A. K. CAPITAL FINANCE PRIVATE LIMITED

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2016

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Suresh Surana & Associates LLP
Chartered Accountants

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LLP Indentity No. AAB-7509

INDEPENDENT AUDITORS' REPORT

To,
The Members of
A. K CAPITAL FINANCE PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **A. K. Capital Finance Private Limited** ("the Company"), which comprise the balance sheet as at March 31, 2016, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
MUMBAI

Registered Office:
[illegible] Technopolis Knowledge Park, [illegible]
[illegible]

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and 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 it appears from our examination of those books;

(c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors as on 31 March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

iii. There is no amount required to be transferred to the Investor Education and Protection Fund by the Company.

FOR SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
ICAI Reg. No. 121750W/W-100010



(Ramesh Gupta)
PARTNER
Membership No.: 102306
Mumbai; Dated: 20 May 2016

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ANNEXURE – 'A' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

(i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has regular programme of physical verification of its fixed assets by which all the fixed assets are verified in a phased manner on yearly basis. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) The inventory of shares and securities have been held in the dematerialized form. The shares and securities held in the dematerialized form have been verified with the demat account statements at reasonable intervals, during the year. No discrepancies were noticed on such verification.

(iii) The Company has granted secured loans to two bodies corporate covered in the register maintained under Section 189 of the Act.

(a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.

(b) In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the schedule of repayment of principal and payment of interest have been stipulated. There are no repayments or receipts becoming due till the balance sheet date.

(c) There are no overdue amounts in respect of the loan granted to the bodies corporate listed in the register maintained under Section 189 of the Act.

(iv) As the Company is a Non-Banking Finance Company being engaged in the business of financing of companies, provisions of Section 185 and 186 of the Act is not applicable to the Company.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year from the public to which the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 and any other relevant provisions of the Act and the rules framed thereunder apply.

(vi) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.

(vii) (a) According to the information and explanations given to us, the Company has been generally regular in depositing undisputed statutory dues including provident fund, income tax, service tax, cess and any other statutory dues with the appropriate authorities. There are no arrears of outstanding statutory dues as at the 31 March, 2016 for a period of more than six months from the date they became payable. As informed, statutory dues in the nature of employee state insurance, sales tax, duty of customs, duty of excise and value added tax are not applicable to the Company.

b) According to information and explanations given to us, there are no dues on account of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax and cess which have not been deposited with the appropriate authorities on account of any dispute.



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(viii) In our opinion and according to information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to banks, financial institutions or government. The Company has not issued any debentures.

(ix) Based on information and explanations given to us, the term loans have been applied for the purposes for which they were raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).

(x) According to the information and explanations given to us, we have neither come across any instance of fraud by the company or any fraud on the company by its officers and employees, noticed or reported during the year, nor have we been informed of any such cases by the management.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has made preferential allotment of equity shares during the year under review. The Company has been complied with the requirement of Section 42 of the Act and the amount raised has been used for the purpose for which the fund was raised.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act 1934, and the registration certificate has been obtained.

FOR SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
ICAI Reg. No. 121750W/W-100010



(Ramesh Gupta)
PARTNER
Membership No.: 102306
Mumbai, Dated: 20 May 2016

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ANNEXURE – 'B' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **A. K. Capital Finance Private Limited** ("the Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting

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principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company, and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
ICAI Reg. No. 121750W/W-100010

SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
MUMBAI

(Ramesh Gupta)
PARTNER
Membership No.: 102306
Mumbai, Dated: 20 May 2016

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LLP Indentity No. AAB-7509

Auditors' Additional Report

The Board of Directors
A. K. Capital Finance Private Limited
30-39, Free Press House,
3rd Floor, Free Press Journal Marg,
215, Nariman Point,
Mumbai – 400 021

We report that the statutory audit of **A. K. Capital Finance Private Limited** was conducted by us in pursuance of the provisions of the Companies Act, 2013 and we have annexed hereto a copy of our Audit Report dated May 20, 2016 along with a copy of each of the audited statement of profit and loss and the cash flow statement of the Company for the year ended on March 31, 2016 and balance sheet as at March 31, 2016 along with the documents declared by the relevant Act to be part of, or annexed to, the statement of profit and loss and the balance sheet.

In addition to the said Report, as required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 ('The Directions'), issued by the Reserve Bank of India ('RBI') vide notification No. DNBS 201 / DG (VL)-2008 dated September 18, 2008 pursuant to the powers conferred in terms of Sub-Section (1A) of Section 45MA of the Reserve Bank of India Act, 1934, on the basis of the books of account and other relevant records examined by us and according to the information and explanations given to us, we report on Paragraphs 3 and 4 of Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 as under:

1. **Para 3(A)**

   I. The Company is engaged in the business of Non-Banking Financial Company as defined under clause (ii) of Section 45-IC of the Reserve Bank of India Act, 1934. The Company has obtained a Certificate of Registration numbered N-13.01991 from Mumbai R.O. of the Reserve Bank of India (RBI) dated May 24, 2011 for registration as a "Non-Banking Financial Company (not accepting public deposits)" in lieu of the earlier certificate no. N-05.06698 dated July 12, 2007 issued by Kolkata R.O. of the RBI.

SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
MUMBAI

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II. On the basis of the financial statements for the year ended March 31, 2016 audited by us and as per regulation 15 of Systematically Important Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, we hereby report that the Company is entitled to continue to hold such Certificate of Registration in terms of its asset pattern as on March 31, 2016.

III. Based on the criteria set forth by the RBI in its Circular No. DNBS. CC No. 85/03.02.089/2006-07 dated 6 December 2006 for classification of Non-Banking Finance Companies as Assets Finance Company ('AFC'), the Company is not classified as AFC as defined in Non-Banking Financial Companies Acceptance of Public Deposit (Reserve Bank) Directions, 1998 with reference to the business carried on by it during the year ended March 31, 2016.

IV. Based on the criteria set forth by the RBI in the Non-Banking Financial Company (NBFC) – Micro Finance Institution (Reserve Bank) Directions, 2011 dated 2 December 2011 ('MFI Directions') for classification of NBFC's as NBFC-MFI's, the Company is not classified as a Micro Finance Institution with reference to the business carried on by it during the year ended March 31, 2016.

2. **Para 3(B)**

As indicated in Clause 1 above, since the Company has Certificate of Registration as "Non-Banking Financial Company Not Accepting Public Deposits", the matters referred to in Para 3(B) of the Directions are not applicable to the Company.

3. **Para 3(C)**

I. The Board of Directors has passed a resolution in the meeting of Board of Directors held on April 01, 2015 for the non-acceptance of any public deposits.

II. The Company has not accepted any Public Deposit during the year.

III. The Company has complied with the prudential norms relating to income recognition, accounting standards, assets classification and provisioning for bad and doubtful debts as applicable to it in terms of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 in the preparation of financial statements for the year ended March 31, 2016.

IV. The Company being a Systemically Important Non- Deposit taking NBFC as defined in paragraph 2(1)(xxvi) of the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Direction, 2015.



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(a) The Capital adequacy ratio as disclosed in the return submitted to the RBI in form NBS-7 has been correctly arrived at and such ratio is in compliance with the minimum capital to risk asset ratio ('CRAR') prescribed by RBI. and

(b) Presently there is no requirement of furnishing the annual statement of capital funds, risk assets/ exposures and risk asset ratio (NBS-7) to RBI. The Company has furnished to the RBI, the statement of capital funds, risk assets/ exposures and risk asset ratio (NBS-7) within the stipulated period.

4. Para 3(D)

Since as per RBI the Company is required to hold Certificate of Registration, the matters referred to in Para 3(D) of the Directions are not applicable to the Company.

This report is issued pursuant to our obligations under Non-banking Financial Companies Auditors' report (Reserve Bank) Directions, 2008 to submit a report on additional matters as stated in the Directions to the RBI and may not be suitable for any other purpose. Accordingly, our report should not be quoted or referred to in any other document made available to any other person or persons without our prior written consent.

FOR SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
Firm Reg. No: 121750W / W-100010



(Ramesh Gupta)
PARTNER
Membership No.: 102306

Mumbai, Dated:20 May 2016

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A. K. Capital Finance Private Limited

Balance Sheet as at 31 March 2016

		Note No.	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
I	**EQUITY AND LIABILITES**			
1	**Shareholders' funds**			
	(a) Share capital	2	219,500,000	199,500,000
	(b) Reserves and surplus	3	3,315,422,031	2,819,469,325
			3,534,922,031	**3,018,969,325**
2	**Non-current liabilities**			
	(a) Long-term borrowings	4	1,323,344,036	532,879,914
	(b) Long-term provisions	5	4,908,199	3,467,400
	(c) Deferred tax liabilities (net)	6	4,562,617	3,001,733
			1,332,814,852	**539,349,047**
3	**Current liabilities**			
	(a) Short-term borrowings	7	10,390,912,333	5,809,104,185
	(b) Trade payables	8	3,102,185	2,137,914
	(c) Other current liabilities	9	326,944,752	105,444,483
	(d) Short-term provisions	10	24,266,237	14,004,933
			10,745,225,507	**5,930,691,515**
	TOTAL		**15,612,962,390**	**9,489,009,887**
II	**ASSETS**			
1	**Non-current assets**			
	(a) **Fixed Assets**	11		
	(i) Tangible assets		84,662,715	92,453,226
	(ii) Intangible assets		461,703	659,812
	(b) Non current investments	12	942,129,640	1,725,299,407
	(c) Long-term loans and advances	13	980,445,250	295,240,960
			2,007,699,308	**2,113,653,405**
2	**Current Assets**			
	(a) Current Investments	14	6,497,773,500	3,909,768,900
	(b) Inventories	15	4,986,460,694	2,454,487,398
	(c) Trade receivables	16	171,394,051	93,969,824
	(d) Cash and cash equivalents	17	23,520,313	26,638,775
	(e) Short-term loans and advances	18	1,369,749,091	395,202,663
	(f) Other current assets	19	556,365,433	495,288,922
			13,605,263,082	**7,375,356,482**
	TOTAL		**15,612,962,390**	**9,489,009,887**
	Significant accounting policies	1		

The notes referred above form an integral part of the financial statements

As per our report of even date attached

For Suresh Surana & Associates LLP
Chartered Accountants

Ramesh Gupta
Partner
Membership no. 102306

Place : Mumbai
Date : 20 May 2016

For and on behalf of the Board of Directors

A. K. Mittal
Managing Director
(DIN : 00698377)

Abhinav Kumar Mittal
Director
(DIN : 00698436)

