठक:-स्थगित 33वीं वार्षिक आम सभा

तिथि:-21 जुलाई 2014

समय:-3.30 बजे अपराह्न

स्थान:-निगम मुख्यालय, कार्यालय हज भवन

34, हार्डिंग रोड, पटना-800001

उपस्थिति:-

1. श्री सलाउद्दीन खॉन, अपर सचिव
माननीय राज्यपाल महोदय के मनोनीत पदाधिकारी
2. श्री शाकीर जमाल, निदेशक
प्रधान सचिव, अल्पसंख्यक कल्याण विभाग के मनोनीत पदाधिकारी
3. श्री ओ० पी० पाठक, उप निदेशक
निदेशक उद्योग के मनोनीत पदाधिकारी
4. श्री सआदत हसन मिन्दु, प्रबन्ध निदेशक

उपस्थिति में श्री ए० के० प्रसाद सचिव

उक्त बैठक के लिए सर्वसम्मति से श्री सलाउद्दीन खॉन, अपर सचिव को अध्यक्ष चुना गया।
इनकी अध्यक्षता में बैठक प्रारम्भ हुई तथा कोरम की उपस्थिति की पुष्टि की गयी।

नोटिस:-उपस्थिति सदस्यों की सहमति से नोटिस पढ़कर सुनाया गया।

विषय संख्या-1-Ordinary Business:-

निगम के वित्तीय वर्ष 2009-10 के तुलन पत्र, लाभ-हानि खाता के साथ अंकेक्षक प्रतिवेदन तथा इस पर भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणी को अंगीकृत करने के सम्बन्ध में।

वित्तीय वर्ष 2009-10 के तुलन-पत्र, लाभ-हानि खाता, अंकेक्षण प्रतिवेदन निदेशकों के प्रतिवेदन तथा भारत के नियंत्रक, महालेखापरीक्षक की टिप्पणी पर सम्यक विचारोपारान्त इसे अंगीकृत किया गया।

अन्य विषय नहीं रहने के कारण उक्त बैठक के अध्यक्ष को धन्यवाद ज्ञापित करते हुए बैठक की कार्यवाही समाप्त हुई।

(सआदत हसन मिन्दु) (ओ० पी० पाठक)
प्रबन्ध निदेशक उप निदेशक

(शाकीर जमाल)
निदेशक

(सलाउद्दीन खॉन)
अपर सचिव

20 JAN 2014



संख्या ले० एव० डी० पी० (एडी०)/आ० ले० २००९-१०/२
No.

भारतीय लेखा तथा लेखा परीक्षा विभाग
कार्यालय, प्रधान महालेखाकार (लेखापरीक्षा), बिहार
वीरचन्द पटेल मार्ग, पटना-८०० ००१
Indian Audit & Accounts Department
Office of the Principal Accountant General (Audit), Bihar
Birchand Patel Marg, Patna-800 001

दिनांक/Date : 16-01-2014

सेवा में,

प्रबन्ध निदेशक,
बिहार राज्य अल्पसंख्यक वित्तीय निगम लि०,
३४, हार्डिंग रोड
पटना - ८०० ००१.

विषय:- ३१ मार्च २०१० को समाप्त हुए वर्ष के लिये बिहार राज्य अल्पसंख्यक वित्तीय निगम लिमिटेड के लेखाओं पर कम्पनी अधिनियम, १९५६ की धारा ६१९ (४) के अंतर्गत भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणी ।

महाशय,

३१ मार्च २०१० को समाप्त हुए वर्ष के लिए बिहार राज्य अल्पसंख्यक वित्तीय निगम लिमिटेड के लेखाओं पर कम्पनी अधिनियम, १९५६ की धारा ६१९ (४) के अन्तर्गत भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणी संलग्न की जा रही है । इसे कम्पनी के वार्षिक आम सभा में प्रस्तुत करें एवं प्रस्तुतीकरण की तिथि एवं सभा की कार्यवाही की प्रति इस कार्यालय को भेजने की कृपा करें। वार्षिक प्रतिवेदन की मुद्रित प्रति भी इस कार्यालय को अभिलेख हेतु भेजे ।

विश्वासभाजन,

अनुलग्नक: यथोपरि

अनुलग्नक प्रकाश
उप महालेखाकार
(सांसाजिक प्रक्षेत्र)

दूरभाष/Phone - 2221226, 2228325, 2223194, 2221941

फैक्स/Fax : 0612-250 6223

ई-मेल/E-mail- agaubilhar@cag.gov.in

ई.पी.ए.बी.एक्स./EPABX-2223757, 2228320

पो० बॉक्स/P.B.No. - 47

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF BIHAR STATE MINORITIES FINANCIAL CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2010.

The preparation of Financial Statements of Bihar State Minorities Financial Corporation Limited for the year ended 31 March 2010 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the Management of the Company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 09 October 2013.

I, on the behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under Section 619(3) (b) of the Companies Act, 1956 of the financial statements of Bihar State Minorities Financial Corporation Limited for the year ended 31 March 2010. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report under section 619 (4) of the Companies Act, 1956.

For and on the behalf of the
Comptroller & Auditor General of India



(P. K. Singh)
Accountant General (Audit)
Bihar

Date: 16-01-2014.

Place: Patna

Aide Memoire on the Account of BSMFC, Ltd. for Financial Year 2009-10

Sl. No.	Audit Observation	Management's Reply	Statutory Auditor Reply	Further Remarks
1	<p>Balance Sheet : Investment-Schedule-E-Rs. 5,00,04,000/- The above represents the investment in equity shares of NMDFC at cost at the end of the year. As per AS-13 long term investments should be carried in the financial statements at cost. However, provision for diminution shall be made to recognise a decline, other than temporary, in the value of the investments and any reduction in the carrying amount and any reversals of such reductions should be charged or credited to the Profit and Loss Account. No provision on account of possible diminution in the value of shares with reference to the market value of the shares as on 31.03.10 has been made in the accounts. The necessary details (net worth etc.) available in the annual accounts of NMDFC as on 31.03.10 (or, any other Budget Annual Accounts of NMDFC) should have been utilised to arrive at the actual market value per share of NMDFC and provision should have been made accordingly. Despite the assurance made by the management on the last year's account, neither the provision for diminution on value of investments (if any) has been made nor the factual position disclosed by way of a Note in the 'Notes on Accounts.'</p>	<p>As per A.S-13, the valuation of unquoted shares are to be taken on the basis of cost of shares or market value whichever is less. The market value of shares of NMDFC is Rs. 1173/- (Share holder's fund/Net worth + No of shares issued subscribed paid up i.e. 9276422439:— 7907350) which is more than the cost/face value of each share of NMDFC. In this context, we would like to place the fact that the shares investment has to be made by the Govt. of Bihar under the Equity participation of NMDFC in view of the share pattern of NMDFC. The authorised share capital of NMDFC is to be contributed by Govt. of India, State Govt. and institutions/organisation interested in up- liftment</p>	<p>Already pointed out in point no. 7 of Annexure-B to the Auditors' Report.</p>	



		<p>of minorities in the following ratio:— Central Govt.—65% of total authorised capital State Govt.—26% of total authorised capital Other Institution—9% of total authorised capital So for the state Govt. has contributed Rs. 2072.44 lakhs against Rs. 2844.06 lakhs earmarked for equity participation of Bihar out of which the funds of Rs. 500.04 lakhs was routed through the a/cs of BSMFC therefore, this investment was considered by crediting the "Capital Grant from Govt. of Bihar a/c Equity Participation in NMDFC)."</p> <p>However we will follow the principles relating to investment in the Accounting standard-13 during the preparation of Financial Statement of Subsequent Year.</p>		
2	<p>Balance Sheet : Current Assets, Loans & Advances Loans & Advances - Rs. 33,66,78,723/- (Schedule-G) Loans to Beneficiaries - Rs. 33,51,41,260/- (Schedule Ga) The above includes a sum of Rs. 0.56 crore as loan given to the</p>	<p>Since the provision for Bad & Doubtful Debts had been initiated in the year 2007-08, the management has decided</p>	<p>The management should primarily focus on</p>	



beneficiaries for which no provision has been made in the accounts for the Year 2009-10. As per the Board's Decision (9th April 2012), the provision for Bad & Doubtful Debts are to be created at the rate of 10 percent of the 75/50/25 percent of loan amount in case of beneficiaries who have paid 0-5/6-10/11-15 number of installments and the same was calculated as under :—

Sl. No.	Particulars	Amount of Loan Disbursed upto 31 st March 2010 Categorized as per the Repayment of Number of Loan Installments		
		0-5 Installment	6-10 Installments	11-15 Installments
1	Actual Amount of Loan Outstanding (as on 31 st March 2010)	26,77,97,499	2,57,94,308	73,44,804
2	Percentage of Payment	25	50	75
3	Percentage of Loan Allocated for Bad & Doubtful Debts	75	50	25
3a	Amount of Loan Allocated for Bad &	20,08,48,124.25	1,28,97,154.00	18,36,201.00

to provide for Bad debts strategically and in the phased manner. The straight provision of 10% of the total outstanding excluding the old provision for Doubtful Debts has not been considered prudent for the organisation like us. As the management is of the opinion that no provision should be made in the accounts where the instalments are recovered regularly. The provision for the current year does not include the provision amount relating to earlier years.

