

BRD FINANCE LIMITED

**21st ANNUAL REPORT
2015-16**

BRD FINANCE LIMITED

U65910KL1995PLC009430

AUDITORS

For Balan & Co.,
Chartered Accountants
Aluva`

REGISTERED OFFICE

Bethany Complex, Kunnankulam
Thrissur - 680 503.
Phone : 04885-228565
E mail : brdfinance@brdgroup.net
Web site : www.brdgroup.net

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BRD FINANCE LIMITED

DIRECTORS' REPORT

The Members,

Your directors have pleasure in presenting their 21st Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March, 2016.

FINANCIAL HIGHLIGHTS:

During the year under review, performance of your company as under:

Particulars	Rs	
	Year ended 31.03.2016	Year ended 31.03.2015
Revenue	16,77,44,123	17,34,31,360
Expense	6,36,75,278	6,46,58,198
Profit/(Loss) before taxation	10,40,68,845	10,87,73,162
Less : Tax Expense		
Current Tax	3,76,94,236	3,74,44,060
Deferred Tax	(24,170)	(50,210)
Wealth Tax	-	2,65,810
Profit/(Loss) after tax	6,63,98,779	7,11,13,502

State of the Company's Affairs and Future Outlook:

The company has earned a profit before tax of ₹ 10,40,68,845/- as against a profit of ₹ 10,87,73,162/- in the previous year. Our customer-centric approach has resulted in high level of customer satisfaction. This means that our valued and sustainable customer relationships have contributed to the revenues. During the year under review the company has been able to use the favorable market conditions to its advantage. We place on record our appreciation of contribution made by our employees at all levels.

Change in nature of business, if any:

During the year of report there was no change in the nature of business of the company.

Dividend:

The directors are not recommending any dividend with a view to conserve the resources of the company.

Amounts Transferred to Reserves:

During the year, the Company has transferred ₹ 1,32,79,760 to General Reserve. The total

reserve and surplus as on 31st March 2016 stands at ₹ 27,94,82,622.

Changes in Share Capital, if any:

During the Financial Year 2015-16, There were no changes in the Authorized share capital of the company, the subscribed, issued and paid up capital of the Company has been increased from 126802620 to 149619240, pursuant to allotment of 2281662 equity shares of Rs 10 each under Bonus Issue on 08.10.2014.

Disclosure regarding Issue of Equity Shares with Differential Rights:

The company has not issued any shares with differential rights during the year.

Disclosure regarding issue of Employee Stock Options:

The company has not issued any shares under an Employee Stock Option scheme during the year.

Disclosure regarding issue of Sweat Equity Shares:

The company has not issued any sweat equity shares during the year.

Extract of Annual Return:

The extract of Annual Return, in format MGT -9, for the Financial Year 2015-16 has been enclosed with this report.

Composition of the Board:

The board of directors of the Company comprises of Twelve directors. Their name designation, date of appointment and the number of board meetings attended by each of them are given below:

Sl No	Name of Director	Designation	Date of Appointment	No.of Board Meetings attended
1	C C William Varghese	Director	19.09.1995	10
2	Simon K C	Director	23.03.2006	2
3	Appumon C K	Managing Director	19.09.1995	10
4	David Raj C	Director	10.10.2011	5
5	Jetsy P Mathew	Director	06.10.2001	0
6	Leela James	Director	06.10.2001	9
7	Geogy John	Director	08.03.2012	1

Number of Board Meetings:

During the Financial Year 2015-16, Ten (10) meetings of the Board of Directors of the company were held. The Board meetings were held on the following dates:

Sl. No.	Date of Meeting	Board Strength	No. of Directors Present
1	09.04.2015	7	3
2	23.04.2015	7	3
3	14.05.2015	7	3
4	28.05.2015	7	4
5	11.06.2015	7	3
6	25.06.2015	7	3
7	25.08.2016	7	4
8	08.10.2015	7	5
9	24.12.2015	7	3
10	23.03.2016	7	4

Particulars of Loan, Guarantees and Investments under Section 186

The Company has invested in Debentures of BRD Securities LTD during the financial year 2015-16, the value of which amounts to ₹ 4,49,16,000/-

And

The Company has given loan, ₹ 19,80,00,000/- to BRD Securities LTD, ₹ 1,00,00,000/- to BRD Motors LTD and ₹ 12,50,00,000/- to BRD car World LTD during the financial year 2015-16.

And

The company has not given any guarantee or provided security in connection with any loan as per the provisions of section 186 of the Companies Act, 2013.

Particulars of Contract or Arrangements with Related Parties:

The company has not entered into any contract or arrangement with related parties during the financial year 2015-16.

Explanation to Auditor's Remarks:

The auditor's report do not contain any qualification, reservation or adverse remark or disclaimer and hence the Board has not provided any explanation or comment on the same.

Material Changes Affecting the Financial Position of the Company

No material changes and commitments affecting the financial position of the company have occurred between the end of the financial year and the date of the report.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo:

A. Conservation of Energy:

The Company is engaged in the financial services sector and therefore conservation of energy,

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technology absorption etc. have a limited application. However, the Company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operations.

B) Technology Absorption :

During the period under review there was no major technology absorption undertaken by the Company.

C) Foreign Exchange Earnings and Outgo

There was no Foreign Exchange Earnings and Outgo during the year.

Details of Subsidiary, Joint Venture or Associates:

No company has become or ceased to be a Subsidiary, Joint Venture or Associate of the company during the year.

Risk Management Policy:

The company is yet to formulate a policy for management of risk as the elements of risk threatening the company's existence are very minimal.

Details of Directors and Key Managerial Personnel:

The company has not appointed any director during the year of report.

And

The present directors of the company, Shri. Simon K C and Smt. Jetsy P Mathew are retiring by rotation in the ensuing annual general meeting and being eligible seeks re-appointment.

Details of significant & material orders passed by the regulators or courts or tribunal:

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

Statement in Respect of Adequacy of Internal Financial Control with Reference to the Financial Statements:

The company has an effective and adequate financial control system in place. The Board has adopted policies and procedures to ensure the

orderly and efficient conduct of its business, safeguarding of its assets, the prevention and detection of frauds and errors and the accuracy and completeness of accounting records.

Deposits:

The company has not accepted any deposits covered under the provisions of the Companies Act, 2013 and also there are no outstanding deposits as at the end of the financial year.

