

*Emkay*<sup>®</sup>

Your success is our success

# HORIZON NEXT

Annual Report 2015-16

**EMKAY COMMOTRADE LIMITED**

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

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Prakash Kacholia	Whole Time Director (DIN: 00002626)
Krishna Kumar Karwa	Director (DIN: 00181055)
R. K. Krishnamurthi	Director (DIN: 00464622)
Rajesh Sharma	Director (DIN: 01239871)

## STATUTORY AUDITORS

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B. L. Sarda & Associates,  
Chartered Accountants

## BANKERS

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HDFC Bank Limited  
ICICI Bank Limited  
AXIS Bank Limited  
Punjab National Bank Limited  
Union Bank of India Limited  
Bank of India  
IndusInd Bank Limited  
State Bank of India

## REGISTERED OFFICE

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The Ruby, 7th Floor,  
Senapati Bapat Marg,  
Dadar (West), Mumbai- 400 028

## ADMINISTRATIVE OFFICE

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Paragon Centre,  
"C-06", Ground Floor,  
P. B. Marg, Opp. Century Mills,  
Worli, Mumbai-400 013

## CORPORATE IDENTITY NUMBER

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U99999MH2006PLC158675

# AGM NOTICE

## NOTICE

Notice is hereby given that the Eleventh Annual General Meeting of the Members of Emkay Commotrade Limited will be held on Wednesday, 10th August, 2016 at 11.30 a.m. at the Registered Office of the Company situated at The Ruby, 7th Floor, Senapati Bapat Marg, Dadar(West), Mumbai – 400 028 to transact the following business:

### Ordinary Business:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2016, the Profit and Loss Account for the year ended on that date and the reports of the Board of Directors and Auditors thereon.
2. To appoint a director in place of Mr. Krishna Kumar Karwa, who retires by rotation and being eligible, offers himself for re-appointment.
3. To ratify appointment of Statutory Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED that pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 (the “Act”) read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the Company hereby ratifies the appointment of M/s. B. L. Sarda & Associates, Chartered Accountants, bearing Firm Registration Number 109266W with the Institute of Chartered Accountants of India (ICAI), as the Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the Annual General Meeting to be held for the financial year 2016-17 on such remuneration as may be determined by the Board of Directors of the Company.”

By order of the Board of Directors

**For Emkay Commotrade Limited**

**Prakash Kacholia**

Whole Time Director

### Registered Office:

The Ruby, 7th Floor,  
Senapati Bapat Marg,  
Dadar (West), Mumbai 400028

Place: Mumbai

Dated: 23<sup>rd</sup> May, 2016

# AGM NOTICE

## Notes for Members' Attention:

1. A member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint Proxy/Proxies to attend and vote instead of himself/herself. Proxy/Proxies need not be a member of the company. a person can act as proxy on behalf of members not exceeding fifty (50) and in holding not more than ten percent (10%) of the total share capital of the company. in case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder. proxies in order to be effective must be received by the company at its registered office not later than forty eight hours before the commencement of the meeting. A proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.
2. Corporate Members intending to send their authorized representatives to attend the Annual General Meeting are requested to send a duly certified copy of their board resolution.
3. Members/Proxies/Representatives should bring the enclosed Attendance Slip, dully filled in, for attending the Meeting. Copies of the Annual Report or Attendance Slips will not be distributed at the Meeting.

By order of the Board of Directors  
For Emkay Commotrade Limited

**Prakash Kacholia**  
Whole Time Director

## Registered Office:

The Ruby, 7th Floor,  
Senapati Bapat Marg,  
Dadar (West), Mumbai 400028

Place: Mumbai

Dated: 23<sup>rd</sup> May, 2016

# DIRECTORS' REPORT

Dear Members,

Your Directors presents the Tenth Annual Report of your Company and the Audited Financial Statements for the year ended on 31st March, 2016.

## FINANCIAL RESULTS

An overview of the financial performance of Company for financial year 2015-16 is as under:

(Amount ₹ in Lac)

Particulars	31st March, 2016	31st March, 2015
Total Income	276.17	328.44
Profit /(Loss)Before Tax	20.24	31.62
Less: Current Tax	4.86	1.23
Deferred Tax Charge/(Benefit)	(0.11)	406.48
Profit/(Loss)After Tax	15.50	(374.76)
Add: Balance brought forward	(597.89)	(223.13)
Amount available for Appropriations	(582.39)	(597.89)
Transfer to General Reserve	-	-
Balance carried forward	(582.39)	(597.89)

## DIVIDEND

In order to conserve the resources for business growth, your directors do not recommend any dividend for this year.

## REVIEW OF OPERATIONS

During the year under review, your Company recorded a total income of Rs. 276.17 Lacs as compared to Rs. 328.44 Lacs in the previous financial year, fall by Rs. 52.27 Lacs.

## EXTRACT OF ANNUAL RETURN

As provided under Section 92(3) of the Act, the extract of annual return is given in "Annexure A" in the prescribed form MGT-9, which forms part of this report.

## NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS.

During the Financial Year 2015-2016, 6 Meetings were held on 11th May, 2015, 22nd May, 2015, 29th June, 2015, 12th August, 2015, 26th October, 2015, 29th January, 2016.

Name of the Director	Category	Board Meetings during Financial Year 2015-16	
		Held	Attended
Mr. Krishna Kumar Karwa	Director	6	6
Mr. Prakash Kacholia	Whole Time Director	6	6
Mr. Rajesh Sharma	Director	6	6
Mr. Ravikumar Krishnamurthi	Director	6	6

# DIRECTORS' REPORT

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(3)(c) of the Companies Act, 2013, the Directors confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures.
- b) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review.
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The directors have prepared the annual accounts on a going concern basis.
- e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The directors had laid down systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## AUDIT COMMITTEE

The audit committee comprises of Mr. Krishna Kumar Karwa, Mr. R. K. Krishnamurthi and Mr. Rajesh Sharma. The Statutory Auditors of the Company are invited to the Audit Committee Meetings. The meeting of the Committee is held once in every quarter to review the financial results of the Company.

## PERFORMANCE EVALUATION

Pursuant to the provisions of the Companies Act, 2013 the Board at its meeting held on 23rd May, 2016 carried out an annual evaluation of its own performance, the directors individually as well as the evaluation of the working of its committees.

## STATUTORY AUDITORS

Pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 (the "Act") read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the Company appointed M/s. B. L. Sarda & Associates, Chartered Accountants, bearing Firm Registration Number 109266W with the Institute of Chartered Accountants of India (ICAI), as the Statutory Auditors of the Company to hold office from the conclusion of the Annual General Meeting until the conclusion of the Annual General Meeting to be held for the financial year 2016-17 on such remuneration as may be determined by the Board of Directors subject to ratification at every AGM held after the 9th AGM. Hence, your Directors recommend ratification of appointment of M/s. B. L. Sarda & Associates, Chartered Accountants of the ensuing AGM.

A certificate from them has been received to the effect that their appointment as Statutory Auditors of the Company, if made, would be within the limits prescribed under Section 139(1) and 141 of the Companies Act, 2013.

There are no qualifications or observation or remarks made by the Auditors in their report.

# DIRECTORS' REPORT

## PUBLIC DEPOSITS

During the year, your Company has not accepted and/or renewed any public deposits in terms of the provisions of Section 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

## PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Details of Loans, Guarantees or Investments covered under Section 186 of the Companies Act, 2013, are given under notes to the Financial Statements.

## PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) OF THE COMPANIES ACT, 2013

The details of the related party transactions, as per requirement of Accounting Standards-18 are disclosed in notes to the financial statements of the Company for the financial year 2015-16. All the directors have disclosed their interest in Form MBP-1 pursuant to Section 184 of the Companies Act, 2013 and as and when any changes in their interest take place, such changes are placed before the Board at its meetings. None of the transactions with any of the related parties was in conflict with the interest of the Company. The particulars of contracts or arrangements with related parties referred to in Section 188(1), in prescribed Form AOC - 2 under Companies (Accounts) Rules, 2014 are appended as Annexure B.

## INFORMATION UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has constituted an Internal Compliant Committee under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year no complaint was filed before the said Committee.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Conservation of Energy, Technology Absorption do not have much relevance to the activities of the Company since it does not own any manufacturing facility and hence the disclosure of information to be disclosed in terms of Section 134(3)(m) read with Rule 8(3) of the Companies (Accounts) Rules, 2014 in respect of Conservation of Energy, Technology Absorption are not given. There were no foreign exchange earnings and outgo during the year.

## DIRECTORS & KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 read with Companies (Management & Administration) Rules, 2014 and Articles of Association of the Company, Mr. Krishna Kumar Karwa is liable to retire by rotation and being eligible, offers himself for re-appointment.

The above appointment/re-appointment forms part of the Notice of the forthcoming 11th Annual General Meeting and the respective resolution is recommended for your approval.

The following one person was formally noted as Key Managerial Personnel of the Company in compliance with the provisions of Section 203 of the Companies Act, 2013.

- Mr. Prakash Kacholia - Whole Time Director

# DIRECTORS' REPORT

## PARTICULARS OF EMPLOYEES

The particulars of employees, in terms of requirement under Section 197 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not annexed, as there are no employees whose remuneration falls within the prescribed limits of the Section 197.

