

Agarwal Sanganeria & Co.

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of
BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED

We have audited the accompanying financial statements of **BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

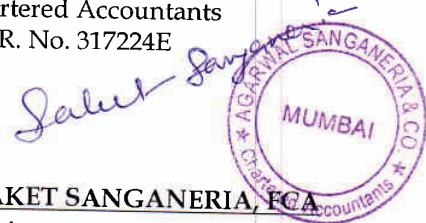
As required by the Companies (Auditor's Report) Order, 2017 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we enclose in the Annexure a statement on the matters specified in paragraph 3 and 4 of the said Order.

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



- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
- c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards Specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) In our opinion there are no observations or comments on the financial transactions, which may have an adverse effect on the functioning of the Company.
- f) Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of section 143 of the companies Act, 2013 ("the Act")- is enclosed as an annexure to this report.
- g) on the basis of written representations received from the directors, as on March 31, 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of sub-section (2) of section 164 of the Act.
- 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 litigations on its financial position in its financial statements
 - ii. There no material foreseeable losses for which provision is required by law or accounting standard, including losses in respect to derivative contracts.
 - iii. There has been no instance or circumstance wherein the company was required to transfer any sum of money to the Investor Education and Protection Fund.

For AGARWAL SANGANERIA & CO.
Chartered Accountants
F. R. No. 317224E



SAKET SANGANERIA, FCA
Partner
C.A. M No. 300679

Place: Mumbai
Date: 04th September, 2018

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

[Referred to the Independent Auditor's Report to the members of **BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED**]

The Annexure referred to in the Independent auditor's report to the members of **BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED** for the year ended as on March 31, 2018. We report that: -

(i) **Fixed Assets**

(a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The management at reasonable intervals has physically verified the Fixed Assets and as such there was no material discrepancies noticed at the time of verification.

(c) The title deeds of immoveable properties are held in the name of the company.

(ii) **Inventories**

The company is not carrying on any trading or manufacturing activity. Accordingly, clause 3(ii) of the Companies (Auditors Report) Order, 2015 is not applicable to the company.

(iii) **Granting of Loans to certain Parties**

(a) The company has granted unsecured loan to two companies covered in the register maintained u/s. 189 of the Companies Act, 2013. The maximum amount outstanding during the year is Rs.2,28,30,000/- and the year-end balance of loans granted to the these companies was Rs. 2,28,30,000/-.

(b) The loan granted is interest free and the repayment of the principal amount is generally regular.

(c) The reasonable steps have been taken by the company for recovery of the principal amount of the loans granted.

(iv) The company has not given any loans, investments guarantees, and security.

(v) **Acceptance of Deposits**

In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.

(vi) **Maintenance of Cost Records**

Maintenance of cost records has not been prescribed by the Central Government under of sub-section (1) of section 148 of the Companies Act, 2013 for any product of the company.

(vii) **Deposit of Statutory Dues**

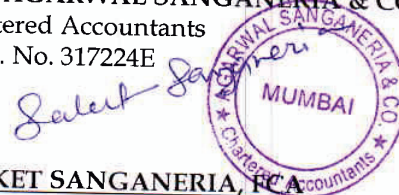
(a) As per the records verified by us, the Company is generally regular in depositing statutory dues involving Income Tax, Provident Fund, Employees State Insurance, Sales Tax, Service tax, Cess and other applicable statutory dues with the appropriate authorities. Also, scrutiny of the records revealed no dues in respect of Investor Education and Protection Fund, and Wealth Tax. There were no undisputed statutory dues remaining outstanding as



on 31st March 2018 for a period of more than six months from the date they become payable.

- (b) According to the information and explanation given to us by the company, there are no cases of non-deposit of disputed dues of Sales Tax, Income Tax, Custom Tax, Wealth Tax, Service Tax, Excise Duty and Cess with appropriate authorities.
- (c) According to the information and explanations given to us no amount was required to be transferred to the Investor Education and Protection Fund in accordance with relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under.
- (viii) Based on the records maintained, we are of the opinion that the Company has not defaulted in repayments of the dues to the Banks or financial institutions. The Company has not issued any debentures nor borrowed from any Government.
- (ix) The company has not raised moneys by way of initial public offer or further public offer (including debt instrument). The Company has applied the term loans for the purpose for which the loans were obtained.
- (x) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to information and explanations given to us no material fraud on or by the Company has been noticed or reported during the course of our audit.
- (xi) Since the company is a private limited company thus the provisions of section 197 read with Schedule V to the Companies Act, 2013 is not applicable.
- (xii) The company is not a Nidhi Company hence this clause is not applicable.
- (xiii) Based upon the audit procedures performed and according to the information and explanations given to us, All transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial statements etc. as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment or private placement of share or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into non-cash transactions with the directors or person connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For AGARWAL SANGANERIA & CO.
Chartered Accountants
F. R. No. 317224E



SAKET SANGANERIA, FCA
Partner
C.A. M No. 300679

Place: Mumbai
Date: 4th September 2018

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

[Referred to the Independent Auditor's Report to the members of **BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED**]

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

We have audited the internal financial controls over financial reporting of **BATLIVALA & KARANI SECURITIES INDIA PRIVATE LIMITED** ('the Company') as of 31st March 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence I/we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

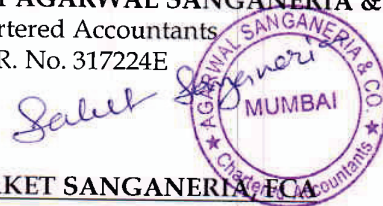
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2018, based on internal control over financial reporting criteria established by the company considering the essential components of the internal control stated in the Guidance note on the Audit of the Internal Financial Control over Financial Reporting issued by ICAI.

For AGARWAL SANGANERIA & CO.
Chartered Accountants
F. R. No. 317224E



SAKET SANGANERIA, FCA
Partner
C.A. M No. 300679

Place: Mumbai
Date: 4th September 2018

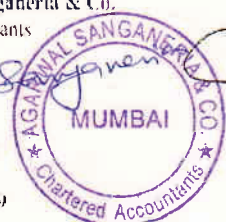
Bathivala & Karani Securities India Pvt Ltd
CIN: U67120WB1998PTC087160
Balance Sheet as at 31 March, 2018

Particulars	Note No.	As at 31 March, 2018	As at 31 March, 2017
		₹	₹
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3	26,10,79,410	26,10,79,410
(b) Reserves and Surplus	4	43,60,34,635	31,61,64,297
		69,71,14,045	57,72,43,707
2 Non-Current Liabilities			
(a) Long-Term Borrowings	5	8,26,899	-
(b) Deferred Tax Liabilities (Net)	6	-	31,523
(c) Long-Term Provisions	7	38,56,130	99,72,724
		46,83,029	1,00,04,247
3 Current Liabilities			
(a) Short-Term Borrowings	8	35,168	-
(b) Trade Payables	9	7,36,00,570	2,99,30,940
(c) Other Current Liabilities	10	7,01,98,966	7,08,85,213
(d) Short-Term Provisions	11	55,06,514	46,55,387
		14,93,41,219	10,54,71,541
TOTAL		85,11,38,292	69,27,19,494
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets	12		
(i) Tangible Assets	(a)	3,74,45,015	3,34,13,839
(ii) Intangible Assets	(b)	46,80,010	16,38,554
		4,21,25,025	3,50,52,393
(b) Non-Current Investments	13	27,78,71,043	28,18,18,013
(c) Long-Term Loans and Advances	14	11,92,19,068	9,80,58,656
(d) Other Non-Current Assets	15	10,93,583	79,95,663
(e) Deferred Tax Assets	6	4,05,728	-
		39,85,89,422	38,78,72,333
2 Current assets			
(a) Current Investments	16	10,08,49,007	1,02,44,455
(b) Trade Receivables	17	9,00,97,269	4,52,11,712
(c) Cash and Bank Balances	18	6,65,68,244	8,75,33,339
(d) Short-Term Loans and Advances	19	1,55,59,923	1,43,83,157
(e) Other Current Assets	20	13,73,49,402	11,24,22,106
		41,04,23,844	26,97,94,768
TOTAL		85,11,38,292	69,27,19,494
See accompanying notes forming part of the financial statements	1-40		

In terms of our report attached,

For Agarwal Sangneria & Co.,
Chartered Accountants
FRN: 317224E

Saket Sangneria
Partner
Memb No. 300679



For and on behalf of the Board of Directors
For Bathivala & Karani Securities India Pvt Ltd.