Commission: (for public companies only)

The company has not provided any commission to its MD/WTD and hence the provisions relating to disclosure are not applicable.

Secretarial Audit Report:

The provisions of the Companies Act, 2013 and the rules framed there under relating secretarial audit report are not applicable to the company.

Corporate Social Responsibility (CSR) Policy:

The brief outline of the Corporate Social responsibility (CSR) policy of the Company and the initiatives undertaken by the Company on CSR Activities during the year are set out in Annexure II of this report in the format prescribed in the Companies (CSR Policy) Rules 2014.

Audit Committee:

The company has constituted an Audit Committee comprising of the following members:

1. Shri. C K Appumon
2. Shri. C C William Verghese
3. Shri. David Raj C

During the Financial Year 2015-16, two (2) meetings of the Audit Committee were held on 11.6.2015 and 08.10.2015 respectively. The details of attendance of the members are as given below:

Name of Director	No. of meetings attended
C K Appumon	2
C C William Verghese	2
David Raj C	2

During the year there were no cases of non-acceptance of recommendations of the Audit Committee by the Board of Directors.

Nomination & Remuneration Committee:

The company has constituted a Nomination and Remuneration Committee comprising of the following members:

1. Sri. C C William varghese
2. Sri. Appumon C K
3. Sri. David Raj C

During the financial year one meeting of the committee was held on 08.10.2015, which was attended by all the members.

The committee chiefly deals with matters relating to the size and composition of the Board, succession plans, evaluation of performance, Board diversity and remuneration framework and policies thereon. The committee is in the process of formulating detailed criteria relating to the determination of qualifications, positive attributes and independence of directors and recommendation of candidates to the Board as well as a policy relating to remuneration of directors, key managerial personnel and other employees.

Stakeholders Relationship Committee:

The company has constituted an Stakeholders Relationship Committee comprising of the following members:

1. Shri. C C William Verghese
2. Shri. Appumon C K
3. Shri. David Raj C

During the Financial Year 2015-16, two (2) meetings of the Stakeholders Relationship Committee were held on 28.05.2015 and 24.12.2015 respectively. The details of attendance of the members are as given below:

Name of Director	No. of meetings attended
C C William Verghese	2
Appumon C K	2
David Raj C	2

Annual Evaluation:

The Board evaluated the effectiveness of its functioning and that of the Committees and of individual directors by seeking their inputs on

various aspects of governance. The main aspects of evaluation included the contribution to governance, participation in planning and fulfillment of obligations and responsibilities.

Disclosure on Establishment of a Vigil Mechanism:

The company is not required to constitute a vigil mechanism pursuant to the provision of the Companies Act, 2013 and the rules framed there under.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013:

The company has not received any complaints during the financial year.

Disclosure u/s 143(12):

The auditors of the company have not reported any fraud pursuant to section 143(12) of the Companies Act, 2013 (Companies (Amendment) Act, 2013).

Statutory Auditors:

The present statutory auditors of the company, M/s. Balan & Co, Chartered Accountants, Always, were appointed for a period of Three years in the Annual General Meeting held on 23.08.2014. The appointment is subject to ratification in the subsequent Annual General Meetings of the company pursuant to the provisions in the Companies Act, 2013.

Cost Auditors:

The company is not required to appoint a Cost Auditor pursuant to the provisions of the Companies Act, 2013.

Directors Responsibility Statement:

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a. in the preparation of the annual accounts for the financial year ended 31st March, 2015, the applicable accounting standards had been followed along with proper explanation relating to material departures;

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- 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 as at 31st March, 2015 and of the profit /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 the Companies Act 2013 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;
- e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Acknowledgment:

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support.

For and on behalf of the Board of Directors

Sd/-
C C William Varghese
Chairman
(DIN:00074708)

Thrissur
20.09.2016

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31.03.2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U65910KL1995PLC009430
ii)	Registration Date	19.09.1995
iii)	Name of the Company	BRD FINANCE LTD
iv)	Category / Sub-Category of the Company	Company Limited by Shares / Non-Government Company
v)	Address of the Registered office and contact details	XIII/436, A3, 1st Floor, Bethany Complex, Thrissur Road, Kunnamkulam, Thrissur, Kerala- 680503 Phone: 04885-228565 E mail: : brdfinance@brdgroup.net
vi)	Whether listed Company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Nil

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Kuri Business	65992	75%
2	Finance	6592	25%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary Associate	% of shares held	Applicable Section
1.	BRD Chits LTD Uttam Complex, 2nd floor 9-12 Rajaji Road, Ram Nagar Gandhi puram, Coimbatore, Tamil Nadu- 641 009	U65942TZ2012PLC018717	Subsidiary	92.31%	2(87)
2.	BRD Kuries (INDIA) LTD 534/A, BRD Complex, Calicut Road, Parempadam, Kunnamkulam, Thrissur-68 0519	U65992KL2014PLC036468	Subsidiary	96.67%	2(87)
3.	BRD Developers and Builders LTD Door No. XIII/436, A 1, 2nd Floor, Bethany Complex, Thrissur Road, Kunnamkulam Thrissur - 680 503	U45200KL2010PLC026202	Associate	48.78	2(6)

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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	1727043	1727043	13.62%	Nil	2060837	2060837	13.77%	19.33%
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub- Total (A)(1)	-	1727043	1727043	13.62%	Nil	2060837	2060837	13.77%	19.33%
(2) Foreign									
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Others-Individual	-	-	-	-	-	-	-	-	-
c) Bodies corporate	-	-	-	-	-	-	-	-	-
d) Banks/ FI	-	-	-	-	-	-	-	-	-
e) Any othe	-	-	-	-	-	-	-	-	-
Sub- Total (A)(2)	-	-	-	-	-	-	-	-	-
Total shareholding of promoter									
(A) = (A)(1)+(A)(2)	-	1727043	1727043	13.62%	Nil	2060837	2060837	13.77%	19.33%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	774482	774482	6.11%	Nil	911788	911788	6.09%	17.73%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
l) Individual share holders holding nominal share capital upto Rs. 1 lakh	-	4168377	4168377	32.87%	Nil	4736754	4736754	31.66%	13.63%
ll) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	6010360	6010360	47.40%		7252545	7252545	48.47%	20.67%
c) Others Specify									
Sub-total (B)(2):-	-	10953219	10953219	86.38%	-	12901087	12901087	86.23%	17.78%
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	10953219	10953219	86.38%	-	12901087	12901087	86.23%	17.78%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)		12680262	12680262	100%	Nil	14961924	14961924	100%	18%

ii) Shareholding of Promoter-

S. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	C C William Varghese	1727043	13.62%	-	2060837	13.77%	-	19.33%

