
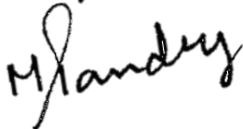

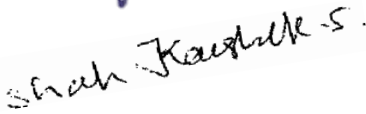
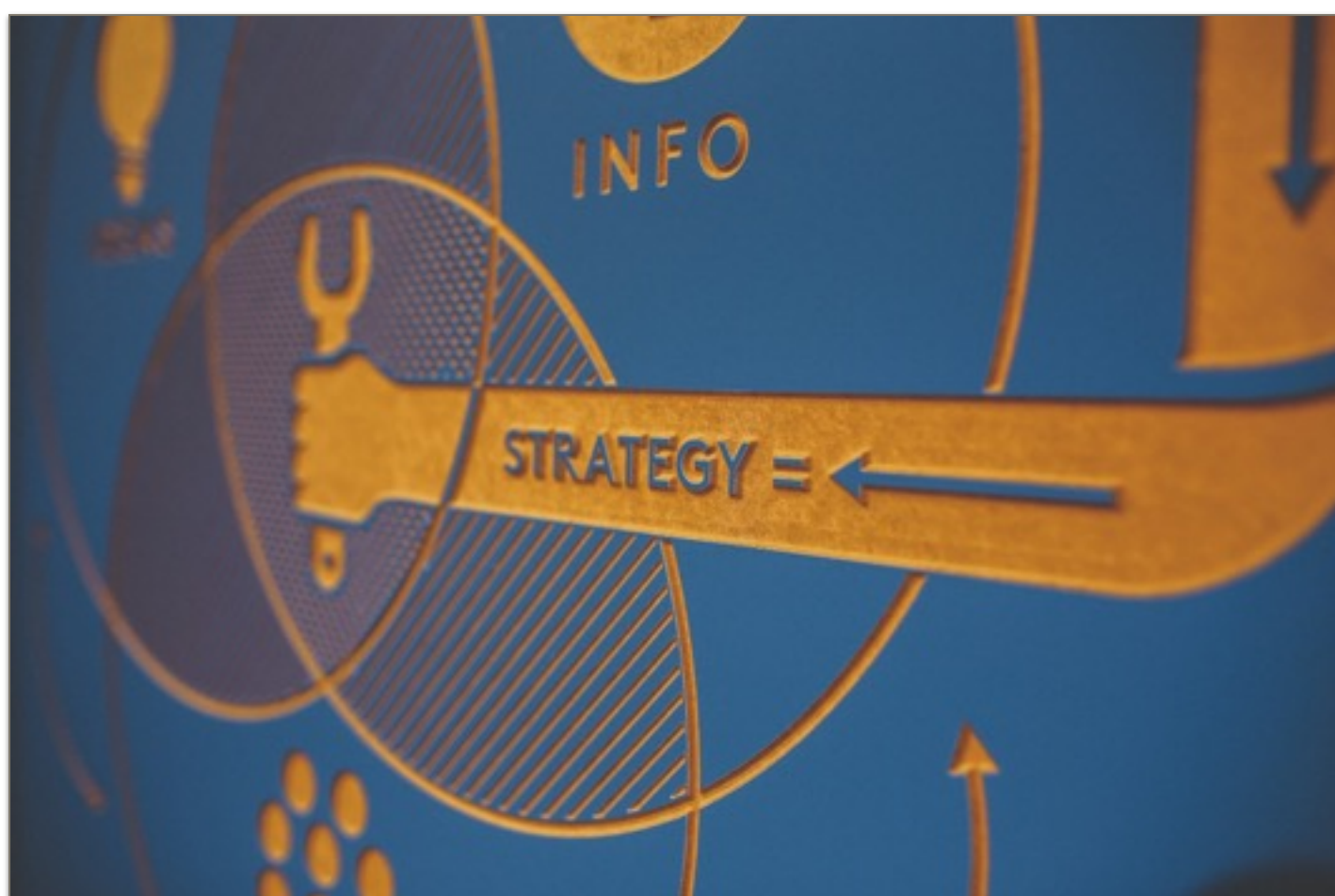


FORM A

1	Name of the Company:	M/s. Alka Securities Limited
2	Annual Financial Statements for the Year Ended:	31 st March 2016
3	Type of Audit Observation	Unqualified
4	Frequency of Observation	N.A.
5	Signed by: CEO/Managing Director (Mr. Mahendra Pandey) CFO (Mr. Mahendra Pandey) Auditor of Company (Mr. Dularesh K Jain) Audit Committee Chairman (Mr. Kaushik Shah)	   

ALKA SECURITIES LIMITED



22ND ANNUAL REPORT
2015 - 2016

Notice

TO THE SHAREHOLDERS

Notice is hereby given that the 22nd Annual General Meeting of the Members of the Company will be held at 10 Maitri, Plot No.10 Road No. 10 Nutan Laxmi Society JVPD Scheme Vile Parle (w) Mumbai – 400 049 on Wednesday, 30th September, 2016 at 11.00 A.M. to transact the following business:

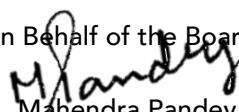
Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet and the Profit & Loss Account for the year ended 31st March 2016 and the Directors' Report and Auditors' Reports thereon.
2. To confirm the reappointments of the Director: Mrs. Rachana Pandya
3. To vote on the proposed name change of the Company.
4. To appoint M/s PSV Jain & Associate, for the year 2016-17 Chartered Accountants, Mumbai, as Auditors of the company to hold office from the conclusion of this meeting till the conclusion of next Annual General Meeting and to fix their remuneration.

Place: Mumbai

Dated: 30th August 2016

For and on Behalf of the Board of Directors


Mahendra Pandey
Director

NOTES: -

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT

Registered Office:

10, Maitri, N.S. Road No. 10
Nutan Laxmi Society, JVPD Scheme
Vile Parle (w) Mumbai – 400049

1. A PROXY TO ATTEND AND TO VOTE ON A POLL INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY SHALL BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY – EIGHT HOURS BEFORE THE TIME FIXED FOR HOLDING THE MEETING IN DEFAULT, THE INSTRUMENT OF PROXY SHALL NOT BE TREATED AS VALID.
2. The Company had already notified closure of Register of Members and Share Transfer Books of the Company September 27, 2016 to September 30, 2016 (both days inclusive).

3. M/s. Purva Sharegistry India Pvt. Ltd., 9 – Shivshakti Industrial Estate, J. R. Borisa Marg, Sitaram Mill Compound, Lower Parle (E), Mumbai – 400 011 has been appointed as Registrar and Share Transfer Agents (STA) of the company. All communications in respect of share transfer and change in the address of the members may be communicated to them.
4. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificate to the STA/Company.
5. Consequent upon the introduction of Section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form 2B (which shall be made available on request) to the STA, M/s. Purva Sharegistry India Pvt. Ltd.

Corporate Information

Board of Directors

Mr Mahendra Pandey	Chairperson & Managing Director
Mr. Kaushik S Shah	Executive Director
Mr. Rachana Pandya	Non-Executive Independent Director
Mr Dinesh Kumar Bohra	Non -Executive Independent Director
Mr. Ajay Patil	Non-Executive Independent Director
Mr.Gopal Das Choudhary	Non-Executive Independent Director

Statutory Auditor

M/s PSV Jain & Associate
Chartered Accountant

Registrar & Share Transfer Agent

Purva Sharegistry (India) Pvt.Ltd.
9, Shivshakti Industrial Estate
J.R.Borisa Marg,
Sitaram Mills Compound
Lower Parel (E) Mumbai-400011

Registered Office

10, Maitri, N.S. Road No. 10
Nutan Laxmi Society, JVPD Scheme
Vile Parle (W) Mumbai – 400049

Bankers

Bank of India
IndusInd Bank
HDFC Bank

Website

www.alkasecurities.com

From The Chairman's Desk

Chairman's Message

Dear Shareholders,

It has been nothing short of an eventful year. We always want to look ahead and push ourselves to reinvent and reinnovate. We took this opportunity to be introspective and realised our core strengths. We do not see these restrictions as a hurdle but an opportunity to explore new markets and new fields. Your company is planning to enter the management consulting and fund syndication space. The Company has also added new subsidiaries and is looking to expand its verticals by becoming an Investment company. Each Subsidiary has been an entry in a new and exciting industry. We believe that the future is bright and international expansion and we look forward to adding more companies under our corporate banner. We believe that with over 50 years of combined management experience in the capital markets and corporate space in India enable us to be competent in this field. Your company will also lay the groundwork for SME and start up growth. We believe that new innovation is necessary and a great driver for growth. We are also looking at acquisitions and mergers in many verticals to strengthen our core and unlock value for you, the shareholder.

Your company has decided to book all the losses of broking business and venture into different business through investments in subsidiaries company.

I assure you that 2016 -17 will be a spectacular year for your company and for us as individuals.

Mahendra Pandey
Chairman
Alka Securities Limited

MANAGEMENT DISCUSSION & ANALYSIS

Overview

We always want to look ahead and push ourselves to reinvent and reinnovate. We took this opportunity to be introspective and realised our core strenghts. We do not see these restrictions as a hurdle but an opportunity to explore new markets and new fields. Your company is planning to enter the management consulting and fund syndication space. We belive that with over 50 years of combined management experience in the capital markets and corporate space in India enable us to be competant in this field.

Performance

The Company's performance during the year ended 31st March 2016 was as under:

	2015- 2016 (in Rs. Lakhs)	2014- 2015 (in Rs. Lakhs)
Sales & Other Income	01.55	00.00
Operating Expenses	00.67	58.86
Employee Cost	00.15	01.80
Administrative Expenses	00.12	00.46
Financial Charges	00.00	54.00
Deprecation	00.00	00.00
PBDIT	(00.72)	(58.86)
PBIT	(00.72)	(58.86)

Internal Control & Adequacy

The company has adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition.

Risk Management System

We manage our business risk through strict compliance and internal control system.

Risk and Concerns

Any adverse change in the financial services business or negative policy of Government will affect our new sector adversely.

Outlook

Company is focusing on service-based activities for. Your company is planning to enter the management consulting and fund syndication space. We belive that with over 50 years of combined management experience in the capital markets and corporate space in India enable us to be competant in this field Your company has decided to venture into different busiess through inevstments in subsidiaries company.

Human Resource

Company has adequate and trained, well experienced personnel. Our employees are highly motivated and work in line of the organizational goal.

Cautionary Statement

The statements made in this report describe the Company's objectives and projections that may be forward looking statements within the meaning of applicable laws and regulations. The actual results might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors, which are beyond the control of the Company.

Directors' Report

To The Shareholders

Your Directors submit their Report and the Audited Accounts of the Company for the year ended 31st March 2016.

Financial Results

Description	2015 – 2016 (in Rs. Lakhs)	2014 – 2015 (in Rs. Lakhs)
Profit before Depreciation and Interest	(00.72)	00.00
:- Provision for Depreciation	00.00	00.00
Interest	00.00	54.00
(Loss) before Tax	(00.72)	(58.86)
(Loss) after Tax	(00.72)	(58.86)
Balance brought forward from previous year	(1175.21)	(1116.35)
(Loss) carried to Balance Sheet	(1175.92)	(1175.21)

Operation Review

Due to ongoing legal issues and income tax case pending against the Company, the Income Tax Department has frozen all accounts, and therefore the company is not able to carry any business in current the financial year.

Dividend

The Board of Directors does not recommend any dividend on Equity shares for the year under consideration.

Fixed Deposit

Company has not accepted any fixed deposit from the public.

Subsidiaries

Company has 3 (Three) subsidiaries as on date. Namely (a) Alka Commodities Limited, (b) Skylark Mercantile Pvt. Ltd. and (c) Arcanum Solutions Pvt. Ltd.

Operations

Company has not carried out any business operation during the current financial year.

Financial

Finance is the major hurdle for your company. To overcome this, company is planning to raise fund through static investor.

Outlook for the Company

Looking the current financial and on going legal issue company is not very hopeful do achieve any major gain but company is hopeful to sort out its legal problems and hopefully start a fresh business in 2016-17.

Listing

The Equity Shares of the Company are listed on the Bombay Stock Exchange (BSE). The Company has paid the Annual Listing Fees to the Bombay Stock Exchange for the year 2015 - 2016.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees.

Directors

Mrs. Rachana Pandya would retire by rotation at the ensuing Annual General Meeting and is eligible for re-appointment.

Remuneration Policy

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration.

