

## INDEPENDENT AUDITORS' REPORT

TO,  
THE MEMBERS OF  
M/S S. E. INVESTMENTS LIMITED  
DELHI

### REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying standalone financial statements of M/S S. E. INVESTMENTS LIMITED (the Company) which comprise the Balance Sheet as at 31<sup>st</sup> March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, 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 standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### OPINION

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

1. In the case of the balance sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2015;
2. In the case of the statement of profit and loss, of the profit for the year ended on that date; and
3. In the case of the cash flow statement, of the cash flows for the year ended on that date;



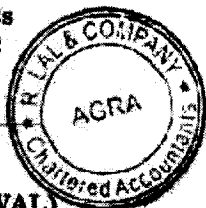
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*Mandakini*  
MANAGING SECRETARY

## 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(8) 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 audit of all the branch offices of the Company has been conducted by us, hence section 143 (8) is not applicable;
  - d. 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;
  - e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - f. On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors are disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
  - g. With respect to the adequacy of internal financial control over financial reporting of the company and operating effectiveness of such control. The Company has proper internal control system.
  - h. With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) 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 (other than in the ordinary course of business) which would impact its financial position.
    - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C



(CA. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583

Date : 11<sup>th</sup> April' 2015  
Place: Delhi

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 018898C



(CA. SHILPI AGARWAL)  
Partner  
M. No. 405692

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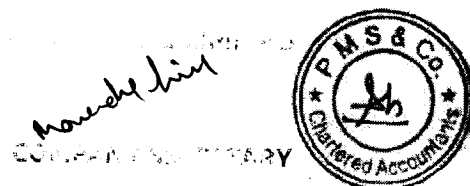
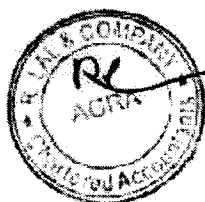
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SECRETARY

**ANNEXURE TO AUDITORS' REPORT OF M/S S. E. INVESTMENTS LTD.**  
(Referred to in our Report of even date for F. Y. 2014-15)

- i. The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assets.  
As explained to us, the fixed assets have been physically verified by the management at reasonable interval. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
According to information and explanations given to us, no substantial disposal of fixed assets has been made during the year.
- ii. As explained to us, inventory have been physically verified by the management at reasonable interval. In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business. In our opinion and according to information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- iii. The Company has granted loans, secured or unsecured to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013.  
The repayment/receipt of the principal and interest of loan granted is regular and there is no overdue at the Balance Sheet date.
- iv. In our opinion and according to the information and explanations given to us, there are adequate Internal Control Procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets, sale of goods and services. During the course of our Audit, we have not observed any continuing failure to correct major weakness in internal control system.
- v. Directives issued by Reserve Bank of India and provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed there under have been complied with.
- vi. Maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- vii. According to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues and there are no undisputed amounts of Income Tax, Service Tax, Cess, Employees State Insurance, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Provident Fund etc. outstanding as at the last day of financial year concerned for a period of more than six months from the date they became payable.  
There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Company as per Companies Act 1956 and the Rules framed there under.
- viii. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the year and during the immediately preceding financial year.
- ix. The Company has not defaulted in the repayment of dues to a Financial Institution or Bank or Debenture holders.
- x. According to information and explanations given to us the Company has not given any guarantee for loans taken by others from Banks/financial institutions.

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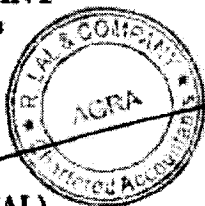


- xi. In our opinion and according to information and explanations given to us, the Company had applied the Term Loans for the purpose for which the loans were obtained.
- xii. According to the information & explanations given to us, in the nature of the business of the Company, no fraud on or by the Company has been noticed or reported during the year.

**For R. LAL & COMPANY**

**Chartered Accountants**

**Firm Reg. No. 000926C**



*R. Lal & Company*

**(CA. RAM LAL AGRAWAL)**

**Proprietor**

**M. No. 017583**

**Date : 11<sup>th</sup> April 2015**

**Place: Delhi**

**For P M S & Co.**

**Chartered Accountants**

**Firm Reg. No. 013398C**



*Shilpi Agarwal*

**(CA. SHILPI AGARWAL)**

**Partner**

**M. No. 405692**

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**COMPANY SECRETARY**



**S. E. INVESTMENTS LIMITED**  
**BALANCE SHEET AS ON 31st MARCH 2015**

Sr. No.	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I.	<b>EQUITY AND LIABILITIES</b>		₹	₹
	(1) Shareholders' Funds			
	(a) Share Capital	1	43,06,62,500	43,06,62,500
	(b) Reserves and Surplus	2	4,79,18,36,206	4,41,90,16,631
	(c) Money received against Share Warrants		-	-
	(2) Share Application money pending allotment		-	-
	(3) Non-Current Liabilities			
	(a) Long Term Borrowings	3	8,04,02,000	21,97,96,909
	(b) Deferred Tax Liabilities (Net)	4	5,44,43,407	6,47,11,616
	(c) Other Long Term Liabilities	5	45,40,72,104	54,90,04,066
	(d) Long Term Provisions	6	2,45,58,379	2,17,85,130
	(4) Current Liabilities			
	(a) Short Term Borrowings	7	4,02,36,32,700	3,64,71,41,784
	(b) Trade Payables		-	-
	(c) Other Current Liabilities	8	98,36,23,955	62,50,84,446
	(d) Short Term Provisions	9	27,61,24,339	62,38,43,391
	<b>Total Equity &amp; Liabilities</b>		<b>11,11,93,55,590</b>	<b>10,60,10,46,475</b>
II.	<b>ASSETS</b>		₹	₹
	(1) Non-Current Assets			
	(a) Fixed Assets	10		
	(i) Tangible Assets		3,10,51,759	2,51,58,090
	(ii) Intangible Assets		-	-
	(iii) Capital Work in Progress		-	-
	(iv) Intangible Assets under Development		-	-
	(b) Non Current Investments	11	44,40,50,066	71,59,68,954
	(c) Deferred Tax Assets (Net)		-	-
	(d) Long Term Loans and Advances	12	19,07,98,715	5,73,33,526
	(e) Other Non Current Assets	13	15,74,04,629	19,25,06,453
	(2) Current Assets			
	(a) Current Investments	14	4,16,78,609	22,53,59,537
	(b) Inventories	15	9,61,20,90,144	8,71,40,52,152
	(c) Trade Receivables		-	-
	(d) Cash and Cash Equivalents	16	13,32,80,130	3,73,78,341
	(e) Short Term Loans and Advances	17	50,90,01,538	63,32,89,420
	(f) Other Current Assets		-	-
	<b>Total Assets</b>		<b>11,11,93,55,590</b>	<b>10,60,10,46,475</b>

Notes to the Accounts & Significant Accounting Policies annexed  
Notes referred to above form an integral part of these Financial Statements  
Signed in terms of our Report of even date

For and on behalf of the Board

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C

(SUNIL AGARWAL) Managing Director

(HARISH SINGH) Executive Director

(CA. RAM LAL AGRAWAL)  
Proprietor  
Membership No. 017583

(CA. SHILPA AGARWAL)  
Partner  
Membership No. 405692

(DR. ARUN GOPAL AGARWAL) Director

Date : 11<sup>th</sup> April 2015  
Place : Delhi

(VISHAL SHARMA) Company Secretary

COMPANY SECRETARY

**S. E. INVESTMENTS LIMITED**  
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31st MARCH 2015**

Sr. No	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	Revenue from operations	18	1,78,37,84,086	2,07,92,69,066
	<b>Total Revenue (I)</b>		<b>1,78,37,84,086</b>	<b>2,07,92,69,066</b>
II	<b>Expenses:</b>			
	Employee Benefit Expenses	19	10,74,38,550	9,08,69,790
	Financial Costs	20	55,92,56,917	61,47,16,369
	Depreciation and Amortization Expenses	21	6,29,45,030	4,39,15,040
	Other Expenses	22	38,71,13,468	48,83,01,704
	<b>Total Expenses (II)</b>		<b>1,11,67,53,965</b>	<b>1,23,78,02,903</b>
III	Profit before Exceptional and Extraordinary Items and Tax (I-II)		<b>66,70,30,121</b>	<b>84,14,66,163</b>
IV	Exceptional Items		-	-
V	Profit before Extraordinary Items and Tax (III-IV)		<b>66,70,30,121</b>	<b>84,14,66,163</b>
VI	Extraordinary Items		-	-
VII	Profit before Tax (V-VI)		<b>66,70,30,121</b>	<b>84,14,66,163</b>
VIII	<b>Tax expense:</b>			
	(1) Current Tax		22,60,65,283	26,67,61,299
	(2) Deferred tax		(1,02,68,209)	1,94,32,323
	(3) Previous Year Income Tax		60,81,168	(72,24,026)
IX	Profit/(Loss) from the period from Continuing Operations (VII-VIII)		<b>44,51,51,899</b>	<b>86,24,98,567</b>
X	Profit/(Loss) from Discontinuing Operations		-	-
XI	Tax Expense of Discontinuing Operations		-	-
XII	Profit/(Loss) from Discontinuing Operations (X-XI)		-	-
XIII	Profit/(Loss) for the period (IX+XII)		<b>44,51,51,899</b>	<b>86,24,98,567</b>
XIV	Earning per equity share:	25		
	(1) Basic		10.90	13.80
	(2) Diluted		10.90	13.80

Notes to the Accounts & Significant Accounting Policies annexed  
Notes referred to above form an integral part of these Financial Statements  
Signed in terms of our Report of even date

For and on behalf of the Board

For R. LAL & COMPANY

Chartered Accountants  
Firm Reg. No. 300929C

(CA. RAM LAL AGRAWAL)  
Partner  
Membership No. 017583

For P M S & Co.

Chartered Accountants  
Firm Reg. No. 013398C

(CA. SHILPI AGARWAL)  
Partner  
Membership No. 405692

(SUNIL AGARWAL)

Managing Director

(HARISH SINGH)

Executive Director

(DR. ARUN GOPAL AGARWAL)

Director

Date : 11<sup>th</sup> April' 2015  
Place : Delhi

(VISHAL SHARMA) **CERTIFIED TRUE COPY**  
Company Secretary

*Manoj Kumar*

**M/S S. E. INVESTMENTS LIMITED**  
**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

**ACCOUNTING POLICIES:**

**A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention method, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013, as adopted consistently by the Company. The Company has followed Mercantile System of Accounting and the accounts have been made consistently on accrual basis as a going concern.

