

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SRF TRANSNATIONAL HOLDINGS LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of SRF TRANSNATIONAL HOLDINGS LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial 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, 2015;
- b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss, Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with rule 7 of the Companies (Accounts) Rules, 2014
- e) On the basis of written representations received from the Directors as on March 31, 2015, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- f) The company has adequate internal financial control system in place and the operating effectiveness of such controls.



g) With respect to the other matters to be included in the Auditors 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 explanation given to us:-

- i) The company do not have any pending litigations hence no disclosure is required in this regard
- ii) The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants
FRN: 000038N


(V. Rajaraman)
Partner
M. No. : 02705

Place: New Delhi
Date : 27.05.2015



Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of Independent Auditors' Report of even date to the matters of SRF Transnational Holdings Limited ("the Company") on the Financial Statements for the year ended March 31, 2015

I. Fixed Assets

The company has no fixed assets therefore, this clause is not applicable.

II. Inventories

Since the Company does not have inventory, clause (a),(b),(c) under reference of Companies (Auditors Report) Order 2015 are not applicable.

III. Transactions with parties covered under section 189 of the Act

The company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.

In view of the above, para(a)&(b) of the clause under reference are not applicable.

IV. Internal Control System

In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for earning of income on the enterprise resources. During the course of our audit, no major weakness has been noticed in the aforesaid internal control system.

V. Deposits

The Company has not accepted any deposits during the year or in earlier years which are covered under the directives issued by the Reserve Bank of India or under the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable.

VI. Cost Records

The requirements of maintenance of Cost Records under section 148(1) of the Companies Act, 2013 is not applicable to the company.

VII. Statutory Dues & Requirements

- (a) According to the books and records examined by us and the information and explanation given to us, the company has been regular in depositing undisputed statutory dues including provident fund, employee state insurance, income tax, sales tax, wealth tax, service tax, duty of custom, duty of Excise, value added tax, cess and other statutory dues with the appropriate authorities wherever applicable.



No amount is payable in respect of the statutory dues as mentioned above were outstanding as at March 31, 2015 for a period of more than six months from the date they become payable.

- (b) As per records of the company, information & explanation given, no amount is required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Company Act, 1956 (1 of 1956) and rules made there under.

VIII) Accumulated Losses

The accumulated losses of the Company is more than fifty percent of its Networth. Further, the Company has not incurred cash losses during the financial year covered by our audit in the immediately preceding financial year.

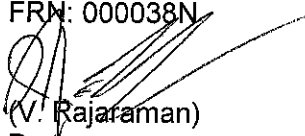
- IX) The Company has not defaulted in repayment of dues to any financial institution, Banks or debenture holders during the financial year under audit.
- X) According to the records of the company, information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year/ in earlier years.

XI) Applicability of Term Loan

The term loan taken by the company for short term period have been applied for the purpose for which loans were taken.

- XII) Based upon the audit procedures performed and on the basis of information and explanations provided by the management, we report that no fraud on or by the Company has been noticed or reported during the year under audit.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants
FRN: 000038N


(V. Rajaraman)
Partner
M. No. : 02705

Place: New Delhi
Date : 27.05.2015



SRF TRANSNATIONAL HOLDINGS LIMITED
(Wholly owned Subsidiary of KAMA Holdings Limited)
BALANCE SHEET AS AT MARCH 31, 2015

| Particulars | Note No. | As at March 31, 2015 Rs. | As at March 31, 2014 Rs. |
|--|----------|--------------------------------|--------------------------------|
| EQUITY AND LIABILITIES | | | |
| Shareholders' Funds | | | |
| Share capital | 2 | 325,418,400 | 325,418,400 |
| Reserves and surplus | 3 | (191,821,030) | (209,061,484) |
| | | 133,597,370 | 116,356,916 |
| Current liabilities | | | |
| Short term borrowings | 4 | 523,490,871 | - |
| Other current liabilities | 5 | 119,623 | 35,694 |
| | | 523,610,494 | 35,694 |
| TOTAL EQUITY AND LIABILITIES | | 657,207,864 | 116,392,610 |
| ASSETS | | | |
| Non-current assets | | | |
| Non-current investments | 6 | 598,832,674 | 58,438,457 |
| | | 598,832,674 | 58,438,457 |
| Current assets | | | |
| Current investments | 6 | 1,621,003 | 14,525,751 |
| Cash and cash equivalents | 7 | 8,506,727 | 844,398 |
| Short-term loans and advances | 8 | 40,000,000 | 40,000,000 |
| Other current assets | 9 | 8,247,460 | 2,584,004 |
| | | 58,375,190 | 57,954,153 |
| TOTAL ASSETS | | 657,207,864 | 116,392,610 |
| Accounting Policies contained in Note 1 & Note 2 to 9 form part of financial statements | 1 | | |

As per our report of even date
For THAKUR, VAIDYANATH AIYAR & CO.
Chartered Accountants
Regn. No. 000038N




V Rajaraman
Partner
M.No. 2705



T.L.Raman
Whole Time Director
(DIN:00231220)



