# KANUNGO FINANCIERS LIMITED

CIN:-L67120GJ1982PLC086450

To,

The Department of Corporate Affairs, Bombay Stock Exchange Limited, P J Towers, Dalal Street Mumbai-400 001.

Sub: Submission of Annual Report as per Regulation 34 of SEBI (LODR) Regulations, 2015

Ref.: BSE Script code: - 540386

As per the above mentioned subject, we hereby submit The Annual Report of F.Y 2017-2018 approved and adopted by the shareholders at the AGM of the company conducted on 27.08.2018.

Kindly acknowledge the same & take on your records.

Thanking You.

Yours Faithfully

FOR, KANUNGO FINANCIERS LIMITED

**DIRECTOR** 

CHIRAG KIRTIKUMAR SHAH

DIN: 08111288

Encl: Annual Report 17-18

# KANUNGO FINANCIERS LIMITED

ANNUAL REPORT
2017-2018

## **REGISTERED OFFICE**

B/7, B WING, 5TH FLOOR, AJANTA COMMERCIAL CENTER, INCOME TAX, ASRAM ROAD, AHMEDABAD- 380009

### **CORPORATE OFFICE:-**

B/7, B WING, 5TH FLOOR, AJANTA COMMERCIAL CENTER, INCOME TAX, ASRAM ROAD, AHMEDABAD- 380009

# **BOARD OF DIRECTORS**

- 1) CHIRAG SHAH
- 2) PINTU AMBALAL PATEL
- 3) UMAIRA BANO MANZOOR AHMED ANSARI

# **COMPANY SECRETARY**

KANAK SURESHKUMAR RATHI

## **AUDITOR**

**GAURANG VORA & ASSOCIATES** 

# **REGISTER AND TRANSFER AGENT (RTA)**

PURVA SHAREGISTRY (INDIA) PRIVATE LIMITED

UNIT NO.9, SHIV SHAKTI IND. ESTATE. J R BORICHA MARG, LOWER PAREL EAST, MUMBAI- 400 011.

# **CONTENTS**

1	NOTICE TO MEMBER
2	E-VOTING INSTRUCTION
3	DIRECTOR'S REPORT
4	MANAGEMENT DISCUSSION AND ANALYSIS
5	EXTRACT OF ANNUAL RETURN
6	SECRETARIAL AUDIT REPORT
9	AUDITORS' REPORT
10	BALANCESHEET
11	STATEMENT OF PROFIT AND LOSS
12	CASH FLOW STATEMENT NOTES FORMING PART OF THE FINANCIAL STATEMENTS
13	NOTES FORMING PART OF THE FINANCIAL STATEMENTS
14	SEBI ANNEXURE A
15	ATTENDANCE SLIP & PROXY FORM

#### **KANUNGO FINANCIERS LIMITED**

#### **NOTICE**

NOTICE IS HEREBY GIVEN THAT THE ANNUAL GENERAL MEETING OF KANUNGO FINANCIERS LIMITED WILL BE HELD ON MONDAY 27<sup>TH</sup> AUGUST, 2018 AT 02:00 P.M. AT REGISTERED OFFICE OF THE COMPANY TO TRANSACT THE FOLLOWING BUSINESS:

#### **ORDINARY BUSINESS:**

1) To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2018 and Balance sheet as at that date together with Directors Report and Auditors Report thereon.

#### **SPECIAL BUSINESS:**

#### 2) TO PASS THIS RESOLUTION AS ORDINARY RESOLITION IF THOUGH FIT:

#### TO REGULARIZE THE APPOINTMENT OF ADDITIONAL DIRECTOR OF THE COMPANY

"RESOLVED THATMr. Chirag Kirtikumar Shah, who was appointed as additional Director of the company by the Board of Directors with effect from 5<sup>TH</sup> May, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting and in respect of whom the company has received a notice from shareholders in writing proposing his candidature for the office of the Directors be and is hereby appointed as a Director of the company.

**RESOLVED FURTHER THAT** any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

#### 3) TO PASS THIS RESOLUTION AS SPECIAL RESOLITION IF THOUGH FIT:

#### TO APPOINT WHOLETIME DIRECTOR OF THE COMPANY

"RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and Articles of Association of the Company the consent of the members of the Company be and is hereby accorded to appoint Mr. Chirag Kirtikumar Shah as Managing Director of the Company for a period of 5(Five) years with effect from 10<sup>th</sup> August, 2018.

**RESOLVED FURTHER** that any director of the Company be and is hereby authorized to sign and submit the necessary forms and documents to Registrar of Companies, Gujarat

#### 4) TO PASS THIS RESOLUTION AS ORDINARY RESOLITION IF THOUGH FIT:

#### TO REGULARIZE THE APPOINTMENT OF ADDITIONAL DIRECTOR OF THE COMPANY

"RESOLVED THATMs. Neetaben Umeshchandra Talsania, who was appointed as additional Director of the company by the Board of Directors with effect from 19<sup>TH</sup> July, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting and in respect of whom the company has received a notice from shareholders in writing proposing his candidature for the office of the Directors be and is hereby appointed as a Director of the company.

**RESOLVED FURTHER THAT** any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

#### 5) TO PASS THIS RESOLUTION AS ORDINARY RESOLITION IF THOUGH FIT:

#### TO REGULARIZE THE APPOINTMENT OF ADDITIONAL DIRECTOR OF THE COMPANY

"RESOLVED THATMr. Nrupesh Panchal, who was appointed as additional Director of the company by the Board of Directors with effect from 19<sup>TH</sup> July, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting and in respect of whom the company has received a notice from shareholders in writing proposing his candidature for the office of the Directors be and is hereby appointed as a Director of the company.

**RESOLVED FURTHER THAT** any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

#### 6) TO PASS THIS RESOLUTION AS ORDINARY RESOLITION IF THOUGH FIT:

#### TO REGULARIZE THE APPOINTMENT OF ADDITIONAL DIRECTOR OF THE COMPANY

"RESOLVED THATMs. Pina Shah, who was appointed as additional Director of the company by the Board of Directors with effect from 19<sup>TH</sup> July, 2018 and who according to section 161 of the companies Act, 2013 hold office up to the date of this Annual General Meeting and in respect of whom the company has received a notice from shareholders in writing proposing his candidature for the office of the Directors be and is hereby appointed as a Director of the company.

**RESOLVED FURTHER THAT** any one director of the Company be and are hereby authorized to intimate the Registrar of Companies by filling necessary Forms and do all the necessary changes."

DATE: 23<sup>RD</sup> July, 2018 BY ORDER OF THE BOARD

**PLACE: AHMEDABAD** 

### SD/-CHAIRMAN

#### NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER. Proxy in order to be valid must be received by the company not less than forty-eight hours before the time of holding the Meeting.
- 2. Members/Proxies should bring the Attendance Slip, dulyfilled in, for attending the meeting.
- 3. The Register of Members and share transfer books of the Company will remain closed from 21.08.2018 TO 27.08.2018 (both days inclusive)
- 4. Members desiring any information regarding the accounts are requested to write to the Company at least Seven Days before the meeting so as to enable the management to keep the same ready.

DATE: 23<sup>RD</sup> July, 2018 BY ORDER OF THE BOARD

PLACE: AHMEDABAD

SD/-CHAIRMAN

#### **EXPLANATORY STATEMENTS PURSUANT TO**

#### SECTION 102 OF THE COMPANIES ACT, 2013

2) Mr. CHIRAG KIRTIKUMAR SHAH has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in him as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting.

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

3) It is necessary for the Company to appoint a WTD in order to comply with the provisions of Companies Act, 2013.

Appointment Term : 5 Years

**CHIRAG KIRTIKUMAR SHAH** has vide experience and he knows the working of the company.

And that is why company has seen some potential in him as a good WTD.

Your Directors recommend the Special Resolution as set out in the notice for your approval.

4) Ms. **NEETABEN UMESHCHANDRA** TALSANIA has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in her as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

5) Mr. **NRUPESH PANCHAL** has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in him as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

6) Ms. **PINA SHAH** has vide experience and the company can benefit from his experience thus the board had appointed him as additional director of the company.

And that is why company has seen some potential in her as a good director.

As per section 161 of the companies Act, 2013 the additional director can hold office up to the date of this Annual General Meeting

Your Directors recommend the Ordinary Resolution as set out in the notice for your approval.

#### SHAREHOLDER INSTRUCTIONS FOR E-VOTING

### The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 23.08.2018 at 10.00 P.M. and ends on 26.08.2018 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 17.08.2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website <u>www.evotingindia.com</u>.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to <a href="www.evotingindia.com">www.evotingindia.com</a> and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form							
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax							
	Department (Applicable for both demat shareholders as well as							
	physical shareholders)							
	<ul> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Attendance Slip indicated in the PAN field.</li> </ul>							
Dividend	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy							
Bank	format) as recorded in your demat account or in the company							
Details	records in order to login.							

OR	Date	<ul> <li>If both the details are not recorded with the depository or</li> </ul>
of	Birth	company please enter the member id / folio number in the
(DOB)		Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for evoting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant **KANUNGO FINANCIERS LIMITED** on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Shareholders can also use Mobile app - "m-Voting" for e voting. m-Voting app is available on IOS, Android & Windows based Mobile. Shareholders may log in to m-Voting using their e voting credentials to vote for the company resolution(s).

### (xix) Note for Non - Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to <a href="https://www.evotingindia.com">www.evotingindia.com</a> and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a>.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at <a href="https://www.evotingindia.com">www.evotingindia.com</a>, under help section or write an email to <a href="https://helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a>.

### **Board's Report**

To,

The Members of

### M/s. KANUNGO FINANCIERS LIMITED

Your Directors have pleasure in presenting the Board's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended, 31st March, 2018.

#### **FINANCIAL HIGHLIGHTS**

(Rs. In Lacs)

Particulars	Standalone		
Particulars	2017-2018	2016-2017	
Gross Income	21.12	26.50	
Total Expenses	16.45	40.50	
Net Profit/loss Before Tax	4.68	(14.00)	
Provision for Tax	-	-	
Net Profit/loss After Tax	4.68	(14.00)	

#### **DIVIDEND**

Due to loss, directors are not recommending any dividend in this financial year.

### INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

Company does not have any Subsidiary, Joint venture or Associate Company.

# TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCTION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

#### MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

#### EXTRACT OF ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9 is annexed herewith for your kind perusal and information.

#### MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2017-18, the Company held **EIGHT** board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 and SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015 were adhered to while considering the time gap between two meetings.

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1.	30/05/2017	3	3
2.	14/08/2017	3	3
3.	25/08/2017	3	3
4.	06/09/2017	3	3
5.	21/09/2017	3	3
6.	14/11/2017	3	3
7.	14/02/2018	3	3
8.	31/03/2018	3	3

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

#### **AUDITORS and REPORT thereon**

M/s. Gaurang Vora & Associates, Chartered Accountants, are the statutory auditors of the company .

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/ explanation. The Notes on financial statements are self-explanatory, and needs no further explanation.

Further the Auditors' Report for the financial year ended, 31st March, 2018 is annexed herewith for your kind perusal and information.

#### LOANS, GUARANTEES AND INVESTMENTS

The Company has provided the Loans but no Guarantee and Investments made under section 186 of the Companies Act, 2013 for the financial year ended 31st March 2017 and complies with the provision of the Section 186 of the Companies Act, 2013.

#### **RELATED PARTY TRANSACTIONS**

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large and Approval of the Board of Directors & shareholders was obtained wherever required.

# CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

# (A) Conservation of energy and Technology absorption

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the company during the year under review.

### (B) Foreign exchange earnings and Outgo

There were no foreign exchange earnings and outgo during the year under review.

#### **RISK MANAGEMENT**

The Company does not have any Risk Management Policy as the element of risk threatening the Company's existence is very minimal.

#### **DIRECTORS and KMP**

During the current financial year the following changes have occurred in the constitution of directors of the company:

Sr.	Name	Designation	Date of	Date of	Nature of	Reason for
No			appointment	cessation	change	resign
2	Sandeep Dave	WTD	-	14-02-2018	Resignation	Due to pre occupation elsewhere.
2	Chirag S Shah	Additional Director		14-02-2018	Appointment	-

### **DEPOSITS**

The company has not accepted any deposits during the year.

#### CORPORATE SOCIAL RESPONSIBILITY

The company does not meet the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 so there is no requirement to constitute Corporate Social Responsibility Committee.