The Company complies with the directions issued by the Reserve Bank of India (RBI) for non-Banking Financial (Non-Deposit Accepting or Holding) Companies (NBFC-ND), relevant provision of the Companies Act, 2013 and applicable accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 issued by the Central Government of India and the guidelines issued by the Securities and Exchange Board of India (SEBI) to the extent applicable. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

**B. STOCK IN TRADE/ASSETS HELD FOR SALE**

Inventories being book debts relating to loans, advances to borrowers are valued at book value net of Future Interest including overdue installments. Stock of shares and debentures are valued at cost.

**C. CASH FLOW STATEMENT**

As required by Accounting Standard-3 "Cash Flow Statement" issued by "The Institute of Chartered Accountants of India" the Cash Flow for the period is reported using indirect method. The Cash and Cash Equivalent of the Company comprises of Cash in hand and Current account with Scheduled Banks.

**D. DEPRECIATION**

Till last financial year Depreciation has been provided on straight-line method in the manner and at the rates specified in Schedule XIV to the Companies Act, 1956. Depreciation for current financial year has been provided on straight-line method in the manner and at the rates specified in Schedule II to the Companies Act, 2013 and on pro rata basis from the date of installation till the date the assets are sold or disposed off.

**E. REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured:

- i. Income from lease rentals and interest on loans and advances cases are recognized as revenue as per the terms of the agreements entered into with Lessees/Borrowers. Interest Income are accounted for on accrual basis in accordance with the due dates of installments of loan and advances.
- ii. Late Payment Interest on overdue of installments from Lessees/Borrowers and allowance of rebate for good and timely payment are accounted for as and when received or allowed because these income and rebates are contingent.

**F. FIXED ASSETS**

All assets held with the intention of being used for the purpose of producing goods or providing services and not for sale in the normal course of business are reconized as Fixed Assets and are stated at cost less accumulated depreciation after considering lease adjustment account. All costs including finance cost attributable to fixed assets till assets are ready for intended use are capitalized.



## G. INVESTMENTS

Investments are recognised as recommended in AS 13. Accordingly following policies have been adopted in respect of Investments made:

- i) Investments that are readily realizable and are intended not to be held for more than one year from the date of acquisition are classified as current investments. All other investments are classified as Long term investments.
- ii) The Company values its Investments based on the accounting standard issued by the Institute of Chartered Accountants of India:
  - a) Investment held as long-term investments are valued at cost. Provision for diminution in value is made only if there is a permanent decline in their net realizable value.
  - b) Current investments are valued at lower of cost or net realizable value.
  - c) Investments in shares are valued at cost or market value whichever is less.

## H. EMPLOYEE RETIREMENT BENEFITS

Contributions to Provident Fund and Super annuation fund made during the year, are charged to Statement of Profit and Loss for the period.

Employees Gratuity liability has been calculated on the basis of actuarial valuation made at the end of each financial year and charged to Statement of Profit and Loss as contribution to LIC policy premium

## I. BORROWING COSTS

- i) Borrowing costs, which are directly attributable to the acquisition /construction of fixed assets, till the time such assets are ready for intended use, are capitalized as a part of the cost of assets.
- ii) All borrowing costs other than mentioned above are expensed in the period they are incurred. In case of unamortized identified borrowing cost is outstanding at the year end, it is classified under loans and advances as unamortized cost of borrowings.
- iii) In case any loan is prepaid/ cancelled then the unamortized borrowing cost, if any, is fully expensed off on the date of prepayment/cancellation.

## J. RELATED PARTIES

Parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making financial and/or operating decisions.

As required by AS-18 "Related Party Disclosure" only following related party relationships are covered:

- (a) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise (this includes holding Companies, subsidiaries and fellow subsidiaries);
- (b) Associates and joint ventures of the reporting enterprise and the investing party or venture in respect of which the reporting enterprise is an associate or a joint venture;
- (c) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual;
- (d) Key management personnel (KMP) and relatives of such personnel; and
- (e) Enterprises over which any person described in (c) or (d) is able to exercise significant influence.

## K. LEASE ASSETS

Assets taken on lease are accounted for in accordance with AS-19 "Accounting for Lease" issued by "The Institute of Chartered Accountants of India".



## L. EARNING PER SHARE

The Earning per Share (Basic as well as Diluted) is calculated based on the net profit or loss for the period attributable to equity shareholders i.e. the net profit or loss for the period after deducting Proposed Preference Dividend and any attributable tax thereto.

For the purpose of calculating (Basic and Diluted EPS), the number of equity shares taken are the weighted average number of equity shares outstanding during the period.

## M. PROVISION FOR CURRENT TAX AND DEFERRED TAX

Income-tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets, deferred tax assets/liabilities are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized/incurred.

Provisions of AS-22 "Accounting for Taxes on Income" issued by "The Institute of Chartered Accountants of India" have been complied with to all possible extent.

## N. INTERIM FINANCIAL REPORT

Interim Financial Reports are prepared in accordance with AS-25 "Interim Financial Reporting" issued by "The Institute of Chartered Accountants of India."

## O. INTANGIBLE ASSETS

Intangible assets are recognized only when four of below mentioned criteria are fulfilled:

- Asset is identifiable.
- Control of the enterprise over that asset.
- It is probable that future economic benefits attributable to the asset will flow to the enterprise.
- Cost of the asset can be measured reliably.

If any of the above four criteria is not fulfilled the expenditure incurred to acquire the asset is recognized as an expense, in the year in which it is incurred.

Intangible assets are initially measured at cost, after initial recognition the intangible asset is carried at its carrying value i.e. cost less any accumulated amortization and accumulated impairment losses.

## P. IMPAIRMENT OF ASSETS

An asset is treated as impaired, when carrying cost of asset exceeds its recoverable amount.

At each Balance Sheet Date, it is seen that whether there is any indication that an asset may be impaired, if any such indication exist, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss; if any. Such impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired.

When an impairment loss is subsequently reversed, the carrying amount of the asset is increased to its revised estimate of its recoverable amount. However this increased amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for that asset in prior period. A reversal of an impairment loss is recognized as income immediately in the Profit & Loss Account.



**Q. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be outflow of resources. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. Further the company being NBFC also complies with provisioning norms specified by RBI. Contingent liabilities are not recognized but are disclosed in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements

**R. PROVISIONING FOR SUBSTANDARD/DOUBTFUL/LOSS ASSETS**

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments are overdue for more than 6 months and management is of the opinion that its recovery chances are very remote or negligible, the Company first treats these overdue and future installments as bad debts and after this treatment the provisioning for non performing assets is made in compliance with Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, as applicable to the company. As per the RBI circular dated 27<sup>th</sup> March, 2015 Company has made general provision of 0.25% of Standard assets. Other directives of Reserve Bank of India have been duly complied with.

**S. CONSOLIDATED FINANCIAL STATEMENT**

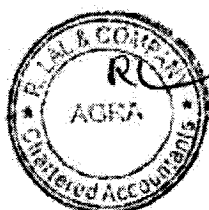
The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) - 'Consolidated Financial Statement'.

**T. USE OF ESTIMATES AND JUDGEMENTS**

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

**U. FOREIGN CURRENCY**

As prescribed in Accounting Standard 11 (AS 11)- 'The Effects of Changes in Foreign Exchange Rates' Transactions in foreign currency are recorded at the rates of exchange prevalent on the date of transaction. Exchange difference, if any, arising from foreign currency transaction are dealt in the Statement of Profit & Loss at year end rates.



**S. E. INVESTMENTS LIMITED**  
Notes Forming Integral Part of the Financial Statement as at 31st March 2015

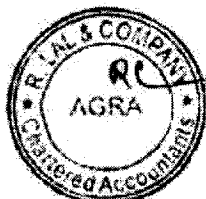
**Note : 1 Share Capital**

Sr. No	Particulars	₹	₹
		Current Year	Previous Year
1	<b>AUTHORIZED CAPITAL</b>		
	12,00,00,000 Equity Shares of Rs 10 per share	1,20,00,00,000	1,20,00,00,000
	50,00,000 Preference Shares of Rs. 10 each	5,00,00,000	5,00,00,000
		<b>1,25,00,00,000</b>	<b>1,25,00,00,000</b>
2	<b>ISSUED , SUBSCRIBED CAPITAL</b>		
	4,05,72,500 Equity Shares of Rs 10 per Share	40,57,25,000	40,57,25,000
	25,00,000 Preference Shares of Rs 10 each	2,50,00,000	2,50,00,000
		<b>43,07,25,000</b>	<b>43,07,25,000</b>
3	<b>PAID UP CAPITAL</b>		
	405,60,000 Equity Shares of Rs 10 per Share fully paid up	40,56,00,000	40,56,00,000
	Add: Share Forfeited a/c (Amt originally Paid up on 12,500 Equity Shares of Rs 10 each)	62,500	62,500
	25,00,000 10% Redeemable Preference Shares of Rs 10 each fully paid up	2,50,00,000	2,50,00,000
	<b>Total in ₹</b>	<b>43,06,62,500</b>	<b>43,06,62,500</b>

More than 5% shares - Sunil Agarwal 3162440 ( 7.80% )

**Note : 2 Reserve & Surplus**

Sr. No	Particulars	₹	₹
		Current Year	Previous Year
1	Capital Reserve	24,15,21,114	24,15,21,114
2	Securities Premium Reserve	1,93,99,91,229	1,93,99,91,229
3	General Reserve	1,52,95,25,961	1,52,95,25,961
	Opening Balance	1,52,95,25,961	1,12,95,25,961
	Addition during the year	30,00,00,000	40,00,00,000
4	Reserve Fund (As per RBI Act)	74,57,74,489	65,67,44,110
	Opening Balance	65,67,44,110	54,42,44,797
	Addition during the year	8,90,30,379	11,24,99,313
5	Surplus (Profit & Loss Account)	3,50,23,413	5,12,34,217
	Balance brought forward from Previous year	5,12,34,218	4,80,42,923
	Less: Transfer to General Reserve	30,00,00,000	40,00,00,000
	Provision on Standard Assets	27,73,249	(22,03,255)
	Expenditure incurred on Corporate Social Responsibility(CSR)	1,95,00,000	-
	Proposed Dividend on Preference Shares & Equity Shares & Tax Thereon	5,00,59,076	4,90,09,214
	Reserve Fund (As per RBI Act)	8,90,30,379	11,24,99,313
	Add: Profit for the Period	44,51,51,899	56,24,96,567
	<b>Total in ₹</b>	<b>4,25,86,26,206</b>	<b>4,41,90,16,431</b>





