

Independent Auditors' Report

To the members of,

Mudra Financial Services Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Mudra Financial Services Limited** ("the Company"), which comprises the Balance Sheet as at 31 March 2015, 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 are 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 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 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 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 standalone 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 purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- c) the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- f) 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 :
 - i. The Company does not have any pending litigations which would impact its financial position
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses



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



Place: Mumbai

Date: 30th May, 2015

For Desai Saksena & Associates

Chartered Accountants

Firm's Registration No: 102358W

Alok K. Saksena

Partner

Membership No: 035170

Annexure to the Independent Auditors' Report:

(Referred to in our report of even date)

i)

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- b. As per the explanation given to us, fixed assets have been physically verified by management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its business. No material discrepancies were noticed on such physical verification.

ii)

- a. The management has conducted physical verification of inventory of shares at reasonable intervals during the year.
- b. In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories of shares followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- c. In our opinion and according to the information and explanation given to us, the Company is maintaining proper records of inventory of shares and no discrepancies were noticed on verification.

- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register required to be maintained under section 189 of the Act. Accordingly paragraph 3(iii) of the Order is not applicable.



- iv) In our opinion and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for sale of goods and rendering of services. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company.
- v) The Company has not accepted any deposits from the public in accordance with the provisions of Sections 73 to 76 of the Act and rules framed there under.
- vi) To the best of our knowledge and as explained, the Central Government has not prescribed the maintenance of Cost Records under section 148 (1) of the Act for any of the services rendered by the Company.
- vii)
- a. According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues applicable to it and as on 31st March, 2015 there is no undisputed amount payable for a period of more than six months from the date they became payable in respect of statutory dues applicable to it.
 - b. According to the information and explanations given to us, there were no statutory dues outstanding as on 31st March, 2015 which were not paid on account of dispute with the appropriate authorities.
 - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- viii) The company does not have accumulated losses at the end of the financial year and has not incurred cash loss during the financial year and immediately preceding financial year.



- ix) As per the information and explanations given to us by the management, the Company has not taken any loan from banks and financial institutions and hence the provisions of Clause (ix) of the Order are not applicable to the Company.
- x) According to information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions and hence the provisions of Clause (x) of the Order are not applicable to the Company.
- xi) In our opinion and according to the information and explanations given to us, the Company has not taken any term loan and hence the provisions of Clause (xi) of the Order are not applicable to the Company.
- xii) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing principles in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the management.

For **Desai Saksena & Associates**

Chartered Accountants

Firm's Registration No: 102358W



A handwritten signature in black ink, appearing to read "Alok K. Saksena".

Alok K. Saksena

Partner

Membership No: 035170

Place: Mumbai

Date: 30th May, 2015

MUDRA FINANCIAL SERVICES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2015

(Amount in Rs.)

PARTICULARS	NOTE NO.	AS AT 31.03.2015	AS AT 31.03.2014
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	50,100,000	50,100,000
(b) Reserves and surplus	3	19,563,522	17,584,431
		69,663,522	67,684,431
2 Non-current liabilities			
(a) Deferred tax liabilities (Net)	4	6,508	9,004
		6,508	9,004
3 Current liabilities			
(a) Other current liabilities	5	180,555	209,754
		180,555	209,754
TOTAL		69,850,585	67,903,189
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	6	26,499	36,255
		26,499	36,255
(b) Non-current investments	7	772,550	4,132,750
(c) Long-term loans and advances	8	62,172,299	55,775,437
		62,971,348	59,944,442
2 Current assets			
(a) Inventories	9	2,691,437	4,021,437
(b) Cash and cash equivalents	10	700,359	1,798,233
(c) Short-term loans and advances	11	6,000	21,000
(d) Other current assets	12	3,481,441	2,118,076
		6,879,237	7,958,746
TOTAL		69,850,585	67,903,189
Significant accounting policies and notes forming part of the financial statements	1 to 23		

As per our report of even date attached

FOR DESAI SAKSENA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN No- 102358W

(CA. ALOK K. SAKSENA)

PARTNER

M. No. 35170



For and on behalf of the board

Atul Jain

Atul Jain

Director

DIN: 00096052

Dipen Maheshwari

Dipen Maheshwari

Managing Director

DIN: 03148904

Anirudh
Anirudh Kumar Tanvar
Company Secretary

Place : Mumbai

Date: 30th May, 2015

MUDRA FINANCIAL SERVICES LIMITED

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

(Amount in Rs.)