Mahesh Bhootra
Chief Financial Officer

Rupesh Samani
Company Secretary
(ACS : 13748)

Place: Mumbai
Date: 20 May 2016

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A. K. Capital Finance Private Limited

Statement of Profit and Loss for the year ended 31 March 2016

		Note No.	Current Year Rupees 2015-2016	Previous Year Rupees 2014-2015
I	Revenue from operations	20	1,184,659,258	1,040,410,210
II	Other income	21	112,363	216,989
III	**Total revenue (I+II)**		**1,184,771,621**	**1,040,627,199**
IV	**EXPENSES**			
	Employee benefits expenses	22	106,892,476	103,175,571
	Finance costs	23	696,952,461	582,906,003
	Depreciation / amortisation expenses	11	4,425,898	4,614,481
	Other expenses	24	73,373,904	63,309,392
	Contingent provision against standard assets		5,610,142	1,593,176
	Total expenses		**887,254,881**	**755,598,623**
V	**Profit before tax (III-IV)**		**297,516,740**	**285,028,576**
VI	**Tax expenses:**			
	- Current tax		80,000,000	73,500,000
	- Deferred tax		1,560,884	2,017,855
	- Earlier period tax adjustments		3,150	(1,203,622)
			81,564,034	**74,314,233**
VII	**Profit after tax (V-VI)**		**215,952,706**	**210,714,343**
	Basic earnings per share	35	10.82	10.56
	Diluted earnings per share		10.82	10.56
	Nominal value of equity shares		10.00	10.00
	Significant accounting policies	1		

The notes referred above form an integral part of the financial statements

As per our report of even date attached

For Suresh Surana & Associates LLP
Chartered Accountants

Ramesh Gupta
Partner
Membership no. 102306

SURESH SURANA & ASSOCIATES LLP * MUMBAI * Chartered Accountants

Place : Mumbai
Date : 20 May 2016

For and on behalf of the Board of Directors

A. K. Mittal
Managing Director
(DIN : 00698377)

Abhinav Kumar Mittal
Director
(DIN : 00698436)

Mahesh Bhootra
Chief Financial Officer

Rupesh Samani
Company Secretary
(ACS : 13748)

Place: Mumbai
Date: 20 May 2016

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A. K. Capital Finance Private Limited

Cash Flow Statement for year ended 31 March 2016

	Current Year Rupees	Previous Year Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	**297,516,740**	**285,028,576**
Adjustments for		
Depreciation	4,425,898	4,614,481
Interest expenses	681,111,906	571,818,432
Dividend income on investments	(6,858,172)	(8,951,225)
Loss on sale of fixed assets	1,293,893	-
Interest received on investments	(505,580,732)	(257,306,588)
Profit on Liquid Fund	-	(1,900,948)
Profit on sale of investments	(76,694,896)	(151,685,175)
Contingent Provisions against standard assets	5,610,142	1,593,176
Operating profit before working capital adjustments	**400,824,779**	**443,210,729**
Adjustments for		
(Increase)/decrease in trade and other receivables	(1,791,624,096)	(605,540,049)
(Purchase) / sale of inventory	(2,531,973,296)	1,718,386,919
Increase/(Decrease) in trade and other payables	2,837,512	4,393,549
Cash generated from operations	**(3,919,935,101)**	**1,560,451,148**
Direct taxes paid	(74,019,718)	(80,371,578)
Net cash generated from operating activities	**(3,993,954,819)**	**1,480,079,570**
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1,331,171)	(4,661,573)
Sale of fixed assets	3,600,000	-
(Purchase) / sale of investments (net)	(1,728,139,937)	(2,864,087,465)
Interest received on investments	498,953,372	200,883,810
Profit on Liquid Fund	-	1,900,948
Dividend income on investments	6,858,172	8,951,225
Net cash generated from/(used in) investing activities	**(1,220,059,564)**	**(2,657,013,054)**
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of equity share capital	20,000,000	-
Securities premium received	280,000,000	-
Proceeds from / (repayment) of borrowings (net)	5,587,541,425	1,702,182,310
Interest paid	(676,645,504)	(567,777,873)
Net cash generated from financing activities	**5,210,895,921**	**1,134,404,437**
Net increase/(decrease) in cash and cash equivalents (A+B+C)	**(3,118,462)**	**(42,529,047)**
Cash and cash equivalents at the beginning of the year	26,638,775	69,167,822
Cash and cash equivalents at the end of the year	**23,520,313**	**26,638,775**
Cash and cash equivalents at the end of the year comprise of:		
Cash on hand	2,367,697	997,870
Balances with banks in current accounts	21,152,616	25,640,905
	23,520,313	**26,638,775**

Notes:-

The above cash flow statement has been prepared under 'Indirect Method' as set out in the Accounting Standard (AS)-3 on 'Cash Flow Statement' notified by Central Government of India.

The notes referred above form an integral part of the financial statements

As per our report of even date attached

FOR SURESH SURANA & ASSOCIATES LLP
Chartered Accountants

(Ramesh Gupta)
PARTNER
Membership No. 102306

Place : Mumbai
Date : 20 May 2016

For and on behalf of the Board of Directors

A. K. Mittal
Managing Director
(DIN : 00698377)

Abhinav Kumar Mittal
Director
(DIN : 00698436)

Mahesh Bhootra
Chief Financial Officer

Rupesh Samani
Company Secretary
(ACS : 13748)

Place : Mumbai
Date : 20 May 2016

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

1. Significant accounting policies:

a. Basis of preparation of financial statements:

The financial statements are prepared under the historical cost convention on an accrual basis and in accordance with accounting principles generally accepted in India in compliance with the provisions of the Companies Act, 2013 (the 'Act') including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Further, the guidance notes/ announcements issued by the Institute of Chartered Accountants of India are also considered, wherever applicable.

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Act. The Cash Flow Statement has been prepared and presented as per the requirements of the Accounting Standard (AS) 3 Cash Flow Statements. The disclosure requirements with respect to items in the Balance Sheet and the Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards.

b. Use of estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in India requires management to make estimates and assumptions that affects the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively.

c. Fixed assets:

Tangible assets
Tangible assets are stated at cost less accumulated depreciation. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

Intangible assets
Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. The capitalised cost includes license fees and cost of implementation / system integration services.

d. Depreciation / amortisation:

Tangible assets
Depreciation on tangible fixed assets is provided on straight-line method on pro-rata basis in the manner and at the rates specified in Schedule XIV to the Companies Act, 1956 up to 31 March, 2014. From 1 April, 2014, the Company has provided depreciation on the basis of useful life of fixed assets specified by Schedule II to the Companies Act, 2013.

Leasehold improvements are amortised over the lease period.

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Intangible assets
Software being amortised on a straight line basis over its estimated useful life of 5 years.

e. **Investments:**

i) Long-term investments are valued at cost. Provision is made for diminution in the values when the decline is other than temporary.

ii) Current investments are valued at lower of cost or market / break up value determined on an individual investment basis.

f. **Inventory**

Inventory of shares and securities is valued at lower of cost (arrived on the basis of First In First Out (FIFO) method) or net realisable value. Bonds are valued at cost as their market value is not available. The cost of inventory is inclusive of transaction charges, brokerage and service tax etc.

g. **Revenue recognition:**

Trading income is recognised on the date of sale of securities.

Revenue from service charges, fees and commission is recognised when the contract has been completed.

Investment income is recognised on the date of sale of securities.

Interest income is recognised on accrual basis.

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established.

h. **Transaction in foreign currencies:**

Foreign currency transactions are recorded at the exchange rates prevailing on the date of such transactions. Monetary assets and liabilities as at the balance sheet date are translated at the rates of exchange prevailing at the date of the balance sheet. Gains and losses arising on account of differences in foreign exchange rates on settlement/translation of monetary assets and liabilities are recognized in the statement of profit and loss. Non-monetary foreign currency items are carried at cost.

i. **Retirement benefits:**

i. Defined contribution plans

The Company contributes to employees' provident fund (a defined contribution plan) towards post employment benefit, which is administered by respective government authorities and the Company has no further obligation beyond making its contribution.

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ii. Defined benefit plans

The Company has a defined benefit plan namely gratuity for all its employees. The liability for the defined benefit plan of gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which is calculated using projected unit credit method.

Actuarial gains and losses are recognized immediately in the statement of profit and loss.

ii. Employee leave entitlement

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilized leave balances is provided as at the year end and charged to the statement of profit and loss.

j. **Accounting for taxes on income**:

i) Provision for income tax is made on the basis of the estimated taxable income for the accounting year in accordance with the Income-tax Act, 1961.

ii) The deferred tax for timing differences between the book profits and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is a virtual / reasonable certainty that these would be realised in future and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

k. **Lease:**

Leases where the lessor retains substantially all the risks and rewards of ownership of the leased assets, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on straight-line basis over the lease term.

l. **Impairment of assets:**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the management estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

m. **Provisions and contingent liabilities:**

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, requires an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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The General Provision @ 0.30% (as at 31 March 2015 – 0.25%) on Standard Assets is made as per RBI notification issued as on 1st July 2015.

m. **Earnings per share**

The basic earnings per share ("EPS") is computed by dividing the net profit/(loss) after tax for the year available for the equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year available for equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

o. **Cash and Cash Equivalents**

Cash and Cash Equivalents for the purpose of cash flow statement comprise cash on hand and cash at bank including fixed deposits with original maturity period of three months or less and short term highly liquid investments with an original maturity of three months or less.



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Notes to the Financial Statements for the year ended 31 March 2016

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
2 SHARE CAPITAL		
Authorised		
30,000,000 (previous year 30,000,000) Equity shares of Rs. 10 each	300,000,000	300,000,000
	300,000,000	**300,000,000**
Issued, subscribed and paid up		
21,950,000 (previous year 19,950,000) Equity shares of Rs. 10 each fully paid up	219,500,000	199,500,000
	219,500,000	**199,500,000**

a) Reconciliation of the shares outstanding at the beginning and at the year end

Equity shares	As at 31.03.2016		As at 31.03.2015	
	Number	Rupees	Number	Rupees
Shares outstanding at the beginning of the year	19,950,000	199,500,000	19,950,000	199,500,000
Add: Shares issued during the year	2,000,000	20,000,000	-	-
Shares outstanding at the end of the year	**21,950,000**	**219,500,000**	**19,950,000**	**199,500,000**

b) Terms / rights attached to equity shares

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

During the year, the Company has issued 2,000,000 equity shares of face value of Rs.10 per share to its holding company, A. K. Capital Services Limited which would rank pari passu with the existing equity share capital.