**S. E. INVESTMENTS LIMITED**  
Notes Forming Integral Part of the Financial Statement as at 31st March 2015

**Note : 3 Long Term Borrowings**

Sr. No.	Particulars	Current Year	Previous Year
1	Bonds / Debentures		
2	Secured Term Loan		
	- From Bank/ Financial Institution		
	Small Industries Development Bank of India	8,04,02,000	21,97,96,909
	- From Other Parties	-	-
3	Unsecured loans		
	Fixed Deposit	-	-
	Interest accrued on fixed deposit	-	-
4	Loans & Advances from Related Parties	-	-
5	Loans from Directors including interest	-	-
6	Other Loans & Advances	-	-
	<b>Total in ₹</b>	<b>8,04,02,000</b>	<b>21,97,96,909</b>

Refer to Note no. 28 & 29

**Note 4 : Deferred Tax Liabilities(Net)**

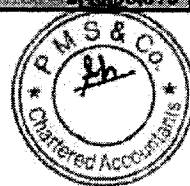
Sr. No.	Particulars	Current Year	Previous Year
1	Opening Balance	6,47,11,616	4,52,79,294
	Add: Provision made during the year	(1,02,68,209)	1,94,32,323
	Closing Balance	5,44,43,407	6,47,11,616
	<b>Total in ₹</b>	<b>5,44,43,407</b>	<b>6,47,11,616</b>

**Note 5 : Other Long Term Liabilities**

Sr. No.	Particulars	Current Year	Previous Year
1	Other Long Term Deposits including Interest thereon	45,40,72,104	54,90,04,066
	<b>Total in ₹</b>	<b>45,40,72,104</b>	<b>54,90,04,066</b>

**Note : 6 Long Term Provisions**

Sr. No.	Particulars	Current Year	Previous Year
1	Provision For Employees Benefit	-	-
2	Others		
	Provision for Standard Assets	2,45,58,379	2,17,85,130
	<b>Total in ₹</b>	<b>2,45,58,379</b>	<b>2,17,85,130</b>





# S. E. INVESTMENTS LIMITED

Notes Forming Integral Part of the Financial Statement as at 31st March 2015

## Note : 7 Short Term Borrowings

Sr. No.	Particulars	Current Year	Previous Year
1	<b>Secured Term Loan</b>		
	- From Bank/ Financial Institution		
	Punjab National Bank	-	7,59,18,952
	Small Industries Development Bank of India	13,97,52,000	14,01,09,091
	- From Other Parties	-	-
2	<b>Unsecured loans</b>	-	-
3	<b>Loan Against Fixed Deposits</b>		
	- From Bank		
	Punjab National Bank -OD	-	14,26,08,485
	Central Bank of India -OD	-	3,79,27,347
	HDFC Bank Ltd. -OD	2,78,22,100	2,84,20,918
4	<b>Loans &amp; Advances From Related Parties</b>	-	-
5	<b>Others</b>		
	- Secured Borrowings - Cash Credit Limits		
	Punjab National Bank	46,13,70,254	44,86,04,332
	Corporation Bank	49,15,98,045	49,99,73,373
	Andhra Bank	26,48,05,740	24,82,50,964
	Bank of India	28,65,73,026	29,98,07,624
	Bank of Baroda	24,98,06,051	24,22,04,854
	Central Bank of India	97,97,38,151	74,28,27,627
	UCO Bank	21,39,74,130	24,49,97,128
	IDBI BANK	42,74,14,668	-
	United Bank of India	48,07,78,535	49,54,93,069
	<b>Total in ₹</b>	<b>4,02,88,32,700</b>	<b>3,54,73,41,784</b>

Refer to Note no. 28 & 29

## Note : 8 Other Current Liabilities

Sr. No.	Particulars	Current Year	Previous Year
1	<b>Other Liabilities</b>	98,36,23,955	62,50,84,446
	<b>Total in ₹</b>	<b>98,36,23,955</b>	<b>62,50,84,446</b>

## Note : 9 Short Term Provisions

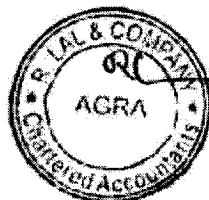
Sr. No.	Particulars	Current Year	Previous Year
1	<b>Provision For Employees Benefit</b>	-	-
2	<b>Others</b>		
	shares and tax thereon	5,00,59,076	4,90,09,214
	Provision for Taxation	22,60,65,263	57,48,34,177
	<b>Total in ₹</b>	<b>27,61,24,339</b>	<b>62,38,43,391</b>



**S. E. INVESTMENTS LIMITED**  
Notes Forming Integral Part of the Financial Statement as at 31st March 2015

Note : 10 Fixed Assets

Sr. No	Particulars	Gross Block				Depreciation				Net Block	
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2015	WDV as on 31.03.2014
<b>I</b>	<b>Tangible Assets</b>										
	<b>Leased Assets</b>										
1	Solar Devices	9,06,94,680	-	-	9,06,94,680	9,06,94,680	-	-	9,06,94,680	-	-
2	Land	15,90,620	-	-	15,90,620	-	-	-	-	15,90,620	15,90,620
3	Building	69,37,695	1,15,25,395	-	1,84,63,090	15,44,273	2,71,174	-	18,15,447	1,66,47,643	53,93,423
4	Furniture & Fittings	94,93,495	10,09,722	-	1,05,03,217	42,59,277	24,17,236	-	66,76,513	38,26,704	52,34,219
5	Computer Peripheral & Software	3,65,53,668	5,30,900	-	3,70,84,568	3,42,38,004	12,80,463	-	3,55,18,467	15,66,101	23,15,663
6	Vehicles	1,01,86,737	-	-	1,01,86,737	40,20,182	9,70,203	-	49,90,385	51,96,352	61,66,555
7	Equipments, Plant & Machinery	72,54,877	8,28,754	-	80,83,631	27,97,266	30,62,026	-	58,59,292	22,24,339	44,57,611
	<b>SUB TOTAL (A)</b>	<b>16,27,11,772</b>	<b>1,38,94,771</b>	<b>-</b>	<b>17,66,06,543</b>	<b>13,75,53,682</b>	<b>80,01,102</b>	<b>-</b>	<b>14,55,54,784</b>	<b>3,10,51,759</b>	<b>2,51,58,090</b>
<b>II</b>	<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-	-
	<b>SUB TOTAL (B)</b>	-	-	-	-	-	-	-	-	-	-
<b>III</b>	<b>Capital Work-in-progress</b>	-	-	-	-	-	-	-	-	-	-
	<b>SUB TOTAL (C)</b>	-	-	-	-	-	-	-	-	-	-
<b>IV</b>	<b>Intangible Assets Under Development</b>	-	-	-	-	-	-	-	-	-	-
	<b>SUB TOTAL (D)</b>	-	-	-	-	-	-	-	-	-	-
	<b>Total (A+B+C+D) (Current Year)</b>	<b>16,27,11,772</b>	<b>1,38,94,771</b>	<b>-</b>	<b>17,66,06,543</b>	<b>13,75,53,682</b>	<b>80,01,102</b>	<b>-</b>	<b>14,55,54,784</b>	<b>3,10,51,759</b>	<b>2,51,58,090</b>
	<b>(Previous Year)</b>	<b>16,77,41,932</b>	<b>52,29,540</b>	<b>2,60,000</b>	<b>16,27,11,772</b>	<b>13,34,62,389</b>	<b>43,46,414</b>	<b>2,55,121</b>	<b>13,75,53,682</b>	<b>2,51,58,090</b>	<b>2,42,79,543</b>



**S. E. INVESTMENTS LIMITED**  
Notes Forming Integral Part of the Financial Statement as at 31st March 2015

**Note : 11 Non Current Investment**

Sr. No	Particulars	Current Year	Previous Year
1	Investment in Equity Shares of Group Companies	-	23,90,30,800
2	Investments in Equity Shares of Subsidiary Company	42,23,91,000	42,23,91,000
3	In Fixed Deposits		
	-With Banks	2,01,60,607	4,92,79,842
	-Interest accrued but not received	14,98,458	52,67,312
	<b>Total in ₹</b>	<b>44,40,50,065</b>	<b>71,59,68,954</b>

**Note : 12 Long Term Loans and Advances**

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposit		
	a) Secured, Considered Good :		
	Earnest Money Deposit	19,00,00,000	4,00,00,000
	Other Deposit	7,75,985	14,31,071
	b) Unsecured, Considered Good :		
	c) Doubtful		
2	Loans & Advances to related parties	-	-
3	Other Loans & Advances		
	a) Secured, Considered Good :	22,730	98,21,287
	b) Unsecured, Considered Good :	-	-
	c) Doubtful	-	60,81,168
	<b>Total in ₹</b>	<b>19,07,98,715</b>	<b>6,78,83,626</b>

**Note : 13 Other Non Current Assets**

Sr. No	Particulars	Current Year	Previous Year
1	Preliminary Expenses	-	1,01,84,198
2	Deferred Revenue Expenditure	15,74,04,629	18,23,22,255
	<b>Total in ₹</b>	<b>15,74,04,629</b>	<b>19,25,06,453</b>

Preliminary Expenses & Deferred Revenue Expenses are written off over a period of five years.