Declaration by an Independent Director

A declaration by an Independent Director(s) that he/they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 shall be enclosed as Annexure I.

Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had 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 and loss of the company for that period;

(c) the directors had 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 had prepared the annual accounts on a going concern basis; and

(e) the directors, in the case of a listed company, 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 devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Auditors

M/s PSV Jain & Associates Chartered Accountant Mumbai retired at the forthcoming annual general meeting and is eligible for reappointment. Your directors propose the appointment of PSV Jain & Associate Chartered Accountant to hold the office until the conclusion of the next Annual General meeting.

Auditor's Report

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

Disclosure about Cost Audit

As per the Cost Audit Orders, Cost Audit is not applicable to the Company.

Secretarial Audit Report

In terms of Section 204 of the Act and Rules made there under, M/s. Sandeep Gandhi, Practicing Company Secretary have been appointed Secretarial Auditors of the Company. The report of the Secretarial Auditors is enclosed as Annexure II to this report. The report is self-explanatory and do not call for any further comments.

Vigil Mechanism

In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at www.alkasecurities.com.

Meetings

A calendar of Meetings is prepared and circulated in advance to the Directors. During the year five Board Meetings and five Audit Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Conservation of Energy, Technology Absorption, Foreign Exchange Earning & Outgo

Company takes adequate steps to avoid wasteful consumption and conservation of energy. The company does not require any technology for its existing business. There were no earning and outgo in foreign exchange.

Corporate Governance

A Report on Corporate Governance in compliance with the Bombay Stock Exchange Listing Agreement is attached and forms part of this Report.

Particulars of Employees.

Pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there are no employees whose particulars need to be disclosed.

Employee Stock Options Scheme

During the year under consideration no options were granted.

Particulars of Loans, Guarantees and Investments u/s. 186

Not Applicable

Particulars of Contracts and Arrangements with Related Parties

No such contracts or arrangements have been entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013

Obligation of Company under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year the Company has not received any complaint of harassment.

Human Resources

Your Company treats its "human resources" as one of its most important assets. Your Company continuously invests in attraction, retention and development of talent on an ongoing basis. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

Transfer of Amounts to Investor Education and Protection Fund

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds that were required to be transferred to Investor Education and Protection Fund (IEPF).

Acknowledgements

The Directors wish to place on record their deep appreciation for the services rendered by the officers, staff and workers at all level, and their dedication and loyalty.

Place: Mumbai

Date: 30th August 2016

FOR AND ON BEHALF OF THE BOARD


Mahendra Pandey

Report On Corporate Governance

Corporate Governance Philosophy

The Company is committed to good Corporate Governance. The Company has been following good principle of business over the years by following all laws and regulations of the land with an emphasis on accountability and integrity. The code of Corporate Governance emphasizes the transparency of system to enhance the benefits to shareholders, customers, creditors and employees of the company. Your company has complied with the requirements of the Corporate Governance Code as disclosed herein below:

Board of Directors

The board of the Company comprises the following Directors, having wide range of skills and experience in the field of management and industrial activities.

Name of The Director	Category of Directorship	No. of Meetings Held During Year 2015-16	No. of Meetings Attended	No. of other Directorships held	Committee Membership	Attendance at Last AGM
Mr. Mahendra Pandey	Chairman & Managing Director	5	5	6	2	Y
Mr. Kaushik Shah	Executive Director	5	5	2		Y
Mrs. Rachana Pandya	Non-Executive Independent Director	5	5	2	3	Y
Mr. Dinesh Kumar Bohra	Non-Executive Independent Director	5	3	1	2	N

Mr. Gopaldas Choudhary	Non-Executive Independent Director	5	2	1		N
Mr. Ajay Patil	Non-Executive Independent Director	5	5	3	2	Y

Dates of Board Meeting

Four Board Meetings were held during the year under review on the following dates:

25th May 2015, 14th July 2015, 30th October 2015, 12th February 2016, 23rd February 2016.

Committees of Directors

A) Audit Committee

During the year 2015 – 16 the committee met 5 times. The composition of the Audit Committee and the attendance of the members is as under:

Name of the Director	Designation	Meetings attended
Mr. Kaushik Shah	Chairman	5
Mr. Gopaldas Choudhary	Member	5
Mr. Dineshkumar Bohra	Member	5

b) Remuneration Committee

The Company has constituted a Remuneration Committee consisting the following members:

Name of the Director	Nature of Directorship	Membership
Mr. Mahendra Pandey	Executive Director	Chairman
Mr. Gopaldas Choudhary	Non – Executive & Independent	Member
Mr. Dinesh Kuma Bohra	Non – Executive & Independent	Member

During the year under review no remuneration paid to Directors. During the year no sitting fees was paid to the Directors. One meeting held during the year under review.

C) Investors Relations Committee

The composition of the Investors Relations Committee (Shareholders/Investors Grievances Committee) is as under:

Name of the Director	Nature of Directorship	Membership
Mr. Dinesh Kumar Bohra	Non – Executive & Independent	Chairman
Mr. Mahendra pandey	Non – Executive & Independent	Member
Mr. Ajay Patil	Executive Director	Member

In accordance with Clause 49(VI) (D) of the Listing Agreement with The Bombay Stock Exchanges, the Board has authorized Mr. Pandurang Chorge to approve share transfers/transmissions and comply with other formalities in relation thereto. No Investor Complaints remain unresolved, which were received during the year under review.

There were no pending transfers as on 31st March 2016

General Body Meetings

a) The details of last 3 Annual General Meeting (AGM) held areas under:

Financial Year Ended	Date	Time	Place
31 st March 2013	29/09/2013	11:00 A.M	10 Maitri, N.S. Road No. 10, Nutan Laxmi Society JVPD Scheme, Vile Parle (W) Mumbai – 400049
31 st March 2014	30/09/2014	11:00 A.M	10 Maitri, N.S. Road No. 10, Nutan Laxmi Society JVPD Scheme, Vile Parle (W) Mumbai – 400049
31 st March 2015	30/09/2015	11:00 A.M	10 Maitri, N.S. Road No. 10, Nutan Laxmi Society JVPD Scheme, Vile Parle (W) Mumbai – 400049

b) All special resolutions moved at the last Annual General Meeting were passed unanimously on show of hand by the shareholders present at the meeting.

c) None of the business required to be transacted at the forthcoming Annual General Meeting is proposed to be passed by postal ballot.

Disclosures

a) Disclosures on Materially Significant related Party Transactions

There were no materially significant related party transactions during the year conflicting with the interest of the Company.

b) Details of Non – Compliances and Penalties – NA.

Means Of Communication

1. Quarterly and half yearly reports are published in the newspapers.
2. Management Discussion and Analysis forms part of this Annual Report.

General Shareholder's Information

1. The Annual General Meeting will be held on 30th day of September 2016 at 11.00 A.M. at Basement, 10, Maitri, North South Road No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049.
2. Financial Year: April to March
3. Book Closure: from September 27, 2016 to September 30, 2016 (both days inclusive).
4. Listing on Stock Exchanges: The Bombay Stock Exchange (BSE)
5. Stock Code: Bombay Stock Exchange (532 166), the listing fees of The Bombay Stock Exchange (BSE) for the year 2015 – 16 have been paid.

6. Market Price Data

Market price data for the year 2015 – 16 is given below:

Month	Open Price	High Price	Low Price	Close Price
April 2015	0.16	0.18	0.15	0.16
May 2015	0.15	0.15	0.15	0.15
June 2015	0.16	0.26	0.16	0.25
July 2015	0.24	0.26	0.24	0.24
August 2015	0.23	0.24	0.21	0.23
September 2015	0.23	0.23	0.21	0.23
October 2015	0.23	0.23	0.22	0.22
November 2015	0.21	0.21	0.21	0.21
December 2015	0.20	0.20	0.20	0.20
January 2016	0.19	0.20	0.19	0.19
February 2016	0.20	0.20	0.20	0.20
March 2016	0.19	0.19	0.19	0.19

7. Registrar and Transfer Agents:

M/s. Purva Sharegistry India Pvt. Ltd.
9 – Shivshakti Industrial Estate, J. R. Borisa Marg,
Sitaram Mill Compound, Lower Parel (E),
Mumbai – 400 011

8. Share Transfer System:

The shares of the company can be transferred by lodging the Transfer Deeds and Share Certificates with the Registrars & Share Transfer Agents at the above said address. The Company has constituted Share Transfer and Shareholders' Grievance Committee of the Board of Directors of the Company. The Company has authorized Purva Sharegistry India Pvt. Ltd through their executives to make endorsement of share transfers being registered. The shareholders have option of converting their holding in dematerialized form and effecting the transfer in dematerialized mode. Shares sent for transfer in physical form are registered and returned within a maximum period of 21 days from the date of receipt of documents provided, all documents are valid and complete in all respects.

9. Distribution of Equity Shares as on 31st March, 2016

Shareholding of Nominal Value	No. of Holders	% of Holders	In Rs.	% to Total
Upto 5000	2831	70.46	35,43,746	3.70
5001 – 10000	293	7.54	25,32,335	2.68
10001 – 20000	214	6.65	45,13,252	4.76
20001 – 30000	114	2.79	29,24,710	3.05
30001 - 40000	73	2.01	28,56,139	3.02
40001 – 50000	75	2.11	39,99,928	4.20
50001 – 100000	166	4.05	1,25,43,584	13.15
100000 and above	280	4.39	6,23,22,387	65.44
Total	4046	100.00	95,236,080	100.00

- Particulars of shares held in physical/electronic form as on 31st March 2016
- As on 31st March 2016 Rs. 95,236,080/- of the Company's total paid up capital representing 95236080 shares (99.27% of the total capital) were held in dematerialized form and the balance of Rs. 7,03,920/- representing 703920 shares (0.73% of the total capital) were held in paper form.

10. Shareholding Pattern as on 31st March, 2016

Category of shareholder	Nos. of shareholders	No. of fully paid up equity shares held	Total nos. shares held	Shareholding as a % of total no. of shares (calculated as per SCRR, 1957) As a % of (A+B+C2)	Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialized form
					No.(a)	As a % of total Shares held(b)	
(A) Promoter & Promoter Group	7	4,55,88,948	4,55,88,948	47.52	3,04,51,851	66.80	4,46,88,948
(B) Public	3,989	5,03,51,052	5,03,51,052	52.48		0.00	4,96,48,232
(C1) Shares underlying DRs				0.00		0.00	
(C2) Shares held by Employee Trust				0.00		0.00	
(C) Non Promoter-Non Public				0.00		0.00	
Grand Total	3,996	9,59,40,000	9,59,40,000	100.00	3,04,51,851	31.74	9,43,37,180

11. Dematerialization of shares and liquidity: The shares of the Company are under compulsory demat trading. The Company has made necessary arrangements with NSDL and CDSL for demat facility. 99.27% of the Company's shares are dematerialized up to 31st March 2016.

12. Address for Correspondence:

The Director,
 10, Maitri, N.S. Road No. 10
 Nutan Laxmi Society, JVPD Scheme
 Vile Parle (W) Mumbai – 400049

Disclosure under clause 43 A (2) of the listing agreement

The Equity Shares of the Company are listed on The Bombay Stock Exchange (BSE). Listing fees for the year 2015 – 16 of The Bombay Stock Exchange, Mumbai have been paid.

Details of the Directors Seeking Re-Appointment At The Forthcoming Annual General Meeting (In Pursuance Of Clause 49 Of The Listing Agreement)

Name of Director: Mrs. Rachana Pandya

Date of Birth: 09/06/1970

Date of Appointment: 16/02/2015

Occupation: Business

Expertise in Specific functional Areas: General Management, Strategy & Finance

Directorship in other companies: 2

Committee positions held in other companies: 2

Annexure – I(a)
Declaration of Independence of Mr. Gopaldas Choudhary

To
The Board of Directors
Alka Securities Limited

Sub: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.

I, Mr. Gopaldas Choudhary, hereby certify that I am a Non-executive Independent Director of Alka Securities Limited, Mumbai and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

I certify that:

- I possess relevant expertise and experience to be an independent director in the Company;
- I am/was not a promoter of the company or its holding, subsidiary or associate company;
- I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
- Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
- none of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- Neither me nor any of my relatives:

- a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;
 - b) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
 - a. a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; **or**
 - b. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
 - c) holds together with my relatives 2% or more of the total voting power of the company; **or**
 - d) is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; **or**
- I am not a material supplier, service provider or customer or a lessor or lessee of the company;
 - I am not less than 21 years of age.

