

INDEPENDENT AUDITOR'S REPORT

To the Members of SFSL COMMODITY TRADING PVT. LTD.

Report on the Financial Statements

We have audited the accompanying financial statements of SFSL Commodity Trading Private Limited ('the Company'), which comprise the Balance Sheet as at 31st March, 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 and presentation 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 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 there under.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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.

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

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:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the 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 paragraph 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 purposes 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, and 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 Companies Act, 2013.
 - (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 foreseeable losses.
- iii. There are no such amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **ARSK & ASSOCIATES**
Chartered Accountants
Firm's Reg. No. : 315082E

Place: Kolkata
Date: 27th May, 2016

CA. Ravindra Khandelwal
Partner
Membership No. 054615

ANNEXURE TO THE AUDITORS' REPORT

The Annexure A referred to in our Independent Auditors' Report to the members of the **SFSL COMMODITY TRADING PRIVATE LIMITED** on the financial statements for the year ended 31st March 2016.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

b) The fixed assets have been physically verified by the management during the year, which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As informed, 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.
2. Since the Company does not have any inventories, clause 4(ii)(a) to 4(ii)(c) of the Companies (Auditor's Report) Order, 2015 are not applicable.
3. According to the information and explanation given to us the company has granted unsecured loan to its associate company covered in the register maintained under section 189 of the Companies' Act, 2013.
 - a) The terms and condition of the grant of such loan are not prejudicial to the company's interest.
 - b) In respect of aforesaid unsecured loan, the principal amount is repayable on demand and receipt of interest is regular.
 - c) There are no overdue for more than ninety days in respect of the loans granted to its Associate Company.
4. In respect of loans, investments, guarantees, and security the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.
5. The company has not accepted any deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

7. (a) According to the information and explanations given to us and the books and records examined by us, the company is regular in depositing with the appropriate authorities the undisputed statutory dues relating to Provident Fund, Employees State Insurance, Income tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues as applicable to it have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income tax, Service Tax, Cess and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, service tax, sales tax, wealth-tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.

8. The Company has not defaulted in repayment of loans or borrowing to financial institution, bank or to debenture holders.
9. In our opinion and according to the information and explanation given to us, the Company has not raised money by way of initial public offer or further public offer and has neither applied for any term loan during the year.
10. According to the information and explanations given by the management to us, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us, and based on our examination of the records of the company, the company has not paid or provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Act. Accordingly, paragraph 3(xi) of the companies (Auditor's Report) Order, 2016 is not applicable.
12. 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.
13. All transactions with the related parties held in the Company are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
14. According to the information and the explanations given to us, the Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under audit.

15. 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.
16. In our opinion and as per information and explanation provided the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For **ARSK & ASSOCIATES**
Chartered Accountants
Firm's Reg. No. : 315082E

Place: Kolkata
Date: 27th May, 2016

CA. Ravindra Khandelwal
Partner
Membership No. 054615

Annexure - B to the Auditors' Report

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 SFSL COMMODITY TRADING PRIVATE LIMITED ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone 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". 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.

Auditor's 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 judgement, 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 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 March 31, 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 **ARSK & ASSOCIATES**
Chartered Accountants
Firm's Reg. No. : 315082E

Place: Kolkata
Date: 27th May, 2016

CA. Ravindra Khandelwal
Partner
Membership No. 054615

BALANCE SHEET as at 31st March, 2016

(Amount in Rs.)

Particulars	Note	As at 31st March,	
		2016	2015
I EQUITY AND LIABILITIES			
1 Shareholders' Funds			
Share Capital	2	65,12,000	65,12,000
Reserve & Surplus	3	61,31,624	60,33,137
	I	1,26,43,624	1,25,45,137
2 Current Liabilities			
Short Term Borrowing	4	35,56,901	25,28,219
Other Current Liabilities	5	46,957	29,247
	II	36,03,858	25,57,466
TOTAL (I+II)		1,62,47,482	1,51,02,603
II ASSETS			
1 Non-Current Assets			
Fixed Assets	6		
Tangible Assets		21,54,551	22,06,377
Non-Current Investment	7	41,90,100	35,91,100
Deffered Tax Assets	8	1,30,682	1,15,402
Long-term Loans and advances	9	77,60,087	65,44,881
	III	1,42,35,420	1,24,57,760
2 Current Assets			
Cash and Cash Equivalents	10	18,20,354	24,71,626
Other Current Assets	11	1,91,708	1,73,217
	IV	20,12,062	26,44,843
TOTAL (III+IV)		1,62,47,482	1,51,02,603
Significant Accounting Policies Notes on Financial Statements	1 2 to 26		

