SUBJECT TO HIMMATNAGAR JURISDICTION ONLY

## NALIN LEASE FINANCE LIMITED CIN : L65910GJ1990PLC014516

#### ANNEXURE VII (A)

To, General Manager, Listing Operation, BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001.

®

Dear Sir,

DIN: 00339595

#### Sub: Audited financials of the Transferee Company.

The financial details and capital evolution of the transferee and transferor companies for the previous 3 years as per the audited statement of Accounts:

Name of the Company: Nalin Lease Finance Limited ()				
	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year	
	2017-18	2016-17	2015-16	
Equity Paid up Capital	3.26	3.26	3.26	
Reserves and surplus	7.60	6.74	5.77	
Carry forward losses				
Net Worth	10.86	10.00	9.03	
Miscellaneous Expenditure	-	-		
Secured Loans	18.09		-	
Unsecured Loans	-			
Fixed Assets	0.28	0.39	0.05	
Income from Operations	3.53	2.57	2.33	
Total Income	3.54	2.73	2.44	
Total Expenditure	2.12	1.36		
Profit before Tax	1.41	1.37	1.10	
Profit after Tax	1.01	0.93	0.71	
Cash profit	(0.33)	(0.76)		
EPS	3.11	2.84	2.18	
Book value	33.29	30.67	27.69	
For, Nalin Lease Finance Lim Dilipkumar Gandhi Managing Director	ited	10.+		

Regd Office : Gandhi Nursing Home Bldg., Dr. Nalinkant Gandhi Road, HIMATNAGAR - 383 001. Ph : (02772) 241264, 242264, Email : nalinlease@yahoo.co.in

\* HIMATNAG

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## AMEE FINANCE LIMITED

Ground Floor, Gandhi Nursing Home Bldg., Dr. Nalinkant Gandhi Road, Himatnagar-383001. Sabarkantha, Gujarat (CIN: U65923GJ1996PLC028768) E-mail:nalinlease@yahoo.co.in,Ph.No.02772-241264 242264

#### ANNEXURE VII (B)

To, General Manager, Listing Operation, **BSE** Limited, P.J. Towers, Dalal Street, Mumbai - 400 001.

Dear Sir,

Audited financials of the Transferor Company for the previous 3 years as per the audited statement of Accounts: (Rs. in Crores)

Name of the Company: Amee Finance Limited

Name of the Company: Amee Finance Limited		(Rs. in Crores)		
	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year	
	2017-18	2016-17	2015-16	
Equity Paid up Capital	2.00	2.00	1.10	
Reserves and surplus	0.34	0.17	0.15	
Carry forward losses				
Net Worth	2.34	2.17	1.25	
Miscellaneous Expenditure	-	-	-	
Secured Loans	-	-		
Unsecured Loans	2.25	1.93	0.96	
Fixed Assets	0.00			
Income from Operations	0.26	0.07	0.05	
Total Income	0.26	0.07	0.05	
Total Expenditure	0.03	0.02	0.05	
Profit before Tax	0.23	0.05	0.00	
Profit after Tax	0.17	0.02	0.00	
Cash profit	(0.09)	(0.03)	0.22	
EPS	0.85	0.19	0.01	
Book value	11.70	10.86	11.36	

For, Amee Finance Limited

Dilipkumar Gandhi Director DIN: 00339595



## **GANDHI SHROFF SERVICES PRIVATE LIMITED**

Ground Floor, Gandhi Nursing Home Bldg., Dr. Nalinkant Gandhi Road, Himatnagar-383001. Sabarkantha, Gujarat (CIN: U74140GJ1992PTC018361

E-mail :nalinlease@yahoo.co.in

#### ANNEXURE VII (C)

To, General Manager, Listing Operation, **BSE** Limited, P.J. Towers, Dalal Street, Mumbai - 400 001.

Dear Sir,

Audited financials of the Transferor Company for the previous 3 years as per the audited statement of Accounts:

Name of the Company: Gandhi Shroff Services Private Limited			(Rs. in Crores)	
	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year	
	2017-18	2016-17	2015-16	
Equity Paid up Capital	2.00	2.00	1.10	
Reserves and surplus	0.37	0.17	0.10	
Carry forward losses	-	-	-	
Net Worth	2.37	2.17	1.20	
Miscellaneous Expenditure	-	-	-	
Secured Loans			-	
Unsecured Loans	2.33	1.98	0.95	
Fixed Assets			_	
Income from Operations	0.29	0.11	0.05	
Total Income	0.29	0.11	0.05	
Total Expenditure	0.02	0.01	0.05	
Profit before Tax	0.27	0.10	0.00	
Profit after Tax	0.20	0.07	(0.01)	
Cash profit	(0.16)	-	(0.01)	
EPS	1.00	3.50	-	
Book value	118.42	108.42	108.96	

For, Gandhi Shroff Services Private Limited

Dilipkumar Gandhi Director DIN: 00339595

Sho Ser Himatnagar \*

## NALIN CONSULTANCY SERVICES LIMITED

Ground Floor, Gandhi Nursing Home Bldg., Dr. Nalinkant Gandhi Road, Himatnagar-383001. Sabarkantha, Gujarat (CIN: U93000GJ1998PLC033695) E-mail :nalinlease@yahoo.co.in

#### ANNEXURE VII (D)

To, General Manager, Listing Operation, BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001.

Dear Sir,

Audited financials of the Transferor Company for the previous 3 years as per the audited statement of Accounts: Name of the Company: Nalin Consultance Services Limited

Name of the Company: Nalin Consultancy Services Limited			(Rs. in Crores)	
	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year	
	2017-18	2016-17	2015-16	
Equity Paid up Capital	0.05	0.05	0.05	
Reserves and surplus	0.32	0.31	0.31	
Carry forward losses		-	-	
Net Worth	0.37	0.36	0.36	
Miscellaneous Expenditure	-	-		
Secured Loans	-	0.00	0.00	
Unsecured Loans	-	-		
Fixed Assets	0.00	0.00	0.00	
Income from Operations	0.02	0.02	0.03	
Total Income	0.02	0.02	0.03	
Total Expenditure	0.02	0.02	0.03	
Profit before Tax	0.00	0.00	0.00	
Profit after Tax	0.00	0.00	0.00	
Cash profit	-	-		
EPS	0.90	0.78	1.23	
Book value	73.21	72.31	71.53	

For, Nalin Consultancy Services Limited

Dilipkumar Gandhi Director DIN: 00339595

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#### NALIN SERVICES LIMITED Ground Floor, Gandhi Nursing Home Bldg., Dr. Nalinkant Gandhi Road, Himatnagar-383001. Sabarkantha, Gujarat (CIN: U15118GJ1996PLC030871) E-mail :nalinlease@yahoo.co.in

#### ANNEXURE VII (E)

To, General Manager, Listing Operation, BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001.

Dear Sir,

Audited financials of the Transferor Company for the previous 3 years as per the audited statement of Accounts: Name of the Company: Nalin Services Limited (Rs in Crores)

Ivanie of the Company: Ivalin Services Limited		(Rs. in Crores		
	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year	
	2017-18	2016-17	2015-16	
Equity Paid up Capital	0.05	0.05	0.05	
Reserves and surplus	0.26	0.22	0.21	
Carry forward losses		-	-	
Net Worth	0.31	0.27	0.26	
Miscellaneous Expenditure	-	-		
Secured Loans	-	-	_	
Unsecured Loans	-	-	_	
Fixed Assets	-	-	-	
Income from Operations	0.07	0.04	0.08	
Total Income	0.07	0.04	0.08	
Total Expenditure	0.01	0.02	0.02	
Profit before Tax	0.05	0.02	0.06	
Profit after Tax	0.04	0.02	0.04	
Cash profit	0.03	0.01	0.01	
EPS	8.14	3.22	0.57	
Book value	62.72	54.58	51.37	

For, Nalin Services Limited

Dilipkumar Gandhi Director DIN: 00339595





#### INDEPENDENT AUDITOR'S REPORT

Τo,

## The Members of **NALIN LEASE FINANCE LTD.** Himatnagar

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of NALIN LEASE FINANCE LTD. ("the company"), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss, 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 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 disclosures in the financial statements. The procedures selected depend on our 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, we considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- 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 appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and 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 written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, 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 and in accordance with rule 11 of the companies (Audit & Auditors) Rule 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 litigation which would impact its financial positions
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.





iii There were no amounts which were required to be transferred to theInvestor Education and Protection Fund by the Company.

For, Paresh Thothawala & Co. Chartered Accountants Firm Reg. No. 114777W

CA Paresh Thothawala Partner Membership No. 048435

Date: 22/05/2018 Place: Himatnagar

#### Annexure to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2018, we report that:

3 (i) (a)	In our opinion the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b)	The Company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
(c)	According to the information and explanation given to us and based on the examination of the registered sale deed/transfer deed/conveyance deed/other corroborative evidence provided to us, we report that, the title deeds, comprising all the immovable properties of land and building which are freehold, we held in the name of the company as at the balance sheet date. The company had not entered in to any lease till the end of the financial year.
3(ii)(a)	The Company is a finance company and it does not hold any physical inventories except stationery & Adhesive Stamp. Hence paragraph 3(ii) of the Order is not applicable.
(b)	In our opinion and based on information provided to us, no material discrepancies were noticed and in the absence of the same, commenting on dealing with the books of accounts does not arise
3 (iii)	Based on information given to us during the year the company has not granted any loans, secured or unsecured loan to any party covered in the register maintained under Section 189 of Companies Act, 2013.



3 (iv)	Based on information given to us during the year the company has not granted any loans, investments, guarantees and securities to any party as specified under Section 185 and 186 of Companies Act, 2013.
3 (v)	In our opinion, the company has not accepted deposits. Hence commenting on the following does not arise. The company's compliance with directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or National Company Law Tribunal and the company's compliance with the same
3 (vi)	To the best of our knowledge and explanation given to us, the provision of maintenance of cost records under sub-section (1) of section 148 of the Act is not applicable to the company.
3 (vii)(a)	In our opinion and according to information and explanation given to us and according to records of the company, the company has been regular in depositing undisputed statutory dues including Provident fund, Employee's state insurance, Income Tax, Sales Tax, Goods & Service Tax, Service Tax, Duty of customs, Duty of Excise, Value added tax, cess and other material statutory dues with the appropriate authorities. There is not arrears of statutory dues as at 31 <sup>st</sup> March 2018 which are outstanding for a period of more than 6 Months from the date they becomes payable.
(b)	According to the information and explanations given to us, there are no material dues of income-tax, sales tax, service tax, duty of customs and excise and cess which have not been deposited with the appropriate authorities on account of any dispute.
3 (viii)	In our opinion and based on information given to us, the company has not defaulted in repayment of dues to the banks.
3 (ix)	During the year under Audit the Company has not raised moneys by way of IPO or Further Public Offer including debts instruments and term loans.
3 (x)	According to the information and explanations given to us, No fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
3 (xi)	In our opinion, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act.
3 (xii)	As the company is not Chit Fund/ Nidhi/ Mutual Benefit Fund/Society to which the provisions of special statute relating to Nidhi Company/Chit Fund are applicable, and hence such clause is not applicable.
3(xiii)	Based upon the audit procedure performed and according to the information and explanation given to us, All transactions with related parties are in compliance with section 177 and 188 of the act where applicable and the details have been specified in <b>Note no. 28</b> of the financial statements of the company.

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3(xiv)	The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review hence this para is not applicable.
3(xv)	The company had not entered into any non-cash transactions with the directors or persons connected with him, under section 192 of the Act.
3(xvi)	The Company is registered with RBI as NBFC and has Certificate of registration bearing No. 01.00242 under Section 45IA of the Reserve bank of India Act 1934.

For, Paresh Thothawala & Co. Chartered Accountants Firm Reg. No. 114777W

CA Paresh Thothawala Partner Membership No. 048435

Date: 22/05/2018 Place: Himatnagar



"Annexure B" to the Independent Auditor's Report of the even date of the Standalone Financial Statements of NALIN LEASE FINANCE LIMITED

(Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of NALIN LEASE FINANCE LTD)

## 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 **NALIN LEASE FINANCE LTD** ("the Company") as of March 31, 2018 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.

#### 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 principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanations given to us, 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, 2018, 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, Paresh Thothawala & Co. Chartered Accountants Firm Reg. No. 114777W

CA Paresh Thothawala Partner Membership No. 048435

Date: 22/05/2018 Place: Himatnagar N\_

27<sup>th</sup> Annual Report 2017-2018

NALIN LEASE FINANCE LIMITED					
	<u>CIN:L65910GJ1990PLC014516</u>				
AUDITED BALAI	NCE SHEET	AS AT 31 <sup>ST</sup> MARCH, 2	2018		
		AS AT	AS AT		
PARTICULARS	NOTES	31/03/2018	31/03/2017		
		Amount in Rs.	Amount in Rs.		
EQUITY AND LIABILITIES					
SHAREHOLDER'S FUNDS	"3"	2 26 20 000	2 24 20 000		
Share Capital Reserves And Surplus	3 "4"	3,26,20,000 7,59,57,990	3,26,20,000 6,58,28,545		
Reserves And Surplus	4	7,39,37,990	0,06,26,040		
NON CURRENT LIABILITIES					
Long Term Provisions	"5"	1,60,830	1,13,150		
5					
CURRENT LIABILITIES					
Short Term Borrowings	"6"	7,38,30,234	3,75,63,270		
Other Current Liabilities	"7"	2,44,219	1,10,700		
Short Term Provisions	"8"	24,80,062	20,34,810		
TOTAL :		18,52,93,335	13,82,70,475		
		, , ,			
ASSETS					
NON CURRENT ASSETS					
Fixed Assets					
Tangible Assets	"9"	27,88,394	39,04,770		
Deferred Tax Assets (Net)	"10"	27,708	-		
Long term Loans & Advances Other Non-Current Assets	"11" "12"	4,02,07,521	3,23,28,698		
Other Non-Current Assets	12	18,489	18,489		
CURRENT ASSETS					
Inventories	"13"	1,42,484	1,48,884		
Cash & Cash Equivalent	"14"	10,54,671	43,17,184		
Short term Loans & Advances	"11"	14,06,88,706	9,74,70,539		
Other Current Assets	"15"	3,65,361	81,910		
TOTAL :		18,52,93,335	13,82,70,475		
Statement of Significant		10,02,70,000	10,02,70,473		
Accounting Policies	"2"				

## Notes on accounts form part of the financial statements

As Per Our Report on Even Date		For and on be	ehalf of the board
For Paresh Thothawala & Co.		N.D Shah	Chariman
Chartered Accountant	(S.A.Shah)	D.N.Gandhi	Managing Director
FRN: 114777W	Company Secretary	H.D.Gandhi	Director
		P.D.Gandhi	Director
Paresh K. Thothawala	(N.K.Patel)	N.C.Soni	Director
Partner	Chief Financial Officer	S.K.Shah	Director
M.No. 048435			
Place: Himantnagar		Place: Himan	tnagar
Date: 22.05.2018		Date: 22.05.2	2018



		<u>CE LIMITED</u>	
AUDITED STATEMENT OF PROFIT & L		<u>PLC014516</u> THE PERIOD ENDED	31 <sup>ST</sup> MARCH, 2018
PARTICULARS	NOTES	Year Ended 31/03/2018 Amount in Rs.	Year Ended 31/03/2017 Amount in Rs.
INCOME		Amount in K3.	Amount in K3.
Revenue from Operations Other Income	"16" "17"	3,53,15,610 67,829	2,68,63,82 4,13,99
		3,53,83,439	2,72,77,814
<b>EXPENDITURE</b> Employee Benefits Expenses Financial Costs Depreciation and Amortisation Loan Losses and Provisions Other Expenses Exceptional & Extra Ordinary Items	"18" "19" "9" "20" "21" "22"	55,85,929 76,63,422 6,35,372 21,98,626 50,78,455 <b>2,11,61,804</b> 1,00,989	52,11,000 14,05,309 8,66,299 8,29,740 53,04,42 <b>1,36,16,778</b>
	22	1,00,707	
PROFIT / (LOSS) BEFORE TAX		1,41,20,646	1,36,61,036
Provision for Current Taxes Provision for Deferred Taxes Income Tax of earlier years		39,46,125 (27,708) 72,784	43,95,143 - 1,350
PROFIT / (LOSS) AFTER TAX		1,01,29,445	92,64,543
PROFIT / (LOSS) FOR THE YEAR		1,01,29,445	92,64,543
Basic / Dilluted Eearning Per Share(Rest Statement of Significant Accounting	s. "23" "2"	3.11	2.84

#### Notes on accounts form part of the financial statements

As Per Our Report on Even Date For Paresh Thothawala & Co. Chartered Accountant (S FRN: 114777W Co

Paresh K. Thothawala Partner M.No. 048435 Place: Himantnagar Date: 22.05.2018 **(S.A.Shah)** Company Secretary

(N.K.Patel) Chief Financial Officer

For and on behalf of the boardN.D ShahCharimanD.N.GandhiManaging DirectorH.D.GandhiDirectorP.D.GandhiDirectorN.C.SoniDirectorS.K.ShahDirector

Place: Himantnagar Date: 22.05.2018



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE PERIOD ENDED ON MARCH 31, 2018

Notes to Financial Statements for the Year Ended on March 31, 2018.