Declaration

I undertake that I shall seek prior approval of the Board if and when I have any such relationship / transactions, whether material or non-material. If I fail to do so I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that the above said information's are true and correct to the best of my knowledge as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable

for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,
Yours faithfully,
-/sd

Gopaldas Choudhary
DIN: 02201514

Annexure – I(b)
Declaration of Independence of Mr. Ajay Patil

To
The Board of Directors
Alka Securities Limited

Sub: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.

I, Mr. Ajay Patil, hereby certify that I am a Non-executive Independent Director of Alka Securities Limited, Mumbai and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

I certify that:

- I possess relevant expertise and experience to be an independent director in the Company;
- I am/was not a promoter of the company or its holding, subsidiary or associate company;
- I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
- Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
- none of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- Neither me nor any of my relatives:

- a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;
 - b) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
 - c. a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; **or**
 - d. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
 - c) holds together with my relatives 2% or more of the total voting power of the company; **or**
 - d) is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or
- I am not a material supplier, service provider or customer or a lessor or lessee of the company;
 - I am not less than 21 years of age.

Declaration

I undertake that I shall seek prior approval of the Board if and when I have any such relationship / transactions, whether material or non-material. If I fail to do so I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that the above said information's are true and correct to the best of my knowledge as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable

for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,
Yours faithfully,
-/sd
Ajay Patil
DIN: 03311397

Annexure – I(c)
Declaration of Independence of Mr. Dineshkumar Bohra

To
The Board of Directors
Alka Securities Limited

Sub: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.

I, Mr. Dineshkumar Bohra, hereby certify that I am a Non-executive Independent Director of Alka Securities Limited, Mumbai and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

I certify that:

- I possess relevant expertise and experience to be an independent director in the Company;
- I am/was not a promoter of the company or its holding, subsidiary or associate company;
- I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
- Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
- none of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- Neither me nor any of my relatives:

- a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;
 - b) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
 - e. a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - f. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
 - c) holds together with my relatives 2% or more of the total voting power of the company; or
 - d) is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or
- I am not a material supplier, service provider or customer or a lessor or lessee of the company;
 - I am not less than 21 years of age.

Declaration

I undertake that I shall seek prior approval of the Board if and when I have any such relationship / transactions, whether material or non-material. If I fail to do so I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that the above said information's are true and correct to the best of my knowledge as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable

for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,
Yours faithfully,
-/sd

Dineshkumar Bohra
DIN: 02352022

Annexure – I(d)
Declaration of Independence of Mrs. Rachana Pandya

To
The Board of Directors
Alka Securities Limited

Sub: Declaration of independence under clause 49 of the Listing Agreement and sub-section (6) of section 149 of the Companies Act, 2013.

I, Mrs. Rachana Pandya, hereby certify that I am a Non-executive Independent Director of Alka Securities Limited, Mumbai and comply with all the criteria of independent director as envisaged in Clause 49 of the Listing Agreement and the Companies Act, 2013.

I certify that:

- I possess relevant expertise and experience to be an independent director in the Company;
- I am/was not a promoter of the company or its holding, subsidiary or associate company;
- I am not related to promoters / directors / persons occupying management position at the board level or level below the board in the company, its holding, subsidiary or associate company;
- Apart from receiving director sitting fees / remuneration, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial;
- none of my relatives has or had any pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover or total income or Rs. 50 Lacs or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- Neither me nor any of my relatives:

- a) holds or has held the position of a key managerial personnel or is or has been employee/executive of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year;
 - b) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of;
 - g. a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - h. any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
 - c) holds together with my relatives 2% or more of the total voting power of the company; or
 - d) is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or
- I am not a material supplier, service provider or customer or a lessor or lessee of the company;
 - I am not less than 21 years of age.

Declaration

I undertake that I shall seek prior approval of the Board if and when I have any such relationship / transactions, whether material or non-material. If I fail to do so I shall cease to be an independent director from the date of entering in to such relationship / transactions.

Further, I do hereby declare and confirm that the above said information's are true and correct to the best of my knowledge as on the date of this declaration of independence and I shall take responsibility for its correctness and shall be liable

for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

I further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

Thanking you,
Yours faithfully,
-/sd

Rachana Pandya
DIN: 03135038

Annexure – II

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st March 2016
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the
Companies (Appointment and Remuneration Personnel) Rules, 2014]

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st March 2016

To,
The Members,
Alka Securities Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Alka Securities Limited (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts and statutory compliances and expressing my opinion thereon.

Based on my verification of the Alka Securities Limited, books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2016 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with The Bombay Stock Exchange

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For Sandeep Gandhi & Co.

Company Secretaries

Sandeep Gandhi

Proprietor

C.P.No. : 4481



Place: Mumbai

Date: 30th August 2016

*This report is to be read with our letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

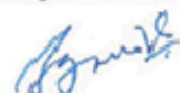
ANNEXURE - A

To the Members,
Alka Securities Limited

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Sandeep Gandhi & Co.
Company Secretaries



Sandeep Gandhi
Proprietor

C.P.No. : 4481



Date: 30th August 2016
Place: Mumbai

CEO & CFO Certification

The Board of Directors Alka Securities Limited

Dear members of the Board,

I, Mr. Mahendra Pandey, Chief Executive Officer and Chief Financial Officer of Alka Securities Limited, to the best of my knowledge and belief, certify that:

1. I have reviewed the financial statements and the cash flow statement of the Company and all the notes on accounts and the Board's report.
2. These statements do not contain any materially untrue statement or omit to state any material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. The financial statements, and other financial information included in this report, present in all material respects a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as at, and for, the periods presented in this report, and are in compliance with the existing accounting standards and / or applicable laws and regulations.
4. There are no transactions entered into by the Company during the year that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics, except as disclosed to the Company's auditors and the Company's audit committee of the Board of Directors.
5. I am responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the Company, and I have:
 - a. Designed such disclosure controls and procedures or caused such disclosure controls and procedures to be designed under my

- supervision to ensure that material information relating to the Company, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared.
- b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, 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 (GAAP) in India.
 - c. Evaluated the effectiveness of the Company's disclosure, controls and procedures.
 - d. Disclosed in this report, changes, if any, in the Company's internal control over financial reporting that occurred during the Company's most recent fiscal year that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting.
6. I have disclosed, based on my most recent evaluation of the Company's internal control over financial reporting, wherever applicable, to the Company's auditors and the audit committee of the Company's Board (and persons performing the equivalent functions):
- a. Any deficiencies in the design or operation of internal controls, that could adversely affect the Company's ability to record, process, summarize and report financial data, and have confirmed that there have been no material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.
 - b. Any significant changes in internal controls during the year covered by this report.
 - c. All significant changes in accounting policies during the year, if any, and the same have been disclosed in the notes to the financial statements.

- d. Any instances of significant fraud of which we are aware, that involve the Management or other employees who have a significant role in the Company's internal control system.

7. I affirm that I have not denied any personnel access to the audit committee of the Company (in respect of matters involving alleged misconduct) and I have provided protection to whistleblowers from unfair termination and other unfair or prejudicial employment practices.

8. I further declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct and Ethics for the year covered by this report.

Sd/-
Mahendra Pandey
CEO & Managing Director

Sd/-
Mahendra Pandey
Director (Finance) & CFO

Place: Mumbai
Dated: 30th August 2016

INDEPENDENT AUDITOR'S CERTIFICATE ON THE COMPLIANCE WITH CONDITIONS OF CORPORATE GOVERNANCE

TO THE MEMBERS OF ALKA SECURITIES LIMITED

1. We have examined the compliance of conditions of Corporate Governance by Alka Securities Limited ("the Company"), for the year ended on 31st March, 2016, as stipulated in:
 - a. Clause 49 (excluding clause 49(VII)(E)) of the Listing Agreements of the Company with stock exchanges for the period from 1st April, 2015 to 30th November 2015.
 - b. Clause 49 (VII)(E) of the Listing Agreements of the Company with the stock exchanges for the period from 1st April, 2015 to 1st September, 2015.
 - c. Regulation 23(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") for the period from 2nd September, 2015 to 31st March, 2016 and
 - d. Regulations 17 to 27 (excluding regulation 23(4)) and clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V of the Listing Regulations for the period from 1st December, 2015 to 31st March, 2016.
2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. We have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant,

and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India.

4. In our opinion and to the best of our information and according to our examination of the relevant records and the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement and regulation 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V of the Listing Regulations for the respective periods of applicability as specified under paragraph 1 above, during the year ended 31st March, 2016.

5. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For PSV Jain & Associates
Chartered Accountants

Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264

Place: Mumbai
Dated: 30th August 2016

Independent Auditor's Report To the Members of Alka Securities Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Alka Securities Limited ("the Company") that comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing

standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone financial statements

Opinion

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 March 31, 2016, and its Profit/Loss and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as

amended, 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.

As required by section 143 (3) of the Act, we report that:

We have sought and obtained all the information and explanations that to the best of our knowledge and belief were necessary for the purpose 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 written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 one pending litigation with SEBI, but it has no impact on its financial position.

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

There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Duralesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets; The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

The title deeds of immovable properties are held in the name of the company.

(a) The management has conducted the physical verification of inventory at reasonable intervals.

b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

(a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are disputed dues of income tax amount to Rs. 52.25 Lakhs for various assessment years from 2005-2006 to 2010-2011, provision for which has been fully made in the books of accounts. There are no sales tax, service tax, duty of customs, duty of excise, value added tax dues outstanding on account of any dispute.

In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and 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.

Based upon the audit procedures performed and the information and explanations

given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;

In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For PSV Jain & Associates
Chartered Accountants

Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264
Place: Mumbai
Dated: 30th August 2016

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Alka Securities Limited

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

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

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial

Reporting

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

Opinion


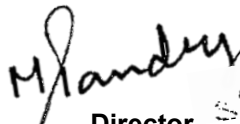

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria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

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

ALKA SECURITIES LIMITED
Standalone Balance Sheet as at 31 March, 2016


Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds				
(a)	Share Capital	1	95,940,000	95,940,000
(b)	Reserves and Surplus	2	(113,937,826)	(113,866,310)
			(17,997,826)	(17,926,310)
3 Non-Current Liabilities				
(a)	Long-Term Borrowings	3	45,137,025	45,137,025
(b)	Deferred Tax Liabilities		794,636	794,636
(c)	Other Long-Term Liabilities	4	385,125	385,125
(c)	Long-Term Provisions		-	-
4 Current Liabilities				
(a)	Short-Term Borrowings	5	3,500,000	3,500,000
(b)	Trade Payables	6	4,048,650	4,048,650
(c)	Other Current Liabilities	7	19,639,008	17,135,418
(d)	Short-Term Provisions	8	7,540	125,000
TOTAL			55,514,158	53,199,544
II. ASSETS				
1 Non-Current Assets				
(a)	Fixed Assets			
(i)	Tangible Assets	9	505,709	505,709
(ii)	Intangible Assets		-	-
(iii)	Capital Work-In-Progress		-	-
(iv)	Intangible Assets Under Development		-	-
(b)	Non-Current Investments		-	-
(c)	Deferred Tax Assets		-	-
(d)	Long-Term Loans and Advances		-	-
(e)	Other Non-Current Assets		-	-
2 Current Assets				
(a)	Currents Investments	10	21,792,217	19,452,000
(b)	Trade Receivables	11	21,166,207	21,221,207
(c)	Cash and Cash Equivalents	12	17,846	20,628
(d)	Short-Term Loans and Advances	13	12,000,000	12,000,000
(e)	Other Current Assets	14	32,179	-
TOTAL			55,514,158	53,199,544
Significant Accounting Policies and other Notes				
Accompanying Notes Form an Integral Part of Financial Statements				
As Per Our Attached Report of Even Date				
For PSVJAIN & ASSOCIATES Chartered Accountants  Dularesh Kumar Jain Partner Mem No 137264 Date : 30/08/2016 Place: Mumbai			For and on behalf of Board of Directors ALKA SECURITIES LTD  Director  Director Date : 30/08/2016 Place: Mumbai	

ALKA SECURITIES LIMITED
Standalone Statement of Profit & Loss account for the year ended 31st March, 2016