#### RATIO OF REMUNERATION TO EACH DIRECTOR

The company is not paying any remuneration to directors of the company.

#### ANNUAL EVALUATION

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

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

#### INDEPENDENT DIRECTORS AND DECLARATION

The Board of Directors of the Company hereby confirms that all the Independent directors duly appointed by the Company have given the declaration and they meet the criteria of independence as provided under section 149(6) of the Companies Act, 2013.

#### NOMINATION AND REMUNERATION COMMITTEE

As per the section 178(1) of the Companies Act, 2013 the Company's Nomination and Remuneration Committee comprises of three Directors. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director		
Mr. Pintu Patel	Chairman	Non Executive Independent Director		
Mrs. Umaira Bano Ansari	Member	Non Executive Independent Director		
Mr. Chirag S Shah	Member	Executive Director		

# Mr. Sandeep Dave has Resigned From the directorship of the company w.e.f. 14-02-2018 so that he also ceased to be a member of this committee.

\*Mr. Chirag S Shah who was director of the company w.e.f 14-02-2018, appointed as a member of the committee in place of Mr. Sandeep Dave.

### Terms of Reference

The Terms of Reference of the Nomination and Remuneration Committee are as under:

- 1. To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every Director's performance.
- 2. To formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.
- 3. The Nomination and Remuneration Committee shall, while formulating the policy ensure that:

- a. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
- b. relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- c. remuneration to Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:
- 4. Regularly review the Human Resource function of the Company.
- 5. Discharge such other function(s) or exercise such power(s) as may be delegated to the Committee by the Board from time to time.
- 6. Make reports to the Board as appropriate.
- 7. Review and reassess the adequacy of this charter periodically and recommend any proposed changes to the Board for approval from time to time.
- 8. Any other work and policy, related and incidental to the objectives of the committee as per provisions of the Act and rules made there under.

#### **REMUNERATION POLICY**

#### **Remuneration to Executive Directors:**

The remuneration paid to Executive Directors is recommended by the Nomination and Remuneration Committee and approved by Board in Board meeting, subject to the subsequent approval of the shareholders at the General Meeting and such other authorities, as may be required. The remuneration is decided after considering various factors such as qualification, experience, performance, responsibilities shouldered, industry standards as well as financial position of the Company. However the Company has not paid any remuneration to the Executive Director.

#### **Remuneration to Non Executive Directors:**

The Non Executive Directors are paid remuneration by way of Sitting Fees and Commission. The Non Executive Directors are paid sitting fees for each meeting of the Board and Committee of Directors attended by them. However the Company has not paid any remuneration to the Non-Executive Director.

#### **AUDIT COMMITTEE**

According to Section 177 of the Companies Act, 2013 the company's Audit Committee comprised of three directors. The board has accepted the recommendations of the Audit Committee. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director		
Mr. Pintu Patel	Chairman	Non Executive Independent Director		
Mr. Chirag S Shah	Member	Executive Director		
Mrs. Umaira Bano Ansari	Member	Non Executive Independent Director		

# Mr. Sandeep Dave has Resigned From the directorship of the company w.e.f. 14-02-2018 so that he also ceased to be a member of this committee.

\*Mr. Chirag S Shah who was director of the company w.e.f 14-02-2018, appointed as a member of the committee in place of Mr. Sandeep Dave

#### SECRETARIAL AUDIT REPORT

There is qualification or adverse remark in the Secretarial Audit Report which require any clarification/ explanation.

1. Company is looking for the Internal Auditor / CFO.

Further the Secretarial Audit Report **as provided by Practicing Company Secretary** for the financial year ended, 31st March, 2018 is annexed herewith for your kind perusal and information.

#### **COST AUDIT**

The cost audit is not applicable to the Company.

#### VIGIL MECHANISM

As per Section 177(9) and (10) of the Companies Act, 2013, and as per SEBI (LODR) Regulation, 2015, the company has established Vigil Mechanism for directors and employees to report genuine concerns and made provisions for direct access to the chairperson of the Audit Committee. Company has formulated the present policy for establishing the vigil mechanism/ Whistle Blower Policy to safeguard the interest of its stakeholders, Directors and employees, to freely communicate and address to the

Company their genuine concerns in relation to any illegal or unethical practice being carried out in the Company. The details of the Vigil Committee are annexed herewith for your kind perusal and information.

# DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSEL) ACT, 2013:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received

regarding sexual harassment. All employees (Permanent, contractual, temporary, trainees) are covered under this policy.

#### **DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS**

Your company has established adequate internal financial control systems to ensure reliable financial reporting and compliance with laws and regulations.

#### **ACKNOWLEDGEMENT**

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

DATE: 23<sup>rd</sup> JULY, 2018 PLACE: AHMEDABAD

FOR AND ON BEHALF OF BOARD

SD/-UMAIRA BANO ANSARI DIRECTOR DIN: 07730544

DIRECTOR DIN: 08111288

SD/-

**CHIRAG K SHAH** 

#### KANUNGO FINANCIERS LIMITED

#### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

#### 1. Overall Review

The Growth rate is in bearish trend as compared to the previous year with favorable market conditions which reflect the positive market.

#### 2. Financial Review

During the year the company has continue its business activities and made profit of Rs. 4.68 Lacs.

#### 3. Risk and Concern

Bullish trend in Equity Markets, Commodities and Real estate will affect volume and profitability of Government Securities business. Changes in rate of Interest will affect Company's Profitability.

#### 4. Internal Control System and their adequacy

The internal control system is looked after by Directors themselves, who also looked after the day to day affairs to ensure compliance of guide lines and policies, adhere to the management instructions and policies to ensure improvements in the system. The Internal Audit reports are regularly reviewed by the management.

#### 5. Environmental Issues

As the company is not in the field of manufacture, the matter relating to produce any harmful gases and the liquid effluents are not applicable.

#### 6. Financial Performance with Respect to Operation Performance

The Company has all the plans for tight budgetary control on key operational performance indication with judicious deployment of funds without resorting to any kind borrowing where ever possible.

#### 7. Cautionary Statement

Statement in this report on Management Discussion and Analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially, from those expressed or implied. Important factors that could make a difference to the company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibility in respect of forward - looking statements, which may be amended or modified in future on the basis of subsequent developments, information or events.

# FormNo.MGT-9

## EXTRACTOFANNUALRETURNASONTHEFINANCIALYEARENDEDON 31.03.2018

[Pursuanttosection92 (3) oftheCompaniesAct, 2013 andrule12(1) ofthe Companies (Management and Administration) Rules, 2014]

#### I. REGISTRATIONANDOTHERDETAILS:

i.	CIN	L67120GJ1982PLC086450
ii.	RegistrationDate	27/08/1982
iii.	NameoftheCompany	KANUNGO FINANCIERS LTD
iv.	Category/Sub-CategoryoftheCompany	COMPANY LIMITED BY SHARES
v.	AddressoftheRegisteredofficeandcontactdetails	B/7, 'B' WING, 5TH FLOOR, AJANTA COMMERCIAL CENTER INCOME TAX, ASHRAM ROAD, AHMEDABAD- 380009  EMAIL:- kanungofinanciers@gmail.com CONTACT NO.:- 9831123211
	Whetherlistedcompany	YES
vi.	Name, Address and Contact details of Registrar and TransferAgent, if any	PURVA SHAREGISTRY INDIA PVT. LTD.  UNIT NO. 9, SHIV SHAKTI IND. ESTT. J.R. BORICHA MARG, OPP. KASTURBA HOSPITAL LANE, LOWER PAREL (EAST), MUMBAI- 400 011  EMAIL:- busicomp@vsnl.com  CONTACT NO. :- +91- 22-2301 6761

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Allthebusinessactivitiescontributing 10% or more of the total turnover of the company shall be stated: -

ш	0	•		% to total turnover of
		mainproducts/ services	Product/ service	the company
	1	FINANCING AND OTHER RELATED SERVICES	649/6499/64990	100.00

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	NameAnd AddressOf The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	N.A.	-	-	-	-

# IV. <u>SSHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)</u>

#### A. Category-wiseShareHolding

Categoryof Shareholders	No.ofSharesheldatthe beginningoftheyear			No.ofSharesheldatthe endoftheyear				% Change during theyear	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	1200000	104100	1304100	28.14	1200000	104100	1304100	28.14	0
b) CentralGovt.	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other	0	0	0	0	0	0	0	0	0
Sub-total(A)(1):-	1200000	104100	1304100	28.14	1200000	104100	1304100	28.14	0
2) Foreign	0	0	0	0	0	0	0	0	0
g) NRIs-Individuals	0	0	0	0	0	0	0	0	0
h) Other- Individuals	0	0	0	0	0	0	0	0	0
i) Bodies Corp.	0	0	0	0	0	0	0	0	0
j)Banks / FI	0	0	0	0	0	0	0	0	0
k) Any Other	0	0	0	0	0	0	0	0	0
Sub-total <b>(</b> A)(2):-	1200000	104100	1304100	28.14	1200000	104100	1304100	28.14	0
B. Public Shareholding									

1. Institutions	0	0	0	0	0	0	0	0	0
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total(B)(1)	0	0	0	0	0	0	0	0	0
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas	0	0	0	0	0	0	0	0	0
<b>b)</b> Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 2 lakh (ii) Individual	233000	135900	368900	7.96	233000	135900	368900	7.96	0
shareholders holding nominal share capital in excess of Rs. 2 lakh	2425000	0	2425000	52.33	2425000	0	2425000	52.33	0
c) Others(Specify)									
HUF	536000	0	536000	11.57	536000	0	536000	11.57	0030
0 1 1 1 1 (D) (0)		40000				40-00			_
Sub-total(B)(2)	3194000	135900	3329900	71.86	3194000	135900	3329900	71.86	0
TotalPublic Shareholding (B)=(B)(1)+ (B)(2)	3194000	135900	3329900	71.86	3194000	135900	3329900	71.86	0
C. Shares held by Custodianf or GDRs &ADRs	0	0	0	0	0	0	0	0	0
GrandTotal (A+B+C)	4394000	240000	4634000	100	4394000	240000	4634000	100	0

# ${\it B. Share holding of Promoters:}$

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Share s of the compa ny	%of Shar es Pledg ed / encu mbe red to total share s	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbe red to total shares	% change in share holding during the year
1.	PARSHOTTAMBH AI NARANBHAI GEVARIYA	300000	6.47	0	300000	6.47	0	-
2.	MANISH VASANT THACKER HUF	250000	5.39	0	250000	5.39	0	-
3.	NISHANT PARSHOTTAMBH AI GEVARIYA	200000	4.32	0	200000	4.32	0	-
4.	VANITABEN PARSHOTTAMBH AI GEVARIYA	150000	3.24	0	150000	3.24	0	-
5.	VISHAL CHATURBHAI GEVARIYA	100000	2.16	0	100000	2.16	0	-
6.	HANSABEN VINODBHAI GEVARIYA	100000	2.16	0	100000	2.16	0	-
7.	VINODKUMAR BHAYABHAI GEVARIYA	100000	2.16	0	100000	2.16	0	-
8.	SAVITA RANI MANGLA	47100	1.01	0	47100	1.01	0	-
9.	KRISHAN KUMAR MANGLA	10000	0.21	0	10000	0.21	0	-
10.	POONAM MANGLA	10000	0.21	0	10000	0.21	0	-
11.	ARPANA JAIN	10000	0.21	0	10000	0.21	0	-
12.	ARCHANA VIJAY	5000	0.10	0	5000	0.10	0	-
13.	ALAPANA MANGLA	5000	0.10	0	5000	0.10	0	-
14.	JITENDRA KUMAR GARG	5000	0.10	0	5000	0.10	0	-
15.	MAYANK GARG	4000	0.08	0	4000	0.08	0	-
16.	NEHA GARG	3000	0.06	0	3000	0.06	0	-
17.	MISS. LIPIKA GARG	3000	0.06	0	3000	0.06	0	-
18.	SAROJ BALA GARG	2000	0.04	0	2000	0.04	0	-
	Total	1304100	28.14	0	1304100	28.14	0	-

# ${\it C. Change in Promoters' Shareholding (please specify, if there is no change}$

Sr. no		Sharehold beginning of	•	Cumulative Shareholding during the year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
	At the beginning of the year	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE	
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE	
	At the End of the year	NO CHANGE	NO CHANGE	NO CHANGE	NO CHANGE	