In the event of the liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Shares held by the holding company

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
21,653,740 (Previous year 19,653,740) Equity shares of Rs.10 per share	**216,537,400**	**196,537,400**

d) Details of shareholders holding more than 5% shares in the Company

Name of shareholder	As at 31.03.2016		As at 31.03.2015	
	Number	% of Holding in the class	Number	% of Holding in the class
A. K. Capital Services Limited	21,653,740	98.65	19,653,740	98.51

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Notes to the Financial Statements for the year ended 31 March 2016

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
3 RESERVES AND SURPLUS		
Special reserve*		
Opening balance	115,992,531	73,492,531
Add: Current year transfer	44,000,000	42,500,000
Closing balance (A)	**159,992,531**	**115,992,531**
Securities premium account		
Opening balance	2,250,625,000	2,250,625,000
Add: Additions during the year	280,000,000	-
Closing balance (B)	**2,530,625,000**	**2,250,625,000**
Surplus		
Opening balance	452,851,794	284,637,451
Add: Net profit for the current year	215,952,706	210,714,343
Less: Transfer to special reserve	44,000,000	42,500,000
Closing balance (C)	**624,804,500**	**452,851,794**
Total (A + B + C)	**3,315,422,031**	**2,819,469,325**

*Special Reserve represents the reserve created pursuant to the Reserve Bank of India Act, 1934 ("the RBI Act"). In terms of Section 45-IC of the RBI Act, a Non-banking Finance Company is required to transfer an amount not less than 20% of its net profit to a reserve fund before declaring any dividend. Appropriation from this Reserve Fund is permitted only for the purpose specified by the RBI.

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Notes to the Financial Statements for the year ended 31 March 2016

		As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
4	**LONG TERM BORROWINGS**		
	Secured		
	Term Loans		
	From Banks*	1,254,250,000	460,500,000
	From non-banking financial company (NBFC)**	68,837,120	71,716,012
	Vehicle Loans		
	From Banks***	256,916	663,902
		1,323,344,036	**532,879,914**

* Loan against receivables from bank is repayable in 8 to 16 quarterly installments along with interest from the date of loan. The loans are secured by Pari- passu first charge by way of hypothecation/assignment of assets financed including current and future receivables of the Company.

** Housing loan from NBFC is repayable in 180 equated monthly installments along with interest from the date of loan. The loans are secured by mortgage of premises at Delhi, purchased there against.

*** Vehicle loans from bank is repayable in 36 equated monthly installments along with interest from the date of loan. The loans are secured by hypothecation of motor vehicle purchased there against.

5	**LONG TERM PROVISIONS**		
	Provision for employee benefits		
	Gratuity (unfunded)	1,967,662	2,729,900
	Others		
	Contingent Provisions against standard assets	2,940,537	737,500
		4,908,199	**3,467,400**
6	**DEFERRED TAX (ASSETS) / LIABILITIES (NET)**		
	Deferred tax liabilities:		
	Timing difference arising on account of :		
	Depreciation	5,342,479	4,263,395
		5,342,479	**4,263,395**
	Less: Deferred tax assets:		
	Timing difference arising on account of :		
	Expenses disallowed under section 35D	83,336	301,782
	Expenses allowable on payment basis (gratuity)	696,526	959,880
		779,862	**1,261,662**
	Net deferred tax (asset) / liability (net)	**4,562,617**	**3,001,733**

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Notes to the Financial Statements for the year ended 31 March 2016

		As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
7	**SHORT TERM BORROWINGS**		
	Secured		
	Loans repayable on demand		
	from banks		
	Working capital demand loan*	4,645,912,333	2,334,104,185
	from Others		
	Borrowing from Clearing Corporation of India Limited**	5,745,000,000	3,475,000,000
		10,390,912,333	**5,809,104,185**

* (a) Working capital demand loan is secured against pledge/lien on government securities and other debt securities, corporate guarantee of the holding company, A. K. Capital Services Limited and demand promissory note. The above loan is repayable on demand.

* (b) Loan against receivables is secured by Pari- passu first charge by way of hypothecation/ assignment of assets financed including current and future receivables of the company

**Loan from Clearing Corporation of India Limited is secured against lien on government securities and cash deposit.

8	**TRADE PAYABLES**		
	Total outstanding dues of micro, small & medium enterprises	-	-
	(Refer note no 36)		
	Total outstanding dues of creditors other than micro, small & medium enterprises	3,102,185	2,137,914
		3,102,185	**2,137,914**
9	**OTHER CURRENT LIABILITIES**		
	Current maturities of Long term debt - from Banks (Refer note no 4)	306,743,689	89,653,444
	Current maturities of Long term debt - from NBFC (Refer note no 4)*	2,149,047	3,970,137
	Other Payable	6,028	319,068
	Interest accrued and due on borrowings	2,980,343	2,337,995
	Interest accrued and but not due on borrowings	3,671,602	892,985
	Employees dues	5,035,628	6,101,026
	Statutory dues	6,358,415	2,169,828
		326,944,752	**105,444,483**

* In Previous year current maturities of Long term debt from NBFC include Vehicle loan which is repayable in 36 equated monthly installments along with interest from the date of loan. The loan is secured by hypothecation of motor vehicle purchased there against.

10	**SHORT TERM PROVISIONS**		
	Provision for employee benefits		
	Gratuity (unfunded)	44,955	43,677
	Leave encashment	446,197	622,145
		491,152	**665,822**
	Others		
	Contingent Provisions against standard assets	5,330,578	1,923,473
	Provision for income tax (net of advance tax & TDS Rs. 201,680,260; previous year Rs. 127,726,875)	18,444,507	11,415,638
		23,775,085	**13,339,111**
		24,266,237	**14,004,933**

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A. K. Capital Finance Private Limited

Notes to the Financial Statements for the period ended 31 March 2016

11 FIXED ASSETS

(Amount in Rs.)

	Tangible assets						Intangible assets
Particulars	**Computers**	**Office Equipments**	**Furniture and Fixtures**	**Building**	**Vehicles**	**Total**	**Software**
Cost							
As at 01/04/2014	504,050	327,515	153,780	77,040,100	15,727,328	93,752,773	**2,927,779**
Additions	1,707,698	324,322	1,182,361	-	1,447,192	4,661,573	-
Deductions / adjustments	-	-	-	-	-	-	-
As at 31/03/2015	**2,211,748**	**651,837**	**1,336,141**	**77,040,100**	**17,174,520**	**98,414,346**	**2,927,779**
Depreciation							
As at 31/03/2014	160,619	16,264	31,210	13,762	1,736,014	1,957,869	**1,656,737**
Charge for the year	369,489	150,136	64,846	1,283,948	2,134,832	4,003,251	611,230
Deductions / adjustments	-	-	-		-	-	-
Upto 31/03/2015	**530,108**	**166,400**	**96,056**	**1,297,710**	**3,870,846**	**5,961,120**	**2,267,967**
Net block							
As at 31/03/2015	**1,681,640**	**485,437**	**1,240,085**	**75,742,390**	**13,303,674**	**92,453,226**	**659,812**
Cost							
As at 01/04/2015	2,211,748	651,837	1,336,141	77,040,100	17,174,520	98,414,346	2,927,779
Additions	-	302,918	822,278	-	-	1,125,196	205,975
Deductions / adjustments	-	-	-	-	7,557,200	7,557,200	-
As at 31/03/2016	**2,211,748**	**954,755**	**2,158,419**	**77,040,100**	**9,617,320**	**91,982,342**	**3,133,754**
Depreciation							
As at 31/03/2015	530,108	166,400	96,056	1,297,710	3,870,846	5,961,120	2,267,967
Charge for the year	439,640	190,296	148,402	1,287,468	1,956,008	4,021,814	404,084
Deductions / adjustments	-	-	-	-	2,663,307	2,663,307	-
Upto 31/03/2016	**969,748**	**356,696**	**244,458**	**2,585,178**	**3,163,547**	**7,319,627**	**2,672,051**
Net block							
As at 31/03/2016	**1,242,000**	**598,059**	**1,913,961**	**74,454,922**	**6,453,773**	**84,662,715**	**461,703**

Notes:

1) Vehicles include vehicles hypothecated against loan taken having gross block of Rs. 1,447,192 (as at 31.3.2015 Rs.16,307,157),accumulated deprecation of Rs. 270,544 (as at 31.3.2015 Rs. 3,658,286) and net block of Rs. 1,176,648 (as at 31.3.2015 Rs.12,648,871).

2) Building include premises hypothecated against loan taken having gross block of Rs. 77,040,100 (as at 31.3.2015 Rs. 77,040,100), accumulated deprecation of Rs. 2,585,178 (as at 31.3.2015 Rs.1,297,710) and net block of Rs. 74,454,922 (as at 31.3.2015 Rs.75,742,390).

3) During the previous year, the Company had charged depreciation based on revised remaining useful life of the assets as per the requirement of Schedule II of Companies Act 2013 effective from 1 April 2014. Due to the same, depreciation charge for the previous year ending March 2015 is higher by Rs. 875,170.