## ACKNOWLEDGEMENT

Your Directors would like to take this opportunity to express sincere gratitude to the customers, bankers and other business associates for the continued cooperation and patronage. Your Directors gratefully acknowledge the ongoing co-operation and support provided by the Government, Regulatory Bodies and the Stock Exchanges.

On behalf of the Board of Directors

**Prakash Kacholia**

Whole Time Director

**Krishna Kumar Karwa**

Director

Place: Mumbai

Dated: 23<sup>rd</sup> May, 2016



# ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

## FORM NO. MGT-9

### EXTRACT OF ANNUAL RETURN AS ON 31<sup>st</sup> March, 2016

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rules 12(1) of the Companies (Management and Administration) Rules, 2014]

#### I REGISTRATION AND OTHER DETAILS

	CIN	U99999MH2006PLC158675
i	Registration Date	05th January, 2006
ii	Name of the Company	Emkay Commotrade Limited
iii	Category/ Sub-Category of the Company	Public Limited Company
iv	Address of the Registered Office and contact details	The Ruby, 7th Floor, Senapati Bapat Marg, Dadar (West), Mumbai-400028  Tel. No. 022-66299299
v	Whether Listed Company	No
vi	Name, Address and Contact details of Registrar and Transfer Agent, if any	-

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the Business activities contributing 10% or more of the total turnover of the Company shall be stated:-

Sr. No.	Name and Description of Main Products/Service	NIC Code of the Products/Service	% to total turnover of the Company
1	Commodity Trading	6612	50.97%

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN Nos	Holding/Subsidiary/ Associates	% of shares held	Applicable Section
1	Emkay Global Financial Services Ltd	L67120MH1995PLC084899	Holding	100	2(46)

#### IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

##### i) Category –wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individuals/HUF									
b) Central Govt									
c) State Govt									
d) Bodies Corporate		5,999,400	5,999,400	99.990000		5,999,400	5,999,400	99.990000	
e) Bank/FI									
f) Any Other Six Shareholders are as a nominee of Emaky Global Financial Services		600	600	0.001667		600	600	0.001667	No Change in % during the year
<b>Sub Total A-1</b>		<b>6,000,000</b>	<b>6,000,000</b>	<b>100%</b>		<b>6,000,000</b>	<b>6,000,000</b>	<b>100%</b>	
<b>2 Foreign</b>									
a) NRI-Individuals				-					
b) Others-Individuals				-					
c) Bodies Corporate				-					

## ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
d) Bank/FI				-					
e) Any Others				-					
<b>Sub Total (A) (2)</b>				-					
<b>Total Shareholding of Promoters A= A1+A2</b>		6,000,000	6,000,000	100%		6,000,000	6,000,000	100%	
<b>B. Public Shareholding</b>									
<b>1. Institution</b>									
a) Mutual Fund				-					
b) Bank/FI				-					
c) Cent. Govt				-					
d) State Govt				-					
e) Venture Capital Funds				-					
f) Insurance Comp				-					
g) FIIS				-					
h) Foreign Venture Capital Funds				-					
i) Others (specify)				-					
<b>Sub Total-B-1</b>				-					
<b>2. Non Institutions</b>									
a. Bodies Corporate				-					
i. Indian				-					
ii. Overseas				-					No Change in % during the year
b. Individuals				-					
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh				-					
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh				-					
c. State Govt				-					
d. Venture Capital Funds				-					
e. Insurance Comp				-					
f. FIIS				-					
g. Foreign Vanture Capital Funds				-					
h. Others (specify)				-					
a. Clearing member				-					
b. Trust				-					
c. NRIs				-					
d. NRN				-					
<b>Sub Total B-2</b>				-					
<b>Total Public ShareholdingB=B1+B2</b>				-					
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>				-					
<b>Grand Total (A+B+C)</b>		6,000,000	6,000,000	100%		6,000,000	6,000,000	100%	

# ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

## ii. Shareholding of Promoters:

Sr. No.	Shareholders Name	Shareholding at the Beginning of the Year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of the total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of the total shares of the Company	% of Shares Pledged / Encumbered to total shares	
1	Emkay Global Financial Services Ltd.	5,999,400	99.990000	-	5,999,400	99.990000	-	
2	Krishna Kumar Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	
3	Prakash Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	No Change in Shareholding during the year
4	Satyanarayan Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	
5	Krishna Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	
6	Priti Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	
7	Preeti Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	-	100	0.001667	-	

Note: There is no change in the shareholding during the year.

## (iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1</b>	<b>At the Beginning of the year</b>				
A	Emkay Global Financial Services Ltd.	5,999,400	99.99	5,999,400	99.99
B	Krishna Kumar Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
C	Prakash Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
D	Satyanarayan Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
E	Krishna Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
F	Priti Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
G	Preeti Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
<b>2</b>	<b>Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc</b>	-	-	-	-
A	Emkay Global Financial Services Ltd.	-	-	-	-
B	Krishna Kumar Karwa as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
C	Prakash Kacholia as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
D	Satyanarayan Karwa as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
E	Krishna Kacholia as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
F	Priti Karwa as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
G	Preeti Kacholia as a nominee of Emkay Global Financial Services Ltd.	-	-	-	-
<b>3</b>	<b>At the End of the year</b>	-	-	-	-
A	Emkay Global Financial Services Ltd.	5,999,400	99.99	5,999,400	99.99
B	Krishna Kumar Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
C	Prakash Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
D	Satyanarayan Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
E	Krishna Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
F	Priti Karwa as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667
G	Preeti Kacholia as a nominee of Emkay Global Financial Services Ltd.	100	0.001667	100	0.001667

Note: There is no change in the number of shares held by the Promoter Company.

# ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

## SHAREHOLDING PATTERN (Preference Share Capital Breakup as percentage of Total preference)

### ii) Category –wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individuals/HUF									
b) Central Govt									
c) State Govt									
d) Bodies Corporate	-	-	-	-	-	10,00,000	10,00,000	100	100
e) Bank/FI									
f) Any Other									
<b>Sub Total A-1</b>	-	-	-	-	-	10,00,000	10,00,000	100	100
<b>(2) Foreign</b>									
(a) NRI-Individuals				-					
(b) Others-Individuals				-					
(c) Bodies Corporate				-					
(d) Bank/FI				-					
(e) Any Others				-					
<b>Sub Total (A) (2)</b>				-					
<b>Total Shareholding of Promoters A= A1+A2</b>	-	-	-	-	-	10,00,000	10,00,000	100	100
<b>B. Public Shareholding</b>									
<b>1. Institution</b>									
a) Mutual Fund				-					
b) Bank/FI				-					
c) Cent. Govt				-					
d) State Govt				-					
e) Venture Capital Funds				-					
f) Insurance Comp				-					
g) FIIS				-					
h) Foreign Venture Capital Funds				-					
i) Others (specify)				-					
<b>Sub Total-B-1</b>				-					
<b>2. Non Institutions</b>									
a. Bodies Corporate				-					
i. Indian				-					
ii. Overseas				-					
b. Individuals				-					
i) Individual shareholders holding nominal share capital upto ₹.1 lakh				-					
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh				-					
c. State Govt				-					
d. Venture Capital Funds				-					
e. Insurance Comp				-					
f. FIIS				-					

## ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
g. Foreign Vanture Capital Funds				-					-
h. Others (specify)				-					-
a. Clearing member				-					-
b. Trust				-					-
c. NRIs				-					-
d. NRN				-					-
<b>Sub Total B-2</b>									
<b>Total Public ShareholdingB=B1+B2</b>			-						-
<b>C.Shares held by Custodian for GDRs &amp; ADRs</b>			-						-
<b>Grand Total (A+B+C)</b>	-	-	-	-	-	10,00,000	10,00,000	100	100

## iii. Shareholding of Promoters: Preference Share Capital

Sr. No.	Shareholders Name	Shareholding at the Beginning of the Year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of the total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of the total shares of the Company	% of Shares Pledged / Encumbered to total shares	
1	Emkay Global Financial Services Ltd.	1000000	100	-	1000000	100	-	-

Notes: There is no change in the Shareholding during the year.

## (iii) Change in Promoters' Shareholding - Preference Share Capital (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the Beginning of the year				
A	<b>Emkay Global Financial Services Ltd.</b>				
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/sweat equity etc	1000000	100	1000000	100
A	<b>Emkay Global Financial Services Ltd.</b>	-	-	-	-
3	At the End of the year	-	-	-	-
A	<b>Emkay Global Financial Services Ltd.</b>	1000000	100	1000000	100

Notes: There is no change in the number of Shares held by the promoter group.