However we will adopt the adequate precautions during the subsequent Financial Year for calculation of provision for Bad & Doubtful Debts.

recovery and if the said recovery is flowing in then entire amount of loan need not be provided for as Bad & Doubtful.





	Doubtful Debts			
4.	Amount of Provision for Bad & Doubtful Debts (10 Percent of Amount Mentioned at 3a above)	2,00,84,812.43	12,89,715.40	1,83,620.10
Provision for Bad & Doubtful Debts for the year 2009-10				2,15,58,147

It was observed, that a number of defaulters have not paid even a single installment even after a lapse of five years. Therefore, the provision for Bad & Doubtful Debts should have been provided at 10 percent of the actual amount of loan outstanding as on 31st March 2010. Further, it was also observed that, while calculating the provision for bad debts for the current year, opening amount of the provision for Bad & Doubtful Debts was not deducted from the actual amount of loans outstanding. The amount of provision for Bad & Doubtful Debts for the current year should have been calculated as shown below :—

Particulars	Amount
Total Amount of Loan Outstanding as on 31 st March 2010 against the Beneficiaries who have paid 0-15 Number of Installments.	2,88,36,611.00
Less : Opening Balance of the Provision for Bad & Doubtful Debts : (2007-08 & 2008-09)	2,88,73,393.17
Balance Amount of Loan Outstanding on as 31 st	27,20,63,217.83



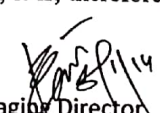
	<p>March 2010</p> <p>Provision for Bad & Doubtful Debts for the Year Ended 31st March 2010</p>	2,72,06,321.78			
	<p>The procedure adopted by the management is not correct as the total amount of provision for bad and doubtful debts for the current year ended 31st March 2010 should have been Rs. 2.72 crore and not Rs. 2.16 crore and the total amount of provision for Bad and Doubtful Debts as on 31st March 2010 should have been Rs. 5.61 crore instead of Rs. 5.04 crore. This has resulted into overstatement of Loans & Advances and understatement of provision for Bad and Doubtful Debt as well as losses by Rs. 0.56 crore each.</p>				
3	<p>Balance Sheet :</p> <p>Current Assets, Loans & Advances</p> <p>Loans & Advance Rs. 33,56,78,723-(Schedule-G)</p> <p>Other Loans & Advances-Rs. 15,37,463</p> <p>The above includes a sum of Rs. 0.96 lakh being the amount of advances/loans outstanding from the various parties as on 31.03.2010. As the amount is more than 03 years old and no transactions were done against these, the same remained lying for want of recovery/adjustments in the accounts. The chances of recovery of the same are very remote. The provision should have been made in the accounts being doubtful of recovery. Non provision of the aforesaid dues has resulted in overstatement of Loans & Advances and under-statement of loss for the year to the extent of Rs. 0.96 lakh.</p>		<p>It is brought to your notice that the amount of all types of advances have been recovered from the concerned employees during the Financial Year 2013-14 and as such no advances are lying unadjusted/unrecovered. Similarly, adjustment of advances of the others parties have been made.</p>	<p>This being a Management decision, no comments</p>	
4	<p>Profit & Loss Account :</p> <p>Income : Rs. 35,149,869/-</p> <p>Interest from Bank Deposits : Rs. 51,81,917/- (Schedule-J)</p> <p>The above does not include a sum of Rs. 8.03 lakh being the amount of interest on fixed deposits accrued during the Year 2009-10, calculated on the basis of the information furnished by the management. The company did not obtain the certificate of interest accrued on fixed deposits/other deposits from the bank pertaining to the Year 2009-10 and income from interest on fixed deposits/other deposits are reflected in accounts on cash basis instead of accrual</p>		<p>The amount of Interest on Fixed Deposits are taken on cash basis method in the accounts of 2009-10 in view of the previous year accounts. BSMFC invested its fund (ie. funds which are not immediately required for the purpose of</p>	<p>Already pointed out in point no. 9(i) of Annexure-B to the Auditors' Report</p>	

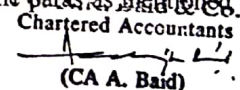
Shahid/Aide Memoire

basis which does not reflect the correct financial results of the company in accounts. Non inclusion of the interest income on fixed deposits/other deposits pertaining to the Year 2009-10 has resulted into understatement of Interest from Bank Deposits and Overstatement of Losses by Rs. 8.03 lakh each.

implementing its scheme & programmes) as short term Fixed Deposit with Banks. Hence it will not give big effect on the interest income, if it is taken on accrual basis. Moreover we will obtain the Certificate of Interest Accrued on Fixed Deposits from the Banks and it will taken on accrual basis in the accounts of subsequent year in view of the suggestion/observation of the Audit.

In view of the above facts & circumstances mentioned above, it is, therefore, requested to drop the same as mentioned above.


Managing Director
Bharat State Microfin Financial
Corporation Ltd., Patna


Chartered Accountants
(CA A. Baid)
Partner
Statutory Auditor

08 JAN 2014

N. R. Baid & Co.
Chartered Accountants
213, 2nd Floor Ashiana Towers
Exhibition Road, Patna - 800 001

Tel : 0612-2320716

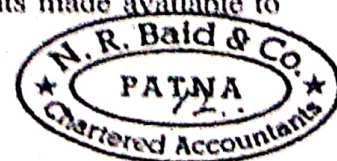
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AUDITORS' REPORT

To,
The Members,
BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.,
Patna.

1. We have audited the attached Balance Sheet of Bihar State Minorities Financial Corporation Ltd., ("the Company") as at 31st March, 2010 and the statement of Profit & Loss Account for the year ended on that date and summary of significant accounting policies 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.
2. We conducted our audit in accordance with Standards on Auditing generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. 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 accounting estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks of books and records as we considered appropriate and the information and explanations given to us during the course of our audit, we annexe hereto (Annexure - 'A') the statement on the matters specified in paragraph 4 and 5 of the said order.
4. Our observations and comments on the accounts of the Company are given in Annexure - 'B' which is attached as a part of this report.
5. In addition to our observations and comments in Annexure - 'A' and 'B' referred to above, we state that :
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books made available to us. Had the accounts been maintained on mercantile system the Loss of ₹ 14,85,37,779.70 as stated in Profit & Loss Account would have been higher/lower so also the Assets and Liabilities would have higher/lower by the corresponding amount. In absence of proper and absolute information we are unable to quantify the incidence thereof on Loss and Assets and Liabilities as in various cases the impact is unascertainable.
 - c. The Balance Sheet and the Statement of Profit & Loss Account dealt with by this Report are in agreement with the entries in the books of accounts made available to us.



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- d. In the absence of written representations of Directors, we are unable to comment whether any Director is disqualified from being appointed as Director under clause (g) of Sub-section (I) of Section 274 of the Companies Act, 1956.
- e. In our opinion, the Balance Sheet and Profit & Loss Account do not comply with all the Accounting Standards referred to in Sub-section 3(c) of Section 211 of the Companies Act, 1956. Deviations from prescribed Accounting Standards observed in AS-6, AS-9 & AS-13 the financial impact of which being non-substantial and non-material has not been reported.
- f. However, in view of our comments as above on the reported loss for the year as well as on the reported assets and liabilities as on 31st March, 2010, the said accounts give a true and fair view as required by the Companies Act, 1956:-
- In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2010 and
 - In the case of Statement of Profit & Loss Account, of the Loss of the Company for the year ended on that date.



Place: Patna

Date: 09 OCT 2012

For N. R. Baid & Co.
Firm Registration No. 002104C
Chartered Accountants

(CA. A. Baid)
Partner

Membership No. 408360

N. R. Baid & Co.

Chartered Accountants

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Exhibition Road, Patna - 800 001

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ANNEXURE – 'A'

Annexure: A

Referred to in paragraph 3 of our report of even date

- (i) (a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. The Company has maintained fixed assets register and the same is under a continuous process of updation, upgradation and betterment.
- (b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account. The management has conducted physical verification of Fixed Assets during the year under review. On an overall examination of the report, we observed that no material discrepancies have been noticed.
- (c) If a substantial part of fixed assets have been disposed off during the year, whether it has affected the going concern. The Company has not disposed off a substantial part of fixed assets during the year and the going concern status of the company is not affected.
- (ii) (a) Whether physical verification of inventory has been conducted at reasonable intervals by the management. Not Applicable to the Company.
- (b) Are the procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the company and the nature of its business? If not, the inadequacies in such procedures should be reported. Not Applicable to the Company.
- (c) Whether the company is maintaining proper records of inventory and whether any material discrepancies were noticed on physical verification and if so, whether the same have been properly dealt with in the books of account. Not Applicable to the Company.



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- (iii) (a) Has the company has granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. If so, give the number of parties and amount involved in the transactions. Register not maintained as there are no such transactions during the year.
- (b) Whether the rate of interest and other terms and conditions of loans given or taken by the company, secured or unsecured, are prima facie prejudicial to the interest of the company. Not Applicable to the company.
- (c) Whether the payment of principal amount and interest are also regular. Not Applicable to the company.
- (d) If overdue amount is more than one lakh, whether reasonable steps have been taken by the company for recovery/payment of the principal and interest. Not Applicable to the company.
- (e) Has the company taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act. If so, give the number of parties and the amount involved in the transactions; and Register not maintained as there are no such transactions during the year.
- (f) Whether the rate of interest and other terms and conditions of loans taken by the company, secured or unsecured; are prima facie prejudicial to the interest of the company; and Not Applicable.
- (g) Whether payment of the principal amount and the interest are also regular. Not Applicable.
- (iv) Is there an adequate internal control procedure 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? Whether there is a continuing failure to correct major weaknesses in internal control. The Company has developed adequate internal control procedures commensurate with the size of the Company and the nature of its business, and is under continuous process of betterment.