Manoj Murarka
Director
(DIN: 00049046)

Jitendra Soni
Director
(DIN: 05180177)

Omrakash Tripathy
Company Secretary

Place : Mumbai
Date : 04th September, 2018

Place : Mumbai
Date : 04th September, 2018

Batliwala & Karani Securities India Pvt Ltd				
CIN: U67120WD1998PTC087160				
Statement of Profit and Loss for the year ended 31 March, 2018				
Particulars		Note No.	For the year ended 31 March, 2018	For the year ended 31 March, 2017
			₹	₹
A	CONTINUING OPERATIONS			
1	Revenue From Operations	21	82,84,88,872	69,05,49,529
2	Other Income	22	3,98,51,972	1,48,91,870
3	Total Revenue (1+2)		86,83,40,844	70,54,41,399
4	Expenses			
	(a) Employee Benefits Expense	23	39,75,52,152	36,43,75,042
	(b) Finance Costs	24	37,18,194	40,14,345
	(c) Depreciation and Amortisation expense	12	1,00,60,871	79,57,374
	(d) Other Expenses	25	29,03,35,708	26,59,80,996
	Total Expenses		70,16,66,925	64,23,27,757
5	Profit before exceptional and extraordinary items and tax (3 - 4)		16,66,73,919	6,31,13,642
6	Exceptional Items			-
7	Profit Before Tax (5 + 6)		16,66,73,919	6,31,13,642
8	Tax Expense:			
	(a) Earlier year Taxation		95,902	-
	(b) Current Taxation-Normal Tax		4,71,44,929	1,73,99,027
	(c) Deferred Tax		(4,37,250)	(33,06,660)
			4,68,03,581	1,40,92,367
9	Profit from continuing operations (7 + 8)		11,98,70,338	4,90,21,275
10	Earnings Per Share (of 10/- each):			
	(a) Basic & Diluted	26	4.59	1.88
See accompanying notes forming part of the financial statements		1-40		

In terms of our report attached,
For Agarwal Sangneria & Co.
Chartered Accountants
FRN: 317224E

Saket Sangneria
Partner
Mem. No. 300679



For and on behalf of the Board of Directors

Manoj Murarka

Manoj Murarka
Director
(DIN: 00049046)

Jilendra Soni

Jilendra Soni
Director
(DIN: 05180177)

Omprakash Tripathy

Omprakash Tripathy
Company Secretary

Place : Mumbai
Date : 04th September, 2018

Place : Mumbai
Date: 04th September, 2018

Batlivala & Karani Securities India Pvt. Ltd.
CIN: U67120WB1998PTC087160
Cash Flow Statement for the year ended 31 March, 2018

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		16,66,73,919		6,31,13,642
<i>Adjustments for:</i>				
Depreciation and amortisation	1,00,60,871		79,57,374	
Provision for past Gratuity liability	-		(81,99,840)	
Finance costs	37,18,194		40,14,345	
Interest income	(83,67,219)		(78,34,941)	
Dividend income	(5,27,464)		(2,39,960)	
Net (gain) / loss on sale of Long Term investments	(60,72,017)		(12,91,666)	
Profit on sale of Fixed Assets	(3,14,951)		-	
Net (gain) on sale of Short Term investments	(2,45,69,555)		(54,97,800)	
Provision for current year taxation	(4,72,40,831)		(1,73,99,027)	
		(7,33,12,972)		(2,84,91,515)
Operating profit / (loss) before working capital changes				
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Trade receivables	(4,48,85,557)		(1,37,42,535)	
Short-term loans and advances	(11,76,766)		(36,38,450)	
Long-term loans and advances	2,82,62,089		84,77,847	
Other current assets	(2,49,27,296)		2,73,025	
Other non-current assets	69,02,080		69,53,120	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	4,36,69,630		1,50,01,876	
Other current liabilities	(6,86,247)		1,72,22,917	
Short-term provisions	8,51,127		(33,44,613)	
Long-term provisions	(61,16,594)		80,33,797	
		18,92,466		3,52,36,986
Cash flow from extraordinary items		-		-
Cash generated from operations		9,52,53,413		6,98,59,113
Net income tax paid		(4,94,22,502)		(23,01,808)
		4,58,30,912		6,75,57,305
Net cash flow from / (used in) operating activities (A)		4,58,30,912		6,75,57,305



Batlivala & Karani Securities India Pvt. Ltd. Cash Flow Statement for the year ended 31 March, 2018 (Contd.)				
Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
	₹	₹	₹	₹
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(1,79,16,204)		(95,72,933)	
Proceeds from sale of fixed assets	10,97,651		-	
Bank balances not considered as Cash and cash equivalents				
- Matured				
Current investments not considered as Cash and cash equivalents				
- Purchased	(81,64,56,234)		(36,05,75,890)	
- Proceeds from sale	76,29,97,799		35,58,29,235	
Purchase of long-term investments				
- Subsidiaries				
- Others	(24,10,000)		(50,00,000)	
Proceeds from sale of long-term investments				
- Subsidiaries				
- Associates				
- Others	82,54,541		39,16,813	
Purchase of long-term investments				
- Others	(84,02,114)		(58,26,621)	
Interest received				
- Others	83,67,219		78,34,941	
Dividend received				
- Others	5,27,464		2,39,960	
Cash flow from extraordinary items		(6,39,39,879)		(1,31,54,495)
Net cash flow from / (used in) investing activities (B)		(6,39,39,879)		(1,31,54,495)



Bathivala & Karani Securities India Pvt Ltd
Cash Flow Statement for the year ended 31 March, 2018

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
	₹	₹	₹	₹
C: Cash flow from financing activities				
Repayment of long-term borrowings	8,26,899		(48,00,000)	
Proceeds/(Repayment) from other short-term borrowings	35,168		-	
Finance cost	(37,18,194)		(40,14,345)	
		(28,56,127)		(88,14,345)
Cash flow from extraordinary items		-		-
Net cash flow from / (used in) financing activities (C)		(28,56,127)		(88,14,345)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(2,09,65,095)		4,55,88,466
Cash and cash equivalents at the beginning of the year		8,75,33,339		4,19,44,873
Cash and cash equivalents at the end of the year		6,65,68,244		8,75,33,339
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note no 18)		6,65,68,244		8,75,33,339
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements				
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 1b		6,65,68,244		8,75,33,339
Add: Current investments considered as part of Cash and cash equivalents		-		-
Cash and cash equivalents at the end of the year *		6,65,68,244		8,75,33,339
* Comprises:				
(a) Cash on hand	28,54,091		17,23,431	
(b) Balances with banks				
In current accounts	6,37,14,154		8,58,09,908	
		6,65,68,244		8,75,33,339

Notes:

- (i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discontinuing operations.
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

See accompanying notes forming part of the financial statements
In terms of our report attached.