Particulars		Refer Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I.	Revenue from Operations	14	-	-
II.	Other Income	15	155,000	-
III.	Total Revenue (I + II)		155,000	-
IV.	Expenses:			
	Administration Expenses	16	11,516	46,000
	Employee and Staff Expenses	17	15,000	180,000
	Finance Costs	18	-	5,400,000
	Depreciation and Amortization Expense	7	-	-
	Listing & Depository Expenses	19	200,000	259,719
V.	Total expenses		226,516	5,885,719
VI.	Profit Before Exceptional and Extraordinary Items and Tax (III-IV)		(71,516)	(5,885,719)
VII.	Exceptional Items - Foreign Exchange Difference			-
VIII.	Profit Before Extraordinary Items and Tax (V - VI)		(71,516)	(5,885,719)
IX.	Extraordinary Items		-	-
X	Profit Before Tax (VII- VIII)		(71,516)	(5,885,719)
	Tax Expenses:			
	(1) Current Tax		-	-
	(2) Deferred Tax		-	-
	(3) Tax in Repect of Earlier Years			
XI	Profit (Loss) for the period from continuing operations (IX-X)		(71,516)	(5,885,719)
XII	Profit/(loss) from Discontinuing operations		-	-
XIII	Profit from Discontinuing operations (after tax)		-	-
XIV	Profit for the year (XI+XIII)		(71,516)	(5,885,719)
	Significant Accounting Policies and Other Notes	20		

**Accompanying Notes Form an Integral Part of Financial Statements
As Per Our Attached Report of Even Date**

**For PSVJAIN & ASSOCIATES
Chartered Accountants**


Dularesh Kumar Jain
Mem No 137264
Partner
Date : 30/08/2016
Place: Mumbai

**For and on behalf of Board of Directors
ALKA SECURITES LTD**



Director Director
Date : 30/08/2016
Place: Mumbai

ALKA SECURITIES LIMITED

Notes Forming Part of the Standalone Financial Statements As At and For the Year Ended 31st March, 2016

Note 1 - Shareholder's Funds - Share Capital

Share Capital	As at 31 March, 2016		As at 31 March, 2015	
	Number	Rs.	Number	Rs.
Authorised Equity Shares of Rs. 1 each	100,000,000	100,000,000	100,000,000	100,000,000
Issued,Subscribed & Paid up Equity Shares of Rs. 1 each	95,940,000	95,940,000	95,940,000	95,940,000
Total	95,940,000	95,940,000	95,940,000	95,940,000

Rights of Equity Shareholders

The Company has only one class of Equity Shares having par value of Rs.1. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amount including in respect of preference share issue.

Disclosure pursuant to note no.6 (A) (d) of the part of schedule VI of the companies act 1956 .

Particulars	Equity Shares		Preference Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	95,940,000	95,940,000	95,940,000	95,940,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	95,940,000	95,940,000	95,940,000	95,940,000

Shareholding Pattern more than 5%: Discloser pursuant to note no.6 (A)(g) of part Schedule VI to the

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	Number	% of Holding	No. of Shares held	% of Holding
Alka Pandey	42,947,741	44.77	42,947,741	44.77
Total	42,947,741	44.77	42,947,741	44.77

Disclosure pursuant to note no.6 (A) (l) of the part of schedule VI of the companies act 1956 .

Particulars of Shares	2016		2015	
	Number	Discription	Number	Discription
Equity Shares	95,940,000	Parripasus	95,940,000	Parripasus
Restrictions on the distribution of dividend (All Equity Shares have equal voating rights)	-	None	-	None
Preference Shares (No preference share issue)				
Shares outstanding at the end of the year	95,940,000		95,940,000	

Note 2 - Shareholder's Funds - Reserves & Surplus

Reserves & Surplus	2016	2015
	Rs.	Rs.
Capital reserve		
Opening balance	2,639,800.00	2,639,800.00
(+) Share forfeiture Reserve	1,015,000.00	1,015,000.00
	3,654,800.00	3,654,800.00
General reserve		
Opening balance	(117,521,110)	(111,635,391)
(-) (Net Loss) For the current year	(71,516)	(5,885,719)
Closing Balance	(117,592,626)	(117,521,110)
Total	(113,937,826)	(113,866,310)

Note 3 -Non-Current Liabilities: Long Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Secured Loan from Directors	45,137,025	45,137,025
	45,137,025	45,137,025

Note 4 - Non-Current Liabilities: Other Long-Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Other Long-Term Liabilities	385,125	385,125
	385,125	385,125

Note 5 - Current Liabilities: Short Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Un-Secured Loans		
Loans Payable on Demand		
Alka Commodities Limited	3,500,000	3,500,000
	3,500,000	3,500,000

Note 6 - Current Liabilities: Trade Payables

Particulars	2016	2015
	Rs.	Rs.
Trade Payables	4,048,650	4,048,650
	4,048,650	4,048,650

Note 6 - Current Liabilities - Other Current Liabilities

Particulars	2016	2015
	Rs.	Rs.
Income Tax Liabilities (2005-2006)	76,548	76,548
Income Tax Liabilities (2006-2007)	128,061	128,061
Income Tax Liabilities (2008-2009)	2,080,109	2,080,109
Income Tax Liabilities (2009-2010)	1,175,600	1,175,600
Income Tax Liabilities (2010-2011)	661,900	661,900
Purva Share Registry Pvt. Ltd.	267,736	267,736
Provision for SEBI Fees	564,874	614,874
Provision for NSE Arbitration Awards	10,847,264	10,847,264
Others	1,166,966	1,283,326
Salt Studios Pvt Ltd.	118,000	-
BSE Listing Fees Payable	231,733	-
Mahendra Pandey	2,320,217	-
	19,639,008	17,135,418

Note 7 - Current liabilities - Short Term Provision

Particulars	2016	2015
	Rs.	Rs.
MTNL	40	-
Salary Payable	-	120,000
Provision for Interest	-	-
Provision for Taxation	-	-
Provision for Audit Fee	7,500	5,000
	7,540	125,000

Note 9 Current Assets: Current investments

Particulars	2016	2015
	Rs.	Rs.
Investment in Unquoted Shares		
Alka Commodities Limited	6,820,217	4,500,000
Adept Agrotech Pvt. Ltd.	60,000	60,000
Arcanum Solutions Pvt Ltd	55,000	45,000
India Denim Limited	6,050,000	6,050,000
Infracare Systems Pvt Ltd	2,500,000	2,500,000
Om Som En Fab Pvt. Ltd.	1,000,000	1,000,000
Skylark Mercantile Pvt. Ltd.	55,000	45,000
Veena Pani Investment Pvt Ltd	5,200,000	5,200,000
Yasu Investrade Pvt. Ltd.	45,000	45,000
JTD Entertainment Media Pvt. Ltd.	7,000	7,000
	21,792,217	19,452,000

Note 10 Current Assets: Trade Receivables

Particulars	2016	2015
	Rs.	Rs.
Trade Receivables (More Than Six Months)		
JMDE Packaging & Realties Limited	17,711,407	17,766,407
Other Trade Receivables	(200,000)	(200,000)
Sundry Debtors	3,654,800	3,654,800
	21,166,207	21,221,207

Note 11: Current Assets: Cash and Cash Equivalents

Particulars	2016	2015
	Rs.	Rs.
Balance with Banks	10,763	-
Fixed Deposits	-	-
Cash in Hand	7,083	20,628
	17,846	20,628

Note 12: Current Assets: Short-Term Loans and Advances

Particulars	2016	2015
	Rs.	Rs.
Loans, Advances & Deposits		

Deposits with National Stock Exchange	12,000,000	12,000,000
	12,000,000	12,000,000

Note 13: Current Assets: Other Current Assets

Particulars	2016	2015
	Rs.	Rs.
Swachh Bharat Cess Paid	1,000	-
Service Tax Paid	31,179	-
	32,179	-

Note 14: Income from Operations

Particulars	2016	2015
	Rs.	Rs.
Revenue from Operations	-	-
	-	-

Note 15: Other Income

Particulars	2016	2015
	Rs.	Rs.
Income from Other Sources	155,000	-
	155,000	-

Note 16: Administration Expenses

Particulars	2016	2015
	Rs.	Rs.
Audit Fees	7,500	-
Communication Expenses	4,016	-
Other Expenses	-	46,000
	11,516	46,000

Note 17: Employee and Staff Expenses

Particulars	2016	2015
	Rs.	Rs.
Salaries	15,000	180,000
	15,000	180,000

Note 18: Finance Costs

Particulars	2016	2015
	Rs.	Rs.
Bank of India Loan Interest	-	5,400,000
	-	5,400,000

Note 19: Listing and Depository Expenses

Particulars	2016	2015
	Rs.	Rs.
Bombay Stock Exchange	200,000	259,719
	200,000	259,719

ALKA SECURITIES LIMITED

NOTE 20- STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES : (annexed to and forming part of the Accounts for the year ended 31st March, 2016)

I Recognition of Income and Expenditure:

(I) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred.
(ii) Sale of goods is recognized on transfer of significant risks and rewards of ownership. It is also accounted for as per the contract terms and conditions agreed.

II 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 on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known /materialised.

III Fixed Assets:

Fixed assets are stated at cost, less accumulated depreciation (other than Freehold land where no depreciation is provided). Items of fixed assets that have been retired from active use / held for disposal are stated at the lower of their net book value and net realisable value and are disclosed separately in the financial statements. Any expected loss is recognised in the profit and loss account.

IV Method of Depreciation and Amortization:

(i) Depreciation on Fixed Assets is provided on Written down value method. (WDV)
(ii) Depreciation on additions to assets or on sale/discernment of assets, is calculated pro rata from the month of such addition or up to the month of such sale/discernment, as the case may be.

V Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

VI Valuation of Inventories:

Inventories of Raw Materials, Goods-in-Process, Finished Goods, Merchanting Goods are stated at 'cost' or 'net realisable value' whichever is lower. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The excise duty in respect of closing inventory of finished goods is included as part of finished goods. Cost formulae used are 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items,

VII Foreign Currency translations:

i) All transactions in foreign currency, are expressed in the Indian currency at the appropriate rates of exchange prevailing on the date of Balance Sheet. In respect of transactions covered by Forward Exchange Contracts, the difference between forward rate and exchange rate at the inception of the contract is recognised as income or expense over the life of the contract.
ii) Balances in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year;
iii) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the rates of exchange of the underlying foreign currency prevailing on the date of the Balance Sheet. Effects arising out of swap contracts are accounted/ adjusted on the date of settlement;

NOTE 20- STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :
(annexed to and forming part of the Accounts for the year ended 31st March, 2016)

VIII Employee Benefits :

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

Post Employment / Retirement Benefits

Defined Contribution Plans such as Provident Fund etc., are charged to the Profit and Loss Account as incurred.

Defined Benefit Plans – The present value of the obligation under such plans is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are

Other Long Term Employee Benefits are recognised in the same manner as Defined Benefit Plans.

Termination benefits

Termination benefits are recognised as and when incurred.

X Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing

XI Government Grants :

Grants received against specific fixed assets are adjusted to the cost of assets. Revenue grants are recognised in the Profit and Loss Account in accordance with the related scheme and in the period in which these are accrued.

XII Taxation :

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are

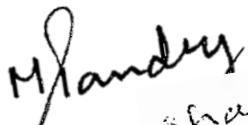
XIII Impairment of Assets:


The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been

XIV Provisions, Contingent Liabilities and Contingent Assets:

A provision is made based on reliable estimate when it is possible that an outflow of resources embodying economic benefit will be required to settle an obligation, Contingent Liabilities, unless the possibility of outflow of resources embodying economic benefit is remote, are disclosed by way of notes to accounts. Contingent Assets

For and on behalf of Board of Directors
ALKA SECURITIES LIMITED


Director


Director

Date : 30/08/2016

Place: Mumbai

ALKA
COMMODITIES
LIMITED

ANNUAL ACCOUNTS
2015-2016

Alka Commodities Limited

CIN

U67120MH2001PLC130577

Board of Directors

Mr. Mahendra Pandey	Executive Director
Mrs. Alka Pandey	Executive Director
Mr. Rahul Pandey	Executive Director

Statutory Auditor

M/s PSV Jain & Associates
Chartered Accountant

Registered Office

54, Bombay Mutual Chambers,
Hamam Street, Fort,
Mumbai - 400001

Corporate Office

10, Maitri, N.S. Road No. 10
Nutan Laxmi Society, JVPD Scheme
Vile Parle (W) Mumbai – 400049

Bankers

Corporation Bank

Website

www.alkasecurities.com

Independent Auditor's Report To the Members of Alka Commodities Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Alka Commodities Limited ("the Company") that comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone financial statements

Opinion

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 March 31, 2016, and its Profit/Loss and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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.

As required by section 143 (3) of the Act, we report that:

We have sought and obtained all the information and explanations that to the best of our knowledge and belief were necessary for the purpose 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 written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 no pending litigation with any impact on its financial position.

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

There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Duralesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets; The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

The title deeds of immovable properties are held in the name of the company.