#### Note 1 Corporate Information

Nalin Lease Finance Limited ('NLFL' or 'the company') was incorporated on october 11,1990 in Himatnagar, Gujarat. The company is a Non-Banking Finance Company ('NBFC'), which provides a wide range of fund based services including gold loans, vehicle loans, business loans etc.

#### Note 2 Basis of Preparation of Financial Statements

"The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and and the guidelines issued by the Reserve Bank of India as applicable to a Non-Deposit accepting NBFC ('NBFC-ND'). The financial statements have been prepared on an accrual basis and under the historical cost convention, except for interest and discounts on non-performing assets which are recognized on realization basis."

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

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change required.

#### 2.1 Summary of significant accounting policies

#### a. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

#### b. Tangible fixed assets

Fixed Assets are stated at their acquisition cost less accumulated depreciation and impairment losses, if any. Cost of assets comprise of all costs incurred to bring the assets to their location and working condition up to the date the assets are put to use where applicable together with any incidental expenses of acquisition/installation. Cost



of acquisition includes borrowing costs that are directly attributable to the acquisition/construction of qualifying assets. Individual Assets whose actual cost does not exceed Rs. 5,000/- are fully depreciated in the year of purchase.

#### c. Depreciation on fixed assets

Depreciation on fixed assets is provided on Straight Line Method at Cost on Pro-data basis at following rates, which is management's estimate of the useful lives of the assets.

Nature of Assets	Useful life in years
Computer Equipment	3
Office Equipment*	3
Buildings	60
Furniture & Fixtures	10
Vehicles	8
Air Conditioners	10

\*The company has estimated useful life which is different from schedule II useful life based on technical advice obtained by the management.

The residual values, useful lives and methods of depreciation of fixed assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

#### d. Intangible assets & its Amortization

Intangible assets acquired separately are measured on initial recognition at cost.

Intangible assets are amortized on a straight line basis over the estimated useful economic life.

#### e. Borrowing costs

Borrowing costs attributable to acquisition and/or construction of qualifying assets as defined in Accounting Standard – 16 on "Borrowing Cost" are capitalized as a part of the cost of such assets up to the date when such assets are ready for its intended purpose. All other Borrowing Costs are charged to revenue.

#### f. 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 Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the balance sheet date there is an indication that if previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.



#### g. Inventories

"Stock of consumables, components, stores and spares are valued at lower of cost and net realizable value. However, consumables and other items held for use in the providing service are not written down below cost if the services in which they will be utilised are expected to be provided at or above cost. Cost of Stock of consumables , components and stores and spares is determined on FIFO basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale."

#### h. Revenue recognition

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization of collection. In a situation where management belives that the recovery of interest in uncertain due to change in the price of the gold or otherwise, the company recognizes income on such loans only to the extent it is confident of recovering interest from its customers through sale of underlying security or otherwise.

Interest income on loans given is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Such interests, where instalments are overdue in respect of non-performing assets are recognized on realization basis. Any such income recognized and remaining unrealized after they become overdue in respect of secured and unsecured loans are reversed.

All other charges such as cheque return charges, overdue charges etc are recognized on realization basis. These charges are treated to accure on realization, due to the uncertainty of their realization.

Revenues from fee-based activities are recognized as and when services are rendered.

## i. Retirement and other employee benefits Short-Term Benefits

"Short term employee benefits are recognized as an expense at the undiscounted amount in profit & Loss Account of the year in which related service is rendered."

#### Post Retirement Benefits

As per applicable laws the company is not mandatorily required to make necessary provisions for retirement benefits. Therefore the company has not formulated any specific terms of employment for specific requirement benefits.

#### j. Foreign Currency Transactions

1. Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in





foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit or Loss.

2. Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Nonmonetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item.

#### k. Investments

Investments are classified into current and non-current investments. Current investments are stated at the lower of cost and fair value. Non-current investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, separately for each individual non-current investment.

Investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as "Current investments". All other investments are classified as "Non-current investments

#### I. Income taxes

"Provision for tax is made for both Current and Deferred taxes.

Provision for current income tax is made on current tax rates based on assessable income in accordance with the provision of the Income Tax Act, 1961.

Deferred Tax Assets and Deferred Tax Liabilities are recognized on timing difference being the difference between taxable incomes and accounting income. Deferred Tax Assets or Liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets arising from timing differences are recognized to the extent there is a reasonable certainty that the assets can be realized in future."

#### m. Earnings per Share

"Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity shares outstanding during the reporting period. The weighted average number of equity shares of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of



shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares."

#### n. Provisions

"i) A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement."

ii) Provision policy for gold loans and other loan portfolios

Secured loans/Others loans are classified / provided for, as per management's best estimates, subject to the minimum provision required as per master direction-Non banking Financial Company -Systemically important Non-deposit taking Company and Deposit taking company (Reserve Bank) Directions, 2016.

Others loans are classified / provided for, as per management's best estimates, subject to the minimum provision required as per master direction-Non banking Financial Company -Systemically important Non-deposit taking Company and Deposit taking company (Reserve Bank) Directions, 2016.

#### o. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.





Date: 22.05.2018

#### p. Cash and Cash Equivalents

In the cash flow statement, cash and cash equivalents include cash in hand, term deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

#### q. Surplus on auction of pledged gold

The Company has a policy of refund of any surplus that arises on auction of pledged gold which has been repossessed by the company in accordance with the terms of the agreement with the customers.

#### Notes on accounts form part of the financial statements

As Per Our Report on Even Date		For and on be	ehalf of the board
For Paresh Thothawala & Co.		N.D Shah	Chariman
Chartered Accountant	(S.A.Shah)	D.N.Gandhi	Managing Director
FRN: 114777W	Company Secretary	H.D.Gandhi	Director
		P.D.Gandhi	Director
Paresh K. Thothawala	(N.K.Patel)	N.C.Soni	Director
Partner	Chief Financial Officer	S.K.Shah	Director
M.No. 048435			
Place: Himantnagar		Place: Himan	tnagar

Place: Himantnagar Date: 22.05.2018



	FINANCE LIMITE GJ1990PLC01451			
CASH FLOW STATEMENT FOR THE (Pursuant to the Listing Ag			018	
Particulars	For the year ended on 31st March 2018		For the year ended on 31st March 2017	
A CASH FLOW FROM OPERATING ACTIVITIES	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
Net Profit Before Tax		1 41 20 444		1 24 50 49
		1,41,20,646		1,36,59,68
Adjustment For :	( 05 070		0 ( / 005	
Depreciation and Amortisation Interest on Fixed Deposits	6,35,372 (67,829)		8,66,295	
Finance Costs	(67,829) 76,63,422		(4,13,672) 14,05,309	
Loss on sale of Fixed Assets	1,00,989		14,03,309	
Loan Loss and Provisions	-		4,54,224	
		83,31,954	.,	23,12,15
Operating Profit before Working Capital Changes		2,24,52,600		1,59,71,84
Adjustment For Changes in Working Capital:				
(Increase) / Decrease in Other Current Assets	(2,83,451)		(8,52,387)	
(Increase) / Decrease in Inventories	6,400		55,106	
Increase / (Decrease) in Other Current Liabilities	1,33,519		50,790	
Increase / (Decrease) in Long Term Provision	47,680		-	
Increase / (Decrease) in Short Term Provision	4,45,252		1,81,849	
		3,49,400		(5,64,64
Tax Paid (net of refunds)	(40,18,909)		(43,95,143)	
Finance Costs Paid	(76,63,422)		(14,05,309)	
	(10,00,422)	(1,16,82,331)		(58,00,45
(Increase) / Decrease in Receivables under Financing Activity	(5,10,96,991)	(5,10,96,991)	(4,50,02,251)	(4,50,02,25
NET CASH FLOW FROM OPERATING ACTIVITIES A		(3,99,77,322)		(3,53,95,50
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(8,800)		(1,28,447)	
Proceeds of Sale of Assets	3,88,815		-	
Interest Received on FD	67,829		4,13,672	
		4,47,844		2,85,22
NET CASH FLOW FROM INVESTING ACTIVITIES B		4,47,844	-	2,85,22
C CASH FLOW FROM FINANCING ACTIVITIES		4,47,044		2,05,22
Proceeds from Short Term Borrowing	3,62,66,964	3,62,66,964	2,74,62,249	2,74,62,24
			1	, , , ,
NET CASH FLOW FROM FINANCING ACTIVITIES C		3,62,66,964		2,74,62,24
NET INCREASE / (DECREASE) IN CASH & CASH EQU A+B+C		(32,62,513)		(76,48,02
Cash and Cash Equivalents as at beginning of the year		43,17,184		1,19,65,21
Cash and Cash Equivalents as at end of the year		10,54,671		43,17,18
1 The above cash flow statement have been prepared under the Statement' notified pursuant to the Companies (Accounts) Rules, 24		set out in Accour	nting Standard (	AS) 3, 'Cash Fl
2 All figures in brackets indicate outflow.				

#### Notes on accounts form part of the financial statements

As Per Our Report on Even Date		For and on be	ehalf of the board
For Paresh Thothawala & Co.		N.D Shah	Chariman
Chartered Accountant	(S.A.Shah)	D.N.Gandhi	Managing Director
FRN: 114777W	Company Secretary	H.D.Gandhi	Director
		P.D.Gandhi	Director
Paresh K. Thothawala	(N.K.Patel)	N.C.Soni	Director
Partner	Chief Financial Officer	S.K.Shah	Director
M.No. 048435			
Place: Himantnagar		Place: Himan	tnagar
Date: 22.05.2018		Date: 22.05.	2018



#### Note 3: Share Capital

Particulars	31/03/2018	31/03/2017
Authorised Capital 37,50,000 Equity Shares of RS.10/-each	3,75,00,000	3,75,00,000
Issued & Subscribed and Paid up 32,62,000 Equity Shares of RS.10/-each	3,26,20,000	3,26,20,000
	3,26,20,000	3,26,20,000

#### 2.1 The details of Shareholders holding more than 5% Shares

	As at 31st Marc	ch 2018	As at 31st l	March 2017
Name of the Share Holder	No of Shares	% held	No of Shares	% held
Dilipkumar Nalinkant Gandhi	728899	22.35	620500	19.02
Pallaviben Dilipkumar Gandhi	225177	6.90	180000	5.52

2.2 The reconciliation of the number of shares outstanding is set out below:

Particulars	As at 31st March 2018	As at 31st March 2017
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	32,62,000	32,62,000
Add : Shares issued	-	-
Equity Shares at the end of the year	32,62,000	32,62,000

2.3 Terms/Rights attached to Equity Shares

The Company has only one class of Equity Shares having Par Value of Rs 10/- per Share. Each holder of Equity Share is entitled to one vote per share.

2.5 In the event of liquidation of the company, the holders 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. The holders of Partly Paid Equity Shares will have to contribute unpaid amount on the the Equity Shares held by them.

Note 4: Reserves & Surplus		
Particulars	31/03/2018	31/03/2017
(A) GENERAL RESERVE		
Opening Balance	4,94,70,876	4,19,70,876
Add: Profit/((Loss) transferred from Profit & Loss for the year	75,00,000	75,00,000
TOTAL (A)	5,69,70,876	4,94,70,876
(B) STATUTORY RESERVE (U/S 45 IC of RBI ACT)		
Opening Balance	1,51,99,295	1,33,46,38
Add: Profit/((Loss) transferred from Profit & Loss for the year	20,25,889	18,52,909
TOTAL (B)	1,72,25,184	1,51,99,295
(C) SURPLUS FROM PROFIT & LOSS ACCOUNT		
Opening Balance	11,58,374	12,46,739
Add: Current year surplus	1,01,29,445	92,64,543
Less: Transfer to General Reserve	75,00,000	75,00,000
Less: Transfer to Compulsory Reserve	20,25,889	18,52,909
TOTAL (C)	17,61,930	11,58,374
TOTAL (A+B+C)	7,59,57,990	6,58,28,545

Additional Disclosures

As required by section 45 IC of the Reserve bank of India Act, 1934, company has to appropriated 20% of its Profits to Statutory Reserve Account



#### Note 5: Long Term Provisions

Particulars	31/03/2018	31/03/2017
Provisons for Standard Assets	1,60,830	1,13,150
	1,60,830	1,13,150
Note 6: Short Term Borrowings		
Particulars	31/03/2018	31/03/2017
Loans Repayble on demand		
Cash Credit limit	7,38,30,234	-
Overdraft facility	-	1,95,63,270
From Directors	-	1,80,00,000
	7,38,30,234	3,75,63,270

A) Over Draft facilty is secured against Fixed Deposits.

B) The Cash Credit facility (previuos year OD Facility) is secured by charge on current assets, book debts, Loans & advances and personal guarantee of promoter directors. Further the said loan is also secured against immovable property held in the name of one of the promoter director.

C) Unsecured Loan from directors carries interest rate @ 11% which has been fully repaid during the current year.

#### Note 7: Other Current Liabilities

Particulars	31/03/2018	31/03/2017
Other Payables	2,44,219	1,10,700
	2,44,219	1,10,700
Note 8: Short Term Provisions		
Particulars	31/03/2018	31/03/2017
Provision for Employee Benefits	-	93,500
Provisons for Standard Assets	21,34,678	14,71,184
Provisons for Sub-standard Assets	3,10,280	-
Provision for Income Tax (Net of advance tax and TDS receivable)	-	4,36,726
Other Provisions	35,104	33,400
	24,80,062	20,34,810
Movements of Provisions		
	21,34,678	14,71,184
Provison for Standard Assets		
Opening Balance at the beginning of the year	15,84,334	11,30,109
Add: Net Additions During the year	7,11,174	4,54,224
Closing balance at the end of the year	22,95,508	15,84,334
		10/01/001
Provisions for Sub-standard Assets		
Provisions for Sub-standard Assets		-
Provisions for Sub-standard Assets Opening Balance at the beginning of the year Add: Net Additions During the year	- 3,10,280	- -

As per RBI's direction, all NBFC<sub>s</sub> are required to make necessary provisions for standard assets. Accordingly Company has to make a [DNBR (PD) CC NO.002/03.10.001/2014-15-DATED 10.11.2014]

Note 10: Deferred Tax Assets		
Particulars	31/03/2018	31/03/2017
Related to Fixed Assets	27,708	-
	27,708	-

60



Particulars	31/03/2018	31/03/2017
NON-CURRENT		
Secured Considered Good		
Vehicle Loan	4,02,07,521	3,23,28,698
	4,02,07,521	3,23,28,698
<u>CURRENT</u>		
Secured Considered Good		
Vehicle Loan	3,02,54,045	2,09,78,257
Gold Loan	11,04,34,661	7,54,92,822
Unsecured, Considered Goods		
Business Loan	-	9,99,460
	14,06,88,706	9,74,70,539
	18,08,96,228	12,97,99,237
Note 12: Other Non Current Assets		
Particulars	31/03/2018	31/03/2017
Security Deposits	18,489	18,489
	18,489	18,489
Note 13: Inventories Particulars	21/02/2010	21/02/2017
Sp. Adhesive Stamp	<b>31/03/2018</b> 1,28,984	<b>31/03/2017</b> 1,00,884
Sp. Aunesive Stamp Stationery Stock	13,500	48,000
Stationery Stock	13,500	40,000
	1,42,484	1,48,884
	· ·	
Note 14: Cash & Cash Equivalent		
Particulars	31/03/2018	31/03/2017
Cash & Bank Equivalent	F 20 207	75 220
Cash On Hand	5,39,297	75,328
Paytm Payment Application Balances with Bank	- 5,15,374	17,324 12,24,532
	5,15,574	12,24,002
Other Bank Balances		
In Fixed Deposits with Bank*	-	30,00,000
	10,54,671	43,17,184
*Lien mark created on Fixed deposit against OD Facility availed by the company		
Note 45. Others Occurrent Associa		
Note 15: Other Current Assets Particulars	31/03/2018	31/03/2017
	31/03/2010	31/03/201/
Advance Tax (Net of Provision for Taxation and TDS)	2,66,803	-
Other Receivables	98,558	81,910
	, 0,000	0.,,,,



