

DIRECTORS' REPORT

To
The Members,

Your Directors have great pleasure in presenting the Twenty First Annual Report and the Audited Accounts of your Company for the year ended 31st March 2015.

FINANCIAL RESULTS:

	Year ended 31.03.2015 (₹ in '000)	Year ended 31.03.2014 (₹ in '000)
Income from Operations and Other Income	28,073.55	27,048.17
Profit before Financial Overheads & Depreciation	26,210.69	25,535.60
Less: Financial overheads	25,335.82	24,552.72
Less: Depreciation	286.47	420.34
Profit/(Loss) before Extra-ordinary items & Tax	588.40	562.55
Less: Provision (other than tax) and Contingencies	1,147.48	52.04
Profit/(Loss) before Tax	(559.07)	510.41
Less: Provision for Tax	183.81	176.74
Profit/(Loss) after Tax	(742.88)	333.67
Add: Surplus/(Deficit) brought forward	1,678.42	1,344.75
Less: * Transfer to Special Reserve u/s 45-IC of RBI Act, 1934	547.81	-
Profit/(Loss) carried to Balance Sheet	387.72	1,678.42

* An amount of ₹ 547.81 thousand was transferred to Special Reserve u/s 45-IC of RBI Act, 1934 out of profits of previous years on directions of RBI.

OPERATIONS:

The operations of the Company for the year under review have resulted in the gross profit of ₹ 26,210.69 thousands as against ₹ 25,535.60 thousand in the previous year. After providing for interest, depreciation and taxes, the Company has incurred a net loss of ₹ 742.88 thousand as against the profit of ₹ 333.67 thousand in the previous year.

Company being a RBI registered Non-Banking Finance Company, is engaged in the investment and lending activities and expects reasonably good performance in the coming year. The Company is fully compliant of RBI Regulations.

DIVIDEND:

In order to conserve resources for development and working capital, your directors do not recommend any dividend.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The provisions of section 205 (c) of the Companies Act, 1956 do not apply as there was no dividend declared and paid in the past year/years.

SHARE CAPITAL:

There was no change in the Authorized and Paid up share capital of the Company during the year.



AJCON FINANCE LIMITED

(Formerly known as Ajcon Commodity Brokers Limited)

CHANGE OF NAME:

The Company has changed its name from "Ajcon Commodity Brokers Limited" to "Ajcon Finance Limited" with effect from 27th January 2015. The change of name was approved by the members in the Extra Ordinary General Meeting (EOGM) of the Company held on 31st December, 2014. The Registrar of Companies, Mumbai Maharashtra has issued a fresh certificate of incorporation recording the change in the name of the Company. The same has also been duly approved by Reserve Bank of India and issued fresh CoR in new name on 18th March 2015.

CHANGE IN THE NATURE OF BUSINESS, IF ANY:

During the year under review, post approval of Forward Market Commission and Multi Commodity Exchange of India Ltd, the Company has surrendered its membership with Multi Commodity Exchange of India Ltd. Your Company wants to concentrate on its NBFC activities.

NUMBER OF BOARD MEETINGS:

The Board of Directors of your Company, during the period under review met 5 times on 29th May, 2014, 14th August, 2014, 10th November, 2014, 08th December, 2014 and 14th February, 2015. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

PUBLIC DEPOSITS:

During the financial year 2014-15, your Company has not accepted any deposit within the meaning of Sections 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS:

The particulars of loan, guarantees or investment under section 186 of the Act are not furnished since provisions of section 186 of the Act are not applicable to the Company, being a Non Banking Financial Company registered with the Reserve Bank of India.

CORPORATE SOCIAL RESPONSIBILITY:

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN 31st MARCH, 2015 AND 10th AUGUST, 2015 (date of Report):

There were no material changes and commitments affecting the financial position of the Company between the end of financial year (31st March, 2015) and the date of the Report (10th August, 2015).

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

There has been no change in constitution of Board during the year under review. In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs. In accordance with the provisions of Companies Act, 2013 Mr. Ankit Ajmera (DIN: 00200434), Director retires by rotation and being eligible has offered himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013;

- a) that, in the preparation of the annual financial statements for the year ended 31st March, 2015, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that, such accounting policies as mentioned in Notes to the Financial Statements have been selected and applied consistently and judgment and estimates have been made 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 loss of the Company for the year ended on that date;

c) that, proper and sufficient care has been taken 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) that, the annual financial statements have been prepared on a going concern basis;

e) that, proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;

f) that, systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

There are no orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Company has limited scope for undertaking energy conservation exercises, but nevertheless continues to emphasize work practices that result in conservation of energy. At the offices of your Company, special emphasis is placed on installation of energy-efficient lighting devices, use of natural light as best as possible, and adoption of effective procedures for conservation of electricity, water, paper and other materials that consume natural resources.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT 9 is annexed herewith as "Annexure -A".

RISK MANAGEMENT SYSTEMS:

The Company has a comprehensive risk management policy for both the Clientele & Proprietary business. With research & risk management systems in place, the Company wants to utilize its comfortable fund position for proprietary trading in equity, currency and commodity markets within the fixed parameters. The Company has been active in securities trading with full risk management system in place.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint Venture, or an Associate Company.

EMPLOYEE INFORMATION:

None of the employees of the Company are in receipt of remuneration exceeding the limit prescribed under rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Consequently statement pursuant to Section 197(12) of the Companies Act 2013 read with rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not required to be included.