T. Mathew
Director
(DIN:00074523)



C.L.Bhat
Director
(DIN:00074213)



Rajat Lakhanpal
Chief Financial Officer,
& Company Secretary
(DIN:00005664)

Place: Gurgaon

Date: 27.05.2015



SRF TRANSNATIONAL HOLDINGS LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015


| Particulars | Note No. | Year ended March 31, 2015 Rs. | Year ended March 31, 2014 Rs. |
|--|----------|-------------------------------------|-------------------------------------|
| Revenue from Operations | | | |
| Interest on Loans | | 4,800,000 | 4,471,233 |
| Interest from Investments | | 19,900,053 | 215,656 |
| Interest on Tax free bonds | | 5,685,647 | 1,435,000 |
| Profit on sale of Investments | | 1,575,250 | 1,067,835 |
| Other Income | | | |
| Dividend on Investments | | 319,335 | 472,149 |
| Miscellaneous Income | | - | 119,380 |
| TOTAL REVENUE | | 32,280,285 | 7,781,253 |
| EXPENSES | | | |
| Employee benefits expenses | 10 | 120,000 | 120,000 |
| Finance cost | | 7,554,520 | - |
| Other expenses | 11 | 1,697,311 | 1,092,143 |
| TOTAL EXPENSES | | 9,371,831 | 1,212,143 |
| Profit before tax | | 22,908,454 | 6,569,110 |
| Tax expense | | | |
| Current tax | | 5,668,000 | 1,764,800 |
| Prior period tax expenses | | - | 369,630 |
| Profit after tax | | 17,240,454 | 4,434,680 |
| Earnings per share (Current) | | | |
| Basic (Rs.) | 12 | 5.30 | 1.36 |
| Diluted (Rs.) | | 5.30 | 1.36 |
| Accounting Policies contained in Note 1 & Note 10 to 12 form part of financial statements | 1 | | |

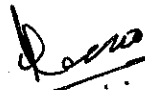
As per our report of even date


For THAKUR, VAIDYANATH AIYAR & CO.

Chartered Accountants

Regn. No. 000038N

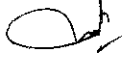

V Rajaraman
Partner
M.No. 2705


T.L.Raman
Whole Time Director
(DIN:00231220)


T. Mathew
Director
(DIN:00074523)

Place: Gurgaon

Date: 27.05.2015


C.L.Bhat
Director
(DIN:00074213)



Rajat Lakhanpal
Chief Financial Officer,
& Company Secretary
(DIN:00005664)




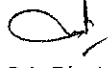
SRF TRANSNATIONAL HOLDINGS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2015

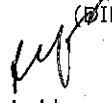
| | | Amount (Rs.) | |
|----------|---|----------------------|--------------------|
| | | Year Ended | Year Ended |
| | | March 31, 2015 | March 31, 2014 |
| A | CASH FLOW FROM OPERATING ACTIVITIES: | | |
| | Net Profit before tax | 22,908,454 | 6,569,110 |
| | Adjustments for | | |
| | Interest & Finance Charges | 7,554,520 | - |
| | Profit on sale of Investments | (1,575,250) | (1,067,835) |
| | Provision for diminution in value of Investments (net) | (13,342) | 13,768 |
| | Operating Profit before working capital changes | 28,874,382 | 5,515,043 |
| | Adjustments for | | |
| | Trade and Other Receivables | (5,663,456) | (156,527) |
| | Trade Payables and Provisions | 83,929 | 694 |
| | Cash Generated from operations before tax | 23,294,855 | 5,359,210 |
| | Taxation | (5,668,000) | (2,134,430) |
| | Net Cash from operating activities (A) | 17,626,855 | 3,224,780 |
| B | CASH FLOW FROM INVESTING ACTIVITIES: | | |
| | Purchase of Investments | (744,400,810) | (7,894,917) |
| | Sale of Investments* | 218,499,933 | 45,028,367 |
| | Loan made | - | (40,000,000) |
| | Net Cash from Investment Activities (B) | (525,900,877) | (2,866,550) |
| C | CASH FLOW FROM FINANCING ACTIVITIES | | |
| | Proceeds (Repayment) of Short term borrowings | 523,490,871 | - |
| | Interest & Finance Charges | (7,554,520) | - |
| | Net cash used in/ from financing activities (C) | 515,936,351 | - |
| | Net increase in Cash and Cash Equivalents D=(A+B+C) | 7,662,329 | 358,230 |
| | Cash & Cash equivalents at the beginning of the year (E) | 844,398 | 486,168 |
| | Cash & Cash equivalents at the close of the year F=(D+E) | 8,506,727 | 844,398 |

*In comparison with diminished value of investments.


T.L.Raman
Whole Time Director
(DIN:00231220)


T.Mathew
Director
(DIN:00074523)


C.L.Bhat
Director
(DIN:00074213)


Rajat Lakhanpal
Chief Financial Officer,
& Company Secretary
(DIN:00005664)

We have certified the above cash flow statement of SRF Transnational Investments Limited derived from the audited financial statements for the year ended March 31, 2015 and other records and found the same to be drawn in accordance there with and also with the requirements of clause 32 of the listing agreements with the Stock Exchanges.