## (iv) Shareholding pattern of top ten shareholders (other than Directors / Promoters and holders of GDRs and ADRs.

Sr. No.	For each of the Top Ten Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	NA	-	-	-	-

# ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

## V. INDEBTEDNESS

### Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1,42,85,265/-	3,50,00,000/-	-	4,92,85,265/-
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>1,42,85,265/-</b>	<b>3,50,00,000/-</b>	<b>-</b>	<b>4,92,85,265/-</b>
Change in Indebtedness during the financial year				
Addition		16,50,00,000/-		
Reduction		18,00,00,000/-		
<b>Net Change</b>	<b>80,15,185/-</b>	<b>(1,50,00,000/-)</b>	<b>-</b>	<b>(69,84,815/-)</b>
Indebtedness at the end of the financial year				
i) Principal Amount	2,23,00,450/-	2,00,00,000/-	-	4,23,00,450/-
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>2,23,00,450/-</b>	<b>2,00,00,000/-</b>	<b>-</b>	<b>4,23,00,450/-</b>

## I. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Name of Managing Director Prakash Kacholia - WTD	Total Amount Rs.
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961		
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission		
	- as % of profit	-	-
	- others, specify...	-	-
5	Others, please specify	-	-
	<b>Total (A)</b>	<b>-</b>	<b>-</b>
	Ceiling as per the Act	-	-

### B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors			Total Amount
		Krishna Kumar Karwa	R. K. Krishnamurthi	Rajesh Sharma	
1.	Independent Directors				
	• Fee for attending board/ committee meetings	-	-	-	-
	• Commission				
	• Others, please specify				
	<b>Total (1)</b>				
2	Other Non-Executive Directors				
	• Fee for attending board committee meetings	-	-	-	-
	• Commission				
	• Others, please specify				
	<b>Total (2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total (B)=(1+2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-

## ANNEXURE “A”- EXTRACT OF THE ANNUAL RETURN

### C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

			In Rupees
Sr. No.	Particulars of Remuneration	Key Managerial Personnel	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission - as % of Profit - others, specify...	-	-
5.	Others, please specify		
	<b>Total</b>	<b>-</b>	<b>-</b>

### VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCE

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment /Compounding fees imposed	Authority (RD/NCLT/COURT)	Appeal made if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment			NIL		
Compounding					
<b>B. DIRECTOR</b>					
Penalty					
Punishment			NIL		
Compounding					
<b>C. OTHER OFFICERS IN DEFAULTY</b>					
Penalty					
Punishment			NIL		
Compounding					

## ANNEXURE “B”- EXTRACT OF THE ANNUAL RETURN

### ANNEXURE “B”

#### Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms' length transactions under third proviso thereto**

1. Details of contracts or arrangements or transactions not at arm's length basis
  - (a) Name(s) of the related party and nature of relationship –N.A
  - (b) Nature of contracts/arrangements/transactions- N.A
  - (c) Duration of the contracts / arrangements/transactions-N.A
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any-
  - (e) Justification for entering into such contracts or arrangements or transactions.-N.A
  - (f) Date(s) of approval by the Board –N.A
  - (g) Amount paid as advances, if any: N.A
  - (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 –N.A

Your Company enters into various transactions with related parties as per the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement. The Audit Committee and the Board of Directors of the Company have formulated the Policy on dealing with RPTs and a Policy on materiality of RPTs which is uploaded on the website of the Company and can be accessed through the following link:[www.emkayglobal.com/investorrelations](http://www.emkayglobal.com/investorrelations).

There are no materially significant related party transactions of the Company which have potential conflict with the interests of the Company at large.

2. Details of material contracts or arrangement or transactions at arm's length basis
  - (a) Name(s) of the related party and nature of relationship –N.A
  - (b) Nature of contracts/arrangements/transactions –N.A
  - (c) Duration of the contracts / arrangements/transactions –N.A
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any: N.A
  - (e) Date(s) of approval by the Board, if any: N.A
  - (f) Amount paid as advances, if any: N.A



# INDEPENDENT AUDITOR'S REPORT

To the Members of EMKAY COMMOTRADE LIMITED,

## Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of EMKAY COMMOTRADE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, 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 Standalone Financial Statements

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

## Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. 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.
5. 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.
6. 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.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

# INDEPENDENT AUDITOR'S REPORT

## Opinion

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

## Report on Other Legal and Regulatory Requirements

9. 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 paragraphs 3 and 4 of the Order.
10. As required by Section 143 (3) of the Act, we report that:
- 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.
  - 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.
  - 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.
  - In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - 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".
  - With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27 to the financial statements.
    - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For B.L. Sarda & Associates**

Chartered Accountants

Firm Registration No.109266W

**(CA B.L. Sarda)**

Partner

Membership No.014568

Place: Mumbai

Date : 23<sup>rd</sup> May, 2016

# ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE)

## ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF EMKAY COMMOTRADE LIMITED ON THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2016

- (i) (a) In our opinion, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, fixed assets of the Company have been physically verified by the management during the year which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not own any immovable property during the year. Accordingly, paragraph 3(i)(c) of the order is not applicable to the Company.
- (ii) The Company does not hold any inventory during the year. Accordingly paragraph 3(ii) of the order is not applicable to the Company.
- (iii) The Company has not granted any secured or unsecured loan to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly paragraph 3(iii) of the order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of Section 185 and 186 of the Act are applicable. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Section 73 to 76 of the Act and the Rules framed there under to the extent notified.
- (vi) In our opinion and according to the information and explanations given to us, the Company is not required to maintain cost records pursuant to the rules made by the Central Government under Section 148 (1) of the Act. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including income tax, service tax, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid statutory dues were in arrears, as on 31st March, 2016 for a period of more than six months from the date they became payable. As explained to us, the Company did not have any dues on account of provident fund, employees' state insurance, sales-tax, duty of customs, duty of excise and value added tax.
- (b) As at 31st March, 2016, according to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, service tax, cess and other statutory dues which have not been deposited on account of any dispute. The particulars of dues on account of income tax as at 31st March, 2016 which have not been deposited by the Company on account of a dispute, are as follows:

Name of the Statute	Nature of dues	Amount of demand (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax and Interest	0.46	F.Y.2011-2012	Assessing Officer
Income Tax Act, 1961	Fringe Benefit Tax and interest	0.15	F.Y.2008-2009	Assessing Officer

# ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE)

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of loan or borrowings to the bank. The Company has not obtained any loan or borrowings from any financial institution or government. Further, the Company does not have any debentures issued/outstanding any time during the year.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable to the Company.
- (x) Based on the audit procedures performed and according to the information and explanations given by the management, we report that no fraud by the company or on the Company by its officers or employees has been noticed or reported during the year ended 31st March, 2016 nor have we been informed of such case by the management during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/ provided for managerial remuneration during the year. Accordingly paragraph 3(xi) of the order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us the Company is not a nidhi company. Accordingly paragraph 3(xii) of the order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transaction have been disclosed in note 33 of the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly paragraph 3(xiv) of the order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him as prescribed under section 192 of the Act. Accordingly paragraph 3(xv) of the order is not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly paragraph 3(xvi) of the order is not applicable to the Company.

**For B.L. Sarda & Associates**

Chartered Accountants

Firm Registration No. 109266W

**(CA B. L. Sarda)**

Partner

Membership No. 014568

Place: Mumbai

Date : 23<sup>rd</sup> May, 2016

# ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE)

## **ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF EMKAY COMMOTRADE LIMITED ON THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2016**

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

1. We have audited the internal financial controls over financial reporting of EMKAY COMMOTRADE LIMITED ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditors' Responsibility**

3. 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 deemed to be prescribed under section 143(10) of the Act, 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.
4. 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.
5. 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.

# ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE)

## Meaning of Internal Financial Controls Over Financial Reporting

6. 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

7. 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

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

**For B.L. Sarda & Associates**

Chartered Accountants

Firm Registration No. 109266W

**(CA B. L. Sarda)**

Partner

Place: Mumbai

Date : 23<sup>rd</sup> May, 2016

Membership No. 014568

**BALANCE SHEET** AS AT 31ST MARCH, 2016

Particulars	Note No.	As at	
		31st March 2016 (₹)	31st March 2015 (₹)
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUND</b>			
Share Capital	3	70,000,000	60,000,000
Reserves and Surplus	4	(54,025,006)	(55,574,754)
		<b>15,974,994</b>	<b>4,425,246</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred Tax Liabilities (Net)	5	19,100	30,400
Other Long-Term Liabilities	6	2,410,384	3,846,380
		<b>2,429,484</b>	<b>3,876,780</b>
<b>CURRENT LIABILITIES</b>			
Short-Term Borrowings	7	38,095,344	42,300,450
Trade Payables	8	17,106,024	147,759,640
Other Current Liabilities	9	74,763,525	124,667,545
		<b>129,964,893</b>	<b>314,727,635</b>
<b>TOTAL</b>		<b>148,369,371</b>	<b>323,029,661</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets			
- Tangible Assets	10 (a)	157,937	234,790
- Intangible Assets	10 (b)	-	-
Long-Term Loans and Advances	11	15,155,310	14,416,402
		<b>15,313,247</b>	<b>14,651,192</b>
<b>CURRENT ASSETS</b>			
Trade Receivables	12	3,922,018	131,094,581
Cash and Cash Equivalents	13	123,906,011	169,976,719
Short-Term Loans and Advances	14	4,012,535	5,511,803
Other Current Assets	15	1,215,560	1,795,366
		<b>133,056,124</b>	<b>308,378,469</b>
<b>TOTAL</b>		<b>148,369,371</b>	<b>323,029,661</b>
<b>Significant Accounting Policies</b>	<b>2</b>		

The accompanying notes are an integral part of the Financial Statements.