# V. <u>INDEBTEDNESS</u>

Indebtedness of the Company including interestoutstanding/accrued but not due for payment

	SecuredLoans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtednessatthe beginningofthefinancial year  i) Principal Amount ii) Interest due but not paid	-	20,000,000	-	20,000,000
iii) Interest accrued but not				
Total(i+ii+iii)	-	20,000,000	-	20,000,000
Change in Indebtedness during the financial year - Addition - Reduction	-	8700,000		8700,000
Net Change	-			
Indebtedness at the end of the financial year  i) Principal Amount ii) Interest due but	-	28,700,000		28,700,000
notpaid iii) Interest accrued but not due				
Total (i+ii+iii)	-			

# VI. REMUNERATIONOFDIRECTORSANDKEYMANAGERIAL PERSONNEL

# A. RemunerationtoManagingDirector,Whole-timeDirectorsand/orManager

SI. No.	ParticularsofRemuneration		NameofMD/WTD/ Manager			Total Amount
1.	Grosssalary (a) Salaryasperprovisions					
	containedinsection17(1) oftheIncome-taxAct,1961	-	-	-	-	-
	(b) Valueofperquisitesu/s17(2)Incom e-taxAct,1961					
	(c) Profitsinlieuofsalaryundersection1 7(3)Income-taxAct,1961					
2.	StockOption	-	-	-	-	-
3.	SweatEquity	-	-	-	-	-
4.	Commission - as%ofprofit - others,specify	-	-	-	-	-
5.	Others,pleasespecify	-	-	-	-	-
6.	Total(A)	-	-	-	-	-
	CeilingaspertheAct	-	-	-	-	-

## B. Remunerationtootherdirectors:

SI. No.	ParticularsofRemuneration	NameofMD/WTD/ Manager				Total Amount
	Independent Directors  • Feefor attending board committeemeetings  • Commission  • Others, please specify	-	-	-	-	-
	Total(1)	0	0	0	0	0
	OtherNon-ExecutiveDirectors • Feeforattendingboard committeemeetings • Commission • Others, pleasespecify	-	-	-	-	-
	Total(2)	0	0	0	0	0
	Total(B) = (1+2)	0	0	0	0	0
	TotalManagerialRemuneration	-	-	-	-	-
	OverallCeilingaspertheAct	-	-	-	-	-

### C. RemunerationtoKeyManagerialPersonnelOtherThan MD/Manager/WTD

SI. no.	Particularsof Remuneration	KeyManagerialPersonnel			
		CEO	Company Secretary	CFO	Total
1.	Grosssalary (a)Salaryasper provisions containedin section17(1)of theIncome-tax Act,1961 (b)Valueof perquisites/s17(2)Income-tax Act,1961 (c)Profitsinlieuof salaryundersection 17(3)Income-tax Act,1961	-	-	-	-
2.	StockOption	-	-	-	-
3.	SweatEquity	-	-	-	-
4.	Commission - as%of profit -others,specify	-	-	-	-
5.	Others, please specify	-	-	-	-
6.	Total	-	-	-	-

# VII. PENALTIES/PUNISHMENT/COMPOUNDINGOFOFFENCES: N.A.

Туре	Section of the companies Act	Brief description	Details of Penalty/ Punishment/Com pounding fees imposed	Authority[RD /NCLT/Court ]	Appeal made. If any(give details)	
A. Compar	ıy			-		
Penalty	-	-	-	-	-	
Punishment	-	-	-	-	-	
Compounding	-	-	-	-	-	
B. Director	's					
Penalty	-	-	-	-	-	
Punishment	-	-	-	-		
Compounding	-	-	-	-	-	
C. OtherOfficersInDefault						
Penalty	-	-	-	-	-	
Punishment	-	-	-	-	-	
Compounding	-	-	-	-	-	

DATE: 23<sup>rd</sup> JULY, 2018 FOR AND ON BEHALF OF BOARD

PLACE: AHMEDABAD

SD/-UMAIRA BANO ANSARI DIRECTOR DIN: 07730544 SD/-CHIRAG K SHAH DIRECTOR DIN: 08111288

## **KANUNGO FINANCIERS LIMITED**

## LIST OF BOARD MEETINGS HELD DURING THE YEAR

Serial No.	Dates on which the Board Meeting was held	Total Strength of the Board	No. of Directors Present
1.	30/05/2017	3	3
2.	14/08/2017	3	3
3.	25/08/2017	3	3
4.	06/09/2017	3	3
5.	21/09/2017	3	3
6.	14/11/2017	3	3
7.	14/02/2018	3	3
8.	31/03/2018	3	3

# LIST OF COMMITTEE MEETINGS HELD DURING THE YEAR

Serial	Type of meeting	Dates on which the	Total Strength	No. of Directors
No.		Meeting was held	of the Board	Present
1.	AUDIT COMMITTEE	30/05/2017	3	3
2.	AUDIT COMMITTEE	14/08/2017	3	3
3.	AUDIT COMMITTEE	14/11/2017	3	3
4.	AUDIT COMMITTEE	14/02/2018	3	3
5.	NOMINATION COMMITTEE	29/04/2017	3	3
6.	NOMINATION	30/06/2017	3	3

	COMMITTEE			
7.	NOMINATION COMMITTEE	30/09/2017	3	3
8.	NOMINATION COMMITTEE	30/12/2017	3	3
9.	NOMINATION COMMITTEE	31/03/2018	3	3
10.	STAKEHOLDERS RELATIONSHIP COMMITTEE	29/04/2017	3	3
11.	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/06/2017	3	3
12.	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/09/2017	3	3
13.	STAKEHOLDERS RELATIONSHIP COMMITTEE	30/12/2017	3	3
14.	STAKEHOLDERS RELATIONSHIP COMMITTEE	31/03/2018	3	3



Company Secretaries & Trademark Agent 301, Harmony Icon, Nr Baghban Party Plot, Zydus Hospital Road, Thaltej, Ahmedabad-54 M: 9724008686, Email: thakkarcs@gmail.com

## Form No. MR-3

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

# SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED ON 31-03-2018

To, The Members, M/s. Kanungo Financiers Limited. Ahmedabad

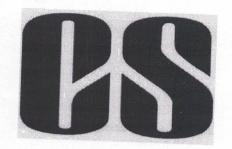
I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Kanungo Financiers Limited, (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the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

Based on my verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31-03-2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on  $31^{\rm st}$  March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

Ahmedabac



Company Secretaries & Trademark Agent 301, Harmony Icon, Nr Baghban Party Plot, Zydus Hospital Road, Thaltej, Ahmedabad-54 M: 9724008686, Email: thakkarcs@gmail.com

- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings- NOT APPLICABLE
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009: (Not Applicable to the Company during the Audit Period)
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (Not Applicable to the Company during the Audit Period);
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008);-
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not Applicable to the Company during the Audit Period) and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998(Not Applicable to the Company during the Audit Period):-





Company Secretaries & Trademark Agent 301, Harmony Icon, Nr Baghban Party Plot, Zydus Hospital Road, Thaltej, Ahmedabad-54 M: 9724008686, Email: thakkarcs@gmail.com

- (i) Other laws applicable to the company are
- 1. Income Tax Act, 1961
- 2. Professional Tax
- Local Authority Registration at Municipal Corporation

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.(to the extent it is applicable)
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

 Company should appoint internal auditor and CFO for the said financial year under review.

# I further report that

The Board of Directors of the Company is constituted. Changes in the composition of the Board of Directors took place during the period under review.

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

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

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





Company Secretaries & Trademark Agent 301, Harmony Icon, Nr Baghban Party Plot, Zydus Hospital Road, Thaltej, Ahmedabad-54 M: 9724008686, Email: thakkarcs@gmail.com

I further report that company got listing approval from Bombay stock exchange to trade its equity shares from 15.05.2017

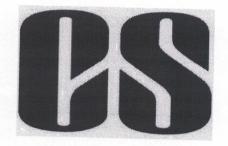
Place: Ahmedabad Date: 23.07.2018

JIGAR THAKKAR & ASSOCIATES FCS NO.- 9327

COP NO.- 11021

Ahmedabad

pany Secre



Company Secretaries & Trademark Agent 301, Harmony Icon, Nr Baghban Party Plot, Zydus Hospital Road, Thaltej, Ahmedabad-54 M: 9724008686, Email: thakkarcs@gmail.com

#### ANNEXURE - A

To,
The Members
M/s. Kanungo Financiers Limited

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

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

Ahmedabad

Place: Ahmedabad

Date: 23.07.2018

JIGAR THAKKAR & ASSOCIATES FCS NO.- 9327

COP NO.- 11021

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF KANUNGO FINANCIERS LTD

### Report on the Standalone Financial Statements

### Opinion

We have audited the standalone financial statements of **KANUNGO FINANCIERS LTD** ("the Company"), which comprise the balance sheet as at 31st March 2018, and the statement of Profit and Loss, (statement of changes in equity) and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and profit/loss, (changes in equity) and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

M.No. 39526 FRN: 103110W AHMEDABAD

### scription of each key audit matter in accordance with SA 701.] Inagement's Responsibility for the Standalone Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

### Other Matter

We did not audit the financial statements/ information of  $\underline{\phantom{0}}$  branches included in the stand alone financial statements of the Company whose financial statements/financial information reflect total assets of Rs.  $\underline{\phantom{0}}$  as at 31st March 2018 and the total revenue of Rs.  $\underline{\phantom{0}}$  for the year ended on that date, as considered in the standalone financial statements/information of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of branches, is based solely on the report of such branch auditors. Our opinion is not modified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

1. 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 hereto, a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.



### s required by Section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations which to the best four knowledge and belief were necessary for the purposes of our audit.

- (t) 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 reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act by branch auditors have been sent to us and have been properly dealt with by us in preparing this report.]
- d) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on  $31^{\rm st}$  March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) 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".
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The company has disclosed the impact of pending litigation as at  $31^{\rm st}$  March, 2018 on its financial position in its financial statements.
- 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 during the year ended 31<sup>st</sup> March, 2018.

Ahmedabad. Date 30/05/2018 Gaurang Vora, Proprietor, For and on behalf of Gaurang Vora & Associates, Chartered Accountant. Membership No. 039526



### ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure referred to in paragraph 1 under the heading of "report on other egal and Regulatory Requirements" of our report of even date to the members of KANUNGO FINANCIERS LTD on the Standalone Financial Statements for the year ended 31st March, 2018)

### i. In respect to Fixed assets:

(a) The Company has no Fixed Assets during the Year.

### ii. In respect of its inventories:

- (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) The procedures of physical verification of inventory followed by the management reasonable and adequate in relation to the size of the company and the nature of its business.
- c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- iii. In our opinion 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.
- iv. As per the information and explanation given to us, there is no loan, investment, guarantee, security, given by the company under section 185 of companies Act, 2013.
- **V.** As per the information and explanation given to us, the company has not accepted any deposits from the public within the provisions of sections 73 to 76 of the Companies Act and the rules framed there under.
- According to the information and explanations given to us, Central Government has prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, 2013 in respect of activities carried on by the company. We are of the opinion, that prima facie, the prescribed accounts and records have been made and maintained. However we have not, made a detailed examination of the same.

### vii. In respect to Statutory dues:

- a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, wealth tax, service tax, customs duty and excise duty were in arrears, as at for a period of more than six months from the date they became payable.



- c) In our opinion and according to the information and explanations given to us, there are no disputed dues in respect of sales tax, Income Tax, excise duty, Service Tax, Cess and other statutory dues payable by the company as on  $31^{\rm st}$  March, 2018.
- viii. In our opinion and according to the information and explanation given to us, the company has not defaulted in the repayment of loans or borrowing to banks or financial institutions. The company has not issued any debentures.
- The company did not raise any money by way of public offer or Further Public Offer (including debt Instrument) and term loan during the year. Accordingly, the provisions of clause 3 (x) of the Order are not applicable to the Company
- xi. Based upon the audit procedures performed for the purposes of reporting the true and fair view of the Standalone Financial Statements and as per the information and explanations even by the management, we report that no fraud by the Company and no material fraud on the Company has been noticed or reported during the course of our audit.
- **xii.** According to the information and explanations given to us and based on our examination of the records of the company, the company has paid or provided managerial remuneration within Limit as per companies Act, 2013.
- **xiii.** In our opinion and according to the information and explanation given to us, the company is not a nidhi company. Accordingly paragraph 3(xii) of the order is not applicable.
- **xiv.** In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial statements as required by the applicable Accounting Standards.
- **xv.** Based upon the audit procedure performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- **xvi.** Based upon the audit procedures performed and the information and explanation given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the order are not applicable to the company and hence not commented upon.
- xvii. In our opinion, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the order are not applicable to the company and hence not commented upon.