For **THAKUR VAIDYANATH AIYAR & CO**
Chartered Accountants
Regn. No. 000038N

Place: Gurgaon
Date: 27.05.2015


V.RAJARAMAN
Partner
M. No. 2705



2. Share Capital

a) Details of share capital

| | As at March 31, 2015 Rs. | As at March 31, 2014 Rs. |
|--|--------------------------------|--------------------------------|
| AUTHORISED | | |
| 33,49,900 (Previous Year - 33,49,900) Equity shares of Rs. 100 each | 334,990,000 | 334,990,000 |
| 100 (Previous Year - 100) 4% Redeemable Cumulative Preference Shares of Rs. 100 each | 10,000 | 10,000 |
| | 335,000,000 | 335,000,000 |
| ISSUED, SUBSCRIBED AND PAID UP | | |
| 32,54,184 (Previous Year - 32,54,184) Equity Shares of Rs. 100 each fully paid up* | 325,418,400 | 325,418,400 |
| | 325,418,400 | 325,418,400 |

* Entire equity capital is held by KAMA Holdings Limited, the Holding Company and its nominees w.e.f 01st April 2014.

There is no change in the shareholding as compared to previous year.

b) Shareholders holding more than 5% shares in the Company

The entire Issued and Subscribed capital for the current year is being held by KAMA Holdings Limited. In previous year, the entire Issued and Subscribed capital was held by SRF Limited



3. Reserves and Surplus

| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|---|----------------------------------|----------------------------------|
| Capital reserve | 9,576,252 | 9,576,252 |
| Capital redemption reserve | 7,200 | 7,200 |
| Amalgamation reserve | 25,257,800 | 25,257,800 |
| Surplus in statement of profit and loss | <u>(226,662,282)</u> | <u>(243,902,736)</u> |
| Total Reserves and Surplus | <u>(191,821,030)</u> | <u>(209,061,484)</u> |

There is no change in the balances of Reserves (except surplus) as compared to Previous year.

| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|--|----------------------------------|----------------------------------|
| Surplus | | |
| As at the beginning of the year | (243,902,736) | (248,337,416) |
| Profit after tax transferred from statement of Profit and Loss annexed | 17,240,454 | 4,434,680 |
| As at the end of the year | <u>(226,662,282)</u> | <u>(243,902,736)</u> |



| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|--|----------------------------------|----------------------------------|
|--|----------------------------------|----------------------------------|

4. Short term borrowings

| | | |
|---|--------------------|----------|
| Secured | | |
| From Kotak Mahindra Investments Ltd* | 110,000,000 | - |
| Unsecured - From Related Party | | |
| From KAMA Holdings Limited (interest free) | 413,490,871 | - |
| | <u>523,490,871</u> | <u>-</u> |

5. Other current liabilities

| | | |
|------------------|----------------|---------------|
| Expenses payable | 36,000 | 31,500 |
| Statutory dues | 83,623 | 4,194 |
| | <u>119,623</u> | <u>35,694</u> |

*Secured against following securities with following terms and conditions:-

| Name of Securities | Quantity (Nos.) | Amount |
|--|-----------------|---------------------------|
| HUDCO Tax Free Bonds 8.20%, 2027 | 42,500 | 44,812,948 |
| NTPC Tax Free Bonds 8.66%, 2033 | 6,333 | 6,192,611 |
| REC Tax Free Bonds 8.12%, 2027 | 25,000 | 24,921,511 |
| HDFC Infrastructure Fund - Growth | 685,394 | 10,000,000 |
| ICICI Prudential Value Discovery Fund - Growth | 56,484 | 5,000,000 |
| ICICI Prudential Focussed Bluechip Fund - Dividend | 441,306 | 10,000,000 |
| Birla Sun Life Frontline Equity Fund - Dividend | 161,970 | 5,000,000 |
| ICICI Prudential Infrastructure Fund - Growth | 261,375 | 10,000,000 |
| IDFC Infrastructure Fund - Growth | 482,245 | 5,000,000 |
| IDFC Premier Equity Fund - Growth | 92,776 | 5,000,000 |
| IDFC Sterling Equity Fund - Growth | 177,891 | 5,000,000 |
| DWS Gilt Fund- Growth | 390,665 | 5,000,000 |
| HDFC Income Fund- Growth | 187,571 | 5,000,000 |
| IDFC Dynamic Bond Fund- Growth | 362,500 | 5,000,000 |
| Kotak Bond Scheme Plan A- Growth | 148,993 | 5,000,000 |
| Total Securities Pledge | | <u>150,927,070</u> |