N. R. Baid & Co.

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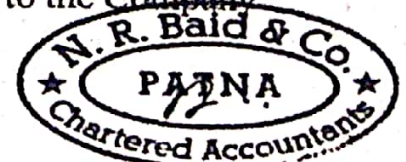
email: nrbaidandco@gmail.com

- (v) (a) Whether transactions that need to be entered into a register in pursuance of section 301 of the Act have been so entered. Register not maintained as there are no such transactions during the year.
- (b) Whether each of these transactions has been made at prices which are reasonable having regard to the prevailing market prices at the relevant time. Not Applicable.
- (vi) In case the company has accepted deposits from the public, whether the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Act and the rules framed there under, where applicable, have been complied with. If not, the nature of contraventions should be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any other Tribunal whether the same has been complied with or not? The Company has not accepted any deposits from the public during the year.
- (vii) In the case of listed companies and/or other companies having a paid-up capital and reserves exceeding Rs. 50 lakhs as at the commencement of the financial year concerned, or having an average annual turnover exceeding five crores rupees for a period of three consecutive financial years immediately preceding the financial year concerned, whether the company has an internal audit system commensurate with its size and nature of its business. In our opinion, the company has an internal audit system commensurate with the size and nature of its business, and is undergoing a continuous process of betterment.
- (viii) Where maintenance of cost records has been prescribed by the Central Government under clause (d) of sub-section (1) of Section 209 (1) (d) of the Act, whether such accounts and records have been made and maintained. The maintenance of cost records has not been prescribed by the Central Government under Section 209 (1) (d) of the Companies Act, 1956.





- (ix) (a) Is the company regular in depositing undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, custom duty, excise duty, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor.
- The provident fund and other retirement benefit scheme applicable in the Corporation are subject to reconciliation and as such we are unable to comment whether the corporation has been regular in depositing the dues with the appropriate authorities. We are also unable to quantify the arrears of dues. As per the information made available to us, the Corporation during the year 2009-10 has paid arrears of P. F. dues for the year 2008-09. This is evident from the fact that the year end liability of PF payable is more than the total expenditure of PF during 2009-10.
- (b) In case dues of sales tax/income tax/custom tax/wealth tax/excise duty/cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending may please be mentioned.
- On the basis of information & explanation made available to us, no undisputed amount payable in respect of Income Tax, Custom Duty, Excise Duty and Cess were in arrear as on 31st March, 2010 for a period of more than six months from the date they became payable.
- (x) Whether in case of a company which has been registered for a period not less than five years, its accumulated losses at the end of the financial year are not less than fifty per cent of its net worth and whether it has incurred cash losses in such financial year and in the financial year immediately preceding such financial year also.
- The Company has accumulated losses of ₹ 8,48,32,896.56 as at the end of the year and the same are less than fifty percent of its net worth (Capital & Grants), (Previous Year ₹ 6,99,79,117.00). The Company has incurred cash losses during the current financial year ₹ Nil (Previous Year ₹ 36.42 Lacs) [Current year Loss less depreciation and provision for bad & doubtful debts]
- (xi) Whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported.
- Yes. Due to unreconciled accounts with the lender, the exact period of default could not be reported. ₹ Lacs
- | <u>2007-08</u> | <u>2008-09</u> | <u>2009-10</u> |
|----------------|----------------|----------------|
| 888.48 | 1156.25 | 1475.14 |
- (xii) Whether adequate documents and records are maintained in cases where the company has granted loans and
- Not Applicable to the Company



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Chartered Accountants

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advances on the basis of security by way of pledge of shares, debentures and other securities; If not, the deficiencies to be pointed out.

- (xiii) Whether the provisions of any special statue applicable to chit fund have been duly complied with? Not Applicable to the Company
- (xiv) If the company is dealing or trading in shares, securities, debentures and other investments, whether proper records have been maintained of the transactions and contracts and whether timely entries have been made therein; also whether the shares, securities, debentures and other securities have been held by the company, in its own name except to the extent of the exemption, if any, granted under section 49 of the Act. Not Applicable to the Company.
- (xv) Whether the company has given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company. As informed to us and on the basis of explanation provided to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Whether the term loans were applied for the purpose for which the loans were obtained. As informed to us and on the basis of explanation provided to us, the company has applied the term loans for which the said loans were obtained.
- (xvii) Whether the funds raised on short-term basis have been used for long-term investment and vice-versa. If yes, the nature and amount is to be indicated. On the basis of an overall examination of the Balance Sheet of the company, we report that funds raised on short term basis have not been used long term investment and vice-versa.
- (xviii) Whether the company has made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act, and if so whether the price at which shares have been issued is prejudicial to the interest of the company. Yes, fresh allotment of 6,75,000 shares of ₹ 100 each have been preferentially allotted to the H'norable Governor of Bihar, during the year.



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- (xix) Whether securities or charge have been created in respect of debentures issued? Not Applicable to the Company.
- (xx) Whether the management has disclosed on the end use of money by public issues and the same has been verified. Not Applicable to the Company.
- (xxi) Whether any fraud on or by the company has been noticed or reported during the year, If yes, the nature and the amount involved is to be indicated. According to the information and explanation given to us and during the course of our audit conducted in accordance with generally accepted auditing standards in India, we report that there was no fraud on or by the Company noticed or reported during the year under review.



Place: Patna

Date: 09 OCT 2013

For N. R. Baid & Co.
Firm Registration No. 002104C
Chartered Accountants

(CA. A. Baid)

Partner

Membership No. 408360



ANNEXURE – 'B'

Auditors' special observation and comments attached to and forming part of the Auditors' Report to the member of the Bihar State Minorities Financial Corporation Ltd., on the accounts for the year ended 31st March, 2010:

GRANTS : ₹ 27,77,59,991.50 (Previous year ₹ 16,70,29,273.00)

• **Grants in Aid Scheme of NMDFC:**

Opening ₹ 14,19,996.00, received during the year ₹ Nil expenditure during the year ₹ 14,15,056.00 has been spent till 31.03.2010 and closing balance ₹ 4,940.00 The Corporation has transferred the net balance (Cost less Depreciation) of Assets acquired out of the Grant to Capital Fund which is not in conformity with treatment and disclosure requirements as specified under AS-12. In our opinion, the Assets so acquired should have either been adjusted from the grant so received & shown on nominal value in the books without charging any depreciation; or should have been shown at full value & the grant amount treated as deferred income which should have been recognized in the profit and loss statement in a proportion in which depreciation on such assets will be charged. However, the above classification or treatment does not impact the financial position of the Company in any way.

• **Unutilised Grant in Aid:**

Constitutes Muslim Divorce Fund opening ₹ 1,40,000.00, received ₹ Nil, distributed ₹ Nil and closing unutilized ₹ 1,40,000.00. Scholarship Fund opening ₹ 3,22,40,000.00, received ₹ 1,00,00,000.00 distributed and spend ₹ 1,16,07,347.00 and closing unutilized ₹ 3,06,32,653.00. Coaching Fund opening ₹ 2,02,40,000.00, received ₹ 1,00,00,000.00, distributed ₹ 96,87,357.00 Lacs and unutilized ₹ 2,05,52,643.00. Micro Finance opening ₹ 4,42,117.00, received ₹ 41,29,500.00 distributed ₹ 16,02,300.00 and closing unutilized ₹ 29,69,317.00. Mukhya Mantri Shram Shakti Yojna opening ₹ 2,00,00,000.00 received ₹ Nil, distributed ₹ Nil and closing unutilized ₹ 2,00,00,000.00. The Corporation's System of recognizing Funds at Receipt less Payment is not in conformity with AS-12. Further, in the absence of any detail, and documents and terms & conditions in this regard, we are unable to comment upon the extent of utilization of the aforesaid grants.

SHARE CAPITAL:

During the year the corporation has made allotment of shares amounting ₹ 675 Lacs. Copy of Return of allotment of shares with ROC has not made available to us.

LOAN FUNDS : ₹ 344,181,082 (Previous year ₹ 348,310,582)

• **Secured Loans:** Received during the year ₹ Nil.

As the balance as at the year end is unreconciled, the actual amount of interest accrued and due to be shown alongwith the principal amount as required by Part I of Schedule VI to the Companies Act, 1956 could not be quantified. As informed to us, the said loan from NMDFC is secured by Guarantee provided by the State



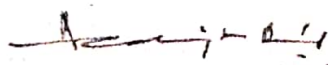


BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.
 34, HARDING ROAD, PATNA - 800 001.

