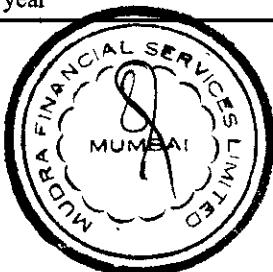


Audited Financial Results for the Quarter and year ended 31st March, 2016

(Rs. in Lacs)

Sr No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-16	31-Dec-15	31-Mar-15	31-Mar-16	31-Mar-15
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	Revenue from Operations	20.00	3.84	-	29.60	17.20
	Other Income	11.75	13.85	11.73	50.15	44.77
	Total Income	31.75	17.69	11.73	79.75	61.97
2	Expenses					
a	Purchase of Stock-in-trade	-	-	-	-	-
b	Changes in inventories of Stock-in-Trade	-	-	-	-	13.30
c	Employee Benefits Expense	6.01	5.47	2.85	19.79	10.51
d	Depreciation and Amortization Expense	-	-	-	-	0.01
e	Other Expenses	26.51	1.81	2.15	30.50	9.27
	Total Expenses	32.52	7.28	5.00	50.29	33.09
3	Profit/(Loss) from Ordinary activities before other income, finance cost and exceptional items	(0.77)	10.41	6.73	29.46	28.88
4	Other Income	-	-	-	-	-
5	Profit/(Loss) from Ordinary activities before finance cost and exceptional items	(0.77)	10.41	6.73	29.46	28.88
6	Finance Costs	-	-	-	-	-
7	Profit/Loss from Ordinary activities after finance cost but before tax and exceptional items	(0.77)	10.41	6.73	29.46	28.88
8	Exceptional Items	-	-	-	-	-
9	Profit/Loss from Ordinary activities before tax	(0.77)	10.41	6.73	29.46	28.88
10	Tax Expense	9.60	-	9.00	9.60	9.00
11	Profit/Loss from Ordinary activities after tax	(10.37)	10.41	(2.27)	19.86	19.88
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit/Loss for the period	(10.37)	10.41	(2.27)	19.86	19.88
14	Share of Profit/(loss) of associates (Not Applicable)	-	-	-	-	-
15	Minority Interest (Not Applicable)	-	-	-	-	-
16	Net Profit/(Loss) after taxes minority interest and share of profit/(loss) of associates	(10.37)	10.41	(2.27)	19.86	19.88
17	Paid up Equity Share Capital (Face Value Rs.10/-)	501.00	501.00	501.00	501.00	501.00
18	Reserves excluding revaluation reserve as per Balance Sheet of previous accounting year	-	-	-	215.50	195.64
19	Earnings per Share					
a	Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year	(0.21)	0.21	(0.05)	0.40	0.40
b	Basic and diluted EPS after extraordinary items for the period, for the year	(0.21)	0.21	(0.05)	0.40	0.40



Statement of Assets and Liabilities as at 31st March,2016

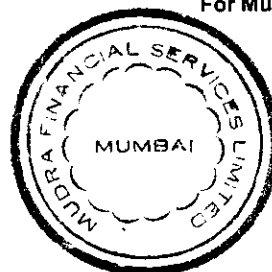
(Rs. In Lacs)

Particulars	As at	As at
	31-Mar-16	31-Mar-15
	Audited	Audited
A. EQUITY AND LIABILITIES		
1. Shareholders' Funds :		
a) Capital	501.00	501.00
b) Reserves & Surplus	215.50	195.64
Sub Total - Shareholders Funds	716.50	696.64
2. Non Current Liabilities		
a) Deferred Tax Liability	0.06	0.07
a) Long Term Provisions	1.89	-
Sub Total - Non-current Liabilities	1.95	0.07
3. Current Liabilities		
a) Other Current Liabilities	0.43	1.81
Sub Total - Current Liabilities	0.43	1.81
TOTAL	718.89	698.51
B. ASSETS		
1. Non Current Assets		
a) Fixed Assets		
i) Tangible Assets	0.24	0.26
b) Non-current Investments	7.73	7.73
c) Long-term Loans and Advance	633.73	621.72
Sub Total - Non-current Assets	641.69	629.71
2. Current Assets		
a) Inventories	26.91	26.91
b) Cash and Cash Equivalents	15.06	7.00
c) Short-Term Loans and Advances	0.37	0.06
d) Other Current Assets	34.85	34.81
Sub Total - Current Assets	77.19	68.79
TOTAL	718.89	698.51