(a) The management has conducted the physical verification of inventory at reasonable intervals.

b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

(a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no disputed dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax dues outstanding on account of any dispute.

In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and 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.

Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197

read with Schedule V to the Companies Act;

In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For PSV Jain & Associates
Chartered Accountants**

Sd/-

CA Dularesh K Jain

Partner

Membership No. 137264

Place: Mumbai

Dated: 30th August 2016

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Alka Commodities Limited

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

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

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial

Reporting

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

Opinion

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

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264**

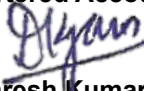
**Place: Mumbai
Dated: 30th August 2016**

ALKA COMMODITIES LIMITED
Balance Sheet as at 31 March, 2016

Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds				
(a)	Share Capital	1	9,500,000	9,500,000
(b)	Reserves and Surplus	2	11,905,839	11,402,839
3 Non-current liabilities				
(a)	Long-Term Borrowings	3	1,502,622	1,502,622
(b)	Deferred Tax Liabilities (Net) (Refer Point 9 of Other Notes 27B)	4	34,619	34,619
4 Current Liabilities				
(a)	Borrowings		-	-
(b)	Trade Payables	5	270,500	12,710
(c)	Other Current Liabilities		-	-
(d)	Short-Term Provisions		-	-
TOTAL			23,213,580	22,452,790
II. ASSETS				
1 Non-current assets				
(a)	Fixed Assets			
(i)	Tangible Assets	8	17,544	17,544
(ii)	Intangible Assets		-	-
(iii)	Capital Work-In-Progress		-	-
(iv)	Intangible Assets Under Development		-	-
(b)	Non-Current Investments		-	-
(c)	Deferred Tax Assets (net)		-	-
(d)	Long-Term Loans and Advances		-	-
(e)	Other Non-Current Assets		-	-
2 Current Assets				
(a)	Current Investments		-	-
(b)	Investments	9	19,692,665	19,692,665
(c)	Trade Receivables	10	567,415	75,000
(d)	Cash and Cash Equivalents	11	553,733	285,358
(e)	Short-Term Loans and Advances	12	2,327,223	2,327,223
(f)	Other Current Assets	13	55,000	55,000
TOTAL			23,213,580	22,452,790
Significant Accounting Policies and other Notes				



Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

For PSV JAIN & ASSOCIATES
Chartered Accountants


Dularesh Kumar Jain
Partner

Mem No.: 137264
Date : 30/08/2016
Place: Mumbai

For and on behalf of Board of Directors
ALKA COMMODITIES LIMITED

 
Director Director

Date: 30/08/2016
Place: Mumbai

ALKA COMMODITIES LIMITED

Statement of Profit & Loss account for the year ended 31st March, 2016

Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I.	Sales of Agro Commodities	14	838,225.00	701,510
II.	Other Income	15	195,000.00	252,750
III.	Total Revenue (I + II)		1,033,225.00	954,260
IV.	Expenses:			
	Administrative & Selling Expenses	16	216,625.00	329,500
	Cost of Agri Business Division	17	313,600.00	332,000
	Depreciation and Amortization Expense	8	-	-
	Total expenses		530,225.00	661,500
			-	
V.	Profit before exceptional and extraordinary items and tax (III-IV)		503,000.00	292,760
VI.	Exceptional items - Foreign Exchange Difference		-	-
VII.	Profit before extraordinary items and tax (V - VI)		503,000.00	292,760
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		503,000.00	292,760
X	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
	(3) Tax in respect of earlier years		-	-
XI	Profit (Loss) for the period from continuing operations (IX-X)		503,000.00	292,760
XII	Profit/(loss) from Discontinuing operations		-	-
XIII	Profit from Discontinuing operations (after tax)		-	-
			-	
XIV	Profit for the year (XI+XIII)		503,000.00	292,760
XV	Earnings per equity share of the face value of Rs 1 each: Basic and Diluted		-	-
	Significant Accounting Policies and other Notes	18		

Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

For PSV JAIN & ASSOCIATES
Chartered Accountants



Dularesh Kumar Jain

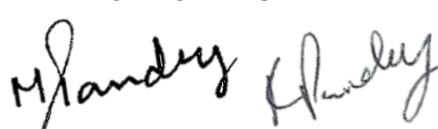
Partner

Mem No.: 137264

Date : 30/08/2016

Place: Mumbai

For and on behalf of Board of Directors
ALKA COMMODITIES LIMITED



Director

Director

Date: 30/08/2016

Place: Mumbai

Note 1 - Shareholder's Funds - Share Capital

Share Capital	As at 31 March, 2016		As at 31 March, 2015	
	Number	Rs.	Number	Rs.
Authorised Equity Shares of Rs. 10 each	5,000,000	50,000,000	5,000,000	50,000,000
Issued, Subscribed & Paid up Equity Shares of Rs. 10 each	950,000	9,500,000.00	950,000	9,500,000
Total	950,000	9,500,000	950,000	9,500,000

Rights of Equity Shareholders

The Company has only one class of Equity Shares having par value of Rs.10. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amount including in respect of preference share issue.

Disclosure for each class of Shares

Particulars	Equity Shares		Preference Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	950,000	9,500,000	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	950,000	9,500,000	-	-

Note 2 - Shareholder's Funds - Reserves & Surplus

Reserves & Surplus	31st March, 2016	31st March, 2015
	Rs.	Rs.
General Reserve		
Opening Balance	2,200,000	2,200,000
	2,200,000	2,200,000
Surplus		
Opening balance	9,202,839	8,910,079
(-) (Net Loss) For the current year	503,000	292,760
Closing Balance	9,705,839	9,202,839
Total	11,905,839	11,402,839

Note:3 Non-Current Liabilities - Long-Term Borrowings

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Trade Payables	1,502,622	1,502,622
Total	1,502,622	1,502,622

Note:4 Non-Current Liabilities - Deferred Tax Liabilities

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Deferred Tax Liabilities	34,619	34,619
Total	34,619	34,619

Note:5 Current Liabilities

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sundry Creditors	270,500	12,710
Total	270,500	12,710

Note:9 Current Assets - Investments

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
UNQUOTED EQUITY SHAES-FULLY PAID UP		
Aahan Investment Pvt Ltd	1,500,000	1,500,000
S F Reality Ventures Pvt Ltd	1,440,000	1,440,000
J R Fiberglass Pvt Ltd	500,000	500,000
LMC Enterprises Pvt Ltd	1,000,000	1,000,000
Sneha Sales & Services Pvt Ltd	250,000	250,000
Sub-Total	4,690,000	4,690,000
QUOTED EQUITY SHARES - FULLY PAID UP		
(at cost)		
GTC Industries Limited	45,726	45,726
Sunteck Realties Limited	14,956,939	14,956,939
Sub-Total	15,002,665	15,002,665
Total	19,692,665	19,692,665

Note:10 Current Assets - Trade Receivables

Particulars	31st March, 2016	31st March, 2015
-------------	------------------	------------------

Particulars	Rs.	Rs.
Ashwini Trading Pvt. Ltd.	164,400	75,000
Aster Mercantile Pvt Ltd	395,725	-
Takeshi Marketing Pvt. Ltd.	7,290	-
Total	567,415	75,000

Note:11 Current Assets - Cash and Cash Equivalents

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Cash In Hand	524,927	255,567
Balance with Bank	28,806	29,791
Total	553,733	285,358

Note:12 Current Assets - Short-Term Loans and Advances

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Others	2,327,223	2,327,223
Total	2,327,223	2,327,223

Note:13 Other Current Assets

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Stock of Seeds	55,000	55,000
Total	55,000	55,000

Note:14 Income From Sale of Agro Product

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sale of Potatos	443,225	335,750
Sales of Green Peas	395,000	365,760
Total	838,225	701,510

Note:15 Other Income

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sale of Shares of Sunteck Realty		
Cost of 1500 Shares (Rs. 118) per share	-	177,000
Sale consideration of shares on 05/01/2015 @ 286.5	-	429,750
Net Profit	-	252,750
Income from Commodity Trading	195,000	-
Total	195,000	252,750

Note:16 Expenses: Administrative & Selling Expenses

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Salaries	90,000	66,000
Rent	60,000	108,000
Electricity	24,000	34,600

Printing & Stationery	2,150	5,200
Misc. Office expenses	11,657	49,740
Conveyance and Travelling Expenses	12,958	42,650
Repairs and Servicing Charges	5,860	11,030
Auditors Remuneration	10,000	10,000
Bank Charges	-	2,280
Total	216,625	329,500

Note:17 Expenses: Agri Production Activity

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Wages	155,000	145,000
Seed & Organic Compost	103,100	132,000
Lease Rent	55,500	55,000
Total	313,600	332,000

ALKA COMMODITIES LIMITED

NOTE 18 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :

(annexed to and forming part of the Accounts for the year ended 31st March, 2014)

I Recognition of Income and Expenditure:

(I) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred.
(ii) Sale of goods is recognized on transfer of significant risks and rewards of ownership. It is also accounted for as per the contract terms and conditions agreed.

II 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 on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known /materialised.

III Fixed Assets:

Fixed assets are stated at cost, less accumulated depreciation (other than Freehold land where no depreciation is provided). Items of fixed assets that have been retired from active use or held for disposal are stated at the lower of their net book value and net realisable value and are disclosed separately in the financial statements. Any expected loss is recognised in the profit and loss account.

IV Method of Depreciation and Amortization:

(i) Depreciation on Fixed Assets is provided on Written down value method. (WDV)
(ii) Depreciation on additions to assets or on sale/discernment of assets, is calculated pro rata from the month of such addition or up to the month of such sale/discernment, as the case may be.

V Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

VI Valuation of Inventories:

Inventories of Raw Materials, Goods-in-Process, Finished Goods, Merchanting Goods are stated at 'cost' or 'net realisable value' whichever is lower. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The excise duty in respect of closing inventory of finished goods is included as part of finished goods. Cost formulae used are 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items,

VII Foreign Currency translations:

i) All transactions in foreign currency, are expressed in the Indian currency at the appropriate rates of exchange prevailing on the date of Balance Sheet. In respect of transactions covered by Forward Exchange Contracts, the difference between forward rate and exchange rate at the inception of the contract is recognised as income or expense over the life of the contract.
ii) Balances in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year;
iii) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the rates of exchange of the underlying foreign currency prevailing on the date of the Balance Sheet. Effects arising out of swap contracts are accounted/ adjusted on the date of settlement;

VIII Employee Benefits :

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

Post Employment / Retirement Benefits

Defined Contribution Plans such as Provident Fund etc., are charged to the Profit and Loss Account as incurred.

Defined Benefit Plans – The present value of the obligation under such plans is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are

NOTE 18 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :
(annexed to and forming part of the Accounts for the year ended 31st March, 2014)

Other Long Term Employee Benefits are recognised in the same manner as Defined Benefit Plans.

Termination benefits

Termination benefits are recognised as and when incurred.

X Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing

XI Government Grants :

Grants received against specific fixed assets are adjusted to the cost of assets. Revenue grants are recognised in the Profit and Loss Account in accordance with the related scheme and in the period in which these are accrued.

XII Taxation :

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are

XIII Impairment of Assets:

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been

XIV Provisions, Contingent Liabilities and Contingent Assets:

A provision is made based on reliable estimate when it is possible that an outflow of resources embodying economic benefit will be required to settle an obligation, Contingent Liabilities, unless the possibility of outflow of resources embodying economic benefit is remote, are disclosed by way of notes to accounts. Contingent Assets

For and on behalf of Board of Directors
ALKA COMMODITIES LIMITED



Director

Director

Date : 30/08/2016

ARCANUM
SOLUTIONS
PRIVATE LIMITED

ANNUAL ACCOUNTS
2015-2016

Arcanum Solutions Pvt Ltd

CIN

U65993MH2001PTC132186

Board of Directors

Mr. Pandurang Chorge	Executive Director
Mrs. Roshini Pandey	Executive Director
Mrs. Ranjeeta Mukherjee	Executive Director

Statutory Auditor

M/s PSV Jain & Associates
Chartered Accountant

Registered Office

502, Sinchan Apartments,
Off Veera Desai Road, Andheri W,
Mumbai - 400053

Corporate Office

10, Maitri, N.S. Road No. 10
Nutan Laxmi Society, JVPD Scheme
Vile Parle (W) Mumbai – 400049

Bankers

Corporation Bank

Independent Auditors' Report

TO THE MEMBERS OF,
ARCANUM SOLUTIONS PRIVATE LIMITED,

Report on the Financial Statements

We have audited the accompanying financial statements of ARCANUM SOLUTIONS PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters that are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on 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 true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

As required by section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations that 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 appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.