BALANCE SHEET AS ON 31ST MARCH, 2010

SOURCES OF FUNDS	Schedule	31.03.2010 ₹	31.03.2009 ₹
Shareholders' Funds:			
Share Capital	A	115,000,000.00	47,500,000.00
Share Application Money (Pending Allotment)		-	67,500,000.00
Reserve & Surplus			
Capital Fund (To extent grant capitalised)		680,637.22	910,414.06
Grants & Funds	B	277,759,991.50	167,029,273.00
Loan Funds			
Secured Loans (N.M.D.F.C.)	C	344,181,082.00	348,310,582.00
Unsecured Loans		-	-
		737,621,710.72	631,250,269.06
APPLICATION OF FUNDS			
Fixed Assets	D		
Gross Block		1,418,183.63	1,388,908.63
Less : Depreciation		1,082,878.55	992,953.93
Net Block		335,305.08	395,954.70
Grant in Aids - Training Assets			
Less : Depreciation		1,601,052.00	1,416,229.00
Net Block		920,414.78	505,814.94
		680,637.22	910,414.06
Total Fixed Assets		1,015,942.30	1,306,368.76
INVESTMENTS	E	50,004,000.00	50,004,000.00
A) Current Assets, Loans & Advances			
Cash & Bank Balances	F	279,186,534.25	184,565,857.75
Loans & Advances	G	336,678,723.15	334,664,876.69
Sub Total (A)		615,865,257.40	519,230,734.44
B) Current Liabilities & Provisions			
Current Liabilities	H	11,672,508.54	7,121,422.00
Provisions	I	2,423,877.00	2,148,529.00
Sub Total (B)		14,096,385.54	9,269,951.00
Net Current Assets (A-B)		601,768,871.86	509,960,783.44
Profit & Loss Account		84,832,896.56	69,979,116.86
Significant Accounting Policies and Notes on Accounts	N	737,621,710.72	631,250,269.06

Signed in terms of our report of even date
 For N. R. Baid & Co.
 Firm Registration No. 002104C
 Chartered Accountants

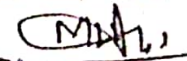


(CA. A. Baid)
 Partner

Membership No. 408360

**BIHAR STATE MINORITIES
 FINANCIAL CORPORATION LTD.**

Managing Director
 Managing Director
 Corporation Ltd., Patna


 Director
 B. S. M. F. C. Ltd.,
 Patna

213, 2nd Floor
 Ashiana Towers
 Exhibition Road,
 Patna - 800 001.

Dated:

09 OCT 2010



N. R. Baid & Co.
Chartered Accountants
 213, 2nd Floor Ashiana Towers
 Exhibition Road, Patna - 800 001

Tel : 0612-2320716



email: nrbaidandco@gmail.com

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

		<u>31.03.2010</u>	<u>31.03.2009</u>
		₹	₹
INCOME			
Interest on Bank Deposit	J	5,181,917.00	5,033,956
Interest on Loan to Beneficiary		28,768,814.00	24,451,291
Miscellaneous Income	K	1,199,138.00	634,511
		<u>35,149,869.00</u>	<u>30,119,758</u>
EXPENDITURE			
Administrative Expenses	L	10,241,804.60	10,037,997
Financial Expenses	M	18,113,772.00	23,723,592
Depreciation	D	89,924.62	119,925
Provision for Bad and Doubtful Debts		21,558,147.48	15,791,203
		<u>50,003,648.70</u>	<u>49,672,717</u>
Profit/(Loss) for the year		(14,853,779.70)	(19,552,959)
Loss: Brought forward from previous year		(69,979,116.86)	(50,426,158)
Loss: Carried over to Balance Sheet		<u>(84,832,896.56)</u>	<u>(69,979,117)</u>
Significant Accounting Policies and Notes on Accounts	N		

Signed in terms of our report of even date

For N. R. Baid & Co.

Firm Registration No. 002104C

Chartered Accountants

(CA. A. Baid)

Partner

Membership No. 408360

**BIHAR STATE MINORITIES
FINANCIAL CORPORATION LTD.**

Managing Director
 Managing Director Financial
 Corporation Ltd., Patna

Director

Director
B. B. M. F. C. Ltd.
 Patna

213, 2nd Floor
 Ashiana Towers
 Exhibition Road,
 Patna - 800 001.

Dated: **09 OCT 2013**



N. R. Baid & Co.
Chartered Accountants
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email: nrbaiddandco@gmail.com

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.
 34, HARDING ROAD, PATNA - 800 001.

	For the year ended 31.03.2010 ₹	For the year ended 31.03.2009 ₹
SHARE CAPITAL		SCHEDULE : A
Authorised		
4000000 Equity Shares of ₹ 100 Each	400,000,000.00	2,000,000,000.00
Issued Subscribed & Paid up	115,000,000.00	47,500,000.00
1150000 Equity Shares of ₹ 100 Each each fully paid up in cash	115,000,000.00	47,500,000.00
GRANTS & FUNDS		SCHEDULE : B
EDP Grant A/c	250,000.00	250,000.00
CAPITAL GRANT FROM GOVT. OF BIHAR A/C (EQUITY PARTICIPATION IN NMDFC)	50,000,000.00	50,000,000.00
Govt of Bihar (Minority Welfare Deptt.) (Vide letter no 376 dt. 28.05.99)	30,500,000.00	30,500,000.00
Post Matric Scholarship Scheme	122,710,438.50	11,797,160.00
Unutilised Gant in Aid (As per annexure A)	74,299,553.00	74,482,113.00
	277,759,991.50	167,029,273.00
LOAN FUNDS		SCHEDULE : C
Secured Loan From NMDFC :-		
Bal. As per Last A/C	329,181,082.00	243,310,582.00
Addition during the year	-	90,000,000.00
	329,181,082	333,310,582.00
Less :- Repayment During the Year	-	-
	329,181,082.00	333,310,582.00
NMDFC Cluster Loan	15,000,000.00	15,000,000.00
	344,181,082.00	348,310,582.00
INVESTMENTS		SCHEDULE : E
Investment in shares of NMDFC (at cost)	50,004,000.00	50,004,000.00
	50,004,000.00	50,004,000.00

(Signature)
 Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna

(Signature)
 Director
 B. S. M. F. C. Ltd.,
 Patna



BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.
34, HARDING ROAD, PATNA - 800 001.

FIXED ASSETS

SCHEDULE-D

(A) HEAD OFFICE

PARTICULARS	R A T E	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01.04.2009	Additions during the year	Sales/Adjustment	As at 31.03.2010	up to 31.03.2009	For the year	Sales/Adjustment	Up to 31.03.2010	As at 31.03.2010	As at 31.03.2009
	%	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Fan	13.91%	23,471.75	-	-	23,471.75	10,814.05	1,759.42	-	12,573.47	10,898.28	12,657.70
Furniture & Fixture	18.10%	218,588.87	7,800.00	-	226,388.87	164,347.70	11,229.45	-	175,577.15	50,811.72	64,241.17
Cooler	25.89%	14,840.00	-	-	14,840.00	9,894.96	1,280.27	-	11,175.23	3,664.77	4,045.04
Photocopy Machine	13.91%	135,390.00	-	-	135,390.00	89,910.40	11,774.67	-	101,685.07	33,704.93	45,479.60
Office Equipment	13.19%	77,484.22	-	-	77,484.22	30,382.82	6,212.67	-	36,595.49	40,888.73	47,101.40
Airconditioner	18.10%	71,672.00	-	-	71,672.00	32,298.76	7,126.50	-	39,425.32	32,246.68	39,373.24
Vehicle:											
Station Wagon No. BPP9427	25.89%	126,879.87	-	-	126,879.87	126,878.87	-	-	126,878.87	1.00	1.00
Ambassador Car No. BPQ1465	25.89%	76,509.00	-	-	76,509.00	76,508.00	-	-	76,508.00	1.00	1.00
Computer	60.00%	306,468.00	-	-	306,468.00	298,279.26	6,113.24	-	302,392.60	4,075.50	10,188.74
Fax	25.89%	21,760.00	-	-	21,760.00	14,147.47	1,970.88	-	16,118.35	5,841.65	7,612.53
Cycle	20.00%	4,089.92	-	-	4,089.92	3,538.15	110.35	-	3,648.50	441.42	551.77
Mobile	10.00%	41,142.00	11,200.00	-	52,342.00	10,581.91	4,176.01	-	14,757.92	37,584.08	30,560.09
Maruti Van	25.89%	243,845.00	-	-	243,845.00	109,918.20	34,673.65	-	144,591.85	99,253.16	133,926.80
Electric Equipments	20.00%	5,468.00	43,865.00	35,140.00	14,193.00	1,968.48	2,444.90	-	4,413.38	9,779.62	3,499.52
Heater	100.00%	-	1,550.00	-	1,550.00	-	1,550.00	-	1,550.00	-	-
Sub-total (A)		1,367,608.63	64,415.00	35,140.00	1,395,883.63	977,469.03	88,872.09	-	1,068,341.12	330,542.61	390,139.60

(B) RANCHI BRANCH

Furniture & Fixture	18.10%	21,300.00	-	-	21,300.00	15,484.90	1,052.53	-	16,537.43	4,762.57	5,815.10
Sub-total (B)		21,300.00	-	-	21,300.00	15,484.90	1,052.53	-	16,537.43	4,762.57	5,815.10
Grand Total (A+B)		1,388,908.63	64,415.00	35,140.00	1,418,183.63	992,953.93	89,924.62	-	1,082,878.55	335,305.08	395,954.70
Previous Year's Figures		1,248,843.63	145,065.00	5,000.00	1,388,908.63	873,028.87	119,925.06	-	892,953.93	395,954.70	




Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

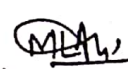
Director
B. S. M. F. O. Ltd.
Patna

GRANT IN AID-FIXED ASSETS

PARTICULARS	R A T E	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01.04.2009	Additions during the year	Sales/Adjustment	As at 31.03.2010	up to 31.03.2009	For the year	Sales/Adjustment	Up to 31.03.2010	As at 31.03.2010	As at 31.03.2009
		₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Book Shelf	18.10%	2,500.00	-	-	2,500.00	452.50	370.60	-	823.10	1,676.90	2,047.50
Computer & Printer	60.00%	499,466.00	164,440.00	-	663,906.00	299,679.60	218,535.84	-	518,215.44	145,690.56	199,786.40
Curtain & Metal Rods	18.10%	15,815.00	-	-	15,815.00	2,862.52	2,344.40	-	5,206.92	10,608.08	12,952.48
Fan	13.91%	17,431.00	-	-	17,431.00	2,424.65	2,087.38	-	4,512.03	12,918.97	15,006.35
Furniture & Fixture	18.10%	200,517.00	-	-	200,517.00	36,293.58	29,724.44	-	66,018.02	134,498.98	164,223.42
Water Purifier	13.91%	17,426.00	-	-	17,426.00	2,423.96	2,086.78	-	4,510.74	12,915.26	15,002.04
Steel Almirah	18.10%	31,950.00	12,375.00	-	44,325.00	5,782.95	6,976.11	-	12,759.06	31,565.94	26,167.05
Tata Sky Antenna	13.91%	3,299.00	-	-	3,299.00	458.89	395.06	-	853.95	2,445.05	2,840.11
Tata Sumo Victa	25.89%	562,349.00	-	-	562,349.00	145,592.16	107,898.35	-	253,490.51	308,858.49	416,756.84
Television	13.91%	39,500.00	-	-	39,500.00	5,494.45	4,730.17	-	10,224.62	29,275.38	34,005.55
Water Cooler	13.91%	8,400.00	-	-	8,400.00	1,168.44	1,005.91	-	2,174.35	6,225.65	7,231.56
Computer Table	18.10%	-	6,864.00	-	6,864.00	-	1,242.38	-	1,242.38	5,621.62	-
Pen Drive	100.00%	-	1,144.00	-	1,144.00	-	1,144.00	-	1,144.00	-	-
Wooden Partition of Hall	18.10%	17,576.00	-	-	17,576.00	3,181.26	36,058.41	-	39,239.67	-	14,394.74
Sub-total (A)		1,416,229.00	184,823.00	-	1,601,052.00	505,814.96	414,599.83	-	920,414.79	702,300.88	910,414.04
Previous Year Figures	-	-	1,416,229.00	-	1,416,229.00	-	505,814.94	-	505,814.94	910,414.06	-




 Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna


 Director
 B. S. M. F. C. Ltd.
 Patna

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

For the year
ended
31.03.2010

For the year
ended
31.03.2009

₹

₹

CURRENT ASSETS, LOANS AND ADVANCES

SCHEDULE : F

(I) CURRENT ASSETS

Cash and Bank Balances

A). Cash Balance

Cash in hand	2,420.04	2,420.04
Cash suspense	585.09	585.09
Other Balance	97.98	97.98
Petty Cash & MCB CASH	37,487.10	101,426.10
Branch Cash Balance (As per Annexure B)	669,444.00	669,444.00
Post Matric Scholarship (Cash)	1,624.00	107.00
Total (A)	711,658.21	774,080.21

B). Cash at Bank:

Fixed deposit with Bank	197,797,394.00	158,189,460.00
State Bank of India, Rajbhawan	150,734.91	151,094.91
State Bank of India, Secratariat	1,923.97	1,923.97
Central Bank of India A/c No. 1380	1,623,912.00	2,537,073.00
Central Bank of India A/c No. 2127	92,643.00	
Punjab National Bank (Budha Colony Branch)	62,888,656.50	11,785,599.00
Punjab National Bank (Punaichak)	82,286.64	949,802.64
Punjab National Bank (Collection A/c)	284,211.00	284,211.00
UCO Bank Ranchi (Branch Office)	13,752.25	13,752.25
Branch Bank Balance (As per Annexure C)	5,298,159.80	10,383,418.80
UCO Bank A/c No. 2847	236,088.98	135,784.98
Bank of India (Collection A/c)	57,993.50	280,277.50
Bank of India	(625,585.36)	(1,602,309.36)
Allahabad Bank	134,596.05	626,284.05
Son Parsa Branch	1,000.00	1,000.00
Bank of India Gridih	1,000.00	1,000.00
Allahabad Bank (Collection A/c)	5,746.50	5,746.50
Oriental Bank of Commerce 01647	10,382,704.00	

Total (B) 278,427,217.74

183,744,119.24

Total (A+B) 279,138,875.95

184,518,199.45

Less: Difference in Op. Balance
(SBI Rajbhawan as on 01.04.1996) (34,664.60) (34,664.60)

Add: Difference in Opening Balance
(as per Statutory Audit Report) 82,322.90 82,322.90

Grand Total 279,186,534.25

184,565,857.75



Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

Director
B. S. M. F. C. Ltd.
Patna

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

For the year
ended
31.03.2010
₹

For the year
ended
31.03.2009
₹

SCHEDULE :G

(I) Loans to Beneficiaries (Schedule Ga)	335,141,259.79	332,954,080.27
(II) Other Loans and Advances		
Advance For Conveyance	-	30.00
Advance For Entertainment	-	2,200.00
Advance For Insurance Fund	-	13,422.46
Advance For Postage	-	14,050.00
Advance For Stationery	-	4,487.00
Advance Mahmood Alam (Advocate)	31,400.00	31,400.00
Advance Salary	-	1,931.00
Advance To Electric Expenses	-	300.00
Advance To Bharat Commercial	7,107.00	7,107.00
Advance To Khadi Gram Udog	-	3,025.00
Advance To Life Insurance	-	745.00
Advance To Magadh Engineering	(30,000.00)	34,000.00
Advance To Makfa Advertisement	-	2,000.00
Advance To Alpsakhyak Snskritic Mahotasv	90,761.14	90,761.14
Advance To M/S Ajanta Furniture	-	5,400.00
Advance To M/S Novelty Advert	10,000.00	10,000.00
Advance To Sabbir Ahmed (Advocate)	-	2,000.00
Advance To Security (S.K.Memorial)	2,000.00	2,000.00
Advance To Shahjahan (Advocate)	-	7,000.00
Advance To Staff (As per Annexure D)	690,064.82	709,684.82
Advance To S.S. Enterprises	-	3,547.00
Advance To Kesav Srivastava	-	15,000.00
Advance To M.S. Rahman	14,350.00	14,350.00
Advance To Staff	-	7,382.90
Advance To Dhanbad Auto	(13,000.00)	-
Advance To M/S Ambey Electricals	35,140.00	-
Festival Advance To Staff	-	7,340.00
General Advance (Ranchi Staff)	-	4,500.00
Marriage Advance	(678.60)	(678.00)
Medical Advance To Staff	-	13,046.00
T.A. Advance To Director / Chairman	18,032.00	18,032.00
T.A. Advance To M.D/ (Reimbursement)	185,016.00	185,016.00
Advance To N.T.C.	-	8,896.10
Advance To Om Prakash (Advocate)	-	6,450.00
Minorities & Welfare Department	360,239.00	360,239.00
Vehicle Advance	-	1,000.00
Advance To A. Alam Advocate	-	5,000.00
Advance To Sun in Software Tech. (Pvt) Ltd	15,000.00	15,000.00
T A Advance	17,206.00	17,206.00
TA (Board of Directors)	19,326.00	19,326.00
GPF	2,000.00	2,000.00
(III) Security Deposits		
Advance for security deposit	33,000.00	33,000.00
Deposit for electric meter	16,900.00	-
Phone security deposit	2,000.00	2,000.00
Telephone security deposit	31,600.00	31,600.00
Total	336,678,723.15	334,664,876.69



Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

Director
B. S. M. F. C. Ltd.
Patna

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

	For the year ended 31.03.2010	For the year ended 31.03.2009
LOANS TO BENEFICIARIES		SCHEDULE : Ga
	₹	₹
Term Loan & Interest Accrued there on		
Term Loan (As per last A/c)	361,827,473.44	291,441,317
Add :-Term loan (During the year)	6,381,980.00	50,025,969
Interest on Loan Beneficiaries	28,768,814.00	24,451,291
Education Loan	(14,800.00)	9,346,799
(A)	<u>396,963,467.44</u>	<u>375,265,376</u>
Less :- Recovery during the year	11,390,667.00	13,437,903
Undisbursed Loan	-	-
Loan Recovery (Prior Period)	-	-
Micro Finance Programme	-	-
(B)	<u>11,390,667.00</u>	<u>13,437,903</u>
Total (A)-(B)	(C) 385,572,800.44	361,827,473.44
<u>Provision For Bad & Doubtful Debts</u>		
Provision For Bad & Doubtful Debts of Previous Year (2007-08)	13,082,190.42	13,082,190.42
Provision For Bad & Doubtful Debts of Previous Year (2008-09)	15,791,202.75	15,791,202.75
Provision For Bad & Doubtful Debts of Previous Year (2009-10)	21,558,147.48	-
(D)	<u>50,431,540.65</u>	<u>28,873,393</u>
Balance (C)-(D)	(E) 335,141,259.79	332,954,080.27

Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna


Director
B. S. M. F. C. Ltd.
Patna




BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

	For the year ended 31.03.2010 ₹	For the year ended 31.03.2009 ₹
CURRENT LIABILITIES & PROVISIONS		SCHEDULE :H
A) Other Liabilities		
Interest payable to NMDFC	7,963,789.00	3,757,360.00
Bank Loan	27,733.00	35,661.00
PF & Other Statutory Funds	855,383.73	580,553.19
Cycle Advance	9,592.50	9,592.50
GPF / GIL / GSL	10,135.31	6,135.31
G.I.S A/C	720.00	-
G.S.L.I.	918.00	1,448.00
House Building Advance	18,622.00	18,622.00
Liability for Taxation	47,714.00	47,714.00
Misc. General Advance	1,251.00	1,251.00
Margin Money	284,288.00	312,788.00
Pay Advance	5,000.00	5,000.00
Security Money	2,000.00	2,000.00
Group Gratuity	2,063,567.00	2,063,567.00
GI (Ranchi Branch)	500.00	500.00
Office Rent	3,500.00	3,500.00
Salary Payable	-	14,866.00
Liability Payable	-	-
TDS	8,185.00	-
Wages Payable	112,433.00	3,687.00
EPF (Employees Contribution)	169,277.00	169,277.00
Legal & Misc. Exp. Payable	87,900.00	87,900.00
Total (A)	11,672,508.54	7,121,422
B) Provisions		SCHEDULE :I
O/S Accounting Charges	104,000.00	44,000.00
O/S Audit Fee (Statutory)	57,800.00	75,800.00
O/S Internal Audit Fee	41,405.00	21,405.00
O/S Salary & Allowance	1,490,609.00	1,277,261.00
O/S Professional Fee	10,250.00	10,250.00
O/S Running Cost Of Vehicle	10,693.00	10,693.00
O/S Telephone Bill	118.00	118.00
O/S Expenses Payable	629,578.00	629,578.00
O/S EPF Employee Contribution	39,712.00	39,712.00
O/S EPF Employer Contribution	39,712.00	39,712.00
Total (B)	2,423,877.00	2,148,529.00
Grand Total (A+B)	14,096,385.54	9,269,951.00
Interest on Bank Deposits		SCHEDULE :J
Interest of Fixed Deposit & S. B.	5,181,917.00	5,033,955.84
	5,181,917.00	5,033,955.84


 Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna


 Director
 B. S. M. F. C. Ltd.,
 Patna



BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.
34, HARDING ROAD, PATNA - 800 001.

Misc. Income

Sale of Car-BPP-9427	26,151.00	
Term Loan (Recovery)	905,066.00	
Other Income (Miscellaneous Receipt)	8,960.00	
Darbhanga Commissionery	11,249.00	
Saran Commissionery	12,939.00	12,062.00
Misc. Income	3,000.00	7,073.00
Magadh Commissionery	41,670.00	19,973.00
Munger Commissionery	47,376.00	9,977.00
Patna Commissionery	25,401.00	8,532.00
Purnea Commissionery	1,450.00	7,042.00
Tirhut Commissionery	34,346.00	10,277.00
Processing Charge	81,530.00	559,575.00
TOTAL	1,199,138.00	634,511.00

SCHEDULE :K

Administration Expenses

Payment to and Provisions for Employees	7,242,607.00	7,366,134.96
Managing Director's Salary	618,360.00	462,405.00
Office Expenses	20,797.60	25,692.00
Postage & Commission	23,153.00	98,842.00
Printing & Stationary	87,408.00	42,448.00
Entertainment Expenses	16,570.00	16,589.00
Telephone Charges	74,577.00	48,779.00
Running Cost of Vehicle	84,586.00	7,864.00
Travelling Allowances	24,971.00	81,322.00
Leave Salary	65,855.00	-
Repair & Maint. (Computer)	2,000.00	4,960.00
Repair & Maint. (FAX)	2,060.00	2,375.00
Repair & Maint.	96,178.00	14,350.00
T. A (MD & Board of Directors)	45,273.00	47,973.00
Wages	274,525.00	582,828.00
Advertisement	5,946.00	-
Office Rent (Commissionery)	81,600.00	106,600.00
Pension	104,996.00	-
Retainer Fee	-	35,200.00
Book	100.00	180.00
Group Gratuity A/c	780,797.00	647,984.00
Audit Fees & Accounting Charges	46,141.00	20,000.00
Accounting Charges	78,000.00	82,942.00
Electrical Material	7,562.00	27,050.00
Expenses Relating To Commissionery Office(As per Annexure E)	87,125.00	115,957.00
Legal & Misc. Expenses	132,538.00	56,650.00
Computer Consumable	27,372.00	4,260.00
Fixed allowance to MD	-	-
Form & Fees	80,500.00	-
Medical Expenses	7,637.00	-
News Paper	2,891.00	1,492.00
Misc. Exp.	100.00	895.00
Conveyance	-	2,460.00
Electric Charges	90,968.00	133,765.00
Insurance Premium	16,692.00	-
Staff Welfare Expenses	11,921.00	-
TOTAL	10,241,804.60	10,037,996.96

SCHEDULE :L

Financial Expenses

Bank Charges	36,353.00	38,132.00
Interest on NMDFC	18,026,429.00	23,657,360.00
Interest on Microfinancing	48,170.00	-
Loan Disbursement expenses	2,820.00	28,100.00
TOTAL	18,113,772.00	23,723,592.00

SCHEDULE :M



(Signature)
Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

(Signature)
Director
B. S. M. F. O. Ltd.
Patna

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.
34, HARDING ROAD, PATNA - 800 001.

SALARY WAGES & ALLOWANCES

ANNEXURE: 1

	For the year ended 31.03.2010 ₹	For the year ended 31.03.2009 ₹
Salary to Staff	6,818,403.00	6,788,912.96
Salary to MD	618,360.00	462,405.00
Leave Salary	65,855.00	-
E.P.F. Contribution	374,061.00	510,467.00
E.P.F. Administrative Charges	34,600.00	47,142.00
E.D.L.I.	15,543.00	19,163.00
Wages	274,525.00	582,828.00
	<u>8,201,347.00</u>	<u>8,410,918</u>

REPAIR & MAINTENANCE

ANNEXURE: 2

Running Cost Vehicle	84,586.00	7,864.00
Repair & Maintenance (General)	98,238.00	16,725.00
Repair & Maintenance (Computer)	2,000.00	4,960.00
	<u>184,824.00</u>	<u>29,549</u>

BRANCH BANK BALANCES

ANNEXURE: 3

Bhagalpur Commissionery	42,813.00	542,951.00
Darbhanga Commissionery	1,238,122.00	1,731,216.00
Koshi Commissionery	297,235.00	362,687.00
Magadh Commissionery	505,756.00	1,760,346.00
Munger Commissionery	241,089.00	1,186,779.00
Patna Commissionery	311,087.00	1,047,823.00
Purnea Commissionery	1,071,973.00	963,405.80
Saran Commissionery	1,069,902.00	890,431.00
Tirhut Commissionery	520,182.00	1,897,780.00
	<u>5,298,159.00</u>	<u>10,383,418.80</u>

(Signature)
Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

(Signature)
Director
B. S. M. F. C. Ltd.
Patna



ANNEXURE -V

RECEIPT AND PAYMENT FOR THE YEAR ENDED 31ST MARCH, 2010

SCHEME/ FUND- COACHING FUND

RECEIPT		PAYMENT	
PARTICULARS	₹	PARTICULARS	₹
To Opening Balance	442,117.00	By Amount Disbursed	1,602,300.00
To Fund Received	4,129,500.00	By Closing Balance	2,969,317.00
	4,571,617.00		4,571,617.00

Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna

Director
 B. S. M. F. C. Ltd.
 Patna



BIHAR STATE MINORITIES FINANCIAL CORPORATION LIMITED
34, HARDING ROAD, ALI IMAM PATH, HAZ BHAWAN, PATNA

ANNEXURE -I

RECEIPT AND PAYMENT FOR THE YEAR ENDED 31ST MARCH, 2010
SCHEME/ FUND- GRANT IN AID SCHEME OF NMDFC

RECEIPT		PAYMENT	
PARTICULARS	₹	PARTICULARS	₹
To Opening Balance	1,419,996.00	By Data Management Expenses	28,651.00
		By Infrastructure Expenses	53,382.00
		By Legal & Miscellaneous Expenses	203,386.00
		By Loan Recovery Expenses	899,628.00
		By Publicity Expenses	45,186.00
		By Fixed Assets	184,823.00
		(Purchase of fixed assets by utilising fund)	
		By Closing Balance	4,940.00
	1,419,996.00		1,419,996.00

ANNEXURE -II

RECEIPT AND PAYMENT FOR THE YEAR ENDED 31ST MARCH, 2010
SCHEME/ FUND- STATE SPONSERED SCHEME MUSLIM DIVORCE FUND

RECEIPT		PAYMENT	
PARTICULARS	₹	PARTICULARS	₹
To Opening Balance	140,000.00	By Closing Balance	140,000.00
	140,000.00		140,000.00