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iii) Change in Promoters' Shareholding (please specify, if there is no change)

S. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Share holding during the year		Date wise increase/ decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease	At the End of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company		No. of shares	% of total shares of the company
1	C C William Varghese	1727043	13.62%	2060837	13.77%	Bonus-08.10.2015-314364, Purchase-28.05.2015-19430	2060837	13.77%

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	For each of Top 10 Name	Shareholding at the beginning of the year		Cumulative Share holding during the year		Increase/Decrease in Shareholding during the year specifying the date and reasons for increase/ decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	BRD Motors Limited	774482	6.10%	911788	6.09%	***
2	Prasad Punnoose	319982	2.52%	377388	2.52%	Bonus Share: 08.10.2015-57567, Sales-25.06.2015-161
3	George N V	373710	2.94%	373710	2.50%	Bonus Share: 08.10.2015-67267, Sales-25.02.2016-67267
4	John Mathai	332496	2.62%	392344	2.62%	Bonus Share: 08.10.2015-59848
5	Annie Mathew	238533	1.88%	281468	1.88%	Bonus Share: 08.10.2015-42935
6	Baby Skaria	231819	1.83%	273546	1.83%	Bonus Share: 08.10.2015-41727
7	Zarine M Punnoose	225856	1.78%	266510	1.78%	Bonus Share: 08.10.2015-40654
8	A Vishnu Bhattathirippad	230547	1.82%	247045	1.65%	Bonus Share: 08.10.2015-41498. Sales-12.11.2015-25000
9	Sunitha A C	209090	1.65%	244326	1.63%	Bonus Share: 08.10.2015-37636. Sales-28.01.2016-2400
10	Marry Williams	208810	1.65%	246395	1.65%	Bonus Share: 08.10.2015-37585,.

*** Increase/decrease detail in share holding

BRD Motors Limited

Bonus Share: 08.10.2015-139406

Sales Transfer- 27.11.2015-100, 24.12.2015-900, 14.01.2016-500, 28.01.2016-200, 23.03.2016-400

v) Shareholding of Directors and Key Managerial Personnel:

S. No.	For each of Directotrs and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year		Increase/Decrease in Shareholding during the year specifying the date and reasons for increase/decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	C C William Varghese	1727043	13.62%	2060837	13.77%	Bonus Share: 08.10.2015-314364, Purchase-28.05.2015-19430
2	Simon K C	63259	0.49%	69925	0.48%	Bonus Share: 08.10.2015- 10666, Sales-14.08.2015-4000
3	Appumon C K	173649	1.37%	204905	1.37%	Bonus Share: 08.10.2015- 31256
4	Jetsy P mathew	96348	0.76%%	108970	0.73%%	Bonus Share: 08.10.2015- 16622, Sales-23.04.2015-2000
5	Leela James	40889	0.32%	48249	0.32%	Bonus Share: 08.10.2015 7360
6	Geogy Ukken John	111593	0.88%	71617	0.48%	***
7	David Raj C	48128	0.38%	56791	0.38%	Bonus Share: 08.10.2015- 8663

*** Increase/decrease detail in share holding

Geogy john Ukken

Share Transfer Sales - 09.04.2015-30000, 23.04.2015-2000, 28.05.2015-4500, 11.06.2015-2000, 25.06.2015-8000, 09.07.2015-400, 14.08.2015-4000.

Bonus Share - 08.10.2015-10924.

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vi) INDEBTEDNESS -

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
Addition	-	-	-	-
Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

vii) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole- Time Directors and/ or Manager :

S. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
		
1	Gross salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax 1961	-	-
	(b) Value of perquisites u/s. 17(2) of the Income tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others Specify		
5	Others	-	-
	Total (A)	-	-
	Ceiling as per the Act	-	-

vii) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (Contd.)

B. Remuneration to Other Directors

Amount in ₹

Name of Directors	Particulars of Remuneration			
	Fee for attending board/committee meetings	Remuneration	Others, please specify- Allowance	Total
(1) Independent Directors	-	-	-	-
Total (1)	-	-	-	-
(2) Other Non-Executive Directors				
C C William Verghese	4000	-	-	4000
Leela James	3600	-	-	3600
Jetsy P Mathew	-	-	-	-
Geogy john	400	-	-	400
David Raj C	2000	-	-	2000
Simon K C	800	-	-	800
Total (2)	10800	-	-	10800
Total (B) = (1) +(2)	10800			10800
Total Managerial Remuneration				
Overall Ceiling as per the Act				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

S. No.	Particulars of Remuneration	Name of MD/WTD/ Manager			
		CEO	CS	CFO	Total
1	Gross salary (a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify...				
5	Others, please specify Total				

- NOT APPLICABLE -

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viii) PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give details)
A. COMPANY Penalty Punishment Compounding					
	NONE				
B. DIRECTORS Penalty Punishment Compounding					
	NONE				
C. OTHER OFFICERS IN DEFAULT Penalty Punishment Compounding					
	NONE				

For and on behalf of the Board of Directors

Thrissur
20.09.2016

Sd/-
C C William Varghese
Chairman
(DIN:00074708)

ANNUAL REPORT ON CSR ACTIVITIES

- 1. A Brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and project or programs:**

The Company has adopted the corporate Social Responsibility Policy outlining the various activities defined in Schedule VII of the Companies act 2013. The policy envisages the formulations of the CSR Committee which will recommend the amount of expenditure to be incurred on the activities referred to in the Policy to the Board and monitor the project/programs from time to time with reporting of the progress on such project/programs to the board. The execution of the projects/programs is either by way of partnering through the implementation agencies or directly by the Company.

