

FINVENT FINANCE AND INVESTMENTS LIMITED
BALANCE SHEET AS AT 31 MARCH, 2016

(In Rs.)

	Note	As at 31 Mar 16	As at 31 Mar 15
I. EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	3.01	5 30 68 520	4 04 04 120
Reserves and Surplus	3.02	1 49 19 088	1 00 14 954
		6 79 87 608	5 04 19 074
Non-Current Liabilities			
Long Term Borrowings	3.03	1 50 40 000	1 40 00 000
Other Long Term Borrowings	3.04	22 723	-
		1 50 62 723	1 40 00 000
Current Liabilities			
Short Term Borrowings	3.05	20 80 02 869	10 01 55 217
Other Current Liabilities	3.06	4 13 91 733	2 64 09 325
Short Term Provisions	3.07	30 17 767	13 05 526
		25 24 12 369	12 78 70 068
Total Equities and Liabilities		33 54 62 700	19 22 89 142
II. ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	3.08	86 00 506	60 96 145
Intangible Assets	3.09	11 568	17 296
Intangible Assets (Under development)	3.10	30 000	4 10 000
		86 42 074	65 23 441
Deferred Tax Asset (Net)	3.11	6 43 800	1 18 800
Long Term Receivables from Financing Activities	3.12	12 64 831	-
Long Term Loans and Advances	3.13	4 45 942	4 45 942
		23 54 573	5 64 742
Current Assets			
Cash and Cash Equivalents	3.14	18 64 975	5 87 410
Short Term Receivables from Financing Activities	3.15	31 75 06 223	18 03 69 209
Short Term Loans and Advances	3.16	48 66 048	41 10 068
Other Current Assets	3.17	2 28 807	1 34 272
		32 44 66 053	18 52 00 959
Total Assets		33 54 62 700	19 22 89 142

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO 1 to 10
FINANCIAL STATEMENTS**

Note: The notes referred to above form an integral part of the Balance Sheet

As per our report of even date attached
For K.VENKATACHALAM AIYER & CO
CHARTERED ACCOUNTANTS
Firm Regn No: 004610 S

For and on Behalf of the Board of Directors of
FINVENT FINANCE AND INVESTMENTS LTD

CA VISHNU MOHAN
Partner
Membership No: 232723

P T ABRAHAM
Chairman and Managing Director

Place : Kottayam
Date :

SAM V STEPHEN **AMAL ABRAHAM**
Director Director

FINVENT FINANCE AND INVESTMENTS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2016

(In Rs.)

	Note	Year Ended 31 Mar 16	Year Ended 31 Mar 15
Revenue			
Revenue From Operations	3.18	7 89 56 487	3 95 47 469
Other Income	3.19	4 14 134	82 737
Total Revenue (I)		7 93 70 621	3 96 30 206
Expenses			
Employee Benefit Expenses	3.20	1 65 29 429	71 10 119
Finance Costs	3.21	3 47 02 506	1 53 74 841
Depreciation and Amortization Expense	3.08 to 3.10	15 72 006	5 68 786
Administrative and Other Expenses	3.22	1 84 29 102	98 20 516
Provisions and Write Offs	3.23	20 39 165	4 53 863
Total Expenses (II)		7 32 72 208	3 33 28 125
Profit Before Tax and Extraordinary items (I - II)		60 98 413	63 02 081
Extraordinary Items	3.24	-	(1 63 540)
Profit Before Tax		60 98 413	64 65 621
Tax Expenses			
Current Tax		24 00 000	20 00 000
Deferred Tax		(5 25 000)	67 800
Income Tax Adjustment of Earlier Years		38 166	(6 644)
Total Tax Expenses		19 13 166	20 61 156
Profit After Tax		41 85 247	44 04 465
Earning per equity share of Rs.10 each Basic and Diluted (in Rs.)	7	0.92	1.43

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS 1 to 10

Note: The notes referred to above form an integral part of the Statement of Profit and Loss

As per our report of even date attached
For K.VENKATACHALAM AIYER & CO
 CHARTERED ACCOUNTANTS
 Firm Regn No: 004610 S

**For and on Behalf of the Board of Directors of
 FINVENT FINANCE AND INVESTMENTS LTD**

CA VISHNU MOHAN
 Partner
 Membership No: 232723

P T ABRAHAM
 Chairman and Managing Director

Place : Kottayam
 Date :

SAM V STEPHEN **AMAL ABRAHAM**
 Director Director

FINVENT FINANCE AND INVESTMENTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

(in Rs.)