Terms and conditions:-

Rate of Interest

Put/Call option

11.25% p.a. payable monthly
every 3 months



6. Investments

| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|--|-----------------|----------------------|-------------------|----------------------|---------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| NON-CURRENT INVESTMENTS- Others | | | | | |
| Investments in Equity Instruments | | | | | |
| <i>Quoted - Direct Equity</i> | | | | | |
| Mawana Sugars Ltd. | 10 | 2,901 | 47,500 | 2,901 | 47,500 |
| DCM Shriram Ltd.* | 2 | 280 | - | 280 | - |
| Axis Bank Ltd | 2 | 1,000 | 426,221 | - | - |
| Britannia Industries | 2 | 500 | 466,791 | - | - |
| Cipla Ltd | 2 | 935 | 519,114 | - | - |
| Engineers India Ltd | 5 | 2,925 | 715,284 | - | - |
| Exide Industries | 1 | 2,700 | 379,667 | - | - |
| Gail (I) Ltd | 10 | 1,000 | 457,168 | - | - |
| Gujarat State Petronet Ltd | 10 | 5,000 | 386,016 | - | - |
| Hero Motocorp Ltd | 2 | 9,400 | 30,326,816 | - | - |
| Hindustan Zinc Ltd | 2 | 2,400 | 399,006 | - | - |
| ICICI Bank Ltd | 2 | 1,500 | 424,574 | - | - |
| Idea Cellular Ltd | 10 | 2,800 | 391,762 | - | - |
| IDFC Ltd | 10 | 4,385 | 585,473 | - | - |
| Infosys Ltd | 5 | 300 | 490,131 | - | - |
| ITC Ltd | 1 | 1,500 | 490,921 | - | - |
| ITI Ltd | 10 | 60,000 | 1,975,759 | - | - |
| Karur vysya Bank Ltd | 10 | 800 | 364,316 | - | - |
| Larsen & Turbo Ltd | 2 | 435 | 697,979 | - | - |
| Goldman Sachs Mutual Fund Nifty Bees | 10 | 3,500 | 2,728,010 | - | - |
| Oil India Ltd | 10 | 2,125 | 1,127,063 | - | - |
| Pidilite Industries Ltd | 1 | 500 | 204,223 | - | - |
| SpiceJet | 10 | 500,000 | 11,361,199 | - | - |
| State Bank of India | 1 | 2,000 | 515,564 | - | - |
| Tata Communication Ltd | 10 | 800 | 292,120 | - | - |
| Tata Consultancy Ltd | 1 | 200 | 456,119 | - | - |
| Tata Motors Ltd | 2 | 900 | 398,501 | - | - |
| Torrent Power Ltd | 10 | 2,500 | 387,715 | - | - |
| | | | 57,015,012 | | 47,500 |



| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|----------------------------|--------------------|----------------------|-------------------|----------------------|--------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| <u>Quoted - Equity PMS</u> | | | | | |
| ASK PMS | | | 20,136,356 | - | - |
| Motilal Oswal PMS | | | 19,970,191 | - | - |
| Quest PMS | | | 10,013,826 | - | - |
| Reliance PMS | | | 30,172,814 | - | - |
| | As per schedule 6A | | 80,293,187 | | |

[Market value of quoted equity PMS Rs. 93,626,363/- (previous year Rs Nil)]

Investments in Bonds

| Quoted | | | | | |
|----------------------------------|-------|--------|-------------------|--------|-------------------|
| HUDCO Tax Free Bonds 8.20%, 2027 | 1,000 | 42,500 | 44,812,948 | 17,500 | 19,890,357 |
| NTPC Tax Free Bonds 8.66%, 2033 | 1,000 | 6,333 | 6,192,611 | - | - |
| REC Tax Free Bonds 8.12%, 2027 | 1,000 | 25,000 | 24,921,511 | - | - |
| | | | 75,927,070 | | 19,890,357 |

[Market value of quoted bonds Rs.81,077,654/- (previous year Rs 17,399,900)]

Investments in Mutual Funds

| Quoted | | | | | |
|--|----|---------|-------------------|---------|-------------------|
| Birla Sun Life Frontline Equity Fund - Dividend | 10 | 161,970 | 5,000,000 | - | - |
| HDFC Infrastructure Fund - Growth | 10 | 685,394 | 10,000,000 | - | - |
| ICICI Prudential Value Discovery Fund - Growth | 10 | 56,484 | 5,000,000 | - | - |
| ICICI Prudential Focussed Bluechip Fund - Dividend | 10 | 441,306 | 10,000,000 | - | - |
| ICICI Prudential Infrastructure Fund - Growth | 10 | 261,375 | 10,000,000 | - | - |
| IDFC Infrastructure Fund - Growth | 10 | 482,245 | 5,000,000 | - | - |
| IDFC Premier Equity Fund - Growth | 10 | 92,776 | 5,000,000 | - | - |
| IDFC Sterling Equity Fund - Growth | 10 | 177,891 | 5,000,000 | - | - |
| DWS Gilt Fund- Growth | 10 | 390,665 | 5,000,000 | 390,665 | 5,000,000 |
| HDFC Income Fund- Growth | 10 | 187,571 | 5,000,000 | 187,571 | 5,000,000 |
| IDFC Dynamic Bond Fund- Growth | 10 | 362,500 | 5,000,000 | 362,500 | 5,000,000 |
| Kotak Bond Scheme Plan A- Growth | 10 | 148,993 | 5,000,000 | 148,993 | 5,000,000 |
| | | | 75,000,000 | | 20,000,000 |