As per our report of even date
For ARSK & ASSOCIATES
Chartered Accountants
Firm's Registration No. 315082E

CA. Ravindra Khandelwal
Partner
Membership No. 054615

Place: Kolkata
Date: 27th May, 2016

For and on behalf of the Board of Directors

Vijay Maheshwari
Bijay Murmuria
Directors

STATEMENT OF PROFIT & LOSS for the year ended 31st March, 2016

(Amount in Rs.)

Particulars	Note	For the Year ended 31st March	
		2016	2015
I. Revenue:			
Revenue From Operations	12	-	5,059
Other Income	13	15,59,304	13,81,488
Total revenue		15,59,304	13,86,547
II. Expenses:			
Finance Cost	14	2,71,501	1,42,466
Depreciation Expense	6	51,826	51,826
Other expenses	15	11,43,733	8,78,149
Total Expenses		14,67,060	10,72,441
III. Profit before tax	I-II	92,244	3,14,106
IV. Tax Expenses			
Current Tax		17,600	59,853
Deffered Tax Asset		(15,280)	(14,658)
MAT Credit entitlement		-	(31,409)
Short/(Excess) provision for tax relating to prior years		(8,563)	(405)
V. Profit for the year	III - IV	98,487	3,00,725
VI. Earnings per equity share:	18		
(1) Basic		0.15	0.46
(2) Diluted		0.15	0.46
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 26		

As per our report of even date
For ARSK & ASSOCIATES
Chartered Accountants
Firm's Registration No. 315082E

CA. Ravindra Khandelwal
Partner
Membership No. 054615

Place: Kolkata
Date: 27th May, 2016

For and on behalf of the Board of Directors

Vijay Maheshwari
Bijay Murmuria
Directors

CASH FLOW STATEMENT for the year ended 31st March, 2016

(Amount in Rs.)

Particulars	For the Year ended 31st March	
	2016	2015
A. Cash flows from operating activities		
Profit before taxation and after exceptional items	92,244	3,14,106
Adjustments for :		
Depreciation/amortization	51,826	51,826
Interest cost	2,71,501	1,42,466
Net gain on sale of mutual funds	-	(66,591)
Interest Income	(6,58,230)	(3,86,389)
Rent Income	(9,00,000)	(9,00,000)
Loss on Sale of Investments	3,89,611	
Operating profit before working capital changes	(7,53,047)	(8,44,582)
Adjustments for :		
(Increase) / Decrease in trade receivables	-	2,53,341
(Increase) / Decrease in other current assets	(18,490)	(90,811)
Increase / (Decrease) in trade and other payables	17,710	11,45,453
Cash generated from Operations	(7,53,828)	4,63,401
Direct taxes paid (net)	1,36,451	1,27,315
Cash Flow before Extra Ordinary Items	(8,90,279)	3,36,086
Adjustment of Earlier Years	8,563	-
Net cash from operating activities	(8,81,716)	3,36,086
B. Cash flows from investing activities		
Interest Income	6,58,230	3,86,389
Rent Income	9,00,000	9,00,000
(Purchase)/Sale of non-current investments	(9,88,611)	9,82,039
Increase in Loans & Advances	(10,96,355)	(17,22,157)
Increase in Fixed Assets	-	(11,58,168)
Net cash (used in) / from investing activities	(5,26,736)	(6,11,897)
C. Cash flows from financing activities		
Proceeds from long term borrowings	10,28,682	-
Interest cost	(2,71,501)	(1,42,466)
Net cash (used in) / from financing activities	7,57,181	(1,42,466)
Net increase in cash and cash equivalents	(6,51,271)	(4,18,277)
Cash and cash equivalents at the beginning of the year	24,71,626	28,89,903
Cash and cash equivalents at the end of the year	18,20,354	24,71,626

Notes:

(1) Components of Cash and Cash Equivalents include Cash, Bank balances in current and deposit accounts as disclosed under Note No. 10 of the accounts.