	Year Ended	
	31-Mar-16	31-Mar-15
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net Profit before tax	60 98 413	64 65 621
Adjustments For:-		
Reversal of depreciation due to change in accounting policy for charging Depreciation	-	(1 63 540)
Depreciation	15 72 006	5 68 786
Provision Against Non - Performing Assets	15 98 000	95 000
Provisions On Standard Assets	3 98 000	3 22 000
	35 68 006	8 22 246
Operating Profit before charges to Operating Assets and Liabilities	96 66 419	72 87 867
Net (Increase) / Decrease In Operating Assets:-		
Long Term Receivables From Financing Activities	(12 64 831)	-
Long Term Loans And Advances	-	1 82 400
Short Term Loans And Advances	(7 55 980)	2 16 062
Short Term Receivables From Financing Activities	(13 71 37 014)	(9 84 32 266)
Other Current Assets	(94 535)	(1 34 272)
	(13 92 52 360)	(9 81 68 076)
Net Increase/ (Decrease) In Operating Liabilities-		
Other Current Liabilities	81 23 004	(18 75 520)
Short-Term Provisions		
	81 23 004	(18 75 520)
Net changes in Working Capital	(13 11 29 356)	(10 00 43 596)
Cash Generated from Operating Activities	(12 14 62 937)	(9 27 55 729)
Direct Taxes Paid	(27 21 925)	(13 18 474)
Net cash (used in) Operating Activities (A)	(12 41 84 862)	(9 40 74 203)
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchase Of Fixed Assets including Capital Advance	(40 70 639)	(49 77 656)
Sale/Transfer of Fixed Assets	3 80 000	
	(36 90 639)	(49 77 656)
Net cash (used in) Investing Activities (B)	(36 90 639)	(49 77 656)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Proceeds from Equity Share Allotment	1 55 13 890	1 54 84 944
Increase In Debentures	1 00 11 394	-
Increase In Secured Borrowings	7 80 95 285	6 71 89 078
Increase In Unsecured Borrowings	2 76 63 100	1 65 18 566
Interim Dividend Paid (including dividend distribution tax)	(21 30 603)	-
Net cash generated from Financing Activities(C)	12 91 53 066	9 91 92 588

Net Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)	12 77 565	1 40 729
Cash And Cash Equivalents At The Beginning Of The Year	5 87 410	4 46 681
Cash And Cash Equivalents At The End Of The Year	18 64 975	5 87 410
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash In Hand	4 93 804	1 43 065
Balances With Banks In Current Account	13 71 171	4 44 345
	18 64 975	5 87 410

As per our report of even date attached
For K.VENKATACHALAM AIYER & CO
 CHARTERED ACCOUNTANTS
 Firm Regn No: 004610 S

For and on Behalf of the Board of Directors of
FINVENT FINANCE AND INVESTMENTS LTD

CA VISHNU MOHAN
 Partner
 Membership No: 232723

P T ABRAHAM
 Chairman and Managing Director

Place : Kottayam
 Date :

SAM V STEPHEN
 Director

AMAL ABRAHAM
 Director

3 NOTES ON ACCOUNTS FOR THE YEAR ENDED 31 MARCH, 2016

Previous year figures have been reworked, re-grouped, re-arranged and reclassified to conform to the current year's presentation.

SHAREHOLDERS FUNDS

3.01 SHARE CAPITAL

The Authorized, Issued, Subscribed and Fully paid-up share capital comprises of equity shares having a par value of Rs.10 each as follows

Particulars	As at	
	31 Mar 16	31 Mar 15
Authorized		
75,00,000 equity shares (31st March 2015 - 50,00,000 equity shares) of Rs. 10 par value	7 50 00 000	5 00 00 000
Issued		
74,90,412 equity shares (31st March 2015 - 40,40,412 equity shares) of Rs.10 par value	7 49 04 120	4 04 04 120
Subscribed and Paid up		
53,06,852 equity shares (31st March 2015 - 40,40,412 equity shares) of Rs.10 par value	5 30 68 520	4 04 04 120
	<u>5 30 68 520</u>	<u>4 04 04 120</u>

