

PARAGON FINANCE LIMITED4/1, Middleton Street, 4th Floor,
Kolkata -- 700 071**BALANCE SHEET AS ON 31ST MARCH, 2010**

	SCHEDULE	As at 31st March,2010 Rs.	As at 31st March,2009 Rs.
<u>SOURCES OF FUNDS</u>			
<u>SHAREHOLDERS' FUND</u>			
Share Capital	A	42500000	30000000
Reserve & Surplus	B	101798378	82789028
<u>LOAN FUNDS</u>			
Secured Loans	C	9470162	7745905
Unsecured Loans	D	80528657	73477923
TOTAL		234297197	194012856
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	E	9306986	9803386
Less: Depreciation		5818108	5420007
Net Block		<u>3488878</u>	<u>4383379</u>
INVESTMENTS	F	<u>- 53738784 -</u>	<u>49493722</u>
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
Asset on Finance	G	0	178095
Sundry Debtors	H	9	2494
Cash & Bank Balances	I	2284626	5221865
Deferred Tax Assets		224967	177229
Loans & Advances	J	<u>203567399</u>	<u>155924023</u>
		<u>206077001</u>	<u>161503706</u>
<u>LESS: CURRENT LIABILITIES & PROVISIONS</u>			
Current Liabilities	K	27006565	20555730
Provision for Taxation		2000901	812221
		<u>29007466</u>	<u>21367951</u>
NET CURRENT ASSETS		177069535	140135755
		<u>234297197</u>	<u>194012856</u>
NOTES TO THE ACCOUNTS	Q		

PARAGON FINANCE LIMITED4/1, Middleton Street, 4th Floor,
Kolkata -- 700 071**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010.**

	SCHEDULE	AMOUNT	AMOUNT
		<u>2009 - 2010</u>	<u>2008 - 2009</u>
		Rs.	Rs.
<u>INCOME</u>			
Income From Operations	L	32631522	21132318
Other Income	M	6679785	989656
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		39311307	22121974
<u>EXPENDITURE</u>			
Payment to and Prov.for Employees	N	2971832	2929818
Administrative & Other Expenses	O	20407910	12477445
Interest	P	4354017	4023379
Loss to Mark to Margin (Future & Option)		2905322	0
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		30639081	19430642
Profit Before Depreciation		8672226	2691332
Less : Depreciation		809481	937205
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Profit (Loss) Before Taxation		7862745	1754127
<u>Less: Provision for Taxation</u>			
For Current Year		1318187	481112
For Fringe Benefit Tax		0	139848
For Earlier Year		0	146116
Security Transaction Tax		82946	34993
Transfer from Prov. for Deferred Tax		(47738)	(85734)
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Profit after Taxation		6509350	1037792
Balance Brought forward		56697993	55867759
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Profit available for Appropriation		63207343	56905551
Less : Transfer to Statutory Reserve		1301870	207558
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Balance Carried Forward		61905473	56697993
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Earning Per Share (Basic)		<u>1.75</u>	<u>0.35</u>
Earning Per Share (Diluted)		<u>1.53</u>	<u>0.35</u>

NOTES TO THE ACCOUNTS

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PARAGON FINANCE LIMITED

SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH,2010.

	<u>AMOUNT</u> 2009 - 2010	<u>AMOUNT</u> 2008 - 2009
	Rs.	Rs.
<u>SCHEDULE --- A</u>		
<u>SHARE CAPITAL</u>		
<u>Authorised</u>		
62,50,000 Equity Shares of Rs. 10/- each [P.Y.32,50,000 Equity Shares of Rs. 10/- each]	62500000	32500000
<u>Issued, Subscribed and Paid - Up</u>		
42,50,000 Equity shares of Rs. 10/- each [P.Y.30,00,000 Equity shares of Rs. 10/- each]	42500000	30000000
<u>SCHEDULE --- B</u>		
<u>RESERVE & SURPLUS</u>		
<u>Statutory Reserve (under RBI Act)</u>		
As per last a/c	13453535	13245977
Add : This Year	1301870	207558
	14755405	13453535
<u>Securities Premium Account</u>		
Surplus as per Profit & Loss Account	25137500	12637500
	61905473	56697993
	101798378	82789028
<u>SCHEDULE --- C</u>		
<u>Secured Loans</u>		
Overdraft from Indus Ind Bank	0	2425726
Overdraft from ING Vysya Bank	1607689	937163
Loan from Citi Corp Finance (India) Ltd.	1105347	0
Cash Credit from UCO Bank	4040613	4383016
Overdraft from SBI	2716514	0
	9470163	7745905
<u>SCHEDULE -- D</u>		
<u>Unsecured Loans</u>		
Loan from Directors	7155066	1361000
Inter Corporate Deposits	73373591	72116923
	80528657	73477923
<u>SCHEDULE -- F</u>		
<u>Investments (At Cost) [Long Term]</u>		
Mutual Funds	8468571	9395187