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12 NON CURRENT INVESTMENTS	Face Value	As at 31.03.2016		As at 31.03.2015	
	Rupees	Numbers	Rupees	Numbers	Rupees
Quoted - others - Fully paid up					
Equity Shares of Bank of Maharashtra	10	319,247	15,565,411	319,247	15,565,411
Equity Shares of D. S. Kulkarni Developers Ltd.	10	-	-	28,468	2,107,483
Equity shares of EIH Ltd.	2	8,862	935,143	199,211	21,021,303
Equity shares of Electrosteel Castings Ltd.	1	493,000	21,653,250	603,298	26,497,669
Equity shares of GMR Infrastructure Ltd.	1	2,297,156	63,966,606	2,450,000	74,994,197
Equity shares of HDFC Limited	2	2,171	2,681,018	-	-
Equity shares of Indiabulls Real Estate Ltd.	2	42,000	5,265,248	42,000	5,265,248
Equity shares of Indiabulls Wholesale Services Ltd.	2	5,250	505,827	5,250	505,827
Equity shares of Rattanindia Infrastructure Limited (formerly known as Indiabulls Infrastructure and Power Ltd)	2	123,900	583,532	123,900	583,532
Equity shares of Indian Overseas Bank	10	110,000	8,118,211	110,000	8,118,211
Equity shares of Jaiprakash Associates Ltd	2	21,000	2,339,085	21,000	2,339,085
Equity shares of Peninsula Land Ltd.	2	33,116	1,885,373	33,116	1,885,373
Equity shares of Reliance Defence and Engineering Ltd. (formerly known as Pipavav Defence and Offshore Engineering Ltd.)	10	95,999	7,891,779	95,999	7,891,779
Equity shares of Punj Lloyd Ltd	2	599,182	51,588,888	599,182	51,588,888
Equity shares of SREI Infrastructure Finance Ltd.	10	-	-	64,200	3,918,813
Equity shares of Sujana Metal Products Ltd.	5	340,066	3,305,442	340,066	3,305,442
Equity shares of Sujana Towers Ltd.	10	5,000	2,041,995	5,000	2,041,995
Equity shares of UCO Bank Ltd.	10	2,503,683	269,783,137	2,503,683	269,783,137
Equity Shares of Union Bank of India	10	604,256	86,603,120	-	-
Equity shares of Uflex Ltd.	10	6,050	1,548,228	6,050	1,548,228
Equity shares of Vijaya Bank	10	246,887	13,099,855	246,887	13,099,855
Equity shares of Welspun Corp Ltd	5	-	-	65,779	6,796,439
Equity shares of Welspun Enterprises Ltd. *	10	39,456	9,572,633	3,288	9,572,633
Total (A)			**568,933,781**		**528,430,548**
Unquoted - others- Fully paid up					
Equity Shares of Neesa Leisure Ltd.	10	250,000	63,900,000	250,000	63,900,000
Total (B)			**63,900,000**		**63,900,000**
Quoted- Government Securities - Fully paid up					
8.28% Government of India Loan 2032	100	1,990,000	204,162,259	1,990,000	204,162,259
8.79% Government of India Loan 2021	100	1,000,000	105,133,600	1,000,000	105,133,600
8.30% Government of India Loan 2042	100	-	-	4,500,000	434,153,000
8.32% Government of India Loan 2032	100	-	-	4,000,000	389,520,000
Total (C)			**309,295,859**		**1,132,968,859**
Total (A+B+C)			**942,129,640**		**1,725,299,407**
Aggregate amount of quoted investments					
Equities			568,933,781		528,430,548
Governments Securities			309,295,859		1,132,968,859
Aggregate market value of quoted investments					
Equities			263,019,713		300,538,368
Governments Securities**			309,295,859		1,132,968,859
Aggregate amount of unquoted investments					
Equities			63,900,000		63,900,000

* During the current year, In the scheme of amalgamation and arrangement, Welspun Enterprises Ltd. ("WEL") have issued 12 equity share of face value of Rs.10 each for every 1 equity share in Welspun Projects Ltd ("WPL"). Subsequently, the name of WPL has been changed to WEL w.e.f. May 29, 2015.

**Government Securities are valued at cost as the market value is not available.

(Refer note no. 26)

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Notes to the Financial Statements for the year ended 31 March 2016

		As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
13	**LONG-TERM LOANS AND ADVANCES**		
	Security deposits		
	Unsecured, considered good	228,960	228,960
	Loan to related parties		
	Secured, considered good	532,500,000	-
	Loan to other parties		
	Secured, considered good	447,678,890	295,000,000
	Prepaid expense	37,400	12,000
		980,445,250	**295,240,960**

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14 CURRENT INVESTMENTS

	Face Value	As at 31.03.2016		As at 31.03.2015	
	Rupees	Numbers	Rupees	Numbers	Rupees
Bonds & Debentures					
Govt Papers -					
7.16% Government of India Loan 2023	100	1,000,000	96,510,000	3,500,000	319,489,800
7.59% Government of India Loan 2029	100	7,000,000	694,547,500	-	-
7.68% Government of India Loan 2023	100	2,000,000	200,423,750	-	-
7.72% Government of India Loan 2025	100	4,500,000	449,415,400	-	-
7.88% Government of India Loan 2030	100	14,000,000	1,405,957,350	-	-
8.15% Government of India Loan 2022	100	-	-	500,000	48,467,600
8.15% Government of India Loan 2026	100	3,500,000	361,068,250	2,500,000	259,750,000
8.20% Government of India Loan 2025	100	-	-	2,000,000	193,807,800
8.24% Government of India Loan 2033	100	3,500,000	367,543,750	3,000,000	316,158,750
8.27% Government of India Loan 2020	100	1,000,000	102,122,500	-	-
8.28% Government of India Loan 2027	100	2,500,000	258,712,000	2,500,000	258,712,000
8.40% Government of India Loan 2024	100	10,000,000	1,035,915,000	9,000,000	936,059,400
8.60% Government of India Loan 2028	100	14,000,000	1,472,765,000	11,500,000	1,207,772,550
8.83% Government of India Loan 2041	100	500,000	52,793,000	3,500,000	369,551,000
TOTAL			6,497,773,500		3,909,768,900
Aggregate amount of quoted investments					
Governments Securities			6,497,773,500		3,909,768,900
Aggregate market value of quoted investments					
Governments Securities*			6,497,773,500		3,909,768,900

*Government Securities are valued at cost as the market value is not available.
(Refer note no. 26)

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Notes to the Financial Statement for the year ended 31 March 2016

15 INVENTORIES

	Face Value Rupees	As at 31.03.2016 Numbers	As at 31.03.2016 Rupees	As at 31.03.2015 Numbers	As at 31.03.2015 Rupees
Preference shares					
16.06% Infrastructure Leasing & Financial Services Ltd. 25 March 2021	12,500	50	700,828	-	-
17.39% Infrastructure Leasing & Financial Services Ltd. 30 March 2021	15,000	29,774	446,610,000	-	-
TOTAL			447,310,828		-
Bonds & Debentures					
Govt Papers -					
8.39% Rajasthan State Development Loan 2023	100	500,000	50,525,000	-	-
8.17% Tamilnadu State Development Loan 2025	100	73,000	7,342,340	-	-
TOTAL			57,867,340		-
Public Sector Banks					
9.95% State Bank Of India Ltd. 2026	10,000	-	-	5,992	64,090,211
9.50% State Bank Of India Ltd. 2025	10,000	-	-	167	1,735,782
9.15% Punjab National Bank Perpetual	1,000,000	5	5,033,000	258	258,300,476
8.90% State Bank of India Ltd. 2023	1,000,000	-	-	23	23,480,217
10.75% IDBI Bank Ltd. - Perpetual	1,000,000	18	17,648,298	80	84,056,000
9.48% Bank of Baroda - Perpetual	1,000,000	-	-	40	40,340,000
9.48% Bank of Maharashtra - Perpetual	1,000,000	-	-	138	138,043,746
11.25% Syndicate Bank - Perpetual	1,000,000	150	150,000,000	-	-
8.90% Syndicate Bank - Perpetual	1,000,000	82	85,378,400	-	-
10.00% Indian Overseas Bank - Perpetual	1,000,000	-	-	4	4,003,656
TOTAL			258,059,698		614,050,088
Public Financial Institution - PSU					
9.60% Tourism Finance Corporation of India Ltd. 2028	1,000,000	-	-	67	67,857,800
9.65% Tourism Finance Corporation of India Ltd. 2033	1,000,000	-	-	9	9,132,300
9.50% Tourism Finance Corporation of India Ltd. 2023	1,000,000	-	-	273	276,667,720
11.75% Capital Local Area Bank Limited 2031	100,000	2,255	225,500,000	-	-
7.93% Rural Electrification Corporation Ltd. 2022	1,000	2,645	2,693,057	-	-
8.12% Rural Electrification Corporation Ltd. 2027	1,000	3,875	4,119,746	125	132,723
8.46% Rural Electrification Corporation Ltd. 2028	1,000	-	-	10,250	11,175,309
8.20% Power Finance Corporation Ltd. 2022	1,000	-	-	1,000	1,047,576
8.30% Power Finance Corporation Ltd. 2027	1,000	8,859	9,530,854	-	-
8.54% Power Finance Corporation Ltd. 2028	1,000	50,000	55,618,900	75	82,183
8.25% National Housing Bank 2024	5,000	-	-	760	4,097,783
8.63% National Housing Bank 2029	5,000	-	-	3,610	20,148,148
8.10% Indian Railway Finance Corporation Ltd. 2027	1,000	-	-	250	264,918
7.64% Indian Railway Finance Corporation Ltd. 2031	1,000	22,000	22,745,949	-	-
7.50% Indian Railway Finance Corporation Ltd. 2035	1,000	11,990	11,984,776	-	-
8.63% Indian Railway Finance Corporation Ltd. 2029	1,000	5,000	5,622,726	-	-
8.83% Indian Railway Finance Corporation Ltd. 2023	1,000,000	130	136,014,684	-	-
7.28% Indian Railway Finance Corporation Ltd. 2035	1,000	2,997	3,006,359	-	-
7.64% National Bank for Agriculture and Rural Development 2031	1,000	221,000	223,306,359	-	-
7.53% Indian Renewable Energy Development Agency Limited 2029	1,000	1,280	1,271,569	-	-
7.34% Housing And Urban Development Corporation Ltd. 2023	1,000	500	502,842	-	-
7.51% Housing And Urban Development Corporation Ltd. 2028	1,000	8,115	8,351,030	-	-
8.14% Housing And Urban Development Corporation Ltd. 2023	1,000	500	524,916	-	-
8.51% Housing And Urban Development Corporation Ltd. 2024	1,000	-	-	153	166,911
8.73% Housing And Urban Development Corporation Ltd. 2029	1,000	-	-	100	110,369
8.76% Housing And Urban Development Corporation Ltd. 2034	1,000	7,145	8,186,465	-	-
7.19% India Infrastructure Finance Company Ltd. 2023	1,000	-	-	1,100	1,088,259
7.36% India Infrastructure Finance Company Ltd. 2028	1,000	-	-	9	8,980
8.38% India Infrastructure Finance Company Ltd. 2028	1,000	-	-	20,000	21,446,000
9.90% Industrial Finance Corporation of India 2021	1,000	-	-	116,200	117,725,706
8.55% India Infrastructure Finance Company Ltd. 2037	1,000	150	163,794	-	-
9.90% Industrial Finance Corporation of India 2024	1,000	-	-	6,000	6,006,000
TOTAL			719,144,026		537,158,685
Public Financial Institution - Non- PSU					
9.70% JM Financial Credit Solutions Limited 2021	10,00,000	8	8,000,000	-	-
9.70% JM Financial Credit Solutions Limited 2021.	10,00,000	48	48,000,000	-	-
9.35% Family Credit Limited 2026.	10,00,000	17	17,000,000	-	-
9.35% Family Credit Limited 2026	10,00,000	6	6,000,000	-	-
TOTAL			79,000,000		-