**Note : 14 Current Investment**

Sr. No	Particulars	Current Year	Previous Year
1	In Short Term Fixed Deposits		
	-With Banks	3,48,24,224	19,88,60,561
2	Investment in Government or Trust Securities	-	1,48,26,460
3	Interest accrued but not received	68,54,385	1,16,72,516
	<b>Total in ₹</b>	<b>4,16,78,609</b>	<b>22,53,59,537</b>

**Note : 15 Inventories**

Sr. No	Particulars	Current Year	Previous Year
1	Book Debts i.e. Advances made against agreements secured by property/vehicles and/or other assets and/or personal guarantees excluding unexpired finance charges etc including overdue installments at book value considered good. (As certified by the management)	9,61,20,90,144	8,71,40,52,152
	<b>Total in ₹</b>	<b>9,61,20,90,144</b>	<b>8,71,40,52,152</b>



# S. E. INVESTMENTS LIMITED

Notes Forming Integral Part of the Financial Statement as at 31st March 2015

Note : 16 Cash & Cash Equivalent

Sr. No	Particulars	Current Year	Previous Year
1	Cash-in-Hand		
	Cash Balances	2,97,66,474	2,71,48,284
	Sub Total (A)	2,97,66,474	2,71,48,284
2	Bank Balances		
	Current accounts with Scheduled Banks (Subject to Reconciliation)	10,35,13,656	1,02,30,057
	Sub Total (B)	10,35,13,656	1,02,30,057
	Total in ₹ [A + B]	13,32,80,130	3,73,78,341

Note : 17 Short Terms Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
1	Loans & Advances to related parties		
	a) Secured, Considered Good :	25,33,72,648	
	b) Unsecured, Considered Good :		
	c) Doubtful		
2	Others		
	Advance Recoverable in cash or in kind or for value to be considered good		
	Income Tax and TDS paid	23,51,65,875	61,94,79,669
	Prepaid Expenses	1,48,944	1,44,465
	Other loan and advances	2,03,14,071	1,36,65,286
	Total in ₹	50,90,01,535	63,32,39,420

Note : 18 Revenue from Operations

Sr. No	Particulars	Current Year	Previous Year
1	Interest on Loans	1,77,50,41,560	2,06,99,29,848
2	Dividend Income	80,54,325	80,54,325
3	Income on Government Guaranteed Bonds	6,88,201	12,84,893
	Total in ₹	1,78,97,84,086	2,07,32,69,066

Note : 19 Employment Benefit Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Salaries & Establishment	5,43,38,550	4,07,84,824
2	Mg. Director's & Directors Remuneration	5,26,80,000	4,96,64,966
3	Mg. Director's & Directors House Rent Allowance	4,20,000	4,20,000
	Total in ₹	10,74,38,550	9,08,69,790

No remuneration has been paid to Directors except remuneration to Managing Director, Whole time Director and Executive Director. The remuneration paid to Managing Director, Whole time Director and Executive Director during the F.Y. 2014-2015 is Rs. 5,31,00,000 ( last year Rs 5,00,84,966) which is less than the permitted u/s 197 read with Schedule V of the Companies act 2013

Note : 20 Financial Cost

Sr. No	Particulars	Current Year	Previous Year
1	Interest Discounting & Bank Charges	55,92,56,917	61,47,16,369
	Total in ₹	55,92,56,917	61,47,16,369



# S. E. INVESTMENTS LIMITED

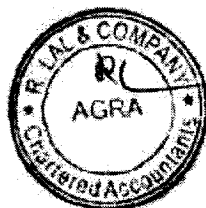
Notes Forming Integral Part of the Financial Statement as at 31st March 2015

## Note : 21 Depreciation & Amortised Cost

Sr. No	Particulars	Current Year	Previous Year
1	Depreciation	80,01,102	43,46,414
2	Preliminary Expenses w/o	1,01,84,198	1,20,76,397
3	Deferred Revenue Expenses w/o	4,47,59,730	2,74,92,229
	<b>Total in ₹</b>	<b>6,29,45,030</b>	<b>4,39,15,040</b>

## Note : 22 Other Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Car & Scooter Expenses	76,74,067	1,44,38,382
2	Travelling Expenses	1,97,48,678	2,60,14,148
3	Repair & Maintenance Expenses	31,21,919	94,05,136
4	Insurance Expenses	3,39,490	4,05,365
5	Electricity & Water Expenses	20,57,730	20,94,200
6	Rates & Taxes	43,199	4,500
7	Legal Expenses & Professional fees	2,60,97,460	2,82,20,545
8	Printing & Stationery	65,91,519	1,13,01,285
9	Postage & Telephone Expenses	58,74,578	79,41,123
10	Bad Debts Written off	19,64,86,414	23,50,39,795
11	Auditors Remuneration	90,19,120	85,00,000
12	Rent	88,84,248	1,03,59,162
13	Rebate, Remission & Brokerage	56,20,556	1,47,31,145
14	Advertisement & Business Promotion Expenses	8,23,69,293	7,91,10,953
15	Recovery Expenses	37,72,770	68,03,554
16	Office and General Expenses	2,37,54,275	3,39,42,532
17	Loss on sale of investments/assets	(1,43,41,848)	(10,121)
	<b>Total in ₹</b>	<b>38,71,13,468</b>	<b>48,33,01,704</b>



# M/S S. E. INVESTMENTS LIMITED

## NOTES ON ACCOUNTS

### 23. Remuneration to Auditors:

(In ₹)

	2014-15	2013-14
For Statutory Audit	15,92,700	15,00,000
Tax Audit	15,92,700	15,00,000
For Certification work/other services	58,33,720	55,00,000
<b>Total</b>	<b>90,19,120</b>	<b>85,00,000</b>

24. No amount is payable to Small Scale Industrial Undertakings. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act, 2006 and hence disclosures, if any relating to amounts unpaid as at the year end together with interest paid/payable as required under the Act can not be furnished.

### 25. Earning per Share:

(In ₹)

	2014-15	2013-14
Net profit for the year (After Tax)	44,51,51,899	56,24,96,567
Proposed dividend on Preference shares and tax thereon	29,99,853	29,24,875
No. of Equity Shares (Weighted)	4,05,60,000	4,05,60,000
<b>Basic and diluted Earning per share</b>	<b>10.90</b>	<b>13.80</b>

26. Figures for the previous year have been regrouped/rearranged/reclassified wherever considered necessary.

### 27. Disclosure of related party transactions:

A. Wholly owned Subsidiary : Nupur Finvest Pvt. Ltd.

#### B. List of related parties and relationship

Related Party	(Relation)
Key Managerial Personnel	
Mr. Sunil Agarwal	(Managing Director)
Mr. Harish Singh	(Executive Director)
Mr. Sachin Agarwal	(Whole Time Director)
Relatives of K M P	
Mr. Purushottam Agrawal	(Father of Mr. Sunil Agarwal)
Mrs. Raj Agarwal	(Spouse of Mr. Purushottam Agrawal)
Mrs. Neetu Agarwal	(Spouse of Mr. Sunil Agarwal)
Mrs. Shikha Agarwal	(Spouse of Mr. Sachin Agarwal)
Mrs. Preeti Chauhan	(Spouse of Mr. Harish Singh)
Mrs. Sushila Devi Chauhan	(Mother of Mr. Harish Singh)
Ms. Suniti Agarwal	(Daughter of Mr. Sunil Agarwal)
Mr. Shantanu Agarwal	(Son of Mr. Sunil Agarwal)



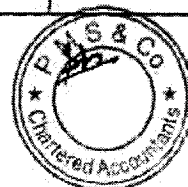
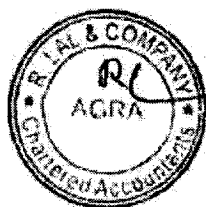
**C. Enterprises over which significant influence exercised by key Managerial Personnel/ Relatives of Key Managerial Personnel**

- |  |  |
|--|--|
| 1. Agrim Marketing Pvt. Ltd.                 | 2. Aradhna Infradev Pvt. Ltd.          |
| 3. Athens Computer Technologies Pvt. Ltd.    | 4. Balram Retails Pvt. Ltd.            |
| 5. Bhavya Electronics and Networks Pvt. Ltd. | 6. Diamond Infradev Pvt. Ltd.          |
| 7. Gajodhari Chemicals Pvt. Ltd.             | 8. Helios Aviation Pvt. Ltd.           |
| 9. Aerotech Aviation India Pvt. Ltd.         | 10. Blessing Builders Pvt. Ltd.        |
| 11. Fasteck Softwares Pvt. Ltd.              | 12. Mor Mukut Infradev Pvt. Ltd.       |
| 13. Siyaram Motors Pvt. Ltd.                 | 14. S. E. Power Ltd.                   |
| 15. Saket Buildcon Pvt. Ltd.                 | 16. Spring Resorts Pvt. Ltd.           |
| 17. S.E. Micro Housing Finance Pvt. Ltd.     | 18. Siyaram Infrastructure Pvt. Ltd.   |
| 19. Spring Infradev Ltd.                     | 20. Spring Communication Pvt. Ltd.     |
| 21. Aanjneya Vayusutra Pvt. Ltd.             | 22. Kanak Bhawan Prasad Seva Pvt. Ltd. |
| 23. Kanak Bhawan Awasiya Seva Pvt. Ltd.      | 24. Spring Trading Pvt. Ltd.           |
| 25. Siyaram Shelters Pvt. Ltd.               | 26. Osprey E- Commerce Pvt. Ltd.       |
| 27. Aanjneya Motor Pvt. Ltd.                 | 28. Supertack Printing Pvt. Ltd.       |
| 29. Dauji Infradev Pvt. Ltd.                 | 30. Sunil Agarwal HUF                  |
| 31. Harish Singh HUF                         | 32. P N Agarwal & Sons                 |
| 33. Sachin Agarwal HUF                       |  |

**D. Disclosures required for related party transactions**

(₹ in Lacs)

	KMP & Relative	Enterprise over which significant influence exercised by KMP/Directors	Subsidiary	Total
<b>Transactions during the year</b>				
Rendering of Services (Rent/Interest)	9.00	6.77	—	15.77
Transfer of Investments	—	—	2533.73	2533.73
Remuneration	531.00	—	—	531.00
Loan received	—	—	829.30	829.30
Loans given/repaid	—	—	829.30	829.30
Interest paid	—	—	27.58	27.58
Dividend Received	—	—	80.54	80.54
<b>Amount outstanding at Balance Sheet date</b>				
—Amount Payable	—	—	—	—
—Amount Receivable	—	—	2614.27	2614.27





**Notes:**

- (1) Related party relationship is as identified by the Company on the basis of information available with them and accepted by the auditors as correct.
- (2) No amount has been written off or written back during the year in respect of debt due from or to related parties.
- (3) Company has entered into transactions with certain parties as listed above during the year under consideration. Full disclosures have been made and the Board considers such transactions to be in normal course of business and at rates agreed between the parties.
- (4) The key management personnel and their relatives have given personal guarantees and collaterals for loans raised by the Company but Company has not provided any guarantee to these persons nor paid any consideration for furnishing such guarantees.