Our CSR policy is aimed at demonstrating care for the community through its focus on education & Skill development, health & wellness and environmental sustainability including biodiversity, energy & water conservation. Also embedded in this objective to support to the marginalized cross section of the society by providing opportunities to improve their quality of life. Also company is planning to contribute to Prime Ministers national Relief Fund

The Corporate Social Responsibility Committee was constituted by way of a Board resolution dated October 23rd 2014. The Committee met 4 times during the year to discuss about the implementation of Company's CSR programs.

- 2. The Composition of the CSR Committee:** The Company has a CSR committee of directors comprising of Mr. C C Willaim Varghese, Mr. Appumon C K and Mr. David Raj C
- 3. Average net profit of the Company for last three financial years:-** Rs. 9,73,92,484/-
- 4. Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above):-** Rs. 19,47,850/-
- 5. Details of CSR spent during the financial year:**

- a. Total amount to be spent for the financial year: Rs. 19,47,850/-
- b. Amount unspent, if any; Rs. - Nil
- c. Manner in which the amount spent during the financial year: Attached.

- 6. In case the Company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for Not spending the amount in its Board report:-**

The expenditure under this head can be incurred only after the discussions are finalized with certain Non-Governmental organizations specialized in the field of social welfare activities. The company has spend the entire amount during the financial year 2016-17 in line with policy adopted by the Company.

- 7. A responsibility statement of the CSR committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company:-**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

BRD FINANCE LIMITED

5(c) manner in which amount spent during the financial year is detailed below

1	2	3	4	5	6	7	8
Sl No.	CSR Project or activity Identified	Sector in which the project is covered	Projects or programs 1. Local area or other 2. Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programs	Amount spent on the projects or programs Sub-head: 1. Direct Expenditure On projects Or Programs 2. Overheads	Cumulative expenditure upto to the reporting period	Amount spent: Direct or through implementing Agency
Nil							

For and on behalf of the Board of Directors

Thrissur
20.09.2016

Sd/-
C C William Varghese
Chairman & Managing Director
(DIN:00074708)

INDEPENDENT AUDITORS' REPORT

To
The Members of BRD Finance Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of M/s BRD Finance Limited ("the Company") which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITORS' RESPONSIBILITY

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

We have taken into account the provisions of the

Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in

BRD FINANCE LIMITED

conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its Profit/Loss and its Cash Flow for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. 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
 - d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g. With respect to the other matters 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 does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Balan & Co.,
Chartered Accountants
(FRN 000340S)

Aluva,
20.09.2016.

Sd/-
Vishnu Prasad B. Menon FCA
Partner (M. No. 207626)

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) The inventory of stocks held for sale has been verified by the management during the year .The management has conducted physical verification of inventory at reasonable intervals during the year. There are no discrepancies noticed on verification of inventory as compared to book records.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the

BRD FINANCE LIMITED

- repayment of dues to banks, financial institutions or government. The company does not have any borrowing by way of debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) 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.
- 14) Based upon the audit procedures 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 under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations 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.
- 16) In our opinion, the company is not required to be registered under section 45 IA 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.

For Balan & Co.,
Chartered Accountants
(FRN 000340S)

Aluva,
20.09.2016

Sd/-
Vishnu Prasad B. Menon FCA
Partner (M. No. 207626)

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of BRD Finance 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 BRD Finance Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial

statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial

reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting 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.

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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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

BRD FINANCE LIMITED

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 March 31, 2016, 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.

For Balan & Co.,
Chartered Accountants
(FRN 000340S)

Aluva,
20.09.2016

Sd/-
Vishnu Prasad B. Menon FCA
Partner (M. No. 207626)

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	31.03.2016 Rs.	31.03.2015 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	149,619,240	126,802,620
(b) Reserves & Surplus	4	279,482,622	235,900,463
(c) Money received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long term borrowings			
(b) Deferred tax liabilities (Net)	5	236,270	260,440
(c) Other long term liabilities			
(d) Long term provisions			
(4) Current Liabilities			
(a) Short term bank borrowings			
(a) Trade payables			
(b) Other current liabilities	6	664,115,251	664,901,130
(c) Short-term provisions	7	8,621,059	5,173,982
TOTAL		<u>1,102,074,443</u>	<u>1,033,038,635</u>
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets		12,736,735	14,980,754
(i) Tangible assets	8		
(ii) Intangible assets			
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(b) Non-current investments	9	87,597,000	62,681,000
(c) Deferred tax assets (net)			
(e) Long term loans and advances	10	412,500	312,500
(f) Other non-current assets	11	290,310,250	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	12	299,746,890	293,085,210
(c) Trade receivables		-	-
(d) Cash and bank balances	13	81,556,396	72,748,616
(f) Short-term loans and advances	14	215,243,180	486,782,334
(g) Other current assets	15	114,471,493	102,448,221
TOTAL		<u>1,102,074,443</u>	<u>1,033,038,635</u>

Notes are an integral part of the financial statements 1-27

"As per our report of even date"

For **Balan & Co.**

Chartered Accountants,
FRN 000340S

Sd/-
VISHNU PRASAD B. MENON, FCA
Partner
(M.No.207626)

Aluva
20.09.2016

Sd/-
DAVID RAJ C
Director

Sd/-
C.C. WILLIAM VARGHESE
Chairman

Sd/-
APPUMON C.K
Managing Director

Kunnamkulam
20.09.2016

BRD FINANCE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	Note No.	31.03.2016 Rs.	31.03.2015 Rs.
REVENUE			
Revenue from Operations	16	81,017,783	88,452,485
Other income	17	86,726,340	84,978,875
TOTAL REVENUE		167,744,123	173,431,360
EXPENSES			
Cost of materials consumed			
Purchases of Stock-in-Trade			
Changes in inventories of finished goods, work-in-progress			
Employee benefit expense	18	5,303,130	4,195,273
Finance cost	19	38,830,721	46,926,619
Depreciation and amortization Expenses	20	606,420	728,764
Other expense	21	18,935,007	12,807,542
TOTAL EXPENSES		63,675,278	64,658,198
Profit before Tax		104,068,845	108,773,162
Tax Expense			
(a) Current tax		37,694,236	37,444,060
(b) Deferred tax		-24,170	-50,210
(c) Wealth Tax		-	265,810
		37,670,066	37,659,660
Profit (Loss) for the period		66,398,779	71,113,502
Earnings Per Equity Share Basic and Diluted (Face value of Rs.10 each)	22	4.44	5.61
Adjusted earnings per share (Face value of Rs.10 each)		4.44	4.75
Notes are an integral part of the financial statements			