Ahmedabad. Date 30/05/2018

Gaurang Vora, Proprietor, For and on behalf of Gaurang Vora & Associates,

Chartered Accountant.

FRN: 103110W

Membership No. 39526

PAN: ABJPV8347B

M.No. 39526
FRN: 103110W
AHMEDABAD
AHMEDABAD

### ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **KANUNGO FINANCIERS LTD** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting

principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention



timely detection of unauthorised acquisition, use, or disposition of the company's sets that could have a material effect on the financial statements.

### nherent Limitations of Internal Financial Controls Over Financial Reporting

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

### Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Ahmedabad. Date 30/05/2018

Membership No. 39526

Gaurang Vora, Proprietor,
For and on behalf of Gaurang Vora & Associates,
Chartered Accountant.

3347B FRN: 103110W

PAN: ABJPV8347B



### KANUNGO FINANCIERS LTD, AHMEDABAD

### OTE '1': SIGNIFICANT ACCOUNTING POLICIES

### 1) Basis of Preparation of Financial Statements:

The financial statements are prepared under the historical cost convention on an accrual basis and in accordance with generally accepted accounting principles in India (GAAP) and in compliance with the applicable accounting standards and provisions of the Companies Act, 2013 (here after referred to 'the Act')

### 2) Use of Estimates:

The presentation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognized in the period in which the results are known/determined.

### 3) Revenue Recognition:

All expenses and incomes to the extent considered payable or receivable respectively are accounted for on accrual basis.

### 4) Taxation:

Income Taxes are accounted for in accordance with Accounting Standard (AS 22) – "Accounting for Taxes on Income", as notified under the Companies (Accounting Standards) Rules, 2006. Income Tax comprises both current and deferred tax.

- (i) Current year tax is provided based on taxable income computed in accordance with the provision of the Income- tax Act, 1961.
- (ii) Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Differed tax assets are recognized on unabsorbed depreciation and carry forward of losses based on virtual certainty that sufficient future taxable income will be against which such deferred tax assets can be realized.

### 5) Foreign Currency Transaction

Foreign currency transactions are recorded in the books at rates prevailing on the date of transaction. Current assets and liabilities wherever receivable or payable in foreign currencies are translated at exchange rates prevailing on the Balance Sheet date and the loss or gain arising out of such transaction is adjusted in the Profit and Loss account.



### Impairment of Assets:

An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

### **Retirement Benefits:** 7)

As certified by the management, the company has no liability under the Provident Fund & Super annuation Fund Act as the said acts do not apply to the company. Gratuity, Leave Encashment and other retirement benefits if any are accounted on cash basis.

### Earnings per Share: 8)

The basic and diluted earnings per share (EPS) is computed by dividing Net Profit after tax for the year by weighted average number of equity shares outstanding during the year.

### **Contingent Liabilities:** 9)

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the financial statements. Contingent Assets are neither recognised nor disclosed in the financial statements.

### **Notes on Financial Statement:** 10)

- 10.1 Balances of Sundry Debtors, Creditors and Loans and Advances are subject to confirmation from respective parties.
- 10.2 As the company has only one business segment, disclosure under Ind AS 18 on "Segment reporting" issued by the ICAI is not applicable.
- 10.3 Under the Micro, small and Medium Enterprise Development Act, 2006 read with notification No. 8/7/2006- CDN Dt 17/05/2007, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The company has not received any communication from its suppliers about their coverage under the said Act. Since the relevant information is not readily available, no disclosures have been made in the accounts. However in the view of the management, the impact of interest, if any, that may be payable as per the provisions of this Act is not expected to be material.

### 10.4 Related Party Transactions

Related Party Disclosures as per AS-18 issued by the institute of Chartered Accountants of India, for the year ended 31st March 2018.



### (A) Relationship

Key Management Personal and	Directors & KMP
Relatives	KANAK SURESHKUMAR RATHI
	CHIRAG KIRTIKUMAR SHAH
	PINTU AMBALAL PATEL
	UMAIRA BANO MANZOOR AHMED
	ANSARI
Associates	Nil
Enterprise over which key	Nil
management personal and \ or their	4
relatives have significant influence	·

### 10.5 Earning Per Share

The company has evaluated its earning per share as per the requirements of Accounting Standard 20 issued by the institute of Chartered Accountants of India as under:

Particulars	31.03.2018	31.03.2017
Net Profit Attributable to	4,67,521	(13,99,799)
Weighted Average No. of Equity Shares in		
Nos.	4,63,40,000.00	4,63,40,000.00
Basic and Diluted Earning Per Share In	0.01	-0.30
Rupees		
Nominal Value per Equity Share in Rupees	10	10

10.6

Particulars	31.03.2018	31.03.2017
CIF Value of Imports	Nil	, Nil
Expenditure in Foreign Currency	Nil	Nil
Earning in Foreign Exchange	Nil	Nil

10.7 Previous year figure have been regrouped/restated/reclassified where necessary.

FOR, GAURANG VORA & ASSOCIATES CHARTERED ACCOUNTANTS

FRN No. 103110W

(CA GAURÅNG VORA) PROPERITOR M.No. 39526

Place: Ahmedabad Date: 30/05/2018

JORA & AS

M.No. 39526 FRN: 103110W AHMEDABAD FOR AND ON BEHALF OF THE BOARD

DIRECTOR

UMAIR BANG

DIRECTOR

A MARK SHAH

Place: Ahmedabad Date: 30/05/2018

### KANUNGO FINANCIERS LTD BALANCE SHEET AS AT 31ST MARCH, 2018

(Amounts in Rs.)

		As at 31st	As at 31st	As at 1st April,
Particulars	Notes	March, 2018	March, 2017	2016
essets	2		1	-
Plant and Equipment				
ork-in-progress	3			-
e assets		. Joseph		
al Assets .	4	-	-	•
vestments	5	2,780.00	2,780.00	2,780.00
Jans  Jither Financial Assets	6	-	-	-
er non-current assets	7	-	-	-
Non-current Assets		2,780.00	2,780.00	2,780.00
ent Assets				
Inventories	8	-		
Financial Assets				
(i) Investments	9	-	-	-
(ii) Trade receivables	10	-		
(iii) Cash and cash equivalents	11	1,279,589.00	2,274,928.00	581,479.00
(iv) Bank balances other than (iii) above	12	-	-	
(v) Loans	13	71,113,663.00	61,117,671.00	44,868,926.00
(iv) Other Financial Assets	14	-		405 470 00
(c) Other current assets	15	331,564.00	199,196.00	185,179.00
Total Current Assets		72,724,816.00	63,591,795.00	45,635,584.00
TOTAL ASSETS		72,727,596.00	63,594,575.00	45,638,364.00
EQUITY AND LIABILITIES				
Equity	-			
(a) Equity Share capital	16	46,340,000.00	46,340,000.00	46,340,000.00
(b) Other Equity	17	(2,346,904.01)	(2,814,425.00)	(1,414,626.00
Total Equity		43,993,095.99	43,525,575.00	44,925,374.00
Total Equity				
LIABILITIES				
Non-current Liabilities				
(a) Financial Liabilities	18	28,700,000.00	20,000,000.00	500,000.0
(i) Borrowings	19	-	-	-
(ii) Other financial liabilities	20	<del>                                     </del>	-	-
(b) Provisions (c) Deferred tax liabilities (Net)	21		-	-
Total Non-current Liabilities		28,700,000.00	20,000,000.00	500,000.0
Current Liabilities		1		
(a) Financial Liabilities (i) Borrowings	22	<del> </del>	-	-
(ii) Trade payables	•23	34,500.00	34,500.00	28,750.0
(iii) Other financial liabilities	24	-	34,500.00	-
(b) Other current liabilities	25	-	-	
(c) Provisions	26	·		
(d) Current Tax Liabilities (net)	27		-	184,240.0
Total Current Liabilities		34,500.00	69,000.00	212,990.0
TOTAL EQUITY AND LIABILITIES		72,727,596.00	63,594,575.00	45,638,364.0
Significant Accounting Policies and				
Notes to the Financial Statements	1 - 49			
The accompanying notes are an integral part of these	e financial stat	ements		

The accompanying notes are an integral part of these financial statements
As per our attached report of even date
FOR, GAURANG VORA & ASSOCIATES

[Firm Registration No.103110W]

Chartered Accountants

GAURANG VORA-PROPRIETOR Mem. No. 39526

Place: Ahmedabad Date: 30/05/2018 FOR KANUNGO FINANCIERS LTD.

Director UMAIRD BALLS

Director

Place : Ahmedabad Date: 30/05/2018

M.No. 39526 FRN: 103110W AHMEDABAD CHERED ACCOUNT

### KANUNGO FINANCIERS LTD STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

(Amounts in Rs.)