**28. Working Capital Borrowings:**

During the year, the Company has availed a working capital facility provided by consortium of Nine Bankers in which the Lead Bank is Central Bank of India. This facility is secured by hypothecation of books debts / receivables. The credit facilities are secured by equitable mortgage on office premises and a flat belonging to the Company and equitable mortgage of four commercial properties in the name of the guarantors and personal guarantee of directors and their relatives, and corporate guarantee of the companies who have stood as guarantor. The proportions of the Bankers in the consortium are as follows:

(₹ In Lacs)

S. No.	Name of Bank	Sanctioned Amount	Share in Consortium (%)	Rate of Interest
1	Central Bank of India	10000.00	24.24	Base Rate+2.50%
2	IDBI Bank	5000.00	12.12	Base Rate+2.50%
3	United Bank of India	5000.00	12.12	Base Rate+2.80%
4	Corporation Bank	5000.00	12.12	Base Rate+3.00%
5	Punjab National Bank	4500.00	10.91	Base Rate+2.50%
6	Bank of India	4250.00	10.30	Base Rate+2.60%
7	Bank of Baroda	2500.00	6.06	Base Rate+2.75%
8	Andhra Bank	2500.00	6.06	Base Rate+3.00%
9	UCO Bank	2500.00	6.06	Base Rate+2.75%
	<b>Total</b>	<b>41250.00</b>	<b>100.00</b>	

**29. Term Loans:****Small Industries Development Bank of India**

Term loan assistance secured by hypothecation of book debts, term deposits and equitable mortgage of immovable property in the name of guarantors, Personal guarantee of directors and their relatives, and corporate guarantee of the Company who has stood as guarantor.





(₹ In Lacs)

Name of Financial Institutions	Date of Sanction	Sanctioned Amount	Rate of Interest	Repayment (Monthly)	Terms of repayment
SIDBI TL1	22 <sup>nd</sup> March, 2012	2500.00	PLR+0.75%	41.00	60 monthly installments (Last Installment of ₹ 81 Lacs)
SIDBI TL2	05 <sup>th</sup> March, 2013	2500.00	13.75% (fixed)	75.46	33 monthly installments

30. Detail of Bank FDR's held as on 31.03.2015:

Held as Cash Collateral for Term Loan

(₹ In Lacs)

1	Small Industries Development Bank of India	Term Loan	195.75
	Subtotal	(A)	195.75

Held to avail overdraft facility against FDRs

(₹ In Lacs)

1	Central Bank of India	Over Draft	0.27
2	HDFC Bank	Over Draft	312.50
	Subtotal	(B)	312.77

Held to avail Cash Credit facility against FDRs

(₹ In Lacs)

1	United Bank of India	Cash Credit	5.85
	Subtotal	(C)	5.85

Held as Guarantee

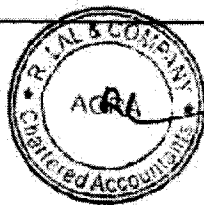
(₹ In Lacs)

1	Punjab National Bank	Guarantee	0.42
	Subtotal	(D)	0.42

Held as Investment

(₹ In Lacs)

1	Punjab National Bank	Unencumbered	0.05
2	Corporation Bank	Unencumbered	20.00
3	Syndicate Bank	Unencumbered	15.00
	Subtotal	(E)	35.05
	Grand Total of FDR'S	(A+B+C+D+E)	549.84



31. Capital Risk Adequacy Ratio (CRAR):

Particulars		2014-15	2013-14
i)	CRAR %	47.48%	48.30%
ii)	CRAR – Tier I Capital %	47.00%	47.80%
iii)	CRAR – Tier II Capital %	0.48%	0.50%
iv)	Amount of subordinated debt raised as Tier-II Capital	Nil	Nil
v)	Amount raised by issue of Perpetual Debt Instruments	Nil	Nil

32. Investments:

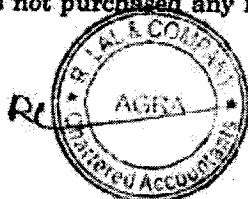
Particulars		(₹ In Lacs)	
2014-15		2013-14	
1)	Value of Investments		
i)	Gross value of Investments		
a)	In India	4857.29	9413.29
b)	Outside India	Nil	Nil
ii)	Provision for Depreciation		
a)	In India	Nil	Nil
b)	Outside India	Nil	Nil
iii)	Net Value of Investments		
a)	In India	4857.29	9413.29
b)	Outside India	Nil	Nil
2)	Movement of Provisions held towards depreciation on investments	Nil	Nil
i)	Opening Balance	Nil	Nil
ii)	ADD: Provision made during the year	Nil	Nil
iii)	Less: Write – off / write – back of excess provisions during the year	Nil	Nil
iv)	Closing Balance	Nil	Nil

The Company has transferred its investments in Unquoted Equity Shares of Spring Infradev Limited to its wholly owned subsidiary Nupur Finvest Private Limited for ₹ 2533.73 lacs.

33. The Company had not taken any exposure in Derivatives during the financial year 2014-15.

34. Disclosure relating to Securitization:

- The Company has not done securitization of any of its loans & advances to any organization during the financial year 2014-15 and there is no outstanding as on Balance Sheet date. Also, the Company has not sold its financial assets to any Securitization/Reconstruction Company for Asset Reconstruction. Further the company has not undertaken any assignment transaction during the financial year 2014-15.
- The Company has not purchased any non-performing assets (NPAs) from other NBFCs or financial institutions.



iii) Details of stock/ non-performing financial assets Sold during the year

		(₹ In Lacs)	
Particulars		2014-15	2013-14
1	No of accounts sold	02	05
2	Aggregate outstanding	1149	5767
3	Aggregate consideration received	875	5215

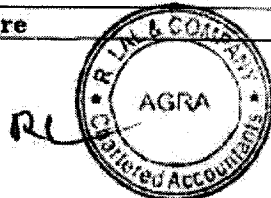
35. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities:

(₹ In Lacs)									
	Up to 30/31 days	Over 1 Month upto 2 Months	Over 2 months upto 3 months	Over 3 months & upto 6 months	Over 6 month & upto 1 year	Over 1 year & Upto 3 years	Over 3 years & upto 5 years	Over 5 Years	Total
Deposits	—	—	—	—	—	—	—	—	—
Advances	12146	10528	9903	28485	32421	13812	122	20	107437
Investments	15	—	66	574	26	—	—	4224	4905
Borrowings	242	333	442	2090	44830	2502	11	—	50450
Foreign Currency Assets	—	—	—	—	—	—	—	—	—
Foreign Currency Liabilities	—	—	—	—	—	—	—	—	—

36. Exposures:

a) Exposures to Real Estate Sector

			(₹ in Lacs)	
Category			2014-15	2013-14
<b>Direct Exposure</b>				
i)	Residential Mortgages			
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented		2350	2181
ii)	Commercial Real Estate			
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits		7146	6777
iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures			
	a)	Residential	—	—
	b)	Commercial Real Estate	—	—
<b>Indirect Exposure</b>				16



**b) Capital Market Exposure**

The company has not taken any exposure in capital market during the financial year 2014-15, and also the inventory of the company as at 31<sup>st</sup> March 2015 does not contain any exposure to capital market

**c) Details of Single Borrower Limit and Group Borrower Limit exceeded by NBFC**

The company has adhered to the Prudential Exposure norms as prescribed by RBI and has not given any advances exceeding the limits as prescribed for Single borrower and Group Borrower.

**d) Unsecured Advances**

The unsecured advances outstanding as at Balance Sheet date are ₹ 18152 lacs. The Company does not have any loan or advances which are partially secured against any sort of licenses, rights, authorizations charged to the company.

37. The Company is a listed NBFC ND-SI regulated by RBI, and is not governed by any other financial regulator. The company has never been penalized for any non-compliance.

38. Bank borrowings of the Company has been assigned rating of "Care A-" by CARE Limited which denotes "ADEQUATE SAFETY"

**39. Provisions and Contingencies:**

(₹ in Lacs)		
Break up of Provisions and contingencies	2014-15	2013-14
Provisions for depreciation on investment	Nil	Nil
Provision towards NPA	Nil	Nil
Provision made towards income tax	2261	2668
Other provision and contingencies (Contingent Liability- Interest Tax Matter)	Nil	60.81
Provision for Standard Assets at the Balance Sheet date	246	218

40. The company is consistent in earning profits and paying dividend to its shareholders. There has been no draw down from Reserves during the financial year 2014-15.

**41. Concentration of Deposits, Advances , Exposures and NPAs:**

**a) Concentration of Deposits**

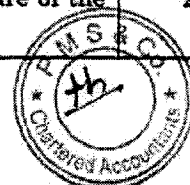
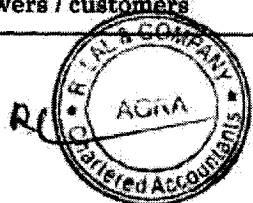
The Company has not taken any deposits from public

**b) Concentration of Advances**

(₹ in Lacs)	
Total Advances to twenty largest borrowers	24919
% of advances to twenty largest borrowers to total advances of the NBFC	25.92%

**c) Concentration of Exposures**

(₹ in Lacs)	
Total Exposure to twenty largest borrowers / customers	24919
% of exposures to twenty largest borrowers / customers to total exposure of the NBFC on borrowers / customers	25.92%



d) **Concentration of NPAs**

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments are overdue for more than 6 months and management is of the opinion that its recovery chances are very remote or negligible, the Company first treats these overdue and future installments as bad debts and after this treatment the provisioning for non performing assets is made in compliance with Systemically Important Non-Banking financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, as applicable to the company.