The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.

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

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

With respect to the other matters included in the Auditor's Report and to our 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.

The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.

There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264**


**Place: Mumbai
Dated: 30th August 2016**

ARCANUM SOLUTIONS PVT LTD
Balance Sheet as at 31 March, 2016

Particulars	Note No.	31st March, 2016	31st March, 2015
		Rs	Rs
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	100,000	100,000
(b) Reserves and Surplus	2	(40,000)	(35,000)
3 Non-current liabilities			
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net) (Refer Point 9 of Other Notes 27B)		-	-
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions		-	-
4 Current Liabilities			
(a) Borrowings		-	-
(b) Trade Payables	3	230,940	230,940
(c) Other Current Liabilities		-	-
(d) Short-Term Provisions		-	-
TOTAL		290,940	295,940
II. ASSETS			
1 Non-current assets			
(a) Fixed Assets			
(i) Tangible Assets		-	-
(ii) Intangible Assets		-	-
(iii) Capital Work-In-Progress		-	-
(iv) Intangible Assets Under Development		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets (net)		-	-
(d) Long-Term Loans and Advances		-	-
(e) Other Non-Current Assets		-	-
2 Current Assets			
(a) Current Investments		-	-
(b) Investments		-	-
(c) Trade Receivables		-	-
(d) Cash and Cash Equivalents	4	101,899	101,899
(e) Short-Term Loans and Advances		-	-
(f) Other Current Assets	5	189,041	189,041
TOTAL		290,940	290,940
Significant Accounting Policies and other Notes		7	

Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

For PSV JAIN & ASSOCIATES
Chartered Accountants


Dularesh Kumar Jain
Partner

Mem No 137264
Date : 30/08/2016
Place: Mumbai

For and on behalf of Board of Directors
ARCANUM SOLUTIONS PVT LTD

 
Director Director

Date: 30/08/2016
Place: Mumbai

ARCANUM SOLUTIONS PVT LTD

Statement of Profit & Loss account for the year ended 31st March, 2016

Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I.	Income from Operation		-	-
II.	Other Income		-	-
III.	Total Revenue (I + II)		-	-
IV.	Expenses:			
	Administrative & Selling Expenses	6	5,000.00	5,000.00
	Employee/Labour Expense		-	-
	Depreciation and Amortization Expense		-	-
	Total expenses		5,000.00	5,000.00
			-	-
V.	Profit before exceptional and extraordinary items and tax (III-IV)		(5,000.00)	(5,000.00)
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		(5,000.00)	(5,000.00)
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		(5,000.00)	(5,000.00)
X	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
	(3) Tax in respect of earlier years		-	-
XI	Profit (Loss) for the period from continuing operations (IX-X)		(5,000.00)	(5,000.00)
XII	Profit/(loss) from Discontinuing operations		-	-
XIII	Profit from Discontinuing operations (after tax)		-	-
			-	-
XIV	Profit for the year (XI+XIII)		(5,000.00)	(5,000.00)
XV	Earnings per equity share of the face value of Rs 1 each: Basic and Diluted		-	-
	Significant Accounting Policies and other Notes	7		

Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

For PSV JAIN & ASSOCIATES
Chartered Accountants



Dularish Kumar Jain
Partner
Date : 30/08/2016

Place: Mumbai

For and on behalf of Board of Directors
ARCANUM SOLUTIONS PVT LTD



Director Director
Date : 30/08/2016

Place: Mumbai

Note 1 - Shareholder's Funds - Share Capital

Share Capital	As at 31 March, 2016		As at 31 March, 2015	
	Number	Rs.	Number	Rs.
Authorised Equity Shares of Rs. 1 each	10,000	100,000.00	10,000	100,000
Issued, Subscribed & Paid up Equity Shares of Rs. 1 each	10,000	100,000.00	10,000	100,000
Total	10,000	100,000	10,000	100,000

Rights of Equity Shareholders

The Company has only one class of Equity Shares having par value of Rs.1. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amount including in respect of preference share issue.

Disclosure for each class of Shares

Particulars	Equity Shares		Preference Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	-	-	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	-	-	-	-

Note 2 - Shareholder's Funds - Reserves & Surplus

Reserves & Surplus	31st March, 2016	31st March, 2015
	Rs.	Rs.
General reserve		
Opening balance	(35,000)	(30,000)
(-) (Net Loss) For the current year	(5,000)	(5,000)
Closing Balance	(40,000)	(35,000)
Total	(40,000)	(35,000)

Note: 3 Current Liabilities - Other Current Liabilities

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sundry Creditors	230,940	230,940
Total	230,940	230,940

Note: 4 Current Assets - Cash and Cash Equivalents

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Cash In Hand	101,899	101,899
Total	101,899	101,899

Note:5 Current Assets - Other Current Assets

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Stock	189,041	189,041
Total	189,041	189,041

Note: 6 Expenses: Administrative & Selling Expenses

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Auditors Remuneration	5,000	5,000
Total	5,000	5,000

ARCANUM SOLUTIONS PVT LTD

NOTE 7 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES : (annexed to and forming part of the Accounts for the year ended 31st March, 2016)

I Recognition of Income and Expenditure:

(I) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred.
(ii) Sale of goods is recognized on transfer of significant risks and rewards of ownership. It is also accounted for as per the contract terms and conditions agreed.

II 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 on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known /materialised.

III Fixed Assets:

Fixed assets are stated at cost, less accumulated depreciation (other than Freehold land where no depreciation is provided). Items of fixed assets that have been retired from active use, held for disposal, are stated at the lower of their net book value and net realisable value and are disclosed separately in the financial statements. Any expected loss is recognised in the profit and loss account.

IV Method of Depreciation and Amortization:

(i) Depreciation on Fixed Assets is provided on Written down value method. (WDV)
(ii) Depreciation on additions to assets or on sale/discernment of assets, is calculated pro rata from the month of such addition or up to the month of such sale/discernment, as the case may be.

V Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

VI Valuation of Inventories:

Inventories of Raw Materials, Goods-in-Process, Finished Goods, Merchanting Goods are stated at 'cost' or 'net realisable value' whichever is lower. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The excise duty in respect of closing inventory of finished goods is included as part of finished goods. Cost formulae used are 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items,

VII Foreign Currency translations:

i) All transactions in foreign currency, are expressed in the Indian currency at the appropriate rates of exchange prevailing on the date of Balance Sheet. In respect of transactions covered by Forward Exchange Contracts, the difference between forward rate and exchange rate at the inception of the contract is recognised as income or expense over the life of the contract.
ii) Balances in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year;
iii) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the rates of exchange of the underlying foreign currency prevailing on the date of the Balance Sheet. Effects arising out of swap contracts are accounted/ adjusted on the date of settlement;

VIII Employee Benefits :

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

Post Employment / Retirement Benefits

Defined Contribution Plans such as Provident Fund etc., are charged to the Profit and Loss Account as incurred.

Defined Benefit Plans – The present value of the obligation under such plans is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are

NOTE 7 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :

(annexed to and forming part of the Accounts for the year ended 31st March, 2016)

Other Long Term Employee Benefits are recognised in the same manner as Defined Benefit Plans.

Termination benefits

Termination benefits are recognised as and when incurred.

X Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing

XI Government Grants :

Grants received against specific fixed assets are adjusted to the cost of assets. Revenue grants are recognised in the Profit and Loss Account in accordance with the related scheme and in the period in which these are accrued.

XII Taxation :

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are

XIII Impairment of Assets:

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been

XIV Provisions, Contingent Liabilities and Contingent Assets:

A provision is made based on reliable estimate when it is possible that an outflow of resources embodying economic benefit will be required to settle an obligation, Contingent Liabilities, unless the possibility of outflow of resources embodying economic benefit is remote, are disclosed by way of notes to accounts. Contingent Assets

For and on behalf of Board of Directors

SKYLARK MERCANTILE PVT LTD



Director

Director

Date : 30/08/2016

SKYLARK
MERCANTILE
PRIVATE LIMITED

The logo for skylark features the word "skylark" in a lowercase, bold, sans-serif font. A green bird-like icon is positioned above the letter 'y'.

The logo for earthmarket features a circular icon on the left composed of three concentric rings in blue, yellow, and green. To the right of the icon, the word "earthmarket" is written in a lowercase, bold, sans-serif font.

ANNUAL ACCOUNTS
2015-2016

Skylark Mercantile Pvt. Ltd.

CIN

U51496MH2001PTC132389

Board of Directors

Mr. Kaushik S Shah	Executive Director
Mr. Pandurang Chorge	Executive Director

Statutory Auditor

M/s PSV Jain & Associate
Chartered Accountant

Registered Office

203, Anupam Building,
2nd Cross Rd., JP Road,
Azad Nagar, Andheri W
Mumbai - 400058

Corporate Office

10, Maitri, N.S. Road No. 10
Nutan Laxmi Society, JVPD Scheme
Vile Parle (W) Mumbai – 400049

Bankers

Corporation Bank

Website

www.skylarkm.com
www.earthmarket.in

Independent Auditors' Report

TO THE MEMBERS OF,
SKYLARK MERCANTILE PRIVATE LIMITED,

Report on the Financial Statements

We have audited the accompanying financial statements of SKYLARK MERCANTILE PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters that are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on 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 true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

As required by section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations that 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 appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.

The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.

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

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

With respect to the other matters included in the Auditor's Report and to our 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.

The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.

There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

SKYLARK MERCANTILE PVT LTD
Balance Sheet as at 31 March, 2016

Particulars	Note No.	31st March, 2016	31st March, 2015
		Rs	Rs
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	100,000	100,000
(b) Reserves and Surplus	2	(29,337)	(24,337)
3 Non-current liabilities			
(a) Long-Term Borrowings	3	-	-
(b) Deferred Tax Liabilities (Net) (Refer Point 9 of Other Notes 27B)	4	-	-
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions		-	-
4 Current Liabilities			
(a) Borrowings	5	-	-
(b) Trade Payables	6	1,223,544	1,223,544
(c) Other Current Liabilities		-	-
(d) Short-Term Provisions	7	12,975	7,975
TOTAL		1,307,182	1,307,182
II. ASSETS			
1 Non-current assets			
(a) Fixed Assets			
(i) Tangible Assets	8	-	-
(ii) Intangible Assets		-	-
(iii) Capital Work-In-Progress		-	-
(iv) Intangible Assets Under Development		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets (net)		-	-
(d) Long-Term Loans and Advances		-	-
(e) Other Non-Current Assets		-	-
2 Current Assets			
(a) Current Investments		-	-
(b) Investments	9	-	-
(c) Trade Receivables	10	475,364	475,364
(d) Cash and Cash Equivalents	11	61,563	61,563
(e) Short-Term Loans and Advances	12	86,150	86,150
(f) Other Current Assets	13	684,105	684,105
TOTAL		1,307,182	1,307,182
Significant Accounting Policies and other Notes	18		


Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

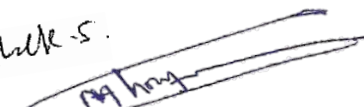
For PSV JAIN & ASSOCIATES
Chartered Accountants


Dularesh Kumar Jain
Partner

Mem No 137264
Date : 30/08/2016
Place: Mumbai

For and on behalf of Board of Directors
SKYLARK MERCANTILE PVT LTD

 Shresh Jaisankar
Director

 199 hony
Director

Date: 30/08/2016
Place: Mumbai

SKYLARK MERCANTILE PVT LTD

Statement of Profit & Loss account for the year ended 31st March, 2016

Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I.	Income from Operation	14	-	-
II.	Other Income		-	-
III.	Total Revenue (I + II)		-	-
IV.	Expenses:			
	Administrative & Selling Expenses	16	5,000.00	5,000.00
	Employee/Labour Expense	17	-	-
	Depreciation and Amortization Expense	8	-	-
	Total expenses		5,000.00	5,000.00
			-	
V.	Profit before exceptional and extraordinary items and tax (III-IV)		(5,000.00)	(5,000.00)
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		(5,000.00)	(5,000.00)
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		(5,000.00)	(5,000.00)
X	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
	(3) Tax in respect of earlier years		-	-
XI	Profit (Loss) for the period from continuing operations (IX-X)		(5,000.00)	(5,000.00)
XII	Profit/(loss) from Discontinuing operations		-	-
XIII	Profit from Discontinuing operations (after tax)		-	-
			-	
XIV	Profit for the year (XI+XIII)		(5,000.00)	(5,000.00)
XV	Earnings per equity share of the face value of Rs 1 each: Basic and Diluted		-	-
	Significant Accounting Policies and other Notes	18		

Accompanying Notes form an integral part of financial statements
As per our attached Report of even date

For PSV JAIN & ASSOCIATES
Chartered Accountants



Dularesh Kumar Jain
Partner
Date : 30/08/2016

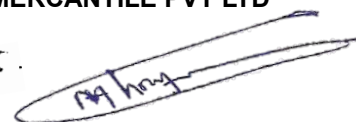
Place: Mumbai

For and on behalf of Board of Directors
SKYLARK MERCANTILE PVT LTD



Director
Date : 30/08/2016

Place: Mumbai



Director

Note 1 - Shareholder's Funds - Share Capital

Share Capital	As at 31 March, 2016		As at 31 March, 2015	
	Number	Rs.	Number	Rs.
Authorised Equity Shares of Rs. 1 each	10,000	100,000.00	10,000	100,000
Issued, Subscribed & Paid up Equity Shares of Rs. 1 each	10,000	100,000.00	10,000	100,000
Total	10,000	100,000	10,000	100,000

Rights of Equity Shareholders

The Company has only one class of Equity Shares having par value of Rs.1. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amount including in respect of preference share issue.