NOTES :

- 1 The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the company at its meeting held on 30th
- 2 Provision for Deferred Taxes and Provision for Taxation, if any, will be provided at the end of the year.
- 3 The above results have been subjected to a "Limited Review" by the Auditors of the company, as per the Listing Agreement with the Bombay Stock
- 4 Previous period figures have been regrouped/reclassified wherever necessary.
- 5 Information on Investor Complaints/request letter/queries pursuant to clause 41 of the Listing Agreement for the period ended 31st March, 2016 - Nil

By Order of the Board
For Mudra Financial Services Limited



Sanjeev Maheshwari
(Sanjeev Maheshwari)
Director

Place : Mumbai
Date : 30th May, 2016

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 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 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, 2016;
- 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, 2016 ("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**, 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, 2016 and 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.
- f) 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**.
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of Companies (Audit and Auditors) Rules, 2014, in our opinion and to our best of our information and according to the explanations given to us :

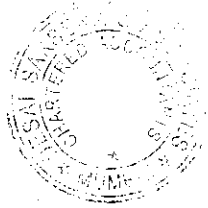


- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Desai Saksena & Associates

Chartered Accountants

Firm's Registration No: 102358W



S. N. Desai

Dr.S.N.Desai

Partner

Membership No: 032546

Place: Mumbai

Date: 30th May, 2016

Annexure A 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, no material discrepancies were noticed on such physical verification.
 - c. The Company does not own any immovable property and hence this clause is not applicable.
- ii) The management has conducted physical verification of inventory of shares at reasonable intervals during the year.
- 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 by clause (76) of section 2. Accordingly clause (iii) of the Order is not applicable.
- iv) According to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans, investments, guarantees and security.
- 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, 2016 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, 2016 which were not paid on account of dispute with the appropriate authorities.
- viii) 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 (viii) of the Order are not applicable to the Company.
- ix) According to the information and explanations given to us, the Company has not raised monies by way of Initial Public Offer or Further Public Offer (including debt instruments).
- x) 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.
- xi) As per the information and explanations given to us, the Managerial Remuneration has been paid or provided in accordance with the approvals mandated by the provisions of Section 197 read with Schedule V to the Act.



- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly the provisions of Clause (xii) of the Order are not applicable to the Company.
- xiii) As per the information and explanation given to us, all transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and the relevant details have been disclosed in the financial statements, etc as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement and hence the provisions of Clause (xiv) of the Order are not applicable to the Company.
- xv) According to the information and explanations given to us, the Company has not entered into any non cash transactions with directors or persons connected with him during the year; hence the provisions of Clause (xv) of the Order are not applicable to the Company.
- xvi) As per the information and explanation provided to us by the management, the company has obtained the registration under section 45-IA of the Reserve Bank of India Act, 1934.

For Desai Saksena & Associates

Chartered Accountants

Firm's Registration No: 102358W



S. N. Desai

Dr.S.N. Desai

Partner

Membership No: 032546

Place: Mumbai

Date: 30th May, 2016

Annexure 'B' to the Independent Auditors Report

(Referred to in Paragraph 2(f) of our report of even date)

We have audited the internal financial controls over financial reporting of Mudra Financial Services Limited (the 'Company') as of 31st March, 2016 in conjunction with our audit of the 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 (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (the 'Act').

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial control over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by the ICAI and deemed to be prescribed u/s 143(10) of the Act, to the extent applicable, to an audit of internal financial control, both applicable to an audit of internal financial control and both issued by the ICAI. Those standards and 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 control over financial reporting included obtaining an understanding of internal financial control 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 risks. 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 control over financial reporting.

Meaning of internal financial control 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 the generally accepted accounting principles, and the receipts and expenditure 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 been material effect on the financial statements.

Inherent Limitations of Internal Financial Control over Financial Reporting

Because of the inherent limitations of internal financial control 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 control 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 control over financial reporting and such internal financial control over financial reporting were operating effectively as at 31st March, 2016, based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.



Place: Mumbai

Date: 30th May, 2016

For Desai Saksena & Associates

Chartered Accountants

Firm's Registration No: 102358W

A handwritten signature in black ink, appearing to read "S. N. Desai".

Dr.S.N.Desai

Partner

Membership No: 032546