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable on your Company.

EXPLANATION OR COMMENTS ON QUALIFICATION, RESERVATION OR ADVERSE REMARKS OR DISCLAIMER MADE BY THE AUDITORS AND THE PRACTISING COMPANY SECRETARY IN THEIR REPORT:

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013.

The Company is committed to provide a safe and conducive work environment to its employees. During the year under review, no case of sexual harassment was reported.

INTERNAL CONTROL SYSTEM:

The Company has adequate internal control systems commensurate with the nature and size of its business. Internal Audit is conducted at regular intervals, by independent firm of Chartered Accountants.

HUMAN RESOURCES:

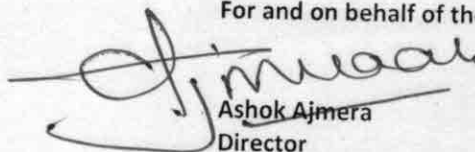
The Company has been following standard procedure for recruitment of best personnel. The relation between the management and staff remained very cordial during the year.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their thanks and gratitude to Bankers, MCX, FMC, RBI and clients for their support, co-operation, guidance and assistance. The Board is also grateful to the shareholders for their continued confidence.

The Board of Directors takes this opportunity to express their appreciation of the sincere efforts put in by the staff and executives at all the levels and hopes that they would continue their dedicated efforts in the future also.

For and on behalf of the Board



Ashok Ajmera
Director



Ankit Ajmera
Director

Place: Mumbai
Date: 10.08.2015

ANNEXURE "A"

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31st March 2015

[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:

CIN	:	U65920MH1994PLC080780
Registration Date	:	02/09/1994
Name of the Company	:	Ajcon Finance Limited
Category / Sub-Category of the Company	:	Category Limited by share / Sub Category Indian Non-Government Company
Address of the Registered office and contact details	:	101 SAMARTH OFF HINDUJAHOSPITAL 151 LT P N KTNIS RD MAHIM (W) MUMBAI 400016
Whether listed company	:	No
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 are stated below:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Professional Services	69100	12.23 %
2	Securities & Commodity trading	66120	64.80 %
3	Interest Income	64300	22.97 %

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

Sr. No.	Name and address of the Company	CIN / GLN	Holding / subsidiary / associate	% of shares held	Applicable section
1	Ajcon Global Services Limited Add: 101, Samarth L.T. PN Kotnis Road Mahim (W) Mumbai-400016.	L74140MH1986PLC041941	Holding Company	79.30 %	2(46)

I 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				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	20,00,000	20,00,000	89.39	-	20,00,000	20,00,000	89.39	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):	-	-	-	-	-	-	-	-	-
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other – Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A)(2):	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	20,00,000	20,00,000	89.39	NIL	20,00,000	20,00,000	89.39	-
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 (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):	-	-	-	-	-	-	-	-	-
(2) Non-Institutions									

a) Bodies Corp.	-	2,37,500	2,37,500	10.61	-	2,37,500	2,37,500	10.61	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(2):	-	2,37,500	2,37,500	10.61	-	2,37,500	2,37,500	10.61	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	2,37,500	2,37,500	10.61	-	2,37,500	2,37,500	10.61	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	22,37,500	22,37,500	100	-	22,37,500	22,37,500	100	-

ii. SHAREHOLDING OF PROMOTERS:

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding 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	Ajcon Global Services Limited	17,75,000	79.33	-	17,75,000	79.33	-	-
2.	Ajcon Consultants Pvt. Ltd.	2,25,000	10.06	-	2,25,000	10.06	-	-
	Total	20,00,000	89.39	-	20,00,000	89.39	-	-

iii. CHANGE IN PROMOTERS' SHAREHOLDING :

Sr. No		As on date	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	Ajcon Global Services Limited					
	At the beginning of the year	01/04/2014	17,50,000	79.30	17,50,000	79.30
	Change during the year	Nil	Nil	Nil	Nil	Nil
	At the End of the year	31/03/2015	17,50,000	79.30	17,50,000	79.30
2	Ajcon Consultants Pvt. Ltd.					
	At the beginning of the year	01/04/2014	2,25,000	10.06	2,25,000	10.06
	Change during the year	Nil	Nil	Nil	Nil	Nil
	At the End of the year	31/03/2015	2,25,000	10.06	2,25,000	10.06

iv. SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRS):

Sr. No	For Each of the Top 10 Shareholders	As on date	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	M/s. Manifold Infrastructure Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
2.	M/s. Commit Marketing Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
3.	M/s. Zigma Commotrade Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
4.	M/s. Manmohak Infrastructure Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
5.	M/s. Sunview Retail Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
6.	M/s. Zodiac Vincom Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
7.	M/s. Pewee Infrastructure Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
8.	M/s. Ranbhumi Nirman Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
9.	M/s. Xylo Infrastructure Pvt. Ltd.	01/04/2014	25,000	1.12	25,000	1.12
		31/03/2015	-	-	25,000	1.12
10.	M/s. Shreedhan Investment Consultancy Pvt. Ltd.	01/04/2014	12,500	0.56	12,500	0.56
		31/03/2015	-	-	12,500	0.56