VII Profit (Loss) for the year  //II Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and					Antounts in Rs.)
Depreciation and amortization expense   28   120,800.00   629,100.00		Particulars	Notes	2017-18	2016-17
renue from operations  Aher income  Total Income  EXPENSES  Cost of materials consumed  Changes in inventories of finished goods, Stock-in -Trade and work-in-progress  Excise on Sales  Employee benefits expense  Finance costs  Depreciation and amortization expense  Other expenses  Total Expenses  Profit/(loss) before exceptional items and tax  Exceptional Items  Profit/(loss) before tax (5-6)  Tax Expenses  Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassifi	-				530,100,00
Inter income  Total Income  EXPENSES  Cost of materials consumed  Changes in inventories of finished goods, Stock-in -Trade and work-in-progress  Excise on Sales  Employee benefits expense  Total Expenses  Profit/(loss) before exceptional items and tax  Profit/(loss) before tax (5-6)  Tax Expenses  Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Inc			\		
fotal Income  EXPENSES  Cost of materials consumed Changes in inventories of finished goods, Stock-in -Trade and work-in-progress Excise on Sales Employee benefits expense Employee benefits expense Employee benefits expense Tinance costs Depreciation and amortization expense Other expenses Total Expenses Total Expenses Total Expenses Profit/(loss) before exceptional items and tax Exceptional Items Finance costs Finance costs Total Expenses Total Expenses Total Expenses Total Expenses Total Expenses Finance or exceptional items and tax Finance costs Finance costs Finance costs Total Expenses Total Ex			29		
EXPENSES  Cost of materials consumed Changes in inventories of finished goods, Stock-in -Trade and work-in-progress Excise on Sales Employee benefits expense Employee benefits expense Signature of the expense Signature of the expense Tinance costs Depreciation and amortization expense Other expenses Total Expenses Total Expenses Total Expenses Profit/(loss) before exceptional items and tax Vexeptional Items Profit/(loss) before tax (5-6) Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years  All Profit (Loss) for the year Ill Other Comprehensive Income Items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will not be re	Î			2,112,109.00	2,650,254.00
Cost of materials consumed Changes in inventories of finished goods, Stock-in -Trade and work-in-progress Excise on Sales Employee benefits expense Significant Accounting Policies and Significant Accounting Policies Accounting Pol		. 0.			
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress  Excise on Sales  Employee benefits expense  Employee benefits expense  Depreciation and amortization expense  Other expenses  Total Expenses  Total Expenses  Profit/(loss) before exceptional items and tax  Exceptional Items  Profit/(loss) before tax (5-6)  Tax Expenses  Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassifie	10	Cost of materials consumed	30	-	
and work-in-progress Excise on Sales Employee benefits expense Employee benefits expense Finance costs Depreciation and amortization expense Other expenses Total Expenses Total Expenses Total Expenses Profit/(loss) before exceptional items and tax Exceptional Items Frofit/(loss) before tax (5-6) Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Finance costs Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relat	十	Changes in inventories of finished goods, Stock-in -Trade	21	_	-
Excise on Sales Employee benefits expense Employee benefits expense Finance costs Depreciation and amortization expense Other expenses Total Expenses Total Expenses I profit/(loss) before exceptional items and tax Finance costs Finance costs Total Expenses Total Expenses I profit/(loss) before exceptional items and tax Finance costs Finance costs A467,520.99 I profit/(loss) before exceptional items and tax Finance costs Finance costs A467,520.99 I (1,399,799.00 I (1,399,799			31		
Employee benefits expense Finance costs Depreciation and amortization expense Other expenses Total Expenses Total Expenses Frofit/(loss) before exceptional items and tax Frofit/(loss) before tax (5-6) Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Current Tax Expenses Current Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years Frofit (Loss) for the year Frofit (Loss) for t					
Finance costs  Depreciation and amortization expense Other expenses Total Expenses Total Expenses Profit/(loss) before exceptional items and tax Finance costs Total Expenses Total Expenses Profit/(loss) before exceptional items and tax Finance costs Total Expenses Total Expenses Finance costs Frofit/(loss) before exceptional items and tax Frofit/(loss) before ex			32		
Depreciation and amortization expense Other expenses Total Expenses Profit/(loss) before exceptional items and tax Fixceptional Items Profit/(loss) before tax (5-6) Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years  Profit (Loss) for the year III Other Comprehensive Income Items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Income tax relating to items that will not be			33	3,015.00	1,184.00
Other expenses  Total Expenses  Profit/(loss) before exceptional items and tax  Exceptional Items  Exceptional Items  Profit/(loss) before tax (5-6)  Tax Expenses  Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  Profit (Loss) for the year  III Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that wi	+	Finance costs			
Total Expenses  Profit/(loss) before exceptional items and tax  Profit/(loss) before exceptional items and tax  Exceptional Items  Profit/(loss) before tax (5-6)  Tax Expenses  Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  Profit (Loss) for the year  Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss	_		34		
Profit/(loss) before exceptional items and tax					
/ Exceptional Items / Profit/(loss) before tax (5-6) / Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years  / Profit (Loss) for the year / Profit (Loss) for the y	_	Total Expenses	1	467,520.99	(1,399,799.00
/ Profit/(loss) before tax (5-6) / Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years  // Profit (Loss) for the year // Profit (Loss) for the year Items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss IN Total Comprehensive Income for the year X Earning per Equity Share of face value of Rs. 10 each Basic Diluted Significant Accounting Policies and				-	-
Tax Expenses Current Tax Deferred Tax Provision / (Reversal) Excess Provision of Income Tax of Earlier Years  Till Profit (Loss) for the year III Other Comprehensive Income Items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss IX Total Comprehensive Income for the year X Earning per Equity Share of face value of Rs. 10 each Basic Diluted Significant Accounting Policies and			-	467,520.99	(1,399,799.00
Current Tax  Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  (II) Profit (Loss) for the year  (III) Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_				
Deferred Tax Provision / (Reversal)  Excess Provision of Income Tax of Earlier Years  71 Profit (Loss) for the year  72 Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	<u>"L</u>		+		-
Excess Provision of Income Tax of Earlier Years  Profit (Loss) for the year  III Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and		Current Tax	+		
/II Profit (Loss) for the year /III Other Comprehensive Income   Items that will not be reclassified to profit or loss   Income tax relating to items that will not be reclassified to profit or loss   Items that will be reclassified to profit or loss   Income tax relating to items that will be reclassified to profit or loss   Income tax relating to items that will be reclassified to profit or loss   IX Total Comprehensive Income for the year   X Earning per Equity Share of face value of Rs. 10 each   Basic	_	Deferred Tax Provision / (Reversal)	+		
Profit (Loss) for the year   Comprehensive Income   Items that will not be reclassified to profit or loss   Income tax relating to items that will not be reclassified to profit or loss   Items that will be reclassified to profit or loss   Income tax relating to items that will be reclassified to profit or loss   Income tax relating to items that will be reclassified to profit or loss   IX   Total Comprehensive Income for the year   A67,520.99   (1,399,799.00		Excess Provision of Income Tax of Earlier Teals		•	-
/II Other Comprehensive Income  Items that will not be reclassified to profit or loss  Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_		-	467,520.99	(1,399,799.0
Items that will not be reclassified to profit or loss Income tax relating to items that will not be reclassified to profit or loss Items that will be reclassified to profit or loss Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic Diluted  Significant Accounting Policies and		Profit (Loss) for the year	+	-	
Income tax relating to items that will not be reclassified to profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	Ш	Other Comprehensive Income	+		
profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_	Items that will not be reclassified to profit of 1033	.+		
profit or loss  Items that will be reclassified to profit or loss  Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_			_ '	
Income tax relating to items that will be reclassified to profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_	profit or loss			_
profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_	Items that will be reclassified to profit or loss	+	_	
profit or loss  IX Total Comprehensive Income for the year  X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_			_	-
X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	_	profit or loss		467.520.99	(1,399,799.0
X Earning per Equity Share of face value of Rs. 10 each  Basic  Diluted  Significant Accounting Policies and	ΙX	Total Comprehensive Income for the year		40.,522	+
Basic 33	x	Earning per Equity Share of face value of Rs. 10 eacn		0.10	(0.3
Diluted 35 Significant Accounting Policies and					+
Significant Accounting Policies and			_ 35		-
Significant Accounting Policies and Notes to the Financial Statements 1 - 49					+
Notes to the Financial Statements   1 - 49		Significant Accounting Policies and			<del> </del>
		Notes to the Financial Statements	1 - 4	,9	

As per our attached report of even date

FOR, GAURANG VORA & ASSOCIATES

[Firm Registration No.103110W]

Chartere Accountant

GAURANG VORA PROPRIETOR Mem. No. 39526

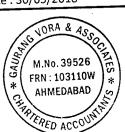
Place : Ahmedabad Date : 30/05/2018 FOR KANUNGO FINANCIERS LTD

Director 👌

Director

AHINAD KONA

Place : Ahmedabad Date : 30/05/2018



### KANUNGO FINANCIERS LTD STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st MARCH,2018

2017-18	2016-17
467.520.00	
167 520 00	
467,520.99	(1,399,799.00)
	-
(1.991.309.00)	(2,021,154.00)
- (2)	
-	-
(1 523.788.01)	(3,420,953.00)
(1,323,700107)	
	-
(10.128.360.00)	(16,262,762.00)
(10,128,500.00)	(143,990.00)
(34 500 00)	
	(16,406,752.00)
(10,162,800.00)	(19,827,705.00)
(11,686,648.01)	
	(19,827,705.00)
(11,686,648.01)	(15,027,1
-	
	2,021,154.00
1,991,309.00	. 2,021,154.00
-	-
8 700 000.00	19,500,000.0
8,700,000.01	1
	0) 1,693,449.
(995,339.00	
2,274,928.00	<u></u>
1,279,589.0	0 2,274,328.
	- (1,991,309.00)

FOR, GAURANG VORA & ASSOCIATES

[Firm Registration No.103110W]

Chartere Accountants

GAURANG VORA PROPRIETOR Mem. No. 39526

Place: Ahmedabad Date:30/05/2018

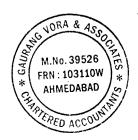
FOR KANUNGO FINANCIERS LTD

(Amounts in Rs.)

Director 3 CHAIRA BHROW PATIRAG KSHAH

Director

Place : Ahmedabad Date :30/05/2018

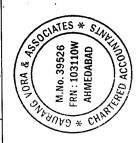


# Working of Standalone Cash Flow Statement

		2017-18		7100/00/10	101/01	The state of the s
Particulars	31/03/2018	31/03/2017	Amount	31/03/201/	01/04/2010	What was the state of the state
Profit before Tax			467,520.99			
Depreciation and amortization						
Gain on Sale of Fixed Assets						
Gain on Sale of Investment						
MTM of Investments (IND AS)						2 021 157 00
Interest Income			-1,991,309.00			72,021,134.00
Ind AS Adjustment in OCI						
Excess provision written back						
Finance Cost						
Trade & Other Receivable						
Non-Current		1		7	00 002 0	
- Loans (Non-Current)	2,780.00	2,780.00		7,780.00	2,700.00	
- Other financial assets	•					
Trade Beceivables		,			. 4	
Bank Balance other than Cash & Cash				•	, the	
Edulyaleiit  Loans (Current)	71,113,663.00	61,117,671.00		61,117,671.00	44,868,926.00	
Capital Advances					101 170 00	
Other Current Assets	331,564.00	199,196.00		199,196.00	163,179.00	16 262 762 00
· —	71,448,007.00	61,319,647.00	-10,128,360.00	61,319,647.00	43,030,003.00	10,202,702.00
#						1
Inventories						
I rade & Otner Payables						
Non-Current					.t.	
Provision for Employee Privilege Leave						
Otner Financial Liabilities						
Current	00 000	34 500 00		34.500.00	28,750,00	
Trade Payables	04,000.00	00.000,40		22.22.2		
Dues to Employees & Others						
Advance received from Customers						
Rates, Taxes & Duties payable					-	
Provision for Employee Privilege Leave						
Provision for Bonus	1					
Provision for Gratuity						
Excess provision written back	*	34 500 00		34.500.00	184,240.00	
Other Liabilities	00 003 76	00.000,00	-34 500 00	00.000,69	212,990.00	-143,990.00
	34,300.00	1 20,000,00	221222112		,	



Direct Taxes Paid (Net)						
- Direct Tax Expense - Income Tax paid in Advance & Tax	-			-		
deducted at source		F				
(Net of Provision)				•		The state of the s
Purchase of fixed assets						
- Addition in Fixed Assets						•
- Addition in CWIP	-			1		
Sale Proceeds from Fixed Assets						
Redemption / Purchase of Investments				ı		
Add: Loss on M2M	1			•		
Add: Adjustment in fair value of preference						
shares Add · Profit on Sale of investment		112	ı	ı		\$
Interest Income	1,991,309.00		1,991,309.00	2,021,154.00		2,021,154.00
Adjusted by Accrued & due on Deposits						
(Current & Non-current)	•					
Finance Cost	,			•		
Adjustment for Interest Accrued & Not Due						
Dividend paid						
- Proposed Dividend of Last Year				,	الحوا	
- Tax on Dividend				•		
- Unclaimed Dividend						000000
Proceeds from Borrowing	28,700,000.00	20,000,000.00	8,700,000.00	20,000,000.00	200,000.00	00.000,000,81
Repayment of Short Term Borrowing			-			
Net increase in Cash & Cash Equivalents			-995,339.01			1,693,449.00
Cash & Cash Equivalent	1,279,589.00	2,274,928.00	-995,339.00	2,274,928.00	581,479.00	1,693,449.00
						į



## KANUNGO FINANCIERS LTD STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2018

## . Equity Share capital

מי דילחור ל חומוב במהונמו						
	As at 31.	As at 31.03.2018	As at 31.03.2017	03.2017	As at 01	As at 01.04.2016
PARTICULARS	Nos.	Rs.	Nos.	Rs.	Nos.	Rs.
Equity shares of Rs. 10 each						
Fully paid up						
Add: amount received on forfeited						
shares						
		•	1	1	•	9

### b. Other Equity

D. Ottlet Equity				-	
		Reserves and Surplus	nd Surplus		
Particulars	Share Capital	Securities Premium	General	Retained	Total
	Forfeiture	Reserve	Reserve	Earnings	
Balance at 1st April, 2016					
Total Comprehensive Income for the					
year	-	4	1	ı	
Dividend and Dividend Tax	1	ŧ	-	ı	-
Adjustment for fair value of					
preference shares	•	1	1	1	
Transferred from Retained Earnings	l	1	•	1	1
Balance at 31st March, 2017	1		1	•	
Balance at 1st April, 2017	1		•	1	
Total Comprehensive Income for the					
year	1	`1	•		1
Dividend and Dividend Tax	1	1	1	-	1
Balance at 31st March, 2018	1	•	•	•	A C



2. Property, plant and equipment									I	
Particular	Leasehold Land	FreeholdLand	Building	Plant and Equipment	Electric Installation	Furniture and fixtures	Vehicles	Office equipment		
Gross Amount as on 01/04/2016										- 15a2
Additions										
Deduction & Adjustment	1	ı	-		•	•				
Balance as at 3 tst March, 2017										
Additions										
Deduction & Adjustment										
Balance as at 31st March, 2018										
Accumulated Depreciation										
Balance as at 1st April, 2016										
Deduction & Adjustment										
Depreciation for the year										
Balance as at 31st March, 2017										
Deduction & Adjustment										
Depreciaton for the year										
Balance as at 31st March, 2018										
Net carrying amount										
Balance as at 1st April, 2016										
Balance as at 31st March, 2017										
Balance as at 31st March, 2018										

are	
ter Softwa	
- Compu	
e Assets	
Intangib	
m	

3. Illiangine Assets - comparer solution						
	Gross A	Gross Amount	Amortization	zation	Net carrying amount	
Particulars	17-18	17-18 16-17	17-18	16-17		
					Balance as at 01/04/16	•
Onenine Balance					מומוורב מז מר בל מיל בי	
Obcurred to the control of the contr					Balance as at 31/03/17	
Additions					07/00/20	
Dodiction & Adjustment					Balance as at 31/03/18	
חבתחרונים א הפושמים ביור						
Closing Balance			-	•		
0015						



4 Investments (Non-Current)	•					
PARTICULARS	As at 31	As at 31.03.2018	As at 31.03.2017	33.2017		
	Nos.	Rs.	Nos.	Rs.	Nos.	And the second second
Investments measured at Fair Value Through Profit & Loss In Equity Shares of Associate Companies Quoted, Fully Paid Up					ť	
Total of Investments measured at Fair Value Through Profit & Loss		,		J		•
Investments measured at Amortized Cost In Preference Shares of Associate Companies Unquoted, Fully Paid Up					· ·	1
. Total of Investments measured at Amortized Cost		•		I		
Total Non Current Investments		3			e est	1
Aggregate amount of quoted Investments Market Value of quoted Investments Aggregage amount of unquoted Investments		1 1		, ,		1 1



(Amounts in Rs.)