Reconciliation of the number of equity shares outstanding and the amount of share capital as at 31st March 2016 and 31st March 2015 is set out below

Particulars	As at 31st March 2016		As at 31st March 2015	
	No. of shares	Amount (Rs.)	No. of shares	Amount (Rs.)
At the beginning of the year	40 40 412	4 04 04 120	27 50 000	2 75 00 000
Add: Issue of shares during the year	12 66 440	1 26 64 400	12 90 412	1 29 04 120
At the end of the year	53 06 852	5 30 68 520	40 40 412	4 04 04 120

Shareholders holdings more than 5% of the shares in the Company

Particulars	Number of Equity Shares				Amount(Rs.)	
	As at		As at		As at	As at
	31 Mar 16	%	31 Mar 15	%	31 Mar 16	31 Mar 15
P T Abraham	10 28 228	19.38%	9 67 332	23.94%	1 02 82 280	96 73 320
Amal Abraham	7 76 050	14.62%	1 18 750	2.94%	77 60 500	11 87 500
Sam V Stephen	5 16 666	9.74%	5 16 666	12.79%	51 66 660	51 66 660
Total	23 20 944		16 02 748		2 32 09 440	1 60 27 480

Rights, preferences and restrictions attached to shares

The Company has only one class of Equity Shares having par value of Rs.10 each. Each share holder is eligible for one vote per share held.

The Company declares and pays dividends in Indian Rupees. The Board of Directors in their meeting held on 22nd March, 2016 declared an interim dividend of 4% per equity share. The total dividend appropriation for the year ended 31st March, 2016 amounted to Rs.21,30,603/- including corporate dividend tax of Rs.3,60,376/-.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive balance if any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

Further issue of shares during the year

During the year the company has issued 12 66 440 equity shares at a premium of Rs 2.25 per share. Total securities premium collected was Rs.28,49,490/-.

3.02 RESERVES AND SURPLUS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Securities Premium Account		
At the beginning of the year	25 80 824	
Add: Additions on shares issued during the year	28 49 490	25 80 824
At the end of the year	54 30 314	25 80 824
Statutory Reserve		
(As per Section 45-IC of the Reserve Bank of India Act, 1934)		
At the beginning of the year	15 06 000	6 06 000
Add: Transfer from Surplus in the Statement of Profit and Loss	9 00 000	9 00 000
At the end of the year	24 06 000	15 06 000
General Reserve		
At the beginning of the year	-	-
Add: Transfer from Surplus in the Statement of Profit and Loss	5 00 000	-
At the end of the year	5 00 000	-
Surplus in the Statement of Profit & Loss		
At the beginning of the year	59 28 130	24 23 665
Add: Profit for the year	41 85 247	44 04 465
Total	1 01 13 377	68 28 130
Less: Appropriations		
Transfer to Statutory Reserve as per Reserve Bank Of India Act, 1934	(9 00 000)	(9 00 000)
Transfer to General Reserves	(5 00 000)	-
Dividend		
Interim Dividend	(17 70 227)	-
Dividend Tax	(3 60 376)	-
Total	(35 30 603)	(9 00 000)
At the end of the year	65 82 774	59 28 130
Total	1 49 19 088	1 00 14 954

3.03 LONG TERM BORROWINGS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Secured		
Term Loan from South Indian Bank	1 48 40 000	1 40 00 000
Non-Convertible Debentures	2 00 000	-
Total	1 50 40 000	1 40 00 000

Security of the Term Loan from South Indian Bank

The Term Loan obtained from South Indian Bank amounting to Rs.4,26,10,733/- has been personally guaranteed by the following people, namely P T Abraham, Amal Abraham, George Mathew, Johny Joy, Jose T John, Sam V S, Justin John,

George Mathew (share holder), Binu Stephen, Biju Stephen

A.Primary Security -

(i) Long term performing assets/receivables not older than 30 months.

B.Collateral Security -

(i). Equitable Mortgage by deposit of title deeds of 49.2 ares of vacant land in the name of Director Mr Sam V S under Re Sy No 173/3 & 173/12 of Peroor Village, Kottayam Taluk

(ii). Equitable Mortgage by deposit of title deeds of 1.00 acre of vacant land with rubber plantation in the name of Mr. George Mathew under Sy No 615/4-2 of Kothanalloor Village, Vaikom Taluk, Kottayam District.