For Agarwal Sangneria & Co.
Chartered Accountants
FRN: 317224E

Saket Sangneria
Partner
Memb. No. 300679



For and on behalf of the Board of Directors
Bathivala & Karani Securities India Pvt Ltd.

Manoj Murarka
Director
(DIN: 00019016)

Jitendra Soni
Director
(DIN: 05180177)

Omprakash Tripathy
Company Secretary
Place : Mumbai
Date : 04th September, 2018

Place : Mumbai
Date : 04th September, 2018

Batlivala & Karani Securities India Pvt. Ltd.
Notes forming part of the financial statements

Note 1 Corporate Information

Batlivala & Karani Securities India Pvt. Ltd. was incorporated on May 19, 1998 and engaged in Stock broking, Merchant Banking, Mutual Fund distribution and Investment Advisory services besides holding investment in Subsidiaries and Associates. The group business consists of financial services, distribution of financial products and insurance business carried out by separate subsidiaries & associates.

Note 2 Significant accounting policies

a) Basis of Preparation of Financial Statements

(i) The accompanying financial statements are prepared under historical cost conventions in accordance with the generally accepted accounting principles, provisions of the Companies Act 2013 and the applicable accounting standards referred to under section 133 of the Companies Act 2013 as issued by The Institute of Chartered Accountants of India from time to time. The disclosures are made in accordance with the requirements of Schedule III of the Companies Act 2013 and the Indian Accounting Standards as applicable to the company.

(ii) The Company is following mercantile system of accounting and recognizes Income & Expenditure on Accrual basis except for Dividend Income, Bonus, and other retirement benefits to employees etc. which are accounted on cash basis.

b) Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of the revenues and expenses during the period. Differences between actual and estimates are recognized in the period in which the result are known or are materialised.

c) Investments

Investments are classified into Current investments and long- term investments.

i) Long-term Investments have been accounted at cost. Provision for diminution in value of investment is made only if the decline in the value of investment is permanent in nature.

ii) Current Investments are stated at lower of cost or net realizable value.

d) Tangible Fixed Assets

Tangible Fixed Assets have been stated at actual cost of acquisition or constructions, including incidental expenses. They are stated at historical cost. Actual cost is inclusive of installation cost, freight, duties, taxes, financing cost and other incidental expenses but net of Cenvat/GST.

e) Impairment of Assets

The Company, at each balance sheet date, assesses whether there is any indication of impairment of any assets and/or cash generating unit. If such indication exists, assets are impaired by comparing carrying amount of each assets and/or cash generating units to the recoverable amount being higher of the net selling price or value in use. Value in use are determined from the present value of the estimated future cash flows from the continuing use of the assets.

f) Intangible Assets & Amortization

(i) Intangible Assets are stated at cost of acquisition less amortization.

(ii) These intangible assets are amortized as below:

Stock Exchange Membership Card : 10 Years

Computer Software : 3 Years

Website: 5 Years



g) Depreciation

(i) Tangible Assets are carried at cost of acquisition less accumulated depreciation and accumulated impairment loss, if any. Subsequent expenditure related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Depreciation is provided on tangible asset on a straight line basis over the estimated useful life of the asset or as prescribed in Schedule II to the Companies Act, 2013.

Management's estimates of the useful lives of certain assets are as follows:

- a. Air Conditioners: 15 years
- b. Electrical Appliances: 15 years
- c. Furniture and Fixtures: 15 years
- d. Art and Paintings: 15 years

For the above class of assets, based on internal assessment, management believes that the useful lives as given above best represents the period over which the asset would be used.

(ii) Individual Assets costing less than Rs.5,000/- have been depreciated in full in the year of purchase.

h) Retirement Benefits

(i) Gratuity:

Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation made at the end of each financial year. However, the company through its Trust has taken a policy with LIC to cover the gratuity liability of the employees. The difference between the actuarial valuation of the gratuity of employees at the year-end and the balance of funds with LIC is provided for as liability in the books.

(ii) Provident Fund:

The Company's contribution towards Provident Fund and Pension Fund is charged against revenue on accrual basis.

(iii) Leave Encashment:

Company does not extend the benefit of leave encashment to its employees while in service as well as on retirement from service of the company.

i) Revenue Recognition

All revenues including interest are recognised on accrual basis except Dividend income, which is recognized on cash basis.

j) Miscellaneous Expenditure

Miscellaneous expenditure represents only deferred revenue expenses.

(i) Deferred revenue expenditure is written off over the period of benefit, whenever the exact period of benefit can be determined. Other deferred revenue expenditures, where period of benefit cannot be exactly determined, are written off over a period of 5 to 10 years.



k) Provisions & Contingences

(i) The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which likelihood of outflow of resources is remote, no provision or disclosure is made.

(ii) Provisions are reviewed at each balance sheet date and adjust to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

(iii) Contingent Assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the assets and related income are recognised in the period in which the change occurs.

l) Taxes on Income

i) **Current Tax:** - Provision for Current Tax is computed as per the provision of the Income Tax Act, 1961.

(ii) **Deferred Tax:-** Deferred tax is recognized in accordance with Accounting standard 22 on "Accounting for Taxes on income" issued by, The Institute of chartered Accountants of India. Tax expenses comprise of both current and deferred tax. Current tax is measured at the amount expected to be paid to or recovered from the tax authorities using the applicable tax rates. Deferred tax asset and liabilities are recognised for future tax consequences attributable to timing differences between taxable income and accounting income that are capable of reversal in one or more subsequent periods and are measured using relevant enacted tax rates.

(iii) **MAT Credit Entitlement :-** Minimum Alternative tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the company will pay normal income tax during the specified period.

m) Earning Per Share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard-20 Earnings per share prescribed by the Companies (Accounting Standards) Rules, 2006. Basic earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax by weighted average number of equity shares and dilutive potential equity shares outstanding during the year.



n) Foreign Exchange Transactions

i) Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of transaction. All monetary items, which comprises of Monetary Assets and Monetary Liabilities are translated at the year end at the closing rates prevailing on the last day of the year. Any foreign exchange gain or loss arising from the settlement of transaction or translation of monetary items at the year end is recognized as income and expense, as the case may be, for the year.

ii) Non – monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non – monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

o) Leases

i) Finance Leases, which effectively transfer to the company substantially all the risk and benefits incidental to ownership of the leased items, are capitalized at the lower of the fair value or present value of the minimum Lease payments at the inception of the lease term and disclosed as leased assets.

ii) Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income.

iii) Lease management fees, legal charges and other initial direct cost are capitalized.

iv) If there is no reasonable certainty that the company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the assets or the lease term.

v) Leases where the lessor effectively retains substantially all the risk and benefits of ownership of the leased term, are classified as operating leases. Operating Lease payments are recognised as expenses in the Profit & Loss Account on a straight-line basis over the lease term.

p) CENVAT

i) Cenvat benefit is accounted by reducing the purchase cost of Services and Fixed Assets for which Cenvat credit is available as per the Cenvat Credit Rules as amended from time to time.

ii) Cenvat Credit is availed only on payment basis and is adjusted against the Service Tax liability. No Cenvat is availed where payment is outstanding.

iii) The credit of Cenvat, which is not availed in the current financial year is carried forward and availed in the subsequent year.