[Market value of quoted mutual funds Rs.87,551,004/- (previous year Rs 20,740,206/-)]

Aggregate value of quoted investments

[Total market value of quoted investments Rs.314,514,887(previous year Rs 38,188,128)]

39,937,857

555,956,029



| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|---|-----------------|----------------------|--------------------|----------------------|-------------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| <u>Unquoted</u> | | | | | |
| SB Packaging Ltd.** | | 23,800 | 4,998,000 | 23,800 | 4,998,000 |
| Less: Provision for diminution in value | | | 4,998,000 | | 4,998,000 |
| | | | - | | - |
| <i>*These investments have no cost value as these represents split shares issued by the companies</i> | | | | | |
| <i>** The capital of M/s S. B. Packaging Ltd has been reduced to 20% as per BIFR order dated 04th</i> | | | | | |
| <u>Unquoted</u> | | | | | |
| Ansal Hi-Tech Township Ltd | 100,000 | 1,000 | 100,000,000 | - | - |
| Kumar Urban Development Pvt Ltd | 100,000 | 200 | 20,130,540 | - | - |
| Spark Builder & Infra Projects Pvt Ltd | 9,065,076 | 5 | 45,590,219 | - | - |
| VGN Developers Pvt Ltd | 1,000,000 | 100 | 102,000,000 | - | - |
| | | | 267,720,759 | | - |
| Investments in Other Instruments | | | | | |
| <u>Unquoted-Private Equity Fund</u> | | | | | |
| Asian Healthcare Fund | 88 | 125,000 | 10,288,566 | 250,000 | 6,250,000 |
| Carpedeim Capital Partners Fund | 10,000 | 300 | 3,000,000 | - | - |
| <i>[Parity paid-up to the extent of Rs. 10 each]</i> | | | | | |
| <i>[Total commitment Rs. 30,000,000]</i> | | | | | |
| Zodius Technology Fund | 10 | 288,968 | 3,337,080 | - | - |
| <i>[Parity paid-up to the extent of Rs. 10 each]</i> | | | | | |
| <i>[Total commitment Rs. 30,000,000]</i> | | | | | |
| ICICI Prudential Venture Capital Fund | 10 | 1,000,100 | 10,001,000 | 1,000,100 | 6,000,600 |
| <i>(fully paid-up of Rs 10 each (pr. yr partly paid up to the extend of Rs. 6)</i> | | | | | |
| TVS Shriram Growth Fund Scheme 1B | 1000 | 16,250 | 16,250,000 | 6,250 | 6,250,000 |
| <i>[Total commitment Rs. 25,000,000]</i> | | | | | |
| | | | 42,876,646 | | 18,500,600 |
| | | | 598,832,674 | | 58,438,457 |
| Aggregate value of non-current investments | | | | | |



| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|--|-----------------|----------------------|------------------|----------------------|-------------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| CURRENT INVESTMENTS | | | | | |
| Investments in Mutual Funds | | | | | |
| Quoted | | | | | |
| DSP Blackrock Liquidity Fund-Weekly Dividend | 1,000 | - | - | 4,891 | 4,894,617 |
| Kotak Floater Short Term-Weekly Div Reinvest | 1,000 | 1,600 | 1,621,429 | - | - |
| Less: Diminution in Value of Investment | | | (425) | - | - |
| | | | 1,621,003 | | |
| Kotak Gilt Investment-Growth | 10 | - | - | 238,190 | 9,644,902 |
| Less: Diminution in Value of Investment | | | - | | (13,768) |
| | | | | | 9,631,134 |
| | | | 1,621,003 | | 14,525,751 |

[Market value of current investments Rs 16,21,003/- (previous year Rs 14,529,459).]



