

CENTURY 21ST PORTFOLIO LIMITED

**26th ANNUAL REPORT
2011-2012**

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CORPORATE INFORMATION

Board of Directors:

- | | | |
|--------------------------|---|----------|
| 1. Mr. Hemraj Baid | — | Director |
| 2. Mr. K. Ravi Kumar | — | Director |
| 3. Mr. Y. Kondal Reddy | — | Director |
| 4. Mr. D.V.Surendra Babu | — | Director |

Registered Office:

8-2-682/3/A&B, Suite No.404,
Mayfair Gardens, Road No.12,
Banjara Hills, Hyderabad- 500034.

Auditors:

M. M. Reddy & Co.,
Chartered Accountants,
Rajbhavan Road,
Somajigudda, Hyderabad.

Bankers:

HDFC Bank

Road No. 1, Banjara Hills,
Hyderabad - 500 034.

SBH

Secunderabad.

Listed At:

- 1) Bombay Stock Exchange Limited
- 2) Delhi Stock Exchange Limited
- 3) Ahmedabad Stock Exchange Limited
- 4) Ludhiana Stock Exchange Limited

Registrar & Share Transfer Agents:

Venture Capital and Corporate Investments
Private Limited
12-10-167, Bharat Nagar,
Hyderabad – 500 018.

NOTICE

NOTICE is hereby given that the 26th Annual General Meeting of the Shareholders of Century 21st Portfolio Limited will be held on Monday the 24th day of September, 2012 at 12.00 noon, at 8-2-682/3/A&B,Suite 404, Mayfair Gardens, Road No.12,Banjara Hills, Hyderabad - 500034, to transact the following of business:

ORDINARY BUSINESS:

1. To receive and adopt the Directors' Report, the Audited Profit and Loss Account and the Cash Flow statement for the year ended 31st March, 2012, and the Balance Sheet as at that date.
2. To appoint a director in place of Mr. K. Ravi Kumar who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS:

4. To consider, and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 31 and all other applicable provisions of the Companies Act, 1956 and Rules framed there under, the existing Articles of Association of the Company be and is hereby amended as under :

- i) After Article 67 of the Articles of Association of the Company, the following new a shall be inserted:

67a: The Board may provide video conference facility and/or other permissible electronic mode of communication to the shareholders of the Company for participating in General Meetings of the Company. Such participation by the shareholders at General Meetings of the Company through video conference facility and/or other permissible electronic mode of communication shall be governed by the Rules and Regulations as applicable to the Company for the time being in force.

- ii) After Article 104 of the Articles of Association of the Company, the following new Article 104a is inserted:

104a:Directors may participate in Meetings of the Board and/or Committees thereof, through video conference facility and/or other permissible electronic mode of communication. Such participation by the Directors at Meetings of the Board and/or Committees thereof, through video conference facility and/or other permissible electronic mode of communication shall be governed by the Rules and Regulations as applicable to the Company for the time being in force.”

“FURTHER RESOLVED THAT the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee or any person which the Board may nominate/constitute to exercise its powers, including the powers by this Resolution) be and is hereby authorized to carry out the abovementioned amendments in the existing Articles of Association of the Company and that the Board may take all such steps as may be necessary to give effect to this Resolution.”

For and on behalf of the Board
CENTURY 21ST PORTFOLIO LIMITED

Place: Hyderabad
Date: 14.08.2012

K. Ravi Kumar
Director

NOTES:

1. An Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in relation to the Special Business of the Meeting is annexed hereto and forms part of this Notice.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF / HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
3. The Register of Members and Share Transfer Books of the Company will be closed from 21.09.2012 to 24.09.2012 (Both days Inclusive).
4. Members are requested to produce the Attendance Slip duly signed as per the Specimen Signature recorded with the Company/Depository Participant for admission to the meeting hall.
5. Members are requested to notify immediately any change in their address to the Share Transfer Agents and in case their shares are held in dematerialized form, this information should be passed on to their respective Depository Participants.
6. A Member desirous of receiving any information on the accounts or operations of the company is requested to forward his/her queries to the Company at least 7 working days prior to the meeting, so that the required information can be made available at the meeting.
7. Members holding shares in physical form are requested to notify immediately any change in their address along with address proof, i.e. Electric/Telephone Bill, Driving License or a copy of passport and Bank particulars to the Company or its Registrar & Share Transfer Agent and in case their shares are held in dematerialized form, this information should be passed on directly to their respective Depository Participants and not to the Company/RTA without any delay.