AJCON FINANCE LIMITED

(Formerly known as Ajcon Commodity Brokers Limited)

v. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Sr No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Mr. Ashok Ajmera				
	01/04/2014	Nil	Nil	Nil	Nil
	31/03/2015	-	-	Nil	Nil
2.	Mr. Ankit Ajmera				
	01/04/2014	Nil	Nil	Nil	Nil
	31/03/2015	-	-	Nil	Nil
3.	Mr. Anuj Ajmera				
	01/04/2014	Nil	Nil	Nil	Nil
	31/03/2015	-	-	Nil	Nil
4.	Mr. Narayan Atal				
	01/04/2014	Nil	Nil	Nil	Nil
	31/03/2015	-	-	Nil	Nil

II 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	69,933.23	61,504.28	-	1,31,437.51
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	69,933.23	61,504.28	-	1,31,437.51
Change in Indebtedness during the financial year				
• Addition	20,895.75	2,16,722.56	-	2,37,618.31
• Reduction	(424.70)	(1,30,921.62)	-	(1,31,346.32)
Net Change	20,471.05	85800.94	-	1,06,271.99
Indebtedness at the end of the financial year				
i) Principal Amount	90,404.28	1,47,305.22	-	2,37,709.50
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	90,404.28	1,47,305.22	-	2,37,709.50

III REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

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

Sl. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
1	Gross salary	NIL	NIL
	(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 (A)		
	Ceiling as per the Act		

B. REMUNERATION TO OTHER DIRECTORS:

Sl. No.	Particulars of Remuneration	Name of Directors	Total Amount
1.	Independent Directors	Mr. Narayan Atal	
	Fee for attending board / committee meetings	NIL	NIL
	Commission		
	Others, please specify		
	Total (1)		
2.	Other Non-Executive Directors	NIL	NIL
	Fee for attending board / committee meetings	N.A.	N.A.
	Commission		
	Others, please specify		
	Total (2)		
	Total (B)=(1+2)	NIL	NIL
	Total Managerial Remuneration	NIL	NIL
	Overall Ceiling as per the Act	N.A.	N.A.

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL	NIL
	(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	NIL	NIL	NIL	NIL
	- as % of profit				
	- others, specify				
5	Others, please specify				
	Total	NIL	NIL	NIL	NIL

IV 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			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

INDEPENDENT AUDITOR'S REPORT

To
The Members of
AJCON FINANCE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of AJCON FINANCE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2015 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's Responsibility

Management 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 Standard 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.

Auditor's 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 standard and matters which are required to be included in the audit report under the provisions of the act and the rules made there under.

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

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 on the financial statements.



clb

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its losses and cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 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 standard specified under section 133 of the Act, read with the Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors as on 31st March, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us:
 - a) The Company does not have any litigation which would impact its financial position.
 - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Address:

307, Tulsiani Chambers
Nariman Point
Mumbai, 400021

Tel: (022) 22853039

Fax: (022) 66301318

Place: Mumbai

Date: 30.05.2015



For BHATTER & CO.
Chartered Accountants
Firm Reg. No. 131092W

D.H. Bhat
D.H. Bhat
Proprietor

Mem. No.: 016937

ANNEXURE TO AUDITORS' REPORT

The Annexure referred to in paragraph 1 under the 'Report on Other Legal and Regulatory Requirements' of our report to the members of Ajcon Finance Limited ("the Company") for the year ended 31st March, 2015.

We report that:

- i. In respect of its fixed assets,
 - a) The Company has been maintaining proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, physical verification of a major portion of fixed assets as at 31st March, 2015 was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the nature of its assets. No material discrepancies were noticed on such physical verification.
- ii. In respect of inventories,
 - a) The inventories have been physically verified by the management. In our opinion, the frequency of the verification of inventories is reasonable.
 - b) The Company's inventory comprises of only shares and securities. The Management during the year has physically verified those stocks which were not in dematerialized form and the rest were verified through Demat statements of depositaries. In our opinion, the procedure of such verification was reasonable and adequate, considering the size and nature of its business.
 - c) The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records.
- iii. In respect of loans, secured or unsecured, granted by the Company to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013;
 - a) The Company has granted loan to holding and group companies. The principal amounts are repayable on demand at the discretion of the Company and no repayment schedule is stipulated.
 - b) In respect of the said loans and interest thereon, there are no overdue amounts.
- iv. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business, with regard to purchases of equipment and other assets and with regards to the sale of services. During the course of our audit, we have not observed any major weakness in such internal control system.
- v. In our opinion and according to the information and explanation given to us, the Company has not accepted deposits from the public to which provisions of Sections 73 to Section 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 as 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. In our opinion and according to the information and explanation given to us maintenance of cost records under sub-section (1) of the Section 148 of the Companies Act, 2013 has not been prescribed by the government for any of the services rendered by the Company.
- vii. In respect of statutory dues:



- a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues have generally been deposited with the concerned authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2015 for a period of more than six months from the date of becoming payable.
- b) According to the records of the Company and information and explanations given to us no dues of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise value added tax or cess that have not been deposited on account of any disputes.
- c) According to the records of the Company and information and explanations given to us, no amount was required to be transferred to Investor's Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
- viii. The Company does not have any accumulated losses. The company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- ix. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks.
- x. The Company has not given any guarantee for loans taken by others from Bank or financial institution and accordingly requirement of Paragraph 3(x) of the aforesaid Order are not applicable to the Company.
- xi. The Company has not raised term loans during the year.
- xii. Based upon the audit procedures performed and information and explanations given to us by the management, no fraud on or by the Company has been noticed or reported during the year.