Particulars	31/03/2018	31/03/2017
Finance Activity:	01/00/2010	01/00/2011
i) Interest Income on Hire Purchase	1,54,87,503	1,57,34,68
ii) Interest Income on Gold Loan	1,80,27,369	79,04,792
iii) Interest received on Other Loans	91,792	40,39
Other Operating Revenue:	71,772	40,07
Late Fee Charges	12,67,619	20,00,520
Bad Debts Recoveries	44,086	89,55
Miscellaneous Charges and receipts	3,97,240	10,93,87
	3,53,15,610	2,68,63,823
Note 17 : Other Income		
Particulars	31/03/2018	31/03/2017
Interest Income	67,829	4,13,672
Cash Back	-	31
	67,829	4,13,99 <sup>.</sup>
Note 18 : Employee Benefit Expense		
Particulars	31/03/2018	31/03/201
Salary & Conveyance	17,33,500	17,61,00
Staff Walfare Expense	1,32,429	90,00
Director Remuneration	37,20,000	33,60,00
	55,85,929	52,11,000
Note 19 : Finance Cost		
Particulars	31/03/2018	31/03/2017
Interest on Unsecured Loan	<b>31/03/2018</b> 18,18,585 58,44,837	1,98,15
Particulars Interest on Unsecured Loan Bank Interest & Commission	18,18,585	1,98,15 12,07,15
Interest on Unsecured Loan Bank Interest & Commission	18,18,585 58,44,837	1,98,15 12,07,15
Interest on Unsecured Loan Bank Interest & Commission Note 20 : Loan Losses and Provisions	18,18,585 58,44,837 <b>76,63,422</b>	1,98,15 12,07,15 <b>14,05,30</b> 9
Interest on Unsecured Loan Bank Interest & Commission Note 20 : Loan Losses and Provisions Particulars	18,18,585 58,44,837 <b>76,63,422</b> 31/03/2018	31/03/2017 1,98,15 12,07,15 14,05,309 31/03/2017
Interest on Unsecured Loan Bank Interest & Commission Note 20 : Loan Losses and Provisions Particulars Bad Debts & Written off	18,18,585 58,44,837 <b>76,63,422</b> 31/03/2018 11,77,172	1,98,15 12,07,15 <b>14,05,309</b> <b>31/03/2017</b> 3,75,52
Interest on Unsecured Loan Bank Interest & Commission Note 20 : Loan Losses and Provisions Particulars Bad Debts & Written off Provision for Standard Assets	18,18,585 58,44,837 <b>76,63,422</b> 31/03/2018 11,77,172 7,11,174	1,98,15 12,07,15 <b>14,05,30</b> <b>31/03/201</b>
Interest on Unsecured Loan Bank Interest & Commission Note 20 : Loan Losses and Provisions Particulars Bad Debts & Written off	18,18,585 58,44,837 <b>76,63,422</b> 31/03/2018 11,77,172	1,98,15 12,07,15 <b>14,05,30</b> 31/03/201 3,75,52



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#### Note 21 : Other expenses

Particulars	31/03/2018	31/03/2017
Advertisement & Marketing Expense	2,74,202	4,91,315
Audit Fees	1,77,000	35,000
CIBIL Charges	1,34,244	1,35,955
Demate Charges & Stock Exchnage Listing Fee	3,81,594	3,47,850
Electricity Expense	4,10,304	3,61,365
Excess Provision written off	-	58,032
Insurance Expense	2,46,173	1,41,451
Kasar & Round Off	1,570	3,07,487
Legal & Professional Fees	81,300	4,63,850
Loan Processing Charges	7,81,000	-
Office & General Expense	2,60,594	2,35,911
Office & Furniture Rent Expense	11,33,400	10,20,000
ROC Return fee	6,600	-
Repairs & Annual Maintenance Expense	2,17,818	1,29,464
Sp Adhesive Stamp Expense	2,71,900	2,96,906
Stationery, Printing & Postage Expense	3,26,921	8,49,213
Telephone Expense	1,86,288	1,97,423
Vechile & Travelling Expense	1,87,547	2,33,205
	50,78,455	53,04,427
Payment to Auditor		
Particulars	31/03/2018	31/03/2017
Statutory Audit	82,600	21,000

	1,77,000	35,000
Limited Review	47,200	6,000
Tax Audit	47,200	8,000
Statutory Audit	82,600	21,000

Note 22 : Exceptional & Extra Ordinary Items						
Particulars	31/03/2018	31/03/2017				
Loss on sale of Fixed Assets	1,00,989	-				
	1,00,989	-				

#### Note 23 : Earning per Share

Particulars	31/03/2018	31/03/2017
<ul> <li>i: Net Profit after tax as per Statement of</li> <li>Profit &amp; Loss attributable to Equity Share</li> </ul>		
Holder (A)	1,01,29,445	92,64,543
ii: Basic No of Equity Share	32,62,000	32,62,000
iii: Basic & Diluted Earnings per Share	3.11	2.84
iv: Face Value per Equity Share	10	10

## Note 24 : Contingent Liability & commitments (to the extent not provided for)Particulars31/03/201831/03/201831/03/2017

Contingent Liability	-	
Commitments	-	



#### Note 25 : Expenditure in foreign currency and unhedged exposure

Particulars	31/03/2018	31/03/2017
Foeign Currency Expenditure Unhedged Foreign Currency Exposure	-	-

#### Note: 26 - Segment Reporting

The Company operates in a single reportable segment i.e. financing, which has similar risks and returns for the purpose of AS 17 on 'Segment Reporting'. The company operates in a single grographical segment ie. Domestic.

## Note 27: Gold and Other Loan Portfolio classification and provision for Non-performing Assets. (As per RBI Prudential Norms)

Dentioulant	Gross Loan	Outstanding	Provision	for Assets	Net Loan C	Outstanding
Particulars	31/03/2018	31/03/2017	31/03/2018	31/03/2017	31/03/2018	31/03/2017
Secured Loans						
A) Gold Loan						
Standard Assets	11,04,34,661	7,54,92,822	4,41,739	2,64,225	10,99,92,922	7,52,28,597
Sub-Standard Assets	-		-		-	-
Doubtful Assets	-		-		-	-
Loss Assets	-		-		-	-
Total - A	11,04,34,661	7,54,92,822	4,41,739	2,64,225	10,99,92,922	7,52,28,597
B) HP Loans						
Standard Assets	6,73,58,766	5,33,06,955	2,69,435	1,86,501	6,70,89,331	5,31,20,454
Sub-Standard Assets	31,02,800	-	3,10,280		27,92,520	-
Doubtful Assets	-	-			-	-
Loss Assets	4,88,393	3,75,522	4,88,393	3,75,522	-	-
Total - B	7,09,49,960	5,36,82,477	10,68,108	5,62,023	6,98,81,852	5,31,20,454
Total - A+B	18,13,84,621	12,91,75,299	15,09,847	8,26,248	17,98,74,774	12,83,49,051
Unsecured Loans						
A) Other Loan		0.00.4/0		2 400	-	
Standard Assets	-	9,99,460	-	3,498	-	9,95,962
Sub-Standard Assets	-	-	-	-	-	-
Doubtful Assets	-	-	-	-	-	-
Loss Assets	6,88,779	-	6,88,779	-	-	-
Total	6,88,779	9,99,460	6,88,779	3,498	-	9,95,962

#### Note 9 : Non Current Assets: Fixed Assets

	Gross Block			Accumulated Depreciation			n	Net Block			
Particulars	Balance as at 1 April 2017	Additions	Disposals	Revaluatio ns/ (Impairme nts)	Balance as at 31 March 2018	Balance as at 1 April 2017	Depreciatio n charge for the year		Balance as at 31 March 2018	Balance as at 31 March 2018	Balance as at 31 March 2017
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Tangible Assets											
Air Conditioner	10,43,676	-	2,45,131	-	7,98,545	4,40,206	78,842	2,00,865	3,18,183	4,80,362	6,03,470
Furniture & Fixtures	29,45,798	-	8,90,594	-	20,55,204	15,15,009	1,95,331	7,54,128	9,56,212	10,98,992	14,30,789
Office Building	3,81,500	-	-	-	3,81,500	1,32,826	6,044	-	1,38,870	2,42,630	2,48,674
Office Equipment	40,26,978	8,800	18,51,750	-	21,84,028	34,30,780	1,50,848	15,70,116	20,11,512	1,72,516	5,96,198
Vehicles	31,64,870	-	14,95,763	-	16,69,107	21,39,231	2,04,307	14,68,325	8,75,213	7,93,894	10,25,639
Grand Total	1,15,62,822	8,800	44,83,238	-	70,88,384	76,58,052	6,35,372	39,93,434	42,99,990	27,88,394	39,04,770
Previous Year	1,14,34,375	1,28,447	-	-	1,15,62,822	67,91,757	8,66,295	-	76,58,052	39,04,770	46,42,618

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#### Note 28 Related Party Disclosure

As per Accounting Standard 18, disclosures of the transactions with the related parties as defined in the Accounting Standard are given below:

A) Name of the related party and description of the relationship with whom transaction taken place:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Mr. Dilipkumar Nalinkant Gandhi
	Mrs. Pallaviben Dilipkumar Gandhi
	Mr. Harsh Dilipkumar Gandhi

Note: Related parties have been identified by the Management. Details of related party transactions during the year ended 31 March, 2018 and balances

outstanding as at 31 March, 2018:

	2017	′-18	2010	5-17
Nature of Transaction with Related Parties (Excluding Reimbursement)	Transaction Value	Outstanding amount carried in the Balance Sheet	Transaction Value	Outstanding amount carried in the Balance Sheet
Mr. Dilipkumar Nalinkant Gandhi				
Dirtector Remuneration	15,20,000		14,00,000	
Rent	9,53,400		8,40,000	
Interest	12,36,154		1,91,370	
Unsecured Loan taken	1,47,50,000	-	1,35,00,000	1,35,00,000
Mrs. Pallaviben Dilipkumar Gandhi				
Dirtector Remuneration	11,60,000		10,40,000	
<u>Mr. Harsh Dilipkumar Gandhi</u>				
Dirtector Remuneration	10,40,000		9,20,000	
Rent	1,80,000		1,80,000	
Interest	5,82,431		6,781	
Unsecured Loan taken	1,69,80,000	-	45,00,000	45,00,000

**Note: 29** In the opinion of the Board of Directors, the Current Assets, Loans and Advances have value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the foregoing Balance Sheet and adequate provision for all known liabilities on the Company has been made.

Note: 30 Figures of previous year have been reworked/regrouped/reclassified wherever

#### Notes on accounts form part of the financial statements

As Per Our Report on Even Date For Paresh Thothawala & Co. Chartered Accountant FRN: 114777W	<b>(S.A.Shah)</b> Company Secretary	N.D Shah	Managing Director
Paresh K. Thothawala Partner M.No. 048435 Place: Himantnagar Date: 22.05.2018	(N.K.Patel) Chief Financial Officer	N.C.Soni S.K.Shah Place: Himan Date: 22.05.2	0



#### NALIN LEASE FINANCE LTD.

CIN: L65910GJ1990PLCO14516

GROUND FLOOR, GANDHI NURSING HOME BLDG., DR.NALINKANT GANDHI ROAD,

HIMATNAGAR, SABARKANTHA, GUJARAT – 383001.

TEL NO.: +91 2772 241264, 242264

Web: www.nalinfin.co.in, E-mail: nalinlease@yahoo.co.in

## ANNEXURE TO THE NOTICE FOR THE 27<sup>TH</sup> ANNUAL GENERAL MEETING OF THE COMPANY TO BE HELD ON 14<sup>TH</sup> DAY OF AUGUST, 2018

1	Name of the sole/first named member:	
2	Address of sole/first named member:	
3	Name (s) of joint member(s) if any:	
4	Registered folio no. /DP ID No. /Client	
	ID NO.	
5	Number of shares held:	

#### Subject: - Process and manner for availing E-voting facility

Pursuant to provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015 and **Regulation 44 of SEBI (LODR) Regulations,2015**, the business to be transacted at the Annual General Meeting of the company to be held on Tuesday, August 14, 2018 at 4.00 may be transacted through electronic voting system and the company is providing facility for voting by electronic means. The Company has engaged the services of National Securities Depository limited (NSDL) to provide e-voting facilities. The e-voting facility is available at the link https://www.evoting.nsdl.com

The electronic voting particulars are set out below:

EVEN E-VOTING EVENT NUMBER	USER I D	PASSWORD / PIN
108628		

The e-voting facility will be available during the following voting period:

COMMENCEMENT OF REMOTE E-VOTING	END OF REMOTE E-VOTING	
11 <sup>th</sup> August 2010	1 oth August 2010	

11 <sup>th</sup> August, 2018	13 <sup>th</sup> August, 2018	
(9.00 a.m. onwards)	(5.00 p.m. onwards)	

E-voting shall not be allowed beyond 5:00 p.m. of 13<sup>th</sup> August, 2018. During the e-voting period, shareholders of the company holding shares either in physical form or in dematerializes form, as on cut – off date may cast their vote electronically. The Company has fixed 7<sup>th</sup> August, 2018 as the cut-off date for determining voting rights of shareholders entitled to participating in the e-voting process.

Please read the instructions mentioned in the Notice of Annual General Meeting.

These details and instructions form internal part of the Notice for the Annual General Meeting to be held on 14<sup>th</sup> August, 2018.

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#### NALIN LEASE FINANCE LTD.

CIN: L65910GJ1990PLCO14516

GROUND FLOOR, GANDHI NURSING HOME BLDG., DR.NALINKANT GANDHI ROAD,

HIMATNAGAR, SABARKANTHA, GUJARAT – 383001.

TEL NO.: +91 2772 241264, 242264

Web: www.nalinfin.co.in, E-mail: nalinlease@yahoo.co.in

#### ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall) 27<sup>th</sup> Annual General Meeting on 14<sup>th</sup> Day of August, 2018

(To be filled in, if the proxy attends instead of the member)

I hereby record my presence at the 27<sup>th</sup> Annual General Meeting of the Nalin Lease Finance Limited, Gandhi Nursing Home Bldg Dr. Nalinkant Gandhi Road, Himatnagar, Gujarat, India-380001, on 14<sup>th</sup> August'18

(Member's /Proxy's Signature)

.....

#### NALIN LEASE FINANCE LTD.

CIN: L65910GJ1990PLC014516 GROUND FLOOR, GANDHI NURSING HOME BLDG., DR.NALINKANT GANDHI ROAD, HIMATNAGAR, SABARKANTHA, GUJARAT – 383001. TEL NO.: +91 2772 241264, 242264 Web: www.nalinfin.co.in, E-mail: nalinlease@yahoo.co.in

> Form No. MGT-11 Proxy form

#### [Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s)			
Registered Address			
E-mail Id	Folio No /Client ID	DP ID	
I/We, being the member(s) of	shares of the above named company. Hereby appoint		
Name :	E-mail Id:		
Address:			
Signature, or failing him			
Name :	E-mail Id:		

Address: Signature , or failing him

Name :

Address:

Signature , or failing him

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27<sup>th</sup> Annual General Meeting of the company, to be held on the 14<sup>th</sup> Day of August, 2018 at 04: 00 p.m. at **Nalin Lease Finance Limited**, **Gandhi Nursing Home Bldg Dr. Nalinkant Gandhi Road**, **Himatnagar**, **Gujarat**, **India-380001** and at any adjournment thereof in respect of such resolutions as are indicated below:-

E-mail Id:

Note:

 This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
 The proxy need not be a member of the company

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#### **Resolution No.**

SI.	Resolution(S)	Vote	
No.		For	Against
1.	Adoption of statement of Profit & Loss, Balance Sheet, report of		
	Director's and Auditor's for the financial year 31 <sup>st</sup> March, 2018		
2.	To appoint a Director in place of Mrs. Pallavi Dilipkumar Gandhi who		
	retires by rotation and being eligible offers himself for reappointment		
3.	Appointment of M/s. Paresh Thothawala & Co., Chartered		
	Accountants as Statutory Auditors & fixing their remuneration		

Signed this \_\_\_\_\_day of \_\_\_\_\_20\_\_\_

Affix Revenue Stamps

Signature of Shareholder Signature of Proxy holder Signature of the shareholder

-across Revenue Stamp

#### Note:

**1)** Members are requested to bring their copies of the Annual Report to the meeting, since further copies will not be available.

**2)** The Proxy, to be effective should be deposited at the Registered Office of the Company not less than FORTY EIGHT HOURS before the commencement of the meeting.