Q) Cash & Cash Equivalents

Cash and cash equivalents includes cash on hand, balances with bank in current account (other than earmarked), fixed Deposits with bank (free from any encumbrances), cheques on hand and balances in foreign currency and prepaid cards.

R) Segments

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the company. Revenue, expenses, assets and liabilities are identified to segments on the basis of their relationship to the operating activities of the segments. Revenue, expenses, assets and liabilities which relates to the company as a whole and are not allocable to segments on a reasonable basis, are included under "unallocated".



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 3 Share capital

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares	₹	Number of shares	₹
(a) Authorised Equity shares of Rs. 10 each	5,00,00,000	50,00,00,000	5,00,00,000	50,00,00,000
(b) Issued, Subscribed and Paid-Up Equity shares of Rs. 10 each fully paid	2,61,07,941	26,10,79,410	2,61,07,941	26,10,79,410
Total	2,61,07,941	26,10,79,410	2,61,07,941	26,10,79,410

i) Reconciliation of no. of shares outstanding at the beginning and end of the year

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares	₹	Number of shares	₹
Shares outstanding at the beginning of the period	2,61,07,941	26,10,79,410	2,61,07,941	26,10,79,410
Add: Shares issued during the period				
Less: Shares bought back during the period				
Shares outstanding at the end of the period	2,61,07,941	26,10,79,410	2,61,07,941	26,10,79,410

ii) Rights, preferences and restriction attached to equity shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each shareholder is entitled to one vote per share held. No dividend has been proposed by the board of directors for the year.

iii) Shares in the company held by the holding company

The company is not a subsidiary to any other company.

iv) Shares in the Company held by shareholders holding more than 5% of the aggregate equity shares in the Company

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares	% of Holding	Number of shares	% of Holding
Mr. Manoj Murarka	1,33,15,004	51.00%	1,33,15,002	51.00%
Batlivala & Karani Resources Management Pvt Ltd.	1,27,92,936	49.00%	1,27,92,936	49.00%

v) Shares issued for consideration other than cash

There have been no shares issued in the previous 5 years which are for a consideration other than cash.



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 4 Reserves and surplus

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
(a) Securities premium account		
Opening balance		
Add : Premium on shares issued during the year	12,36,20,575	12,36,20,575
Less : Utilised during the year	-	-
Closing balance	12,36,20,575	12,36,20,575
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance		
Add: Profit / (Loss) for the year	19,25,43,722	15,17,22,287
Less:-Unfunded portion of Gratuity Obligation (Previous years)	11,98,70,338	4,90,21,275
Closing balance	-	81,99,840
	31,24,14,060	19,25,43,722
Total (a+b)	43,60,34,635	31,61,64,297

Note 5 Long-term borrowings

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
(a) Term loans		
Secured:		
Term Loan from Axis Bank ~	8,26,899	-
(a) Loans and advances from related parties	8,26,899	-
Unsecured:		
Loan from subsidiary companies	-	-
Other loans and advances		
Unsecured:		
Others	-	-
	-	-
Total	8,26,899	-

~ The company availed Motor Vehicle (Secured loan) from Axis bank@8.36% for thirty six month and outstanding amount of Rs. 14.87 lakh, in which principal amount due of Rs. 6.57 lakh is within one year.

Note 6 Accounting for Taxes on Income

Particulars,	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Deferred tax (liability) / asset		
Tax effect of items constituting deferred tax liability		
Depreciation on Fixed Assets	(11,491)	(57,626)
On expenditure deferred in the books but allowable for tax purposes	23,05,949	49,25,641
Tax effect of items constituting deferred tax liability (A)	22,94,459	48,68,015
Tax effect of items constituting deferred tax assets		
Provision for compensated absences, gratuity and other employee benefits	27,00,187	48,36,492
Tax effect of items constituting deferred tax assets (B)	27,00,187	48,36,492
Net deferred tax liability / (asset) (A-B)	(4,05,728)	31,523

Note 7 Long-term provisions

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Provision for employee benefits:		
Provisions for Gratuity	38,56,130	99,72,724
	38,56,130	99,72,724



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 8 Short-Term Borrowings

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Secured		
*From Axis Bank	35,168	-
	35,168	-

* Secured by way of working capital facility and repayable on demand and carry interest rate.

Note 9 Trade payable

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Trade payables:		
Acceptances	7,36,00,570	2,99,30,940
	7,36,00,570	2,99,30,940

Disclosure required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:-

There are no amounts payable to any Micro, Small & Medium Enterprises as defined under the MSMED Act, 2006 and Identified by the Management from the information available with the Company and relied upon by the Auditor.

Note 10 Other current liabilities

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
(a) Current maturities of long-term debt		
Term loan from Axis Bank ~	6,56,815	-
(b) Other payables		
(i) Statutory Remittances	3,11,82,858	2,65,10,558
(ii) Creditors for Expenses	3,76,75,535	4,36,90,897
(iii) Creditors for Capital Investment/Advance money received	6,83,758	6,83,758
	7,01,98,966	7,08,85,213

~ The company availed Motor Vehicle (Secured loan) from Axis bank @ 8.36% for thirty six month and outstanding amount of Rs. 14.87 lakh, in which principal amount due of Rs. 6.57 lakh is within one year.

Note 11 Short-term provisions

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Provision - Others:		
Provision for Gratuity (net) (Refer Note 33(ii))	55,06,514	46,55,387
Total	55,06,514	46,55,387



Ballivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 12 Fixed assets

Sr No.	DESCRIPTION	Rate of Dep. %	Gross Block			Accumulated Depreciation			Net Block		
			As At 1st April, 2017	Addition during the year	Deduction/Adjustment during the year	As At 31st March, 2018	Upto 1st April, 2017	For the year	Upto 31st March, 2018	As At 31st March, 2018	As At 31st March, 2017
1	Fiat	1.63	16,12,040	-	-	16,12,040	3,66,836	25,886	3,92,722	12,19,318	12,45,204
2	Office Equipments	6.33	2,98,56,788	2,48,893	-	3,01,05,680	2,52,12,471	10,93,830	2,63,06,301	37,99,380	46,44,317
3	Office Equipments	100.00	5,64,655	-	-	5,64,655	5,64,655	-	5,64,655	-	-
4	Furniture & Fixtures	6.33	1,30,83,805	-	-	1,30,83,805	90,05,725	7,99,435	98,05,160	32,78,645	40,78,080
5	Furniture & Fixtures	100.00	88,044	-	-	88,044	88,044	-	88,044	-	-
6	Electrical Appliances	4.75	66,77,206	2,44,210	-	69,21,416	41,67,154	4,63,350	46,30,504	22,90,913	25,10,052
7	Electrical Appliances	100.00	18,31,866	-	-	18,31,866	18,31,866	-	18,31,866	-	-
8	Computer Equipments	16.21	3,39,36,070	86,04,845	-	4,25,40,915	2,65,84,739	33,08,809	2,98,93,548	1,26,47,366	73,51,330
9	Computer Equipments	100.00	4,30,301	-	-	4,30,301	4,30,301	-	4,30,301	-	-
10	Vehicles	9.50	1,53,11,863	34,94,842	47,87,614	1,40,19,091	93,25,578	16,82,962	70,03,627	70,15,464	59,86,285
11	Air Conditioner	4.75	62,62,063	6,38,557	-	69,00,620	38,60,335	3,71,383	42,31,718	26,68,902	24,01,728
12	Art & Paintings	6.33	1,07,43,692	-	-	1,07,43,692	55,46,849	6,71,815	62,18,664	45,25,027	51,96,843
	Sub-Total (A)		12,03,98,393	1,32,31,547	47,87,614	12,88,42,126	8,69,84,554	84,17,470	9,13,97,110	3,74,45,015	3,34,13,839
	Previous Year		11,15,53,460	88,44,933	-	12,03,98,393	7,96,80,894	73,03,659	8,69,84,554	3,34,13,839	-
Sr No.	DESCRIPTION	Rate of Dep. %	Gross Block			Accumulated Amortisation			Net Block		
			As At 1st April, 2017	Addition during the year	Deduction/Adjustment during the year	As At 31st March, 2018	Upto 1st April, 2017	For the year	Upto 31st March, 2018	As At 31st March, 2018	As At 31st March, 2017
1	Stock Exchange Membership Card		95,00,000	-	-	95,00,000	95,00,000	-	95,00,000	-	-
2	Computer Software		56,36,304	46,84,857	-	1,03,21,161	40,56,587	16,27,726	56,84,313	46,36,848	15,79,717
3	Website		82,500	-	-	82,500	23,663	15,675	39,338	43,162	58,837
	Sub-Total (B)		1,52,18,804	46,84,857	-	1,99,03,661	1,35,80,250	16,43,401	1,52,23,651	46,80,010	16,38,554
	Previous Year		1,44,90,804	7,28,000	-	1,52,18,804	1,29,26,535	6,53,715	1,35,80,250	16,38,554	-
	Grand Total (A+B)		13,56,17,196	1,79,16,204	47,87,614	14,87,45,786	10,05,64,803	1,00,60,871	10,66,20,761	4,21,25,025	3,50,52,393
	Previous Year		12,60,44,264	95,72,933	-	13,56,17,197	9,26,07,429	79,57,374	10,05,64,804	3,50,52,393	-