8. Members, who hold shares in de-materialized form, are requested to bring their Client ID and DP IDs for easier identification of attendance at the meeting.
9. It shall be mandatory for the transferee(s) to furnish copy of PAN Card to the Company / RTAs for registration of such transfer of shares, for securities market transactions and off market/private transaction involving transfer of shares in physical form of listed companies.
10. As part of Green Initiative in Corporate Governance the Ministry of Corporate Affairs (MCA), Government of India vide its Circular has allowed paperless compliances by Companies inter-alia stating that if the Company sends official documents to their shareholders electronically, it will be in compliance with the provisions of Section 53 of the Companies Act, 1956. Keeping in view shareholders are requested to update their E-Mail ID with their DP.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

Item 4:

The Ministry of Corporate Affairs (MCA), Government of India, New Delhi vide General Circulars No.27/2011 and 28/2011 dated May 20, 2011 and Circular No. 35/2011 dated June 06, 2012 have permitted the companies to hold Board Meetings and Shareholders' Meetings through video conference facility, as part of the Green Initiatives under Corporate Governance.

Further, MCA vide Circular No. 72/2011 dated December 27, 2011 made the video conference facility at the Shareholders' Meetings optional to the Company. In order to provide video conference facility to its Directors and Shareholders, your Company has been advised to carry out necessary amendments in the existing Articles of Association of the Company by inserting enabling provisions. In terms of Section 31 of the Companies Act, 1956, approval of the Members by way of a Special Resolution is required to amend the Articles of Association of the Company.

The Articles of Association with alterations proposed therein as referred to in the Notice shall be available for inspection by the Members at the Registered Office of the Company any working day during usual business hours up to the date of the Meeting and will also be available at this Annual General Meeting.

Accordingly, your Board recommends passing of the Resolution No.4 as a Special Resolution.

None of the Directors are interested or concerned in this Resolution.

For and on behalf of the Board
CENTURY 21ST PORTFOLIO LIMITED

Place: Hyderabad
Date: 14.08.2012

K. Ravi Kumar
Director

DIRECTORS' REPORT

To,
The Members

We have pleasure in presenting the 26th Annual Report with Audited Statements of Accounts for the year ended 31st March 2012.

FINANCIAL HIGHLIGHTS AND OPERATIONS

The operating results for the year are as follows:

(Rupees in Lakhs)

Particulars	2011-2012	2010-11
Total Income	21.33	14.15
Profit/(Loss) before Interest and Depreciation	2.71	(3.78)
Less:		
Interest and Financial Charges	0.43	0.43
Depreciation and other Write-offs	1.60	1.81
Profit/(Loss) before tax	0.68	(6.03)
Provision for current tax and deferred tax	—	—
Profit/(Loss) after tax	0.68	(6.03)
Add: Balance Brought forward	(42.85)	(36.82)
Balance carried forward	42.17	(42.85)

OPERATIONS:

During the year 2011-12 the company had a turnover of Rs. 21,33,342/- which the company earned a net profit of Rs. 67843/- as compared to the turnover of Rs. 14,15,558/- and a net loss of Rs. 6,02,785/- in the previous year 2010-11.

DIVIDEND:

Keeping the Company's expansion and growth plans in mind, your Directors have decided not to recommend dividend for the year.

PUBLIC DEPOSITS:

Your Company has not accepted any deposits falling within the meaning of Sec.58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, during the financial year under review.