Place: Mumbai
Date: 30.05.2015



For BHATTER & Co
Chartered Accountants
Firm Reg. No.131092W

D. H. Bhat

D. H. Bhat
Proprietor

Mem. No. 016937

Ajcon Finance Limited

BALANCE SHEET AS AT 31ST MARCH 2015

Particulars	Note No.	As at 31/03/2015	As at 31/03/2014
		(₹ '000)	(₹ '000)
I EQUITY AND LIABILITIES			
1 Share Holders' Fund			
Share Capital	2	22,375.00	22,375.00
Reserve and Surplus	3	46,060.53	46,803.42
		68,435.53	69,178.42
2 Non-Current Liabilities			
Long Term Borrowings	4	191.16	615.86
Deferred Tax Liability (Net)	5	46.26	66.50
		237.42	682.36
3 Current Liabilities			
Short-Term Borrowings	6	2,37,518.34	1,30,821.66
Trade Payables	7	734.97	532.49
Other Current Liabilities	8	834.61	462.67
Short Term Provisions	9	1,655.67	304.15
		2,40,743.59	1,32,120.97
TOTAL		3,09,416.55	2,01,981.74
II ASSETS			
1 Non Current Assets			
Fixed Assets – Tangible Assets	10	1,164.36	1,450.84
Non Current Investments	11	1,100.00	1,100.00
		2,264.36	2,550.84
2 Current Assets			
Inventories	12	2,17,510.31	1,78,683.21
Trade Receivables	13	1,035.18	1,292.34
Cash & Cash Equivalents	14	925.82	1,072.64
Short Term Loans & Advances	15	87,680.86	18,382.71
		3,07,152.18	1,99,430.89
TOTAL		3,09,416.55	2,01,981.74

As per our report of even date attached

FOR BHATTER & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No. 131092W

D. H. BHATTER

PROPRIETOR

M. No. 016937

Place : Mumbai

Date : 30.05.2015



For and on behalf of the Board

Ashok Ajmera

Ashok Ajmera Director

Ankit Ajmera

Ankit Ajmera Director

Anuj Ajmera

Anuj Ajmera Director

AJCON FINANCE LIMITED

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

(Rupees in '000)

Particulars	Note No.	for the year ended 31/03/2015	for the year ended 31/03/2014
I Revenue from Operations	17	28,020.59	26,873.02
II Other Income	18	52.96	175.15
III Total Revenue (I+II)		28,073.55	27,048.17
IV Expenses			
Employee Benefit Expenses	19	476.13	620.35
Financial Cost	20	23,335.82	24,552.72
Depreciation & Amortization Expenses		286.47	420.34
Other Expenses	21	1,386.73	892.22
Total Expenses		27,485.15	26,485.62
V Profit/(Loss) before Extra-ordinary items & Tax (III-IV)		588.40	562.55
VI Provisions (other than tax) and Contingencies		1,147.48	52.14
VII Extra-ordinary items			-
VIII Profit/(Loss) before Tax (V-VI-VII)		(559.07)	510.41
IX Tax Expenses			
i) Current Tax		204.04	209.27
ii) Deferred Tax Expenses/ (Savings)		(20.24)	(37.44)
iii) Short/(Excess) Provision of Taxation of Earlier Years		-	4.91
X Profit/(Loss) for the period after Tax		(742.88)	333.67
XI Balance carried to Balance Sheet		(742.88)	333.67
XII Basic & Diluted EPS (in ₹)		(0.33)	0.15

As per our report of even date attached

FOR BHATTER & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.131092W

D. H. BHATTER

PROPRIETOR

M. No. 016937

Place : Mumbai

Date : 30.05.2015



For and on behalf of the Board

Ashok Ajmera Director

Ankit Ajmera Director

Anuj Ajmera Director

AJCON FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015

(₹ '000)

Particulars	Year Ended 31/03/2015	Year Ended 31/03/2014
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax and Prior period Adjustment & exceptional item	588.40	562.55
Adjustment for:		
Depreciation and Amortisation	286.47	420.34
Provision for Loss on Options Trading	-	(142.06)
Interest Received	(52.96)	(1,746.87)
Operating Profit Before Working Capital Changes	821.92	(906.05)
Adjustment for:		
Inventories	(38,827.11)	66,861.81
Trade & Other Receivables	(69,041.00)	(15,614.77)
Trade Payables & Other Current Liabilities	574.42	(6,003.53)
Cash Generated from Operations	(1,06,471.77)	44,337.46
Direct Taxes Paid (Net of Refund)	-	(1.07)
Cash Flow before prior period Adjustments & Exceptional item	(1,06,471.77)	44,336.39
Prior Period Adjustments	-	-
Net Cash From / (Used In) Operating Activities (A)	(1,06,471.77)	44,336.39
B CASH FLOW FROM INVESTING ACTIVITIES		
Interest on Fixed Deposits Received	52.96	50.15
Net Cash From / (Used In) Investing Activities (B)	52.96	50.15
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Secured Borrowings (Net)	20,471.05	(12,941.63)
Proceeds from Unsecured Borrowings (Net)	85,800.94	(33,310.02)
Interest Received	-	1,696.72
Net Cash From / (Used In) Financing Activities (C)	1,06,271.99	(44,554.93)
Net Increase / (Decrease) in Cash and Cash equivalents (A)+(B)+(C)	(146.82)	(168.39)
Cash and Cash equivalents at the beginning of the year	1,072.64	1,241.03
Cash and Cash equivalents at the end of the year	925.82	1,072.64

NOTES: 1) Above statement has been prepared by the indirect method as set out in the Accounting Standard 3 on Cash Flow Statement. 2) Figures for the previous year are re-classified / re-arranged / re-grouped, wherever necessary.