(2) The above Cash Flow Statement has been prepared under the indirect method as set out in accounting standard 3 on "Cash Flow Statement".

As per our report of even date
For ARSK & ASSOCIATES
Chartered Accountants
Firm's Registration No. 315082E

CA. Ravindra Khandelwal
Partner
Membership No. 054615

Place: Kolkata
Date: 27th May, 2016

For and on behalf of the Board of Directors

Vijay Maheshwari
Bijay Murmuria
Directors

SIGNIFICANT ACCOUNTING POLICIES

1 Significant accounting policies

a. Basis of preparation of accounts

The financial statements have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which provision for impairment is made and revaluation is carried out.

All assets and liabilities have been classified as current or non-current as per Company's operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and time between the acquisition of assets for processing and their realisation in cash and cash equivalent, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

c. Fixed Assets

i) Tangible Assets

Fixed assets are stated at cost of acquisition inclusive of duties (net of CENVAT and other credits, wherever applicable), taxes, incidental expenses, erection / commissioning expenses and borrowing costs etc. up to the date the assets are ready for their intended use.

Fixed Assets retired from active use are valued at net realisable value.

ii) Intangible Assets

Intangible assets are stated at cost.

d. Depreciation

Depreciation on Fixed Assets is provided on straight line method at the rates prescribed in Schedule II of the Companies Act, 2013 or at rates determined based on the useful life of the assets, whichever is higher.

In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

e. Impairment of Assets

The carrying amount of assets is reviewed at each balance sheet date to determine if there is any indication of impairment thereof based on external / internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount, which represents the greater of the net selling price of assets and their 'value in use'. The estimated future cash flows are discounted to their present value at appropriate rate arrived at after considering the prevailing interest rates and weighted average cost of capital.

f. Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost, but provision for diminution in value is made to recognise a decline other than temporary in the value of such investments.

g. Revenue recognition

Revenue (income) is recognised when no significant uncertainty as to determination/realisation exists.

Insurance and other claims / refunds

Revenue, due to uncertainty in realisation, are accounted for on acceptance / actual receipt basis.

Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends

Dividend is recognised when the shareholders' right to receive payment is established by the balance sheet date.

h. Taxation

Tax expense comprises of current and deferred tax.

Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act,1961.

Deferred tax is recognized on a prudent basis for timing differences, being difference between taxable and accounting income/expenditure that originate in one period and are capable of reversal in one or more subsequent period(s). Deferred tax asset is recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such asset can be realised against future taxable income. Unrecognised deferred tax asset of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

Earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders, by the weighted average number of equity shares outstanding during the period.

i. Earning Per Share

Earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders, by the weighted average number of equity shares outstanding during the period.

j. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

k. Contingent liabilities

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by way of notes to the accounts.

l. Provisions

A provision is recognised when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance date and adjusted to reflect the current best estimates.

Notes forming part of the financial statement for the year ended 31st March, 2016

	As at 31 st March, 2016		As at 31 st March, 2015	
	No.	Amount (Rs.)	No.	Amount (Rs.)
2 Share Capital				
a) Authorised				
Equity Shares of Rs. 10/- each	7,00,000	70,00,000	7,00,000	70,00,000
Issued, Subscribed & Paid up				
Equity Shares of Rs 10/- each fully paid	6,51,200	65,12,000	6,51,200	65,12,000
Total	6,51,200	65,12,000	6,51,200	65,12,000
b) Rights, preferences and restrictions attached to shares	<p>The Company has only one class of issued shares i.e. Equity Shares having face value of Rs.10 per share. Each holder of Equity Shares is entitled to one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholding.</p>			
	As at 31 st March, 2016		As at 31 st March, 2015	
	No.	Amount (Rs.)	No.	Amount (Rs.)
c) Reconciliation of the number of Shares and amount outstanding at the beginning and at the end of the reporting period				
Shares outstanding at the beginning of the year	6,51,200	65,12,000	6,51,200	65,12,000
Shares outstanding at the end of the year	6,51,200	65,12,000	6,51,200	65,12,000