As per our Report of even date  
**For B.L.Sarda & Associates**  
**Chartered Accountants**

By the order of the Board  
**Emkay Commotrade Limited**

**Prakash Kacholia**  
 Whole Time Director

**Rajesh Sharma**  
 Director

**(CA B. L. Sarda)**  
 Partner  
 Membership No. 014568

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016

# STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	Note No.	For the year ended 31st March 2016	For the year ended 31st March 2015
		(₹)	(₹)
Revenue from Operations	16	23,463,413	28,685,491
Other Income	17	4,153,445	4,158,093
<b>Total Revenue</b>		<b>27,616,858</b>	<b>32,843,584</b>
<b>Expenses</b>			
Employee Benefits Expense	18	1,431,679	4,290,418
Finance Costs	19	9,567,181	10,938,256
Depreciation and Amortization Expense	20	76,853	341,737
Other Expenses	21	14,516,697	14,111,270
<b>Total Expenses</b>		<b>25,592,410</b>	<b>29,681,681</b>
<b>Profit Before Tax</b>		<b>2,024,448</b>	<b>3,161,903</b>
<b>Tax Expense:</b>			
- Current Tax		486,000	123,000
- Deferred Tax Charge/(Benefit)[Refer note no.5]		(11,300)	40,648,100
- Short/ (Excess) Provision for Taxation for Earlier Years		-	(132,979)
<b>Profit/(Loss) for the year</b>		<b>1,549,748</b>	<b>(37,476,218)</b>
<b>Earnings per Equity Share of nominal value of ₹ 10/- each</b>			
- Basic		0.26	(6.25)
- Diluted		0.26	(6.25)
<b>Significant Accounting Policies</b>	<b>2</b>		

The accompanying notes are an integral part of the Financial Statements.

As per our Report of even date  
**For B.L.Sarda & Associates**  
**Chartered Accountants**

By the order of the Board  
**Emkay Commotrade Limited**

**Prakash Kacholia**  
 Whole Time Director

**Rajesh Sharma**  
 Director

**(CA B. L. Sarda)**  
 Partner  
 Membership No. 014568

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016



# CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

	Year ended 31st March, 2016		Year ended 31st March, 2015	
	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before tax, Extraordinary items		2,024,448		3,161,903
Adjustment for :				
Depreciation and Amortization Expenses	76,853		341,737	
Provision for Doubtful Debts ( Net of Written back)	522,052		(493,360)	
Finance Costs	9,567,181		10,938,256	
Profit on Disposal of Fixed Assets	-		(46,781)	
Interest Received	(4,153,445)	6,012,641	(4,111,312)	6,628,540
<b>Operating profit before working capital changes</b>		<b>8,037,089</b>		<b>9,790,443</b>
Adjustment for :				
Deposits with Banks and Other items not considered as cash equivalents (Refer Note 3 below)	40,503,360		(7,212,549)	
Trade and other receivables	128,869,586		(125,200,709)	
Trade and other payables	(181,993,632)	(12,620,686)	150,476,906	18,063,648
<b>Cash Generated from operations</b>		<b>(4,583,597)</b>		<b>27,854,091</b>
Direct taxes (Paid)/Refund		(1,364,909)		(1,799,238)
<b>Cash flow before extraordinary items</b>		<b>(5,948,506)</b>		<b>26,054,854</b>
Extraordinary items				
<b>Net Cash from / (used in) Operating Activities</b>		<b>(5,948,506)</b>		<b>26,054,854</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Sale/(Purchase) of Fixed Assets	-		321,282	
Interest Received	4,153,445	4,153,445	4,111,312	4,432,594
<b>Net Cash from/(used in) Investing Activities</b>		<b>4,153,445</b>		<b>4,432,594</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from Issue of Preference Shares	10,000,000		-	
(Repayment) of Short-Term Borrowings	(4,205,106)		(6,984,815)	
Finance Costs	(9,567,181)	(3,772,287)	(10,938,256)	(17,923,071)
<b>Net Cash from/(used in) Financing Activities</b>		<b>(3,772,287)</b>		<b>(17,923,071)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>(5,567,348)</b>		<b>12,564,377</b>
<b>Cash and Cash Equivalents at the beginning of the year (Opening Balances)</b>		<b>18,673,359</b>		<b>6,108,982</b>
<b>Cash and Cash Equivalents at the close of the year (Closing Balances)</b>		<b>13,106,011</b>		<b>18,673,359</b>

# CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

		Year ended 31st March, 2016		Year ended 31st March, 2015	
		Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)
Notes :					
<b>1</b>	<b>Cash and Cash Equivalents comprise of :</b>				
	Balances with Banks				
	- Current Accounts		<b>7,591,501</b>		<b>4,422,762</b>
	Cheque on Hand		<b>5,496,601</b>		<b>14,245,000</b>
	Cash on Hand		<b>17,909</b>		<b>5,597</b>
			<b>13,106,011</b>		<b>18,673,359</b>
<b>2</b>	Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard (AS-3) "Cash Flow Statements".				
<b>3</b>	Cash and Cash Equivalents excludes deposits with banks towards margin/security for Bank Guarantees, borrowings and other commitments and meal coupons.				
<b>4</b>	Previous year's figures are re-grouped/recasted/re-arranged wherever considered necessary.				

As per our Report of even date

**For B.L.Sarda & Associates**

**Chartered Accountants**

By the order of the Board

**Emkay Commotrade Limited**

**Prakash Kacholia**

Whole Time Director

**Rajesh Sharma**

Director

**(CA B. L. Sarda)**

Partner

Membership No. 014568

Place: Mumbai

Dated: 23<sup>rd</sup> May, 2016

Place: Mumbai

Dated: 23<sup>rd</sup> May, 2016

# NOTES ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2016

## 1. Corporate information.

The Company was incorporated on 5th January, 2006 and is a wholly owned subsidiary of Emkay Global Financial Services Limited. It is engaged in the business of Commodity Exchanges Broking and holding membership of various Commodity Exchanges.

## 2. Significant Accounting Policies

### 2.1 Basis of preparation of Financial Statements

- a) The accompanying financial statements have been prepared on going concern basis in accordance with Generally Accepted Accounting Principles in India to on going concern basis comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared under the historical cost convention on the accrual basis of accounting. The accounting policies have been consistently applied by the company unless otherwise stated.
- b) In view of criteria set out in the Schedule III to the Companies Act, 2013, the Company has considered 12 months period as its operating cycle for classifying its assets and liabilities as current or non-current.

### 2.2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates and the differences between actual results and estimates are recognised in the periods in which the results are known / materialize.

### 2.3 Revenue Recognition

Revenue is recognized to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.

- 2.3.1 Brokerage income is recognized as per contracted rates on the execution of transactions on behalf of the clients on the trade date.
- 2.3.2 One time non refundable subscription fees with a validity of maximum of one year for joining various special brokerage schemes are treated as income when the client agrees to join that particular scheme and renders payment for the same. Brokerage reversible under the said schemes are reversed by making provisions at the end of each quarter. However, actual credit for brokerage reversible to the client is given at the end of the validity period of the scheme opted.
- 2.3.3 Brokerage and other fees are net of service tax wherever applicable.
- 2.3.4 Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

2.3.5 Dividend including interim are accounted when the right to receive payment is established.

2.3.6 Profit/(Loss) in proprietary trades in securities and commodity derivatives comprises of profit /(loss) on sale of securities held as stock-in- trade and profit/(loss) on commodity derivatives instruments. Profit/(loss) on sale of securities is determined based on first-in-first-out(FIFO) basis of cost of securities sold. Profit/(loss) on commodity derivative instruments is determined as explained in para 2.4 below.

## 2.4 Commodity - Futures

2.4.1 Commodity Futures are marked-to-market on a daily basis. Debit or Credit balance disclosed under Short Term Loans and Advances or Other Current Liabilities, respectively, in the Mark-to-Market Margin – Commodity Futures Account, represents the net amount paid or received on the basis of movement in the prices of Commodity futures till the balance sheet date.

2.4.2 As on the Balance Sheet date, Profit / Loss on open positions in Commodity Futures is accounted for as follows:

- Credit balance in the Mark-to-Market Margin – Commodity Futures Account, being the anticipated profit, is ignored and no credit for the same is taken in the Statement of Profit and Loss.
- Debit balance in the Mark-to-Market Margin – Commodity Futures Account, being the anticipated loss, is provided in the Statement of Profit and Loss and is reflected in “Provision for Loss on Commodity Futures Account” under Provisions.

2.4.3 On final settlement or squaring-up of contracts for Commodity Futures, the Profit or Loss is calculated as the difference between the settlement / squaring-up price and the contract price. Accordingly, debit or credit balance pertaining to the settled / squared-up contract in Mark-to-Market Margin – Commodity Futures Account after adjustment of the provision for anticipated losses is recognized in the Statement of Profit and Loss. When more than one contract in respect of the relevant series of Commodity Futures contract to which the squared-up contract pertains is outstanding at the time of the squaring-up of the contract, the contract price of the contract so squared-up is determined using the weighted average cost method for calculating the Profit / Loss on squaring-up.

## 2.5 Fixed Assets and Depreciation

2.5.1 Fixed Assets are stated at cost of acquisition including incidental expenses related to such acquisition and installation less accumulated depreciation.

2.5.2 Depreciation on Fixed Assets has been provided on written down value method and computed with reference to the useful life of respective assets specified and in the manner prescribed in Schedule II of the Companies Act, 2013 including pro rate depreciation on additions/deletions made during the year.

## 2.6 Intangible Assets and Amortization

2.6.1 Items of expenditure that meet the recognition criteria as mentioned in Accounting Standard – 26 on “Intangible Assets” are classified as intangible assets and are amortized over the period of economic benefits.

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

2.6.2 Softwares are stated at cost of acquisition and are amortized on straight line basis over a period of 3 years irrespective of the date of acquisition.