6A. Investments

| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|--|-----------------|----------------------|-------------------|----------------------|--------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| NON-CURRENT INVESTMENTS- Others | | | | | |
| Investments in Equity Instruments | | | | | |
| <u>Quoted - Equity PMS</u> | | | | | |
| <u>ASK PMS</u> | | | | | |
| Lupin Ltd | 2 | 868 | 1,185,087 | - | - |
| Sun Pharmaceuticals Industries Ltd | 1 | 1,534 | 1,227,923 | - | - |
| Page Industries Ltd | 10 | 111 | 886,497 | - | - |
| PI Industries Ltd | 1 | 2,394 | 1,093,450 | - | - |
| Pidilite Industries Ltd | 1 | 2,399 | 958,933 | - | - |
| Motherson Sumi Systems Ltd | 1 | 2,772 | 1,117,353 | - | - |
| Havells India Ltd. | 1 | 4,575 | 1,211,166 | - | - |
| Bajaj Finance Ltd | 10 | 315 | 834,233 | - | - |
| Asian Paints Ltd | 1 | 1,555 | 1,024,183 | - | - |
| Ajanta Pharma Ltd | 2 | 1,007 | 729,845 | - | - |
| Amara Raja Batteries Ltd | 1 | 1,470 | 893,549 | - | - |
| Tata Consultancy Services Ltd | 1 | 478 | 1,264,936 | - | - |
| Kotak Mahindra Bank Ltd | 5 | 903 | 1,067,658 | - | - |
| Astral Poly Technik Ltd | 1 | 2,526 | 1,002,339 | - | - |
| Indusind Bank Ltd | 10 | 1,229 | 1,107,810 | - | - |
| Hero Motocorp Ltd | 2 | 364 | 1,085,419 | - | - |
| Titan Company Ltd | 1 | 2,261 | 885,401 | - | - |
| Shree Cements Ltd | 10 | 77 | 641,685 | - | - |
| Thermax Ltd | 2 | 716 | 663,408 | - | - |
| Dhanuka Agritech Ltd | 2 | 1,014 | 492,067 | - | - |
| Atul Ltd | 10 | 479 | 701,251 | - | - |
| Cash & Cash Equivalent* | | | 62,163 | - | - |
| Total value of ASK PMS | | | 20,136,356 | | - |
| <u>QUEST PMS</u> | | | | | |
| Deepak nitrite Ltd | 2 | 8,893 | 763,589 | - | - |
| Godrej Properties Ltd | 5 | 899 | 225,077 | - | - |
| Greaves Cotton Ltd | 2 | 4,350 | 600,100 | - | - |
| KEC International Ltd | 2 | 11,113 | 1,001,260 | - | - |
| Kirloskar Ferrous Industries Ltd | 5 | 14,722 | 929,419 | - | - |
| TV 18 Broadcast Ltd | 2 | 15,550 | 505,064 | - | - |
| Zensar Technologies Ltd | 10 | 1,568 | 955,373 | - | - |
| Cash & Cash Equivalent* | | | 5,033,943 | - | - |
| Total value of Quest PMS | | | 10,013,825 | | - |
| <u>MOTILAL PMS</u> | | | | | |
| Eicher Motors Ltd. | 10 | 219 | 3,496,895 | - | - |
| Sun Pharmaceuticals Ltd. | 1 | 2,226 | 2,265,533 | - | - |
| Bosch Ltd. | 10 | 74 | 1,975,708 | - | - |
| HDFC Bank Ltd. | 2 | 1,634 | 1,710,176 | - | - |
| Tech Mahindra Limited | 5 | 2,332 | 1,650,823 | - | - |
| Housing Development Finance Corporation Ltd. | 2 | 1,104 | 1,471,428 | - | - |
| State Bank of India | 1 | 4,421 | 1,248,645 | - | - |
| Tata Consultancy Services Ltd. | 1 | 442 | 1,145,249 | - | - |
| Asian Paints Ltd. | 1 | 1,309 | 1,064,498 | - | - |
| Bharat Forge Ltd. | 2 | 801 | 1,039,434 | - | - |
| Larsen & Toubro Ltd. | 2 | 594 | 1,009,698 | - | - |
| United Spirits Ltd | 10 | 278 | 990,007 | - | - |
| Hero Motocorp Limited | 2 | 291 | 761,878 | - | - |
| Cash & Cash Equivalent* | | | 140,219 | - | - |
| Total value of Quest PMS | | | 19,970,191 | | - |



| Scrip | Par Value (Rs.) | As at March 31, 2015 | | As at March 31, 2014 | |
|--|-----------------|----------------------|-------------------|----------------------|--------------|
| | | Qty. (Nos.) | Amount (Rs.) | Qty. (Nos.) | Amount (Rs.) |
| RELIANCE PMS | | | | | |
| Infosys Ltd | 5 | 2,391 | - | - | - |
| Tata Elxsi Ltd | 10 | 2,793 | 2,894,548 | - | - |
| Page Industries Ltd | 10 | 131 | 1,300,778 | - | - |
| Eicher Motors Ltd | 10 | 100 | 1,500,332 | - | - |
| Repcos Home Finance Ltd | 10 | 2,463 | 1,193,524 | - | - |
| Kajaria Ceramics Ltd | 2 | 1,554 | 1,036,862 | - | - |
| IFB Industries Ltd | 10 | 2,047 | 921,918 | - | - |
| Sonata Software Ltd | 1 | 6,354 | 954,482 | - | - |
| TVS Motor Company Ltd | 1 | 4,291 | 1,065,309 | - | - |
| MM Forgings Ltd | 10 | 1,636 | 978,789 | - | - |
| Marksans Pharma Ltd | 1 | 16,551 | 1,007,021 | - | - |
| Ramkrishna Forgings Ltd | 10 | 2,363 | 816,536 | - | - |
| Adani Enterprises Ltd | 1 | 1,465 | 959,631 | - | - |
| Bajaj Finance Ltd | 10 | 217 | 887,322 | - | - |
| Century Plyboards India Ltd | 10 | 3,412 | 541,281 | - | - |
| Ajanta Pharmaceuticals Ltd | 2 | 645 | 556,267 | - | - |
| Symphony Ltd | 2 | 304 | 528,717 | - | - |
| PI Industries Ltd | 1 | 1,293 | 622,668 | - | - |
| Atul Auto Ltd | 5 | 1,392 | 506,760 | - | - |
| Britannia Industries Ltd | 2 | 353 | 667,203 | - | - |
| APL Apollo Tubes Ltd | 10 | 1,834 | 702,767 | - | - |
| Aarti Drugs Ltd | 10 | 1,076 | 678,413 | - | - |
| Cera Sanitaryware Ltd | 5 | 275 | 656,961 | - | - |
| Can Fin Homes Ltd | 10 | 1,086 | 668,356 | - | - |
| Indian Terrain Fashions Ltd | 10 | 1,049 | 644,116 | - | - |
| Shemaroo Entertainment Ltd | 10 | 3,038 | 658,216 | - | - |
| Motherson Sumi Systems Ltd | 1 | 1,021 | 435,166 | - | - |
| Gujarat Pipavav Port Ltd | 10 | 2,050 | 433,908 | - | - |
| AIA Engineering Ltd | 2 | 391 | 393,654 | - | - |
| Kitex Garments Ltd | 1 | 873 | 455,613 | - | - |
| Talwalkars Better Value Fitness Ltd | 10 | 1,049 | 352,765 | - | - |
| KDDL Ltd | 10 | 1,253 | 380,620 | - | - |
| Zensar Technologies | 10 | 511 | 315,781 | - | - |
| Granules India Ltd | 1 | 3,660 | 313,397 | - | - |
| K P R Mill Ltd | 10 | 583 | 182,687 | - | - |
| Sharda Cropchem Ltd | 10 | 824 | 227,740 | - | - |
| Hawkins Cookers Ltd | 10 | 67 | 204,645 | - | - |
| LA Opala RG Ltd | 2 | 532 | 190,627 | - | - |
| Aarti Industries Ltd | 5 | 546 | 156,766 | - | - |
| Indo Count Industries Ltd | 10 | 492 | 208,262 | - | - |
| Cash & Cash Equivalent* | | | 2,972,404 | - | - |
| Total value of ASK PMS | | | 30,172,814 | | - |
| Total value of Quoted- Equity PMS | | | 80,293,186 | | |