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 13 Non-current investments

Particulars	As at 31 March, 2018	As at 31 March, 2017
Investments (At cost):	₹	₹
Investment in equity instruments		
A) Quoted		
Nil (P.Y.: 9,000) Equity Shares of Rs. 1/- each in Hindustan Unilever Ltd.	-	45,97,002
Nil (P.Y.: 1100) Equity Shares of Rs. 10/- each in NTPC Ltd.	-	1,62,082
Total Amount (A)	-	47,59,084
B) Unquoted		
Subsidiaries		
5,00,000 (P.Y.: 5,00,000) Equity Shares of SGD 1/- each in B & K Securities Pte Ltd, Singapore	1,41,29,315	1,41,29,315
1,80,000 (P.Y.: 1,50,000) Equity Shares of GBP 1/- each in B & K Securities Ltd. U.K.	1,58,31,717	1,31,97,110
37,05,000 (P.Y.: 37,05,000) Equity Shares of Rs.10/- each in Neem Tree Insurance Broking & Advisory Private Limited	4,90,50,000	4,90,50,000
1,02,510 (P.Y.: 1,02,510) Equity Shares of Rs.10/- each in Krypton Intra Private Limited	1,09,71,987	1,09,71,987
8,04,900 (P.Y.: 8,04,900) Equity Shares of Rs. 10/- each in Maximus Investment Advisory Private Limited	80,49,000	80,49,000
1,84,500 (P.Y.: 1,84,500) Equity Shares of Rs. 10/- each in Panna & Prajna Art Advisory Pvt Ltd	18,45,000	18,45,000
Total Amount (B)	9,98,77,019	9,72,42,412
2) Others		
11,54,285 (P.Y.:11,54,285) Equity Shares of Rs. 10/- each in Sankalp Retail Value Stores Private Limited	30,97,142	30,97,142
2850 (P.Y.: 2850) Equity Shares of Rs. 10/- each in Vinhar Solutions Pvt. Ltd.	1,28,25,000	1,28,25,000
29,20,290 (P.Y.: 29,20,290) Equity Shares of Rs. 10/- each in M.M. Murarka Share & Securities Pvt. Ltd.	10,42,05,500	10,42,05,500
2,36,556 (P.Y.: 2,36,556) Equity Shares of Rs. 10/- each in Batlivala & Karani Capital Pvt. Ltd.	1,06,45,000	1,06,45,000
5,95,786 (P.Y.: 5,95,786) Equity Shares of Rs. 10/- each in Batlivala & Karani Resources Management Pvt Ltd	4,18,03,875	4,18,03,875
Nil (P.Y.:5,00,000) Equity Shares of Rs. 10/- each in Mindrescent Wellness Ventures Pvt Ltd	-	50,00,000
165 (P.Y.:Nil) Equity Shares of Rs. 10/- each in Third Watch	7,67,442	-
165 (P.Y.:Nil) Equity Shares of Rs. 10/- each in Third Watch	65	-
Total Amount (C)	17,33,44,024	17,75,76,517



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Investment in MF instruments		
Quoted		
648.90 (P.Y.:60.684) Mutual Fund Units of Rs 4239.94/- each in Reliance Liquid fund Treasury Plan	26,50,000	2,40,000
2,00,000/- (P.Y.:2,00,000) Mutual Fund Units of Rs10/- each in HDFC Charity fund	20,00,000	20,00,000
Total Amount (C)	46,50,000	22,40,000
Total Investment Amount (A+B+C+D)	27,78,71,043	28,18,18,013

Note:

Aggregate Market Value of Quoted Investments as on 31st March-2018

Market value of Rs. Nil (P.Y. of Rs. 1,06,16,055/-)

Aggregate cost of Unquoted Investment-Subsidiaries as on 31st March-2018

Book Value of Rs 9,72,42,412/- (P.Y. of Rs. 9,72,42,412/-)

Aggregate cost of Unquoted Investment-Others as on 31st March-2018

Book Value of Rs. 17,33,44,024/- (P.Y. of Rs. 17,75,76,517/-)

Aggregate Market Value of Quoted Investment-MF as on 31st March-2018

Market Value of Rs. 47,57,080/- (P.Y. of Rs. 22,45,155/-)

Note 14 Long-term loans and advances

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Unsecured, considered good		
Security deposits	5,10,41,899	4,97,52,899
Loans and advance to Subsidiaries Company	2,28,30,000	1,66,30,000
Loans and advances to employees	15,40,259	41,26,751
Advance Income tax (net of provisions)	32,57,011	5,99,106
Other loans and advances	4,05,49,900	2,69,49,900
Total	11,92,19,068	9,80,58,656

Note 15 Other non-current assets

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Misc. Expenditure (To the extent not written off)	10,93,583	79,95,663
Total	10,93,583	79,95,663

Note 16 Current investments

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Investments (At cost):		
Quoted		
Investment in quoted equity instruments		
Nil (P.Y: 10,366) Equity Shares of Rs. 10/- of Panasonic Energy India Company Ltd.	-	28,08,403
Nil (P.Y: 34,000) Equity Shares of Rs. 10/- of PPAP Automotive Ltd.	-	74,25,993
Nil (P.Y: 15) Equity Shares of Rs. 10/- of Somany Ceramics Ltd.	-	10,060
23,427 (P.Y. Nil) Equity Shares of Rs. 10/- of Ashai Songwon Colors Ltd.	82,69,403	-
20,300 Equity Shares of Rs. 10/- of Asian Granito India Ltd.	91,82,351	-
5,000 (P.Y: Nil) Equity Shares of Rs. 10/- of Automotive Axles Ltd.	85,50,580	-
41,000 (P.Y: Nil) Equity Shares of Rs. 2/- of Bhusan Steel Ltd.	17,21,904	-
2,03,000 (P.Y: Nil) Equity Shares of Rs. 1/- of Jamna Auto Industries Ltd.	1,48,19,423	-
32,700 (P.Y: Nil) Equity Shares of Rs. 10/- of Jay Bharat Maruti Ltd.	1,68,50,769	-
25,699 (P.Y: Nil) Equity Shares of Rs. 10/- of MM Forging Ltd.	2,39,02,898	-
23,744 (P.Y: Nil) Equity Shares of Rs. 10/- of SAMKRC Pistons & Rings Ltd.	76,87,084	-
1,31,000 (P.Y: Nil) Equity Shares of Rs. 10/- of Sree Ray Alkalies (TGV Sraac Ltd.)	98,64,595	-
Total	10,08,49,007	1,02,44,455