PARTICULARS	NOTE NO.	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
INCOME			
(a) Revenue from Operations	13	1,720,000	810,000
(b) Other Income	14	4,476,589	4,323,273
Total Revenue		6,196,589	5,133,273
EXPENSES			
(a) Changes in Inventories	15	1,330,000	-
(b) Employee benefits expense	16	1,051,200	1,414,774
(c) Depreciation and amortisation expense	6	941	15,699
(d) Other expenses	17	927,036	1,402,499
Total expenses		3,309,177	2,832,971
Profit before tax		2,887,412	2,300,301
Tax expense:			
(a) Current tax		889,000	490,500
(b) Current tax expense relating to prior years		13,000	110,996
(c) Deferred Tax		(2,496)	(3,907)
Profit after tax		1,987,908	1,702,712
Basic & Diluted Earning per share	18	0.40	0.34
Significant accounting policies and notes forming part of the financial statements	1 to 23		

As per our report of even date attached
FOR DESAI SAKSENA & ASSOCIATES

CHARTERED ACCOUNTANTS
FRN No- 102358W

(CA. ALOK K. SAKSENA)
PARTNER
M. No. 35170



For and on behalf of the board

Atul Jain
Atul Jain
Director
DIN: 00096052

Dipen Maheshwari
Dipen Maheshwari
Managing Director
DIN: 03148904

Place: Mumbai
Date: 30th May, 2015

Anirudh
Anirudh Kumar Tanvar
Company Secretary

MUDRA FINANCIAL SERVICES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs.)

PARTICULARS	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before tax	2,887,412	2,300,301
Adjustments for:		
Depreciation	941	15,699
Interest Income	(4,449,981)	(4,281,561)
Interest Expense	-	-
Dividend Income	(20,712)	(41,712)
Profit on Sale of Investments	(5,896)	-
Provision for retirement benefits	-	-
Operating Profit Before Working Capital Changes	(1,588,236)	(2,007,273)
Adjustment for:		
Increase/Decrease in Working Capital		
(Increase)/Decrease in Inventories	1,330,000	-
(Increase)/ Decrease in Other Current Assets	(1,363,365)	(1,031,663)
(Decrease)/Increase in Other Current Liabilities	(29,199)	169,907
(Increase)/ Decrease in Short Term Loans & Advance	15,000	(8,000)
Cash Generated from Operations	(1,635,800)	(2,877,029)
Less: Tax Paid	(1,007,062)	(598,769)
Net Cash from Operating Activities	(2,642,862)	(3,475,798)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets & Capital WIP	-	-
Sale/(Purchase) of Investments (Net)	3,366,096	-
Sale of Fixed Assets	-	-
Interest Received	4,449,981	4,281,561
Dividend Income	20,712	41,712
(Increase)/ Decrease in Long term Loans & Advance	(6,291,800)	(5,671,090)
Net Cash flow from Investing Activities	1,544,989	(1,347,817)
CASH FLOW FROM FINANCING ACTIVITIES		
Share Capital (Equity + Share Premium)	-	-
Borrowings (Net)	-	-
Interest Paid	-	-
Allotment money in arrears received	-	1,839,000
Net Cash flow from Financing Activities	-	1,839,000
INCREASE IN CASH AND CASH EQUIVALENTS	(1,097,873)	(2,984,615)
Cash & Cash Equivalents as on 01.04.2014	1,798,233	4,782,848
Cash & Cash Equivalents as on 31.03.2015	700,359	1,798,233

Notes to Cash flow statement:

- The above Cash flow statement has been prepared as per the indirect method prescribed by Accounting Standard 3 issued by "The Institute of Chartered Accountants of India".
- All Figures in bracket are outflow
- The total of cash and cash equivalent is as per Balance Sheet.

As per our report of even date attached
FOR DESAI SAKSENA & ASSOCIATES

CHARTERED ACCOUNTANTS
ERN No- 102358W

(CA. ALOK K. SAKSENA)
PARTNER
M. No. 35170



For and on behalf of the board

Atul Jain
Atul Jain
Director
DIN: 00096052

Dipen Maheshwari
Dipen Maheshwari
Managing Director
DIN: 03148904

Anirudh Kumar Tanvar
Anirudh Kumar Tanvar
Company Secretary

Place : Mumbai
Date : 30th May, 2015

MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

I BASIS OF ACCOUNTING

The financial statements are prepared to comply in all material aspects under the Historical Cost convention and in accordance with generally accepted accounting principles in India and the mandatory Accounting Standards prescribed under Section 133 of the Companies Act 2013 ('Act') read with Rule- 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).

II USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

III FIXED ASSETS

Fixed assets are recorded at cost of acquisition or at revalued figures. Cost includes purchase cost together with all incidental charges and other related costs.

Fixed Assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price and all attributable cost of bringing the asset to its working condition for its intended use.

IV DEPRECIATION

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

V REVENUE RECOGNITION

- (a) Revenue (income) is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:
- (b) Revenue from service charges are recognized pro-rata over the period of the contract as and when services are rendered. The company collects service tax on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.
- (c) Revenues from the sale of shares are recognized upon delivery, which is when title passes to the customer.
- (d) Interest Revenue is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.
- (e) Dividend Income is recognized when the company's right to receive dividend is established.

VI INVESTMENTS

Investments are classified into current investments and non current investments. Current investments are stated at the lower of cost and fair value. Non current investments are stated at cost unless in the opinion of the Management, there is decline, other than temporary, in the value thereof in which case the recorded value is reduced to recognize the decline.

Investments that are readily realizable and intended to be held for not more than a year from the date on which such investment are made are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investments basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of such investments.

VII INVENTORIES

Stock in trade comprising of shares is valued at cost. Cost of stock of shares is on FIFO basis.

VIII EMPLOYEE BENEFITS

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.

IX CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the Cash Flow Statement comprise cash at bank and in hand.

X INCOME TAX

Tax expense comprises both current and deferred tax at the enacted rates/substantively enacted rates. Current tax represents the amount of income tax payable/ recoverable in respect of the taxable income/ loss for the reporting period.

Provision for current tax is made on the basis of estimated taxable income for the current accounting period in accordance with the provisions of Income tax Act, 1961.

Deferred tax represents the effect of "timing differences" between taxable income and accounting income for the reporting period that originate in one period and capable of reversal in one or more subsequent periods. Deferred Tax Assets are recognized only on reasonable certainty of realization and on unabsorbed depreciation and brought forward losses only on virtual certainty.

XI PROVISIONS AND CONTINGENT LIABILITIES

Provisions are recognized in the accounts for present probable obligations arising out of past events that require outflow of resources, the amount which can be reliably estimated.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company, unless likelihood of an outflow of resources is remote. Contingent assets are not recognized in the accounts, unless there is virtual certainty as to its realization.

XII EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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



A handwritten signature in black ink, appearing to be a stylized name.

MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 2 - SHARE CAPITAL

(Amount in Rs.)

Particulars	AS AT 31.03.2015		AS AT 31.03.2014	
	No. of shares	Rupees	No. of shares	Rupees
(a) Authorised				
- Equity shares of Rs.10/- each with voting rights	5,250,000	52,500,000	5,250,000	52,500,000
(b) Issued				
- Equity shares of Rs. 10/- each with voting rights	5,010,000	50,100,000	5,010,000	50,100,000
(c) Subscribed and fully paid up				
- Equity shares of Rs. 10/- each with voting rights	5,010,000	50,100,000	5,010,000	50,100,000
Total	5,010,000	50,100,000	5,010,000	50,100,000

(i) The company has only one class of shares referred to as equity shares having par value of Rs.10/- each. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion of the number of equity shares held by the shareholders.

(ii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Issued during the year	Closing Balance
Equity shares with voting rights			
Year ended 31st March, 2015			
- Number of shares	5,010,000	-	5,010,000
- Amount (Rs.)	50,100,000	-	50,100,000
Year ended 31st March, 2014			
- Number of shares	5,010,000	-	5,010,000
- Amount (Rs.)	50,100,000	-	50,100,000

(iii) None of the above shares are reserved for issue under options/contract/commitments for sale of shares or disinvestment.

(iv) Shares allotted, as fully paid up, pursuant to contracts without payment being effected in cash / bonus shares / bought back / forfeited / call unpaid in previous five years-NIL.

(v) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	AS AT 31.03.2015		AS AT 31.03.2014	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares of ₹10/- each fully paid up				
Cypress Consultants Private Limited	695,200	13.88%	695,200	13.88%



MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 3 - RESERVES AND SURPLUS

(Amount in Rs.)