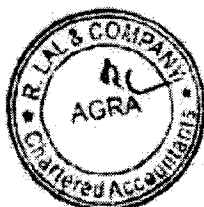
42. The Company is domiciled in India and does not have any joint venture, associate or subsidiary abroad

43. **Off Balance Sheet SPVs sponsored:**

The Company has not sponsored off Balance Sheet SPVs

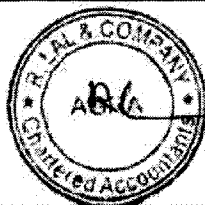
44. **Disclosures of Complaints:**

a)	No. of complaints pending at the beginning of the year	—
b)	No. of complaints received during the year	12
c)	No. of complaints redressed during the year	12
d)	No. of complaints pending at the end of the year	—



**Schedule to the Balance Sheet of a Non-Deposit taking Non-Banking Financial Company (As required in Systemically Important Non-Banking Financial (Non-Deposit accepting or holding) Companies prudential Norms (Reserve Bank) Directions, 2015):**

PARTICULARS			₹ in Lacs)	
LIABILITIES SIDE				
1.	Loans and advances availed by the NBFCs inclusive of interest Amount accrued thereon but not paid		Amount Outstanding	Overdue
(a)	Debentures			
	Secured		—	—
	Unsecured		—	—
	(other than falling within the meaning of public deposits*)			
(b)	Deferred Credits		—	—
(c)	Term Loans		2202	—
(d)	Inter-corporate loans and borrowing		2703	—
(e)	Commercial Paper		—	—
(f)	Other Loans (specify nature)			
	Punjab National Bank (Cash Credit a/c / Overdraft)		4614	—
	Central Bank of India (Cash Credit a/c / Overdraft)		9797	—
	Bank of India (Cash Credit a/c)		2866	—
	Andhra Bank (Cash Credit a/c)		2648	—
	Corporation Bank (Cash Credit a/c)		4916	—
	Bank of Baroda (Cash Credit a/c)		2498	—
	HDFC Bank (Overdraft a/c)		278	—
	United Bank of India (Cash Credit a/c)		4808	—
	UCO Bank (Cash Credit a/c)		2140	—
	IDBI Bank (Cash Credit a/c)		4274	—
	Assignment of Book Debts		—	—
	*Please see Note 1 below		—	—
ASSETS SIDE :				
2.	Break-up of Loans and Advances including bills receivables (other than those included in (4) below)			
(a)	Secured		77969	—
(b)	Unsecured		18152	—
3.	Break -up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities			
(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 been repossessed	—	—
	(b)	Loans other than (a) above	—	—
4.		Break-up of Investments		
	1	Current Investments		
		Quoted		
	(i)	Shares		
	(a)	Equity	—	—
	(b)	Preference	—	—
	(ii)	Debentures and Bond	—	—
	(iii)	Units of mutual funds	—	—
	(iv)	Government Securities	—	—
	(v)	Others (please specify)	—	—
		Unquoted		
	(i)	Shares		
	(a)	Equity (Group Companies) (Net)	—	—
	(b)	Preference	—	—
	(ii)	Debentures and Bonds	—	—
	(iii)	Units of mutual funds	—	—
	(iv)	Government Securities	—	—
	(v)	Others (please specify)		
		Fixed Deposit with NBFC	—	—
		Fixed deposit with Bank's	348	—
		Interest accrued	68	—
	2	Long Term Investments		
		Quoted		
	(i)	Share		
	(a)	Equity	—	—
	(b)	Preference	—	—
	(ii)	Debentures and Bonds	—	—
	(iii)	Units of mutual funds	—	—
	(iv)	Government Securities	—	—
	(v)	Others (Please specify)	—	—



Unquoted			
(i)	Share		
(a)	Equity- Subsidiary Company	4224	—
(b)	Equity- Group Company	—	—
(b)	Preference	—	—
(ii)	Debentures and Bonds	—	—
(iii)	Units of mutual funds	—	—
(iv)	Government Securities	—	—
(v)	Others (please specify)		
	Investment in Partnership/LLP	—	—
	Fixed Deposit with Banks	202	—
	Interest accrued	15	—

(5) Borrower group-wise classification of assets financed as in (2) and (3) above

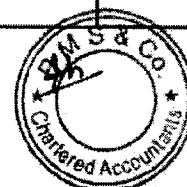
Please see Note 2

	Category		Amount net of provisions		Total
			Secured	Unsecured	
1	Related parties**				
	(a)	Subsidiaries	—	—	—
	(b)	Companies in the same group	—	—	—
	(c)	Other related parties	—	—	—
2	Other than related parties		77969	18152	96121
	Total		77969	18152	96121

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

		Market Value / Value Break up or Fair Value or NAV	Book Value (Net of provisions)
1	Related parties **		
	(a) Subsidiaries	4224	4224
	(b) Companies in the same group	—	—
	(c) Other related parties	—	—
2	Other than related parties	633	633
	Total	4857	4857

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





(7) Other Information

Particulars		Amount
1	Gross Non-performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
2	Net Non-Performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
3	Assets acquired in satisfaction of debt	—

Notes:

- Provisioning norms shall be applicable as prescribed in the Systemically Important Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
- 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 column (4) above.


Notes referred to above form in integral  
Part of the Financial Statements  
As per our Report of even date attached

For and on behalf of the Board

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C

  
(SUNIL AGARWAL) Managing Director

  
(HARISH SINGH) Executive Director

  
(DR. ARUN GOPAL AGARWAL) Director

  
(VISHAL SHARMA) Company Secretary



(R. LAL AGRAWAL)  
Proprietor  
M. No. 017583

(S. SHILPI AGARWAL)  
Partner  
M. No. 405692

Date : 11<sup>th</sup> April 2015  
Place : Delhi

## INDEPENDENT AUDITORS' REPORT

TO,  
THE MEMBERS OF  
M/S S. E. INVESTMENTS LIMITED  
DELHI

### REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying standalone financial statements of M/S S. E. INVESTMENTS LIMITED (the Company) which comprise of the Balance Sheet as at 31<sup>st</sup> March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, 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 standalone financial statements based on our audit.

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

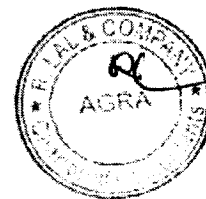
We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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## OPINION

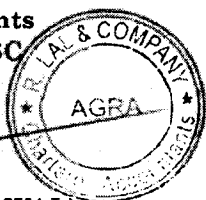
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted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

1. In the case of the balance sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2016;
2. In the case of the statement of profit and loss, of the profit for the year ended on that date; and
3. In the case of the cash flow statement, of the cash flows for the year ended on that date;

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Companies Act, 2013, we give in the Annexure a 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 audit of all the branch offices of the Company has been conducted by us, hence section 143 (8) is not applicable;
  - d. 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;
  - e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - f. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2016, taken on record by the Board of Directors, none of the directors are disqualified as on 31<sup>st</sup> March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
  - g. With respect to the adequacy of internal financial control over financial reporting of the company and operating effectiveness of such control. The Company has proper internal control system.
  - h. With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) 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 (other than in the ordinary course of business) which would impact its financial position.
    - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
    - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C



(CA. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583

Date : 07<sup>th</sup> May, 2016  
Place : Delhi

CERTIFIED  
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For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C



(CA. SHILPI AGARWAL)  
Partner  
M. No. 405692

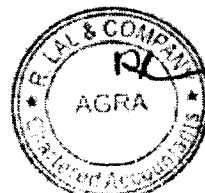
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**ANNEXURE TO AUDITORS' REPORT OF  
M/S S. E. INVESTMENTS LIMITED  
(Referred to in our Report of even date for F. Y. 2015-16)**

- i. The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assets.  
As explained to us, the fixed assets have been physically verified by the management at reasonable interval. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
According to information and explanations given to us, the title deeds of immovable properties are held in the name of the Company.
- ii. As explained to us, inventory have been physically verified by the management at reasonable interval and no material discrepancies were noticed on physical verification.
- iii. The Company has granted loans, secured or unsecured to companies, firms, limited liability partnership or other parties listed in the register maintained under Section 189 of the Companies Act, 2013.  
The terms & conditions of grant of such loans are not prejudicial to the interest of the company.  
The repayment/receipt of the principal and interest of loan granted is regular and there is no amount which is overdue.
- iv. According to the information and explanations given to us, the provision of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security have been complied with.
- v. The Company is Non Banking Financial (Non-Deposit Accepting or Holding) Company, hence directives issued by Reserve Bank of India and provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed there under are not applicable to the Company.
- vi. Maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- vii. a) According to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues and there are no undisputed amounts of Income Tax, Service Tax, Cess, Employees State Insurance, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Provident Fund etc. outstanding as at the last day of financial year concerned for a period of more than six months from the date they became payable.  
b) There are no dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty and Value Added Tax on account of any dispute.
- viii. The Company has not defaulted in the repayment of loans or borrowings to a Financial Institution or Bank or Government or due to Debenture holders.
- ix. According to information and explanations given to us, the Company had not raised money by way of initial public offer or further public offer or term loan during the year.
- x. According to the information, explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.
- xi. According to the information & explanations given to us, provision of section 197 read with Schedule V to the Companies Act for managerial remuneration paid or provided have been complied with.

**CERTIFIED  
TRUE COPY**

*Manoj Kumar*



- xii. According to the information & explanation given to us, the Company is Non Banking Financial (Non-Deposit Accepting or Holding) Company, therefore this clause is not applicable to the company.
- xiii. According to the information & explanation given to us, the provisions of section 177 and 188 of the Companies Act, 2013 regarding transaction with related parties have been complied with and details of the transaction as per applicable accounting standard have been disclosed in the notes to accounts of the financial statements.
- xiv. According to the information & explanation given to us, this clause is not applicable to the company because the company has not made preferential allotment or private placement of share or fully or partly convertible debenture during the year.
- xv. According to the information & explanation given to us, no non-cash transactions with directors or persons connected with him, have been taken place during the year, hence the provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- xvi. According to the information & explanation given to us, the company is registered under section 45-IA of the Reserve Bank of India Act, 1934 as Non Banking Financial (Non-Deposit Accepting or Holding) Company.

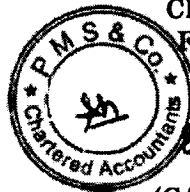
**For R. LAL & COMPANY**  
Chartered Accountants  
Firm Reg. No. 001926C