As per our report of even date attached

FOR BHATTER & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No. 131092W

D. H. BHATTER

PROPRIETOR

M. No. 016937

Place : Mumbai

Date : 30.05.2015



For and on behalf of the Board

Ashok Ajmera Director

Ankit Ajmera Director

Anuj Ajmera Director



AJCON FINANCE LIMITED

(Formerly known as Ajcon Commodity Brokers Limited)

Notes forming integral part of final accounts of the company for the year ended 31st March 2015

Note: 1 SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Preparation:

These financial statements of the company have been prepared in accordance with generally accepted accounting principles in India 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 and guidelines issued by the Reserve Bank of India ("RBI") as applicable to a Non Banking Finance Company. The financial statements have been prepared under the historical cost convention on accrual basis, unless otherwise expressly mentioned in the notes and are consistent with those used in previous year. The Company follows mercantile method of accounting and recognises income and expenditure on accrual basis other than income accrued on Non- Performing Assets as per the guidelines for prudential norms prescribed by the Reserve Bank of India.

b) Provisioning on Standard/ Sub-standard Assets

The Reserve Bank of India (RBI) has issued guidelines to all NBFCs to make provision on assets based on prescribed criteria; accordingly the Provision has been made on Standard and Sub-standard Assets.

c) 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. The estimates and assumptions used in the accompanying financial statements are based on management's evaluation of the relevant facts and circumstances as on the date of the financial statements. 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.

d) Revenue Recognition:

- i. Revenue is recognized where there is reasonable certainty of its ultimate realization.
- ii. Revenue from trading in securities is accounted on settlement date basis.
- iii. Interest income other than interest on sub-standard assets or doubtful assets is accounted on accrual basis. Interest on sub-standard assets or doubtful assets is accounted on ultimate realization as per the guidance notes issued by ICAI on Accounting standard on Revenue Recognition and guidelines of RBI.
- iv. Income other than above is accounted on accrual basis.

e) Fixed Assets:

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of tangible assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. 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.

f) Depreciation:



Sub

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II of Companies Act, 2013. Depreciation on additions to assets or on sale/disposal of assets is calculated, based on the above principle, from the date of such additions, or up to the date of sale/disposal, as the case may be.

g) Non-Current Investment:

Investments are treated strategic long term investments and the same are stated at cost, without considering any increase or erosion in the value.

h) Inventories:

Inventories are consisting of stocks and securities and the same are accounted at cost and any decline in the carrying value other than temporary in nature is provided for.

i) Equity Index/Stock Futures Derivative Instruments:

In accordance with the ICAI announcements, derivative contracts (other than foreign currency forward contracts covered under AS 11) is done based on the 'marked to market' principle, on a portfolio basis, and the net loss, if any, after considering the offsetting effect of underlying hedged items, is charged to the statement of profit and loss. Net gain, if any, after considering the offsetting effect of loss on the underlying hedged item, is ignored as a matter of prudence. As on the Balance Sheet date, profit/loss on open positions in Equity index/Stock Futures are accounted for as follows:

- Credit balance in the "Mark-to-Market Margin- Equity index/Stock Futures Account, being the anticipated profit, is ignored and no credit for the same is taken in the statement of Profit and Loss Account.
- Debit balance in the "Mark-to-Market Margin- Equity index/Stock Futures", being anticipated loss, is adjusted in the statement of Profit and Loss Account.

j) Provision for taxation:

- Current Tax

Provision for current year taxation is determined as the tax payable in respect of taxable income for the year and is computed in accordance with provision of relevant statute.

- Deferred Tax

The Company has provided for deferred tax liability in accordance with Accounting Standard 22- "Accounting for Taxes on Income" issued by The Institute of Chartered Accountants of India. In accordance with transition provision of AS-22, the Company has adjusted the opening deferred tax liability against opening revenue reserves.

Deferred tax resulting from timing difference between book profit and tax profit is accounted for at the current tax rate/substantively enacted tax rate, as applicable, to the extent that the timing differences are expected to crystallize. The Company offsets deferred tax assets and deferred tax liabilities as it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation law.

k) Segment Reporting

The Company operates in single business segment i.e. financial services.

l) Earnings per Share:

The basic earnings per share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of Equity Shares outstanding during the reporting year.