(iii). Equitable Mortgage by deposit of title deeds of 11.00 cents (4.45 ares) of land with residential building at Re Sy No 624/3/1, Athirampuzha Village, Kottayam Taluk in the name of Justin John.

(iv). Equitable Mortgage by deposit of title deeds of 14.48 ares of land with building at Re Sy No 295/3/2 & 305/4/5, Kumarakom Village, Kottayam Taluk in the name of Justin John.

(v). Equitable Mortgage by deposit of title deeds of 2.24 ares of land at Re Sy No 295/3/7, Kumarakom Village, Kottayam Taluk in the name of Justin John.

(vi) EM of 34.44 ares of land with building in Sy no 288/2,288/6,288/7A,288/7B Re Sy No 265/3 and 265/4,Veliyannoor Village, Meenachil Taluk, Kottayam District in the name of Biju Stephen and Binu Stephen.

Period

Name of the Bank	Account No	Period for Repayment
South Indian Bank - Term Loan	0037652000001535	60 Equivated monthly Instalments
South Indian Bank - Term Loan	0037652000001603	84 Equivated monthly Instalments

Rate of interest

Name of the Bank	Account No	Rate of Interest
South Indian Bank - Term Loan	0037652000001535	13.00%
South Indian Bank - Term Loan	0037652000001603	13.00%

Maturity of Term Loan from South Indian Bank

	For the Financial Year 2015-2016			For the Financial Year 2014-2015		
	Current	Non-Current	Total	Current	Non-Current	Total
	South Indian Bank	2 77 70 733	1 48 40 000	4 26 10 733	2 10 00 000	1 40 00 000
Total	2 77 70 733	1 48 40 000	4 26 10 733	2 10 00 000	1 40 00 000	3 50 00 000

The above mentioned Term Loans do not include the loan of Rs 7,73,14,955 (Balance Outstanding as on 31.03.2016 Rs.3,72,43,247) against the sellout of Receivables from Financing Activities in favour of Muthoot Capital Services Limited.

Secured Term Loans from South Indian Bank grouped as under:

Particulars	Reference Note No	As at	
		31 Mar 16	31 Mar 15
Term Loans from South Indian Bank	3.03	1 48 40 000	1 40 00 000
Current Maturities of Term Loans from South Indian Bank	3.06	2 77 70 733	2 10 00 000
Total		4 26 10 733	3 50 00 000

2. DEBENTURES

The Company has issued Redeemable Non-Convertible Debentures on Private Placement basis in various series. The debentures issued under each series have a repayment period depending on the scheme it falls under. The debentures are repaid within a period of 1 to 5 years, depending on the schemes. The schemes range from Monthly and Maturity Interest Payment. The rate of interest range from 12.40% to 12.50% per annum.

The issued debentures are secured by Pari Pasu First Charge On Outstanding Hypothecation On Two Wheelers and Gold Loan Receivable both present and future.

Maturity Pattern of Debentures

(In Rs.)

Interest Rate % per annum	For the Financial Year 2015-2016			For the Financial Year 2014-2015		
	Current	Non-Current	Total	Current	Non-Current	Total
>12 - 13	97 00 000	2 00 000	99 00 000	-	-	-
Total	97 00 000	2 00 000	99 00 000	-	-	-

Secured Non Convertible Debentures grouped as under:

(In Rs.)

Particulars	Reference Note No	As at	
		31 Mar 16	31 Mar 15
Long Term Borrowing under Non-Current Liabilities	3.03	2 00 000	-
Short Term Borrowing under Current Liabilities	3.05	97 00 000	-
Total		99 00 000	-

3.04 OTHER LONG TERM BORROWINGS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Secured		
Interest Accrued But not Due on Non-Current portion of Debenture	22 723	-
Total	22 723	-

Current portion of interest accrued, but not due on the above borrowings amounting to Rs.88,671/- is shown in Note No. 3.06 under Other Current Liabilities (March 31, 2015: Nil)

3.05 SHORT TERM BORROWINGS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Secured Loans		
South Indian Bank - Cash Credit Open Loan	15 16 03 560	8 11 19 008
Non Convertible Debenture	97 00 000	-
Unsecured Loans		
Loans from Directors	1 77 26 209	39 61 500
Muthoot Capital Services Limited	2 89 73 100	1 38 17 201
Muthoot Bankers	-	12 57 508
Total	20 80 02 869	10 01 55 217

1. CASH CREDIT OPEN LOAN FROM SOUTH INDIAN BANK

The Cash Credit Open Loan obtained from South Indian Bank amounting to Rs.15,16,03,560/- has been personally guaranteed by the following people, namely P T Abraham, Amal Abraham, George Mathew, Johny Joy, Jose T John, Sam V S, Justin John, George Mathew (share holder), Binu Stephen, Biju Stephen

Security of the Cash Credit Open Loan from South Indian Bank

A.Primary Security -

(i) Hypothecation of all current assets including short term loan receivables.