### 2.7 Investments

2.7.1 Investments that are readily realizable and intended to be held for not more than twelve months are classified as Current Investments. All other investments are classified as long term investments. Long Term Investments are stated at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the Long Term Investments.

2.7.2 Current Investments are stated at lower of cost and fair value and determined on an individual investment basis.

### 2.8 Stock - in - Trade

Securities acquired with the intention to trade is classified as Stock – in – Trade. Stock – in – Trade of securities are valued at lower of the cost or fair value on individual scrip by scrip basis. Cost is determined on First-in-First-Out (FIFO) basis.

### 2.9 Employee Benefits

#### (i) Short Term Benefits

All employee benefits including short term compensated absences and statutory bonus/ performance bonus/incentives payable wholly within twelve months of rendering the service are classified as short term employee benefits and are charged to the Statement of Profit and Loss of the year.

#### (ii) Long Term Benefits

##### (a) Post Employment Benefits

**(i) Defined Contribution Plans:-** Retirement/ Employee benefits in the form of Provident Fund and Employees State Insurance are considered as defined contribution plan and contributions to the respective funds administered by the Government are charged to the Statement of Profit and Loss of the year when the contribution to the respective funds are due.

**(ii) Defined Benefit Plans:-** Retirement benefits in the form of gratuity is considered as defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made as at the date of the Balance Sheet. The scheme is maintained and administered by an insurer to which the trustees make periodic contributions. Actuarial gain/loss, if any are immediately recognized in the Statement of Profit and Loss.

##### (b) Other Long Term Benefits

As per the present policy of the company, there are no other long term benefits to which its employees are entitled.

### 2.10 Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 2.11 Share Issue/ Preliminary Expenses

Share Issue /Preliminary Expenses are recognized as an expense in the year in which it is incurred in accordance with 'Accounting Standard - 26 on "Intangible Assets"'.

## 2.12 Taxation

Provision for Taxation has been made in accordance with the Income Tax Laws prevailing for the relevant assessment years.

## 2.13 Minimum Alternative Tax (MAT) Credit Entitlement

MAT Credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

## 2.14 Deferred Taxation

Deferred tax assets and liabilities are recognized for timing differences between the accounting and taxable income measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each Balance Sheet date, the carrying amount of deferred tax assets is reviewed to assure its realization.

## 2.15 Contingencies and Events Occurring After The Balance Sheet Date

Events occurring after the date of the Balance Sheet, which provide further evidence of conditions that existed at the Balance Sheet date or that arose subsequently, are considered upto the date of approval of accounts by the Board of Directors, where material.

## 2.16 Impairment

Where the recoverable amount of the fixed asset is lower than its carrying amount, a provision is made for the impairment loss. Post impairment, depreciation is provided for on the revised carrying value of the asset over its remaining useful life.

## 2.17 Provisions, Contingent Liabilities & Contingent Assets

A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation. Contingent liabilities, if material, are disclosed by way of notes. Contingent assets are not recognized or disclosed in the financial statements.

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 2.18 Foreign Currency Transactions

Foreign Currency transactions are accounted at the exchange rates prevailing on the date of the transaction. Foreign Currency monetary items outstanding as at the Balance Sheet date are reported using the closing rate. Gains and losses resulting from the settlement of such transactions and translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Statement of Profit and Loss.

## 2.19 Assets on Operating Leases

Lease payments under operating lease are recognized as expenses on accrual basis in accordance with the respective lease and license agreements.

## 2.20 Cash And Cash Equivalents

Cash and Cash Equivalents includes cash on hand, balances with bank in current accounts (other than earmarked), fixed deposits with bank (free from any encumbrances) and cheques on hand.

## 2.21 Segments

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Company. Revenue, expenses, assets and liabilities are identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis, are included under "Unallocated".

## 2.22 Earning Per Share

The Company reports basic and diluted earnings per share (EPS) in accordance with Accounting Standard 20 on "Earnings Per Share". Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

## 3. Share Capital

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Authorised</b>		
6,000,000 (P.Y. 6,000,000) Equity Shares of ₹ 10/- each	60,000,000	60,000,000
1,000,000 (P.Y. Nil) 9% Redeemable Non-Cumulative Preference Shares of ₹ 10/- each	10,000,000	-
	<b>70,000,000</b>	<b>60,000,000</b>
<b>Issued, Subscribed and Paid Up</b>		
6,000,000 (P.Y. 6,000,000) Equity Shares of ₹ 10/- each fully paid up	60,000,000	60,000,000
1,000,000 (P.Y. Nil) 9% Redeemable Non-Cumulative Preference Shares of ₹ 10/- each	10,000,000	-
	<b>70,000,000</b>	<b>60,000,000</b>

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

### i) Equity Shares

Particulars	As at March 31, 2016		As at March 31, 2015	
	No of shares	Amount (₹)	No of shares	Amount (₹)
At the beginning of the reporting period	6,000,000	60,00,0000	6,000,000	60,000,000
Add: Shares issued during the reporting period	-	-	-	-
Outstanding at the end of the reporting period	<b>6,000,000</b>	<b>60,000,000</b>	<b>6,000,000</b>	<b>60,000,000</b>

### ii) 9% Redeemable Non-Cumulative Preference Shares

Particulars	As at March 31, 2016		As at March 31, 2015	
	No of shares	Amount (₹)	No of shares	Amount (₹)
At the beginning of the reporting period	-	-	-	-
Add: Shares issued during the reporting period	1,000,000	10,000,000	-	-
Outstanding at the end of the reporting period	<b>1,000,000</b>	<b>10,000,000</b>	-	-

## b. Terms/rights attached to

### i) Equity Shares:

The company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pay dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting except interim dividend.

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.

### ii) Preference Shares:

The company has only one class of preference shares i.e. Redeemable Non-Cumulative Preference Shares of ₹ 10 per share.

a) Such shares shall confer on the holders thereof, the non cumulative right to a fixed preferential dividend from the date of allotment at 9% per annum, on the capital for the time being paid up or credited as paid up thereon.

b) Such shares shall have the priority with respect to payment of dividend or repayment of capital vis-à-vis equity shares; and that these preference shares shall be entitled to the participation in surplus fund as well as the participation in surplus assets and profits on winding-up which may remain after the entire capital has been repaid.

c) The preference shares are redeemable at par on expiry of five years from the date of issue i.e. 29th June, 2015.

## c. Shares held by holding company

The entire 6,000,000 (previous year 6,000,000) equity shares and 1,000,000 (P.Y. Nil) 9% Redeemable Non-Cumulative Preference shares of ₹ 10/- each fully paid are held by Emkay Global Financial Services Limited, the holding company.



# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## d. Details of shareholders holding more than 5% shares in the company:

Name of the Shareholders	As at March 31, 2016		As at March 31, 2015	
	No of shares	% of holding	No of shares	% of holding
<b>i) Equity Shares</b>				
Emkay Global Financial Services Limited (Holding Company) and its nominees	6,000,000	100	6,000,000	100
<b>ii) 9% Redeemable Non-Cumulative Preference Shares</b>				
Emkay Global Financial Services Limited (Holding Company)	1,000,000	100	-	-

## 4. Reserves and Surplus

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>General Reserve</b>		
Balance as per last financial statement	4,214,586	4,250,000
Less: Appropriations		
Adjustment relating to Fixed Assets (Refer note no.25)	-	35,414
<b>Closing balance</b>	<b>4,214,586</b>	<b>4,214,586</b>
<b>Surplus / (Deficit) in the Statement of Profit and Loss</b>		
Balance as per last financial statement	(59,789,340)	(22,313,122)
Less: Profit/(Loss) for the year	1,549,748	(37,476,218)
Amount available for appropriations	(58,239,592)	(59,789,340)
<b>Net (Deficit) in the Statement of Profit and Loss</b>	<b>(58,239,592)</b>	<b>(59,789,340)</b>
	<b>(54,025,006)</b>	<b>(55,574,754)</b>

## 5. Deferred Tax Liabilities (Net)

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Deferred Tax Liabilities</b>		
Difference between book and tax depreciation	19,100	30,400
	19,100	30,400
<b>Deferred Tax (Assets)</b>	-	-
<b>Deferred Tax Liabilities ( Net )</b>	<b>19,100</b>	<b>30,400</b>

1. During the previous year ended 31st March 2015, carrying amount of deferred tax assets as at 31st March, 2014 of ₹ 4,07,13,800/- after adjustment of deferred tax liability of ₹ 65,700/- for the year ended 31st March, 2015 had been written down.

2. In view of unabsorbed depreciation and carry forward losses under tax laws and considering the principle of virtual certainty as stated in the Accounting Standard 22 "Accounting for Taxes on Income", deferred tax assets available to the company have not been recognized.

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 6: Other Long -Term Liabilities

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Others</b>		
Security Deposits	2,410,384	3,846,380
	<b>2,410,384</b>	<b>3,846,380</b>

## 7. Short-Term Borrowings

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Secured</b>		
<b>Loans repayable on demand</b>		
Overdraft from a bank	23,095,344	22,300,450
	<b>23,095,344</b>	<b>22,300,450</b>
<b>Unsecured</b>		
<b>Loans repayable on demand</b>		
- Loan from a Fellow Subsidiary [(Refer note no.(33)(B)(III)( c ))]	15,000,000	20,000,000
	<b>15,000,000</b>	<b>20,000,000</b>
	<b>38,095,344</b>	<b>42,300,450</b>

Note: Overdraft referred above from a bank is secured by way of lien against term deposits with bank.