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Notes to the Financial Statement for the year ended 31 March 2016

15 INVENTORIES

	Face Value Rupees	As at 31.03.2016 Numbers	As at 31.03.2016 Rupees	As at 31.03.2015 Numbers	As at 31.03.2015 Rupees
Other Bonds - PSU					
8.58% PNB Housing Finance Ltd. 2023	1,000,000	-	-	54	54,462,456
8.20% National Highway Authority Of India 2022	1,000	32,461	33,881,461	-	-
7.35% National Highway Authority Of India 2031	1,000	5,000	5,072,863		
7.60% National Highway Authority Of India 2031	1,000	10,000	10,314,264	-	-
7.93% Power Grid Corporation Of India Ltd. 2019	1,000,000	50	51,816,800	-	-
7.93% Power Grid Corporation Of India Ltd. 2021	1,000,000	50	52,010,350	-	-
7.93% Power Grid Corporation Of India Ltd. 2022	1,000,000	50	51,742,500	-	-
7.93% Power Grid Corporation Of India Ltd. 2023	1,000,000	35	36,296,190	-	-
7.93% Power Grid Corporation Of India Ltd. 2024	1,000,000	50	51,143,350	-	-
7.93% Power Grid Corporation Of India Ltd. 2025	1,000,000	50	51,200,750	-	-
7.93% Power Grid Corporation Of India Ltd. 2026	1,000,000	50	51,205,900	-	-
7.93% Power Grid Corporation Of India Ltd. 2027	1,000,000	50	51,145,000	-	-
7.93% Power Grid Corporation Of India Ltd. 2028	1,000,000	50	50,625,000	30	30,096,000
8.54% National Hydro Power Corporation 2028	1,000	-	-	10,000	11,311,700
8.67% National Hydro Power Corporation 2033	1,000	-	-	2,501	2,952,379
8.69% Damodar Valley Corporation 2028	1,000,000	250	268,596,250	-	-
8.85% Cauvery Neeravari Nigama Limited 2025	1,000,000	-	-	125	125,000,000
9.95% Food Corporation of India 2022	1,000,000	-	-	6	6,694,602
TOTAL			765,050,678		230,517,137
Other Bonds - Non PSU					
10.00% Dewan Housing Finance Corporation Ltd. 2017	100,000	43	4,874,395	55	6,234,692
10.50% Dewan Housing Finance Corporation Ltd. 2023	1,000,000	-	-	13	13,345,800
10.70% Dewan Housing Finance Corporation Ltd. 2021	1,000,000	9	9,252,900	12	12,348,000
10.70% Dewan Housing Finance Corporation Ltd. 2024	1,000,000	-	-	11	11,434,500
10.70% Dewan Housing Finance Corporation Ltd. 2024	1,000,000	-	-	142	147,651,600
11.15% Dewan Housing Finance Corporation Ltd. 2018	10,00,000	50	51,530,000	50	51,530,000
11.20% Dewan Housing Finance Corporation Ltd. 2022	10,00,000	50	54,160,000	50	52,445,000
00.00% Indiabulls Real Estate Ltd. 2016	1,000,000	250	250,000,000	-	-
10.50% Indiabulls Real Estate Ltd. 2018	1,000,000	150	150,000,000	-	-
11.75% Indiabulls Real Estate Ltd. 2017	1,000,000	7	7,000,000	-	-
11.80% Indiabulls Real Estate Ltd. 2018	1,000,000	33	33,001,600	-	-
11.00% Ashiana Housing Limited 2017	100,000	1,000	100,000,000	-	-
11.00% Ashiana Housing Limited 2018	100,000	1,000	100,000,000	-	-
9.80% Shriram Transport Finance Company Ltd. 2024	1,000,000	-	-	75	75,007,500
9.65% Shriram Transport Finance Company Ltd. 2021	1,000,000	70	71,218,000	35	35,014,000
10.00% Shriram Transport Finance Company Ltd. 2028	1,000,000	-	-	30	30,287,190
10.25% Shriram Transport Finance Company Ltd. 2015	1,000	-	-	1,500	1,487,174
10.50% Shriram Transport Finance Company Ltd. 2017	1,000	-	-	700	695,350
11.50% Magma Fincorp Ltd. 2018	1,000,000	-	-	75	77,449,500
12.10% Magma Fincorp Ltd. - Perpetual	500,000	32	16,000,000	19	9,501,900
11.25% Fullerton India Credit Company Ltd. 2018	1,000,000	54	55,414,800	72	72,936,000
11.40% Fullerton India Credit Company Ltd. 2022	10,00,000	-	-	10	10,333,000
9.55% Aadhar Housing Finance Limited 2026	10,00,000	184	184,000,000	-	-
11.00% Aspire Housing Finance Corporation Limited 2021	10,00,000	300	300,000,000		
11.00% Aspire Housing Finance Corporation Limited 2021.	10,00,000	150	150,010,000		
11.00% Sobha Limited 2017	100,000	2,000	200,000,000		
11.25% Sobha Limited 2018	100,000	1,500	150,000,000		
12.00% Sobha Limited 2017 (INE671H07202)	100,000	60	6,001,200		
12.00% Sobha Limited 2017 (INE671H07228)	100,000	500	50,415,000		
12.00% Sobha Limited 2018	100,000	200	20,004,000		
11.75% Sunteck Reality Limited 2017	100,000	1,500	150,010,000	-	-
11.75% Sunteck Reality Limited 2018	100,000	400	40,008,000		
11.75% Sunteck Reality Limited 2019	100,000	1,000	100,000,000		
11.40% The Tata Power Company Ltd. - Perpeutal	1,000,000	6	6,336,529	-	-
16.83% ESAF Microfinance And Investments Private Limited 2021	1,000,000	250	250,000,000	-	-
11.80% Tata Steel Ltd. - Perpetual	1,000,000	-	-	3	3,212,568
9.95% Classic Mall Development Company Private Limited 2022	1,000,000	150	150,791,700	-	-
11.15% Indostar Capital Finance Pvt. Ltd. 2018	1,000,000	-	-	39	39,440,700
12.50% Equitas Finance Private Limited 2016	1,000,000	-	-	45	45,004,500
14.00% Omaxe Limited 2016	500,000	-	-	49	24,512,250
14.00% Omaxe Limited 2017	500,000	-	-	94	47,024,700
10.50% Amtek Auto Limited 2020	1,000,000	-	-	297	297,024,000
9.10% Sterlite Industries (India) Limited 2023	1,000,000	-	-	9	8,841,564
TOTAL			2,660,028,124		1,072,761,488
GRAND TOTAL			4,986,460,694		2,454,487,398
(Refer note no. 26)					

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Notes to the Financial Statements for the year ended 31 March 2016

		As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
16	**TRADE RECEIVABLES**		
	*Trade receivables outstanding for a period less than six months from the date they are due for payment	171,394,051	93,969,824
	Trade receivables outstanding for a period exceeding six months from the date they are due for payment	-	-
	(*Receivable from A. K. Stockmart Private Limited of Rs.Nil/-, (previous year Rs.2,11,683/-) which is a fellow subsidiary)		
		171,394,051	**93,969,824**
17	**CASH AND CASH EQUIVALENTS**		
	Cash on hand	2,367,697	997,870
	Balance with banks in current accounts	21,152,616	16,662,879
	Balance in bank overdraft facility	-	8,978,026
		23,520,313	**26,638,775**
18	**SHORT TERM LOANS AND ADVANCES**		
	Loans and advances to Others:		
	Secured, considered good	1,262,262,976	378,000,000
	Unsecured, considered good	69,399,977	-
	Deposits		
	- with Directors	20,000,000	-
	- with Related parties	5,000,000	-
	- with Others	6,340,000	6,290,000
	Balances with the government authorities	77,640	2,658
	Other Advances	80,083	52,266
	Prepaid expense	6,588,415	10,857,739
		1,369,749,091	**395,202,663**
19	**OTHER CURRENT ASSETS**		
	Secured, considered good		
	- Current maturities of long term loans and advances to other parties	418,284,510	347,000,000
	- Interest accrued and but not due on loans to related party	275,918	-
	- Interest accrued and but not due on loans to others	22,543,603	4,389,224
	Unsecured, considered good		
	- Current maturities of long term loans and advances to other parties	-	40,000,000
	- Interest accrued and but not due on loans to others	4,092,506	-
	- Advance recoverable in cash or kind or for value to be received	641,838	-
	Interest accrued but not due on Government Securities	110,527,058	103,899,698
		556,365,433	**495,288,922**

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Notes to the Financial Statements for the year ended 31 March 2016

	Current Year Rupees 31.03.2016	Current Year Rupees 31.03.2015
20 REVENUE FROM OPERATIONS		
Interest		
- From loans	246,628,396	127,520,027
- From debt securities	220,075,589	365,003,330
	466,703,985	**492,523,357**
Other operating income (Refer Note:25)	128,821,473	128,042,917
Other Financial Services- Investment Income		
- Profit on sale of Investments	76,694,896	151,685,175
- Profit on Liquid Fund	-	1,900,948
- Interest received on current investments	427,215,136	168,672,690
- Interest received on non-current investments	78,365,596	88,633,898
- Dividend income from non-current investments	6,858,172	8,951,225
	589,133,800	**419,843,936**
TOTAL	**1,184,659,258**	**1,040,410,210**
21 OTHER INCOME		
Other non operating income	112,363	216,989
	112,363	**216,989**
22 EMPLOYEE BENEFITS EXPENSES		
Salaries and wages	104,842,020	101,323,427
Employers contribution to provident fund	1,181,981	966,103
Staff welfare expenses	868,475	886,041
	106,892,476	**103,175,571**
23 FINANCE COST		
Interest expenses	680,066,469	570,223,599
Interest on income tax	1,045,437	1,594,833
Others borrowing costs	15,840,555	11,087,571
	696,952,461	**582,906,003**
24 OTHER EXPENSES		
Rent	15,989,464	4,714,392
Rates and taxes	4,227,320	5,895,662
Traveling expenses	5,575,380	8,178,932
Auditor's remuneration		
for audit fees	160,500	159,270
for other services	18,865	16,723
Repair and maintenance		
- Others	719,634	847,549
Incentive expenses	18,310,213	12,985,411
Loss on sale of fixed assets	1,293,893	-
CSR Expenditure (Refer Note 37)	-	2,950,000
Professional fees	3,328,273	1,939,524
Business promotion expenses	4,572,192	8,585,818
Miscellaneous expenses	19,178,170	17,036,111
	73,373,904	**63,309,392**