(CA. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583

Date : 07<sup>th</sup> May, 2016  
Place : Delhi

**For P M S & Co.**  
Chartered Accountants  
Firm Reg. No. 013398C



(CA. SHILPI AGARWAL)  
Partner  
M. No. 405692

**CERTIFIED  
TRUE COPY**

SHILPI AGARWAL LIMITED

*Manish*

SHILPI AGARWAL LIMITED

**S. E. INVESTMENTS LIMITED**  
**BALANCE SHEET AS ON 31<sup>st</sup> MARCH 2016**

Sr. No.	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	<b>EQUITY AND LIABILITIES</b>		₹	₹
	(1) Shareholder's Funds			
	(a) Share Capital	1	40,56,62,500	43,06,62,500
	(b) Reserves and Surplus	2	4,69,78,05,791	4,79,18,36,206
	(c) Money received against share warrants		-	-
	(2) Share application money pending allotment		-	-
	(3) Non-Current Liabilities			
	(a) Long-Term Borrowings	3	2,12,20,000	8,04,02,000
	(b) Deferred Tax Liabilities (Net)	4	4,55,84,140	5,44,43,407
	(c) Other Long Term Liabilities	5	25,71,16,910	45,40,72,104
	(d) Long Term Provisions	6	3,13,64,749	2,45,58,379
	(4) Current Liabilities			
	(a) Short-Term Borrowings	7	5,05,05,69,206	4,02,36,32,700
	(b) Trade Payables		-	-
	(c) Other Current Liabilities	8	1,01,23,58,717	98,36,23,955
	(d) Short-Term Provisions	9	1,40,88,51,404	27,61,24,339
	<b>Total Equity &amp; Liabilities</b>		<b>12,93,05,33,417</b>	<b>11,11,93,55,590</b>
II	<b>ASSETS</b>		₹	₹
	(1) Non-Current Assets			
	(a) Fixed Assets	10		
	(i) Tangible Assets		2,99,22,350	3,10,51,759
	(ii) Intangible Assets		-	-
	(iii) Capital work-in-progress		-	-
	(iv) Intangible Assets under Development		-	-
	(b) Non-Current Investments	11	68,46,51,858	44,40,50,066
	(c) Deferred Tax Assets (net)		-	-
	(d) Long Term Loans and Advances	12	19,14,73,425	19,07,98,715
	(e) Other Non-Current Assets	13	12,90,25,670	15,74,04,629
	(2) Current assets			
	(a) Current Investments	14	11,43,056	4,16,78,609
	(b) Inventories	15	9,96,94,46,446	9,61,20,90,144
	(c) Trade Receivables		-	-
	(d) Cash and Cash Equivalents	16	24,04,41,899	13,32,80,130
	(e) Short-Term Loans and Advances	17	56,46,46,701	50,90,01,538
	(f) Other Current Assets	18	1,11,97,82,012	-
	<b>Total Assets</b>		<b>12,93,05,33,417</b>	<b>11,11,93,55,590</b>

Notes to the Accounts & Significant Accounting Policies annexed

For and on behalf of the Board

Notes referred to above form an integral part of these Financial Statements

Signed in terms of our Report of even date

For R. LAL & COMPANY

Chartered Accountants

Firm Reg. No. 000426

For P M S & Co.

Chartered Accountants

Firm Reg. No. 013398C

(SUNIL AGARWAL)

Managing Director

(HARISH SINGH)

Executive Director

(CA. RAM LAL AGRAWAL)

Proprietor

Membership No. 17583

(CA. SHILPI AGARWAL)

Partner

Membership No. 405692

(DR. ARUN GOPAL AGARWAL)

Director

(VISHAL SHARMA)

Company Secretary

Date : 07<sup>th</sup> May, 2016

Place : Delhi

CERTIFIED  
TRUE COPY

*Manu Singh*

**S. E. INVESTMENTS LIMITED**  
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2016**

Sr. No.	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	Revenue from Operations	19	₹ 1,93,36,69,441	₹ 1,78,37,84,086
	<b>Total Revenue (I)</b>		<b>1,93,36,69,441</b>	<b>1,78,37,84,086</b>
II	<b>Expenses:</b>			
	Employee Benefit Expenses	20	12,78,32,135	10,74,38,550
	Financial Cost	21	64,87,43,482	55,92,56,917
	Depreciation and Amortization Expenses	22	5,36,93,837	6,29,45,030
	Other Expenses	23	41,74,13,906	38,71,13,468
	<b>Total Expenses (II)</b>		<b>1,24,76,83,360</b>	<b>1,11,67,53,965</b>
III	Profit before Exceptional and Extraordinary Items and Tax (I-II)		<b>68,59,86,081</b>	<b>66,70,30,121</b>
IV	Exceptional Items		-	-
V	Profit before Extraordinary Items and Tax (III-IV)		<b>68,59,86,081</b>	<b>66,70,30,121</b>
VI	Extraordinary Items		-	-
VII	Profit before Tax (V-VI)		<b>68,59,86,081</b>	<b>66,70,30,121</b>
VIII	<b>Tax Expense:</b>			
	(1) Current Tax		24,35,31,672	22,60,65,263
	(2) Deferred Tax		(88,59,267)	(1,02,68,209)
	(3) Previous Year Income Tax		-	60,81,168
IX	Profit/(Loss) from the period from Continuing Operations (VI-VIII)		<b>45,13,13,676</b>	<b>44,51,51,899</b>
X	Profit/(Loss) from Discontinuing Operations		-	-
XI	Tax Expense of Discontinuing Operations		-	-
XII	Profit/(Loss) from Discontinuing Operations (X-XI)		-	-
XIII	Profit/(Loss) for the period (IX+XII)		<b>45,13,13,676</b>	<b>44,51,51,899</b>
XIV	<b>Earning per Equity Share:</b>	26		
	(1) Basic		11.13	10.90
	(2) Diluted		11.13	10.90

Notes to the Accounts & Significant Accounting Policies annexed

For and on behalf of the Board

Notes referred to above form an integral part of these Financial Statements

Signed in terms of our Report of even date

For R. LAL & COMPANY

For P M S & Co.

Chartered Accountants

Chartered Accountants

Firm Reg. No. 047256

Firm Reg. No. 013398C

(CA. RAM LAL AGARWAL)

(CA. SHREE AGARWAL)

Proprietor

Partner

Membership No. 17583

Membership No. 10692

Date : 07<sup>th</sup> May, 2016

Place : Delhi

**CERTIFIED  
TRUE COPY**

(SUNIL AGARWAL)

Managing Director

(HARISH SINGH)

Executive Director

(DR. ARUN GOPAL AGARWAL)

Director

(VISHAL SHARMA)

Company Secretary

*Manoj Kumar*

COMPANY SECRETARY

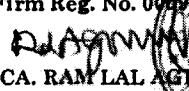
**S. E. INVESTMENTS LIMITED**  
**CASH FLOW STATEMENT**


(Amount in ₹)


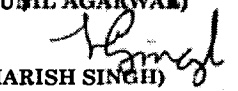
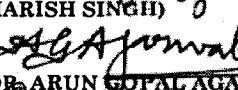
Sr. No.	Particulars	31.03.2016	31.03.2015
A	<b>Cash Flow from Operating Activities:</b>		
	Net Profit before tax and extraordinary items and Interest	1,33,47,29,563	1,22,62,87,038
	Adjustments for		
I	Depreciation	43,51,117	80,01,102
II	Preliminary Expenses W/O	-	1,01,84,198
III	Deferred Expense W/O	4,93,42,720	4,47,59,730
IV	Profit/loss on Sale of Investments/Assets	1,42,53,764	(1,43,41,848)
	<b>Operating Profit before working capital changes</b>	<b>1,40,26,77,164</b>	<b>1,27,48,90,220</b>
	Adjustments for		
I	Change in Trade & Other Receivable (L&A)	(16,08,85,137)	(47,80,92,651)
II	Change in Inventories	(35,73,56,302)	(89,80,37,992)
III	Change in Trade Payable & other Current Liabilities	2,87,34,762	35,85,39,509
IV	Misc. Expenses	(2,09,63,761)	(1,98,42,104)
	<b>Cash generated from Operations</b>	<b>89,22,06,726</b>	<b>23,74,56,982</b>
I	Interest paid	(64,87,43,482)	(55,92,56,917)
II	Income Tax paid	(12,15,00,000)	(11,20,00,000)
III	Paid Expenses on CSR	(1,80,00,000)	(1,95,00,000)
	<b>Cash flow before Extraordinary Items</b>	<b>10,39,63,244</b>	<b>(45,32,99,935)</b>
I	Extraordinary items	-	-
	<b>Net Cash from Operating Activities</b>	<b>10,39,63,244</b>	<b>(45,32,99,935)</b>
B	<b>Cash Flows from Investing Activities:</b>		
I	Purchase of Fixed Assets	(41,53,624)	(1,38,94,771)
II	Sale of Fixed Assets	10,20,000	-
III	Purchase/transfer of Investments	(21,44,08,087)	46,99,41,664
	<b>Net Cash from Investing activities</b>	<b>(21,75,41,711)</b>	<b>45,60,46,893</b>
C	<b>Net Cash from Financing Activities:</b>		
I	Payment of Long Term Borrowings	(5,91,82,000)	(13,93,94,909)
II	Payment of Long Term Liabilities	(19,69,55,194)	(9,49,31,962)
III	Proceeds from Short Term Borrowings	1,02,69,36,506	37,64,90,916
IV	Dividend Paid	(5,00,59,076)	(4,90,09,214)
V	Redemption of Preference Shares	(50,00,00,000)	-
	<b>Net Cash from Financing activities</b>	<b>22,07,40,236</b>	<b>9,31,54,831</b>
	<b>Net Increase in cash &amp; cash equivalents</b>	<b>10,71,61,769</b>	<b>9,59,01,790</b>
	<b>Cash &amp; Cash equivalents at beginning of period</b>	<b>13,32,80,130</b>	<b>3,73,78,341</b>
	<b>Cash &amp; Cash equivalent at end of period</b>	<b>24,04,41,899</b>	<b>13,32,80,130</b>

Signed in terms of our Report of even date

For and on behalf of the Board

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000928C  
  
(CA. RAM LAL AGRAWAL)  
Proprietor  
Membership No. 017583

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C  
  
(CA. SHILPI AGARWAL)  
Partner  
Membership No. 405692

  
(SUNIL AGARWAL) Managing Director  
  
(HARISH SINGH) Executive Director  
  
(DR. ARUN AGARWAL) Director

Date : 07<sup>th</sup> May, 2016

Place : Delhi

(VISHAL SHARMA)

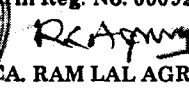
Company Secretary


**AUDITORS' REPORT**

We have verified the attached Cash Flow Statement of S. E. Investments Limited, derived from audited financial statements and the books and records maintained by the Company for the year ended 31st March 2016 and 31st March 2015 and found the same in agreement here with.

**CERTIFIED  
TRUE COPY**

Date : 07<sup>th</sup> May, 2016  
Place : Delhi

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000928C  
  
(CA. RAM LAL AGRAWAL)  
Proprietor  
Membership No. 017583

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C  
  
(CA. SHILPI AGARWAL)  
Partner  
Membership No. 405692

  
**COMPANY SECRETARY**



**M/S S. E. INVESTMENTS LIMITED**  
**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

**ACCOUNTING POLICIES:**

**A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention method, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013, as adopted consistently by the Company. The Company has followed Mercantile System of Accounting and the accounts have been made consistently on accrual basis as a going concern.

The Company complies with the directions issued by the Reserve Bank of India (RBI) for non-Banking Financial (Non-Deposit Accepting or Holding) Companies (NBFC-ND), relevant provision of the Companies Act, 2013 and applicable accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 issued by the Central Government of India and the guidelines issued by the Securities and Exchange Board of India (SEBI) to the extent applicable. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

**B. STOCK IN TRADE/ASSETS HELD FOR SALE**

Inventories being book debts relating to loans, advances to borrowers are valued at book value net of Future Interest including overdue installments. Stock of shares and debentures are valued at cost or market value whichever is lower.