**3)** A Proxy need not be a member of the Company.

**4)** In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.

**5)** The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.



To,

## If undelivered please return to :

Registered Office: NALIN LEASE FINANCE LIMITED

Ground Floor, Gandhi Nursing Home Bldg,Dr.Nalinkant Gandhi Road, Himatnagar-383001, Gujarat, INDIA Phone No. +91 2772 241264, 2422264

E-mail: nalinlease@yahoo.co.in \* www.nalinfin.co.in

# AMEE FINANCE LTD. HIMATNAGAR

YEAR: 2017-2018

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#### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AMEE FINANCE LIMITED **Report on the Financial Statements**

We have audited the accompanying financial statements of AMEE FINANCE LIMITED("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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 prescribed under section 133 of the Actread with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India.

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.

In conducting 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 thereunderand the Order issued under section 143(11) of the Act ..

We conducted our audit of the financial statements 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.

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

AMMEDABA

JANKUM Opinion IAH In our opinion and to the best of our information and according to the explanations given to us, the A 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 Standards and other accounting principles generally accepted in India, of the state of affairs of the Company and its profits and its cash flows for the year ended on that date.

## **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143 (3) of the Act, based on our audit 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 prescribed under section 133 of the Act.
- e) On the basis of the written representations received from the directors of the Company as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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 as amended, 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.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Ajaykumar J. Shah & Co. Chartered Accountants UMAR J. SHAN(Eim's Registration No. 100211W) Chartered ccountan MMEDABA

(Ajaykumar J. Shah) (Proprietor) (Membership No. 35571)

Place: Ahmedabad Date: 20<sup>th</sup> August, 2018

## ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f)under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

#### Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 ofSection 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Amee Finance Limited ("the Company") as of 31<sup>st</sup> March, 2018 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 criteriaestablished by the Company considering the essential components of internal control stated in the Guidance Noteon 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 anderrors, 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 overfinancial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribedunder Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 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, to the best of our information and according to the explanations given to us, 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<sup>st</sup> March, 2018, based on the criteria for internal financial control over financial reporting 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 Ajaykumar J. Shah & Co. Chartered Accountants (Firm's Registration No. 100211W)

UNAR J. SHA Chartered ccountant HMEDAB

(Ajaykumar J. Shah) (Proprietor)

(Membership No. 35571)

Place: Ahmedabad Date: 20<sup>th</sup> August, 2018

#### ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of its fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) Some of the fixed assets were physically verified during the year by the Management in accordance with a programme of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us no material discrepancies were noticed on such verification.
  - (c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the CARO 2016 is not applicable.
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us the Company has not granted any loans, made investments or provided guarantees and securities and hence reporting under clause (iv) of the CARO 2016 is not applicable.
- (v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2018 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- (vi) To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013, in respect of the services rendered by the Company.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
  - (a) The Company has generally been regular in depositing undisputed statutory dues, including Income-tax, cess and other material statutory dues applicable to it to the appropriate authorities. As explained to us, the Company did not have any dues on account of Provident Fund, Employees' State Insurance, Service Tax, Excise Duty, Customs Duty, Sales Tax and Value Added Tax.
  - (b) There were no undisputed amounts payable in respect of Income-tax, cess and other material statutory dues in arrears as at 31<sup>st</sup> March, 2018 for a period of more than six months from the date they became payable.



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- (c) There are no dues of Income-tax which have not been deposited as on 31<sup>st</sup> March, 2018 on account of disputes.
- (viii) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of CARO 2016 is not applicable to the Company.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans during the year and hence reporting under clause (ix) of the CARO 2016 Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company has not paid / provided managerial remuneration and hence reporting under clause (xi) of CARO 2016 is not applicable to the Company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For Ajaykumar J. Shah & Co. KUMAR J. SHA Chartered Accountants (Firm's Registration No. 100211W) J. Shool Chartered ccountai MEDAB

(Ajaykumar J. Shah) (Proprietor) (Membership No. 35571)

Place: Ahmedabad Date: 20<sup>th</sup> August, 2018

Balance Sheet as at 31st March	, 2018	3	1	1012	
					(Amt. Rs.)
EQUITY AND LIABILITIES	ote	As 31ct Mar	at ch,2018		at rch,2017
Shareholders' Funds		5150 Mai	01,2010		
Share Capital	2	200,00,000.00		200,00,000.00	
Reserves & Surplus	3	34,09,474.27		17,17,964.83	
Money received against share warr	ants	-	234,09,474.27		_ 217,17,964.8
Share Application Money Pendi	ng Alle	otment			
Non-Current Liabilities					
Long Term Borrowings		-		-	
Deferred Tax Liability (net)		-			
Other Long Term Liabilities Long Term Provisions		-	1 70 012 15	91,274.89	91,274.8
	4	1,78,912.15	1,78,912.15	91,274.09	- 91,274.0
Current Liabilities					
Short Term Borrowings Trade Payables		-			
Other Current Liabilities		-			
Short term Provisions	4	6,51,000.00	6,51,000.00	1,79,400.00	1,79,400.00
TOTAL			242,39,386.42		219,88,639.72
100770					
ASSETS					
Non-Current Assets Fixed Assets					
(i) Tangible Assets	5	2,126.00		13,265.00	
(ii) Intangible Assets		-		-	
(iii) Capital Work-in-Progress		-		-	
(iv) Intangible Assets under Devel	opmer			-	
Non Current Investments		15			
Deferred Tax Assets (net) Long Term Loans & Advances				-	
Other Non-Current Assets		-	2,126.00	-	13,265.00
Current Assets					
Current Investments		-		-	
Inventories		-		-	
Trade Receivables	6	17,01,102.42		26,30,332.42	
Cash and Bank Balance Short Term Loans & Advances	7	225,36,158.00		193,45,042.30	
Other Current Assets			242,37,260.42		219,75,374.72
TOTAL			242,39,386.42		219,88,639.72
See accompanying notes					
forming part of the financial As per our Report of even date		1	For and on behalf	of the Board of Di	rectors
		1	n d	•	
For Ajaykumar J. Shah & Co. Chartered Accountants		b	No. Sh p	D.gendle	1
Time Desistration No 100211W		No.	Jen 1	Digene	
A. F. Shade UMAR J.	HAH	1	es.		
H O ON THE	- d	8	Jeagost	-	
Ajaykumar J. Shah 2 Charte	reu	) _ ))		)	
Proprietor Account	ants		Directors		
Membership No. 35571	10	//	Place: Himatnagar		
Place: Ahmedabad					

/

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**Amee Finance Limited** Statement of Profit and Loss for the year ended 31st March, 2018 (Amt. Rs.) 2016-17 2017-18 Note INCOME **Revenue from Operations** 7,04,666.50 25,70,583.00 8 **Total Revenue** 7,04,666.50 25,70,583.00 EXPENDITURE **Employee Benefits Expense** 1,20,000.00 1,30,000.00 9 Contingent provision on standard Assets 67,400.00 87,637.26 460.00 **Financial Cost** 4,945.00 10 Other Expenses 49,444.00 46,089.00 11 **Total Expenses** 2,68,671.26 2,37,304.00 Profit Before Tax 4,67,362.50 23,01,911.74 **Tax Expenses** Current Tax 6,20,000.00 1,50,000.00 Deferred Tax Short provision for taxation in respect of earlier years (9,597.70) 1,00,303.20 Profit for the year 16,91,509.44 2,17,059.30 Earnings per equity share of face value of Rs. 10 each Basic and Diluted (in Rs.) 0.85 0.19 12

See accompanying notes forming part of the financial statements As per our Report of even date

For **Ajaykumar J. Shah & Co.** Chartered Accountants Firm's Registration No. 100211W

SHAH

Ajaykumar J. Shah Proprietor Membership No. 355714 ME DABA Place: Ahmedabad Date: August 20, 2018 Directors

For and on behalf of the Board of Directors

Place: Himatnagar Date: August 20, 2018 Amee Finance Limited

Cash Flow Statement for the year ended 31st March 20		(Amt.Rs.)
Particulars	2017-18	2016-17
A. CASH FLOW FROM OPERATING ACTIVITIES:-		
Net Profit / (Loss) Before Tax	23,01,911.74	4,67,362.00
Adjustment for :		
Depreciation	11,139.00	11,139.00
Contingent provision on standard Assets	87,637.26	67,400.00
Operating Profit before working capital changes Adjustment for:	24,00,688.00	5,45,901.00
Short term loans & advances	(26,60,816.00)	(96,98,544.00)
Trade payables & Liabilities	1,600.00	5,400.00
Cash generated from / (used in) Operations	(2,58,528.00)	(91,47,243.00)
Income Tax Paid (Net)	(6,70,702.00)	(1,11,732.00)
Net Cash flow from/ (used in) operating activities	(9,29,230.00)	(92,58,975.00)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets		-
Net cash from / (used in) Investing Activities	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		00 00 000 00
Proceeds from issue of equity shares		90,00,000.00
Net cash flow from / (used in) Financing Activities	-	90,00,000.00
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	(9,29,230.00)	(2,58,975.00)
CASH & CASH EQUIVALENTS (Opening Balance)	26,30,332.42	28,89,307.00
CASH & CASH EQUIVALENTS (Closing Balance)	17,01,102.42	26,30,332.00

As per our Report of even date

For Ajaykumar J. Shah & Co. Chartered Accountants Firm's Registration No. 100211W

Chartered

A. J. Shah Accountants Ajaykumar J. Shah Proprietor Membership No. 35571 Place: Ahmedabad Date: August 20, 2018

For and on behalf of the Board of Directors

-gendlin

Directors

Place: Himatnagar Date: August 20, 2018

## Notes: 1.. SIGNIFICANT ACCOUNTING POLICIES

### I. Basis of Accounting:

The Company prepares its financial statements in accordance with applicable accounting standards and generally accepted accounting principles and also in accordance with the requirements of the Companies Act, 2013.

### II. Income and Expenditure:

Revenue/Income and cost/expenditure are generally accounted on accrual as and when they are earned or incurred except in case of uncertainties.

#### III. Tangible & Depreciation:

Fixed Assets are stated at cost less accumulated depreciation.

As per Part "C" of the Schedule II of the Companies Act, 2013, useful life of "Computers & Data Processing Units" is 3 years and useful life of said assets was completed before FY 2014-2015 hence No Depreciation was calculated for the said assets during the year under Audit. As on 01.04.2014, its Realisable value was below 5% of its original cost hence the amount as on 01.04.2014 was considered as its Realisable Value.

#### **IV. Employee Benefits:**

We are informed that none of employee is qualified for gratuity as they have not put in five years of service. Further as informed, no employee is eligible for leave encashment. The Company has been advised that the payment of bonus Act, 1965 and the payment of gratuity Act, 1972 are not applicable.

#### V. Provisions for Current Tax:

Provision for Income Tax is made after considering deductions and exemptions available at the rates applicable under the Income tax Act, 1961.

#### VI. Segment reporting

#### (a) Primary Segment:

The business segment has been considered as the primary segment. The company operates only in one business segment i.e. finance and other related ancillary services.

(b) Secondary Segment: The company is in India and hence there are no reportable geographical segments. 2. Share Capital

Authorized Share Capital	As at 31st March,2018	As at 31st March,2017
22,50,000 Equity shares of Rs. 10 each (As at 31st March, 2018: 22,50,0000 shares of Rs. 10 each	225,00,000.00	225,00,000.00
Issued, Subscribed and Paid up: 20,00,000 Equity shares of Rs. 10 each fully paid up	200,00,000.00	200,00,000.00
(As at 31st March, 2018: 20,00,000 shares of Rs. 10 each) TOTAL	200,00,000.00	200,00,000.00

1.1 The details of the shareholders holding more than 5% shares

Sr. No.	Name of the Shareholder	As at 31st March,2018 No. of Shares % held			at rch,2017 % held	
E BELLE	1 Dilipkumar Nalinkant Gandhi 2 Pallaviben Dilipkumar Gandhi	10,19,612 5	0.98 9.60	10,19,612 3,92,036	19.	.98
	3 Rupalben S. Parikh 4 Urviben J. Bhatt	5,52,502	7.65 1.76	3,52,982 2,35,218		.65

1.2 Rights, preferences and restrictions attached to Equity shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held.

**3.Reserves & Surplus** 

3.Reserves & Surplus	As 31st Mar		As 31st Mar	
General Reserve As per last Balance Sheet Add: Transferred from Profit and Loss Account	13,59,000.00 13,00,000.00	26,59,000.00	11,88,000.00 1,71,000.00	13,59,000.00
Profit and Loss Account	4,663.97		2,016.53	
As per last Balance Sheet Add: Profit for the year	<u>16,91,509.44</u> 16,96,173.41		2,17,059.30 2,19,075.83	
Less: Appropriations				
Transferred to General Reserve	13,00,000.00		1,71,000.00	
Transferred to Compulsory Reserve	3,50,000.00	46,173.41	43,411.86	4,663.97
Compulsory Reserve				
As per last Balance Sheet	3,54,300.86		3,10,889.00	
Add: Transferred from Profit and Loss Account	3,50,000.00	7,04,300.86	43,411.86	3,54,300.86
TOTAL	-	34,09,474.27	-	17,17,964.83
4. Long Term and Short term Provisions				
	As 31st Mar		As 31st Mar	
Long term provision		1 79 012 15		01 274 00
Contingent provision on standard assets		1,78,912.15		91,274.89 91,274.89
TOTAL	-	1,10,512.15		91,274.09
Short term Provision				
Audit Fees		16,000.00		15,000.00
Professional Fees		15,000.00		14,400.00
Income Tax Provision		6,20,000.00	-	1,50,000.00
TOTAL		6,51,000.00		1,79,400.00
5. Fixed Assets	As	at .	As	at
		rch,2018	31st Mar	
Computers.		2,126.00	- and that	13,265.00
Computers TOTAL		2,126.00		13,265.00
IOTAL				

(Amt. Rs.)

#### 6. Cash and Bank Balance

	As at	As at
Balance with Banks	31st March,2018	31st March,2017
Cash on Hand	16,52,089.42	23,40,319.42 2,90,013.00
TOTAL	49,013.00	2,90,013.00
IUTAL	17,01,102.42	26,30,332.42
7. Short Term Ioan & Advances		
(Unsecured and Considered Good)	As at	As at
	31st March,2018	31st March, 2017
Other Loans and Advances	219,09,316.00	192,48,500.00
Advance Income Tax (Net)	6,26,842.00	96,542.30
TOTAL	225,36,158.00	193,45,042.30
8 Revenue from Operations		
	2017-18	2016-17
Interest	25,70,583.00	7,04,666.50
TOTAL	25,70,583.00	7,04,666.50
9 Employee Repetit Frances		
9. Employee Benefit Expenses	2017-18	2016-17
Salary and Wages	1,30,000.00	1,20,000.00
TOTAL	1,30,000.00	1,20,000.00
10. Finance Cost		2016-17
	2017-18	
Interest Exp.	4,830.00 115.00	460.00
Bank charges	4,945.00	460.00
TOTAL	4,545.00	
11. Other Expenses		2016-17
	2017-18	17,875.00
Professional Fees	15,950.00	18,000.00
Audit Fees	17,000.00	1,430.00
Stationery and Printing	1,000.00 1,000.00	1,000.00
Professional Tax	11,139.00	11,139.00
Depreciation A/c	46,089.00	49,444.00
12. Earnings Per Share (EPS)	2017-18	2016-17
<ul> <li>i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Rs. In Thousands)</li> </ul>	16,91,509.44	2,17,059.30
ii) Weighted Average number of equity shares used as denominator for calculating EPS	20,00,000	11,24,658
iii) Basic and Diluted Earnings per Share (Rs.)	0.85	0.19
iv) Face Value per equity share (Rs.)	10.00	10.00
w) race value per equity siture (rai)		

## 13. Related Party Disclosures

. No.	Name of Related Party	Relationship
. 110.	1 Dilipkumar Nalinkant Gandhi	Key Managerial Personnel
	2 Harsh Dilipkumar Gandhi	Key Managerial Personnel
	3 Pallaviben Dilipkumar Gandhi	Key Managerial Personnel
	4 Urviben J. Bhatt	Relative of Key Managerial Personnel
	5 Rupalben S. Parikh	Relative of Key Managerial Personnel

## (2) Transactions during the year with Related Parties

Sr. No.	Name of Related Party	Nature of Transaction	Associates	Unsecured Loan	Key Managerial Personnel & their Relatives
	1 Urviben J. Bhatt	Issue of Equity Shares	-	-	10,58,480.00
	2 Rupalben S. Parikh	Issue of Equity Shares	-	-	15,88,420.00
	3 Harsh Dilipkumar Gandhi	Issue of Equity Shares	-	-	680.00
	4 Dilipkumar Nalinkant Gandhi	Issue of Equity Shares Unsecured Loan	-	1,00,000.00	45,88,260.00
	5 Pallaviben Dilipkumar Gandhi	Issue of Equity Shares	-	-	17,64,160.00

14. Previous years figures have been regrouped / reclassified to conform to the current year's classification.

For and on behalf of the Board of Directors gundhi. Directors Place: Himatnagar Date: August 20, 2018

# GANDHI SHROFF SERVICES PVT. LTD.

# HIMATNAGAR

# YEAR : 2017 - 2018

# DEEPAK R. SONI & CO.

Chartered Accountants Opp. Shree Swaminarayan Temple, Dr. Gandhi Road, Himatnagar.- 383001 Phone: (02772) 242780 E-mail: drsoniandco@yahoo.com

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## DEEPAK R. SONI & CO.