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AJCON FINANCE LIMITED

(Formerly known as Ajcon Commodity Brokers Limited)

Notes forming Integral Part of Balance Sheet as at 31st March 2015

	As at 31.03.2015	As at 31.03.2014
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Note: 2 Share Capital

Authorised Share Capital		
25,00,000, (25,00,000) Equity Shares of ₹ 10 each	25,000.00	25,000.00
Issued, Subscribed & Paid Up		
22,37,500, (22,37,500) Equity Shares of ₹ 10 each fully paid up.	22,375.00	22,375.00
Total	22,375.00	22,375.00

2.1 Details of Shareholders' holding more than 5% Shares :

Name of Shareholders'	As at 31.03.2015		As at 31.03.2014	
	No. of Shares	% held	No. of Shares	% held
Ajcon Global Services Ltd. (Holding Company)	17,75,000	79.33	17,75,000	79.33
Ajcon Consultants Pvt. Ltd.	2,25,000	10.06	2,25,000	10.06

2.2 Reconciliation of the number of Shares outstanding is set out below :

Particulars	As at 31.03.2015	As at 31.03.2014
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	22,37,500	22,37,500
Add: Shares issued during the year	-	-
Less: Shares cancelled/ buy back during the year	-	-
Equity Shares at the end of the year	22,37,500	22,37,500

2.3 Face Value of Shares

All the equity shares are of same class with a face value of ₹ 10 per share. The Company has not issued any shares during the year under review.

2.4 Rights, Preferences and Restrictions attached to Shares :

Equity Shares: The Company has only one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.



	As at 31.03.2015	As at 31.03.2014
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Note: 3 Reserve and Surplus

Securities Premium		
Balance at the beginning of the year	45,125.00	45,125.00
Additions during the year	-	-
Utilization during the year	-	-
Balance at the end of the year c/f to Balance Sheet	45,125.00	45,125.00
Special Reserve u/s 45-IC of RBI Act, 1934		
Balance at the beginning of the year	-	-
Additions during the year	547.81	-
Balance at the end of the year c/f to Balance Sheet	547.81	547.81
Profit and Loss Account		
Balance at the beginning of the year	1,678.42	1,344.75
Profit/(Loss) during the year	(742.88)	333.67
Profit available for appropriation	935.53	1678.42
Transfer to Special Reserve u/s 45-IC of RBI Act, 1934	(547.81)	-
Balance at the end of the year c/f to Balance Sheet	387.72	1,678.42
Total	46,060.53	46,803.42

Note: 4 Long Term Borrowings

Secured Loans		
Vehicle Loan From Bank (Secured against vehicles. Payment of principal and interest thereon is in line with the stipulated terms of the loan)	191.16	615.86
TOTAL	191.16	615.86

Note: 5 Deferred Tax Liability (Net)

Deferred Tax Liability : (Opening)	66.50	103.94
Add: Deferred Tax Liability/ (Asset) for timing difference on depreciation	(20.24)	(37.44)
Net Deferred Tax Liability : (Closing)	46.26	66.50

Note: 6 Short Term Borrowings

Secured		
Inter Corporate Loans/ Advances (Secured against shares, repayable on demand)	90,213.12	69,317.37
Unsecured		
Temporary Bank Overdraft	358.11	792.59
Inter Corporate Deposits	1,46,947.11	60,711.70
TOTAL	1,30,821.66	1,30,821.66



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	As at 31.03.2015	As at 31.03.2014
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Note: 7 Trade Payables

Creditors for Trade	[Refer note below]	505.44	446.08
Creditors for Expenses	[Refer note below]	229.53	86.41
TOTAL		734.97	532.49

Note: The disclosure under Section 22 of Micro, Small and Medium Enterprises Development Act, 2006 is not applicable to our company as we are neither a trading nor a manufacturing company. Also, due to absence of information from the creditors regarding their registration under Micro, Small and Medium Enterprises Development Act, 2006 no specific disclosure is possible.

Note: 8 Other Current Liabilities

TDS Payable	834.61	462.64
Stamp Duty Payable	-	0.03
TOTAL	834.61	462.67

Note: 9 Short Term Provisions

Provision for Taxation	456.05	252.01
Provision against Standard & Substandard Assets (as per RBI Norms)	1,199.62	52.14
TOTAL	1,655.67	304.15

Note : 10 Tangible Assets

Particulars	Gross block				Depreciation				Net Block	
	As at 01.04.2014	Addition during the period	Deduction during the period	As at 31.03.2015	As at 01.04.2014	Addition during the period	Deduction during the period	As at 31.03.2015	As at 31.03.2015	As at 31.03.2014
Computers	1,645.19	-	-	1,645.19	1543.67	83.76	-	1,627.43	17.77	101.52
Furniture	19.30	-	-	19.30	19.30	-	-	19.30	-	-
Electrical Installation	3.86	-	-	3.86	3.86	-	-	3.86	-	-
Motor Car	1,604.96	-	-	1,604.96	255.65	202.72	-	458.37	1146.59	1,349.31
Office Equipment	30.68	-	-	30.68	30.68	-	-	30.68	-	-
Total	3,303.99	-	-	3,303.99	1,853.16	286.47	-	2,139.63	1,164.36	1,450.83
Previous Year	3,303.99	-	-	3,303.99	1,432.82	420.34	-	1,853.15	1,450.83	1,871.17



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	As at 31.03.2015	(₹ '000) As at 31.03.2014
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Note: 11 Non Current Investments

Other Investments

Investment in Equity Instruments

Unquoted Equity Shares

6,875 (6,875) Equity shares of ₹ 10 each of M/s Ajcon IT.Com Ltd.