d) The details of shareholders holding shares more than five percentage

Name of Shareholder	As at 31 st March, 2016		As at 31 st March, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Sumedha Fiscal Services Ltd. (Holding Company)	6,51,000	99.97	6,51,000	99.97
Total	6,51,000	99.97	6,51,000	99.97

(Amount in Rs.)

	As at 31st March	
	2016	2015
3 Reserves & Surplus		
a. Securities Premium Reserve		
Opening Balance	15,00,000	15,00,000
Closing Balance	I 15,00,000	15,00,000
b. Surplus in the Statement of Profit and Loss		
Opening Balance	45,33,137	42,32,412
(+) Net Profit for the Current Year	98,487	3,00,725
Closing Balance	II 46,31,624	45,33,137
Total	I+II 61,31,624	60,33,137
4 Short Term Borrowing		
Unsecured Loan From Holding Company	35,56,901	25,28,219
Total	35,56,901	25,28,219
5 Other Current Liabilities		
Payable for expenses	40,000	15,000
Statutory Dues	6,957	14,247
Total	46,957	29,247

6 Fixed Assets

(Amount in Rs.)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 31.03.2015	Addition	Deduction	As at 31.03.2016	As at 31.03.2015	Adjustment / Deduction	For the year	As at 31.03.2016	As at 31.03.2016	As at 31.03.2015
TANGIBLE FIXED ASSETS										
Buildings (Flat)	25,68,322 (14,10,154)	- (11,58,168)	- -	25,68,322 (25,68,322)	3,81,924 (3,32,924)	- -	49,000 (49,000)	4,30,924 (3,81,924)	21,37,398 (21,86,398)	21,86,398 (10,77,230)
Computers	2,12,216 (2,12,216)	- -	- -	2,12,216 (2,12,216)	2,01,834 (2,01,834)	- -	- -	2,01,834 (2,01,834)	10,382 (10,382)	10,382 (10,382)
Office Equipments	12,950 (12,950)	- -	- -	12,950 (12,950)	3,353 (527)	- -	2,826 (2,826)	6,179 (3,353)	6,771 (9,597)	9,597 (12,423)
Total	27,93,488	-	-	27,93,488	5,87,111	-	51,826	6,38,937	21,54,551	22,06,377
Previous Year	(16,35,320)	(11,58,168)	-	(27,93,488)	(5,35,285)	-	(51,826)	(5,87,111)	(22,06,377)	(11,00,035)

(Amount in Rs.)

Particulars	As at 31st March	
	2016	2015
7 Non-Current Investments		
Non-Trade Investments		
(a) Unquoted (Refer 'a' below)		
Investment in Equity instruments	30,90,100	35,91,100
(b) Quoted (Refer 'b' below)		
Investments in Mutual Funds	11,00,000	-
Grand Total (a + b)	41,90,100	35,91,100

a) **Details of Non-Trade Investment (Unquoted - at cost)**

Sl. No.	Name of the Body Corporate (Face Value of Rs. 10 unless otherwise stated)	As at 31st March, 2016		As at 31st March, 2015	
		No. of Shares held	Amount (Rs.)	No. of Shares held	Amount (Rs.)
1.	Capita Finance Services Ltd	5,100	1,50,000	5,100	1,50,000
2.	Seasoft Solutions Pvt. Ltd.	34,120	16,90,000	34,120	16,90,000
3.	Hitech Tradecomm (P) Ltd.	6,250	10,00,000	6,250	10,00,000
4.	Superb Estate Services Pvt. Ltd. *	-	-	167	5,01,000
5.	APC Plants Pvt. Ltd. *	610	2,50,100	610	2,50,100
	Total		30,90,100		35,91,100

* Face Value : Rs. 100/-

b) **Details of Non-Trade Investment (Quoted – at Cost)**

Mutual Fund	Units	Rs.	Units	Rs.
IDFC Cash Fund-Growth-Regular Plan	599	11,00,000	-	-
Total		11,00,000		-
Aggregate market value of Quoted Investments		11,01,287		-

(Amount in Rs.)