Chartered Accountants Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

#### INDEPENDENT AUDITOR'S REPORT

To the Members GANDHI SHROFF SERVICES PVT LTD. Himatnagar

### **Report on the Financial Statements**

We have audited the accompanying financial statements of GANDHI SHROFF SERVICES PVT LTD ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and 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 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 disclosures in the financial statements. The procedures selected depend on our 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, we considers interrate the financial control relevant to the Company's preparation of the financial statements that the financial statements that the financial statements that the financial statements and fair view in order to design audit procedures that are appropriate in the financial statements.

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.



### DEEPAK R. SONI & CO. Chartered Accountants

Dr Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- 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**

- 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 appears from our examination of those books .
  - c) the Balance Sheet, the Statement of Profit and Loss, and 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 written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified. Solved as on 31 March, 2018, from being appointed as a director in terms of Section 164(2) of the Act.

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.

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#### DEEPAK R. SONI & CO. Chartered Accountants Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

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 and in accordance with rule 11 of the companies (Audit & Auditors) Rule 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 litigation which would impact its financial positions
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The disclosure regarding details of specified bank notes held and transacted during 8 November 2016 to 30 December 2016 has not been made since the requirement does not pertain to financial year ended 31 March 2018.

Place :- Himatnagar Date :- 17.07.2018 Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.

## "Annexure - A " to the Independent Auditors' Report

The "Annexure – A" referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2018, we report that:

3 (i) (a)	In our opinion the company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b)	During the financial year, the company has conducted physical verification of fixed assets with books of accounts and found no material discrepancies. In our opinion, the said physical verification has been conducted at reasonable intervals.
(c)	The Title Deeds of the Immovable properties are held in the name of the Company itself
3(ii)(a)	The Company is a finance company, primarily rendering finance services and it does not hold any physical inventories. Hence paragraph 3(ii) of the Order is not applicable
(b)	In our opinion and based on information provided to us, no material discrepancies were noticed and in the absence of the same, commenting on dealing with the books of accounts does not arise
3 (iii)	Based on information given to us during the year the company has not granted any loans, secured or unsecured loan to any party covered in the register maintained under Section 189 of Companies Act, 2013.
3 (iv) Based on information given to us during the year the company has no any loans, investments, guarantees and securities to any party as specif Section 185 and 186 of Companies Act, 2013.	
3 (v)	In our opinion, the company has not accepted deposits. Hence commenting on the following does not arise The company's compliance with directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or National Company Law Tribunal and the company's compliance with the same
3 (vi)	In our opinion, the company is not required to make and maintain cost records as specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013.
	In our opinion, the company is regular in depositing the undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities.
(b)	According to the information and explanations given to us, there are no material dues of income-tax, sales tax, service tax, duty of customs and excise and cess which have not been deposited with the appropriate authorities on account of any dispute.
3 (viii)	In our opinion and based on information given to us, the company has not defaulted in repayment of dues to the banks.

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3 (ix)	During the year under Audit the Company has not raised moneys by way of IPO or Further Public Offer including debts instruments and term loans.
3 (x)	According to the information and explanations given to us, No fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
3 (xi)	In our opinion, Section 197 applies only to a Public Company and hence this is being a Private Limited Company provisions of the Section 197 read with schedule V to the Companies Act are not applicable hence this para is not applicable.
3 (xii)	In our opinion, the Company is not a Nidhi Company hence this para is not applicable.
3(xiii)	In our opinion, all transactions with the related parties are in compliance with the Section 177 and 188 of the Companies Act 2013 and details have been disclosed in the Financial Statements as require by the applicable accounting standards.
3(xiv)	According to the information and explanations given to us, the company has not made any Private Placement of Shares during the year under review .Hence commenting on the same does not arise.
3(xv)	According to the information and explanation given to us, the Company has not entered into any Non cash Transactions with Directors or person connected with them. Hence this para is not applicable.
3(xvi)	The Company is registered with RBI as NBFC and has Certificate of registration bearing No. B.01.00370 under Section 45IA of the Reserve bank of India Act 1934.

Place : Himatnagar

Date : 17.07.2018

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

A. G. Bhatt, Partner M. No. 107312 "Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of GANDHI SHROFF SERVICES PVT LTD

(Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of GANDHI SHROFF SERVICES PVT LTD)

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 GANDHI SHROFF SERVICES PVT LTD ("the Company") as of March 31, 2017 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.

#### 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 as basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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# 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 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanations given to us, 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, 2018, 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.

Place : Himatnagar Date : 17.07.2018 Deepak R. Soni & Co.

Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

### SIGNIFICANT ACCOUNTING POLICIES

Notes: 1 ..

# I. Basis of Accounting:

The Company prepares its financial statements in accordance with applicable accounting standards and generally accepted accounting principles and also in accordance with the requirements of the Companies Act, 2013.

## II. Income and Expenditure:

Revenue/Income and cost/expenditure are generally accounted on accrual as and when they are earned or incurred except in case of uncertainties.

III. Tangible & Depreciation:

Fixed Assets are stated at cost less accumulated depreciation.

Fixed Assets are stated at their original cost of acquisition inclusive of expenditure incurred for acquisition. Depreciation is provided on Fixed Assets on WDV at the rates prescribed in Schedule II of Companies Act, 2013.

#### IV. Employee Benefits:

We are informed that none of employee is qualified for gratuity as they have not put in five years of service. Further as informed, no employee is eligible for leave encashment. The Company has been advised that the payment of bonus Act, 1965 and the payment of gratuity Act, 1972 are not applicable.

#### V. Provisions for Current Tax:

Provision for Income Tax is made after considering deductions and exemptions available at the rates applicable under the Income tax Act, 1961.

#### **VI. Segment reporting**

(a) Primary Segment:

The business segment has been considered as the primary segment. The company operates only in one business segment i.e. finance and other related ancillary services.

(b) Secondary Segment:

The company is in India and hence there are no reportable geographical segments.



For and on behalf of the Board

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# DEEPAK R. SONI & CO.

**Chartered Accountants** 

Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

Balance Sheet as at 31st M	arch. 201	8	
Particulars	Note No	31.03.2018	31.03.2017
I. EQUITY AND LIABILITIES	140		
(1) Shareholder's Funds			
(a) Share Capital	2	20000000	2000000
(b) Reserves and Surplus	3	3684463	168456
(c) Money received against share warrants		0	
(2) Share application money pending allotment		0	
(3) Non-Current Liabilities			
(a) Long-term borrowings		0	1.0
(b) Deferred tax liabilities (Net)	1 1		
(c) Other Long term liabilities		0	
(d) Long term provisions		0	
(4) Current Liabilities			
(a) Short-term borrowings		0	(
(b) Trade payables		Ŭ.	(
(c) Other current liabilities		0	,
(d) Short-term provisions	4	714693	322793
Total		24399156	22007355
II.Assets			
(1) Non-current assets			
a) Property, Plant & Equipment			
(i) Tangible assets	5	624	624
(ii) Intangible assets		0	0
(iii) Capital work-in-progress			
(iv) Intangible assets under development	1.1		
b) Non-current investments		0	C
c) Deferred tax assets (net)			
d) Long term loans and advances		0	C
e) Other non-current assets (Prelimnary Exp.)		0	C
2) Current assets			
a) Current investments		0	
b) Inventories		0	0
c) Trade receivables		0	0
I) Cash and cash equivalents	6	501288	2121928
e) Short-term loans and advances	7	23264109	19766203
) Other current assets	8	633135	118600
Total		24399156	22007355
gnificant Accounting Policies	1		
	to 12	1.5.5.0.0	
s per our Report of Even Date Deepak R. Soni & Co. Chartered Accountants FRN-102245W	10 or	r and on behalf of P·D irectors	gench:
	~	200000	
ace : Himat Aagar. Bhatt, Partner	Pla	ce : Himatnagar	7
ate: 17.07.2018 M. No. 107312	Da	te: 17.07.2018	~

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat) 383315.

DEEPAK R. SONI & CO.

Chartered Accountants Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

STATEMENT OF PROFIT AND LOSS FOR	THE YEAR	ENDED 31.03.20	)18
	Note No	31.03.2018	31.03.2017
I. Revenue from operations Interest Income		2854376	1137526 4800
II. Other Income III. Total Revenue (I +II)	-	2854376	1142326
IV. Expenses:		166682	144029
Adminstration expenses	9	100002	0
Depreciation Total Expenses		166682	144029
V. Profit before exceptional and extraordinary items and tax	(III - IV)	2687694	998297
VI. Exceptional Items (Excess Provision)		8400	0
VII. Profit before extraordinary items and tax (V - VI)		2696094	998297
VIII. Extraordinary Items (prior period expenses)		0	0
IX. Profit before tax (VII - VIII)		2696094	998297
X. Tax expense:		696193	298793
(1) Current tax		090195	2/0//5
(2) Deferred tax	(IX-X)	1999901	699504
XI. Profit(Loss) from the perid from continuing operations	(1A-A)	0	(
XII. Profit/(Loss) from discontinuing operations		0	(
XIII. Tax expense of discounting operations XIV. Profit/(Loss) from Discontinuing operations	(XII-XIII)	0	(
XV. Profit/(Loss) for the period	(XII+XIV)	1999901	69950-
XVI. Earning per equity share:			
(1) Basic		<b>10</b> 0	3.50
(2) Diluted		3.50	3.50
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 12	For and on behal	C. C.I. P.
As per our Report of Even Date <b>Deepak R. Soni &amp; Co.</b> Chartered Accountants	100pg	Port and on benal	D. gundhi.
FRN-102245W		Disectors	Se .
A. G. Bhatt, Partner Place : Himatnagar M. No. 107312		Place : Himatnag	

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.

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CHARTER PARTY

#### NOTES TO THE FINANCIAL STATEMENTS

1			As at		As at
1			31.03.2018	1	31.03.2017
	2. Share Capital Authorised Share Capital:				
ores	2 Share Capital: Authorised Share Capital:				Second
8	Founty shares of Rs. 100/- cach		22500000		2250000
	2,25,000 Equity shares of Rs. 100/- (Previously 50,000 Equity shares of Rs. 100/-	each)			
	Issued, Subscribed and Fully Paid up Shar	e Capital:			
b	2 00 000 Equity shares of Rs. 100/- cach		20000000		2000000
	(Previously 1,10,000 Equity shares of Rs. 100/	- each )			· · ·
	Par Value per Share	Rs.	100		10
C	Far value per enter				
	Number of equity shares at the beginning of th	e vear	200000		11000
d	Add: Shares Issued during the year		0		9000
	Add: Snares issued during the year				
	Less: Buy back		0		
	Number of equity shares at the end of the year		200000		20000
	Number of shares held by share holders me	ore 5% of	%	of Holding	
	total shates				
	Dilipkumar Nalinkant Gandhi	129645	64.82	129645	64.8
	Rupalben Dilipkumar Gandhi	35300	17.65	35300	17.6
	Urviben Dilipkumar Gandhi	23509	11.75	23509	11.7
	Urviben Dupkunar Gandin				
2	3 Reserves and Surplus General Reserve				
A		1214000		864000	
	Opening Balance Add: Transfer from Profit & Loss Account	1450000		350000	
		1450000	2664000		1214000
	Closing balance		2004000		
B	Statutory Reserve (U/s 45 IC of RBI Act)				
-	Opening Balance	359192		219291	
	Add: Transfer from Profit & Loss Account	399980		139901	
	Closing balance		759172		359192
C	Surplus from Profit & Loss account				
	Openning balance	111370		-98233	
	Add: Current year surplus	1999901		699504	
	Less: Transfer to general reserve	1450000		350000	
	Less: Transfer to Compulsory Reserve	399980		139901	
	Less: Dividend Tax Provisions	0		0	
	Closing balance		261291		111370
		1 <u>-</u>	3684463	<del>,</del>	1684562

As required by Section 45 IC of Reserve bank of India Act, 1934, Company has appropriated 20% of its Profits to Statutory Reserve Accounts

Notes : 4 .. Short Term Provisions

					A STA
a	Provision for income tax	696193		298793	CREDACCOU
b	Audit Fees Payable	8500		12000	
с	Professional Fees Payable	10000	714693	12000	322793

FRN-102245W Himmatnagar

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Notes : 5 .. Property, Plant & Equipment

Iangible asset     Opening balance     Additions balance     Total     Opening balance     Additions     Total balance     Opening balance     Additions     Total balance     Opening balance     Additions     Deletions     Total balance     Computers     Total     Current reporting period     Previous reporting period       *     Computers     Total     24360     0     0     24360     23736     0     0     23736     624     624       Figures for the previous year     24360     0     0     24360     23736     0     0     23736     624     624	period 624 624	237								
Opening balance         Additions         Deletions         Total         Opening         Additions         Deletions         Total         Opening         Additions         Deletions         Total         Opening         Additions         Deletions         Total         Closing t         Closing t	period 624	237		0	23736	24360			2436	rigures for the previous year
Langible asset         Opening         Additions         Deletions         Total         Current reporting           24360         0			0	0	23736	24360	0		2436	Total
Jangible asset         Opening         Additions         Deletions         Total         Closing to the period							,		2426	
Opening Additions Deletions Total Opening Additions Deletions Total Custom Closing balar	Surrent reborung	A Otar			balance				balance	2 Computers
Closing Upreciation Closing	Cuttont entration	Total	Deletione	_	Opening	Total	Deletions	Additions	opening	
	R		ciation	Depres			svalue	SOID	2	L'angible asset

before FY 2014-2015 hence No Depriciation was calculated for the said assets during the year under Audit. As on 01.04.2014, its Realisable value was below 5% of its original As per Part "C" of the Schedule II of the Companies Act, 2013, useful life of "Computers & Data Processing Units" is 3 years and useful life of said assets was completed

4

	Y		As at 31.03.2018	, a a	As at 31.03.2017
·	Cash & Bank Balances				51.05.201/
1.1	Cash and cash equivalents				
- 1	Balance with banks				
1	HDFC BANK A/C, Himatnagar	452192		1831732	
1 37	HDFC britters, channels	49096		290196	
1	Cash in hand		501288	200100	2121928
1	Cheques, drafts in hand	0	501200	0	2121920
1	: 7 Short Term Loans & Advances				
Notes	1.7 Short Term Loans & Advances				
	Unsecured, considered good				
A	Others (specify)			0	
	A U Bhurawala	2054159		0	
	Bharatbhai Prajapati	40334		580407	
	Chandraben P Tahelwani	1025175		0	
	Gujarat Salimar Hotels Pvt Ltd	0		1080185	
	Heaven Refrigerator	478053		405130	
	Hareshkuamr Amratlal Shah	940469		0	
	Jaivik Margeshbhai Shah	1285072		1207233	
	Jasavantshinh Navalsinh Parmar	305000		0	5 C
	Kaminiben Jasvantsinh Parmar	305000		0	
2	Kartavya N Soni	1289022		1210056	
	Kishor S Patel	0		1126904	
	Kundandas Surenderdas Ochwani	0		22575	
		924446		0	
	M S Enterpries	2459188		3102228	
	N K Realtors	1320901		0	
	Neataji Sakar Factory	1618284		1253179	
	Pinaben Samirkumar Shah	1518707		0	
	Rahul K Khaneja	1140449		0	
	Sanjari Corporation	0		2006313	
	Sabar Industries	102846		1137772	
	Samir K Shah	3438769		3005917	
	Sanjari Trading Co	2922528		2609400	
	Varunbhai B Bharvad	95707		1018904	
÷	Vipulkumar B Patel	_	23264109	_	19766203
Sec. 1					
Notes	: 8 Other Current Assets		177463		52680
	TDS Receivables		455672		65920
	Advance tax		633135		118600
		1	000100	-	
Notes	: 9 Administrative & Other Expenses				Para la
110100	Salary & Benefits	130000		120000	LR. SON
	Printing & Stationery	1000		1355	Star A SC
	Professional Tax	1000		1000	SAN R. SOAIS SAN R. SOAIS FRN-102245VI
	Bank charges	115		709	Himmatnagar 22
	Audit & Professional fee	18500		12000	124 /5/
	Legal & professional charges	0		5750	EREDACCOUL
	general exp.	100		1200	
	Income Tax Exp.	15967		2015	
1			166682	2015	144029
	46 B			-	
Notes :	10 Remuneration to Auditors				
	As Auditors		2950		2875
	In other Capacity		2950		2875

# Notes : 11 .. Earnings per Share

	Net Profit after tax as per Statement of Profit &	As at 31.03.2018	As at 31.03.2017
1	Loss attributable to Equity Share Holder (A)	1999901	699504
ü	Basic No. of Equity Shares (B)	200000	200000
ш	Basic Earnings per Shares (A/B)	10.00	3.50
iv	Face Value Per Equity Shares	100	100

## Notes : 12 .. Related Party Disclosures

A

#### Disclosules

List of Related Parties where control exists and related parties with whom transactions have taken place and relationship

Sr. No.	Name of the Related Party	Relationship
i ii iii	Dilipkumar Nalinkant Gandhi Pallavi Dilipkumar Gandhi Harsh Dilipkumar Gandhi	Key Managerial Personnel Key Managerial Personnel Key Managerial Personnel

В

Trans: Name of the Related Party Sr. No.