## 8. Trade Payables

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
Trade Payables	17,106,024	147,759,640
	<b>17,106,024</b>	<b>147,759,640</b>

## 9. Other Current Liabilities

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Other Payables</b>		
Advances received from Clients	8,193,201	21,297,288
Payable for Expenses		
-to Holding Company [Refer note no.(33)(B)(III)(a)]	130	5,288
-to Others	574,233	641,313
Statutory Liabilities	383,803	819,857
Deposit towards margin from Clients	65,502,170	101,692,457
Other liabilities	109,988	211,342
	<b>74,763,525</b>	<b>124,667,545</b>

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 10. Fixed Assets

	Tangible Assets				Intangible Assets		
	Furniture & Fixtures	Office Equipments	Computers	Air Conditioner	Total	Software	Total
	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
<b>Gross Block(At Cost)</b>							
At 1 April 2014	10,688	267,203	4,071,058	32,600	4,381,549	3,839,551	3,839,551
Additions	-	-	-	-	-	-	-
Deductions	-	132,316	2,022,684	32,600	2,187,600	-	-
<b>At 31 March 2015</b>	<b>10,688</b>	<b>134,887</b>	<b>2,048,374</b>	<b>-</b>	<b>2,193,949</b>	<b>3,839,551</b>	<b>3,839,551</b>
Additions	-	-	-	-	-	-	-
Deductions	-	6,942	-	-	6,942	-	-
<b>At 31 March 2016</b>	<b>10,688</b>	<b>127,945</b>	<b>2,048,374</b>	<b>-</b>	<b>2,187,007</b>	<b>3,839,551</b>	<b>3,839,551</b>
<b>Depreciation/Amortization</b>							
At 1 April 2014	6,726	166,166	3,312,058	9,913	3,494,863	3,823,895	3,823,895
Charge for the year	1,302	23,881	299,470	1,428	326,081	15,656	15,656
Adjustments [Refer note no.25]	-	20,097	31,217	-	51,314	-	-
Deductions	-	79,598	1,822,160	11,341	1,913,099	-	-
<b>At 31 March 2015</b>	<b>8,028</b>	<b>130,546</b>	<b>1,820,585</b>	<b>-</b>	<b>1,959,159</b>	<b>3,839,551</b>	<b>3,839,551</b>
Charge for the year	874	-	75,979	-	76,853	-	-
Deductions	-	6,942	-	-	6,942	-	-
<b>At 31 March 2016</b>	<b>8,902</b>	<b>123,604</b>	<b>1,896,564</b>	<b>-</b>	<b>2,029,070</b>	<b>3,839,551</b>	<b>3,839,551</b>
<b>Net Block</b>							
<b>At 31 March 2015</b>	<b>2,660</b>	<b>4,341</b>	<b>227,789</b>	<b>-</b>	<b>234,790</b>	<b>-</b>	<b>-</b>
<b>At 31 March 2016</b>	<b>1,786</b>	<b>4,341</b>	<b>151,810</b>	<b>-</b>	<b>157,937</b>	<b>-</b>	<b>-</b>

## 11. Long-term Loans and advances

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Unsecured, Considered Good</b>		
Deposits	6,985,398	7,125,399
Income Tax Paid ( Net of Provisions)	8,169,912	7,291,003
	<b>15,155,310</b>	<b>14,416,402</b>

## 12. Trade Receivables

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Unsecured</b>		
Outstanding for a period exceeding Six Months		
- Considered Good	2,492,228	2,666,232
- Considered Doubtful	111,645,752	110,797,027
	<b>114,137,980</b>	<b>113,463,259</b>
- Less: Provision for Doubtful Debts	111,645,752	110,797,027
	<b>2,492,228</b>	<b>2,666,232</b>
<b>Others</b>		
- Considered Good	1,429,790	128,428,349
- Considered Doubtful	1,549,658	1,876,331
	<b>2,979,448</b>	<b>130,304,680</b>

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
- Less: Provision for Doubtful Debts	1,549,658	1,876,331
	<b>1,429,790</b>	<b>128,428,349</b>
	<b>3,922,018</b>	<b>131,094,581</b>
Note: Above includes due from Directors [Refer note no.(33)(B)(III)(b)]	<b>6,286</b>	<b>5,337</b>

## 13 Cash and Cash Equivalents

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Cash and Cash Equivalents</b>		
Balances with Banks		
- In Current Accounts	7,591,501	4,422,762
Cheques on Hand	5,496,601	14,245,000
Cash on Hand	17,909	5,597
	<b>13,106,011</b>	<b>18,673,359</b>
Other Bank Balances		
- In Deposit Accounts towards margin/security for Bank	110,800,000	151,300,000
Guarantees, borrowings and other commitments		
Others		
- Meal Coupons on Hand	-	3,360
	<b>123,906,011</b>	<b>169,976,719</b>
Note:		
1. Deposit with banks include deposits of ₹ 8,48,00,000/- (P.Y. ₹ 11,13,00,000/-) with maturity of more than 12 months		

## 14. Short-Term Loans and Advances

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Unsecured, Considered Good</b>		
Deposits	3,000,000	3,000,000
Advances recoverable in cash or kind or for value to be received	68,687	167,370
Others loans and advances		
-Service Tax Input Credit Available / Receivable	114,936	562,425
-Prepaid Expenses	828,912	1,763,225
-Loan to Staff	-	18,783
	<b>4,012,535</b>	<b>5,511,803</b>

## 15. Other Current Assets

Particulars	As at	
	31st March, 2016	31st March, 2015
	(₹)	(₹)
<b>Unsecured, Considered Good</b>		
Interest Accrued on Deposits with Banks	1,215,560	1,795,366
	<b>1,215,560</b>	<b>1,795,366</b>

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 16. Revenue from Operations

Particulars	For the year ended 31st March 2016 (₹)	For the year ended 31st March 2015 (₹)
<b>Sale of Services</b>		
Brokerage on Commodities		
- Commodity Exchanges	14,075,315	18,355,584
Other Fees	-	35,000
	<b>14,075,315</b>	<b>18,390,584</b>
<b>Other Operating Revenues</b>		
Interest on Deposit* with		
-Banks	7,687,491	8,172,463
-Others	522,644	223,653
Provision for Doubtful Debts Written Back	329,969	1,061,260
Bad Debts Recovered	1,540	7,388
Liabilities no-longer Payable Written Back	4,000	5,750
Profit in Proprietary Trades in Securities /Commodity Derivatives Instruments	-	196,071
Delayed Payments Charges	623,277	440,955
Miscellaneous Income	219,177	187,367
	<b>9,388,098</b>	<b>10,294,907</b>
	<b>23,463,413</b>	<b>28,685,491</b>
* Acquired / held for purposes of Commodity Exchanges.		

## 17. Other Income

Particulars	For the year ended 31st March 2016 (₹)	For the year ended 31st March 2015 (₹)
<b>Interest</b>		
- On Deposit with Banks *	4,153,445	4,107,877
- Others	-	3,435
<b>Other Non-Operating Income</b>		
- Profit on Disposal of Fixed Assets	-	46,781
	<b>4,153,445</b>	<b>4,158,093</b>
* Acquired / held for purposes other than Commodity Exchanges.		

## 18. Employee Benefits Expenses

Particulars	For the year ended 31st March 2016 (₹)	For the year ended 31st March 2015 (₹)
Salaries and Other Benefits	1,301,730	4,227,233
Contribution to Provident and Other Funds [Refer note no.(23)(i)]	23,709	88,751
Gratuity [ Refer note no.(23)(ii)]	99,321	(110,032)
Staff Welfare Expenses	6,919	84,466
	<b>1,431,679</b>	<b>4,290,418</b>

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 19. Finance Costs

Particulars	For the year ended 31st March, 2016 (₹)	For the year ended 31st March, 2015 (₹)
Interest Expense	8,905,266	8,788,416
Other Borrowing Costs	661,915	2,149,840
	<b>9,567,181</b>	<b>10,938,256</b>

## 20. Depreciation and Amortization

Particulars	For the year ended 31st March, 2016 (₹)	For the year ended 31st March, 2015 (₹)
Depreciation of Tangible Assets	76,853	326,081
Amortization of Intangible Assets	-	15,656
	<b>76,853</b>	<b>341,737</b>

## 21. Other Expenses

Particulars	For the year ended 31st March 2016 (₹)	For the year ended 31st March 2015 (₹)
Brokerage and Commission	4,580,005	4,591,965
Communication, Postage and Courier Charges	558,828	592,065
Fees and Stamps	1,018,250	407,986
Contribution/Payments to Exchanges	1,056,092	806,991
Membership and Subscription	2,997,923	2,307,359
Depository Charges	4,425	61,923
Loss due to Execution of Error Trades	6,529	3,594
Expenses attributable to Proprietary Trades in Securities /Commodity Derivatives Instruments	-	87,769
Infrastructure Maintenance Charges	401,000	600,000
Electricity Charges	-	303,208
Insurance	180,471	191,389
Repairs and Maintenance - Others	85,128	158,998
Advertisement and Business Promotion Expenses	-	14,324
Printing and Stationery	145,239	126,288
Travelling, Conveyance and Vehicle expenses	35,172	85,475
Provision for Doubtful Debts	899,196	688,826
Bad Debts Written off	53,066	162,684
Less : Provision Written Back	(47,175)	(120,926)
Software Expenses	1,039,873	818,520
Legal and Professional fees	962,821	515,380
Payment to Auditors		
- As auditor:		
Audit fee	150,750	150,000
Tax Audit fee	50,250	50,000

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	For the year ended 31st March 2016	For the year ended 31st March 2015
	(₹)	(₹)
-In other capacity:		
Taxation matters	29,648	29,500
Other matters	47,063	55,000
Rent	-	851,000
Service Tax	525	84,724
Foreign Exchange Rate Fluctuations Loss	10,539	-
Miscellaneous Expenses	251,079	487,228
	<b>14,516,697</b>	<b>14,111,270</b>

**22.** The accumulated loss as at March 31, 2016 being ₹ 5,82,39,592/- (P.Y. ₹ - 5,97,89,340/-) exceeds more than 50% of its net worth as at that date being ₹ 1,59,74,994/- (P.Y. ₹ - 44,25,246/-). The management is however confident of raising adequate finance and receiving continued support from the holding company M/s Emkay Global Financial Services Limited in the coming years. Accordingly, the financial statements have been prepared on the basis that the company is a going concern and that no adjustments are required to the carrying value of assets and liabilities.