“As per our report of even date”

For **Balan & Co.**
Chartered Accountants,
FRN 000340S

Sd/-
VISHNU PRASAD B. MENON FCA
Partner
(M.No.207626)
Aluva
20.09.2016

Sd/-
DAVID RAJ C
Director

Sd/-
C.C. WILLIAM VARGHESE
Chairman

Sd/-
APPUMON C.K
Managing Director

Kunnamkulam
20.09.2016

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016**SIGNIFICANT ACCOUNTING POLICIES FOLLOWED IN PREPARING THE FINANCIAL STATEMENTS****1) Company Overview**

BRD Finance Limited ('the company') is a public limited company incorporated in the year 1995. The company concentrates mainly on chit promotion business. With professionalism and aggressive approach towards achieving continual improvement in the sphere of professional excellence, saw this small chit fund growing to become one of the top most chit Fund Companies of the Country today with many a distinctions.

2) Significant accounting policies**2.1 Basis of preparation of financial statements**

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013(to the extent notified) and other accounting principles generally accepted in India, to the extent applicable.

Prudential norms: The Company Complies all the material aspect ,with the prudential norms relating to the income recognition , asset classification and provisioning for bad and doubtful debts and other matters ,specified in the direction issued by the Reserve Bank of India in terms of the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 ("RBI Directions, 2007) ,as applicable to the company.

The financial statements have been prepared under the historical cost convention on accrual basis, except for certain financial instruments which are measured at fair value.

2.2 Use of estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, employee benefits, provision for income taxes, the useful lives of depreciable fixed assets and provision for impairment.

Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognised in the period in which the results are known / materialise.

2.3 Revenue recognition

- i) Foreman's Commission: Foreman's commission is accounted when the amount is due for payment as per the Kuri Rules and Regulations between the foreman and subscriber.
- ii) Dividend income: Dividend income is recognized when the Company's right to receive dividend is established by the reporting date. Dividend income is recognised when the right to receive payment is established.
- iii) Income from investments: Profit earned from sale of securities recognised on trade date basis. The cost of securities is computed on weighted average basis
- iv) Other Income: Other income includes late fee collected, discount profit collected etc., are accounted only when they are actually collected.

2.4 Tangible assets

Tangible fixed assets are carried at the cost of acquisition or construction, less accumulated depreciation and accumulated impairment losses if any. Subsequent expenditures related to an item of tangible 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.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

The cost of fixed assets comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use.

Tangible assets not ready for the intended use on the date of Balance Sheet are disclosed as "Capital work-in-progress". Advances given towards acquisition of fixed assets outstanding at each balance sheet date are disclosed as Long Term Loans & Advances.

Gains or losses arising from disposal of tangible assets which are carried at cost are recognised in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the Written down Value method at the rates prescribed under Schedule II to the Companies Act, 2013.

2.5. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over the estimated useful economic life.

2.6. Depreciation and Amortisation

Depreciation on tangible fixed assets is provided using the Written down value Method based on the useful life of the asset and is charged to the Statement of Profit and Loss in the manner prescribed in Schedule II to the Companies Act, 2013.

Intangible Assets are amortised on a Straight Line basis over the estimated useful economic life. Computer Software which is not an integral part of the related hardware is classified as an intangible asset, and amortised over a period of five years, being its estimated useful life.

2.7. Impairment

At Balance Sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of the Company's assets. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

An assessment is also done at each Balance Sheet date whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. If any such indication exists, the asset's recoverable amount is estimated. The carrying amount of the fixed asset is increased to the revised estimate of its recoverable amount but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss is recognised in the Statement of Profit and Loss for the year.

After recognition of impairment loss or reversal of impairment loss as applicable, the depreciation charge for the fixed asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on written down value basis over its remaining useful life.

2.8. Investments

Investments are classified into current and non-current investments. Investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as Current investments. All other investments are classified as long-term investments.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Current investments are stated at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. Investment in subsidiary company is stated at cost.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

2.9. Inventories

- (i) Securities/Shares acquired with the intention of short-term holding and trading positions are considered as stock - in - trade and disclosed as current assets.
- (ii) Securities /Shares held as stock - in - trade are valued at lower of cost and market value.

2.10. Receivables and Loans and advances

Receivables and Loans and advances are stated after making adequate provisions for doubtful balances.

2.11. Employee Benefits

Short Term Employee Benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense)

Post-employment benefits:

1. **Defined contribution plans:** Defined contribution plans are employee state insurance scheme and employee pension scheme all applicable employees and superannuation scheme for eligible employees. The Company's contribution to defined contribution plans are recognised in the Statement of Profit and Loss in the financial year to which they relate.
2. **Defined benefit plans:** Eligible Employees receives benefit from the provided fund, which is a defined benefit plan. Both the employee and company make monthly contribution to provided fund plan equal to a specified percentage of covered employee's salary. The Company has no obligation other than the contribution payable to provident fund authorities.
3. **Gratuity scheme:** The Company operates a defined benefit gratuity plan for employees. The gratuity benefit of the Company is administered by a trust formed for this purpose through the group gratuity scheme. The Company contributes to a separate entity (a fund), towards meeting the Gratuity obligation and is on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Actuarial gains and losses for defined benefit plan are recognized in full in the period in which they occur in the statement of profit and loss.

Other long term employee benefits: Entitlements to annual leave and sick leave are recognized when they accrue to employees. Sick leave can only be availed while annual leave can either be availed or encashed subject to a restriction on the maximum number of accumulation of leave. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

2.12. Borrowing Cost

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized. All other borrowing costs are expensed in the period they occur.