*Not included in cash balance under current assets since they are with Portfolio Managers concerned.



7. Cash and bank equivalents

| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|-------------------------------------|---|---|
| Cash and cash equivalents | | |
| Balance with banks on | | |
| Current accounts | 8,503,068 | 837,124 |
| Cash in hand | 3,659 | 7,274 |
| Total cash and bank balances | <u>8,506,727</u> | <u>844,398</u> |



8. Short-term loans and advances
(Unsecured considered good, unless otherwise stated)

| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|-------------------------------------|----------------------------------|----------------------------------|
| Short term loans and advances | | |
| Secured - considered good* | <u>40,000,000</u> | <u>40,000,000</u> |
| Total short term loans and advances | <u>40,000,000</u> | <u>40,000,000</u> |

*Loan was originally given for a period upto 31st March 2015. Extended for further period of six months upto 30th September 2015 on the request of lender.



9. Other current assets

| | As at March 31, 2015 (Rs.) | As at March 31, 2014 (Rs.) |
|---|----------------------------------|----------------------------------|
| Interest accrued but not due on non-current investments | 4,949,176 | 106,151 |
| Interest accrued and due but not received on non-current investments* | 1,000,128 | - |
| Dividend receivable | - | 326,520 |
| Advance for investment | 59,505 | - |
| Advance Tax (net of provisions) | 2,238,651 | 2,151,333 |
| Total other current assets | 8,247,460 | 2,584,004 |

*Interest accrued and due for two months but not received from Kumar Urban Development Pvt Ltd. on balance sheet date but subsequently received.



10. Employee benefits expenses

| | Year Ended March 31, 2015 (Rs.) | Year Ended March 31, 2014 (Rs.) |
|-------------------------------|--|---------------------------------------|
| Salary to Whole Time Director | 120,000 | 120,000 |
| | <u>120,000</u> | <u>120,000</u> |



11. Other expenses

| | Year Ended March 31, 2015 (Rs.) | Year Ended March 31, 2014 (Rs.) |
|---|---------------------------------------|---------------------------------------|
| Provision for diminution in investments | (13,342) | 13,768 |
| Donation to foreign party* | - | 342,379 |
| Payment to Auditors: | | |
| for Audit fee | 40,000 | 35,000 |
| for Out of pocket expenses | 6,250 | - |
| for Certification charges | - | 20,000 |
| Professional Expenses | 757,262 | 28,105 |
| Amount write off | 326,520 | - |
| Miscellaneous expenses | 580,621 | 652,891 |
| | 1,697,311 | 1,092,143 |

* Donation to Indo America Arts Council INC.