**23.** Disclosure on retirement benefits as required in Accounting Standard 15 (AS – 15) on “Employee Benefits” are given below:-

## (i) Defined Contribution Plan

Expenses recognized in Statement of Profit and Loss towards the Defined Contribution Plans are as under:

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
	Amount (₹)	Amount (₹)
Contribution to Provident Fund	1,200/-	41,295/-
Employees State Insurance Scheme	22,509/-	39,368/-
Contribution to National Pension Scheme	-	8,088/-
<b>Total</b>	<b>23,709/-</b>	<b>88,751/-</b>

## (ii) Defined Benefit Plan

The details of the Company's post retirement benefit plan for gratuity for its employees in conformity with the principles set out in AS – 15 which has been determined by an Actuary appointed for the purpose and relied upon by the Auditors are given below:

Sr. No.	Particulars	For the year ended	
		March 31, 2016	March 31, 2015
		(₹)	(₹)
<b>I</b>	<b>Changes in present value of obligations</b>		
	Present Value of Obligations at beginning of the period	337,154	10,85,509
	Interest Cost	26,373	65,217
	Current Service Cost	18,365	39,144
	Benefits Paid	(55,385)	(753,268)
	Actuarial (gain)/loss on obligations	89,890	(99,448)
	Present Value of Obligations at end of the period	416,397	337,154

# NOTES ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2016

Sr. No.	Particulars	For the year ended	
		March 31, 2016 (₹)	March 31, 2015 (₹)
<b>II</b>	<b>Changes in fair value of plan assets</b>		
	Fair Value of Plan Assets at beginning of the period	482,365	10,06,360
	Adjustment to Opening Fair Value of Plan Assets	-	-
	Expected Return on Plan Assets	43,537	61,800
	Contributions	-	114,328
	Fund transferred in	-	-
	Benefits Paid	(55,385)	(753,268)
	Actuarial Gain / (Loss) on the Plan Assets	(8,230)	53,145
	Fair Value of Plan Assets at end of the period	462,287	482,365
<b>III</b>	<b>Fair Value of Plan Assets</b>		
	Fair Value of Plan Assets at beginning of the period	482,365	10,06,360
	Adjustment to Opening Fair Value of Plan Assets	-	-
	Actual Return on Plan Asset	35,307	114,945
	Contributions	-	114,328
	Fund transferred in		
	Benefits Paid	(55,385)	(7,53,268)
	Fair Value of Plan Assets at end of the period	462,287	4,82,365
	Funded Status	45,890	145,211
	Excess of actual over estimated return on Plan Assets	(8,230)	53,145
<b>IV</b>	<b>Actuarial Gain/(Loss) Recognized</b>		
	Actuarial Gain/(Loss) for the period (Obligation)	(89,890)	99,448
	Actuarial Gain/(Loss) for the period (Plan Assets)	(8,230)	53,145
	Total Gain/(Loss) for the period	(98,120)	152,593
	Actuarial Gain / (Loss) recognized for the period	(98,120)	152,593
	Unrecognized Actuarial Gain/(Loss) at end of the period		
<b>V</b>	<b>Amounts recognized in the Balance Sheet</b>		
	Present Value of Obligations at end of the period	416,397	337,154
	Fair Value of Plan Assets at end of the period	462,287	482,365
	Funded Status	45,890	145,211
	Unrecognized Actuarial Gain/(Loss)	-	-
	Net Asset/(Liability) recognized in the balance sheet under "Short-Term Provisions for Gratuity"	45,890	145,211
<b>VI</b>	<b>Expense recognized in the Statement of Profit and Loss</b>		
	Current Service Cost	18,365	39,144
	Interest cost	26,373	65,217
	Expected Return on Plan Assets	(43,537)	(61,800)
	Net Actuarial (Gain)/Loss recognized for the period	98,120	(152,593)
	Expense recognized in the statement of Profit and Loss under "Employees Benefits expenses"	99,321	(110,032)
<b>VII</b>	<b>Movements in the Liability recognized in Balance Sheet</b>		
	Opening Net Liability	(145,211)	79,149
	Adjustment to Opening Fair Value of Plan Assets	-	-
	Expenses as above	99,321	(110,032)
	Contribution paid	-	(114,328)
	Closing Net Liability	(45,890)	(145,211)
<b>VIII</b>	<b>Investment pattern</b>		
	Insurer Managed Funds	100%	100%



# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

Sr. No.	Particulars	For the year ended	
		March 31, 2016	March 31, 2015
		(₹)	(₹)
<b>IX</b>	<b>Experience Anyalysis – Liabilities</b>		
	Actuarial (Gain)/Loss due to change in bases	1,286	18,081
	Experience (Gain)/Loss due to Change in Experience	88,604	(117,529)
	Total	89,890	(99,448)
	Experience Anyalysis – Plan Assets		
	Experience (Gain)/Loss due to Change in Plan Assets	8,230	(53,145)
<b>X</b>	<b>Principal Assumptions</b>		
	Mortality	IALM(2006-08) Ult	IALM(2006-08) Ult
	Discount Rate	7.70%	7.80%
	Rate of increase in compensation	10.00%	10.00%
	Rate of return (expected) on plan assets	9.00%	9.00%
	Withdrawal rates	Up to Age 45: 25%	Up to Age 45: 25%
		46 and above : 10%	46 and above : 10%

**24** In the opinion of Board of Directors, the assets other than fixed assets and non current investments have value on realisation in ordinary course of business at least equal to the amount at which they are stated except as otherwise stated. Provision for all known and determined liabilities is adequate and not in excess of the amount reasonably required.

**25** Pursuant to the enactment of Companies Act 2013, the company in previous year had applied the estimated useful lives as specified in Schedule II. Accordingly: a) the unamortized carrying value is being depreciated / amortized over the revised/ remaining useful lives. Consequently, depreciation for the previous year ended 31.03.2015 was higher by ₹ 1,09,749/- and b) the written down value of Fixed Assets whose lives have expired as at 1st April 2014 have been adjusted net of deferred tax, in the opening balance of General Reserve amounting to 35,414/-.

**26** (a) Shares received from clients as collateral for margins are held by the company in its own name in a fiduciary capacity.

(b) Fixed Deposits taken out from banks by the clients in the name of company as collateral for their margin requirements are lien marked directly in favour of Commodity Exchanges / Professional Clearing Member and are utilized towards additional base capital/ exposure/ margin requirements of the Company.

## 27 Details of Contingent Liabilities:

Sr. No.	Particulars	As at	
		31st March, 2016	31st March, 2015
a	Claim against the Company not acknowledged as debt	3,75,000	3,75,000
b	Guarantees issued by the Banks	10,00,00,000	14,00,00,000
c	Income Tax and Fringe Benefits Tax matters in dispute	61,330	-

**28** Payment to auditors includes ₹ 750/- (P.Y. Nil) in audit fees, ₹ 250/- (P.Y. Nil) in tax audit fees, ₹ 148/- (P.Y. Nil) in fees for taxation matters and ₹ 63/- (P.Y. Nil) in other matters towards Swachh Bharat Cess.

**29** ₹ 109,988/- (P.Y. ₹ 2,11,342/-) being aggregate amount of deposits in company's bank accounts made directly by clients whose details awaited are shown under Other Payable.

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

## 30 Earnings per share

	For the year ended	
	March 31, 2016	March 31, 2015
Profit / (Loss) available for Equity Shareholders (₹)	15,49,748	(3,74,76,218)
Weighted average number of Shares used in	60,00,000	60,00,000
Computing Basic earnings per share		
Weighted average number of Shares used in	60,00,000	60,00,000
Computing Diluted earnings per share		
Nominal Value of Equity Shares (₹)	10	10
Basic Earnings Per Share (₹)	0.26	(2.56)
Diluted Earnings Per Share (₹)	0.26	(2.56)

## 31 Segment information

### A. Primary Segment

#### (a) Primary Segment:

The Company's operations relating to "Commodity Broking" falls under one reportable business segment namely "Advisory and Transactional Services", therefore primary business segment reporting as required by Accounting Standard 17 "Segment Reporting" is not applicable.

#### (b) Secondary Segment:

The Company operates in India and hence there are no reportable Geographical Segments.