Disclosure for each class of Shares

Particulars	Equity Shares		Preference Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	-	-	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	-	-	-	-

Note 2 - Shareholder's Funds - Reserves & Surplus

Reserves & Surplus	31st March, 2016	31st March, 2015
	Rs.	Rs.
Capital reserve		
Opening balance	-	-
General reserve		
Opening balance	(24,337)	(19,337)
(-) (Net Loss) For the current year	(5,000)	(5,000)
Closing Balance	(29,337)	(24,337)
Total	(29,337)	(24,337)

Note:3 Non-Current Liabilities - Long-Term Borrowings

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Secured Against Book Debts (From Banks)	-	-
Total	-	-

Note:4 Non-Current Liabilities - Deferred Tax Liabilities

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Deferred Tax Liabilities	-	-
Total	-	-

Note:5 Current Liabilities - Borrowings

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Interest Accrued and Due	-	-
Total	-	-

Note:6 Current Liabilities - Other Current Liabilities

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sundry Creditors	1,223,544	1,223,544
Total	1,223,544	1,223,544

Note:7 Current Liabilities - Short-Term Provisions

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Provisions	12,975	7,975
Total	12,975	7,975

Note:9 Current Assets - Investments

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
UNQUOTED EQUITY SHAES-FULLY PAID UP		
Sub-Total	-	-
QUOTED EQUITY SHARES - FULLY PAID UP		

Total	-	-
-------	---	---

Note:10 Current Assets - Trade Receivables

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Sundry Debtors Considered Good (Against Goods)	475,364	475,364
Total	475,364	475,364

Note:11 Current Assets - Cash and Cash Equivalents

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Cash In Hand	61,563	61,563
Total	61,563	61,563

Note:12 Current Assets - Short-Term Loans and Advances

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Advances	86,150	86,150
Total	86,150	86,150

Note:13 Current Assets - Other Current Assets

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Stock	600,182	600,182
Profit and Loss A/c	83,923	83,923
Total	684,105	684,105

Note:14 Income from Operations

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Income from Operations	-	-
Total	-	-

Note:16 Expenses: Administrative & Selling Expenses

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Auditors Remuneration	5,000	5,000
Total	5,000	5,000

Note:17 Expenses: Employee/Labour Expenses

Particulars	31st March, 2016	31st March, 2015
	Rs.	Rs.
Salaries	-	-

Director's Remuneration

-

-

Total

-

-

SKYLARK MERCANTILE PVT LTD

NOTE 18 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :

(annexed to and forming part of the Accounts for the year ended 31st March, 2016)

I Recognition of Income and Expenditure:

(I) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred.
(ii) Sale of goods is recognized on transfer of significant risks and rewards of ownership. It is also accounted for as per the contract terms and conditions agreed.

II 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 on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known /materialised.

III Fixed Assets:

Fixed assets are stated at cost, less accumulated depreciation (other than Freehold land where no depreciation is provided). Items of fixed assets that have been retired from active use, held for disposal, are stated at the lower of their net book value and net realisable value and are disclosed separately in the financial statements. Any expected loss is recognised in the profit and loss account.

IV Method of Depreciation and Amortization:

(i) Depreciation on Fixed Assets is provided on Written down value method. (WDV)
(ii) Depreciation on additions to assets or on sale/discernment of assets, is calculated pro rata from the month of such addition or up to the month of such sale/discernment, as the case may be.

V Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

VI Valuation of Inventories:

Inventories of Raw Materials, Goods-in-Process, Finished Goods, Merchanting Goods are stated at 'cost' or 'net realisable value' whichever is lower. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The excise duty in respect of closing inventory of finished goods is included as part of finished goods. Cost formulae used are 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items,

VII Foreign Currency translations:

i) All transactions in foreign currency, are expressed in the Indian currency at the appropriate rates of exchange prevailing on the date of Balance Sheet. In respect of transactions covered by Forward Exchange Contracts, the difference between forward rate and exchange rate at the inception of the contract is recognised as income or expense over the life of the contract.
ii) Balances in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year;
iii) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the rates of exchange of the underlying foreign currency prevailing on the date of the Balance Sheet. Effects arising out of swap contracts are accounted/ adjusted on the date of settlement;

VIII Employee Benefits :

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

Post Employment / Retirement Benefits

Defined Contribution Plans such as Provident Fund etc., are charged to the Profit and Loss Account as incurred.

Defined Benefit Plans – The present value of the obligation under such plans is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are

NOTE 18 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :
(annexed to and forming part of the Accounts for the year ended 31st March, 2016)

Other Long Term Employee Benefits are recognised in the same manner as Defined Benefit Plans.

Termination benefits

Termination benefits are recognised as and when incurred.

X Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing

XI Government Grants :

Grants received against specific fixed assets are adjusted to the cost of assets. Revenue grants are recognised in the Profit and Loss Account in accordance with the related scheme and in the period in which these are accrued.

XII Taxation :

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are

XIII Impairment of Assets:

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been

XIV Provisions, Contingent Liabilities and Contingent Assets:

A provision is made based on reliable estimate when it is possible that an outflow of resources embodying economic benefit will be required to settle an obligation, Contingent Liabilities, unless the possibility of outflow of resources embodying economic benefit is remote, are disclosed by way of notes to accounts. Contingent Assets

Signatures to Notes 1 to 4, which form an integral part of the financial statements.

For and on behalf of Board of Directors

SKYLARK MERCANTILE PVT LTD

Shah Kaushik S.
M. J. J.

Director

Director

Date : 30/08/2016

ALKA
SECURITIES
LIMITED

CONSOLIDATED ACCOUNTS
2015 - 2016

Independent Auditor's Report To the Members of Alka Securities Limited

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Alka Securities Limited ("the Company") that comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing

standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements

Opinion

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as

amended, 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.

As required by section 143 (3) of the Act, we report that:

We have sought and obtained all the information and explanations that to the best of our knowledge and belief were necessary for the purpose 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 (Consolidated) 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 written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 one pending litigation with SEBI, but it has no impact on its financial position.

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

There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Duralesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets; The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

The title deeds of immovable properties are held in the name of the company.

(a) The management has conducted the physical verification of inventory at reasonable intervals.

b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

(a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are disputed dues of income tax amount to Rs. 52.25 Lakhs for various assessment years from 2005-2006 to 2010-2011, provision for which has been fully made in the books of accounts. There are no sales tax, service tax, duty of customs, duty of excise, value added tax dues outstanding on account of any dispute.

In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and 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.

Based upon the audit procedures performed and the information and explanations

given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;

In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264
Place: Mumbai
Dated: 30th August 2016**

"Annexure B" to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Alka Securities Limited

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

We have audited the internal financial controls over financial reporting of Alka Securities Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial

Reporting

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

Opinion

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

**For PSV Jain & Associates
Chartered Accountants**

**Sd/-
CA Dularesh K Jain
Partner
Membership No. 137264**

**Place: Mumbai
Dated: 30th August 2016**

ALKA SECURITIES LIMITED
Consolidated Balance Sheet as at 31 March, 2016

Particulars		Note No.	31st March, 2016	31st March, 2015
			Rs	Rs
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds				
(a)	Share Capital	1	95,940,000	95,940,000
(b)	Reserves and Surplus	2	(107,427,750)	(113,866,310)
			(11,487,750)	(17,926,310)
3 Non-Current Liabilities				
(a)	Long-Term Borrowings	3	45,137,025	45,137,025
(b)	Deferred Tax Liabilities		829,255	794,636
(c)	Other Long-Term Liabilities	4	385,125	385,125
(c)	Long-Term Provisions		-	-
4 Current Liabilities				
(a)	Short-Term Borrowings	5	3,500,000	3,500,000
(b)	Trade Payables	6	5,551,272	4,048,650
(c)	Other Current Liabilities	7	21,371,967	17,135,418
(d)	Short-Term Provisions	8	12,540	125,000
5 Minority Interest				
			9,691,426	-
TOTAL			74,990,860	53,199,544
II. ASSETS				
1 Non-Current Assets				
(a)	Fixed Assets			
(i)	Tangible Assets	9	523,253	505,709
(ii)	Intangible Assets		-	-
(iii)	Capital Work-In-Progress		-	-
(iv)	Intangible Assets Under Development		-	-
(b)	Non-Current Investments		-	-
(c)	Deferred Tax Assets		-	-
(d)	Long-Term Loans and Advances		-	-
(e)	Other Non-Current Assets		-	-
2 Current Assets				
(a)	Currents Investments	10	36,149,882	19,452,000
(b)	Trade Receivables	11	22,208,986	21,221,207
(c)	Cash and Cash Equivalents	12	735,041	20,628
(d)	Short-Term Loans and Advances	13	14,413,373	12,000,000
(e)	Other Current Assets	14	960,325	-
TOTAL			74,990,860	53,199,544
Significant Accounting Policies and other Notes		21		

**Accompanying Notes Form an Integral Part of Financial Statements
As Per Our Attached Report of Even Date**

**For PSVJAIN & ASSOCIATES
Chartered Accountants**


**Dularesh Kumar Jain
Partner**

**Mem No 137264
Date : 30/08/2016
Place: Mumbai**

**For and on behalf of Board of Directors
ALKA SECURITIES LTD**


Director 
Director


**Date : 30/08/2016
Place: Mumbai**

ALKA SECURITIES LIMITED
Consolidated Statement of Profit & Loss account for the year ended 31st March, 2016



Particulars	Refer Note No.	31st March, 2016	31st March, 2015
		Rs	Rs
I. Revenue from Operations	14	838,225	-
II. Other Income	15	350,000	-
III. Total Revenue (I + II)		1,188,225	-
IV. Expenses:			
Administration Expenses	16	148,141	46,000
Employee and Staff Expenses	17	105,000	180,000
Finance Costs	18	-	5,400,000
Depreciation and Amortization Expense	7	-	-
Listing & Depository Expenses	19	200,000	259,719
Agri-Commodities Production Expense	20	313,600	-
V. Total expenses		766,741	5,885,719
VI. Profit Before Exceptional and Extraordinary Items and Tax (III-IV)		421,484	(5,885,719)
VII. Exceptional Items - Foreign Exchange Difference			-
VIII. Profit Before Extraordinary Items and Tax (V - VI)		421,484	(5,885,719)
IX. Extraordinary Items		-	-
X Profit Before Tax (VII- VIII)		421,484	(5,885,719)
Tax Expenses:			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
(3) Tax in Repect of Earlier Years		-	-
XI Profit (Loss) for the period from continuing operations (IX-X)		421,484	(5,885,719)
XII Profit/(loss) from Discontinuing operations		-	-
XIII Profit from Discontinuing operations (after tax)		-	-
XIV Minority Interest		221,850	
XV Profit for the year (XI+XIII-XIV)		199,634	(5,885,719)
Significant Accounting Policies and Other Notes	21		

**Accompanying Notes Form an Integral Part of Financial Statements
As Per Our Attached Report of Even Date**

**For PSVJAIN & ASSOCIATES
Chartered Accountants**


Dulakesh Kumar Jain
Mem No 137264
Partner
Date : 30/08/2016
Place: Mumbai

**For and on behalf of Board of Directors
ALKA SECURITES LTD**



Director Director
Date : 30/08/2016
Place: Mumbai

ALKA SECURITIES LIMITED

Notes Forming Part of the Consolidated Financial Statements As At and For the Year Ended 31st March, 2016

Note 1 - Shareholder's Funds - Share Capital

Share Capital	As at 31 March, 2016		As at 31 March, 2015	
	Number	Rs.	Number	Rs.
Authorised Equity Shares of Rs. 1 each	100,000,000	100,000,000	100,000,000	100,000,000
Issued,Subscribed & Paid up Equity Shares of Rs. 1 each	95,940,000	95,940,000	95,940,000	95,940,000
Total	95,940,000	95,940,000	95,940,000	95,940,000

Rights of Equity Shareholders

The Company has only one class of Equity Shares having par value of Rs.1. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amount including in respect of preference share issue.