Aggregate Market Value of Quoted Investment

Market value of Rs. 9,39,40,932/- (P.Y. of Rs. 1,07,81,254/-)



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 17 Trade receivables

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Unsecured, considered good		
Outstanding more than six month from the date they are due for payment	12,21,121	-
Other Trade receivables	8,88,76,148	4,52,11,712
Total	9,00,97,269	4,52,11,712

Note 18 Cash and Bank Balances

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Cash & Cash Equivalents		
(a) Cash in hand	28,54,091	17,23,431
(b) Balances with banks		
In current accounts	6,37,14,154	8,58,09,908
	6,65,68,244	8,75,33,339
Total	6,65,68,244	8,75,33,339

Note 19 Short-term loans and advances

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Unsecured, considered good		
Prepaid expenses	51,94,673	56,42,009
Balances with government authorities		
GST Credit Receivable	23,28,735	6,12,746
Wealth Tax	-	-
Loans and advances to employees	35,90,996	-
Others advances	32,94,355	54,93,795
Share Application Money Pending for Allotment	11,51,163	26,34,607
Total	1,55,59,923	1,43,83,157

Note 20 Other current assets

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Accruals		
Interest accrued on deposits	61,47,321	56,51,955
Margins for NSE Futures & Options@	4,58,00,000	4,58,00,000
Bank Guarantee for Stock Exchange Margins#	5,35,00,000	5,40,68,069
Fixed Deposit with Axis Bank	2,50,00,000	-
Miscellaneous Expenditure (To the extent to be written off within 12 months)	69,02,081	69,02,082
Total	13,73,49,402	11,24,22,106

@ Includes Fixed Deposit of Rs. 4,58,00,000/- (P.Y. Rs. 4,58,00,000/-) pledged with the NSCCL against Minimum Base Capital and Additional Base Capital.

Includes Deposits of Rs.1,02,50,000/- (P.Y. Rs.1,05,53,707/-) and Fixed Deposit of Rs. 4,32,50,000/- (P.Y: Rs. 4,35,14,362/-) pledged with the Axis Bank for issuing bank guarantee in favour of BSE Ltd. and NSE Ltd. respectively.



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 21 Revenue from operations

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Revenue from Operations		
Brokerage (Equity & Mutual Funds) (Includes TDS of Rs. 4,95,905/- P.Y. 2,73,418/-)	77,84,12,389	64,15,77,584
Brokerage from Merchant Banking (Gross) (Includes TDS of Rs 5,32,275/- P.Y. 3,51,191/-)	61,58,350	42,67,650
Professional Fees Received (Includes TDS of Rs 75,000/- P.Y. 3,94,200/-)	7,50,000	39,42,000
Business Support Service Fees (Export Income)	4,31,68,133	4,07,62,295
Total	82,84,88,872	69,05,49,529

Note 22 Other income

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Interest income (Refer Note (i) below)	83,67,219	78,34,941
Dividend income:		
Dividend from Non-Trade investments	5,27,464	2,39,960
Net gain on sale of:		
Current Investments	2,45,69,555	54,97,800
Long-term Investments	60,72,017	12,91,666
Other Miscellaneous Income	766	27,503
Profit on sale of Motor Car	3,14,951	-
Total	3,98,51,972	1,48,91,870

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Interest income comprises:		
Interest on Fixed Deposits (Gross) (Includes TDS of Rs. 8,36,096/- (P.Y. 7,82,999/-)	83,60,908	78,29,999
Other Interest income	6,311	4,942
Total	83,67,219	78,34,941

Note 23 Employee benefits expense

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Salaries, Bonus & Allowances	37,79,22,562	34,84,25,193
Gratuity & Leave Encashments (Refer note no.34(ii))	90,20,064	64,89,344
Contribution to Employee's Provident Fund (Refer note no.34(i))	46,96,660	45,20,177
Staff Welfare Expenses	59,12,866	49,40,328
Total	39,75,52,152	36,43,75,042

Note 24 Finance cost

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Finance Charges	37,18,194	40,14,345
Total	37,18,194	40,14,345



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 25 Other expenses

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Books and Periodicals	3,53,580	4,34,925
Computer Expenses	53,23,657	28,41,514
Payments to auditors (Refer note 32)	6,06,000	10,99,000
Donation	81,30,451	59,07,353
CSR Expenditure	25,00,000	5,00,000
Electricity Expenses	52,72,022	62,67,532
Insurance Expenses	12,03,252	3,02,291
Professional and Legal Expenses	2,43,36,542	1,98,97,792
Membership and Subscription	2,71,74,034	2,43,91,853
Vehicle Running & Maintenance Expenses	43,61,026	42,51,796
Printing and Stationery	77,30,196	1,16,64,274
Repairs and Maintenance:		
Plant & Machinery	17,40,984	14,60,560
Rented Premises	1,19,22,880	66,08,721
Others	25,78,679	20,26,453
Training & Recruitment Expenses	1,95,80,112	1,18,87,664
Communication Expenses	37,80,397	39,64,579
Travelling & Conveyance Expenses	3,66,78,639	3,67,79,131
Rent, Rates, Taxes	3,62,34,893	3,00,18,169
Sundry Expenses	18,01,745	11,43,842
Business Promotion Expenses	1,78,26,274	1,61,63,518
Exchange Rate Fluctuation (Net)	6,05,093	5,87,433
Deferred Revenue Exp.w/off (Refer note 31)	69,02,081	69,02,082
SEBI Turnover Fees and Interest thereon	11,85,018	11,77,822
Demat Custodial Charges	1,26,485	67,488
Lease Line Charges	25,57,840	26,16,956
VSAT Expenses	1,77,000	1,68,000
Stamp Duty	2,12,26,577	3,86,73,836
STP Charges	1,10,33,360	93,10,052
Transaction Charges	2,18,07,894	1,58,00,029
Stock Exchange General Charges	42,13,406	23,80,547
Stock Broker Indemnity Insurance Expenses	2,05,742	2,44,542
Penalty for DVP's Trade	11,59,848	4,41,243
Total	29,03,35,708	26,59,80,996



Batlivala & Karani Securities India Pvt.Ltd.
Notes forming part of the financial statements

Note 26 Earning Per Share

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Earnings per share		
Basic & Diluted		
Net profit / (loss) for the year from continuing operations	11,98,70,338	4,90,21,275
Net profit / (loss) for the year	11,98,70,338	4,90,21,275
Weighted average number of equity shares	2,61,07,941	2,61,07,941
Par value per share	10.00	10.00
Earnings per share	4.59	1.88

Note 27 Lease Disclosure

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Future minimum lease payments		
not later than one year	69,18,189	72,01,286
later than one year and not later than five years	93,51,161	98,15,507
Total Amount	1,62,69,350	1,70,16,793

The Company has taken various office premises under operating leases at various locations. Lease rents in respect of the same have been charged to Profit & Loss account. The agreements are executed for a period ranging from one to five years with a renewal clause. Some agreements have a clause for a minimum period lock in period. The total minimum lease payments without considering any escalation clause (Excluding amenities) in respect of future minimum lease payments.