Nature of Transaction Associates Relatives

During the year under Audit there is No Related Party Transactions.

# Notes: 13 .. Other Notes on Accounts

- In the opinion of the board the current assets, loans and advances are having value at least equal to the amount at which they are stated if realized in the ordinary course of business. Further provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary and no personal expenses have been charged to revenue accounts.
- 2. Outstanding Debit \ Credit Balances are Subject to Confirmations from the Parties.
- 3. We have verified the vouchers and documentary evidences wherever made available. Where no documentary evidences were available, we relied on the information/ authentication given by the management.
- No personal expenses have been charged to revenue accounts.
- 5. Previous year's figures have been regrouped and/or rearranged wherever considered necessary.

6. The Net worth of the company has been less than Rs.500 crore hence the provision of Companies (Indian Accounting Standards) (Amendment) Rules, 2016 has not been applicable.

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

Date: 17.07.2018 Place: Himatnagar

For and on behalf of the Board P.D. gendhi Date: 17 Place: Himatnagar

## GANDHI SHROFF SERVICES PRIVATE LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

	2017-1	8	2016-	17
CASH FLOW FROM OPERATING ACTIVITIES:-	- 1 L			
et Profit Before Tax	N	26.96		9.9
djustment for :				
Depreciation	0.00		0.00	
Taxation Provision, FBT and Differed Tax	-6.96		-2.99	
Contingent provision against standard assets	0		0	
oss on sale of asset	0	-6.96	0	-2.9
Operating Profit before working capital changes		20.00		7.0
Adjustment for:			-103.09	
Trade Recievable & others	-40.12		1.92	
Trade payables & Provisions	3.92	-36.21	0	-101.1
Deferred Tax Liabilities / (Assets)	0	-16.21		-94.1
Net Cash used in operating activities		-10.21		
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	0.00		0.00	
Sales of Fixed Assets	0		0	
Increase / Decrease in Investment	0.0		4.5	4.50
Net cash used in Investing Activities	0	0.00	0	4.50
		-16.21		-89.68
C. CASH FLOW FROM FINANCING ACTIVITIES			0.00	
Total proceeds from Short Term Borrowings	0.00		0.00	90.00
Increase in paid up Share Capital	0.00	0.00	90.00	0.32
Net cash used in Financing Activities		-16.21		0.32
NET INCREASE IN CASH & CASH EQUIVALENTS		-16.21		0.32
OPENING CASH & CASH EQUIVALENTS		21.22		20.90
CLOSING CASH & CASH EQUIVALENTS		5.01		21.22

As per our attached report of even date

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No 1070

Place: Himatnagar Date : 17.07.2018 For and on behalf of the Board

Director) p.gendhij 0000 Place: Himatnaga

Date : 17.07.2018



Chartered Accountants

Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

#### INDEPENDENT AUDITOR'S REPORT

To the Members NALIN CONSULTANCY SERVICES LTD. Himatnagar

#### Report on the Financial Statements

We have audited the accompanying financial statements of NALIN CONSULTANCY SERVICES LTD ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and 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 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 disclosures in the financial statements. The procedures selected depend on our 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, we considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances.

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315

## DEEPAK R. SONI & CO.



Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

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An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- 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 appears from our examination of those books .
  - c) the Balance Sheet, the Statement of Profit and Loss, and 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 written representations received from the directors as on 31 March,
     2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, 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

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.

## DEEPAK R. SONI & CO.



Chartered Accountants Dr Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

- g) With respect to the other matters to be included in the Auditor's Report and in accordance with rule 11 of the companies (Audit & Auditors) Rule 2014 in our opinion and to the best of our information and according to the explanations given to us:
  - The Company does not have any pending litigation which would impact its financial positions.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv. The disclosure regarding details of specified bank notes held and transacted during 8 November 2016 to 30 December 2016 has not been made since the requirement does not pertain to financial year ended 31 March 2018.

Place :- Himatnagar

Date :- 17.07.2018

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

## "Annexure- A" to the Independent Auditors' Report

The "Annexure-A" referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2018, we report that:

3 (i) (a)	In our opinion the company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b)	During the financial year, the company has conducted physical verification of fixed assets with books of accounts and found no material discrepancies. In our opinion, the said physical verification has been conducted at reasonable intervals.
(c)	The Title Deeds of the Immovable properties are held in the name of the Company itself
3(ii) (a)	The Company is a service company, primarily rendering financial activities and it does not hold any physical inventories except stationery. Hence paragraph 3(ii) of the Order is not applicable
(b)	In our opinion and based on information provided to us, no material discrepancies were noticed and in the absence of the same, commenting on dealing with the books of accounts does not arise
3 (iii)	Based on information given to us during the year the company has not granted any loans, secured or unsecured loan to any party covered in the register maintained under Section 189 of Companies Act, 2013.
3 (iv)	Based on information given to us during the year the company has not granted any loans, investments, guarantees and securities to any party as specified under Section 185 and 186 of Companies Act, 2013.
3 (v)	In our opinion, the company has not accepted deposits. Hence commenting on the following does not arise The company's compliance with directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or Nationa Company Law Tribunal and the company's compliance with the same
3 (vi)	In our opinion, the company is not required to make and maintain cost records as specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013.
3(vii)(a)	In our opinion, the company is regular in depositing the undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities.
(b)	According to the information and explanations given to us, there are no material dues of income-tax, sales tax, service tax, duty of customs and excise and cess which have not been deposited with the appropriate authorities or account of any dispute.

3 (viii)	In our opinion and based on information given to us, the company has not defaulted in repayment of dues to the banks.
3 (ix)	During the year under Audit the Company has not raised moneys by way of IPO or Further Public Offer including debts instruments and term loans.
3 (x)	According to the information and explanations given to us, No fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
3 (xi)	In our opinion, Section 197 applies only to a Public Company and hence this is being a Private Limited Company provisions of the Section 197 read with schedule V to the Companies Act are not applicable hence this para is not applicable.
3 (xii)	In our opinion, the Company is not a Nidhi Company hence this para is not applicable.
3(xiii)	In our opinion, all transactions with the related parties are in compliance with the Section 177 and 188 of the Companies Act 2013 and details have been disclosed in the Financial Statements as require by the applicable accounting standards.
3(xiv)	According to the information and explanations given to us, the company has not made any Private Placement of Shares during the year under review .Hence commenting on the same does not arise.
3(xv)	According to the information and explanation given to us, the Company has not entered into any Non cash Transactions with Directors or person connected with them. Hence this para is not applicable.
3(xvi)	In our opinion, the Company is not required to register under Section 45IA or the Reserve bank of India Act 1934 hence this para is not Applicable.

Place : Himatnagar

Date : 17.07.2018

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

A. G. Bhatt, Partner M. No. 107312 "Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of NALIN CONSULTANCY SERVICES LTD

(Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of NALIN CONSULTANCY SERVICES LTD)

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 NALIN CONSULTANCY SERVICES LTD ("the Company") as of March 31, 2018 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.

#### 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 principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanations given to us, 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, 2018, 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.

Place: Himatnagar

Date : 17.07.2018

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

#### Notes: 1.. SIGNIFICANT ACCOUNTING POLICIES

#### I. Basis of Accounting:

The Company prepares its financial statements in accordance with applicable accounting standards and generally accepted accounting principles and also in accordance with the requirements of the Companies Act, 2013.

#### II. Income and Expenditure:

Fixed Assets are stated at their original cost of acquisition inclusive of expenditure incurred for acquisition. Depreciation is provided on Fixed Assets on WDV at the rates prescribed in Schedule II of Companies Act, 2013.

#### III. Income and Expenditure:

Revenue/Income and cost/expenditure are generally accounted on accrual as and when they are earned or incurred except in case of uncertainties.

#### IV. Tangible & Depreciation:

Fixed Assets are stated at cost less accumulated depreciation.

Fixed Assets are stated at their original cost of acquisition inclusive of expenditure incurred for acquisition. Depreciation is provided on Fixed Assets on WDV at the rates prescribed in Schedule II of Companies Act, 2013.

#### V. Employee Benefits:

We are informed that none of employee is qualified for gratuity as they have not put in five years of service. Further as informed, no employee is eligible for leave encashment. The Company has been advised that the payment of bonus Act, 1965 and the payment of gratuity Act, 1972 are not applicable.

#### VI. Provisions for Current Tax:

Provision for Income Tax is made after considering deductions and exemptions available at the rates applicable under the Income tax Act, 1961.

#### VII. Segment reporting

#### (a) Primary Segment:

The business segment has been considered as the primary segment. The company operates only in one business segment i.e. finance and other related ancillary services.

#### (b) Secondary Segment:

The company is in India and hence there are no reportable geographical segments.



For and on behalf of the Board



## DEEPAK R. SONI & CO.

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Chartered Accountents Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

Balance Sheet as at 31st M	Note	15 mars/2	
Particulars	No	31.03.2018	31.03.2017
I. EQUITY AND LIABILITIES			1.00
(1) Shareholder's Funds			
(a) Share Capital	2	500070	500070
(b) Reserves and Surplus	3	3160798	3115771
(c) Money received against share warrants		0	0
(2) Share application money pending allotment	-	0	C
(3) Non-Current Liabilities			
(a) Long-term borrowings		0	C
(b) Deferred tax liabilities (Net)		0	C
(c) Other Long term liabilities		0	C
(d) Long term provisions		0	C
(4) Current Liabilities			
(a) Short-term borrowings		0	0
(b) Trade payables		0	C
(c) Other current liabilities		0	C
(d) Short-term provisions	4	37401	31699
Total		3698269	3647540
II.Assets			
(1) Non-current assets			
(a) Property , Plant & Equipment			
(i) Tangible assets	5	1468	4568
(ii) Intangible assets	_		
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(b) Non-current investments		3400925	3052437
(c) Deferred tax assets (net)			
(d) Long term loans and advances		0	(
(2) Current assets			
(a) Current investments			
(b) Inventories(stationery stock)		U	0
(c) Trade receivables		0	(
(d) Cash and cash equivalents	6	246107	550361
(e) Short-term loans and advances	7	27902	20963
(f) Other current assets Total	8	21867 3698269	1921 364754
Significant Accounting Policies	1	5576207	3047340
Notes on Financial Statements	2 to 14	0	
As per our Report of Even Date		For and on behalf	of the Board
Deepak R. Soni & Co.	an 1		- 1-
Chattered Accountants	Oge	Var ng	undin.
FRN-102245W	C	6.4 G	
A. G. Bhatt, Partner		Directors	
M No 107312		Juss	e-
Place : Filmamagar		Place : Himatnagar	~
Date : 17.07.2018		Date : 17.07.2018	1

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalk (Gujerat)-383315.


Chartered Accountants

Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

NALIN CONSULTANCY SE Statement of Profit & Loss for the Y	Cotto furni ele cota russia		in.
Particulars	Note No	31.03.2018	31.03.2017
I. Revenue from operations	9	220084	193070
II. Other Income		0	4100
III. Total Revenue (I +II)		220084	197170
IV. Expenses:	10		
Adminstration expenses Depreciation	10 5	156455 3100	150520 6853
Total Expenses	2	159555	157373
Total Dependen	Ē	137333	101010
V. Profit before exceptional and extraordinary items and tax	(III – IV)	60529	39797
VI. Exceptional Items (Excess Provision)		400	10815
VII. Profit before extraordinary items and tax (V - VI)		60929	50612
VIII. Extraordinary Items (prior period expenses)		0	0
IX. Profit before tax (VII - VIII)		60929	50612
X. Tax expense:		1	
(1) Current tax		15901	11699
(2) Deferred tax		0	0
XI. Profit(Loss) from the perid from continuing operations	(IX-X)	45028	38913
XII. Profit/(Loss) from discontinuing operations		O	C
XIII. Tax expense of discounting operations		o	C
XIV. Profit/(Loss) from Discontinuing operations	(XII-XIII)	Ō	C
XV. Profit/(Loss) for the period	(XII+XIV)	45028	38913
XVI. Earning per equity share:			
(1) Basic		0.90	0.78
(2) Diluted		0.90	0.78
Significant Accounting Policies	1	**	
Notes on Financial Statements	2 to 13	For and on behalf	of the Roard
Deepak R. Soni & Co. Chartered Accountants FRN-102245W	6000	Directors	gendin -
A. G. Bhatt, Partner		Directors	- geo
Place : Himatnagar M. No. 107312	1.0	Place Himatnagar	T
Date : 17.07.2018		Date : 17.07.2018	

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.

#### NOTES TO THE FINANCIAL STATEMENTS

		As at		As at
		31.03.2018		31.03.2017
The base and the provide the same of the same field of the same field of the same same same same same same same sam		10000000		10000000
1000,000 Equity shares of Rs. 10/- each	=	10000000	=	1000000
Issued, Subscribed and Fully Paid up Share Capital:				
50007 Equity shares of Rs. 10/- each		500070		500070
Par Value per Share	Rs.	10		10
Number of equity shares at the beginning of the yea	r	50007		50007
0		0		0
Bonus issue		0		.0
Less: Buy back		0		0
Number of equity shares at the end of the year		50007		50007
	total			
		50001		50000
Dilipkumar Nalinkant Gandhi		50001		50002
3 Reserves and Surplus				
General Reserve				
	45000		0	
Closing balance		3156000		3111000
Surplus from Profit & Loss account				
Openning balance	4771		-34142	
Add: Current year surplus	45028	- 2	38913	
Less: Transfer to general reserve	45000		0	
Less: Transfer to Compulsory Reserve	0		0	
Less: Dividend Tax Provisions	0		0	
Closing balance		4798		4771
	-	3160798		3115771
: 4 Short Term Provisions		-0		
Provision for income tax	15901	. · · · · · · · · · · · · · · · · · · ·	11699	
	12000		10000	
Professional Fees Payable	9500	37401	10000	31699
: 6 Cash & Bank Balances				
Cash and cash equivalents				
Balance with banks				
HDFC Bank	43431		9998	
Indusind bank	163314		300000	
Cash in hand	39362		240363	
Cheques, drafts in hand	0	246107	0	550361
	<ul> <li>1000,000 Equity shares of Rs. 10/- each</li> <li>Issued, Subscribed and Fully Paid up Share Capital: 50007 Equity shares of Rs. 10/- each</li> <li>Par Value per Share</li> <li>Number of equity shares at the beginning of the yeat</li> <li>Add: Rights issue</li></ul>	Authorised Share Capital:         1000,000 Equity shares of Rs. 10/- each         Issued, Subscribed and Fully Paid up Share Capital:         50007 Equity shares of Rs. 10/- each         Par Value per Share       Rs.         Number of equity shares at the beginning of the year         Add: Rights issue       Bonus issue         Less: Buy back       Number of equity shares at the end of the year         Number of shares held by share holders more 5% of total shares         Dilipkumar Nalinkant Gandhi         3 Reserves and Surplus         General Reserve         Opening Balance       3111000         Add: Transfer from Profit & Loss Account       45000         Closing balance       4771         Add: Current year surplus       45028         Less: Transfer to Compulsory Reserve       0         Less: Dividend Tax Provisions       0         Less: Dividend Tax Provisions       0         Closing balance       12000         Professional Fees Payable       12000         Professional Fees Payable       9500         : 4 Short Term Provisions       15901         Audit Fees Payable       9500         : 6 Cash & Bank Balances       Cash and cash equivalents         Balance with banks       9500	31.03.2018 2Share Capital Authorised Share Capital: 1000,000 Equity shares of Rs. 10/- each 1000,000 Equity shares of Rs. 10/- each 1000,000 Equity shares of Rs. 10/- each 50007 Par Value per Share Rs. 10 Number of equity shares at the beginning of the year 50007 Add: Rights issue 0 Bonus issue 0 Less: Buy back 0 Number of shares held by share holders more 5% of total shares Dilipkumar Nalinkant Gandhi 50001 3 Reserves and Surplus General Reserve Opening Balance 311000 Add: Transfer from Profit & Loss Account Closing balance 45000 Closing balance 45000 Less: Transfer to general reserve 45000 Less: Transfer to general reserve 0 Less: Transfer to general reserve 0 Closing balance 45000 Less: Transfer to Compulsory Reserve 0 Less: Transfer to Compulsory Reserve 0 Closing balance 45000 Less: Transfer to general reserve 4500 4798 3160798 3160798	31.03.2018         2 Share Capital:         1000,000 Equity shares of Rs. 10/- each         1000,000 Equity shares of Rs. 10/- each         Issued, Subscribed and Fully Paid up Share Capital:         50007 Equity shares of Rs. 10/- each       500070         Par Value per Share       Rs.       10         Number of equity shares at the beginning of the year       50007         Add: Rights issue       0       0         Bonus issue       0       0         Less: Buy back       0       0         Number of equity shares at the end of the year       50007         Number of shares held by share holders more 5% of total shares       50007         Number of shares held by share holders more 5% of total shares       3111000         3 Reserves and Surplus       50007         General Reserve       3111000       3111000         Opening balance       3111000       3111000         Surplus from Profit & Loss Account       45000       0         Less: Transfer from Profit & Loss Account       45028       38913         Less: Transfer to Compulsor Reserve       0       0         Less: Transfer to Compulsor Reserve       0       0         Less: Transfer to Compulsor Reserve