	AS AT 31.03.2015	AS AT 31.03.2014
Statutory Reserve		
Balance as per last financial statements	2,341,422	2,000,880
Add : Amount transferred during the year	397,582	340,542
	2,739,004	2,341,422
Balance in Statement of Profit and Loss		
Opening Balance	15,243,008	13,880,838
Add: Profit for the year	1,987,908	1,702,712
Less: Fixed Asset adjustment as per The Companies Act, 2013 (Refer Note No.22)	(8,816)	-
Less: Transferred to Statutory Reserve	(397,582)	(340,542)
	16,824,518	15,243,008
	19,563,522	17,584,431

NOTE 4 - DEFERRED TAX

	AS AT 31.03.2015	AS AT 31.03.2014
Deferred Tax Liability		
(a) Related to fixed assets	6,508	9,004
Deferred Tax Liability	6,508	9,004

NOTE 5 OTHER CURRENT LIABILITES

	AS AT 31.03.2015	AS AT 31.03.2014
(a) Creditors for expenses	165,755	194,354
(b) Statutory dues	14,800	15,400
	180,555	209,754



A handwritten signature in black ink, appearing to be a stylized name.

MUDRA FINANCIAL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE : 6 FIXED ASSETS										
DETAILS	GROSS BLOCK				DEPRECIATION				NET BLOCK	NET BLOCK
	AS AT 01.04.2014	Purchase/ Additions/ Adjustments	Sale/ Deductions/ Adjustments	AS AT 31.03.2015	Upto 01.04.2014	For the Period	Adjustments (refer Note No.22)	AS AT 31.03.2015	As at 31.03.2015	As at 31.03.2014
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
TANGIBLE ASSETS										
Computers and Peripherals	666,100	-	-	666,100	646,617	-	-	646,617	19,483	19,483
Fax Machine	33,000	-	-	33,000	27,842	-	3,508	31,350	1,650	5,158
Air Conditioner	10,100	-	-	10,100	6,466	941	-	7,407	2,693	3,634
Telephone Instruments	53,445	-	-	53,445	45,465	-	5,308	50,773	2,672	7,980
Total	762,645	-	-	762,645	726,390	941	8,816	736,146	26,499	36,255
AS AT 31.03.2014	762,645	-	-	762,645	710,691	15,699	-	726,390	36,255	-



A handwritten signature in black ink, appearing to be a stylized name.

MUDRA FINANCIAL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 7 - NON-CURRENT INVESTMENTS

(Amount in Rs.)

	AS AT 31.03.2015	AS AT 31.03.2014
Quoted		
In Equity Shares		
27,000 (27,000) Equity Shares of Electrosteel Steels Limited of Rs.10/- each	276,750	276,750
22,860 (22,860) Equity Shares of Makers Laboratories Limited of Rs.10/- each	495,300	495,300
	772,050	772,050
Unquoted		
In Equity Shares		
50 (50) Equity Shares of Jay Wires India Private Limited of Rs.10/- each	500	500
NIL (12,19,600) Equity Shares of Jay Iron & Steel Industries Limited of Rs. 10/- each	-	3,360,200
	500	3,360,700
Aggregate amount of quoted investments (At Cost)	772,050	772,050
Aggregate amount of quoted investments (Market Value)	1,408,797	468,648
Aggregate amount of unquoted investments	500	3,360,700
Total	772,550	4,132,750



MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 8 - LONG TERM LOANS AND ADVANCES

(Amount in Rs.)

	AS AT 31.03.2015	AS AT 31.03.2014
Unsecured, considered good		
(a) Security deposits	-	70,000
(b) Loans and advances	60,900,000	54,600,000
Other Loans and Advances		
Advance Income Tax (Net)	1,210,499	1,105,437
Service Tax Input Credit	61,800	-
	62,172,299	55,775,437

NOTE 9 - INVENTORIES

	AS AT 31.03.2015	AS AT 31.03.2014
Stock of Shares	2,691,437	4,021,437
	2,691,437	4,021,437

NOTE 10 - CASH AND CASH EQUIVALENTS

	AS AT 31.03.2015	AS AT 31.03.2014
Cash and bank Balances		
Cash on hand	61,736	10,995
<u>Bank Balances with Scheduled Banks</u>		
In Current Accounts	638,623	1,787,238
	700,359	1,798,233

NOTE 11 - SHORT TERM LOANS AND ADVANCES

	AS AT 31.03.2015	AS AT 31.03.2014
Unsecured, considered good		
(a) Prepaid expenses	6,000	8,000
(b) Refund Receivable	-	13,000
	6,000	21,000

NOTE 12 - OTHER CURRENT ASSETS

	AS AT 31.03.2015	AS AT 31.03.2014
Interest accrued but not received	3,481,441	2,118,076
	3,481,441	2,118,076



MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 13 : REVENUE FROM OPERATIONS

(Amount in Rs.)