LISTING:

The equity shares of your company are listed on the Bombay Stock Exchange Limited.

CAPITAL OF THE COMPANY:

Authorized capital of the company stands at Rs. 35,00,0000 divided into 35,00,000 equity shares of Rs. 10/- each. Paid up capital of the company stands at Rs.2,07,09,000 divided into 20,70,900 equity shares of Rs. 10/- each.

SUBSIDIARY COMPANY:

The Company do not have any subsidiary company.

MANAGEMENT DISCUSSION AND ANALYSIS:

A detailed review of operations, performance and future outlook of your Company and its businesses is given in the Management Discussion and Analysis, which forms part of this Report.

DIRECTORS:

In accordance with the Companies Act, 1956 read with Articles of Association of the company the Director namely Mr. K. Ravi Kumar retires by rotation and being eligible, offers himself for re-appointment at this ensuring Annual General Meeting. Your Directors recommend his re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

In pursuance of Section 217(2AA) of the Companies Amendment Act, 2000 your directors confirm

- i) That the directors in the preparation of the annual accounts the applicable accounting standards have been followed along with proper explanations relating to material departures.
- ii) That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year.
- iii) 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 safe guarding the assets of the company and for preventing and deleting fraud and other irregularities.
- iv) That the directors had prepared the annual accounts on the going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO :

The required information as per Sec.217 (1) (e) of the Companies Act 1956 is provided hereunder:

A. Conservation of Energy:

Your Company's operations are not energy intensive. Adequate measures have been taken to conserve energy wherever possible by using energy efficient computers and purchase of energy efficient equipment.

B. Technology Absorption:

- 1. Research and Development (R&D) : NIL
- 2. Technology absorption, adoption and innovation : NIL

C. Foreign Exchange Earnings and Out Go:

- Foreign Exchange Earnings : _____
- Foreign Exchange Outgo : _____

PARTICULARS OF EMPLOYEES:

There is no employee who is falling under section 217 (2A). Therefore, the disclosures required to be made under section 217 (2A) of the Companies Act, 1956 and the rules made there under are not applicable.

CODE OF CONDUCT:

The Code of conduct has been circulated to all the members of the Board and Senior Management and the compliance of the same has been affirmed by them. Code of conduct has also been place signed on the website the company. A declaration signed by the Managing Director is given in Annexure.

AUDITORS:

Your directors propose the appointment of M/s. M. M. Reddy & Co., as statutory auditors to hold office until the conclusion of the next Annual General Meeting of the company.

CORPORATE GOVERNANCE:

The Corporate Governance is not applicable to the Company, as the paid up capital on the Company, is less than 3 crores.

COMPLIANCE CERTIFICATE U/SEC. 383A OF THE COMPANIES ACT, 1956 :

In accordance with requirement of Section 383A of the Companies Act, 1956 the Company has taken a Compliance Certificate from Practicing Company Secretary for the Financial Year 2011-12.

ACKNOWLEDGEMENTS:

Your directors would like to express their grateful appreciation for assistance and co-operation received from clients, banks, investors, Government, other statutory authorities and all others associated with the company. Your directors also wish to place on record their deep sense of appreciation for the excellent contribution made by the employees at all levels, which enabled the company to achieve sustained growth in the operational performance during the year under review.

DECLARATION BY MANAGING DIRECTOR OF AFFIRMATION BY DIRECTORS AND SENIOR MANAGEMENT PERSONNEL OF COMPLIANCE WITH THE CODE OF CONDUCT:

The shareholders

I, K. Ravi Kumar, Director of the Company do hereby declare that the directors and senior management of the Company have exercised their authority and powers and discharged their duties and functions in accordance with the requirements of the code of conduct as prescribed by the company and have adhered to the provisions of the same.

For and on behalf of the Board
CENTURY 21ST PORTFOLIO LIMITED

Place: Hyderabad

Date: 14.08.2012

K. Ravi Kumar

Director

Auditors' Report

To
The Members of
CENTURY 21st PORTFOLIO LIMITED
Hyderabad.