B.Collateral Security -

(i). Equitable Mortgage by deposit of title deeds of 49.2 ares of vacant land in the name of Director Mr Sam V S under Re Sy No 173/3 & 173/12 of Peroor Village, Kottayam Taluk

(ii). Equitable Mortgage by deposit of title deeds of 1.00 acre of vacant land with rubber plantation in the name of Mr. George Mathew under Sy No 615/4-2 of Kothanalloor Village, Vaikom Taluk, Kottayam District.

(iii). Equitable Mortgage by deposit of title deeds of 11.00 cents (4.45 ares) of land with residential building at Re Sy No 624/3/1, Athirampuzha Village, Kottayam Taluk in the name of Justin John.

(iv). Equitable Mortgage by deposit of title deeds of 14.48 ares of land with building at Re Sy No 295/3/2 & 305/4/5, Kumarakom Village, Kottayam Taluk in the name of Justin John.

(v). Equitable Mortgage by deposit of title deeds of 2.24 ares of land at Re Sy No 295/3/7, Kumarakom Village, Kottayam Taluk in the name of Justin John.

(vi) EM of 34.44 ares of land with building in Sy no 288/2,288/6,288/7A,288/7B Re Sy No 265/3 and 265/4,Veliyannoor Village, Meenachil Taluk, Kottayam District in the name of Biju Stephen and Binu Stephen.

Period

Name of the Bank	Period for Repayment
South Indian Bank -CCOL	12 months

Rate of interest

Name of the Bank	Rate of Interest
South Indian Bank -CCOL	12.90%

2. Loan From Directors amounting to Rs. 1,77,26,209

The company has entered into transactions involving receipts and re-payments of different amounts with the directors of the company. The balance outstanding as on March 31, 2016 was Rs.1,77,26,209/- (March 31, 2015: Rs.39,61,500/-).The rate of Interest is 12% per annum.

3. Unsecured Loans From Muthoot Capital Services Limited amounting to Rs 2,89,73,100

During the year, the company has availed unsecured loans from Muthoot Capital Services Limited . The company pays interest between 18 to 19% per annum. The balance outstanding as on March 31,2016 was Rs.2,89,73,100/- (March 31, 2015: Rs.1,38,17,201/-).

4. Unsecured Loans From Muthoot Bankers

The company paid interest at the rate 22% per annum. During the year 2014-2015 the company had availed loans from Muthoot Bankers totalling to Rs. 40,00,000/-. These loans were fully repaid during the current year.

3.06 OTHER CURRENT LIABILITIES

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Current maturities of Long Term Debt		
Term Loan from South Indian Bank (Secured)	2 77 70 733	2 10 00 000
Interest accrued and Due on Borrowings	-	3 15 095
Interest accrued but Not Due on Borrowings		
Debenture	88 671	-
MCSL Loan Sellout	1 23 571	-
Other Payables		
Withholding Taxes	3 04 610	97 840
Dealer Balances*	92 11 621	36 12 253
Creditors for Expenses**	24 87 143	6 73 793
Statutory Dues***	4 82 002	4 79 213
Other Current Liabilities	9 23 382	2 31 131
Total	4 13 91 733	2 64 09 325

* Dealer Balances of Rs 92,11,621/- include an amount of Rs.10,93,504/- (31 March, 2015 :Rs.99,019/-) payable to Related Party

** Creditors for Expenses of Rs 24,87,143/- includes an amount of Rs.88,943/- (31 March, 2015 :Rs.19,635/-) payable to Related Parties

*** We are informed that the Company is taking steps to comply with the provisions of Employees' Provident Fund Act to the extent applicable to the Company. In the absence of necessary particulars and information, the exact amount of arrears if any due as at 31st March 2016 could not be ascertained and hence the relevant information could not be furnished.