2.13. Income taxes

Tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities using the applicable tax rates and tax laws.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. The carrying amount of deferred tax assets is reviewed at each Balance Sheet date for any write down, as considered appropriate.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

2.14. Cash and Cash equivalents

In the cash flow statement, cash and cash equivalents include cash in hand, term deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

2.15. Earnings per share

The basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.16. Provisions and Contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions .These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

3 SHARE CAPITAL	31.03.2016	31.03.2015
	Rs.	Rs.

Share Capital

Authorized :

1,50,00,000 (31 Mar 2015 : 1,50,00,000) Equity shares of ₹ 10/- each 150,000,000 150,000,000

Issued, Subscribed and Paid-up

1,49,61,924 (31 Mar 2015 : 1,26,80,262) Equity shares of ₹10/- each 149,619,240 126,802,620

Total **149,619,240** **126,802,620**

i. Reconciliation of the shares at the beginning and at the end of the reporting period:

Equity Shares	31.03.2016		31.03.2015	
	Number	Value	Number	Value
No. of shares at the beginning of the year	12,680,262	126,802,620	10,746,626	107,466,260
Add: Issued During the year	-	-	-	-
Add: Bonus Issue During the year	22,81,662	22,816,620	19,33,636	19,336,360
Less : Shares bought back	-	-	-	-
Outstanding at the end of the year	14,961,924	149,619,240	12,680,262	126,802,620

ii. Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

iii. List of shareholders holding more than 5% of Share Capital

Name of Shareholder	31.03.2016		31.03.2015	
	No. of shares held	% of Share holding	No. of shares held	% of Share holding
C C William Verghese	1745160	13.76%	1514232	14.09%
Outstanding at the end of the year	1745160	13.76%	1514232	14.09%

	31.03.2016	31.03.2015
	Rs.	Rs.

4 RESERVES AND SURPLUS

General Reserve

Amount as per Last Balance Sheet 57,683,550 43,460,850

(+) Addtions/ transfers during the Year 13,279,760 14,222,700

Closing Balance **70,963,310** **57,683,550**

Surplus

Balance as per last financial statements 178,216,913 140,717,429

(+) Net profit/(net loss) for the current year 66,398,779 71,113,502

(-) Transfer to Reserve 13,279,760 14,222,700

(-) Allotment of Bonus Shares 22,816,620 19,336,360

(-) Adjustment relating to Fixed Assets - 54,958

Balance as at the end of the year 208,519,312 178,216,913

TOTAL **279,482,622** **235,900,463**

BRD FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

	31.03.2016 Rs	31.03.2015 Rs
5 DEFERRED TAX LIABILITY / (ASSET) :		
Deferred Tax Liability		
Fixed assets: Impact of difference between tax depreciation and depreciation/amortisation charged for the financial reporting	236,270	260,440
Others -	-	-
Net Deffered Tax Liability / (Asset)	<u>236,270</u>	<u>260,440</u>
6 OTHER CURRENT LIABILITIES		
(a) Current maturities of long-term debt	-	-
(b) Other payables		
(i) Kuri Accounts Payable	639,977,955	645,694,060
(ii) Statutory remittances (Refer note(i) below)	1,158,460	122,650
(iii) Salaries and Wages Payable	-	-
(iv) Expenses Payable	207,000	340,284
(v) Interest Accrued on Others	8,869,701	15,683,893
(vi) KSD Payable	3,902,135	3,060,243
(vii) BRD Kuries (india)ltd ICD	10,000,000	-
TOTAL	<u>664,115,251</u>	<u>664,901,130</u>
(i) Statutory dues includes provident fund, employees state insurance, professional tax, withholding taxes and indirect tax payable.		
7 SHORT TERM PROVISIONS		
(a) Provision for employee benefits:		
(i) Provision for compensated absences	-	-
(ii) Provision for gratuity	-	17,963
(b) Provision - Others:		
(i) Provision for Income Tax (Refer note(i) below)	8,621,059	4,890,209
(ii) Wealth Tax Provisions	-	265,810
TOTAL	<u>8,621,059</u>	<u>5,173,982</u>

(i) Net of Advance Tax Rs. 2,45,00,000 & TDS Rs 45,46,403, P.Y Advance Tax Rs.2,68,00,000 & TDS Rs.57,53,851)

8. FIXED ASSETS	Rs.									
	Description	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		1.4.2015	Additions	Deletions	31.3.2016	1.4.2015	Additions	Deletion	31.3.2016	1.4.2015
Land	9,459,480	987,754	2,718,853	7,728,381	-	-	-	-	9,459,480	7,728,381
Building	5,037,563	-	-	5,037,563	1,277,197	182,699	-	1,459,896	3,760,366	3,577,667
Electrical Fittings	146,259	-	-	146,259	137,851	324	-	138,175	8,407	8,083
Furniture & Fittings	2,607,647	-	-	2,607,647	1,826,489	200,789	-	2,027,278	781,158	580,369
Computer & UPS	1,239,710	-	-	1,239,710	1,177,725	0	-	1,177,725	61,986	61,986
Motor Vehicle	434,871	30,000	-	464,871	342,146	30,271	-	372,418	92,725	92,453
Office Equipments	159,054	34,900	-	193,954	131,359	24,151	-	155,510	27,695	38,444
Room	351,195	-	-	351,195	184,538	7,917	-	192,456	166,657	158,739
Water Cooler	18,999	-	-	18,999	18,049	-	-	18,049	950	950
Electrical Equipments	527,973	28,600	-	556,573	352,449	48,816	-	401,265	175,524	155,308
Total	19,982,751	1,081,254	2,718,853	18,345,152	5,447,803	494,968	-	5,942,772	14,534,948	12,402,381
Intangible Assets										
Computer Software	696,571			445,805	250,765	111,451		362,217	445,805	334,354
Total	20,679,322	1,081,254	2,718,853	18,790,958	5,648,416	606,420	-	6,304,988	14,980,754	12,736,735

BRD FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2016

	31.03.2016 Rs	31.03.2015 Rs
9 NON-CURRENT INVESTMENTS		
Non-trade investments (valued at cost unless stated otherwise):		
Investment in equity instruments (unQuoted)		
(i) of subsidiaries		
BRD Kuries India Limited (1450000 shares @ 10 each)	14,500,000	14,500,000
BRD Chits Limited (600000 shares @ 10 each)	6,000,000	6,000,000
(ii) of associates		
BRD Developers & Builders Limited (1000000 shares @ 10 each)	10,000,000	10,000,000
(iii) of other entities		
Manappuram Jewellery	-	20,000,000
Investment in Debentures		
BRD Securities Ltd - Non Convertible Debentures	57,097,000	12,181,000
TOTAL	<u>87,597,000</u>	<u>62,681,000</u>
10 LONG TERM LOANS AND ADVANCES		
(a) Security Deposit Deposits		
Unsecured, considered good	112,500	112,500
KML Deposit	300,000	200,000
TOTAL	<u>412,500</u>	<u>312,500</u>
11 OTHER NON-CURRENT ASSETS		
Others		
Gratuity Fund	310,250	-
Deposit With Bank	290,000,000	-
TOTAL	<u>290,310,250</u>	<u>-</u>
12 INVENTORIES		
Stock in Trade	299,746,890	293,085,210
TOTAL	<u>299,746,890</u>	<u>293,085,210</u>
13 CASH AND BANK BALANCES :		
Cash and Cash Equivalentents		
(a) Cash in hand	11,184,932	9,419,186
(b) Balance with banks		
(i) In Current Accounts	70,371,463	63,329,430
	<u>81,556,396</u>	<u>72,748,616</u>
TOTAL	<u>81,556,396</u>	<u>72,748,616</u>