We have audited the attached Balance Sheet of CENTURY 21st PORTFOLIO LIMITED as at 31st March, 2012, the Profit and Loss Account and Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based our audit.

We conducted our audit in accordance with auditing standards 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies Auditors' Report order (CARO) 2003 as amended by the Companies (Auditors report) (Amendment) Order, 2004, issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, We enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to above, We report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, the Profit and Loss account and the Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956.

- e) On the basis of information and explanations given to us and representations received from the Directors of the company as on 31st March, 2012 and taken on record by the Board of Directors, We report that none of the Directors are disqualified as on 31st March, 2012 from being appointed as Director of the company under Section 274 (1) (g) of the Companies Act, 1956.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereto, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the Accounting Principles generally accepted in India.
- (i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2012
 - (ii) in the case of the Profit and Loss Account, the Profit of the Company for the year ended on that date, and
 - (iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For M M REDDY & Co.,
Chartered Accountants
Firm Reg. No. 010371S

Sd/-

M. Madhusudhana Reddy
Partner
Membership No. 213077

Place: Hyderabad
Date: 14.08.2012

**ANNEXURE REFERRED TO IN PARAGRAPH
1 OF OUR REPORT OF EVEN DATE**

- 1) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) We are informed that during the year, these fixed assets have been physically verified by the management at reasonable intervals and no materials discrepancies were noticed.
(c) No part of fixed assets has been disposed off during the year.
- 2) The company has no inventories hence the requirement of inventories physical verification, physical verification procedures and maintaining inventory records do not apply to the company.
- 3) (a) The Company has not taken any loans secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
(b) The Company has not granted loans to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and the terms and conditions of the loans are reasonable.
(c) The loan accounts to the companies, firms or other parties listed in the register maintained under section 301 of the companies Act, 1956 are regular.
(d) There are no overdue amounts.
- 4) There are adequate internal control procedures commensurate with the size of the company and nature of its business, for the purchase and sale of assets.
- 5) In our opinion and according to the information and explanations given to us the transactions that need to be entered in the register maintained under section 301 of the companies Act, 1956 have been so entered.
- 6) The company has not accepted deposits from the public.
- 7) The Company has internal audit system commensurate with its size and nature of its business.
- 8) The company is not required to maintain cost records under Section 209(1)(d) of the Companies Act, 1956.
- 9) (a) According to the records of the company and as per the information and explanations given to us, the company is generally regular in depositing with the appropriate authorities, the undisputed statutory dues, Investor Education and Protection Fund, Income Tax, Sales Tax, Customs Duty, Excise Duty, Cess and any other material statutory dues as applicable to it.
(b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Customs Duty, Excise Duty which have not been deposited on account of any dispute.

- 10) The Company has accumulated losses of Rs.18.83 Lakhs as at 31st March, 2012 which is not more than 100% of net worth of the company and company not incurred any losses during the financial year ended on that date and incurred cash loss of Rs. 4.21 lakhs in the immediately preceding financial year.
- 11) In our opinion and according to the information and explanations given to us, the company does not have any dues to financial institutions and banks. The Company has not issued any debentures.
- 12) During the year, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In our opinion and according to the information and explanations given to us, the provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the company.
- 14) The Company has not dealt or traded in shares, securities, debentures or other investments during the year.
- 15) The Company has not given any guarantees for loan taken by others from bank or financial institutions during the year.
- 16) In our opinion and according to the information and explanation given to us, the company has not availed any term loans from the Banks or Financial Institutions.
- 17) According to the information and explanations given to us, the company has not applied short term borrowings for long term use and vice versa.
- 18) The Company has not made any preferential allotment of shares during the year.
- 19) The Company has not issued any debentures and hence creation of necessary securities does not arise.
- 20) The Company has not raised any money by public issue during the year.
- 21) As per the information and explanations given to us and on the basis of examination of records, no material fraud on or by the Company was noticed or reported during the year.