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
/ Deposits (Unsecured, Considered Good)			
sits with Related Parties			
osits with Others	2,780.00	2,780.00	2,780.00
	2,780.00	2,780.00	2,780.00

**Ither financial assets (Non Current)** 

(Amounts in Rs.)

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
3ank Deposit with more than 12 months maturity	-	_	-
Total	-	-	-

7. Other Non current Assets

(Amounts in Rs.)

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Others (unsecured, considered good)			
Total	-	-	-

8. Inventories

(Amounts in Rs.)

G. III VEHICOTES			(Allibuits iii Ns.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Raw Materials			
Finished Goods			
Stock in Process			
Total -	-	-	-



9. Investments (Current)	ę			1		
PARTICULARS	As at 31.03.2018	3.2018	As at 31.03.2017	3.2017		
	Units	Rs.	Units	Rs.	Units	
Investments measured at Fair Value Through Profit & Loss						
in Mutual Funds - Quoted						
•		•	1		•	
					f . •	
In Mutual Funds - Unquoted		,	1	ı		
	1 , 1			9	•	`
						.
Total Current Investments	9		E .			
				ı		•
Aggregate amount of quoted investments & market value thereof						
Aggregage amount of unquoted Investments		1			· 4	
						)



eceivables (current)			(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
red			
dered good			
øtful	-	_	-
	-		-

Cash and cash equivalents		-	(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Balances with banks	12,419.00	406,898.00	457,831.00
Cash on hand	1,267,170.00	1,868,030.00	123,648.00
[otal •	1,279,589.00	2,274,928.00	581,479.00

### 12. Bank balances other than mentioned in cash and cash equivalents As at

Total

As at As at **Particulars** 01/04/2016 31/03/2017 31/03/2018 Unclaimed Dividend Fixed Deposits with Banks (under lien against bank guarantees) Total

13. Loans (Current)			(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Unsecured, Considered Good			
Others (unsecured, considered good)	71,113,663.00	61,117,671.00	44,868,926.00
Total	71,113,663.00	61,117,671.00	44,868,926.00

14. Other financial assets (Current)			(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Interest receivable			
Total ,		•	-

15. Other Current Assets		V	(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Security Deposits			
Balance with Govt. Authorities	331,564.00	199,196.00	185,179.00
Advances to Suppliers & Others			
Total	331,564.00	199,196.00	185,179.00



(Amounts in Rs.)

Share capital		2010	As at 31.03.2017	3.2017	ASE	
	As at 31.03.2010	3.2010		Bc	Nos.	
PARTICULARS	Nos.	Rs.	Nos.	2		
						52 400 000 00
A Attailed Chara Canital:		00 000	000 076 3	52 400,000.00	5,240,000	32,400,000.00
Authorised Share cupres	5,240,000	52,400,000.00		-//	,	
Equity Shares of Rs. 10 each		•	-			
			,	•		0000
· lockingships	'		000 100	46 340 000.00	4,634,000	46,340,000.00
Issued & Subscribed :	4 634.000	46,340,000.00	4,634,000	1000/010/01		
Equity Shares of Rs. 10 each	1, 12,			•		
בלמור כל היים כל היים היים היים היים היים היים היים היי	1	-				
		1	•		000	00 000 076 37
c.:begribed and Fully Paid Up		00 000 00	A 634 000	46,340,000.00	4,634,000	40,040,000.00
Subscribed and	4,634,000	46,340,000.00	1,001,000	•		
Equity Shares of RS. 10 each						
				1		1
Forteited Shares	1	1	-			00 000 076 27
Family Shares of Rs. 10 each		1	4 634.000	46,340,000.00	4,634,000	- 1
	4,634,000	46,340,000.00		1	/ pa	
lotal						

	As at	01/04/2016
	As at	31/03/2017
is set out below:	As at	8
of the no of chares outstanding is set out below:	The reconciliation of the first of the reconciliation of the first of	Particulars
	16.1	

As at 01.04.2016	%	700	300,000.00
As at 31 03.2017	As at Care	Nos.	%9
	As at 31.03.2018	%	NOS.
shares 50 shareholders holding more than 5% shares	2, Details of shareheart	chorobolder	Name of the stidle flower
,	Ä		

			NON	~ ~		
Later characholder	7014	%	.sozi		0000	ره/
IName of the Stial Citotaci	NOS.	,				020
				%	20.000,000	
	00 000 000	%	300,000,005	2/2		10/
	300,000,005			, 61	250 000 000	220
Secretary (Sevariva			00 000 020	%	2000000	
Pasilottailibilai cotto: 1	00 000 010	%	230,000,002		00 000	702
	00.000,062			2	7500000	0/0
LALLICH VACHOT THACKET			000000	%	20.000,007	
Manish Vasilat Hackey	0000000	%	720,000,007			
*	750,000,000					200
				%9	2000,000	
Ankli Patel	00 000 000	%9	200,000,005			
	20.000,000					(
Manichkiamr livani					•	A ABO
Width Shindain Street					`	1000
						1001



16.3 The Company has only one class of shares i.e. equity shares. All equity shares carry equal rights with respect to voting and divlae...

16.4 In the event of liquidation of the Company, the equity shareholders shall be entitled to proportionate share of their holding in the assets remain... (Amounts in Rs.)

distribution of all preferential amounts. 17

Othor Equity			
Office Education .	As at	As at	As at
Particulars	31/03/2018	31/03/2017	01/04/2016
CONTRACTOR			
SHARE CAPITAL FORFEITONE			
SHARE PREMIUM			
GENERAL RESERVE:			
Balance as per last year			
Add: Appropriations From Current year's Profit			
Ralance at the end of the Year			
CONTRACTOR DE DECENT AND LOSS			
SURPLUS IN STATEMENT OF THE	-2 814 425.00	-1,414,626.00	-1,817,647.00
Balance at the beginning of the Year	20.021, 1.20,2	1	403.021.00
Add: Profit after tax for the Year	467,520.99	-1,555,1-	
Adingtonent for fair value of preference shares			
Aujustinois on the second seco	-2,346,904.01	-2,814,425.00	-1,414,625.00
Amount available for Approfiation (%)			1
Less:Appropriations			
Dividend			
Dividend Distribution Tax			'
Transferred to General Reserves			
Total Appropriation (B)			-
10tal Application (2)	-2,346,904.01	-2,814,425.00	)  -1,414,626.UU
Balance at the end of the feat (A 1 2)		-2.814,425.00	0 -1,414,626.00
I I I I I I I I I I I I I I I I I I I	_	1	١



wings (Non Current)			(Amounts in Rs.)
ent interest-bearing loans and borrowings	As at 31/03/2018	As at 01/04/2017	As at 31/03/2016
ins			
₂cured Loan	28,700,000.00	3,200,000.00	
ers	-	16,800,000.00	500,000.00
ercorporate Loans	28,700,000.00	20,000,000.00	500,000.00

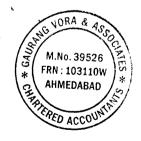
9. Other financial liabilities (Non Current)		(Amounts in Rs.)
	As at As at 03/2018 31/03/20	As at 01/04/2016
Security Deposits		
(From Debtors, Employees and Contractors)		
Total	-	•

 20. Provisions (Non Current)
 As at As

21. Deferred Tax Liabilities (Net)

As at As at

21.1 Component of Deferred Tax Liabilities (Net)			(Amounts in Rs.)
Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Depreciation			
Employee Benefits			
Other Timing Differences		-	•



(Amounts in Rs.) wings (Current) As at As at As at nterest-bearing loans and borrowings 01/04/2016 31/03/2017 31/03/2018 ng Capital Loans banks .red\* m banks otal

(Amounts in Rs.)

23. Trade Payables (Current)  Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Micro, Small and Medium Enterprises	34,500.00	34,500.00	28,750.00
Others	34,500.00	34,500.00	28,750.00
Total			(Amounts in Rs.)

(Amounts in Rs.)

23.1 Details as required under MSMED Act are given below:	As at	As at	As at
Particulars	31/03/2018	31/03/2017	01/04/2016
Principal amount remaining unpaid to any supplier as at the end of	-		
nterest due thereon	-	-	
Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	-	-	-
Amount of interest due and payable for the reporting period of delay in making payment [which have been paid but beyond the appointed day during the year] but without adding the interest specified under the MSMED	-	-	
the year but without adding the interest accrued and remaining unpaid at the end of the			-
accounting year.  Amount of further interest remaining due and payable even in succeeding years, untill such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductival expenditure under Section 23 of MSMED Act.	1	-	_

Above disclosure has been made on the basis of information available with the company.

ancial Liabilities (Current)

(Amounts in Rs.)

24. Other Financial Liabilities (Current)  Particulars	As at 31/03/2018	As at: 31/03/2017	As at .01/04/2016
Unpaid dividends	<u>. 4 + 1 + 1 + 1 + 1 + 1 + 1 + 1 + 1 + 1 +</u>	34,500.00	-
Dues to Employees and others		34,500.00	
Total			



Current liabilities (Amounts in Rs.)

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
urrent Liabilities	•	-	=
	_		-

**?rovisions (Current)** (Amounts in Rs.)

**************************************	The same construction of the same of the same		Postacio Control Contr
	As at	As at	As at
Particulars	31/03/2018	31/03/2017	01/04/2016
ratuity			
fotal	-	-	-

### 27. Current Tax Liabilities

(Amounts in Rs.)

Particulars	As at 31/03/2018	As at 31/03/2017	As at 01/04/2016
Provision for taxation (net of advance tax paid)			184,240.00
Total	-	-	184,240.00

### 28. Revenue from operations

(Amounts in Rs.)

To the total of th		( +
Particulars	2017-18	2016-17
Consultancy Income	120,800.00	629,100.00
Other Operating Revenue		
Duty Draw Back	-	
Sale of Scrap	<del>-</del>	
TOTAL	120,800.00	629,100.00

29. Other income

(Amounts in Rs.)

Particulars	2017-18	2016-17
Interest income	1,991,309.00	2,021,154.00
Other Miscellaneous Income	-	-
Total	1,991,309.00	2,021,154.00



/ materials consumed		(Amounts in Rs.)
/materials consumed	2017-18	2016-17
g Stock		-
Purchases		
otal	-	-
: Closing Stock		
1	-	-

Changes in Inventories of Finished goods, WIP and Waste		(Amounts in Rs.)
articulars	2017-18	2016-17
Closing Stock		
Finished Goods		-
WIP		
Waste •		
Total	-	-
Opening Stock		
Finished Goods		-
WIP		
Waste		
Total	-	-
Total (Increase) / Decrease In Stock	-	-

32. Employee benefit expense		(Amounts in Rs.)
Particulars	2017-18	2016-17
Salaries and wages	768,000.00	728,000.00
Contribution to provident and other funds		
Fotal	768,000.00	728,000.00

33. Finance costs		(Amounts in Rs.)
Particulars	2017-18	2016-17
Interest Expenses		
Finance and Bank Charges	3,015.00	1,184.00
Total	3,015.00	1,184.00

34. Other expenses		(Amounts in Rs.)
Particulars	2017-18	2016-17
Accounting Charges	48,000.00	48,000.00
Audit Fees and Expenses	-	17,250.00
Power and Fuel	23,210.00	13,760.00
Consultancy Exps	-	25,000.00
Rent	136,000.00	138,000.00
Office Exps	-	10,000.00
Penalty and Filing Fees	380,303.00	2,966,341.00
Stationary Exps	6,480.00	8,953.00
Telephone Exps	12,900.00	10,000.00
Petrol& Conveyance	26,450.00	36,370.00
Tea & Refreshment Exps	36,730.00	39,395.00
Professional Fees	196,900.00	-
ROC Fees	6,600.00	7,800.00
Total	873,573.00	3,320,869.00



### itor Remuneration & others

(Amounts in Rs.)