12. Earnings Per Share (Current)

| | Year Ended March 31, 2015 (Rs.) | Year Ended March 31, 2014 (Rs.) |
|--|---------------------------------------|---------------------------------------|
| Profit after tax (Rs. Lakhs) | 17,240,454 | 4,434,680 |
| Weighted average number of equity shares outstanding | 3,254,184 | 3,254,184 |
| Basic and diluted earnings per share in rupees (face value- Rs. 100 per share) | 5.30 | 1.36 |



1 Significant Accounting Policies & Notes to the financial statements for the year ended March 31, 2015

A Accounting Policies:

- (i) Revenue items are recognized in accordance with the Accounting Standard (AS-9) issued by the Institute of Chartered Accountants of India read with the provisions of Non-Systemically Important Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015. Accordingly, wherever there are uncertainties in the ascertainment/realization of income, the same is not accounted for.
- (ii) Long term quoted investments/non-current investments are valued at cost unless there is a permanent fall in their value as at the date of Balance Sheet. Current investments are valued at lower of cost or fair value.
- (iii) Unquoted investments are valued at cost and no loss is recognized for the fall in their net worth, if any, unless there is a permanent fall in their value.
- (iv) Contingent liabilities, barring frivolous claims, not acknowledged as debts are disclosed by way of note.

B Notes

- (i) In view of accumulated losses, no reserve has been created out of the profits for the year as required under section 45-IC of the Reserve Bank of India Act, 1934.
- (ii) The Deferred Tax Assets relating to accumulated business loss and capital loss have not been created due to uncertainty in earning of taxable income and capital gain in coming years. Therefore, the same has not been accounted for and the provision for taxation has been made accordingly.
- (iii) Contingent Liability: Rs 504/- (Pr. Yr. Rs 448/-) representing dividend received, credited to Profit & Loss Account, on investments sold by the company in earlier year in physical form and the buyer had not got the shares transferred in his name.
- (iv) Amount of Rs. 1,20,000 (Pr. Yr. Rs. 1,20,000) is paid as Salary to Whole Time Director.

(v) Related Party Transactions:

As per AS-18 issued by the Institute of Chartered Accountants of India, the related parties of the company and transactions with them as disclosed as under:

| | | |
|---|-----|--|
| Enterprises that directly, or indirectly through one or more intermediaries, control or are controlled by, or are under common control with, the reporting enterprise | (a) | 1) KAMA Holdings Ltd. 2) Shri Educare Ltd. 3) SRF Ltd. 4) KAMA Realty (Delhi) Ltd. |
| Key Management Personnel | (b) | 5) Mr. T L Raman, Whole Time Director 6) Mr. Rajat Lakhanpal, Chief Financial Officer & Company Secretary |



| Nature of Transaction | Amount in Rs/lakhs with related parties referred to above | | | | | | Total |
|-------------------------------|---|---|---|--------|------|---|----------|
| | (a) | | | | (b) | | |
| | 1 | 2 | 3 | 4 | 5 | 6 | |
| Loan/ICD taken from: | | | | | | | |
| Current year | 4,664.00 | - | - | 200.00 | - | - | 4,864.00 |
| Previous year | - | - | - | - | - | - | - |
| Loan/ICD refund to: | | | | | | | |
| Current year | 529.09 | - | - | 200.00 | - | - | 729.09 |
| Previous year | - | - | - | - | - | - | - |
| Interest paid on loan/ICD to: | | | | | | | |
| Current year | - | - | - | 4.04 | - | - | 4.04 |
| Previous year | - | - | - | - | - | - | - |
| Purchase of Investment from: | | | | | | | |
| Current year | 55.36 | - | - | - | - | - | 55.36 |
| Previous year | - | - | - | - | - | - | - |
| Remuneration paid to: | | | | | | | |
| Current year | - | - | - | - | 1.20 | - | 1.20 |
| Previous year | - | - | - | - | - | - | - |
| Year end payables to: | | | | | | | |
| Current year | 4,134.91 | - | - | - | - | - | 4,134.91 |
| Previous year | - | - | - | - | - | - | - |



| (5) Borrower group-wise classification of assets financed as in (2) and (3) above : | | | |
|--|---------------------------------|------------------|--------------|
| Category | Amount net of provisions | | |
| | Secured | Unsecured | Total |
| 1. Related Parties | | | |
| (a) Subsidiaries | - | - | - |
| (b) Companies in the same group | - | - | - |
| (c) Other related parties. | - | - | - |
| 2. Other than related parties | | | |
| | 40,000,000 | - | 40,000,000 |
| Total | 40,000,000 | - | 40,000,000 |

| (6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): | | | |
|---|---|---------------------------------------|---|
| Category | Market Value / Break up or fair value or NAV | Book Value (Net of Provisions) | |
| 1. Related Parties | | | |
| (a) Subsidiaries | - | - | - |
| (b) Companies in the same group | - | - | - |
| (c) Other related parties | - | - | - |
| 2. Other than related parties | | | |
| Non-Current Investments | | | |
| (a) Quoted | 314,514,887 | 288,235,269 | |
| (b) Unquoted | - | 310,597,405 | |
| Current Investments | | | |
| (a) Quoted | 1,621,003 | 1,621,003 | |
| Total | 316,135,890 | 600,453,678 | |
| (7) Other Information | | | |
| Particulars | Amount | | |
| (i) Gross Non- performing Assets | | | |
| (a) Related parties | - | | |
| (b) Other than related parties | - | | |
| (ii) Net Non Performing Assets | | | |
| (a) Related parties | - | | |
| (b) Other than related parties | - | | |
| (iii) Assets acquired in satisfaction of debt. | - | | |