Note 28 Contingent liabilities and commitments (to the extent not provided for)

Particulars	As at 31 March, 2018	As at 31 March, 2017
	₹	₹
Contingent liabilities		
(a) Guarantees@	14,50,00,000	14,50,00,000
	14,50,00,000	14,50,00,000

@ (i) Bank Guarantees of Rs. 1,85,00,000/- (P.Y. Rs.1,85,00,000/-) have been given to Bombay Stock Exchange Limited, which includes Rs. 10,00,000/- (P.Y. Rs.10,00,000/-) against Trade Guarantee Fund and Rs.1,75,00,000/- (P.Y. Rs. 1,75,00,000/-) against Base Capital and Additional Base Capital. (ii) Bank Guarantees of Rs. 8,65,00,000/- (P.Y. Rs. 8,65,00,000/-) have been given to National Stock Exchange Limited, which includes Rs. 25,00,000/- (P.Y. Rs. 25,00,000) against Membership Deposit and Rs.8,40,00,000/- (P.Y. Rs. 8,40,00,000) against Base Capital and Additional Base Capital. (iii) Bank Guarantees of Rs. 4,00,00,000/- (P.Y. Rs.4,00,00,000/-) have been given to Axis Bank Ltd. towards ABC margin for Future & Option Segment.



Batlivala & Karani Securities India Pvt.Ltd.
Notes forming part of the financial statements

Note 29 Unhedged foreign currency exposures

Import Creditors

As at 31 March, 2018		As at 31 March, 2017	
Receivables/Payable		Receivables/Payable	
₹	in Foreign currency	₹	in Foreign currency
1,27,082	SGD 2558.02	1,23,044	SGD 2649.52
1,40,051	USD 2150.00	4,48,165	USD 6909.73
2,15,056	GBP 2356.26	2,29,254	GBP 2818.64

Export Debtors

As at 31 March, 2018		As at 31 March, 2017	
Receivables/Payable		Receivables/Payable	
₹	in Foreign currency	₹	in Foreign currency
10,34,350	USD 15880.00	2,51,013	USD 3855.00
73011.56	GBP 800.00	65,035	GBP 800.00

Note 30 Expenditure and earnings in foreign exchange

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Expenditure in foreign currency		
STP Charges	1,06,36,472	89,64,888
Foreign Travelling Exp.	1,06,44,089	1,47,95,238
Professional & Consultancy Fees	65,77,385	79,47,518
Data Base Access & Retrieval Charges	20,89,083	19,26,225
Business Promotion Expenses	-	23,29,250
Subscription Fees	6,10,791	67,562
	3,05,57,820	3,60,30,681
Earnings in foreign exchange		
Business Support Service Fees (Export Income)	4,31,58,402	4,07,62,295
Investment Banking Service fees	4,30,676	2,50,650
	4,35,89,078	4,10,12,945



Batlivala & Karani Securities India Pvt.Ltd.
Notes forming part of the financial statements

Note 31 Deferred Revenue Expenditure written off:

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
Renovation Expenses on Leasehold Property	34,98,080	34,98,080
Conference & Seminar Expenses	34,04,003	34,04,003
	69,02,082	69,02,082

Note 32 Auditor Remuneration

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
(i) For Audit:		
Statutory Audit	2,70,000	2,70,000
Tax Audit	50,000	50,000
Reimbursement of Expenses	-	-
(ii) For Advice/Representation:		
Taxation Matter	2,45,000	7,20,000
(iii) For Certification and Other Matter:	41,000	59,000
	6,06,000	10,99,000

Note 33 B&K Securities Ltd. (U.K.)

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	₹	₹
i) Investment amount in U.K. Subsidiary Company	1,58,31,717	1,31,97,110
ii) Share Application money pending for allotment	-	26,34,607

The company has an investment of Rs. 1,58,31,717/- (2017 - 13,19,71,110/-) in equity shares of B&K Securities Ltd. (U.K.), a wholly owned subsidiary of the company. The subsidiary has allotted 30,000 shares to Batlivala & Karani Securities India Pvt. Ltd, increasing the investment by 2,634,607 and reducing share application money by the same amount.



Notes forming part of the financial statements

Note 34 Employee Benefits disclosures under Accounting Standards-15

(i) Defined contribution plans

The Company makes Provident Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ₹ 46,96,660/- (Year ended 31 March, 2018 ₹ 45,20,177/- for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

(ii) Defined benefit plans

The Company offers the employee benefit in the form of Gratuity only to its employees:

The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements:

Particulars	Year ended 31 March, 2018	Year ended 31 March, 2017
	₹	₹
Components of employer expense		
Current service cost	46,55,387	45,18,622
Past service cost-Vested	75,29,819	-
Interest cost	20,89,235	19,55,172
Expected return on plan assets	12,28,205	7,32,454
Actuarial (losses)/gains	40,26,172	(7,48,004)
Total expense recognised in the Statement of Profit and Loss	90,20,064	64,89,344
Actual contribution and benefit payments for year		
Actual benefit payments	39,52,631	20,88,776
Actual contributions	1,42,85,531	1,00,00,000
Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	3,94,09,567	3,27,53,624
Fair value of plan assets	2,96,21,936	1,81,25,513
Net asset / (liability) recognised in the Balance Sheet	(97,87,631)	(1,46,28,111)
Unrecognised Past Service Cost	4,24,987	-
Net Liability	(93,62,644)	(1,46,28,111)
Net Liability is bifurcated as follows:		
Non-Current	38,56,130	99,72,724
Current	55,06,514	46,55,387

Particulars	Year ended 31 March, 2018	Year ended 31 March, 2017
	₹	₹
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	3,27,53,624	1,91,40,140
Unfunded portion of Gratuity Obligation (Previous years)	79,54,806	81,99,840
Current service cost	46,55,387	45,18,622
Interest cost	20,89,235	19,55,172
Actuarial (losses)/gains	40,90,854	(10,28,626)
Benefits paid	39,52,631	20,88,776
Present value of DBO at the end of the year	3,94,09,567	3,27,53,624
Change in fair value of assets during the year		
Plan assets at beginning of the year	1,81,25,513	92,01,213
Expected return on plan assets	12,28,205	7,32,454
Actual company contributions	1,42,85,531	1,00,00,000
Actuarial gain / (loss)	(64,682)	2,80,622
Benefits paid	39,52,631	20,88,776
Plan assets at the end of the year	2,96,21,936	1,81,25,513
Actual return on plan assets	10,06,539	4,51,832
Composition of the plan assets is as follows:		
Government bonds	2,96,21,936	1,81,25,513
Actuarial assumptions		
Discount rate	7.60%	7.00%
Expected return on plan assets	7.60%	7.00%
Salary escalation	8.80%	8.80%
Attrition	7%-15%	7%-15%



Notes forming part of the financial statements

- 1.The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.
- 2.The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.
- 3.The management has plans to contribute amount of Rs. 93.62 Lakh into the Gratuity fund set up by the LIC before income tax filling of return of FY 2017-18.