Particulars	As at 31 March,	
	2016	2015
8 Disclosure under AS-22 for Deferred Tax		
In accordance with AS-22 on 'Accounting for taxes on Income' by the Institute of Chartered Accountants of India, Net Deferred Tax, has been accounted for, as detailed below:		
Deferred Tax Asset		
Difference between book and tax depreciation	1,30,682	1,15,402
	1,30,682	1,15,402

(Amount in Rs.)

Particulars	As at 31 March,	
	2016	2015
9 Long Term Loans and Advances (Unsecured, considered good, unless otherwise stated)		
Loans to		
- Related Party	11,69,670	9,22,858
- Others	45,89,929	35,08,568
Advance Payment of taxes (Net)	1,36,451	1,75,995
Mat Credit entitlement	1,27,377	72,690
Service tax Input	78,003	51,271
Security Deposits (Secured)	16,02,103	18,13,499
Income Tax Refund	56,554	-
Total	77,60,087	65,44,881
10 Cash and Cash Equivalentents		
a) Balances with Scheduled Banks	9,70,099	5,20,041
b) Cash on hand	255	1,585
c) Fixed Deposits with Banks*	8,50,000	19,50,000
Total	18,20,354	24,71,626
*Fixed deposit with Banks Includes fixed deposits amounting to Rs. 7,50,000/- kept as Base Minimum Capital with Multi Commodity Exchange.		
11 Other Current Assets		
Interest accrued on Bank Deposits	1,91,708	1,73,217
Total	1,91,708	1,73,217

Particulars	For the year ended 31st March	
	2016	2015
12 Revenue from Operations		
Brokerage Income	-	5,059
Total	-	5,059
13 Other Income		
Interest Income		
- Fixed Deposits	1,71,088	1,82,082
- Income Tax Refund	1,074	5,420
- Loan	4,87,142	2,04,307
Net gain on Sale of Mutual Funds	-	66,591
Rent Income	9,00,000	9,00,000
Miscellaneous Income	-	23,088
Total	15,59,304	13,81,488

(Amount in Rs.)

Particulars	For the year ended 31st March	
	2016	2015
14 Finance Cost		
Interest Expenses	2,71,501	1,42,466
Total	2,71,501	1,42,466
15 Other Expenses		
Demat and Depository Charges	1,500	2,023
Bank Charges	455	362
Annual Fee	75,000	75,000
Insurance	2,375	2,535
Processing Fees	25,000	-
Service charge	4,75,254	4,40,625
Bad Debts written-off	-	2,51,607
Travelling & Conveyance	750	6,500
Rates & Taxes	4,956	4,400
Registration Fees	1,00,000	-
Loss on Sale of Investments	3,89,611	-
Professional Charges	3,500	5,500
Accounting Charges	25,000	25,000
Auditors' Remuneration	22,001	16,500
Filing Fee	2,500	2,500
Net Loss on Commodity Market Operation	580	508
Transaction Charges	-	18,886
Miscellaneous Expenses	15,251	26,202
Total	11,43,733	8,78,149
16 Payments to Auditor		
For Statutory Audit	15,000	15,000
For Certification	7,001	1,500
Total	22,001	16,500

Particulars		For the year ended 31st March	
		2016	2015
17 Earning Per Shares (EPS)			
Profit/(Loss) after Tax	Rs.	98,487	3,00,725
Weighted average number of equity shares outstanding during the year	Nos.	6,51,200	6,51,200
Nominal value of equity per share	Rs.	10	10
Basic/diluted earning per share (EPS)	Rs.	0.46	0.46

18 Gratuity and post-employment benefits plans

As there are no employees, and as such no employee benefits are payable under any statute or otherwise and as such the disclosure requirements under AS - 15 (revised) are not applicable.