For M M REDDY & Co.,
Chartered Accountants
Firm Reg. No. 010371S

Sd/-

M. Madhusudhana Reddy
Partner
Membership No. 213077

Place: Hyderabad
Date: 14.08.2012

Century 21st Portfolio Limited

Balance Sheet As at 31st March, 2012

(All amounts in Indian Rupees except for share data or otherwise stated)

PARTICULARS	Note No's	AS AT Mar'31, 2012	AS AT Mar' 31,2011
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	20,709,000	20,709.00
Reserves and Surplus	3	(1,883,864)	(1,951,708)
Preference Share Warrant		—	—
	A	18,825,136	18,757,292
Non - current liabilities			
Long - term borrowings		—	—
Deferred tax liabilities (Net)		—	—
Long term provisions		—	—
	B	—	—
Current liabilities			
Short - term borrowings		—	—
Trade Payables	4	847,060	838,565
Short - term provisions		—	—
	C	847,060	838,565
Total	(A+B+C)	19,672,196	19,595,857
ASSETS			
Non-current assets			
Fixed assets			
Gross Block	5	2,909,005	2,759,005
Less : Accumulated depreciation/amortization		2,407,165	2,247,504
Net block		501,840	511,511
Capital work- in- progress		—	—
	A	501,840	511,511
Deferred tax assets (Net)		—	—
Long - term loans and advances	6	17,756,314	17,756,314
Non-current investments		—	—
Other Non- Current Assets		—	—
	B	17,756,314	17,756,314
Current assets			
Inventories		—	—
Trade receivables	7	1,219,599	997,690
Cash and cash equivalents	8	18,958	138,256
Short - term loans and advances		—	—
Other current assets	9	175,485	192,097
	C	1,414,041	1,328,043
Total	(A+B+C)	19,672,196	19,595,857

The notes referred to above form an integral part of the Balance Sheet.

As per our report of even date
For **M M REDDY & CO.,**
Firm Registration No.010371S
Chartered Accountants
Sd/-
M. Madhusudhana Reddy
Partner
Membership No.213077

Place: Hyderabad
Date : 14.08.2012

For and on behalf of the Board of Directors
CENTURY 21ST PORTFOLIO LIMITED

Sd/-
D.V. Surendra Babu
Director

Sd/-
K. Ravi Kumar
Director

Profit & Loss Account for the year ended 31st March, 2012

(All amounts in Indian Rupees except for share data or otherwise stated)

PARTICULARS	Note No's	Year Ended Mar'31, 2012	Year Ended Mar' 31,2011
INCOME			
Turnover (Gross)			
Revenue from operations		1,810,206	1,200,000
Other Income		323,136	215,558
Total Revenue		2,133,342	1,415,558
EXPENDITURE			
Operating Expenses		—	—
Administration expenses	10	1,905,838	1,837,209
Depreciation/amortization	4	159,660	181,134
Total		2,065,499	2,018,343
Profit / (Loss) before tax		67,843	(602,785)
Provision for taxation			
- Current Year Tax		—	—
- Deferred tax		—	—
Total tax expense		—	—
Profit/(Loss) from continuing operations		67,843	(602,785)
Balance brought forward from previous year		(4,285,458)	(3,682,673)
Balance carried to Balance Sheet		(4,217,614)	(4,285,458)
Earnings per share			
Basic		0.03	(0.29)
Weighted Number of Shares		2,070,900	2,070,900
Nominal value		10	10
Notes to accounts	11		

The notes referred to above form an integral part of the Profit and Loss Account

As per our report of even date
 For **M M REDDY & CO.,**
 Firm Registration No.010371S
 Chartered Accountants
 Sd/-
M. Madhusudhana Reddy
 Partner
 Membership No.213077