	1,100.00	1,100.00
TOTAL	1,100.00	1,100.00

Note: 12 Inventories

Stock of Shares and Securities (At Cost)	2,17,510.31	1,78,683.21
TOTAL	2,17,510.31	1,78,683.21

Note: 13 Trade Receivables

Sundry Debtors (Unsecured, considered good)

- Outstanding for a period exceeding six months from the date they are due for payment

- Others

	160.00	-
	875.18	1,292.34
TOTAL	1,035.18	1,292.34

Note: 14 Cash & Cash Equivalents

Cash on Hand	225.24	318.09
Balances with Bank		
- In current accounts with scheduled banks	132.94	178.53
Bank Fixed Term Deposits (Original maturity is more than 12 months)	536.47	523.79
Accrued Interest on Bank Term Deposits	31.17	52.23
TOTAL	925.82	1,072.64

Note: 15 Short Term Loans & Advances

Unsecured, considered good

Advances to related parties

- Balances with related parties

- Others

Tax payment- Advance tax, self-assessment tax & TDS

Other advances recoverable in cash or in kind or for value, to be considered good

Deposits

- Deposits with Stock Exchanges & Other Miscellaneous Deposits

	1,091.59	743.18
	83,755.21	15,211.34
	2,202.64	1,207.15
	518.43	126.89
	113.00	1,094.14
TOTAL	18,382.71	18,382.71

Notes forming integral part of Statement of Profit and Loss for the year ended 31st March 2015

(₹ '000)

	For the year ended on 31.03.2015	For the year ended on 31.03.2014
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Note: 16 Revenue from Operations

Income from Operations	3,427.20	6,543.95
Profit from Securities and Commodity Trading	18,158.05	18,632.35
Interest income	6,435.35	1,696.72
TOTAL	28,020.59	26,873.02

Note: 17 Other Income

Interest on Bank Fixed Deposit	52.96	50.15
Other Operating Income	-	125.00
TOTAL	52.96	175.15

Note: 18 Employee Benefit Expenses

Salaries to Staff	469.68	617.35
Staff Welfare Expenses	6.45	3.00
TOTAL	620.35	620.35

Note: 19 Financial Cost

Interest Expenses	25,306.23	24,510.07
Bank Charges & Commission	29.59	42.66
TOTAL	25,335.82	24,552.72

Note: 20 Other Expenses

Auditors' Remuneration	10.00	10.00
Advertisement Expenses	313.00	
Connectivity & Communication	14.13	217.34
Insurance Premium	33.94	25.00
Legal & Professional Fees	693.97	161.42
Postage, Courier and Telegram	4.13	23.52
Printing & Stationery	14.86	26.48
Rent, Rates & Taxes	108.00	108.00
Repairs & Maintenance	4.50	37.10
Subscription and Membership Fees	38.08	75.00
Sundry Expenses	90.29	78.98
Telephone Expenses	27.51	40.44
Transaction Charges	0.68	29.31
Travelling & Conveyance	33.64	59.62
TOTAL	2,385.73	892.22



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21. Contingent Liabilities and Commitments:

A provision is recognized when an enterprise 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 a reliable estimate can be made. Provisions are determined based on best management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best management estimates.

There is no contingent liability as on Balance Sheet date.

22. The Company has been enjoying an overdraft facility from NBFCs/Companies against the security of shares. A sum of ₹ 90,213.12 thousand (PY ₹ 69,317.37 thousand) was outstanding as on the date of the Balance sheet against the security of shares under the said facility. The same has been shown under the head Short term borrowings (Secured) in the Balance sheet.

23. In the opinion of the Board of Directors, the current assets, loans and advances are of the value as stated, if realized in the ordinary course of the business, except to the extent of the erosion in the value of stock which is undeterminable, due to non-availability of market quotations in most of the cases and being the strategic long term investments.

24. Related Party Disclosures:

Disclosure in accordance with Accounting Standards-18 – Related Party transactions taken place during the year

A. List of Related Parties.

RELATIONSHIP	RELATED PARTY
1. Related party : Holding Control Holding Company	M/s Ajcon Global Services Ltd.
2. Related parties where significant influence exists Subsidiaries of Holding Company	M/s Ajcon Comtrade Pvt. Ltd. M/s Kanchanmanik Securities Pvt. Ltd.
3. Other Enterprises (Where Directors are Directors of the said Enterprise)	M/s Ajcon Infra Projects Pvt. Ltd. M/s Ajcon Consultants Pvt. Ltd. M/s Ajcon IT.Com Ltd. M/s Reach Ajcon Wealth Management Pvt. Ltd. M/s Reach Ajcon Financial Advisors Pvt. Ltd. M/s E3 Zone Edutrain Pvt. Ltd.
4.. Key Management Personnel Director Director Director	Mr. Ashok Ajmera Mr. Ankit Ajmera Mr. Anuj Ajmera



B. Significant transactions with related parties (₹ '000)

Nature of Transaction	Holding Company	Subsidiaries of Holding Company	Other Related Enterprises	Key Management Personnel
Loans and Advances Given (Net)	26500.00, (Nil)	-	9860.00, (730.00)	-
Income	-	-	416.20, (14.64)	(Nil), 0.01

(Amounts in bracket represent the figures of the corresponding previous year.)

There are some transactions in current account with related parties which were not materially significant and hence not reckoned for the above purpose.