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25 Other Operating Income

Particulars	Current Year	Previous Year
	Rupees	Rupees
(a) Syndication and other fees	107,356,500	23,033,998
(b) Trading in Shares and Securites		
Sale of securities	56,445,416,679	76,938,530,920
Add: Closing inventory	4,986,460,694	2,454,487,398
Less: Opening inventory	2,454,487,398	4,172,874,317
Less: Purchase of securties	58,955,925,002	75,115,135,082
Profit from trading in securities	21,464,973	105,008,919
Other operating income (a+b)	128,821,473	128,042,917

26 THE DETAILS OF SECURITIES PLEDGED / LIEN ARE AS UNDER

A - With Banks

Name of securities	As at 31.03.2016		As at 31.03.2015	
	Number	Amount (Rs.)	Number	Amount (Rs.)
10.00% Indian Overseas Bank 2020	-	-	4	4,003,656
8.89% Damodar Valley Corporation 2028	250	268,596,250	-	-
9.35% Family Credit Limited 2026	6	6,000,000	-	-
9.35% Family Credit Limited 2026.	17	17,000,000	-	-
7.51% Housing And Urban Development Corporation Ltd 2028	7,500	7,718,142	-	-
7.50% Indian Railway Finance Corporation Ltd. 2035	11,990	11,984,776	-	-
11.00% Sobha Limited 2017	2,000	200,000,000	-	-
12.00% Sobha Limited 2017	45	4,500,900	-	-
12.00% Sobha Limited 2017.	500	50,415,000	-	-
12.00% Sobha Limited 2018	200	20,004,000	-	-
10.00% Dewan Housing Finance Corporation Ltd. 2017	43	4,874,395	-	-
10.00% Shriram Transport Finance Corporation Ltd. 2028	-	-	30	30,287,190
7.60% National Highway Authority Of India 2031	7,500	7,735,698	-	-
7.64% National Bank for Agriculture and Rural Development 2031	221,000	223,306,359	-	-
10.50% Amtek Auto Limited 2020	-	-	297	297,024,000
10.50% Dewan Housing Finance Corporation Ltd. 2023	-	-	13	13,345,800
10.50% Indiabulls Real Estate Ltd. 2018	150	150,000,000	-	-
11.00% Aspire Housing Finance Corporation Limited 2021.	150	150,010,000	-	-
11.00% Aspire Housing Finance Corporation Limited 2021	300	300,000,000	-	-
11.80% Indiabulls Real Estate Ltd. 2018	31	31,001,503	-	-
16.83% ESAF Microfinance And Investments Private Limited 2021	250	250,000,000	-	-
00.00% Indiabulls Real Estate Ltd. 2016	250	250,000,000	-	-
10.70% Dewan Housing Finance Corporation Ltd. 2021	9	9,252,900	12	12,348,000
10.70% Dewan Housing Finance Corporation Ltd. 2024.	-	-	142	147,651,600
10.70% Dewan Housing Finance Corporation Ltd. 2024	-	-	11	11,434,500
7.64% Indian Railway Finance Corporation Ltd. 2031	22,000	22,745,949	-	-
10.75% IDBI Bank Ltd. - Perpetual	17	16,667,837	45	47,281,500
11.75% Sunteck Reality Limited 2017	1,500	150,010,000	-	-
11.75% Sunteck Reality Limited 2018	400	40,008,000	-	-
11.75% Sunteck Reality Limited 2019	1,000	100,000,000	-	-
11.75% Indiabulls Real Estate Ltd. 2017	7	7,000,000	-	-
11.15% Dewan Housing Finance Corporation Ltd. 2018	50	51,530,000	50	51,530,000
11.15% Indostar Capital Finance Pvt. Ltd. 2018	-	-	39	39,440,700
11.20% Dewan Housing Finance Corporation Ltd. 2022	50	54,160,000	50	52,445,000
11.25% Fullerton India Credit Company Ltd. 2018	54	55,414,800	72	72,936,000
11.50% Magma Fincorp Ltd. 2018	-	-	75	77,449,500
7.35% National Highway Authority Of India 2031	4,500	4,565,577	-	-
11.80% Tata Steel Limited 2021	-	-	3	3,212,568
12.10% Magma Fincorp Ltd - Perpetual	32	16,000,000	19	9,501,900
7.93% Rural Electrification Corporation Ltd. 2022	2,600	2,647,239	-	-
7.93% Power Grid Corporation Of India Ltd. 2019	50	51,816,800	-	-
7.93% Power Grid Corporation Of India Ltd. 2021	50	52,010,350	-	-
7.93% Power Grid Corporation Of India Ltd. 2022	50	51,742,500	-	-
7.93% Power Grid Corporation Of India Ltd. 2023	35	36,296,190	-	-
7.93% Power Grid Corporation Of India Ltd. 2024	50	51,143,350	-	-
7.93% Power Grid Corporation Of India Ltd. 2025	50	51,200,750	-	-
7.93% Power Grid Corporation Of India Ltd. 2026	50	51,205,900	-	-
7.93% Power Grid Corporation Of India Ltd. 2027	50	51,145,000	-	-
7.93% Power Grid Corporation Of India Ltd. 2028	50	50,625,000	30	30,096,000
8.12% Rural Electrification Corporation Ltd. 2027	3,400	3,614,745	-	-
8.63% Indian Railway Finance Corporation Ltd. 2029	5,000	5,622,726	-	-
8.20% National Highway Authority of India 2022	32,461	33,881,461	-	-
8.24% Government of India Loan 2033	-	-	1,000,000	105,386,250
8.25% National Housing Bank 2024	-	-	760	4,097,783
8.28% Government of India Loan 2027	-	-	1,000,000	103,484,800
8.38% India Infrastructure Finance Company Limited 2028	-	-	20,000	21,446,000
8.40% Government of India Loan 2024	-	-	2,000,000	208,013,200
8.54% NHPC Ltd. 2028	-	-	10,000	11,311,700
8.58% PNB Housing Finance Ltd. 2023	-	-	54	54,462,456
8.60% Government of India Loan 2028	-	-	4,500,000	472,606,437
8.54% Power Finance Corporation Ltd. 2028	50,000	55,618,900	-	-
8.63% National Housing Bank 2029	-	-	3,610	20,148,148
8.30% Power Finance Corporation Ltd. 2027	8,300	8,929,460	-	-
8.39% Rajasthan State Development Loan 2023	500,000	50,525,000	-	-
8.17% Tamilnadu State Development Loan 2025	73,000	7,342,340	-	-
8.76% Housing And Urban Development Corporation Ltd. 2034	2,000	2,291,523	-	-

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Name of securities	As at 31.03.2016		As at 31.03.2015	
	Number	Amount (Rs.)	Number	Amount (Rs.)
9.70% JM Financial Credit Solutions Limited 2021	8	8,000,000	-	-
9.70% JM Financial Credit Solutions Limited 2021.	48	48,000,000	-	-
8.83% Government of India Loan 2041	-	-	1,500,000	158,379,000
8.83% Indian Railway Finance Corporation Ltd. 2023	130	136,014,684	-	-
8.90% Syndicate Bank - Perpetual	82	85,378,400	-	-
8.90% State Bank of India 2023	-	-	23	23,480,217
9.10% Sterlite Industries (India) Limited 2023	-	-	9	8,841,564
9.15% Punjab National Bank Perpetual	5	5,033,000	158	158,184,012
9.55% Aadhar Housing Finance Limited 2026	184	184,000,000	-	-
9.95% Classic Mall Development Company Private Limited 2022	150	150,791,700	-	-
11.00% Ashiana Housing Limited 2017	1,000	100,000,000	-	-
11.00% Ashiana Housing Limited 2018	1,000	100,000,000	-	-
11.75% Capital Local Area Bank Limited 2031	2,250	225,000,000	-	-
11.25% Syndicate Bank - Perpetual	150	150,000,000	-	-
11.25% Sobha Limited 2018	1,500	150,000,000	-	-
9.48% Bank of Maharashtra - Perpetual	-	-	138	138,043,746
9.48% Bank of Baroda - Perpetual	-	-	40	40,340,000
9.50% Tourism Finance Corporation of India Ltd. 2023	-	-	273	276,667,720
9.60% Tourism Finance Corporation of India Ltd. 2028	-	-	67	67,857,800
7.72% Government of India Loan 2025	1,000,000	99,870,089	-	-
8.27% Government of India Loan 2020	1,000,000	102,122,500	-	-
8.83% Government of India Loan 2041	500,000	52,793,000	-	-
8.6[illegible]% Government of India Loan 2028	2,500,000	262,993,750	-	-
7.16% Government of India Loan 2023	500,000	48,255,000	-	-
7.59% Government of India Loan 2029	2,500,000	248,052,679	-	-
9.80% Shriram Transport Finance Company Limited 2024	-	-	75	75,007,500
9.85% Shriram Transport Finance Company Ltd. 2021	70	71,218,000	35	35,014,000
9.90% IFCI Limited 2021	-	-	115,700	117,219,141
9.90% IFCI Limited 2024	-	-	6,000	6,006,000
9.95% Food Corporation of India 2022	-	-	6	6,694,602
9.95% State Bank of India 2026	-	-	5,000	53,479,816
Total (A)		5,325,684,122		3,066,159,606

B- With Clearing Corporation of India Ltd.