Place: Hyderabad
 Date : 14.08.2012

For and on behalf of the Board of Directors
CENTURY 21ST PORTFOLIO LIMITED

Sd/-
D.V. Surendra Babu
 Director

Sd/-
K. Ravi Kumar
 Director

Cash Flow Statement for the ended 31st March, 31st March, 2012

(All amounts in Indian Rupees except for share data or otherwise stated)

	As at Mar'31, 2012	As at Mar' 31, 2011
A. Cash flow from operating activities		
Net profit / (Loss) before tax	67,843	(602,785)
Adjustments for:		
Preliminary Expences Written Off	—	—
Depreciation	159,660	181,134
Dividend Income	—	—
Interest expense	—	—
Operating profit before working capital changes	227,504	(421,650)
Movements in working capital :		
Increase in Trade Receivables	(221,909)	4,329,931
Increase in inventories	—	—
(Increase)/Decrease in long term loans and advances	—	—
Increase in other current assets	16,612	(8,927,621)
Increase in Trade Payables	8,495	324,620
Cash generated from /(used in) operations	30,702	(4,694,720)
Taxes paid	—	—
Net cash used in /(generated from) operating activities	30,702	(4,694,721)
B. Cash flows from investing activities		
Purchase of fixed assets	(150,000)	—
Sale of fixed assets	—	1,920,000
Fixed deposits	—	—
Dividends received	—	—
Net cash used in investing activities	(150,000)	1,920,000
C. Cash flows from financing activities		
Proceeds Share Capital	—	950,000
Increase in capital reserve due to Forfeiture of shares	—	2,333,750
Proceeds from Short term Borrowings	—	(435,525)
Interest received	—	—
Interest paid	—	—
Net cash generated from /(used in) financing activities	—	2,848,225
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(119,298)	73,505
Cash and cash equivalents at the beginning of the year	138,256	64,751
Cash and cash equivalents at the end of the year	18,957	138,256

This is the Cash Flow Statement referred to in our report of even date

As per our report of even date
 For **M M REDDY & CO.,**
 Firm Registration No.010371S
 Chartered Accountants
 Sd/-
M. Madhusudhana Reddy
 Partner
 Membership No.213077
 Place: Hyderabad
 Date : 14.08.2012

For and on behalf of the Board of Directors
CENTURY 21ST PORTFOLIO LIMITED
 Sd/-
D.V. Surendra Babu
 Director
 Sd/-
K. Ravi Kumar
 Director

NOTE : 1

I. ACCOUNTING POLICES:

The Accounting Policies followed by the company are stated below.

1. General:

Accounting policies, unless specifically stated to be otherwise, are in accordance with the General Accepted Accounting Principles.

2. Revenue Recognition :

The Company follows the Mercantile System of accounting and recognizes the income and expenditure, unless specifically stated to be otherwise, on accrual basis. Interest on arrears of allotment and Call monies on shares are accounted for as and when received.

3. Investment Income:

To account for income from Investments on an accrual basis, inclusive of related tax deducted at source.

4. Prudential Norms:

The Company followed the prudential norms regarding capital Adequacy, asset classification, provisioning and income recognition for Non Performing Assets, as prescribed by Reserve Bank of India, Department of Non Banking Financial Supervision.

5. Fixed Assets :

Fixed Assets are stated at Historical Cost Less Accumulated Depreciation

6. Employee Benefits:

Liability for employee benefits, both short term and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard (AS) 15 (revised) "Employee Benefits " issued by the Institute of Chartered Accountants of India.

7. Depreciation :

Depreciation has been charged on Straight Line Method at the rates and in the manner specified in the Schedule -XIV of the Companies Act, 1956.

8. Taxes on income :

Tax on Income per the current year is determined on the basis of taxable income estimated in accordance with the provisions of Income-Tax Act 1961. Deferred Tax is recognized on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantially enacted as on the balance sheet date.