## Notes : 5 .. Property, Plant & Equipment

			Gross Value				Depreciation				Closing balance	
	Tangible asset	Opening balance	Additions	Deletions	Total	Opening balance	Additions	Deletions	Total	Current reporting period	Previous reporting period	
a	Computers	29347	0	0	29347	24779	3100	0	27879	1468	4568	
	Total	29347	0	0	29347	24779	3100	0	27879	1468	4568	
	Figures for the previous year	29347	0	0	29347	17926	6853	0	24779	4568	. 11421	

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1			As at		As at
			31.03.2018	3	1.03.2017
	ort Term Loans & Advances				
	& Advances to Related parties				
	, considered good	07000		200.42	
Advanc	e lax	27902	27002	20963	20072
		-	27902		20963
Notes · 8 Ott	ner Current Assets				
A A A COMMAN AN ALL CALLER	TDS Receivables		21867		19211
	TDS Receivables		21007		19211
Notes : 9 Rev	enue from Operation	1			
	Interest	220084		193070	
			220084		193070
			00000		
Notes : 10 Ad	Iministrative & Other Expenses				
	Salary & Benefits	130000		120000	
4	Printing & Stationery	1500	5 · ·	1436	
6	Professional Tax	1000		1000	
3	Bank charges	655		460	
	Audit & Professional fees	23300		20000	
1	Incometax exp.	0		492	
1	Interest Exp.	0		7132	
		1	156455		150520
	muneration to Auditors				
	As Auditors		5000		5000
3	In other Capacity		5000		5000
Notes : 12 Ea	rnings per Share				
i	Net Profit after tax as per Statement o	of Profit & Loss			
	attributable to Equity Share Holder (1		45028		38913
	a service and the first service of	1			
ü	Basic No. of Equity Shares (B)		50007		5000
iii .	Basic Earnings per Shares (A/B)		0.90		0.78
	*				
iv	Face Value Per Equity Shares		10		1(
Notes : 13 Re	elated Party Disclosures			9	
		and a second		A	
	Related Parties where control exis	ts and related parties v	with whom trans	sactions have tal	ken
place a	nd relationship				
Sr.	Name of the Related Party		D -1	ationship	
No.	Ivalle of the Related Fally		Rei	auonsinp	
	Dilipkumar Nalinkant Gandhi		K	y Managerial Pers	annel
	Pallavi Dilipkumar Gandhi			ey Managerial Pers	
	Harsh Dilipkumar Gandhi			ey Managerial Pers	
- 3	and an an and the second s			A Brink Cold	
B Transa	ctions During the year with related	d parties		15	KR.SOW
	Name of the Related Party	Nature of	Associates	Relatives	Th.
No.	CALL Device of the second second second	Transaction			RN-1077
			:	131	
During	the year under Audit there is No Rel	ated Party Transactions.		138	040

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#### Notes: 13 .. Other Notes on Accounts

- In the opinion of the board the current assets, loans and advances are having value at least equal to the amount at which they are stated if realized in the ordinary course of business. Further provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary and no personal expenses have been charged to revenue accounts.
- 2. Outstanding Debit \ Credit Balances are Subject to Confirmations from the Parties.
- 3. We have verified the vouchers and documentary evidences wherever made available. Where no documentary evidences were available, we relied on the information/authentication given by the management.
- 4. No personal expenses have been charged to revenue accounts.
- 5. Previous year's figures have been regrouped and/or rearranged wherever considered necessary.
- 6. The Net worth of the company has been less than Rs.500 crore hence the provision of Companies (Indian Accounting Standards) (Amendment) Rules, 2016 has not been applicable.

Deepak R. Soni & Co. Chartered Accountants FRN-102245W A&BL#

A. G. Bhalt, Partner M. No. 107312

Date: 17.07.2018 Place: Himatnagar

For and on behalf of the Board Date: 17.07.2018

Place: Himatnagar

#### NALIN CONSULTANCY SERVICES LIMITED, HIMATNAGAR

#### CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

		the second s	(Rupee	s in 000,00)
	2016-17	7	2017-18	
A. CASH FLOW FROM OPERATING ACTIVITIES:-	2 .			1.2.2.2
Net Profit Before Tax	2223	0.51		0.61
Adjustment for :			2	
Depreciation	0.07		0.03	1000
Taxation Provision, FBT and Differed Tax	-0.12		-0.16	
Contingent provision against standard assets	0		0	
Loss on sale of asset	0	-0.05	0	-0.13
Operating Profit before working capital changes		0.46		0.48
Adjustment for:				
Trade & Other receivables	0.09		-0.10	
Trade payables & Provisions	-0.21		0.06	
Deferred Tax Liabilities / (Assets)	0	-0.12	0	-0.04
Net Cash used in operating activities		0.34		0.44
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	0.00		0.00	
Sales of Fixed Assets	0		0	
Increase / Decrease in Investment	5.5		-3.5	
Net cash used in Investing Activities		5.49		-3.48
		5.83		-3.04
C. CASH FLOW FROM FINANCING ACTIVITIES				
Total proceeds from Short Term Borrowings	-1.22	-1.22	0.00	0.00
Net cash used in Financing Activities		4.61		-3.04
NET INCREASE IN CASH & CASH EQUIVALENTS		4.61		-3.04
OPENING CASH & CASH EQUIVALENTS		0.90		5.5
CLOSING CASH & CASH EQUIVALENTS		5.51		2.46

As per our attached report of even date

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

A. G. Bhatt. Part

Place: Himatnagar Date : 17.07.2018

For and on behalf of the Board (Director) p. D. grend Josed Place: Himatnagar Date: 17.07.2018

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# NALIN SERVICES LTD HIMATNAGAR

## YEAR : 2017 - 2018

## DEEPAK R. SONI & CO.

Chartered Accountants Opp. Shree Swaminarayan Temple, Dr. Gandhi Road, Himatnagar.- 383001 Phone: (02772) 242780 E-mail: drsoniandco@yahoo.com



Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

#### INDEPENDENT AUDITOR'S REPORT

To the Members NALIN SERVICES LTD. Himatnagar

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of NALIN SERVICES LTD. ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and 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 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 disclosures in the financial statements. The procedures selected depend on our 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, we considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances.

Branch : FF-7, Rajvee Complex. Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.



Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

FRU- 02715

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- 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

- 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 appears from our examination of those books .
  - c) the Balance Sheet, the Statement of Profit and Loss, and 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 written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, from being appointed as a director in terms of Section 164(2) of the Act.



Dr. Gandhi Road, Himmatnagar-383 001 Phone (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

- 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 and in accordance with rule 11 of the companies (Audit & Auditors) Rule 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 litigation which would impact its financial positions
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The disclosure regarding details of specified bank notes held and transacted during 8 November 2016 to 30 December 2016 has not been made since the requirement does not pertain to financial year ended 31 March 2018.

Place :- Himatnagar

Date :- 17.07.2018

Deepak R. Soni & Co. Chartered Accountants FRN-102245W ASTSUM

> A. G. Bhatt, Partner M. No. 107312

### "Annexure : A" to the Independent Auditors' Report

The "Annexure -A "referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2018, we report that:

<ul> <li>particulars, including quantitative details and situation of fixed assets.</li> <li>(b) During the financial year, the company has conducted physical verificat of fixed assets with books of accounts and found no material discrepance In our opinion, the said physical verification has been conducted reasonable intervals.</li> <li>(c) The Title Deeds of the Immovable properties are held in the name of Company itself</li> <li>3 (ii) (a) The Company is a service company, primarily engaged in insurance busin and it does not hold any physical inventories. Hence paragraph 3(ii) of Order is not applicable</li> <li>In our opinion and based on information provided to us, no mate discrepancies were noticed and in the absence of the same, comment on dealing with the books of accounts does not arise</li> <li>3 (iii) Based on information given to us during the year the company has granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence comment on the following does not arise The.company's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other rele provisions of the Companies Act, 2013 and the rules framed there un wherever applicable</li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (3 section 148 of the Company's compliance with the same</li> <li>3 (vii) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (3 section 148 of the Company is not required to make and maintain records as specified by the Central Government under sub sectio</li></ul>		
<ul> <li>of fixed assets with books of accounts and found no material discrepance In our opinion, the said physical verification has been conducted reasonable intervals.</li> <li>(c) The Title Deeds of the Immovable properties are held in the name of Company itself</li> <li>3 (ii) (a) The Company is a service company, primarily engaged in insurance busin and it does not hold any physical inventories. Hence paragraph 3(ii) of Order is not applicable</li> <li>In our opinion and based on information provided to us, no mate discrepancies were noticed and in the absence of the same, comment on dealing with the books of accounts does not arise</li> <li>3 (iii) Based on information given to us during the year the company has granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence comment on the following does not arise The_company's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other relet provisions of the Companies Act, 2013 and the rules framed there un wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or Nati Company Law Tribunal and the company's compliance with the same</li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1 section 148 of the Companies Act, 2013.</li> <li>3 (vii) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1 section 148 of the Companies Act, 2013.</li> </ul>	3 (i) (a)	In our opinion the company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
<ul> <li>Company itself</li> <li>3 (ii) (a) The Company is a service company, primarily engaged in insurance busin and it does not hold any physical inventories. Hence paragraph 3(ii) of Order is not applicable</li> <li>(b) In our opinion and based on information provided to us, no mate discrepancies were noticed and in the absence of the same, comment on dealing with the books of accounts does not arise</li> <li>3 (iii) Based on information given to us during the year the company has granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence comment on the following does not arise The company's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other relet provisions of the Companies Act, 2013 and the rules framed there un wherever applicable</li> <li>The nature of contraventions</li> <li>Whether any order has been passed by the Company Law Board or Nati Company Law Tribunal and the company's compliance with the same</li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1) section 148 of the Companies Act, 2013.</li> </ul>	(b)	During the financial year, the company has conducted physical verification of fixed assets with books of accounts and found no material discrepancies. In our opinion, the said physical verification has been conducted at reasonable intervals.
<ul> <li>and it does not hold any physical inventories. Hence paragraph 3(ii) of Order is not applicable</li> <li>In our opinion and based on information provided to us, no mate discrepancies were noticed and in the absence of the same, comment on dealing with the books of accounts does not arise</li> <li>3 (iii) Based on information given to us during the year the company has granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence comment on the following does not arise <ul> <li>The acompany's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other relever provisions of the Companies Act, 2013 and the rules framed there unwherever applicable</li> <li>The nature of contraventions</li> <li>Whether any order has been passed by the Company Law Board or Nati Company Law Tribunal and the company's compliance with the same</li> </ul> </li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1) section 148 of the Company is regular in depositing the undisp</li> </ul>	(c)	The Title Deeds of the Immovable properties are held in the name of the Company itself
<ul> <li>(b) discrepancies were noticed and in the absence of the same, comment on dealing with the books of accounts does not arise</li> <li>3 (iii) Based on information given to us during the year the company has granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence comment on the following does not arise The company's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other relev provisions of the Companies Act, 2013 and the rules framed there un wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or Nati Company Law Tribunal and the company's compliance with the same</li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1 section 148 of the Company is regular in depositing the undisp</li> </ul>	3 (ii) (a)	The Company is a service company, primarily engaged in insurance business and it does not hold any physical inventories. Hence paragraph 3(ii) of the Order is not applicable
<ul> <li>granted any loans, secured or unsecured loan to any party covered in register maintained under Section 189 of Companies Act, 2013.</li> <li>3 (iv) Based on information given to us during the year the company has granted any loans, investments, guarantees and securities to any party specified under Section 185 and 186 of Companies Act, 2013.</li> <li>3 (v) In our opinion, the company has not accepted deposits. Hence commen on the following does not arise The company's compliance with directives issued by the Reserve Ban India and the provisions of sections 73 to 76 or any other relever provisions of the Companies Act, 2013 and the rules framed there un wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or Nati Company Law Tribunal and the company's compliance with the same</li> <li>3 (vi) In our opinion, the company is not required to make and maintain records as specified by the Central Government under sub section (1) section 148 of the Company is regular in depositing the undisp</li> </ul>	(b)	In our opinion and based on information provided to us, no material discrepancies were noticed and in the absence of the same, commenting on dealing with the books of accounts does not arise
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records as specified by the Central Government under sub section (1 section 148 of the Companies Act, 2013. 3(vii)(a) In our opinion, the company is regular in depositing the undisp	3 (v)	The company's compliance with directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, wherever applicable The nature of contraventions Whether any order has been passed by the Company Law Board or National
	3 (vi)	records as specified by the Central Government under sub section (1) of
income-tax, sales tax, service tax, duty of customs, duty of excise, v	3(vii)(a)	statutory dues including provident fund, employees state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate

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(b)	According to the information and explanations given to us, there are no material dues of income-tax, sales tax, service tax, duty of customs and excise and cess which have not been deposited with the appropriate authorities on account of any dispute.
3 (viii)	In our opinion and based on information given to us, the company has not defaulted in repayment of dues to the banks.
3 (ix)	During the year under Audit the Company has not raised moneys by way of IPO or Further Public Offer including debts instruments and term loans.
3 (x)	According to the information and explanations given to us, No fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
3 (xi)	In our opinion, Section 197 applies only to a Public Company and hence this is being a Private Limited Company provisions of the Section 197 read with schedule V to the Companies Act are not applicable hence this para is not applicable.
3 (xii)	In our opinion, the Company is not a Nidhi Company hence this para is not applicable.
3(xiii)	In our opinion, all transactions with the related parties are in compliance with the Section 177 and 188 of the Companies Act 2013 and details have been disclosed in the Financial Statements as require by the applicable accounting standards.
3(xiv)	According to the information and explanations given to us, the company has not made any Private Placement of Shares during the year under review .Hence commenting on the same does not arise.
3(xv)	According to the information and explanation given to us, the Company has not entered into any Non cash Transactions with Directors or person connected with them. Hence this para is not applicable.
3(xvi)	In our opinion, the Company is not required to register under Section 451A of the Reserve bank of India Act 1934 hence this para is not Applicable.

Place : Himatnagar

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Deepak R. Soni & Co. Chartered Accountants FRN-1022450 ASIS

Date : 17.07.2018

A. G. Bhatt, Partner M. No. 10731 "Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of NALIN SERVICES LTD.

(Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of NALIN SERVICES LTD.)

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 NALIN SERVICES LTD. ("the Company") as of March 31, 2017 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.

#### 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 proting includes those policies and procedures that (1) pertain to the maintenance of that in reasonable detail, accurately and fairly reflect the transactions and control of the assets of the company; (2) provide reasonable assurance that the control 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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, to the best of our information and according to the explanations given to us, 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, 2018, 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.

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

Place : Himatnagar

Date : 17.07.2018

#### Notes: 1.. SIGNIFICANT ACCOUNTING POLICIES

I. Basis of Accounting:

The Company prepares its financial statements in accordance with applicable accounting standards and generally accepted accounting principles and also in accordance with the requirements of the Companies Act, 2013.