ANNEXURE -III

RECEIPT AND PAYMENT FOR THE YEAR ENDED 31ST MARCH, 2010
SCHEME/ FUND- STATE SCHOLARSHIP FUND

RECEIPT		PAYMENT	
PARTICULARS	₹	PARTICULARS	₹
To Opening Balance	32,240,000.00	By Amount Disbursed	11,602,000.00
		By Advance to Rafi Ahmed (Postage & Stamp)	37,736.00
		By Printing & Stationery	15,611.00
		By Closing Balance	20,584,653.00
	32,240,000.00		32,240,000.00

ANNEXURE -IV

RECEIPT AND PAYMENT FOR THE YEAR ENDED 31ST MARCH, 2010
SCHEME/ FUND- COACHING FUND

RECEIPT		PAYMENT	
PARTICULARS	₹	PARTICULARS	₹
To Opening Balance	20,240,000.00	By Wages	2,357.00
To Government of Bihar	10,000,000.00	By Amount Received	9,685,000.00
		By Closing Balance	20,552,643.00
	30,240,000.00		30,240,000.00

(Signature)
Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna



(Signature)
Director
B. S. M. F. C. Ltd.
Patna

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

For the year
ended
31.03.2010

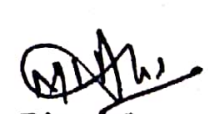
For the year
ended
31.03.2009

ANNEXURE - A	₹	₹
Unutilised Gant in Aid		
Mukhya Mantri Shram Shakti Yojna	20,000,000.00	20,000,000.00
Grant in Aid Scheme (NMDFC) (as per Grant Annex - I)	4,940.00	1,419,996.00
Muslim Divorce Fund (as per Grant Annex - II)	140,000.00	140,000.00
Scholarship Fund (as per Grant Annex - III)	30,632,653.00	32,240,000.00
Coaching Fund (as per Grant Annex - IV)	20,552,643.00	20,240,000.00
Micro Financing Programme (as per Annex - V)	2,969,317.00	442,117.00
	74,299,553.00	74,482,113.00

ANNEXURE - B		
Branch Cash Balance		
Koshi Commissionery	256,695.00	256,695.00
Magadh Commissionery	274,537.00	274,537.00
Munger Commissionery	131,867.00	131,867.00
Patna Commissionery	6,145.00	6,145.00
Purnea Commissionery	200.00	200.00
Total	669,444.00	669,444.00

ANNEXURE - C		
Branch Bank Balance		
Bhagalpur Commissionery	42,813.00	542,951.00
Darbhanga Commissionery	1,238,122.00	1,731,216.00
Koshi Commissionery	297,235.00	362,687.00
Magadh Commissionery	505,756.00	1,760,346.00
Munger Commissionery	241,089.00	1,186,779.00
Patna Commissionery	311,087.00	1,047,823.00
Purnea Commissionery	1,071,973.80	963,405.80
Saran Commissionery	1,069,902.00	890,431.00
Tirhut Commissionery	520,182.00	1,897,780.00
Total	5,298,159.80	10,383,418.80



Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna

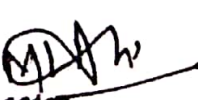

Director
B. S. M. F. C. Ltd.
Patna



ANNEXURE - D		
Advance To Staff		
Advance To A. K. Prasad	1,928.00	363.00
Advance To Bibhuti Mandal	21,609.90	21,609.90
Advance To Vijay Kr. Sinha	43,353.02	21,753.02
Advance To Birendra Kr. Singh	33,963.00	22,988.00
Advance To Birendra Thakur	(7,637.00)	(13,546.00)
Advance To Bunni Lal Chaudhary	7,150.00	7,150.00
Advance To H. C. Mishra	9,067.00	2,700.00
Advance To Hira Lal Chaudhary	5,550.00	5,150.00
Advance To Iftekhar Hasan	6,351.00	8,201.00
Advance To J. L. Das	18,986.00	11,678.00
Advance To Jagdish Prasad	(1,000.00)	(1,000.00)
Advance To Karu Prasad	-	1,118.00
Advance To K. D. Rajak	480.00	480.00
Advance To Laxman Ram	786.00	786.00
Advance To Md. Ozair Ahmed	-	2,800.00
Advance To Md. Sadab Kamal	-	500.00
Advance To Noor Mohammad	-	(8,960.00)
Advance To P. A. To Md. (Nehal Asraf)	291,041.25	297,955.25
Advance To Prabhu Pandit	350.00	350.00
Advance To Rafi Ahmed	26,071.20	20,291.20
Advance To Raja Ram Prasad	(587.50)	(637.50)
Advance To Rizwan Hader	857.00	857.00
Advance To Sachidanand Singh	25,199.82	16,257.82
Advance To Sakina Khatoon	100.00	100.00
Advance To Sanjay Kumar	49,569.00	29,195.00
Advance To Shambhu Kumar Singh	16,880.13	16,880.13
Advance To Shankar Prasad (800-535)	(28.00)	265.00
Advance To Sharfe Alam	11,600.00	11,600.00
Advance To S.M.A Haque	10,700.00	62,700.00
Advance To Tanveer Alam	11,300.00	11,300.00
Advance To Aquil Ahmed	(2,000.00)	6,400.00
Advance To Pankaj Kr. Jha	20,278.00	18,450.00
Advance To Aquil Jubair Hashmi (Md.)	31,667.00	31,667.00
Advance To Dharmesh Kumar	317.00	7,245.00
Advance To Naushad Alam	13,250.00	13,250.00
Advance To Abhavanand	-	4,020.00
Advance To Md.	25,000.00	25,000.00
Advance To Shad Ahmad	1,500.00	1,500.00
Advance To Dustgeer Alam	(4,808.00)	(512.00)
Advance To Md. (Ansarudin)	75,843.00	50,280.00
Advance to Mohsin	304.00	1,500.00
Salary Advance	(14,866.00)	-
Motor Cycle Loan	(43,000.00)	-
Festival Advance	(1,060.00)	-
General Advance (Ranchi Staff)	4,500.00	-
Medical Advance to Staff	(500.00)	-
Total	690,064.82	709,684.82

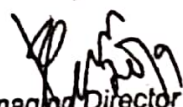




 Managing Director
 Bihar State Minorities Financial
 Corporation Ltd., Patna


 Director
 B. S. M. F. C. Ltd.
 Patna

ANNEXURE - E		
Expenses Relating to Commissionery Office		
Bhagalpur Commissionery	4,720.00	3,212.00
Darbhanga Commissionery	16,018.00	12,169.00
Magadh Commissionery	6,504.00	27,558.00
Munger Commissionery	100.00	921.00
Patna Commissionery	9,022.00	-
Purnea Commissionery	20,446.00	3,774.00
Saran Commissionery	2,761.00	10,763.00
Tirhut Commissionery	25,750.00	15,451.00
Koshi Commissionery	1,804.00	42,109.00
Total	87,125.00	115,957.00

ANNEXURE - F		
Expenses Relating to Commissionery Office		
Loan Recovery Bhagalpur	329,582.00	294,650.00
Loan Recovery Darbhanga	2,241,943.00	1,777,112.00
Loan Recovery Koshi	400,352.00	1,488,308.00
Loan Recovery Magadh	1,294,516.00	1,660,191.00
Loan Recovery Munger	723,034.00	958,893.00
Loan Recovery Patna	1,763,084.00	2,946,106.00
Loan Recovery Purnia	1,898,057.00	1,163,914.00
Loan Recovery Saran	869,293.00	1,433,657.00
Loan Recovery Tirhut	1,870,806.00	1,715,072.00
Total	11,390,667.00	13,437,903.00


Managing Director
Biher State Minorities Financial
Corporation Ltd., Patna


Director
B. S. M. F. C. Ltd.
Patna



BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNT

Schedule-'N'

A. SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Convention

Financial statement are prepared on the basis of historical cost and on accrual basis following going concern concept, accounting standards and generally accepted accounting principles except otherwise stated elsewhere.

2. Subsidies/Grants from Government

Subsidies/Grants on capital account are deducted from the cost of respective assets to which they relate. The unspent amount at the year end, if any, is shown under the head 'GRANTS & FUNDS' in the liabilities side of the Balance Sheet.

Grant relating to capital expenditure and revenue grant/additional margin money utilized for the purpose of acquisition of fixed assets is capitalized and depreciation provided on such assets as per the rates provided under the companies Act, 1956.

Subsidies/Grants on revenue account are shown in the Balance Sheet as net of receipt and expended amount, if any.

3. Fixed Assets

Fixed assets are shown at historical cost less accumulated depreciation.

Depreciation on fixed assets provided on WDV method at the rate and manner specified in Schedule XIV of the companies Act, 1956(as amended).

Individual assets costing ₹ 5000/- or less have been fully depreciated in the year purchase. Depreciation on the assets added and disposed off during the year is provided on pro-rata basis with the reference to the month of addition/disposal.

4. Investment

All investments, being long term in nature, are stated at cost.

5. Retirement Benefits

Year-end liability on account of gratuity and leave encashment is provided for on actuarial valuation basis.


6. Recognition of Income Expenditure


Income and expenditure are generally recognised on accrual basis and provision is made for all known liabilities.

7. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the balance Sheet date.




Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna


Director
B. S. M. F. C. Ltd.
Patna

On the basis of loan ledger prepared it has been decided by the board of directors that the provisions relating to bad and doubtful debts are required to be accounted for. Accordingly a provision of ₹ 2,15,58,147.48 has been made during the year.