		(
Particulars Particulars	2017-18	2016-17
itor:		
fee		
Total	-	-

. Earning Per Share

(Amounts in Rs.)

(Antounts in No.)		
2017-18	2016-17	
467,520.99	-1,399,799.00	
-	-	
467,520.99	-1,399,799.00	
-	-	
467,520.99	-1,399,799.00	
4,634,000.00	4,634,000.00	
4,634,000.00	4,634,000.00	
-	-	
4,634,000.00	4,634,000.00	
0.10	-0.30	
-	-	
10.00	10.00	
	467,520.99 - 467,520.99 - 467,520.99 4,634,000.00 4,634,000.00 - 4,634,000.00 0.10 -	

### 36. Lease Rent

### **Operating Lease**

Land is taken on lease for the period of 99 years.

(Amounts in Rs.)

Particulars	2017-18	2016-17
Future Minimum lease payments obligation on operating lease		
Not later than one year		•
Later than one year and not later than five years		
Later than five years		
Lease Payment recognised in Statement of Profit and Loss		

### **37.** Related Party Disclosures

As per the Indian Accounting Standard on "Related Party Disclosures" (Ind AS 24), the related parties of the Company are as follows:

### 37.1 Name of the Related Parties and Nature of Relationship:

Associates & Enterprises owned or significantly influenced by key management personnel (with whom the Company entered into transactions during the year)

Key Managerial Personnel/Directors and Relatives:



(Amounts in Rs.) sactions with Related Parties: Associates & Key Managerial Enterprises owned Personnel **Transactions** or Significantly influenced by KMP chase & Sales:rchase of Goods ale of Goods ⊼ent Paid Rent Received Salary & Perks:-Managing Directors

lances as on 31st March. 2018

Chief Executive Officer

(Amounts in Rs.)

37.3 Outstanding Balances as on 31st March, 2018  Transactions	Literbita	anagerial connel
Security deposits given	(A counts in Pc )	

38. Contingent Liabilities and Commitments

(Amounts in Rs.)

38. Contingent Liabilities and Commitments		The state of the s
Particulars	2017-18	2016-17
Contingent Liabilities		
Income tax demands for different years against which company has preferred appeals before appropriate authorities		
Entry tax demands for different years against which company has preferred appeals before appropriate authorities		
Bonus for employees for the year 2014-15 in accordance with notification by the Central Government (matter pending before		
Supreme Court)		
Bills discounted under Export/Inland Letters of Credit		
Commitments		
Estimated amount of contracts remaining unexecuted on capital account and not provided for (net of advances)		,
Other commitments		

### 39. Segment Information

The company manufactures and deals mainly in single major product, i.e. manufacturing of . Therefore no separate disclosure as per Ind AS 108 - "Operating Segments" is given.

### 40. Corporate Social Responsibility

(a) Gross amount required to be spent by the company during the year -

(a) Gross amount required to be spent by the company during the year -		(Amounts in Rs.)
(b) Amount spent during the year on : Amount Spent	Yet to be Spent	Total
Particulars	<u> </u>	
(i) construction/acquisition of any asset		-
(ii) on purposes other than (i) above		



37.2 Transactions with Related Parties:

(Amounts in Rs.)

	Transactions		Associates & Enterprises owned or Significantly influenced by KMP	Key Managerial Personnel
Purchase & Sales:-		•		
Purchase of Goods				
Sale of Goods	4.4	*		
Rent Paid				
Rent Received				
Salary & Perks:-				
Managing Directors				
Chief Executive Officer				

37.3 Outstanding Balances as on 31st March, 2018

(Amounts in Rs.)

	p. mire an	
	Associates &	
Transactions	Enterprises owned Key Mar	nagerial
Hallsactions	or Significantly Perso	nnel
	influenced by KMP	
Security deposits given		-

38. Contingent Liabilities and Commitments

(Amounts in Rs.)

sor containing and committees and co		(7 tillodiles til tts.)	
Particulars	2017-18	2016-17	
Contingent Liabilities	•		
Income tax demands for different years against which company			
has preferred appeals before appropriate authorities			
Entry tax demands for different years against which company			
has preferred appeals before appropriate authorities			
Bonus for employees for the year 2014-15 in accordance with			
notification by the Central Government (matter pending			
before Supreme Court)			
Bills discounted under Export/Inland Letters of Credit			
Commitments			
Estimated amount of contracts remaining unexecuted on	•		
capital account and not provided for (net of advances)			
Other commitments	-	-	

### 39. Segment Information

The company manufactures and deals mainly in single major product, i.e. manufacturing of . Therefore no separate disclosure as per Ind AS 108 - "Operating Segments" is given.

### 40. Corporate Social Responsibility

(a) Gross amount required to be spent by the company during the year -

(b) Amount spent during the year on .			(Amounts in Ns.)
Particulars	Amount Spent	Yet to be Spent	Total
(i) construction/acquisition of any asset	-	-	-
(ii) on purposes other than (i) above	-	-	-

As per our attached report of even date

FOR GAURANG VORA & ASSOCIATES

[Firm Registration No.103110W ]

Chartered Accountants

Director

FOR KANUNGO FINANCIERS LTD

(Amounts in Ds.)

**GAURANG VORA PROPRIETOR** 

Mem. No. 39526 Place: Ahmedabad Date: 30/05/2018

Place: Ahmedabad

Date:30/05/2018



### . DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND AS) 19 "EMPLOYEE BENEFITS"

### (a) Defined contribution plans

Contribution to defined contribution plans, recognised as expense for the year is as under :

Doubt I			(Amounts in Rs.)
Particulars	20	17-18	2016-17
Employer's contribution to Provident Fund			2010 17
Employer's contribution to Superannuation Fund			
Employer's contribution to Pension Scheme			-

### (b) Defined benefit plan

Details of defined benefit obligation and plan assets in respect of retiring gratuity are given below:

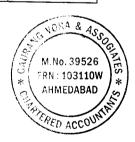
i) Reconciliation of opening and closing balances of defined benefit obligation

	(Amounts in Rs.)
2017-18	2016-17
	· · · · · · · · · · · · · · · · · · ·
	2017-18

### ii) Reconciliation of opening and closing balances of fair value of plan assets

	· · · · · · · · · · · · · · · · · · ·	(Amounts in Rs.)
Particulars	2017-18	2016-17
Fair Value of plan assets at the beginning of the year		
Interest Income		
Contributions by the employer		
Benefits paid		
Return on plan assets		
Fair Value of plan assets at the end of the year	-	<u> </u>

ii) Reconciliation of fair value of assets and obligations	(	Amounts in Rs.)
Particulars	2017-18	2016-17
Fair Value of plan assets		
Present value of obligation	<del></del>	-
Amount recognised in Balance Sheet [Surplus/(Deficit)]		<del></del>



iv) Expenses recognised during the year

(Amounts in Rs.)

			(7 into arrest in res.)	
Particulars		2017-18	2016-17	
(A) In the Statement of Profit & Loss			<u>-</u>	
Interest Cost				
Current Service Cost				
Net Cost				
(B) In Other Comprehensive Income@	-5		· · · · · · · · · · · · · · · · · · ·	
Actuarial (Gain)/Loss				
Return on Plan Assets				
Net Expense/(Income) recognized in Other Comprehensive Income				

v) Investment Details:

(Amounts in Re )

		(Amounts in Rs.)	
Particulars	2017-18	2016-17	
GOI Securities	_		
Insurance Plan			
Others	-		

vi) Actuarial Assumptions

(Amounts in Rs.)

· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	(Amounts in its.)	
Particulars	2017-18	2016-17	
Mortality Table			
Discount Rate			
Expected rate of return on plan assets			
Rate of escalation in salary			

### vii) Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of sensitivity analysis on defined benefit obligation is given below:

(Amounts in Rs.)	
2016-17	

	(Amounts in Rs.)
2017-18	2016-17
	2017-18

viii) Expected contribution to the defined benefit plan for the next reporting period - Rs. Nil



### Financial Instruments - Fair Values & Risk Management Accounting Classifications & Fair Value Measurements

The fair values of the financial assets and liabilities are measured at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- 1. The fair value of investment in quoted equity shares and mutual funds is measured at quoted price or NAV.
- 2. Fair values of cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short-term maturities of these instruments.
- 3. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.
- 4. The fair value of forward foreign exchange contracts and currency swaps is determined using forward exchange rates and yield curves at the balance sheet date.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

I. Figures as at April 01, 2016			(Amounts in Rs.)
I. Figures as at April 01, 2010	Carrying Amount	Fair	value
Particulars		Level 1	Level 2
Financial assets at amortised cost:			
Investments (Non-Current)	-	. ~	2 790 00
Security Deposits (Non-Current)	2,780.00	-	2,780.00
Bank Deposits (Non-Current)	-	-	-
Trade Receivables	-	-	-
Cash and Cash Equivalents	581,479.00	-	581,479.00
Bank Balances Other than Cash and Cash Equivalents		-	-
Other Current Financial Assets	45,054,105.00	-	45,054,105.00
TOTAL	45,638,364.00		45,638,364.00
Financial assets at fair value through profit or loss:			
Investments (Current)	-	-	-
Investments (Non-Current)		<del></del>	
TOTAL			
Financial liabilities at amortised cost:			700 00
Borrowings (Non-Current)	500,000.00	-	500,000.00
Borrowings (Current)	-	-	-0.750.00
Trade Payables	28,750.00	-	28,750.00
Other financial liabilities			-
TOTAL	528,750.00	* -	528,750.00
Financial liabilities at fair value through profit or loss:	_ <del>-</del> _	<u> </u>	
TOTAL	<u> </u>	•	-
IOIAL			



II. Figures as at March 31, 2017

II. Figures as at Water 51, 2017		Carrying Amount		Fair value	
Particulars		·		Level 1	Level 2
Financial assets at amortised cost:					
Investments (Non-Current)			· -	-	-
Security Deposits (Non-Current)	1.		2,780.00	-	2,780.00
Bank Deposits (Non-Current)			-	-	-
Trade Receivables		4	=	-	-
Cash and Cash Equivalents			2,274,928.00	-	2,274,928.00
Bank Balances Other than Cash and Cash Equivalen	ts		-	-	-
Other Current Financial Assets			61,316,867.00		61,316,867.00
TOTAL			63,594,575.00	-	63,594,575.00
Financial assets at fair value through profit or loss	:				
Investments (Current)			-	-	-
Investments (Non-Current)			_		-
TOTAL				•	
Financial liabilities at amortised cost:					
Borrowings (Non-Current)			20,000,000.00	-	20,000,000.00
Borrowings (Current)			-	-	-
Trade Payables			34,500.00	-	34,500.00
Other financial liabilities			34,500.00		34,500.00
TOTAL			20,069,000.00	-	20,069,000.00
Financial liabilities at fair value through profit or l	oss:		<u>-</u>	-	
TOTAL			_	-	-

### III. Figures as at March 31, 2018

	 Carrying	Fair value	
Particulars	Amount	Level 1	Level 2
Financial assets at amortised cost:			
Investments (Non-Current)	-	-	-
Security Deposits (Non-Current)	2,780.00	-	2,780.00
Bank Deposits (Non-Current)	-	-	-
Trade Receivables	-	-	-
Cash and Cash Equivalents	1,279,589.00	-	1,279,589.00
Bank Balances Other than Cash and Cash Equivalents	=	-	-
Other Current Financial Assets	71,445,227.00	_	71,445,227.00
TOTAL	72,727,596.00	-	72,727,596.00
Financial assets at fair value through profit or loss:			
Investments (Current)	- `	* -	-
Investments (Non-Current)			-
TOTAL	-	-	
Financial liabilities at amortised cost:			
Borrowings (Non-Current)	28,700,000.00	-	28,700,000.00
Borrowings (Current)	-	-	-
Trade Payables	34,500.00	-	34,500.00
Other financial liabilities	<u>-</u>		-
TOTAL	28,734,500.00	-	28,734,500.00
Financial liabilities at fair value through profit or loss:		-	
TOTAL	-	-	-

No financial instruments have been routed through Other Comprehensive Income and hence separate reconciliation disclosure relating to the same is not applicable.