3.07 SHORT TERM PROVISIONS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Provision for tax (Net of Advance tax) *	3 97 767	6 81 526
Contingency provisions against standard assets -made @0.30% of the outstanding Standard Assets (made @0.25% of the outstanding Standard Assets as on March 31,2015)	9 20 000	5 22 000
Provision For Non Performing Assets	17 00 000	1 02 000
Total	30 17 767	13 05 526

* Provision for Income Tax represents the tax provision remaining as on the balance sheet date after setting off the advance tax paid during the year against the tax due for the assessment year 2016-2017.

FIXED ASSETS
3.08 - TANGIBLE ASSETS
(in Rs.)

Description	Gross Block			As at March 31, 2016	As at April 1, 2015	Depreciation For the Year	Net Block		
	As at April 1, 2015	Additions during the year	Disposal during the year				As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Furniture And Fixtures	36 91 950	20 73 372	-	57 65 322	3 83 379	4 52 542	8 35 921	49 29 401	33 08 571
Office Equipment	16 54 341	7 96 285	-	24 50 626	1 44 463	3 99 756	5 44 219	19 06 407	15 09 878
Vehicles	44 986	-	-	44 986	5 453	4 271	9 724	35 262	39 533
Computer & Accessories	12 13 123	12 00 982	-	24 14 105	2 82 649	6 57 364	9 40 013	14 74 092	9 30 474
Servers	3 30 000	-	-	3 30 000	22 311	52 345	74 656	2 55 344	3 07 689
Total	69 34 400	40 70 639	-	1 10 05 039	8 38 255	15 66 278	24 04 533	86 00 506	60 96 145

3.09 - INTANGIBLE ASSETS
(in Rs.)

Description	Gross Block			As at March 31, 2016	As at April 1, 2015	Depreciation For the Year	Net Block		
	As at April 1, 2015	Additions during the year	Disposal during the year				As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Image	30 084	-	-	30 084	12 788	5 728	18 516	11 568	17 296
Total	30 084	-	-	30 084	12 788	5 728	18 516	11 568	17 296

3.10 - INTANGIBLE ASSETS (UNDER DEVELOPMENT)
(in Rs.)

Description	Gross Block			As at March 31, 2016	As at April 1, 2015	Depreciation For the Year	Net Block		
	As at April 1, 2015	Additions during the year	Disposal/ Transfer during the year				As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Software	3 80 000	-	3 80 000	-	-	-	-	-	3 80 000
Trademarks	30 000	-	-	30 000	-	-	-	30 000	30 000
Total	4 10 000	-	3 80 000	30 000	-	-	-	30 000	4 10 000
Grand Total	73 74 484	40 70 639	3 80 000	1 10 65 123	8 51 043	15 72 006	24 23 049	86 42 074	65 23 441

Pursuant to the enactment of Companies Act 2013, the Company has applied the estimated useful life as specified in Schedule II of the said Act to provide for depreciation. Accordingly, the unamortised carrying value is depreciated over the revised / remaining useful lives.

3.11 DEFERRED TAX ASSET (Net)

Particulars	As at	
	31 Mar 16	31 Mar 15
Provision for NPA and Others	8 40 500	2 08 300
Preliminary Expenses charged off to the Statement of Profit and Loss, but allowed as expense under tax laws in 5 years	86 600	70 300
Impact of Difference between Tax depreciation and depreciation charged for Financial Reporting	(2 83 300)	(1 59 800)
Total	6 43 800	1 18 800

Deferred tax asset and deferred tax liabilities have been offset wherever the Company has legally enforceable right to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relating to the same taxation authority.

3.12 LONG TERM RECEIVABLES FROM FINANCING ACTIVITIES

Particulars	As at	
	31 Mar 16	31 Mar 15
Secured, considered good unless otherwise stated		
Hypothecation Loan	12 64 831	-
Total	12 64 831	-

The summary of the receivables from Hypothecation Loan appear in the financial statements in the manner shown below:

Particulars	Reference Note No	As at	
		31-Mar-16	31-Mar-15
Long Term Receivables From Financing Activities	3.12	12 64 831	-
Principal outstanding of current maturities of Hypothecation loan	3.15	35 09 33 718	20 63 35 061
Total		35 21 98 549	20 63 35 061