19 Disclosures of related party transactions (as identified & certified by the management):

As per Accounting Standard-18- ' Related Party Disclosures' issued by the Institute of Chartered Accountants of India, the names of the related parties are given below :

20.0 List of related parties with whom the Company has transacted during the year

- i) Holding Company of SFSL Commodity Trading Pvt. Ltd. -
M/s. Sumedha Fiscal Services Ltd.
- ii) Key Management Personnel -
Mr. Vijay Maheshwari - Director
Mr. Bijay Murmuria - Director
Ms. Garima Maheshwari
- iii) Enterprise owned or significantly influenced by Key Management Personnel and their relatives -
SFSL Risk Management Services (P) Limited
SFSL Insurance Advisory Services (P) Limited
US Infotech Private Limited

20.1 Transactions with related parties during the year : (Amount in Rs.)

Nature of Transactions	Holding Company	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by Key Management Personnel and their relatives	Total
Sale of Investments	-	-	1,11,389	1,11,389
	-	-	-	-
Loan taken	-	-	27,70,604	27,70,604
	-	-	(25,28,219)	(25,28,219)
Loan Repaid	-	-	17,41,922	17,41,922
	-	-	-	-
Loan given	-	-	8,08,499	8,08,499
	-	-	(9,22,858)	(9,22,858)
Loans received back	-	-	5,61,687	5,61,687
	-	-	-	-
Rent	9,00,000	-	-	9,00,000
	(9,00,000)	-	-	(9,00,000)

20.2 Year end outstanding balances thereof, are as follows : (Amount in Rs.)

Nature of Transactions	Holding Company	Relatives of Key Management Personnel	Enterprise owned or significantly influenced by Key Management Personnel and their relatives	Total
Balance receivable	-	-	11,69,670	11,69,670
	-	-	(9,22,858)	(9,22,858)
Balance receivable / Payable	35,56,901 (25,28,219)	- -	- -	35,56,901 (25,28,219)

Note :

- o The above transactions do not include reimbursement of expenses made / received during the year.
- o Previous year figures are in the brackets.

20.3 Disclosure in respect of material related party transactions during the year :

(Amount in Rs.)

Particulars	2016	2015
Sale of Investments		
Garima Maheshwari	1,11,389	-
Loan taken		
Sumedha Fiscal Services Limited	27,70,604	25,28,219
Loan repaid		
Sumedha Fiscal Services Limited	17,41,922	-
Loan given		
SFSL Risk Management Services (P) Limited	51,120	8,71,171
US Infotech Private Limited	7,57,379	-
SFSL Insurance Advisory Services (P) Limited	-	51,687
Loan received back		
US Infotech Private Limited	5,10,000	-
SFSL Insurance Advisory Services (P) Limited	51,687	-
Rent received		
Sumedha Fiscal Services Limited	9,00,000	9,00,000

- 21 Historically, the Company's investment in unquoted shares has been done with a view to hold them for long term and thereby earn capital gains, since dividend payout on such investments has generally been irregular. The aforesaid policy has been taken into consideration while computing the provision for income-tax as applicable.
- 22 As per information available with the Company there are no amounts payable or paid during the period which are required to be disclosed as per Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

- 23** The Company's business activity falls within a single business segment and therefore, segment reporting in terms of accounting standards 17 on Segment reporting is not applicable.
- 24** Figures have been rounded off to nearest rupee.
- 25** Figures in the bracket relate to previous year.
- 26** Previous year's figures have been regrouped/rearranged, wherever necessary.

As per our report of even date attached
For ARSK & ASSOCIATES
Chartered Accountants
Firm's Registration No. 315082E

CA. Ravindra Khandelwal
Partner
Membership No. 054615
Place: Kolkata
Date: 27th May, 2016

For and on behalf of the Board of Directors

Vijay Maheshwari
Bijay Murmuria
Directors