	YEAR ENDED 31.3.2015	YEAR ENDED 31.3.2014
Sale of shares	1,120,000	-
Sale of services	600,000	810,000
	1,720,000	810,000

NOTE 14 - OTHER INCOME

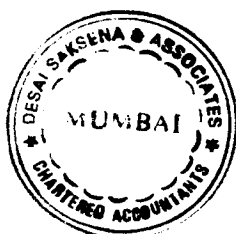
	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
(a) Interest		
i. On loans and advances	4,449,981	4,276,012
ii. On Fixed Deposits	-	5,549
(b) Dividend Income on		
i. Stock-in-trade	20,712	41,712
(c) Long Term Profit In Shares	5,896	-
	4,476,589	4,323,273

NOTE 15 - CHANGES IN INVENTORIES

	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
Inventories at the end of the year		
Stock of Shares	2,691,437	4,021,437
Inventories at the beginning of the year		
Stock of Shares	4,021,437	4,021,437
Total	1,330,000	-

NOTE 16 - EMPLOYEES BENEFITS EXPENSE

	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
Salaries, Bonus and Other Allowances	1,051,200	1,414,774
	1,051,200	1,414,774



MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 17 - OTHER EXPENSES

(Amount in Rs.)

	YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
Demat Charges	1,401	1,124
Registrar's Fees	6,742	6,742
Listing Fees	532,247	32,247
Legal and Professional Fees	13,500	6,000
Communication Expenses	29,227	28,372
Duties and Taxes	3,905	63,367
Office Expenses	92,292	85,310
Computer and Software Expenses	39,162	39,070
Advertisement Expenses	24,584	19,023
Travelling and Conveyance Expenses	34,044	30,037
Printing and Stationery	54,539	54,690
Website Design Expenses	8,539	19,663
Bad Debts Written Off	70,000	-
Statutory Audit Fees	16,854	16,854
Donation	-	1,000,000
	927,036	1,402,499

NOTE 18 EARNING PER SHARE

		YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
Profit after tax	(A)	1,987,908	1,702,712
Weighted average number of equity shares	(B)	5,010,000	5,010,000
Basic earnings per share	(A)/(B)	0.40	0.34
Diluted earnings per share	(A)/(B)	0.40	0.34
Face Value of Shares		10.00	10.00



A handwritten signature in black ink, consisting of a stylized 'S' followed by a vertical line and a horizontal stroke.

MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

19 Schedule to the Balance Sheet for the year ended 31st March, 2015 (as required in terms of Paragraph 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.

(Amount in Rs.)

Particulars		Amount outstanding	Amount overdue	
Liabilities				
1	Loans and Advances availed by the NBFC's inclusive of interest accrued thereon but not paid :			
(a)	Debentures :			
	Secured	--	--	
	Unsecured (other than falling within the meaning of Public Deposits*)	--	--	
(b)	Deferred Credits	--	--	
(c)	Terms Loans	--	--	
(d)	Inter-corporate loans and borrowings	--	--	
(e)	Commercial Paper	--	--	
(f)	Public Deposits *	--	--	
(g)	Other Loans (Vehicle Loan)	--	--	
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :			
(a)	In the form of Unsecured Debentures	--	--	
(b)	In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	--	--	
(c)	Other Public Deposits	--	--	
Assets :			Amount outstanding (₹ in lacs)	
3	Break-up of Loans and Advances including bills receivables (other than those included in (4) below]:		--	
(a)	Secured		--	
(b)	Unsecured		609	
4	Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		--	
5	Break-up of Investments :			
Current Investments :				
1	Quoted :			
i.	Shares			
(a)	Equity		7.72	
(b)	Preference		--	
ii.	Debentures and Bonds		--	
iii.	Units of Mutual Funds		--	
iv.	Government Securities		--	
v.	Others (please specify)		--	
2	Unquoted :			
i.	Shares			
(a)	Equity		0.01	
(b)	Preference		--	
ii.	Debentures and Bonds		--	
iii.	Units of Mutual Funds		--	
iv.	Government Securities		--	
v.	Others (Please Specify)		--	
6	Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :			
		Amount net of provisions		
Category		Secured	Unsecured	Total
1	Related Parties			
(a)	Subsidiaries	--	--	--
(b)	Companies in the same group	--	--	--
(c)	Other related parties other than related parties	--	--	--
Total		--	--	--