3.13 LONG TERM LOANS AND ADVANCES

Particulars	As at	
	31 Mar 16	31 Mar 15
Unsecured, considered good		
Security Deposits Considered Good	4 45 942	4 45 942
Total	4 45 942	4 45 942

3.14 CASH AND CASH EQUIVALENTS

Particulars	As at	
	31 Mar 16	31 Mar 15
Cash and Cash Equivalents		
Balances with Banks in Current Accounts	13 71 171	4 44 345
Cash on Hand	4 93 804	1 43 065
Total	18 64 975	5 87 410

Details of balance as on Balance Sheet date with banks are as follows:

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Balances with Banks in Current Account		
Name of the Bank		
South Indian Bank	12 80 805	2 84 710
State Bank Of Travancore	86 564	-
Axis Bank	3 802	1 59 635
Total	13 71 171	4 44 345

3.15 SHORT TERM RECEIVABLES FROM FINANCING ACTIVITIES

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
(Secured, considered good unless otherwise stated)		
Principal outstanding in current maturity of:		
Hypothecation Loan *	35 09 33 718	20 63 35 061
Less : Sellout of Receivables from Financing Activities in favour of Muthoot Capital Services Limited **	(3 72 43 247)	(2 89 80 321)
Net Receivable	31 36 90 471	17 73 54 740
Gold Loan	7 57 007	7 32 600
Demand Promissory Note (Unsecured)	5 20 523	4 24 646
Interest Accrued on:		
Hypothecation Loan	24 97 641	17 66 654
Gold loan	40 581	90 569
Total	31 75 06 223	18 03 69 209

Hypothecation Loans includes Non Performing Assets of Rs.1 51 29 957/- (31 March,2015 : Rs.8,37,942/-)

* All assets shall be classified as current when it is expected to be realized in or is intended for sale or consumption in the Company's Normal Operating Cycle of 36 months.

The company is mainly engaged in the business of providing hypothecation loans for two wheelers and four wheelers. As per the scheme of extending the finance, the borrower has to repay the principal together with interest over the repayment period in Equated Monthly Installments (EMIs). The repayment period varies from 12 to 60 months. Consequently, the period for realization / recovery of a hypothecation advance given to a borrower from the date of giving advance varies from 12 to 60 months.

** Refer Note 8 - Particulars of Loan taken from Muthoot Capital Services Limited against the Sellout of Receivables from Financing Activities in favour of Muthoot Capital Services Limited

Maturity Pattern of Hypothecation Loan:

Particulars	For the Financial Year 2015 - 2016			For the Financial Year 2014 - 2015		
	Current	Non Current	Total	Current	Non Current	Total
Hypothecation Loan	35 09 33 718	12 64 831	35 21 98 549	20 63 35 061	-	20 63 35 061
Less : Buyout of Receivables from Financing Activities in favour of Muthoot Capital Services Limited	3 72 43 247	-	3 72 43 247	2 89 80 321	-	2 89 80 321
Total	31 36 90 471	12 64 831	31 49 55 302	17 73 54 740	-	17 73 54 740

Disclosure on loan against gold as at March 31, 2016 Vide RBI notification DNBS(PD)241/CGM (US)-2012 dated March 21, 2012:

Particulars	As at	
	31-Mar-16	31-Mar-15
Total Assets	33 54 62 700	19 22 89 142
Total Loan against Security of Gold Jewellery	7 57 007	7 32 600
Percentage of Gold Loan on Total Assets	0.23%	0.38%

3.16 SHORT TERM LOANS AND ADVANCES

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
(Unsecured, considered good unless otherwise stated)		
Security Deposit		
Considered Good	20 00 000	9 50 000
Trade Advance *	14 45 107	15 25 833
Other Advance**	14 20 941	12 65 695
Tax Refund Receivable	-	3 68 540
Total	48 66 048	41 10 068

* Trade Advance of Rs.14,45,108/- include an amount of Rs.Nil (31 March, 2015 :Rs.2,57,643/-) being trade advance to Related Parties

** Other Advance of Rs.14,20,941/- include an amount of Rs.2,08,331/- (31 March, 2015 :Rs.1,63,330/-) being advance to Related Parties

3.17 OTHER CURRENT ASSETS

(In Rs.)