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

	31.03.2016	31.03.2015
	Rs	Rs
14 SHORT TERM LOANS AND ADVANCES :		
Loans and advances to related Parties		
ICD Loans	38,050,000	315,050,000
Balances with government authorities		
Unsecured, considered good		
(i) Income Tax Receivable		
Income tax Receivable	1,213,315	1,213,315
Loans and advances to employees	13,170	30,852
Others		
Kuri Advances	-	522,500
Chitty Advances	160,266,695	140,723,667
Other Advancees	-	14,742,000
Land Advances	14,500,000	14,500,000
Other Loans	1,200,000	-
TOTAL	215,243,180	486,782,334
Advances recoverable in cash or in kind or for value to be received		
15 OTHER CURRENT ASSETS :		
(a) Accruals		
Interest accrued on deposits/Securities	40,030,892	28,298,616
(b) Others		
Stock of Stationery	100,000	100,000
Other Income Receivable	8,000	8,000
Receivable from BRD Motors	67,240,460	62,679,980
Kuri Arrears	6,938,781	11,341,500
Commission Receivable	-	1,827
Other Advances & Receivables	153,360	18,298
TOTAL	114,471,493	102,448,221
16 REVENUE FROM OPERATIONS :		
Foreman's Commission	81,017,783	88,452,485
TOTAL	81,017,783	88,452,485
17 OTHER INCOME :		
(a) Interest Income		
Interest received from IC Deposits	38,266,887	50,340,777
Interest received om KML Deposits	-	16,000
Interest on Kuri Advance & Loans	34,088,131	24,175,710
Interest on others	1,158,484	5,969,282
Interest on Fixed Deposits	6,261,056	-

BRD FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

	31.03.2016 Rs	31.03.2015 Rs
(b) Other non-operating income (net of expenses directly attributable to such income)		
Rental income from investment properties	10,414	36,000
Late fee and Discount Profit	5,381,107	4,141,129
Profit on land sale	1,001,147	1,771
Commission on Money Transfer	14,160	26,388
Other Miscellaneous Income	544,954	271,818
TOTAL	86,726,340	84,978,875
18 EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	4,869,953	3,738,420
Contributions to provident and other funds	433,177	456,853
Staff welfare expenses	-	-
TOTAL	5,303,130	4,195,273
Details of Employee Benefits : Disclosures required under Accounting Standard 15 - Employee Benefits (Revised 2005)		
a. Defined Contribution Plans :		
During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined contribution plan		
Employers Contribution to Provident Fund	402,386	394,208
Employers Contribution to Employee's State Insurance	169,610	165,873
b. Defined benefit Plans- Gratuity:		
i. Components of employer expense		
Current service cost	102,821	122,455
Interest cost	43,426	42,473
Expected return on plan assets	47,980	34,231
Actuarial losses/(gains)	(230,671)	(86,323)
Total expense recognised in the Statement of Profit and Loss	(132,404)	44,374
ii. Actual contribution and benefit payments for year		
Actual benefit payments	-	66,692
Actual contributions	195,809	192,577
iii. Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	(458,400)	(542,824)
Fair value of plan assets	768,650	524,861
Funded status [Surplus / (Deficit)]	310,250	(17,963)
Unrecognised past service costs	-	-
Net asset / (liability) recognised in the Balance Sheet	310,250	(17,963)
iv. Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	542,824	530,911
Current service cost	102,821	122,455
Interest cost	43,426	42,473
Actuarial (gains) / losses	(230,671)	(86,323)
Benefits paid	-	(66,692)
Present value of DBO at the end of the year	458,400	542,824

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

	31.03.2016 Rs	31.03.2015 Rs
v Change in fair value of assets during the year		
Plan assets at beginning of the year	524,861	364,745
Acquisition adjustment		
Expected return on plan assets	47,980	34,231
Actual company contributions	195,809	192,577
Actuarial gain / (loss)	-	-
Benefits paid	-	(66,692)
Plan assets at the end of the year	768,650	524,861
vi. Composition of the plan assets is as follows:		
Government bonds	-	-
PSU bonds	-	-
Equity mutual funds	-	-
Insurer Managed Funds	768,650	524,861
vii. Actuarial assumptions		
Discount rate	8%	8%
Rate of return on plan assets	9%	9%
Salary escalation	7%	7%

The above disclosures are based on information furnished by the independent actuary and relied upon by the auditors.

The estimates of future Salary increases, considered in the actuarial valuation, takes into account of inflation, seniority, promotion and other relevant factors , such as supply and demand in the employment market.