C. Outstanding balance as on 31.03.2015 (₹ '000)

Nature of Transaction	Holding Company	Subsidiaries of Holding Company	Other Related Enterprises	Key Management Personnel
Loans & Advances (Given)	26500.00, (Nil)	-	9216.31, (743.18)	-
Loans & Advances (Received)	-	2,500.00, (2,500.00)	Nil, (814.90)	-
Investment	-	-	1100.00, (1100.00)	-

(Amounts in bracket represent the figures of the corresponding previous year.)

25. Information about foreign currency earnings and outgo:-

CIF value of imports, Expenditure & Earning in foreign exchange: - NIL, (P.Y. NIL) thousand.

26. Previous years' figures have been regrouped/ reclassified wherever necessary to correspond with the current years' classification/ disclosure.

As per our report of even date attached

FOR BHATTER & CO.

CHARTERED ACCOUNTANTS

Firm Registration No.131092W

D.H. Bhattar

D.H. Bhattar

Proprietor

M. No. 16937

Place : Mumbai

Date : 30.05.2015



For and on behalf of Board

Ashok Ajmera

Director

Ankit Ajmera

Director

Anuj Ajmera

Director

Auditor's Report

Pursuant to Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008

To,
The Board of Directors
Ajcon Finance Limited
Mumbai.

We hereby certify

1. that the Company is engaged in the business of Non-Banking Financial Institution and has obtained a Certificate of Registration from the Bank;
2. that the Company is entitled to continue to hold the Certificate of Registration in terms of its asset/income pattern as on 31st March 2015;
3. that the Board of Directors has passed a resolution for non- acceptance of any public deposits;
4. that the Company has not accepted any public deposits during the relevant period/year;
5. that the company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007;
6. that the prudential norms in respect of Systemically Important Non-deposit taking NBFCs as defined in paragraph 2(1)(xix) of the Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 are not applicable to the Company
7. that the Submission of the annual statement of capital funds, risk assets/exposures and risk asset ratio (NBS-7) to the Reserve Bank of India is not applicable to the Company.

Address:

307, Tulsiani Chambers
Nariman Point
Mumbai, 400021
Tel: 22853039
Tele-fax: 66301318

Place: Mumbai
Date : 30.05.2015



For BHATTER & CO.
Chartered Accountants
Firm Reg. No.131092W

D.H. Bhatte

(D.H. Bhatte)
Proprietor
M. No.:016937

Annex

Schedule to the Balance Sheet of AJCON FINANCE LIMITED
(a non-deposit taking non-banking financial company)
(as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit
Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(₹ in '000)

Particulars		(₹ in '000)	
Liabilities side :			
(1)	Loans and advances availed by the nonbanking financial company inclusive of interest accrued thereon but not <u>paid</u> :	Amount Outstanding	Amount Overdue
(a)	Debentures : Secured	-	-
	: Unsecured	-	-
	(other than falling within the meaning of public deposits*)		
(b)	Deferred Credits	-	-
(c)	Term Loans	-	-
(d)	Inter-corporate loans and borrowing	2,37,160.23	-
(e)	Commercial Paper	-	-
(f)	Other Loans - Bank Overdraft	358.11	-
	- Vehicle Loan From Bank	191.16	-
*Please see Note 1 below			

Assets side :		
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :	Amount outstanding
(a)	Secured	-
(b)	Unsecured	-
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities	84,846.80
(i)	Lease assets including lease rentals under sundry debtors :	
(a)	Financial lease	-
(b)	Operating lease	-
(ii)	Stock on hire including hire charges under sundry debtors	-
(a)	Assets on hire	-
(b)	Repossessed Assets	-
(iii)	Other loans counting towards AFC activities	-
(a)	Loans where assets have been repossessed	-
(b)	Loans other than (a) above	-
(4)	Break-up of Investments :	
Current Investments :		
1.	Quoted :	
(i)	Shares :	
	(a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	-
(iv)	Government Securities	-
(v)	Others (please specify)	-
2.	Unquoted :	
(i)	Shares :	
	(a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	-
(iv)	Government Securities	-
(v)	Others (please specify)	-



Long Term investments :			
1. Quoted :			
(i) Shares :	(a) Equity		-
	(b) Preference		-
(ii) Debentures and Bonds			-
(iii) Units of mutual funds			-
(iv) Government Securities			-
(v) Others (please specify)			-
2. Unquoted :			
(i) Shares :	(a) Equity		1100.00
	(b) Preference		-
(ii) Debentures and Bonds			-
(iii) Units of mutual funds			-
(iv) Government Securities			-
(v) Others (please specify)			-
(5) Borrower group-wise classification of assets financed as in (2) and (3) above :			
Please see Note 2 below			
Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	1088.86	1088.86
(c) Other related parties	-	8104.41	8104.41
2. Other than related parties	-	71453.91	71453.91
Total	-	80647.18	80647.18
(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):			
Please see note 3 below			
Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)	
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same Group	1100.00	1100.00	
(c) Other related parties	-	-	-
2. Other than related parties	-	-	-
Total	1100.00	1100.00	

** As per Accounting Standard of ICAI (Please see Note 3)

(7) Other information

Particulars		Amount
(i)	Gross Non-Performing Assets	
	(a) Related parties	-
	(b) Other than related parties	5000.00
(ii)	Net Non-Performing Assets	
	(a) Related parties	-
	(b) Other than related parties	4000.00
(iii)	Assets acquired in satisfaction of debt	-

Notes:

- As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above