Notes to Accounts

(All amounts in Indian Rupees except for share data or otherwise stated)

	As at Mar'31, 2012	As at Mar' 31,2011
Note 2 : Share Capital		
Authorised:		
35,00,000 Equity Shares of Rs. 10/- each	35,000,000	35,000,000
Issues, Subscribed and Paid up		
20,70,900 equity shares of Rs. 10/- each	20,709,000	20,709,000
	<u>20,709,000</u>	<u>20,709,000</u>
Note 3 : Reserves and Surplus		
Capital Reserve		
Forfeiture of shares on Capital Reduction	2,333,750	2,333,750
Profit & Loss A/c Surplus		
Balance in the statement of profit & loss	(4,285,458)	(3,682,673)
Additions during the year	67,843	(602,785)
	<u>(1,883,864)</u>	<u>(1,951,708)</u>
Note 4 : Trade Payables		
Sundry Creditors	628,065	684,260
Expenses payable	72,240	50,000
Other Liabilities	143,755	104,305
	<u>847,060</u>	<u>838,565</u>
Note 6 : Long - term loans and advances		
Capital advances	—	—
Security deposits	17,756,314	17,756,314
Others	—	—
	<u>17,756,314</u>	<u>17,756,314</u>
Note 7 : Trade receivables		
(Unsecured, considered good, unless otherwise stated)		
Debts outstanding for a period exceeding six months		
Considered good		
Considered doubtful		
Other debts		
Considered good	1,219,599	997,690
	<u>1,219,599</u>	<u>997,690</u>
Less: Provision for doubtful debts	—	—
	<u>1,219,599</u>	<u>997,690</u>

Notes to Accounts

(All amounts in Indian Rupees except for share data or otherwise stated)

	As at Mar'31, 2012	As at Mar' 31, 2011
Note 8 : Cash and cash equivalents		
Cash on hand	16,148	84,991
Balances with Noted banks		
On current accounts	2,810	53,265
On deposit accounts	—	—
	<u>18,958</u>	<u>138,256</u>
Note 9: Other Current Assets		
Prepaid Expenses	175,485	192,097
Dividend Receivable	—	—
Interest Receivable	—	—
	<u>175,485</u>	<u>192,097</u>
Note 10 : Administration expenses		
Salaries & Other Benefits to Employees	601,165	574,517
Advertisement	24,114	23,565
Communication Expenses	14,801	9,299
Registrar & STA Fees	103,624	111,268
Annual Fees -NSDL & CDSL	9,248	8,878
Electricity Charges	19,324	16,716
Printing & Stationery	2,585	2,046
Postage & Courier	3,791	3,156
Repairs & Maintenance	20,208	21,814
Miscellaneous Expenses	2,924	2,969
Office Rent	275,000	275,000
Directors Remuneration	300,000	295,000
Traveling & Conveyance	9,711	8,185
Office Maintenance	27,146	29,179
Listing Fees	325,000	330,000
Auditors remuneration	70,000	70,000
Bank Charges	1,462	607
Interest on Car Loan	43,277	43,064
Insurance	12,458	11,945
Certification Fee	40,000	—
	<u>1,905,838</u>	<u>1,837,209</u>

Notes to Accounts

(All amounts in Indian Rupees except for share data or otherwise stated)

5. FIXED ASSETS

(Amount in Rupees)

Particulars	Gross Block			Depreciation/Amortization			Net Block	
	As at April 1, 2011	Additions	As at March 31, 2012	For the year	As at March 31, 2012	As at March 31, 2012	As at March 31, 2011	
1. Computers	1,789,670	—	1,789,670	10,434	1,774,018	15,652	26,086	
2. Furniture and Fixtures	59,653	—	59,653	5,645	34,112	25,541	31,186	
3. Office Equipments	11,491	150,000	161,491	27,150	38,641	122,850	—	
4. Vehicles	883,191	—	883,191	438,716	553,791	329,400	444,475	
5. Electrical Fittings	15,000	—	15,000	1,357	6,603	8,397	9,754	
Total	2,759,005	150,000	2,909,005	159,660	2,407,165	501,840	511,501	
Previous year	2,759,005	—	2,759,005	181,134	2,247,504	511,501	692,635	