## 32 Assets taken on Operating Leases:

- (a) The Company has taken commercial premises under operating lease. The said lease arrangements are renewable on expiry. The rental expenses in respect of above operating leases was ₹ Nil (P.Y. ₹ 56,000/-).
- (b) It is also occupying part of a premise taken on operating lease by its holding company to whom rent aggregating to ₹ Nil ( P.Y. ₹ 7,95,000/-) has been paid for the same.

## 33 Related Party disclosures:

(A) List of related parties (Where transactions have taken place)

Sr. No.	Name of Related Party	Nature of Relationship
(i)	<b>Key Management Personnel / Individuals having control or significant influence</b>	
	a) Shri Krishna Kumar Karwa	Director and Individual having significant influence
	b) Shri Prakash Kacholia	Whole time Director and Individual having significant influence
(ii)	<b>Relatives of Key Management Personnel / Individuals having control or significant influence</b>	
	a) Preeti Kacholia	Relative of Whole time Director and Individual having control or significant influence
(iii)	<b>Holding Company</b>	
	• Emkay Global Financial Services Limited	Holding Company
(iv)	<b>Fellow Subsidiary</b>	
	• Emkay Fincap Limited	Fellow Subsidiary Company

# NOTES ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2016

## (B) Transactions with related parties:

Sr. No	Particulars	Key Management Personnel/ Individuals having control or significant influence		Relatives of Key Managerial Personnel/ Individuals having control or significant influence		Holding Company		Fellow Subsidiary Company	
		2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
<b>I</b>	<b>Expenditure</b>								
<b>a</b>	<b>Depository Charges</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	2,916	4,290	-	-
<b>b</b>	<b>Infrastructure Maintance charges</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	401,000	600,000	-	-
<b>c</b>	<b>Interest Paid</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	1,612,603	-	-	-
	Emkay Fincap Limited	-	-	-	-	-	-	1,435,069	1,371,781
<b>d</b>	<b>Brokerage Paid</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	-	106,520	-	-
<b>II</b>	<b>Others</b>								
<b>a</b>	<b>Expenses Reimbursed</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	-	1,231,783	-	-
	Emkay Fincap Limited	-	-	-	-	-	-	1,440	12,100
<b>b</b>	<b>Payment made on behalf of clients to</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	24,135	1,594,838	-	-
<b>c</b>	<b>Short-Term Borrowing Obtained</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	75,000,000	-	-	-
	Emkay Fincap Limited	-	-	-	-	-	-	60,000,000	165,000,000
<b>d</b>	<b>Repayment of Short- Term Borrowing</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	75,000,000	-	-	-
	Emkay Fincap Limited	-	-	-	-	-	-	65,000,000	180,000,000
<b>e</b>	<b>Sale of Fixed Assets/Gift/MealCoupons</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	3,360	332,082	-	-
<b>f</b>	<b>Preference Shares allotted</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	10,000,000	-	-	-
<b>III</b>	<b>Outstandings</b>								
<b>a</b>	<b>Other Current Liability</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	130	5,288	-	-
<b>b</b>	<b>Trade Receivable</b>								
	-Preeti Kacholia	-	-	-	337	-	-	-	-
	-Prakash Kacholia	6,286	4,550	-	-	-	-	-	-
	-Krishna Kumar Karwa	-	787	-	-	-	-	-	-
<b>c</b>	<b>Short-Term Borrowing</b>								
	-Emkay Fincap Limited	-	-	-	-	-	-	15,000,000	20,000,000
<b>d</b>	<b>Equity Share Capital</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	60,000,000	60,000,000	-	-
<b>e</b>	<b>Preference Share Capital</b>								
	Emkay Global Financial Services Ltd.	-	-	-	-	10,000,000	-	-	-

# NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

C) Related Parties are identified by the management and relied upon by the Auditors.

D) No balances in respect of related parties have been written off.

**34** Disclosure in respect of Loans and Advances in the nature of Loans pursuant to Schedule V of Securities and Exchange Board of India (listing Obligations and Disclosure Requirements) Regulations, 2015 made applicable to the Company by virtue of its being the subsidiary of Emkay Global Financial Services Limited a listed parent company.

Particulars	As at 31st March,2016		As at 31st March,2015	
	Outstanding Balance	Maximum Balance During the year	Outstanding Balance	Maximum Balance During the year
<b>To Parent</b>				
Emkay Global Financial Services Ltd.	-	-	-	5,00,00,000

## 35 Detailed information in respect of Securities traded in :-

Particulars	Purchase (₹)		Sales (₹)	
	2015-16	2014-15	2015-16	2014-15
Shares & Securities	-	3,03,41,990	-	3,05,44,661

**36** Deposits under Long Term Loan and Advances includes ₹ 40,00,000/- (P.Y. ₹ 40,00,000/-) lying with National Spot Exchange Limited as cash deposit against margin requirement. The said exchange is presently non-functional and embroiled with numerous litigation. However, in the opinion of the management, the said deposit is recoverable.

**37** The provisions of section 135 of the Companies Act, 2013 pertaining to expenditure on Corporate Social Responsibility are not applicable to the company.

**38 a)** Additional information required pursuant to Part II of Schedule III to the Companies Act, 2013.

Particulars	Year ended 31st March,2016 (₹)	Year ended 31st March,2015 (₹)
<b>Expenditure in Foreign Currency</b>		
- Membership & Subscription	4,82,934	2,04,474

b) Other Additional Information required pursuant to Part II of Schedule III of the Companies Act, 2013 are not applicable to the Company.

**39** Provision for taxation has been made considering the provisions of Section 115JB of the Income Tax Act 1961.

**40** The Company is entitled to aggregate MAT credit of ₹ 6,08,992/- (P.Y. ₹ 1,22,992/-) which shall be recognized as an asset as and when there are convincing evidence for the realization of the same.

**41** Figures of the previous year have been regrouped, recasted and rearranged wherever necessary to make them comparable with the figures of the current year.

# NOTES ON FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH, 2016

**42** Figures in brackets represents for Previous Year.

**43** Figures have been rounded off to the nearest rupee.

As per our Report of even date  
**For B.L.Sarda & Associates**  
**Chartered Accountants**

**(CA B. L. Sarda)**  
 Partner  
 Membership No. 014568

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016

By the order of the Board  
**Emkay Commotrade Limited**

**Prakash Kacholia**  
 Whole Time Director

**Rajesh Sharma**  
 Director

Place: Mumbai  
 Dated: 23<sup>rd</sup> May, 2016

**EMKAY COMMOTRADE LIMITED**

CIN- U99999MH2006PLC158675

Registered Office: 4D, 4th Floor, Hamam House, Ambalal Doshi Marg, Fort, Mumbai –400 023

**ATTENDANCE SLIP**

I hereby record my presence at the 11th Annual General Meeting of the Company held on Wednesday, 10<sup>th</sup> August, 2016 at 11.30 a.m. at Registered Office of the Company situated at The Ruby, 7<sup>th</sup> Floor, Senapati Bapat Marg, Dadar(West), Mumbai – 400 028.

Folio No. \_\_\_\_\_ DP ID No. \_\_\_\_\_ Client ID No. \_\_\_\_\_

Name of Member: \_\_\_\_\_

Name of Proxyholder: \_\_\_\_\_

No. of Share(s) Held: \_\_\_\_\_

\_\_\_\_\_  
Signature of Member/Proxy

**Notes:**

- (1) Members/Proxyholders are requested to produce the attendance slip duly signed for admission to the Meeting hall..
- (2) Members are requested to bring their copy of Annual Report for reference at the Meeting.

# EMKAY COMMOTRADE LIMITED

CIN: U99999MH2006PLC158675

Registered office: The Ruby, 7th Floor, Senapati Bapat Marg, Dadar (West), Mumbai-400028

Website: www.emkayglobal.com T: 022-66299299 Email: compliance@emkayglobal.com

## 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 Emkay Commotrade Limited holding \_\_\_\_\_ equity shares of the above named company, hereby appoint.

- Name :  
 Address :  
 E-mail ID :  
 Signature: \_\_\_\_\_ or failing him
- Name :  
 Address :  
 E-mail ID :  
 Signature: \_\_\_\_\_ or failing him
- Name :  
 Address :  
 E-mail ID :  
 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 11th Annual General Meeting of the Company, to be held on Wednesday, 10th day of August, 2016 at 11.30a.m. at the Registered Office of the Company situated at The Ruby, 7th Floor, Senapati Bapat Marg, Dadar(West), Mumbai – 400 028 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolutions
1	To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2016, the Profit and Loss Account for the year ended on that date and the reports of the Board of Directors and Auditors thereon.
2	To appoint a director in place of Mr. Krishna Kumar Karwa, who retires by rotation and being eligible, offers himself for re-appointment.
3	To ratify appointment of Statutory Auditors M/s. B L Sarda & Associates, Chartered Accountants

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2016.

Signature of the Shareholder: \_\_\_\_\_

Signature of the Proxy Holder(s): \_\_\_\_\_

Affix  
Revenue  
Stamp of  
₹ 1

**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.**



Your success is our success

**EMKAY COMMOTRADE LIMITED**

CIN: U99999MH2006PLC158675

Registard Office: The Ruby, 7th Floor, Senapati Bapat Marg,  
Dadar (West), Mumbai - 400028. Tel: +91 22 6612 1212