Name of securities	As at 31.03.2016		As at 31.03.2015	
	Number	Amount (Rs.)	Number	Amount (Rs.)
7.16% Government of India Loan 2023	500,000	48,255,000	3,500,000	319,489,800
7.59% Government of India Loan 2029	4,500,000	446,494,821	-	-
7.68% Government of India Loan 2023	2,000,000	200,423,750	-	-
7.72% Government of India Loan 2025	3,500,000	349,545,311	-	-
7.88% Government of India Loan 2030	14,000,000	1,405,957,350	-	-
8.15% Government of India Loan 2022	-	-	500,000	48,467,600
8.15% Government of India Loan 2026	3,500,000	361,068,250	2,500,000	259,750,000
8.20% Government of India Loan 2025	-	-	2,000,000	193,807,800
8.24% Government of India Loan 2033	3,500,000	367,543,750	2,000,000	210,772,500
8.28% Government of India Loan 2027	2,500,000	258,712,000	1,500,000	155,227,200
8.28% Government of India Loan 2032	1,990,000	204,162,259	1,990,000	204,162,259
8.30% Government of India Loan 2042	-	-	4,500,000	434,153,000
8.32% Government of India Loan 2032	-	-	4,000,000	389,520,000
8.40% Government of India Loan 2024	10,000,000	1,035,915,000	7,000,000	728,046,200
8.60% Government of India Loan 2028	11,500,000	1,209,771,250	7,000,000	735,165,569
8.79% Government of India Loan 2021	1,000,000	105,133,600	1,000,000	105,133,600
8.83% Government of India Loan 2041	-	-	2,000,000	211,172,000
Total (B)		5,992,982,341		3,994,867,528
Total A+B		11,318,666,463		7,061,027,334

27 EXPENDITURE IN FOREIGN CURRENCY

	Current Year Rupees	Previous Year Rupees
Travelling expenses	-	251,017
	-	251,017

28 Banking Facilities

The Company has outstanding borrowing facilities from below mentioned banks:

Sr. No	Name of Bank
1)	Bank of India
2)	South Indian Bank
3)	Bank of Maharashtra
4)	HDFC Bank Ltd.
5)	Karur Vysya Bank
6)	Federal Bank Limited
7)	Andhra Bank
8)	AXIS Bank Limited
9)	Laxmi Vilas Bank

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Notes to the Financial Statements for the year ended 31 March 2016

29 CONTRIBUTION TO PROVIDENT FUND

Retirement benefits in the form of Provident fund are defined contribution scheme and the contributions are charged to the statement of profit and loss of the current year when the contribution to the respective fund is due. There are no other obligations other than the contribution payable to the respective fund.

30 CONTRIBUTION TO GRATUITY FUND (UNFUNDED)

The following table sets out the unfunded status of the gratuity plan and the amount recognised in the financial statements at the year end.

	Current Year Rupees	Previous Year Rupees
Change in present value of obligation		
Present value of obligation as at beginning of the year	2,773,577	1,674,638
Interest cost	221,886	150,717
Service cost	768,023	1,202,869
Benefits paid	(2,596,173)	-
Actuarial (gain)/loss on obligation	845,304	(254,647)
Present value of obligation as at year end	**2,012,617**	**2,773,577**
Amount recognised in the balance sheet		
Present value of obligation, as at year end	2,012,617	2,773,577
Fair value of plan assets as at year end	-	-
Liabilities recognised in the balance sheet	**2,012,617**	**2,773,577**
Expense recognised during the year		
Current service cost	768,023	1,202,869
Interest cost	221,886	150,717
Expected return on plan assets	-	-
Net actuarial (gain)/loss to be recognised	845,304	(254,647)
Net periodic cost (included in salaries and wages)	**1,835,213**	**1,098,939**
Assumptions used in accounting for the gratuity plan	**% p.a.**	**% p.a.**
Mortality rate	LIC (2006-08)	LIC (2006-08)
Discount rate	8.00%	8.00%
Salary escalation rate	5.00%	5.00%
Expected rate of return on plan assets	0.00%	0.00%

31 SEGMENT REPORTING

The Company operates in a single business and geographical segment i.e. "Trading and Investment in Securities" within India. Accordingly, no separate disclosures for primary business and secondary geographical segment are required.

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32 RELATED PARTY DISCLOSURES

i) **Related party relationships:**

Holding company
A. K. Capital Services Limited

Fellow subsidiary
A. K. Stockmart Private Limited

Key management personnel
Abhinav Kumar Mittal (Director)
A. K. Mittal (Managing Director)
Sneh Lata Mittal (Director)

Relative of a Key management personnel
Anshu

Enterprise in which key management personal is having significant influence
M Square Automobile Private Limited
A. K. Services Private Limited

Enterprise in which relative of key management personal is having significant influence
Goodwill Capital Services Private Limited

Notes:

a) The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS) - 18 'Related Party Disclosures' and the same have been relied upon by the auditors.

b) The relationship as mentioned above pertains to those related parties with whom transactions have taken place during the year and the previous year, except where control exist, in which case the relationship has been mentioned irrespective of the transaction with the related parties.

ii) **Details of transactions with related parties are given as under:**

	Current Year Rupees	Previous Year Rupees
A) Transaction with related parties:		
Brokerage paid		
A. K. Stockmart Private Limited	8,562,788	12,103,759
Demat charges paid		
A. K. Stockmart Private Limited	246,236	31,565
Directors remuneration		
Abhinav Kumar Mittal	7,200,000	7,200,000
A. K. Mittal	9,600,000	2,400,000
Sneh Lata Mittal	600,000	50,000
Rent Paid		
A. K. Mittal	2,650,000	-
Abhinav Kumar Mittal	2,350,000	-
Anshu	1,500,000	-
Repair & Maintenance - Car		
M Square Automobile Private Limited	58,313	670,192
Interest income on Loan given		
A. K. Services Private Limited	140,548	-
Goodwill Capital Services Private Limited	166,027	
Loan Given during the year		
A. K. Services Private Limited	227,500,000	-
Goodwill Capital Services Private Limited	305,000,000	
Issue of Share capital including share premium		
A. K. Capital Services Limited	300,000,000	

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Notes to the Financial Statements for the year ended 31 March 2016

32 RELATED PARTY DISCLOSURES

		Current Year Rupees	Previous Year Rupees
B)	**Balances of related parties:**		
	Rent deposit given outstanding as at year end		
	A. K. Mittal	10,000,000	-
	Abhinav Kumar Mittal	10,000,000	-
	Anshu	5,000,000	-
	Balances Receivable		
	A. K. Stockmart Private Limited	-	211,683
	Balances Payable		
	A. K. Stockmart Private Limited	59,803	30,021
	Outsanding Balance of Loan Given		
	A. K. Services Private Limited	227,500,000	-
	Goodwill Capital Services Private Limited	305,000,000	
	Interest Accrued but not due on Loan Given (net of TDS)		
	A. K. Services Private Limited	126,493	-
	Goodwill Capital Services Private Limited	149,425	
C)	**Guarantee**		
	Corporate Guarantee given by Holding Company to bank for working capital demand loan taken by the Company	2,750,000,000	2,750,000,000

Note - Transaction amount is excluding taxes wherever applicable.

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33 The following table sets out the disclosure as required by the notification no. DNBS. 200 /CGM(PK)-2008 dated 1 August 2008 and DNBR (PD) CC.No.002/03.10.001/2014-15 dated 10 November 2014 issued by RBI.

i) Capital

	Items	Current Year	Previous Year
i)	CRAR (%)	39.98	78.99
ii)	CRAR - Tier I capital (%)	39.88	78.92
iii)	CRAR - Tier II capital (%)	0.10	0.07
iv)	Amount of subordinated debt raised as Tier-II capital	-	-
v)	Amount raised by issue of Perpetual Debt Instruments	-	-

ii) Investments

1. Value of Investments

(Rs. In Crores)

	Items	Current Year	Previous Year
(i)	Gross Value of Investments		
	- In India	743.99	563.51
	- Outside India,	-	-
(ii)	Provisions for Depreciation		
	- In India	-	-
	- Outside India,	-	-
(iii)	Net Value of Investments		
	- In India	743.99	563.51
	- Outside India,	-	-

2. Movement of provisions held towards depreciation on investments

(Rs. In Crores)

	Items	Current Year	Previous Year
(i)	Opening balance	-	-
(ii)	Add : Provisions made during the year	-	-
(iii)	Less : Write-off / write-back of excess provisions during the year	-	-
(iv)	Closing balance	-	-

iii) Derivatives

The Company did not have any transactions in Derivatives.

iv) Disclosures relating to Securitisation

The Company did not have any transactions relating to Securitisation.



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Notes to the Financial Statements for the year ended 31 March 2016

v) **Asset Liability Management**

Assets Liability Management Maturity pattern of certain items of Assets and Liabilities

(Rs. In Crores)

	1 day to 30/31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	3.12	-	-	-	0.01	-	0.02	-	**3.16**
Advances	7.59	10.17	3.63	24.91	131.39	98.02	-	-	**275.70**
Investments	649.78	-	-	-	-	30.93	-	63.28	**743.99**
Inventories	-	-	-	-	498.65	-	-	-	**498.65**
Borrowings	575.14	0.03	5.65	6.33	483.50	79.22	47.67	5.44	**1,202.98**
Foreign Currency assets	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-

Note:
Advances includes loans and advances in the nature of loans and excludes advances recoverable in cash or kind or for value to be received, advance payment of taxes and deposits.

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vi) Exposures

A. Exposures to real estate sector

(Rs. In Crores)

	Category		Current Year	Previous Year
a)	Direct exposure			
	(i)	Residential mortgages -		
		Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that Is rented; (Individual housing loans up to Rs. 15 lakhs may be shown separately)	-	-
	(ii)	Commercial Real Estate -		
		Lending secured by mortgages on commercial real estate's (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits	71.59	67.50
	(iii)	Investments in Mortgage Backed Securities (MBS) and securitiesed exposures -		
		a. Residential	-	-
		b. Commercial real estate	-	-
		Total Exposure to Real Estate Sector	**71.59**	**67.50**

B. Exposures to Capital Market

(Rs. In Crores)

Particulars		Current Year	Previous Year
(i)	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	63.28	59.23
(ii)	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	0.40	0.30
(iii)	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
(iv)	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	-	-
(v)	secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
(vi)	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii)	bridge loans to companies against expected equity flows / issues;	-	-
(viii)	all exposures to Venture Capital Funds (both registered and unregistered)	-	-
	Total Exposure to Capital Market	**63.68**	**59.53**

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C. **Details of financing of parent company products**
The Company did not have any financing of parent company's products.

D. **Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC**
Single Borrower Limit (SGL) / Group Borrower Limit (GBL) has not been exceeded the prudential exposure limits during the year by the Company.

E. **Unsecured Advances**
During the current year, the Company has advanced Rs.6,93,99,977 as unsecured advances.

vii) **Miscellaneous**

A. **Registration obtained from other financial sector regulators**
There is no other registration obtained from any other financials sector regulators.

B. **Disclosure of Penalties imposed by RBI and other regulators**
There is no penalty imposed by RBI and other regulators.

C. **Related Party Transactions**

i) All material transactions with related parties are disclosed in Note 32 of the Financial Statements.

ii) The Company have the policy on dealing with Related party Transactions. However it is not disclosed on it's website as presently the Company does not have any website.