NOTE : 11

II. NOTES TO ACCOUNTS

1. Contingent Liabilities: Nil
2. Directors Remuneration: Rs.3,00,000/- (Last Year: Rs.2,95,000/-)
3. No outstanding amounts payable to micro, small and medium enterprises.
4. Segment information:
Revenue of the company comes from a single segment of finance and investment activities, as also economic environment in the whole of country is one, Segment Reporting as required under Accounting Standard – 17 has not been given.
5. As on 31st March 2012 cumulative provision for Sub Standard and Doubtful Assets amounted to NIL-. During the year an amount of Rs.-NIL.
6. Auditors Remuneration: Rs.70,000 (Last Year:70,000)
7. Expenditure and Earnings in Foreign Currency : Nil(Previous Year : Nil)
8. There are no amounts due to be credited to: "Investors Education and Protection Fund" as on 31st March 2012.
9. Related party transactions:
As per AS-18 issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are NIL
10. Earnings Per Share:

	Year 2011-12	Year 2010-11
Basic and Diluted Earnings Per Share of 10/-each	0.03	(0.29)

11. Paise have been rounded off to the nearest rupee.
12. Figures for the previous year are regrouped and rearranged, wherever necessary.

As per our report of even date
For **M M REDDY & CO.**,
Firm Registration No.010371S
Chartered Accountants

Sd/-
M. Madhusudhana Reddy
Partner
Membership No.213077

Place: Hyderabad
Date : 14.08.2012

For and on behalf of the Board of Directors
CENTURY 21ST PORTFOLIO LIMITED

Sd/-
D.V. Surendra Babu
Director

Sd/-
K. Ravi Kumar
Director

CENTURY 21ST PORTFOLIO LIMITED

8-2-682/3/A&B, Suite No. 404, Mayfair Gardens,
Road No. 12, Banjara Hills, Hyderabad - 500 034.

PROXY FORM

I/We _____ of _____

In the District of _____ being a member/members of the above named company, hereby appoint Mr/Mrs/Ms _____ in the District of _____ as my/our proxy to attend and vote for me /us on my/ our behalf at the 26th Annual General Meeting of the Company to be held on Monday the 24th day of September, 2012 at 12.00 noon, 8-2-682/3/A&B, Suite No. 404, Mayfair Gardens, Road No. 12, Banjara Hills, Hyderabad - 500 034. and at any adjournment thereof.

Signed this _____ day of _____ 2012

Address _____

Folio No. / Client ID _____

No. of Shares held : _____



Note: The proxy form duly signed completed must be signed deposited at the Registered Office of the Company not less than 48 hours before the time of holding the meeting.

CENTURY 21ST PORTFOLIO LIMITED

8-2-682/3/A&B, Suite No. 404, Mayfair Gardens,
Road No. 12, Banjara Hills, Hyderabad - 500 034.

ATTENDANCE SLIP

I hereby record my presence at the 26th Annual General Meeting of the Company to be held at 8-2-682/3/A&B, Suite No. 404, Mayfair Gardens, Road No. 12, Banjara Hills, Hyderabad - 500 034 on Monday the 24th day of September, 2012 at 12.00 noon, and at any adjournment thereof.

Shareholders/Proxy's Signature _____

Shareholders/Proxy's full name _____
(In Block Letters)

Folio No. / Clind ID _____ No. of Sharesheld _____

Note: Shareholder attend the meeting in person or by proxy are required to complete the attendance slip and hand it over at the entrance of the meeting hall.

PRINTER MATTER
BOOK - POST

If undelivered please return to :

CENTURY 21ST PORTFOLIO LIMITED

8-2-682/3/A&B, Suite No. 404, Mayfair Gardens,
Road No. 12, Banjara Hills, Hyderabad - 500 034.