19 FINANCE COST

(a) Interest expense on :

(i) Borrowings

Interest on Kuri Deposits

38,072,470 45,722,432

(ii) Others

Interest on delayed payment of income tax

758,251 1,204,187

TOTAL

38,830,721 46,926,619

20 DEPRECIATION AND AMORTISATION EXPENSES

Depreciation

494,968 617,313

Amortisation

111,451 111,451

TOTAL

606,420 728,764

21 OTHER EXPENSES :

Advertisement charges

30,530 205,590

Audit fees

207,000 159,600

Bank Charges

7,596 -17,075

Company Secretary Fee

10,000 32,000

Tds paid

74,002 92,178

Computer Expenses

65,043 17,666

Discount Allowed (Kuri)

29,400 23,300

Electricity Charges

- 114,884

Filing fee

37,800 33,800

BRD FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

	31.03.2016	31.03.2015
	Rs	Rs
Business Promotion Expense	45,600	-
Interest - BRD Kuries(India) Ltd	822,740	-
KML Registration Fee	6,000	6,000
Kuri Bonus	4,645,700	3,023,600
Gratuity Premium Paid	4,191	7,423
Kuri collection expenses	-	37,084
Kuri commission	1,523,851	2,192,393
Legal charges	52,403	29,010
Miscellaneous expenses	40,098	39,533
Office Expense	184,770	217,145
Postage & Telegram	614,021	278,531
Printing & Stationery	435,471	677,172
Rates and Taxes	1,201	2,283
Audit Expense	21,480	50,645
Refreshment expenses	121,820	130,398
Rent	262,056	300,274
Rent - (Jammu)	-	5,850
Repairs and Maintenance	116,590	50,426
Service Tax Paid	22,142	28,347
Sitting Fee	21,600	24,000
Software Expense	63,790	118,892
Staff welfare expenses	96,649	65,153
Subscription	-	1,000
Telephone charge	88,831	133,894
Travelling expenses	600,892	461,241
Vehicle Maintanance	13,398	77,656
Vehicle Maintanance (Bolero)	-	-
Diminision in value Investments	3,942,160	-
Bad Debts w/off	4,726,182	4,187,650
TOTAL	18,935,007	12,807,542
21.1 Payment to the auditors comprises :		
As auditors - statutory audit	138,000	114,000
For taxation matters	41,400	34,200
For other services	27,600	22,800
TOTAL	207,000	171,000
22 EARNINGS PER SHARE (BASIC & DILUTED) :		
Profit after tax	66,398,779	71,113,502
Weighted average number of shares	14961924	12680262
Nominal value of shares (₹)	10	10
Basic and diluted earnings per share (₹)	4.44	5.61
Adjusted earnings per share (Face value of ₹10 each)	4.44	4.75

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

	31.03.2016	31.03.2015
	Rs	Rs
23 RELATED PARTY TRANSACTIONS		
Details of Related Parties:		
Description of Relationship	Names of Related Parties	
Subsidiaries	BRD Chits Limited	BRD Kuries (India) Limited
Associates	BRD Builders and Developers Limited	
Key Management Personnel	C C William Verghese Appumon.C.K	Gigy Verghese David Raj C
Relatives of KMP	Griger Chery Williams Jetsy Mathew	Sheeja M J Simon K C
Entities in which KMP / Relatives of KMP can exercise significant influence	BRD Securities Limited SML Finance Limited	BRD Motors Limited BRD Car World Limited

Details of Related Party Transactions :

Nature of Transaction	KMP	Relative of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Intercompany Deposit Accepted P Y	-	-	10,000,000	10,000,000
Intercompany Deposit Made P Y	-	-	846,150,000	846,150,000
Intercompany Deposit Re-paid P Y	-	0		0
Intercompany Deposit received P Y	-	-	770,600,000	770,600,000
Intercompany Investments P Y		-	293,085,210	293,085,210
Interest Received P Y			50,340,827	50,340,827
Interest Paid P Y			45,722,432	45,722,432
Deposits in Kuries P Y	558,000	12,000		570,000
Commission Paid P Y		0		0

Note: Figures in italics relates to the previous year

27 Previous year figures have been regrouped or rearranged wherever necessary.

“As per our report of even date”

For **Balan & Co.**
Chartered Accountants,
FRN 000340S

Sd/-
VISHNU PRASAD B. MENON FCA
Partner
(M.No.207626)
Aluva
20.09.2016

Sd/-
DAVID RAJ C
Director

Sd/-
C.C. WILLIAM VARGHESE
Chairman

Sd/-
APPUMON C.K
Managing Director

Kunnamkulam
20.09.2016

BRD FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR 31ST MARCH 2016.

In terms of AS - 3 on Cash Flow Statement under Indirect Method

Particulars	31.03.2016 Rs.	31.03.2015 Rs.
A. Cash Flow from Operating activities		
Net profit Before Taxation	104,068,845	108,773,162
Adjustment for:		
Provision for Depreciation	606,420	728,764
Interest on Borrowings	38,830,721	46,926,619
Interest Income	-79,774,558	-80,501,769
Interest on Income Tax	758,251	
(Profit)/Loss on sale of Fixed Assets	-1,001,147	-1,771
	<u>-40,580,313</u>	<u>-32,848,157</u>
	<u>63,488,532</u>	<u>75,925,005</u>
Operating profit before working capital changes		
(Increase)/Decrease in Inventories	-6,661,680	-293,085,210
(Increase)/Decrease in Short term Advances & Other Assets	-30,894,368	25,717,384
Increase/(Decrease) in Sundry Creditors & Other liabilities	-1,069,652	51,706,593
Cash from operations	<u>-38,625,700</u>	<u>-215,661,233</u>
	<u>24,862,832</u>	<u>-139,736,228</u>
Income tax paid	-34,721,637	-38,199,865
Net cash from operating activities	<u>-9,858,804</u>	<u>-177,936,093</u>
B. Cash flow from Investing Activities		
Purchase of Fixed assets	-1,081,254	-26,056
Capital Work-in-Progress	-	-
Sale of Fixed assets	3,720,000	1,050,000
Interest Income	79,774,558	80,501,769
Net cash from Investing activities	<u>82,413,304</u>	<u>81,525,713</u>
C. Cash flow from Financing activities		
Share Capital increase	-	-
Decrease in Investments	-24,916,000	169,042,000
Interest on borrowings	-38,830,721	-46,926,619
Net Cash flow from Financing Activities	<u>-63,746,721</u>	<u>122,115,381</u>
Net Increase/Decrease in Cash & Cash Equivalents	8,807,779	25,705,001
Opening Cash & Cash Equivalents	72,748,617	47,043,616
Closing Cash & Cash Equivalents	81,556,396	72,748,617

“As per our report of even date”

For **Balan & Co.**
Chartered Accountants,
FRN 000340S

Sd/-
VISHNU PRASAD B. MENON FCA
Partner
(M.No.207626)
Aluva
20.09.2016

Sd/-
DAVID RAJ C
Director

Sd/-
C.C. WILLIAM VARGHESE
Chairman

Sd/-
APPUMON C.K
Managing Director

Kunnamkulam
20.09.2016