D. **Rating assigned by credit rating agencies and migration of rating during the year**
During the year, the credit rating agency - CARE, has assigned the following credit ratings to the Company:

1 Long Term Bank Facilities - CARE A+ (SO) [Single A Plus (Structured Obligations)]
2 Long Term Bank Facilities - CARE A+ (Single A Plus)
3 Commercial Paper - CARE A1+ (A One Plus)

During the year, there are no migration of above mentioned ratings.

E. **Remuneration of Directors**
All the relationship or transactions of the non-executive directors vis-à-vis the Company have been been disclosed in Note 32 of the Financial Statements.

F. **Net Profit or Loss for the period, prior period items and changes in accounting policies**
There are no prior period items and change in accounting policies except as reported in the Financial Statements.

G. **Revenue Recognition**
There are no such circumstances in which revenue recognition has been postponed pending the resolution of significant uncertainties.

H. **Accounting Standard 21 - Consolidated Financial Statements (CFS)**
The Company does not have any subsidiary company and hence, Accounting Standard 21 - Consolidated Financial Statements (CFS) is not applicable.

(viii) **Additional Disclosures**

A. **Provisions and Contingencies** (Rs. In Crores)

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account		Current Year	Previous Year
(i)	Provisions for depreciation on Investment	-	-
(ii)	Provision towards NPA	-	-
(iii)	Provision made towards Income tax (Including Deferred tax and Earlier period tax adjustments)	8.16	7.43
(iv)	Other Provision and Contingencies (Employee Benefits)	0.24	0.19
(v)	Provision for Standard Assets	0.56	0.16

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B. Draw Down from Reserves

There have been no drawdown from Reserves.

C. Concentration of Deposits, Advances, Exposures and NPAs

a.

Concentration of Deposits (for deposit taking NBFCs)	Amt in Crores
Total Deposits of twenty largest depositors	Not Applicable
Percentage of Deposits of twenty largest depositors to Total Deposits of the NBFC	Not Applicable

b.

Concentration of Advances	Amt in Crores
Total Advances to twenty largest borrowers	259.32
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	95%

c.

Concentration of Exposures	Amt in Crores
Total Exposure to twenty largest borrowers / customers (Including interest accrued and due)	261.57
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	95%

d.

Concentration of NPAs	Amt in Crores
Total Exposure to top four NPA accounts	-

e.

Sector-wise NPAs	
Sector	% of NPAs to Total Advances in that Sector
Agriculture & allied activities	-
MSME	-
Corporate borrowers	-
Services	-
Unsecured personal loans	-
Auto Loans	-
Other personal Loans	-

D. Movements of NPAs

During the year, there are no NPA accounts in the Company.

E. Overseas Assets

During the year, there are no overseas assets in the Company.

F. Off-Balance Sheet SPVs sponsored

During the year, there are no off-balance sheet SPVs sponsored by the Company.

G. Disclosure of Complaints

During the year, there are no Customer Complaints received from any Customers by the Company.

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34 LEASES

i **Where the Company is lessee:**

The Company has taken various office premises under operating lease that are renewable on a periodic basis at the option of both the lessor and lessee.

The future minimum lease payments as per the lease agreements are as follows:

Particulars	As at 31.03.2016 (Rs.)	As at 31.03.2015 (Rs.)
Not later than one year	-	4,440,000
Later than one year and not later than five years	-	-

Notes:

The amount of minimum lease payments with respect to the above lease recognised in the statement of profit and loss for the year is Rs. 15,989,464 (P.Y. 4,714,392).
Above disclosure is for leases entered after 1 April 2001, as per Accounting Standard (AS) - 19 'Leases' as notified by Central Govermnet of India.

35 EARNINGS PER SHARE

Particulars	Current Year	Previous Year
Net profit after tax available for equity share holders (Rs.)	215,952,706	210,714,343
Weighted average number of equity shares outstanding during the year for basic earnings per share (No.)	19,955,464	19,950,000
Basic and diluted earnings per share (Rs.)	10.82	10.56
Nominal value of share (Rs.)	10.00	10.00

36 The Company has not received any intimation from its suppliers regarding their registration under the 'Micro, Small and Medium Enterprises Development Act, 2006'. Hence, no disclosure has been made.

37 CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The areas for CSR activities are eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water, promoting education, promoting gender equality, empowering women and ensuring environmental sustainability.

Particulars	Amount (Rs.)
Gross amount required to be spent by the company during the year	4,490,829

Amount Spent During the Year	In Cash (Rs.)	Yet to be Paid in Cash (Rs.)	Total (Rs.)
(i) Construction/acquisitionof any asset	-	-	-
(ii) Donation to recognised Educational entity	-	-	-
Short fall in CSR Expenditure			**(4,490,829)**

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38 The disclosure required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Direction, 2015 is given in Annexure 'A'.

39 In the opinion of management, current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet. The provision for all known liabilities is adequate and not in excess of the amount reasonably stated.

40 In the opinion of the management, diminution in the value of long term investments in shares is of temporary in nature in accordance with Accounting Standard - 13 "Accounting for Investments". Accordingly, carrying amount of such long term investment is not reduced to recognise such decline.

41 Previous year's figure have been regrouped or rearranged, wherever considered necessary, to conform with the current year's presentation.

Signatures to 1 to 41

As per our report of even date attached

For Suresh Surana & Associates LLP
Chartered Accountants

Ramesh Gupta
Partner
Membership No. 102306

SURESH SURANA & ASSOCIATES LLP
Chartered Accountants
MUMBAI

For and on behalf of the Board of Directors

A. K. Mittal
Managing Director
(DIN : 00698377)

Abhinav Kumar Mittal
Director
(DIN : 00698436)

Mahesh Bhootra
Chief Financial Officer

Rupesh Samani
Company Secretary
(ACS : 13748)

Place : Mumbai
Date : 20 May 2016

Place: Mumbai
Date: 20 May 2016

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A. K. Capital Finance Private Limited

Annexure "A"

Schedule to the Balance Sheet of a non deposit taking non banking financial company as on 31 March 2016

Disclosure in terms of Paragraph 13 of Non Banking Financial (Non-Deposit Accepting or holding) Companies Prudential Norms (Reserve Bank) Directions, 2015

	Particulars		(Amount Rs. In crores)	
	Liabilities side			
1	**Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid**		**Amount outstanding**	**Amount Overdue**
	a)	Debentures		
		Secured	NIL	NIL
		Unsecured	NIL	NIL
		(Other than falling within the meaning of public deposit*)		
	b)	Deferred credits	Nil	Nil
	c)	Term loans	163.58	Nil
	d)	Inter - corporate loans and borrowings	Nil	Nil
	e)	Commercial papers	Nil	Nil
	f)	Working capital demand loan from bank	464.90	Nil
	g)	Clearing Corporation of India Limited	574.50	Nil
	*Refer note no. 1 below			

	Asset side		
			(Amount Rs. In crores)
2	**Break up of loans and advances including bills receivables other than those included in (4) below**		**Amount outstanding**
		Secured	268.35
		Unsecured	7.35
		(includes those in nature of loans and excludes advances recoverable in cash or kind or for value to be received, advance payment of income tax and deposits)	
3	**Break up of leased assets and stock on hire and hypothecation loans counting towards AFC activities**		**Amount outstanding**
	a)	Lease assets including lease rentals under sundry debtors	
		Financial lease	Not applicable
		Operating lease	Not applicable
	b)	Stock on the hire including hire charges under sundry debtors	
		Assets on hire	Not applicable
		Repossessed assets	Not applicable
	c)	Other loans counting towards EL/HP activities	
		Loans where assets have been repossessed	Not applicable
		Loans other than above	Not applicable

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A. K. Capital Finance Private Limited

Annexure "A"

4	Break up of investments		Amount outstanding
		Current investments	
	a)	**Quoted**	
		Shares	Nil
		Equity	Nil
		Preference	Nil
		Debentures and bonds	Nil
		Units of mutual funds	Nil
		Government securities	649.78
		Others	Nil
	b)	**Unquoted**	
		Shares	Nil
		Equity	Nil
		Preference	Nil
		Debentures and bonds	Nil
		Units of mutual funds	Nil
		Government securities	Nil
		Others	Nil
		Long term investments	
	a)	**Quoted**	
		Shares	
		Equity	56.89
		Preference	Nil
		Debentures and bonds	Nil
		Units of mutual funds	Nil
		Government securities	30.93
		Others	Nil
	b)	**Unquoted**	
		Shares	Nil
		Equity	6.39
		Preference	Nil
		Debentures and bonds	Nil
		Units of mutual funds	Nil
		Government securities	Nil
		Others	Nil

5	Borrowers group wise classification of financed as in (2) and (3) above:	Amount outstanding as at 31.3.2016		
	Category	Amount Net of Provisions		
1	**Related parties**	**Secured**	**Unsecured**	**Total**
a	Subsidiaries	Nil	Nil	Nil
b	Companies in the same group	Nil	Nil	Nil
c	Other related parties	53.28	Nil	53.28
2	**Other than related parties**	215.07	7.35	222.42
	Total	**268.35**	**7.35**	**275.70**

Refer note no. 2 below

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Annexure "A"

6	Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)	Amount outstanding	
	Category	Market value/ break up of fair value or NAV	Book value (net of provision)
1	**Related parties***		
a)	Subsidiaries	Nil	Nil
b)	Companies in the same group	Nil	Nil
c)	Other related parties	Nil	Nil
2	**Other than related parties**	**713.40**	**743.99**
	Total	**713.40**	**743.99**

* As per Accounting Standard notified by Central Government of India (Refer note no. 3 below)

Other information

Sr. No.	Particulars	As at 31.3.2016
		Rupees
i)	Gross non-performing assets	
a)	Related parties	Nil
b)	Other than related parties	Nil
ii)	Net non-performing assets	
a)	Related parties	Nil
b)	Other than related parties	Nil
iii)	Assets acquired in satisfaction of debts	Nil

Notes:

1. As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
2. Provisioning norms shall be applicable as prescribed in Systematically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
3. All Accounting Standards notified by Central Government of India and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments (except Government Securities are valued at cost as the market value is not available) and break up/ fair value/ NAV in respect of unquoted investments has been disclosed irrespective of whether they are classified as long term or current in (4) above.
4. Unquoted debentures has been treated as term loans or types of credit facilities depending upon the tenure of such debentures for the purpose of income recognition and asset classification.

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