8. Taxation

Provision of current income tax is made in accordance with the Income Tax Act, 1961. Deferred tax liabilities and assets are recognised at substantively enacted tax rate, subject to the consideration of prudence, being difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

9. Mutual Adjustment

Commissionary Account and Head Office Account's balances, if any are shown by netting off their balances by virtue of mutual adjustment principle. During the year Commissionary Account and Head Office, each has a balance of ₹ 1,65, 63,232.00 which has been shown as nil by adjustment the same.

10. Related Party Transactions

During the year the company has not entered into transaction with the related parties.

11. Impairment

The company does not carry any impairment testing of its assets during the year.

12. Intangible Assets

The company does not have any intangible assets.

B. NOTES ON ACCOUNTS

1. Fixed Assets

1.1 Fixed assets include assets of ₹ 16,01,052.00 acquired during the year from the grant in aids fund. Capital fund of ₹16,01,052.00 has been created during the year to the extent of capitalization of grant in aids. Depreciation of ₹ 5,05,814.94 has been charged on the same and transferred to capital fund.

1.2 Furniture & fixture include furniture of ₹ 21,300.00 of Ranchi Branch.

2. Investment in NMDFC

2.1 Investment of the company which are long term in nature in share capital of NMDFC as on 31.03.2010 amounted ₹ 5,00,04,000.00, are valued at cost.

3. Loans & Advances

Advances of ₹ 6,90,064.82 given to the employees out of which a number of old advances have been recognized and details are traced out. These advances are to be adjusted in the year 2010-2011. It is advisable that steps should be taken to recover or adjust all other pending advances.



Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

Director
B. S. M. F. C. Ltd.
Patna

An amount of ₹ 63,81,980.00 has been disbursed as term loan and amount of ₹ 1,13,90,667.00 has been recovered during the year.

Total balance of loan to beneficiaries stands as ₹ 38,55,72,800.44 as on 31.3.2010 (PY-36,18,27,473.44).

The corporation has made a provision of ₹ 2,15,58,147.48 during the year (PY-1,57,91,202.75) for a possible non-recovery of loans and receivables. The total provision stands as ₹ 5,04,31,540.65 as on 31.03.2010 which has been calculated as per the policy approved by the Board of BSMFC.

4. Secured Loans

No loan has been received during the year. Interest accrued and due of ₹ 1,80,26,429.00 has been properly accounted for and out of which interest of ₹ 1,38,20,000.00 has been paid during the year. The said from NMDFC is secured by Guarantee provided by the State Government. Necessary provisions for interest payable of ₹ 42,06,429.00 has been taken into accounts as per the statement issued by NMDFC, New Delhi.

5. Balance Confirmation Certificate

The corporation has provided us balance confirmation certificate in respect of all bank accounts for our verification of bank balances as on 31.3.2010 which the entity has with the different banks.

Balance confirmation certificates in respect of balances in respect of other receivables could not be made available to us and we are of opinion that availability of the same is not required in all cases.

6. Bank Reconciliation Statement

The Corporation has prepared bank reconciliation statements for all bank accounts as on 31.03.2010 which are in conformity with the balances lying in the bank book maintained by the corporation.

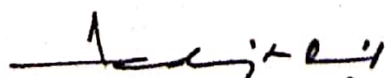
7. Commissionary Office

During the year ₹ 1,65,63,232.00 has been transferred to Head office from the Commissionary offices for loan recovery, has been properly accounted for in books of accounts. They have been shown in the Financial Statements by netting off their balances.

8. General

1.1 Previous year's figures have been regrouped and rearranged wherever considered necessary to make them comparable with the current year figures.

For N. R. Baid & Co.
Firm Registration No. 002104C
Chartered Accountants



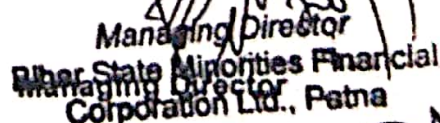
(CA. A. Baid)

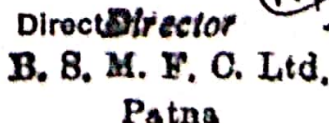
Partner

Membership No. 408360



BIHAR STATE MINORITIES
FINANCIAL CORPORATION LTD.


Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna


Director
B. S. M. F. C. Ltd.
Patna

Patna 09 JUL 2013

BIHAR STATE MINORITIES FINANCIAL CORPORATION LTD.

34, HARDING ROAD, PATNA - 800 001.

Schedules forming part of the Accounts for the year ended March 31, 2010

Statement Pursuant to Part IV, Schedule VI to the Companies Act, 1956:

Balance Sheet Abstract and Company's General Business Profile

I. Registration Details:

CIN	U65110BR1984SGC001964
State Code	03
Balance Sheet Date	31.03.2010

II. Capital Raised During the Year : (Amount in ₹ Thousand)

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

III. Position of Mobilisation and Deployment of Funds : (Amount in ₹ Thousand)

Total Liabilities	751,718
Total Assets	751,718
Source of Funds	
Paid-up Capital	115,000
Reserves and Surplus (Including Grants)	278,444
Secured Loans	344,181
Unsecured Loans	-
Share Application Money Pending Allotment	-
Deferred Tax Liability	-
Application of Funds	
Net Fixed Assets	1,016
Investments	50,004
Deferred Tax Assets	-
Net Current Assets	601,769
Misc. Expenditure	-
Accumulated Losses	84,833

IV. Performance of Company : (Amount in ₹ Thousand)

Turnover	35,150
Total Expenditure	50,004
Profit/(loss) After Tax	(14,854)
Earnings Per Share in ₹	
Basic	N.A.
Diluted	
Dividend Rate %	

V. Generic Names of 3 Principal Products/Services of Company:

(As per monetary terms)

- a) Item Code No. (ITC Code) :
Product Description :
b) Item Code No. (ITC Code) :
Product Description :
c) Item Code No. (ITC Code) :
Product Description :

BIHAR STATE MINORITIES
FINANCIAL CORPORATION LTD.

Managing Director
Bihar State Minorities Financial
Corporation Ltd., Patna

Place : Patna

Dated: 09 OCT 2013



Director
B. S. M. F. C. Ltd.
Patna

N. R. Baid & Co.
Chartered Accountants
 213, 2nd Floor Ashiana Towers
 Exhibition Road, Patna - 800 001

Tel : 0612-2320716

email: nrbaidandco@gmail.com



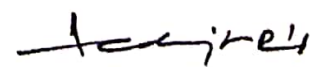
PROFORMA ON THE PERFORMANCE OF AUDITORS OF GOVERNMENT COMPANIES & CORPORATION FROM THE YEAR 2009-10

To be sent to the Comptroller and Auditor General's office with the endorsement copy of Comments/Nil Comments/Non Review Certificate on the Accounts of the Company

A	Basic Data			
(i)	Name of the Company/Corporation		Bihar State Minorities Financial Corporation Ltd.	
(ii)	Name of the Branch/Unit of the Company/Corporation audited		Statutory Audit	
(iii)	Year of Account		2009-10	
(iv)	Name of the Statutory Auditors and Branch Auditors and the partner who certified the financial statement on the behalf of the CA firm		N. R. Baid & Co., Chartered Accountants CA. A. Baid, Partner	
(v)	Name of the Partners, Chartered Accountant Employees and other Employees who actually audited the Company/Unit and the man days deployed/spent by the Partners/CA employees on the Audit			
	Name	Man days/hours spent Audit	TA/DA paid/payable (₹)	Out of Pocket Expenses paid/payable (₹)
	(a) Partners	15 Man Days	Included in Statutory Audit Fees	
	(b) Chartered Accountant Employees	-		
	(c) Other Employees	40 Man Days		
(vi)	Audit fee and other remuneration paid/payable to the Auditors by the Company (Please give separate entries for each Audit Firm and each type of remuneration)			
	Name of the Statutory Auditor/Branch Auditor	Audit Fees mentioned in the annexure II attached with the appointment letter	Audit fees actually paid/payable by the Company	Details of other remuneration/fees paid/payable to the auditor alongwith amount thereof for the year of account
	N. R. Baid & Co.	₹ 16,854/-	₹ 16,854/-	i) Tax Audit ₹ 11,236/-
				ii) VAT Audit ₹ Nil
				iii) Half Yearly Financial/reviews/quarterly Financial ₹ Nil
				iv) Others (Specifying the nature of services rendered) ₹ Nil

Note: The Man Days deployed are excluding Saturdays, Sundays and National Holidays and include Man Days deployed at Firm Office including during report preparation.

For N. R. Baid & Co.
Chartered Accountants


(CA. A. Baid)
Partner

Place : Patna

Dated: 09 OCT 2013



N. R. Baid & Co.
Chartered Accountants
213, 2nd Floor Ashiana Towers
Exhibition Road, Patna - 800 001

Tel : 0612-2320716



email: nrbaiddandco@gmail.com

CERTIFICATE NO.: CERT/NRBC/HO/2013-14/013

Annexure – III

COMPLIANCE CERTIFICATE

We have conducted the audit of accounts of Bihar State Minorities Financial Corporation Ltd., for the year ended 31st March, 2010 in accordance with the direction/sub directions issued by the C & AG of India under section 619(3) of the Companies Act, 1956 and certify that we have complied with all the directions/sub directions issued to us.



Place : Patna

Date : 09 OCT 2013

For N. R. Baid & Co.
Firm Registration No. 002104C
Chartered Accountants

(CA. A. Baid)
Partner

Membership No. 408360