Disclosure pursuant to note no.6 (A) (d) of the part of schedule VI of the companies act 1956 .

Particulars	Equity Shares		Preference Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	95,940,000	95,940,000	95,940,000	95,940,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	95,940,000	95,940,000	95,940,000	95,940,000

Shareholding Pattern more than 5%: Disclouser pursuant to note no.6 (A)(g) of part Schedule VI to the

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	Number	% of Holding	No. of Shares held	% of Holding
Alka Pandey	42,947,741	44.77	42,947,741	44.77
Total	42,947,741	44.77	42,947,741	44.77

Disclosure pursuant to note no.6 (A) (l) of the part of schedule VI of the companies act 1956 .

Particulars of Shares	2016		2015	
	Number	Discription	Number	Discription
Equity Shares	95,940,000	Parripasus	95,940,000	Parripasus
Restrictions on the distrubution of dividend (All Equity Shares have equal voating rights)	-	None	-	None
Preference Shares (No preference share issue)				
Shares outstanding at the end of the year	95,940,000		95,940,000	

Note 2 - Shareholder's Funds - Reserves & Surplus

Reserves & Surplus	2016	2015
	Rs.	Rs.
Capital reserve		
Opening balance	2,639,800.00	2,639,800.00
(+) Share forfeiture Reserve	1,015,000.00	1,015,000.00
	3,654,800.00	3,654,800.00
General reserve		
Opening balance	(111,282,184)	(111,635,391)
(-) (Net Loss) For the current year	199,634	(5,885,719)
Closing Balance	(111,082,550)	(117,521,110)
Total	(107,427,750)	(113,866,310)

Note 3 -Non-Current Liabilities: Long Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Secured Loan from Directors	45,137,025	45,137,025
	45,137,025	45,137,025

Note 4 - Non-Current Liabilities: Other Long-Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Other Long-Term Liabilities	385,125	385,125
	385,125	385,125

Note 5 - Current Liabilities: Short Term Borrowing

Particulars	2016	2015
	Rs.	Rs.
Un-Secured Loans		
Loans Payable on Demand		
Alka Commodities Limited	3,500,000	3,500,000
	3,500,000	3,500,000

Note 6 - Current Liabilities: Trade Payables

Particulars	2016	2015
	Rs.	Rs.
Trade Payables	5,551,272	4,048,650
	5,551,272	4,048,650

Note 6 - Current Liabilities - Other Current Liabilities

Particulars	2016	2015
	Rs.	Rs.
Income Tax Liabilities (2005-2006)	76,548	76,548
Income Tax Liabilities (2006-2007)	128,061	128,061
Income Tax Liabilities (2008-2009)	2,080,109	2,080,109
Income Tax Liabilities (2009-2010)	1,175,600	1,175,600
Income Tax Liabilities (2010-2011)	661,900	661,900
Purva Share Registry Pvt. Ltd.	267,736	267,736
Provision for SEBI Fees	564,874	614,874
Provision for NSE Arbitration Awards	10,847,264	10,847,264
Others	1,174,941	1,283,326
Salt Studios Pvt Ltd.	118,000	-
BSE Listing Fees Payable	231,733	-
Mahendra Pandey	2,320,217	-
Sundry Creditors	1,724,984	-
	21,371,967	17,135,418

Note 7 - Current liabilities - Short Term Provision

Particulars	2016	2015
	Rs.	Rs.
MTNL	40	-
Salary Payable	-	120,000
Provision for Audit Fee	12,500	5,000
	12,540	125,000

Note 9 Current Assets: Current investments

Particulars	2016	2015
	Rs.	Rs.
Investment in Unquoted Shares		
Alka Commodities Limited	1,595,217	4,500,000
Aahan Investment Pvt. Ltd	1,500,000	-
Adept Agrotech Pvt. Ltd.	60,000	60,000
Arcanum Solutions Pvt. Ltd.	-	45,000
India Denim Limited	6,050,000	6,050,000
Infracare Systems Pvt Ltd	2,500,000	2,500,000
JR Fiberglass Pvt. Ltd.	500,000	-
LMC Enterprises Pvt. Ltd.	1,000,000	-
Om Som En Fab Pvt. Ltd.	1,000,000	1,000,000
SF Reality Ventures Pvt. Ltd.	1,440,000	-
Skylark Mercantile Pvt. Ltd.	-	45,000
Sneha Sales & Services Pvt. Ltd.	250,000	-
Veena Pani Investment Pvt Ltd	5,200,000	5,200,000
Yasu Investrade Pvt. Ltd.	45,000	45,000
JTD Entertainment Media Pvt. Ltd.	7,000	7,000
Investment in Unquoted Shares		
GTC Industries Limited	45,726	-
SunTeck Realities Limited	14,956,939	-
	36,149,882	19,452,000

Note 10 Current Assets: Trade Receivables

Particulars	2016	2015
	Rs.	Rs.
Trade Receivables (More Than Six Months)		
JMDE Packaging & Realities Limited	17,711,407	17,766,407
Other Trade Receivables	(200,000)	(200,000)
Sundry Debtors	4,130,164	3,654,800
Ashwini Trading Pvt. Ltd.	164,400	-
Aster Mercantile Pvt. Ltd.	395,725	-
Takeshi Marketing Pvt. Ltd.	7,290	-
	22,208,986	21,221,207

Note 11: Current Assets: Cash and Cash Equivalents

Particulars	2016	2015
	Rs.	Rs.
Balance with Banks	39,569	-
Cash in Hand	695,472	20,628

735,041

20,628

Note 12: Current Assets: Short-Term Loans and Advances

Particulars	2016	2015
	Rs.	Rs.
Loans, Advances & Deposits		
Deposits with National Stock Exchange	12,000,000	12,000,000
Other Advances	2,413,373	-
	14,413,373	12,000,000

Note 13: Current Assets: Other Current Assets

Particulars	2016	2015
	Rs.	Rs.
Swachh Bharat Cess Paid	1,000	-
Service Tax Paid	31,179	-
Stock	844,223	-
Profit & Loss Account	83,923	-
	960,325	-

Note 14: Income from Operations

Particulars	2016	2015
	Rs.	Rs.
Revenue from Operations	-	-
Sale of Potatoes	443,225	-
Sale of Green Peas	395,000	-
	838,225	-

Note 15: Other Income

Particulars	2016	2015
	Rs.	Rs.
Income from Other Sources	155,000	-
Income from Commodity Training	195,000	-
	350,000	-

Note 16: Administration Expenses

Particulars	2016	2015
	Rs.	Rs.
Audit Fees	27,500	-
Rent	60,000	-
Electricity	24,000	-
Printing and Stationery	2,150	-
Conveyance and Travelling Charges	12,958	-
Repairs and Servicing Charges	5,860	-
Communication Expenses	4,016	-
Other Expenses	11,657	46,000
	148,141	46,000

Note 17: Employee and Staff Expenses

Particulars	2016	2015
	Rs.	Rs.
Salaries	105,000	180,000
	105,000	180,000

Note 18: Finance Costs

Particulars	2016	2015
	Rs.	Rs.
Bank of India Loan Interest	-	5,400,000
	-	5,400,000

Note 19: Listing and Depository Expenses

Particulars	2016	2015
	Rs.	Rs.
Bombay Stock Exchange	200,000	259,719
	200,000	259,719

Note 20: Agri-Commodities Production Expenses

Particulars	2016	2015
	Rs.	Rs.
Wages	155,000	-
Seed & Organic Compost	103,100	-
Lease Rent	55,500	-
	313,600	-

ALKA SECURITIES LIMITED

NOTE 21- STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES : (annexed to and forming part of the Accounts for the year ended 31st March, 2016)

I Recognition of Income and Expenditure:

(I) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual basis, as they are earned or incurred.
(ii) Sale of goods is recognized on transfer of significant risks and rewards of ownership. It is also accounted for as per the contract terms and conditions agreed.

II 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 on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known /materialised.

III Fixed Assets:

Fixed assets are stated at cost, less accumulated depreciation (other than Freehold land where no depreciation is provided). Items of fixed assets that have been retired from active use / held for disposal are stated at the lower of their net book value and net realisable value and are disclosed separately in the financial statements. Any expected loss is recognised in the profit and loss account.

IV Method of Depreciation and Amortization:

(i) Depreciation on Fixed Assets is provided on Written down value method. (WDV)
(ii) Depreciation on additions to assets or on sale/discernment of assets, is calculated pro rata from the month of such addition or up to the month of such sale/discernment, as the case may be.

V Investments :

Investments are classified into Current and Long-term Investments. Current Investments are stated at lower of cost and fair value. Long-term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of Long-term Investments.

VI Valuation of Inventories:

Inventories of Raw Materials, Goods-in-Process, Finished Goods, Merchanting Goods are stated at 'cost' or 'net realisable value' whichever is lower. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The excise duty in respect of closing inventory of finished goods is included as part of finished goods. Cost formulae used are 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items,

VII Foreign Currency translations:

i) All transactions in foreign currency, are expressed in the Indian currency at the appropriate rates of exchange prevailing on the date of Balance Sheet. In respect of transactions covered by Forward Exchange Contracts, the difference between forward rate and exchange rate at the inception of the contract is recognised as income or expense over the life of the contract.
ii) Balances in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are converted in Indian Currency at the appropriate rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year;
iii) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the rates of exchange of the underlying foreign currency prevailing on the date of the Balance Sheet. Effects arising out of swap contracts are accounted/ adjusted on the date of settlement;

NOTE 21- STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES :
(annexed to and forming part of the Accounts for the year ended 31st March, 2016)

VIII Employee Benefits :

Short Term Employee Benefits

All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

Post Employment / Retirement Benefits

Defined Contribution Plans such as Provident Fund etc., are charged to the Profit and Loss Account as incurred.

Defined Benefit Plans – The present value of the obligation under such plans is determined based on an actuarial valuation, using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are

Other Long Term Employee Benefits are recognised in the same manner as Defined Benefit Plans.

Termination benefits

Termination benefits are recognised as and when incurred.

X Borrowing Costs:

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing

XI Government Grants :

Grants received against specific fixed assets are adjusted to the cost of assets. Revenue grants are recognised in the Profit and Loss Account in accordance with the related scheme and in the period in which these are accrued.

XII Taxation :

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are

XIII Impairment of Assets:

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been

XIV Provisions, Contingent Liabilities and Contingent Assets:

A provision is made based on reliable estimate when it is possible that an outflow of resources embodying economic benefit will be required to settle an obligation, Contingent Liabilities, unless the possibility of outflow of resources embodying economic benefit is remote, are disclosed by way of notes to accounts. Contingent Assets

For and on behalf of Board of Directors
ALKA SECURITIES LIMITED



Director



Director

Date : 30/08/2016

Place: Mumbai

ALKA SECURITIES LIMITED
 10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

ATTENDANCE SLIP

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

Name & Address of Shareholder / Proxy holder

I certify that I am a registered Shareholder / Proxy for the registered Shareholder of the Company. I hereby record my presence at the Annual General Meeting of the Company held on 30th September, 2016 at the Registered Office of the Company at 10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

Member's / Proxy's
 Signature

(Shareholder attending the meeting in person or by proxy is requested to complete the attendance slip and handover at the entrance of the Meeting Hall)

ALKA SECURITIES LIMITED
 10, Maitri, Basement, Ns. Rd. No. 10, JVPD Scheme, Juhu, Vile Parle West, Mumbai 400 049

PROXY FORM

DP ID.	
CLIENT ID	

FOLIO NO.	
NO. OF SHARES	

I / We _____ of _____

Being a Member / Members of Alka Securities Limited hereby appoint Mr. / Ms. _____ as my / our Proxy to attend and vote for me / us and on my / our behalf at the ANNUAL GENERAL MEETING of the Company to be held on 30th September, 2016 and at any adjournment(s) thereof.

Signed this _____ day of _____ 2016

Affix
 Re.1/-
 Revenue
 Stamp

Signature(s)

Proxy form must reach company's registered office not later than 48 hours before the commencement of the

FOR OFFICE USE ONLY

DATE OF RECEIPT