Shares

Quoted (Fully Paid Up)	40037383	34830705
Quoted (Partly Paid up)	135000	0
Un Quoted (Fully Paid up)	1275330	1445330
Investment in Subsidiary Co. (Unquoted)	3822500	3822500
	<u>53738784</u>	<u>49493722</u>

Market Value of the Quoted Shares as on 31.03.10	<u>61230914</u>	<u>25411753</u>
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NAV of Mutual Fund as on 31.03.2010	<u>11803404</u>	<u>7541701</u>
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SCHEDULE --- G**Assets on Finance**

Stock on Hire	0	178095
	<u>0</u>	<u>178095</u>

SCHEDULE --- H**SUNDRY DEBTORS****(Unsecured, Considered Good)**

a) Debts outstanding for a period exceeding Six months	0	0
b) Other Debts	9	2494
	<u>9</u>	<u>2494</u>

SCHEDULE --- I**CASH & BANK BALANCES**

a) Cash in Hand (As certified by the Management)	786442	1957724
b) Bank bal. with schedule Banks in Current a/c	317005	673904
c) On fixed Deposits A/c	1121180	2590237
d) Cheque in Hand	60000	0
	<u>2284627</u>	<u>5221865</u>

SCHEDULE --- J**LOANS & ADVANCES****(Unsecured considered good)**

Advances recoverable in cash or in kind or for value to be received	3528661	4397173
Loan against security of Vehicles	190891172	139725354
Advance I Tax including T.D.S.	1997816	916681
Loans against personal guarantee of borrower	0	136020
Loans	1087750	1560407
Advance to Parties for Vehicle	5760000	8882838
Security Deposit	2000	5550
Cash at Income Tax Department	300000	300000
	<u>203567399</u>	<u>155924023</u>

SCHEDULE --- K**CURRENT LIABILITIES**

Advances Insurance Premium	15435246	11816295
Liability for Expenses	1089465	183073
Tax Deduction at Sources	637543	641245
Security Deposits	3441913	5602863
Advances from Parties	2350815	1504199
Advance Initial Hire	81500	618500
Sundry Creditors	3397480	0
Others Liabilities	572603	189555
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	27006565	20555730
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SCHEDULE --- L**INCOME FROM OPERATIONS**

Hire Charges	0	196254
Interest on Loans against security of Vehicles(TDS Rs. 78350 /-)	32337220	19268710
Interest on Loans/TDS (TDS Rs.17812 /-)	276069	1636994
Bank Interest (TDS Rs. 1823 /-)	18233	174360
Profit on Sale of Repossessed Assets	0	(144000)
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	32631522	21132318
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SCHEDULE --- M**OTHER INCOME**

Commission Received (TDS Rs.56150 /-)	608368	146080
Long Term Capital Gain on Shares with STT	665559	377369
Short Term Capital Gains (Shares/Units) with STT	3768241	(494900)
Short Term Capital Gain on Units without STT	7186	160155
Speculation Gain (Loss) on Shares	0	13994
Dividend	1428506	627039
Miscellaneous Income	151544	120223
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	6629404	949960
Add : Profit (Loss) on sale of Fixed Assets	50380	39696
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	6679784	989656
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SCHEDULE --- N**PAYMENTS TO AND PROVISIONS FOR EMPLOYEES**

Salaries & Bonus	2764838	2775506
Staff Welfare Expenses	206994	154312
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	2971832	2929818
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SCHEDULE --- O**ADMINISTRATIVE & OTHER EXPENSES**

Traveling & Conveyance Expenses	661486	577159
Bank Charges [Including Draft Commission]	82358	100315
Medical Expenses	48958	11872
Rent	216000	229200
Misc. Expenses	2057728	2188789
Shares Expenses	29028	84622
Telephone Charges	458781	366960
Printing & Stationery	919934	423524
Postage & Stamp	179846	154736
Advertisement Expenses	155112	124168
Vehicle Maintenance Expenses	395395	360852
Repair & Maintenance (Others)	752737	617802
Electric Charges	261352	240957
Brokerage & Commission	4293339	3586305
Insurance Premium	70261	93227
Business Promotion Expenses	419662	242944
Computer Software & Maint.	205249	236386
Legal & Seizure Expenses	2049079	1192261
Non Performing Assets Written Off	6550232	1307703

Auditor's Remuneration

As Audit Fees	50000	30000
For Taxation Matter	0	5000
Internal Audit Fees	33000	33000
Rates & Taxes	14645	8079
Listing Fees	23729	21584
Directors' Remuneration	480000	240000

20407911	12477445
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SCHEDULE --- P**INTEREST**

On Bank Loan	677155	899353
On Other Deposit	3676862	3124026
	4354017	4023379