#### II. Income and Expenditure:

Revenue/Income and cost/expenditure are generally accounted on accrual as and when they are earned or incurred except in case of uncertainties.

#### III. Tangible Assets & Depreciation:

Fixed Assets are stated at their original cost of acquisition inclusive of expenditure incurred for acquisition. Depreciation is provided on Fixed Assets on WDV at the rates prescribed in Schedule II of Companies Act, 2013.

#### IV. Employee Benefits:

We are informed that none of employee is qualified for gratuity as they have not put in five years of service. Further as informed, no employee is eligible for leave encashment. The Company has been advised that the payment of bonus Act, 1965 and the payment of gratuity Act, 1972 are not applicable.

#### V. Provisions for Current Tax:

Provision for Income Tax is made after considering deductions and exemptions available at the rates applicable under the Income tax Act, 1961.

#### VI. Segment reporting

(a) Primary Segment:

The business segment has been considered as the primary segment. The company operates only in one business segment i.e. finance, insurance and other related ancillary services.

#### (b) Secondary Segment:

The company is in India and hence there are no reportable geographical segments.

Deepak R. Soni & Cu Chartered Accountain FRN-102245W

A. G. Bhatt, Panne M. No. 1077 Date: 17.07.2018 Place: Himatnagar

N. gundhi. For and on behalf of the Board

Date: 17.07.2018 Place: Himatnagar



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## DEEPAK R. SONI & CO.

Chartered Accountants

Dr. Gandhi Road, Himmalnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

Balance Sheet as at 31st M			
Particulars	Note	31.03.2018	31.03.2017
	No		
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds	100	1000	
(a) Share Capital	2	500700	500700
(b) Reserves and Surplus	3	2639768	2232350
(c) Money received against share warrants		0	C
(2) Share application money pending allotment		0	C
(3) Non-Current Liabilities			
(a) Long-term borrowings	1 1	0	0
(b) Deferred tax liabilities (Net)		0	C C
(c) Other Long term liabilities		, o	0
(d) Long term provisions		o	C
(A) Concert Labelliday		9	
(4) Current Liabilities		0	
(a) Short-term borrowings	6 4	0	0
(b) Trade payables		0	27.00
(c) Other current liabilities	4	2627	37402
(d) Short-term provisions Total	1. Com H	160638 3303733	102584 2873036
II.Assets		000700	2072030
	1	. 0	
(1) Non-current assets			
(a) Property, Plant & Equipment		(100	
(i) Tangible assets	5	6189	6457
(ii) Intangible assets	1 1	U	ç
(iii) Capital work-in-progress			
(iv) Intangible assets under development		001000	100000
(b) Non-current investments	6	2045561	1926125
(c) Deferred tax assets (net)			
(d) Long term loans and advances		0	(
(e) Other non-current assets	1	0	(
(2) Current assets	1 1	-	
(a) Current investments			
(b) Inventories	1 1	0	(
(c) Trade receivables	1.00	0	1
(d) Cash and cash equivalents	7	1116313	837314
(e) Short-term loans and advances ( Accrued Interest)		4540	(
(f) Other current assets	8	131130	103140
Tota	1	3303733	2873030
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 14	-	
As per our Report of Even Date		For and on behalf	
Deepak R. Soni & Co.	a	AL)	> OAA
Chartered Accountants	-nd	yr.	demound
FRN-102245W	VJ	D.G	5
ASISU	~	Director	gendin
		Duccon De	and a
Place : Himatnaga A. G. Bhatt, Partner		Place Himatnagar	1
Date : 17.07.2018 M. No. 1073*		Date : 17.07.2018	

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Gujarat)-383315.



Chartered Accountants Dr. Gandhi Road, Himmatnagar-383 001 Phone : (02772) 242780, 242781 E-mail : drsoniandco@yahoo.com

Particulars	Note No	31.03.2018	31.03.2017
rancmars	INOLE INO	51.05.2018	31.03.2017
I. Revenue from operations	9	692675	411863
II. Other Income	10	1600	2900
III. Total Revenue (I +II)		694275	414763
IV. Expenses:			
Adminstration expenses	11	146450	169323
Financial Cost		0	(
Depreciation	5	268	9685
Total Expenses	-	146718	179008
V. Profit before exceptional and extraordinary items and tax	(III - IV)	547556	235755
VI. Exceptional Items		o	
VII. Profit before extraordinary items and tax (V - VI)		547556	235755
VIII. Extraordinary Items (prior period expenses)		o	
IX. Profit before tax (VII - VIII)		547556	23575
X. Tax expense:			
(1) Current tax		140138	74584
(2) Deferred tax		0	(
XI. Profit(Loss) from the perid from continuing operations	(IX-X)	407418	16117
XII. Profit/(Loss) from discontinuing operations		о	- 3
XIII. Tax expense of discounting operations		o	12 - 19
XIV. Profit/(Loss) from Discontinuing operations	(IIIX-IIX)	о	9
XV. Profit/(Loss) for the period	(XII+XIV)	407418	16117
XVI. Earning per equity share:		11	
(1) Basic		8.14	3.2
(2) Diluted		8.14	3.2
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 14	for and on behalf o	Cil . Devel
As per our Report of Even Date		17	
Deepak R. Soni & Co. Chartered Accountants FRN-102245W	606 9	Al P.D.S	gerndlii.
A. G. Bhait, Partner	$\sim$	Directors	Se .
Place : Himatnagar M. No. 1075		Place : Himatnagar	+
Date : 17.07.2018		Date : 17.07.2018	1

Branch : FF-7, Rajvee Complex, Opp. Sanjivani Hospital, Shamlaji Road, Modasa, Dist. Aravalli (Sujarat)-393315

7		NOTES TO THE FINANCIA	AL STATEM			
				As at 31.03.2018		As at 31.03.2017
	Notes	: 2 Share Capital		51.05.2018		51.05.2017
	a	Authorised Share Capital:				
		1,00,000 Equity shares of Rs. 10/- each	1	1000000		1000000
	b	Issued, Subscribed and Fully Paid up Share Capital:				
		50070 Equity shares of Rs. 10/- each		500700		500700
	с	Par Value per Share	Rs.	10		10
	d	Number of equity shares at the beginning of the year		50070		50070
		Add: Rights issue		0		0
		Bonus issue		0		0
		Less: Buy back		0		0
		Number of equity shares at the end of the year		50070		50070
	e	Number of shares held by share holders more 5% of a shares	total			
		Dilipkumar Gandhi		50010		50020
÷	Notes	3 Reserves and Surplus				
	A	General Reserve				
		Opening Balance	2216000		2066000	
		Add: Transfer from Profit & Loss Account	390000		150000	
		Closing balance		2606000	-	2216000
	B	Surplus from Profit & Loss account				
		Openning balance	16350		5179	
		Add: Current year surplus	407418		161171	
		Less: Transfer to general reserve	390000		150000	
		Less: Transfer to Compulsory Reserve	0		0	
		Less: Dividend Tax Provisions	0		0	
		Closing balance	_	33768		16350
			-	2639768	× .	2232350
. 1	Notes	: 4 Short Term Provisions				
	2	Salary Payable	0		8000	
	a b	Provision for income tax	140138		74584	
		Audit Fees Payable	12000		10000	
	c d	Professional Fees Payable	8500	160638	10000	102584
ł	Notes	: 6 Non-current investments				
		HDFC FD A/C		2045561	6	1926125
	Notes	: 7 Cash & Bank Balances		.00		
	A	Cash and cash equivalents Balance with banks				
		IDBI Bank	256488		293148	
		HDFC Bank	810728		244068	
		Union Bank of India, Himatnagar	0		0	
8		Cash in hand	49098		300098	

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#### Notes : 5 .. Property, Plant & Equipment

		Gross Value Opening Additions Deletions Total					Depreciation				Closing balance		
	Tangible asset	Opening balance	Additions	Deletions	Total	Opening balance	Additions	Deletions	Total	Current reporting period	Previous reporting period		
a	Computers	180642	0	0	180642	174185	268	0	174453	6189	645		
-	Total	180642	0	0	180642	174185	268	0	174453	6189	645		
	Figures for the previous year	180642	0	0	180642	164500	9685	0	174185	6457	1614		

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			As at		As at
			31.03.2018	3	1.03.2017
Notes : 8	Other Current Assets				
	TDS Receivables		69125		41135
	Advance Tax		62005		62005
			131130		103140
Notes: 9	Revenue from Operations				
	Interest Income	139175		139747	
	Insurance Business Related Income	553500		272116	
	*		692675	_	411863
Notes : 10	Other Income				
	Excess provision of Audit Fees	0		500	
	Excess provision of Professional Fess	1600		2400	
	The second s		1600		2900
Notes : 11	Administrative & Other Expenses				
	Audit & Professional fees	22300		10000	
	Bank charges	150		460	
	Income-tax Exp	0		5649	
	TDS Exp	Ő		9004	
	Legal & professional charges	0		10000	
	Printing, Stationery & Postage	1500		3210	
	Professional Tax	1000		1000	
	Salary & Benefits	121500		130000	
	Salary & Delicino	121,000	146450	=	169323
Notes : 12 .	As Auditors		5000		5000
	In other Capacity _		5000		5000
Notes : 13 .	Earnings per Share				
í.	Net Profit after tax as per Statement of Profit & Loss				
	attributable to Equity Share Holder (A)	-	407418		161171
	Barris Nie of Emilie Sharper (B)		50070		50070
ii	Basic No. of Equity Shares (B)				
ii iii	Basic Earnings per Shares (A/B)		8.14		3.22

#### Notes : 14 .. Related Party Disclosures

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A List of Related Parties where control exists and related parties with whom transactions have taken place and relationship

	Sr.	Name of the Related Party	SAN R. SONIS		Relationship				
	No.		19/4	10					
	i	M/s Dilipkumar Nalinkant Gandhi	FRN-1022414	E.	Associates				
	й	Nalin Lease Finance Limited	181	54	Associates				
	iii –	Amee Finance Ltd	EFEC ACTO	1	Associates				
	iv	Manali Harsh Gandhi			Relative				
	v	Urvi D.Gandhi			Relative				
B	Tra	Transactions During the year with related parties							
	Sr.	Name of the Related Party	Nature of	Associates	Relatives				
	No.		Transaction						

---- NIL -----

#### Notes: 17 .. Other Notes on Accounts

- In the opinion of the board the current assets, loans and advances are having value at least equal to the amount at which they are stated if realized in the ordinary course of business. Further provisions for all known liabilities are adequate and not in excess of the amount reasonably necessary and no personal expenses have been charged to revenue accounts.
- 2. Outstanding Debit \ Credit Balances are Subject to Confirmations from the Parties.
- We have verified the vouchers and documentary evidences wherever made available. Where no documentary evidences were available, we relied on the information/authentication given by the management.
- 4. No personal expenses have been charged to revenue accounts.
- Previous year's figures have been regrouped and/or rearranged wherever considered necessary.
- The Net worth of the company has been less than Rs.500 crore hence the provision of Companies (Indian Accounting Standards) (Amendment) Rules, 2016 has not been applicable.

Deepak R. Soni & Co. Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

Date: 17.07.2018 Place: Himatnagar For and on behalf of the Board

Date: 17.07.2018 Place: Himatnagar

#### NALIN SERVICES LIMITED, HIMATNAGAR

#### CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

			(110	0,000)
		2017-18	1.	2016-17
A. CASH FLOW FROM OPERATING ACTIVITIES:-				
Net Profit Before Tax		5.48		2.36
Adjustment for :			· · · · · · · · ·	
Depreciation	0.00	-	0.10	
Taxation Provision, FBT and Differed Tax	-1.40		-0.745845	
Contingent provision against standard assets	0		0	
Loss on sale of asset	0	-1.40	0	-0.65
Operating Profit before working capital changes		4.08		1.71
Adjustment for:				
Trade & Other receivables	-0.28		1.325284	
Trade payables & Provisions	0.23		-0.746545	
Deferred Tax Liabilities / (Assets)	0.00	-0.05	0.00	0.58
Net Cash used in operating activities		4.03		2.29
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	0.00		0.00	
Sales of Fixed Assets	0.00		0.00	
Increase / Decrease in Investment	-1.19		-1,25	
Net cash used in Investing Activities		-1.19		-1,25
	- 24	2.84		1.03
C. CASH FLOW FROM FINANCING ACTIVITIES				
Total proceeds from Borrowings		0.00		0.00
Net cash used in Financing Activities		2.84	12.24	1.03
NET INCREASE IN CASH & CASH EQUIVALENTS		2.84		1.03
OPEANING CASH & CASH EQUIVALENTS	- 9	8.37		7.34
CLOSING CASH & CASH EQUIVALENTS		11.21		8.37

As per our attached report of even date

Deepak R. Soni & Co Chartered Accountants FRN-102245W

> A. G. Bhatt, Partner M. No. 107312

Place: Himatnagar Date : 17.07.2018 For and on behalf of the Board

(Director) p. D. gene Place: Himatnagar Date : 17.07.2018

#### unardited Financials. NALIN LEASE FINANCE LIMITED (CIN NO. L65910GJ1990PLC014516)

Regd. Office :- Ground Floor, Gandhi Nursing Home Bldg., Dr.Nalinkant Gandhi Road, Himatnagar- 383 001 Gujarat India Phone: 02772-241264, 242264 Email : nalinlease@yahoo.co.in , www.nalinfin.co.in

#### UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AS ON 30/06/2018

		(Rs. In Lakh				
	3 Months ended (30-06-2018)	3 Months ended (31-03-2018) 2018	3 Months ended (30-06-2017) 2017			
PADTICIII ADO	2018					
PARTICULARS	(Unaudited)	(Audited)	(Unaudited)			
INCOME						
Revenue from Operations	100.31	94.34	71.37			
Other Income	0.00	0.00	2.24			
Current and and a second s	100.31	94.34	73.61			
EXPENDITURE	-					
Employee Benefits Expenses	13.40	13.56	13.64			
Financial Costs	25.05	19.17	16.63			
Depreciation	0.73	1.58	1.43			
Loan Losses and Provisions	9.87	17.32	0.82			
Other Expenses	10.42	16.47	10.20			
Total Expenditure	59.47	68.10	42.72			
ITEMS	40.84	26.25	30.89			
Provision for Current Taxes	10.52	39.46	0.00			
Provision for Deferred Taxes <u>Earlier Periods</u>	0.00	-0.28	0.00			
Income Tax	0.00	0.73	0.00			
PROFIT/(LOSS) AFTER TAX BUT BEFORE EXCEPTIONAL	30.32	(13.66)	30.89			
Exceptional Items	0.00	1.01	0.00			
PROFIT/(LOSS) FOR THE YEAR	30.32	(14.67)	30.89			
Earning Per Share						
Basic & Diluted EPS before extraordinary items for the period, for the year to date and for	0.93	(0.45)	0.95			
the previous year. (not to be annualised)	A	PH Selver of				
Basic & Diluted EPS after extraordinary items	0.93	(0.45)	0.95			
for the period, for the year to date and for	0.00	(0.40)	0.30			
the previous year. (not to be annualised)		OTHER GROUP				

Notes :-

Number of Investor Complaints received, disposed of and lying unresolved as on 30.06.2018 : NIL

The above results have been reviewed by audit committee and approved by the Board of Directors at their meeting held on 17th July, 2018. The figures for the previous quarter / year have been regrouped / rearranged wherever necessary to conform to the current period presentation

#### For Nalin Lease Finance Limited

VII (F)

Sd/-

**D** N Gandhi **Managng Director** DIN NO: 00339595

For, Nalin Lease Finance L

Place: Himatnagar Date : 17.07.2018

Director

## Paresh Thothawala & Co.

### CHARTERED ACCOUNTANTS



**Independent Auditor's Limited Review Report** 

#### To The Board of Directors, Nalin Lease Finance Limited, Himmatnagar

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **Nalin Lease Finance Limited** ("the Company") for the Quarter ended 30<sup>th</sup> June, 2018 ("the Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit, and, accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention **except the matter in the under mentioned attention paragraph**, that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India , has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### Attention Paragraph

1. Provision for Deferred Tax has not been made in the books of accounts in accordance with the AS-22 Accounting for Taxes on Income.

HOTHAN

FRN-

For, Paresh Thothawala & Co Chartered Accountants FRN :114777W

resh & Thothawalg

CA Paresh Thothawala Partner M. No 048435

Date: 13<sup>th</sup> July, 2018 Place: Ahmedabad

For, Nalin Lease Finance Ltd.

Director

401, Ashman, 6, Kalpana Society, Navrangpura, Ahmedabad. Gujarat, India - 380009. Phone : +91-79-26466267 M.: +91 - 98251 68555 | Website : www.ptandco.com | Email : info@ptandco.com