Particulars	As at	
	31 Mar 16	31 Mar 15
Insurance Claim	10 000	10 000
Other Receivables	1 15 695	1 24 272
Repossessed Asset (Net of Provisions)	1 03 112	-
Total	2 28 807	1 34 272

STATEMENT OF PROFIT AND LOSS

3.18 REVENUE FROM OPERATIONS

Particulars	(In Rs.)	
	Year Ended	
	31 Mar 16	31 Mar 15
Income from Financing Operations		
Hypothecation Loans	7 28 97 534	3 86 38 700
Gold Loan	1 75 850	1 78 693
Demand Promissory Note	3 63 320	24 646
Interest On Trade Advance	2 24 941	1 94 742
Other Charges	52 94 842	5 10 688
Total	7 89 56 487	3 95 47 469

3.19 OTHER INCOME

Particulars	(In Rs.)	
	Year Ended	
	31 Mar 16	31 Mar 15
Discount Received	6 869	40 233
Exchange Gain	1 587	2 599
Other Non Operating Income	4 05 678	39 905
Total	4 14 134	82 737

3.20 EMPLOYEE BENEFIT EXPENSES

Particulars	(In Rs.)	
	Year Ended	
	31 Mar 16	31 Mar 15
Salaries & Wages	1 51 28 803	64 87 030
Incentive to Employees	10 54 597	4 68 960
Staff Welfare Expenses	13 610	-
Other Expenses		
Bonus	2 58 500	1 36 300
Training Expenses	73 919	17 829
Total	1 65 29 429	71 10 119

3.21 FINANCE COSTS

Particulars	(In Rs.)	
	Year Ended	
	31 Mar 16	31 Mar 15
Interest Expenses		
Bank Loans	1 95 07 749	90 00 752
Unsecured loans from Muthoot Capital Services Limited	62 77 280	14 48 530
Sellout of Receivables from Financing Activities in favour of Muthoot Capital Services Limited	37 49 081	27 02 343
Unsecured loans from Directors	17 95 691	6 64 819
Secured Non-Convertible Debentures	3 52 125	-
Unsecured loans from Muthoot Bankers	56 160	4 84 673
Other Borrowing Cost		
Guarantee Commission paid	24 08 340	6 66 700
Processing Fees	4 20 280	4 07 024
Commission-Debenture	1 35 800	-
Total	3 47 02 506	1 53 74 841

3.22 ADMINISTRATIVE AND OTHER EXPENSES*(In Rs.)*

Particulars	Year Ended	
	31 Mar 16	31 Mar 15
Incentive Paid to Dealers and executives	62 05 495	42 45 090
Legal and Professional Charges	24 42 876	11 12 533
Rent	21 04 742	9 02 201
Miscellaneous Expense	20 51 203	8 59 104
Travelling and Conveyance Expenses	8 86 032	3 41 740
Advertisement Expenses	8 41 161	6 18 118
Communication Expenses	8 40 560	3 16 877
Printing & Stationery	6 78 669	2 91 303
Business Promotion Expense	6 11 775	2 16 748
Audit Fee	4 09 139	3 55 290
Loss on Foreclosure	3 84 833	2 13 218
Rates & Taxes (excluding taxes on income)	3 72 750	1 56 345
Recruitment Expenses	2 96 717	-
Repairs and Maintenance	2 80 925	1 61 282
Discount Allowed	22 225	30 667
Total	1 84 29 102	98 20 516

Payment to Statutory Auditors*(In Rs.)*

Particulars	Year Ended	
	31 Mar 16	31 Mar 15
Audit	1 25 000	1 11 180
Company Law Compliance Matters	1 66 698	2 08 779
Other Services	1 17 441	35 331
Total	4 09 139	3 55 290

3.23 PROVISIONS AND WRITEOFFS*(In Rs.)*

Particulars	Year Ended	Year Ended
	31 Mar 16	31 Mar 15
Provision against Non Performing Assets	15 98 000	95 000
Provision For Standard Assets	3 98 000	3 22 000
Provision For Repossessed Assets	22 000	-
Bad Debts Written Off	-	36 863
Loss on Sale of repossessed asset	21 165	-
Total	20 39 165	4 53 863

3.24 EXTRAORDINARY ITEMS*(In Rs.)*

Particulars	Year Ended	Year Ended
	31 Mar 16	31 Mar 15
Reversal of accumulated depreciation due to change in accounting policy with regard to charging of depreciation	-	(1 63 540)
Total	-	(1 63 540)