Effect of a 1% change in health care cost

Particulars	₹		₹	
	31 March, 2018		31 March, 2017	
	Increase by 1%	Decrease by 1%	Increase by 1%	Decrease by 1%
Aggregate current service and interest cost	67,446	67,446	64,738	64,738
Closing balance of obligation	3,94,77,013	3,93,42,121	3,28,18,362	3,26,88,886

Experience adjustments

Particulars	2016- 2017	2nd prior year	3rd prior year
	₹	₹	₹
Present value of DBO	3,27,53,624	1,91,40,140	2,34,00,909
Fair value of plan assets	1,81,25,513	92,01,213	1,06,91,668
Funded status Deficit	(1,46,28,111)	(99,38,927)	(1,27,09,241)

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Actuarial assumptions for long-term compensated absences		
Discount rate	7.00%	7.00%
Expected return on plan assets	7.00%	7.00%
Salary escalation	8.80%	8.80%
Attrition (Refer point no.3)	7%-15%	7%-15%

- 1.The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.
- 2.The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.
3. The management estimates of the level of attrition in the company over the long term. Estimated withdrawals rates should take into account the broad economic outlook, type of sector the company operates in and measures taken by the management to retain/relieve the employees.



Batlivala & Karani Securities India Pvt Ltd
Notes forming part of the financial statements

Note 35. Related Party Disclosure as per AS-18
A. Parties where control exists:

Name of the Related Party	% of Holding as on 31-03-2018	% of Holding as on 31-03-2017
I Subsidiary Companies		
(i) B&K Securities Pte. Ltd.	100.00	100.00
(ii) B & K Securities Ltd. U.K.	100.00	100.00
(iii) Neem Tree Insurance Broking & Advisory Private Limited	99.87	99.87
(iv) Krypton Intra Private Limited	51.00	51.00
(v) Maximus Investment Advisory Private Limited	99.99	99.99
(vi) Panna & Prajna Art Advisory Pvt. Ltd.	97.36	97.36
II. Associates Companies		
(i) Vinhar Solutions Pvt. Ltd.	22.18	22.18
(ii) M.M. Murarka Shares & Securities Pvt. Ltd.	26.98	26.98
III Other Companies (Enterprises over which KMP or his relative is able to exercise significant influence)		
(i) Batlivala & Karani Resources Management Pvt. Ltd.	15.30	15.30
(ii) Batlivala & Karani capital Pvt. Ltd.	6.32	6.32

B. Key Management Personnel		
Name of the Related Party	2017-18	2016-17
	Nature of Relationship	Nature of Relationship
(i) Mr. Manoj Murarka	Chairman Director	Chairman Director
(ii) Mr. Jitendra Soni	Director	Director

C. Transactions with Subsidiaries/Associates Companies etc.

(i) Nature of Transactions	Subsidiary	Associates/Organisation in which such director or their relative is having significant influence	Key Management Personnel	Relatives of Key Management Personnel
Managerial Remuneration			63,76,168 (26,50,004)	
Membership Fees			6,88,500 (2,06,835)	
Rent Paid		27,12,000 (24,12,000)		1,20,000 (1,20,000)
Reimbursement of Exp.		9,69,823 (9,39,163)		
Data Base Access Charges	(2,81,116)	79,200 (2,95,200)		
Brokerage Income Earned (Net of Service Tax/GST)	-	38,20,534 (47,62,877)		
Professional Fees Received (Net of Service Tax/GST)	(12,00,000)	-		
Allotment of Shares/Investment of Shares	26,34,607	-		
Loans/Advances Given /Repayment of Loan Taken	62,00,000 (16,79,000)	2,51,65,417 (10,70,000)	-	-
Loans/Advances Taken (Payment receipt against loan given)	1,05,000 (59,25,500)	1,26,15,417 (2,78,20,000)	-	-
(ii) Balance outstanding at the year end (In Rs.)				
Receivables (Including Loans & Deposits)	2,28,30,000 (1,67,35,000)	1,98,00,000 (72,50,000)	-	-
Payables	6,83,758 (6,83,758)	1,63,054 (1,13,896)	-	-
Share Application Money Paid (Pending for Allotment)	- (26,34,607)	-	-	-

Figures in brackets represents previous years's figure



Note 36 Segment Reporting

(A) Business Segments

Batlivala & Karani Securities India Pvt. Ltd. **Notes forming part of the financial statements**

Particulars	Business segments				Unallocated		Total	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
	Equity Broking		Merchant Banking					
	₹	₹	₹	₹	₹	₹	₹	₹
Segment Revenue	83,12,25,971	69,43,84,282	61,58,350	42,67,650	3,09,56,523	67,89,466	86,83,40,844	70,54,41,399
Total	83,12,25,971	69,43,84,282	61,58,350	42,67,650	3,09,56,523	67,89,466	86,83,40,844	70,54,41,399
Segment Expenses	67,95,76,625	62,25,94,160	1,72,78,276	1,45,88,879	10,93,830	11,30,373	69,79,48,731	63,83,13,412
Segment results (Operating Profit before Interest & Tax)	15,16,49,347	7,17,90,122	(1,11,19,926)	(1,03,21,229)	2,98,62,693	56,59,093	17,03,92,113	6,71,27,987
Interest & Finance charges							37,18,194	40,14,345
Profit Before Tax							16,66,73,919	6,31,13,642
Tax expense							4,68,03,581	1,40,92,367
Net profit for the year							11,98,70,338	4,90,21,275
(B) Other Information								
Segment assets	73,87,62,022	67,02,16,158	32,97,639	22,56,374	22,73,14,474	9,17,18,208	96,93,74,135	76,41,90,739
Segment liabilities	15,40,24,248	11,54,44,264	-	-	11,82,35,842	7,15,02,768	27,22,60,090	18,69,47,032
Capital expenditure (allocable)	1,73,19,187	87,93,536	3,48,124	1,86,107	2,48,893	5,93,290	1,79,16,204	95,72,933
Depreciation	87,90,351	66,85,509	1,76,690	1,41,492	10,93,830	11,30,373	1,00,60,871	79,57,374

1. The Company has identified "Equity broking and Merchant banking division" as the only primary reportable business segments .

2. Segment have been indetified in line with the Accounting Standard on Segment Reporting (As-17), taking into account the organisation structure as well as differential risk and returns of these segments.

3. Since the Company provides services in the same economic enviornement, hence no geographical segments.



Batlivala & Karani Securities India Pvt.Ltd.
Notes forming part of the financial statements

Note 37 Pledge of Securities

The Company has given securities to banks by way of pledge of equity shares of various companies which are owned by subsidiaries, directors and their relatives.

Note 38 Impairment of Assets

The company assesses at each balance sheet date whether there is any indication that an assets may be impaired. If any such indication exists, the company estimates the recoverable amount of the assets. If such recoverable amount of the assets or the recoverable amount of the cash generating unit which the asset is belongs to, is less than it's carrying amount, the carrying amount is reduced to it's recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of Profit & Loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the assets is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

Note 39 Current Assets, Loans and Advances

In the opinion of management, current assets, loans and advances have the value as stated in the Balance Sheet, if realized in the ordinary course of business.

Note 40 Previous Years figures

Previous years figures have been regrouped/reclassified wherever to make them comparable.

For Agarwal Sangneria & Co.
Chartered Accountants
FRN: 317224E

Saket Sangneria
Partner
Mem. No. 300679



Place : Mumbai
Date : 4th September, 2018

For and on behalf of the Board of Directors
For Batlivala & Karani Securities India Pvt Ltd.

Manoj Murarka
Director
(DIN: 00049046)

Jitendra Soni
Director
(DIN: 05180177)

Omprakash Tripathy
Company Secretary

Place : Mumbai
Date : 4th September, 2018