M.No.39526 FRN:103110W AHMEDABAD

PED ACCOU

### **Financial Risk Management**

The company's Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls and to monitor risks. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

### 43.1 Credit Risk Management

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends and ageing of accounts receivable. Individual risk limits are set accordingly.

The ageing analysis trade receivables from the date the invoice falls due is given below :

(Amounts in Rs.)

Particulars	As at 31-03-2018	As at 31-03-2017	As at 01/04/2016
Up to 3 months	-	-	
3 to 6 months	-	-	·
More than 6 months	-	-	
Total	-	-	-

Details of single customer accounted for more than 10% of the accounts receivables as at 31st March 2018, 31st March 2017 and 31st March 2016 :

(Amounts in Rs.)

M.No. 39526 FRN: 103110W AHMEDABAD

FRED ACCO

As at 31-03-201		As at 31-03-2017	As at 01/04/2016
	NA		

Details of single customer accounted for more than 10% of revenue for the year ended at 31st March 2018, 31st March 2017 and 31st March 2016 :

Name of Customer	As at 31-03-2018	As at 31-03-2017	As at 01/04/2016
	NA		

Based on historic default rates and overall credit worthiness of customers, management believes that no impairment allowance is necessary in respect of outstanding trade receivables as on 31st March 2018.

### .iquidity Risk

Liquidity Risk is defined as the risk that the company will not be able to settle or meet its obligations on time or at reasonable price. The company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the company's net liquidity position through rolling forecast on the basis of expected cash flows.

### Maturity profile of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

(Amounts in Rs.)

M.No. 39526 FRN : 103110W AHMEDABAD

RED ACCO

				(
Particulars	Borrowings including interest obligations	Trade Payables	Other Financial Liabilities	Total
As at 31st March, 2018	•	1,		
Less than 1 year		·		-
1 to 5 ,ears				-
Total	-	-	-	-
As at 31st March, 2017			· · · · · · · · · · · · · · · · · · ·	
Less than 1 year				
1 to 5 years				-
Total	-	-	-	-

### 43.3 Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loan borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies, and ensuring compliance with market risk limits and policies.

### Interest rate risk

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the company's position with regards to the interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in it total portfolio.

The company is not exposed to significant interest rate risk as at the specified reporting date.

### 43.5 Foreign currency risk

The company operates internationally and is exposed to currency risk on account of its receivables in foreign currency. The functional currency of the company is Indian Rupee. The company uses forward exchange contracts to hedge its currency risk, most with a maturity of less than one year from the reporting date.

The company does not use derivative financial instruments for trading or speculative purposes.

I. Foreign Currency Exposure (Amounts in Rs )

Ac et 31	02.2040		(Amounts in Rs.)
		As at 31-03-2017	
USD	Euro	USD	Euro
	}		
	<del></del>		
	As at 31 USD	As at 31-03-2018  USD Euro	As at 31-03-2018 As at 31-0

### II. Foreign Currency Sensitivity

The sensitivity of profit or loss and equity to changes in the exchange rates arises mainly from foreign currency denominated financial instruments as below:

Particulars	Movement in	Impact on PAT	
1460	Rate	2017-18	2016-17
USD	5%	_	2020 17
USD	-5%	_	
EURO	5%		
EURO	-5%	<u>-</u>	

### 43.6 Price Risk

### **Investment Price Risk**

The company's exposure to price risk arises from investments in equity and mutual fund held by the company and classified in the balance sheet at fair value through profit or loss. To manage its price risk arising from investments, the company diversifies its portfolio.

### Sensitivity Analysis

The table below summarises the impact of increase/decrease of the index on the company's equity and profit for the period. The analysis is based on the assumption that the price of the instrument has increased by 3% or decreased by 3% with all other variables held constant.

(Amounts in Re )

Movement in	(Amounts in Rs.) Impact on PAT	
Rate	2017-18	2016-17
		2010 17
		-
	-	
	<del></del>	
		Movement in Impact



### **Commodity Price Risk**

Principal Raw Material for company's products is cotton. Company sources its raw material requirements from domestic markets. Company effectively manages availability of material as well as price volatility through well planned procurement and inventory strategy and also through appropriate contracts and commitments.

### **Sensitivity Analysis**

The table below summarises the impact of increase/decrease in prices of cotton by Rs. 1 per kg on profit for the period.

(Amounts in Rs.)

2	Impact on PAT		
Particulars	2017-18	2016-17	
Rs. 1 decrease in price of cotton			
Rs. 1 decrease in price of cotton	0.00	0.00	

### 44 Capital management

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholder value. The company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirement of the financial covenants.

The company monitors capital using gearing ratio, which is net debt divided by total equity plus debt.

(Amounts in Rs.)

M.No. 39526 FRN: 103110W AHMEDABAD

	As at	As at	As at
Particulars	31-03-2018	31-03-2017	01-04-2016
Borrowings	28,700,000.00	20,000,000.00	500,000.00
Less : Cash & Cash Equivalents	1,279,589.00	2,274,928.00	581,479.00
Net Debt (A)	27,420,411.00	17,725,072.00	-81,479.00
Total Equity	43,993,095.99	43,525,575.00	44,925,374.00
Equity and Net Debt (B)	71,413,506.99	61,250,647.00	44,843,895.00
Gearing Ratio (A/B)	0.38	0.29	-0.00

- 45 In the opinion of the Board, the current assets, loans and advances are approximately of the value stated in the balance sheet, if realised in the ordinary course of the business. Provision for depreciation and all known liabilities have been made in accounts.
- 46 Letters of balance confirmation have been sent to various parties which are subject to confirmation and reconciliation, if any.
- In terms of Ind As 36 Impairment of Assets issued by ICAI, the management has reviewed its fixed assets and arrived at the conclusion that impairment loss which is difference between the carrying amount and recoverable value of assets, was not material and hence no provision is required to be made.
- Previous year's figures have been regrouped/re-arranged/recasted, wherever necessary, so as to make them comparable with current year's figures.

### 49 First time adoption of IND 45

The company has prepared its first Financial Statements in accordance with Ind AS for the year ended March 31, 2018. For periods up to and including the Least ended 31 March 2017, the Company prepared its financial statements in accordance with Indian GAAP, including accounting statements notified under the Companies (Accounting Standards) Rules, 2006 (as amended). The effective date for Company's India 43 Title ing Balance Sheet is 1 April 2016 (the date of transition to IndiAS).

The accounting and the set out in Note 1 have been applied in preparing the financial statements for the year ended March 31, 2018, the applied in formation presented in these financial statements for the year ended March 31, 2017 and in the preparet the first of the first of the preparet the first of the preparet the first of t

Ferences between carrying amounts of assets and liabilities according to Ind AS 101 as of April 01, 2016 compared the cresented in the Indian GAAP Balance Sheet as of March 31, 2016, were recognized in equity under retained earnings and a 58 Balance Sheet.

### - - - - - - - - - ation between statement of equity as previously reported (referred to as "Previous GAAP) and Ind AS

(Amounts in Rs.)

			(Amounts in Ns.,
Particulars		As at 31st	As at 31st
		March 2017	March 2016
Eta to under Previous Indian GAAP		43,525,575.00	44,925,374.00
÷a, ustments:			
Fair Valuation of financial Assets		-	-
Reversal of Proposed Final Equity Dividend inclu	uding dividend distribution tax thereon	-	-
Deferred Taxes		-	-
Other Adjustments		-	•
Equity under Ind AS		43,525,575.00	44,925,374.00

### 49.2 Reconciliation between statement of Profit and Loss as previously reported (referred to as "Previous GAAP) and Ind AS

(Amounts in Rs.)

Particulars		Year ended 31st March 2017
Net Profit as per previous Indian GAAP	<u> </u>	(1,399,799.00)
Adjustments:		× ×
Fair Valuation of financial Assets		-
Deferred Taxes		-
Other Adjustments		- ;
Net Profit under Ind AS		(1,399,799.00)



### **ANNEXURE I**

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone and Consolidated separately)

### KANUNGO FINANCIERS LIMITED

### Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	SL No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	2112109.00	2112109.00
	2.	Total Expenditure	1644588.00	1644588.00
	3.	Net Profit/(Loss)	467520.99	467520.99
	4.	Earnings Per Share	0.10	0.10
	5.	Total Assets	72727596.00	72727596.00
	6.	Total Liabilities	28734500.00	28734500.00
	7.	Net Worth	43993095.99	43993095.99
	8.	Any other financial item(s) (as felt appropriate by the management)		

### Audit Qualification (each audit qualification separately):

- a. Details of Audit Qualification: N.A.
- **b.** Type of Audit Qualification: N.A.
- **c.** Frequency of qualification: N.A.
- d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: N.A.
- e. For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.
  - (i) Management's estimation on the impact of audit qualification:
  - (ii) If management is unable to estimate the impact, reasons for the same:
  - (iii) Auditors' Comments on (i) or (ii) above

### III.

### **Signatories:**

- Director:
  - Sd/-

**Pintu Ambalal Patel** 

Statutory Auditor

Sd/-

**Gaurang Vora** 

Place: Ahmedabad Date: 30.05.2018

### **ATTENDANCE SLIP**

I/We	R/o
hereby record my/our presence at the A	nnual General Meeting of the Company or
Saturday, 27th day of August, 2018 at	02.00 P.M at B/7, 'B' WING, 5TH FLOOR
AJANTA COMMERCIAL CENTER INCO	ME TAX, ASHRAM ROAD, AHMEDABAI
380009	
DPID *:	Folio No.:
Client Id *:	No. of Shares:
* A1:1-1 - C : 1 - 1 - 1 - 1 - 1 :	1

Signature of shareholder(s)/proxy

### Note:

- 1. Please fill this attendance slip and hand it over at the entrance of the hall.
- 2. Please complete the Folio / DP ID-Client ID No. and name, sign this Attendance Slip and hand it over at the Attendance Verification Counter at the ENTRANCE OF THE MEETING HALL.
- 3. Electronic copy of the Annual Report for 2018 and Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form is being sent to all the members whose email address is registered with the Company/ Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can print copy of this Attendance Slip.
- 4. Physical copy of the Annual Report for 2018 and Notice of the Annual General Meeting along with Attendance Slip and Proxy Form is sent in the permitted mode(s) to all members whose email is not registered or have requested for a hard copy.

<sup>\*</sup> Applicable for investors holding shares in electronic form.

### **Proxy form**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: **L67120GJ1982PLC086450** 

Name of the Company: KANUNGO FINANCIERS LTD

Registered office: B/7, 'B' WING, 5TH FLOOR, AJANTA COMMERCIAL CENTER INCOME TAX, ASHRAM ROAD, AHMEDABAD 380009

NAME OF THE MEMBER(S):
REGISTERED ADDRESS:
E-MAIL ID:
FOLIO NO/ CLIENT ID:
I/ We being the member of, holdingshares, hereby appoint
1. Name:
Address:
E-mail Id:
Signature:, or failing him
2. Name:
Address:
E-mail Id:
Signature:,
as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at

Resolution No.

- 1) To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2018 and Balance sheet as at that date together with Directors Report and Auditors Report thereon
- 2) Regularize the appointment of Mr. Chirag Kirtikumar Shah as a Director of the company.

Affix
Revenue of
Stamp

3) To appoint Mr. Chirag Kirtikumar Shah as a Wholetime Director the company.

- 4) Regularize the appointment of Ms. Neetaben Umeshchandra Talsania as a Director of the company.
- 5) Regularize the appointment of Mr. Nrupesh Panchal as a Director of the company.
- 6) Regularize the appointment of Ms. Pina Shah as a Director of the company.

Signed this ..... day of..... 2018

Signature of Shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.