[Handwritten Signature]

Category		Market Value/ Break up (₹ in lacs)	Book Value (Net of Provisions) (₹ in lacs)
1	Related Parties		
(a)	Subsidiaries	--	--
(b)	Companies in the same group	--	--
(c)	Other related parties	--	--
2	Other than related parties	14.09	7.73
	Total	14.09	7.73
8	Other Information		
	Particulars		Amount in ₹
(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		--

Disclosure of Closing stock under Section 372(10) of the Companies Act 1956

Sr. No.	Name of the Script (Quoted Shares)	Face Value	No of Shares	Value*₹
1	Aqua Logistics Limited	10	26,000	357,948
2	ION Exchange (I) Limited	10	9,756	962,420
3	Makers Laboratories Limited	10	8,921	89,690
4	Omega Interactive Technologies Limited	10	19,383	775,324
5	Timbor Home Limited	10	2,500	130,216
6	Veer Energy and Infrastructure Limited	10	20,000	295,839
7	JSW Steel Limited - Preference Shares	10	8,000	80,000
			94,560	2,691,437

- Note: 1. * The Value of equity shares are valued at cost.
2. Aggregate market value of quoted Shares is ₹ 54,76,707



(Handwritten signature)

MUDRA FINANCIAL SERVICES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

NOTE 20 RELATED PARTY DISCLOSURE:

Description of relationship	Names of related parties
Holding Company	-
Subsidiary	-
Enterprises over which Key Managerial Personnel are able to exercise significant influence	GMJ & Co P. Maheshwari & Associates GMJ & Associates Rajveer Trading Private Limited Rajul Mercantile Private Limited Jadstone Trading Private Limited Mudra Share and Stock Brokers Limited
Key Management Personnel (KMP)	Dipen Maheshwari - Managing Director Atul Jain - Director Sanjeev Maheshwari - Director Anirudh Tanwar - Company Secretary

Note: Related parties have been identified by the Management and relied on by the auditors.

Details of related party transactions during the year ended 31.03.2015 and balances outstanding as at 31.03.2015:

Rs.

Particulars	Associates	KMP	Total
(a) Reimbursement of expenses (Previous Year)	(12,867)	-	-
(b) Loan Given (Previous Year)	(1,000,000)	-	-
(c) Loan Given Repaid (Previous Year)	(1,000,000)	-	-
(b) Loan Taken (Previous Year)	1,500,000	-	-
(c) Loan Taken Repaid (Previous Year)	1,500,000	-	-

Notes: 1. Figures in bracket relates to the previous year

NOTE 21 SEGMENT REPORTING:

The business activity of the company consists of one reportable segment only i.e financial activities which includes trading and investment in shares, granting of loans, etc.

Note 22

Pursuant to Companies Act, 2013('the Act') being effective from 1st April 2014, the company has revised depreciation rates on tangible fixed assets as per the useful life specified in Part 'C' of schedule II of the Act. In respect of assets whose useful life is already exhausted as on 1st April, 2014, carrying amount of Rs. **8,816** has been adjusted in Reserves and Surplus in accordance with the requirements of schedule II of the Act.

NOTE 23

Previous year figures have been regrouped / rearranged wherever necessary to conform to the current years' presentation.

Signature to Notes 1 to 23

As per our report of even date attached
FOR DESAI SAKSENA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN No- 102358W

(CA. ALOK K. SAKSENA)
PARTNER
M. No. 35170



For and on behalf of the board

Atul Jain
Atul Jain
Director
DIN: 00096052

Dipen Maheshwari
Dipen Maheshwari
Managing Director
DIN: 03148904

Anirudh
Anirudh Kumar Tanwar
Company Secretary

Place: Mumbai
Date: 30th May, 2015