**C. CASH FLOW STATEMENT**

As required by Accounting Standard-3 "Cash Flow Statement" issued by "The Institute of Chartered Accountants of India" the Cash Flow for the period is reported using indirect method. The Cash and Cash Equivalent of the Company comprises of Cash in hand and Current account with Scheduled Banks.

**D. DEPRECIATION**

Depreciation has been provided on straight-line method in the manner and at the useful life specified in Schedule II to the Companies Act, 2013 and on pro rata basis from the date of installation till the date the assets are sold or disposed off.

**E. REVENUE RECOGNITION**

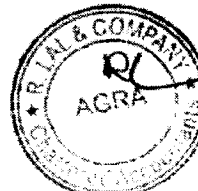
Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured:

- i. Income from lease rentals and interest on loans and advances cases are recognized as revenue as per the terms of the agreements entered into with Lessees/Borrowers. Interest Income are accounted for on accrual basis in accordance with the due dates of installments of loan and advances.
- ii. Late Payment Interest on overdue of installments from Lessees/Borrowers and allowance of rebate for good and timely payment are accounted for as and when received or allowed because these income and rebates are contingent.

**F. FIXED ASSETS**

All assets held with the intention of being used for the purpose of producing goods or providing services and not for sale in the normal course of business are recognized as Fixed Assets and are stated at cost less accumulated depreciation after considering lease adjustment account. All costs including finance cost attributable to fixed assets till assets are ready for intended use are capitalized.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.



## G. INVESTMENTS

In respect of Investments, the following policies have been adopted :

- i) Investments that are readily realizable and are intended not to be held for more than one year from the date of acquisition are classified as current investments. All other investments are classified as Long term investments. However, that part of long-term investments which is expected to be realised within 12 months after the reporting date is also presented under 'current assets' as "current portion of long-term investments" in consonance with the current/non-current classification.
- ii) The Company values its Investments based on the Accounting Standard 13 "Accounting for Investments" issued by The Institute of Chartered Accountants of India:
  - a) Investment held as long-term investments are valued at cost. Provision for diminution in value is made only if there is a permanent decline in their net realizable value.
  - b) Current investments are valued at lower of cost or net realizable value.

## H. EMPLOYEE RETIREMENT BENEFITS

Contributions to Provident Fund and Super annuation fund made during the year, are charged to Statement of Profit and Loss.

Employees Gratuity liability has been calculated on the basis of actuarial valuation made at the end of each financial year and charged to Statement of Profit and Loss as contribution to LIC policy premium

## I. BORROWING COSTS

- i) Borrowing costs, which are directly attributable to the acquisition /construction of fixed assets, till the time such assets are ready for intended use, are capitalized as a part of the cost of assets.
- ii) All borrowing costs other than mentioned above are expensed in the period they are incurred. In case of unamortized identified borrowing cost is outstanding at the year end, it is classified under loans and advances as unamortized cost of borrowings.
- iii) In case any loan is prepaid/ cancelled then the unamortized borrowing cost, if any, is fully expensed off on the date of repayment/cancellation.

## J. RELATED PARTIES

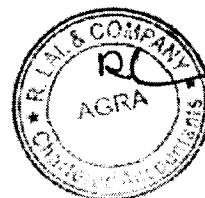
Parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making financial and/or operating decisions.

As required by AS-18 "Related Party Disclosure" only following related party relationships are covered:

- (a) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise (this includes holding Companies, subsidiaries and fellow subsidiaries);
- (b) Associates and joint ventures of the reporting enterprise and the investing party or venture in respect of which the reporting enterprise is an associate or a joint venture;
- (c) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual;
- (d) Key management personnel (KMP) and relatives of such personnel; and
- (e) Enterprises over which any person described in (c) or (d) is able to exercise significant influence.

## K. LEASE ASSETS

Assets taken on lease are accounted for in accordance with AS-19 "Accounting for Lease" issued by "The Institute of Chartered Accountants of India".



## L. EARNING PER SHARE

The Earning per Share (Basic as well as Diluted) is calculated based on the net profit or loss for the period attributable to equity shareholders i.e. the net profit or loss for the period after deducting Proposed Preference Dividend and any attributable tax thereto.

For the purpose of calculating (Basic and Diluted EPS), the number of equity shares taken are the weighted average number of equity shares outstanding during the period.

## M. PROVISION FOR CURRENT TAX AND DEFERRED TAX

Income-tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets, deferred tax assets/liabilities are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized/incurred.

Provisions of AS-22 "Accounting for Taxes on Income" issued by "The Institute of Chartered Accountants of India" have been complied with to all possible extent.

## N. INTERIM FINANCIAL REPORT

Interim Financial Reports are prepared in accordance with AS-25 "Interim Financial Reporting" issued by "The Institute of Chartered Accountants of India."

## O. INTANGIBLE ASSETS

Intangible assets are recognized only when four of below mentioned criteria are fulfilled:

- Asset is identifiable.
- Control of the enterprise over that asset.
- It is probable that future economic benefits attributable to the asset will flow to the enterprise.
- Cost of the asset can be measured reliably.

If any of the above four criteria is not fulfilled the expenditure incurred to acquire the asset is recognized as an expense, in the year in which it is incurred.

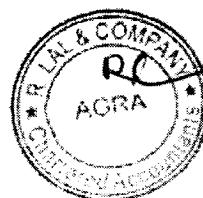
Intangible assets are initially measured at cost, after initial recognition the intangible asset is carried at its carrying value i.e. cost less any accumulated amortization and accumulated impairment losses.

## P. IMPAIRMENT OF ASSETS

An asset is treated as impaired, when carrying cost of asset exceeds its recoverable amount.

At each Balance Sheet Date, it is seen that whether there is any indication that an asset may be impaired, if any such indication exist, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss; if any. Such impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired.

When an impairment loss is subsequently reversed, the carrying amount of the asset is increased to its revised estimate of its recoverable amount. However this increased amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for that asset in prior period. A reversal of an impairment loss is recognized as income immediately in the Profit & Loss Account.



## Q. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be outflow of resources. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. Further the company being NBFC also complies with provisioning norms specified by RBI. Contingent liabilities are not recognized but are disclosed in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements and will be recognized only when its realization is virtually certain.

## R. PROVISIONING FOR SUBSTANDARD/DOUBTFUL/LOSS ASSETS

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments are overdue for more than 5 months and management is of the opinion that its recovery chances are very remote or negligible, the Company first treats these overdue and future installments as bad debts and after this treatment the provisioning for non performing assets is made in compliance with Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, as applicable to the company. As per the RBI circular dated 27<sup>th</sup> March, 2015 Company has made general provision of 0.30% of Standard assets. Other directives of Reserve Bank of India have been duly complied with.

## S. CONSOLIDATED FINANCIAL STATEMENT

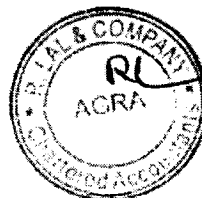
The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) – 'Consolidated Financial Statement'.

## T. USE OF ESTIMATES AND JUDGEMENTS

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

## U. FOREIGN CURRENCY

As prescribed in Accounting Standard 11 (AS 11)- 'The Effects of Changes in Foreign Exchange Rates' Transactions in foreign currency are recorded at the rates of exchange prevalent on the date of transaction. Exchange difference, if any, arising from foreign currency transaction are dealt in the Statement of Profit & Loss at year end rates.



## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 1 Share Capital

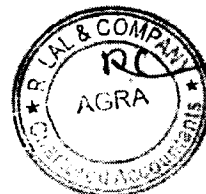
		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	<b>AUTHORIZED CAPITAL</b> 12,00,00,000 Equity Shares of Rs 10 per share 50,00,000 Preference Shares of Rs. 10 each	1,20,00,00,000 5,00,00,000 1,25,00,00,000	1,20,00,00,000 5,00,00,000 1,25,00,00,000
2	<b>ISSUED , SUBSCRIBED CAPITAL</b> 4,05,72,500 Equity Shares of Rs 10 per Share 25,00,000( Current Year NIL) Preference Shares of Rs 10 each	40,57,25,000 - 40,57,25,000	40,57,25,000 2,50,00,000 43,07,25,000
3	<b>PAID UP CAPITAL</b> 405,60,000 Equity Shares of Rs 10 per Share fully paid up Add: Share Forfeited a/c (Amt originally Paid up on 12,500 Equity Shares of Rs 10 each) 25,00,000 (Current Year NIL) 10% Redeemable Preference Shares of Rs 10 each fully paid up	40,56,00,000 62,500 -	40,56,00,000 62,500 2,50,00,000
	<b>Total in ₹</b>	<b>40,56,62,500</b>	<b>43,06,62,500</b>

- Refer to Note no. 43
- More than 5% Shares-Mr. Sunil Agarwal 3162440 (7.80%)

## Note : 2 Reserve &amp; Surplus

		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	<b>Capital Reserve</b>	24,15,21,113	24,15,21,113
2	<b>Securities Premium Reserve</b> Opening Balance Less:- Premium paid on Redemption of Preference Shares	1,46,49,91,229 1,93,99,91,229 47,50,00,000	1,93,99,91,229 1,93,99,91,229 -
3	<b>Capital Redemption Reserve</b>	2,50,00,000	-
4	<b>General Reserve</b> Opening Balance Addition during the year	2,09,95,25,961 1,82,95,25,961 27,00,00,000	1,82,95,25,961 1,52,95,25,961 30,00,00,000
5	<b>Reserve Fund (As per RBI Act)</b> Opening Balance Addition during the year	83,60,37,224 74,57,74,489 9,02,62,735	74,57,74,489 65,67,44,110 8,90,30,379
6	<b>Surplus (Profit &amp; Loss Account)</b> Balance brought forward from Previous year Less: Transfer to General Reserve Provision on Standard Assets Expenditure incurred on Corporate Social Responsibility(CSR) Transfer to Capital Redemption Reserve Proposed Dividend on Preference Shares (previous year) & Equity Shares & Tax Thereon Reserve Fund (As per RBI Act) Add: Profit for the Period	3,07,30,264 3,50,23,413 27,00,00,000 68,06,370 1,80,00,000 2,50,00,000 4,55,37,720 9,02,62,735 45,13,13,676	3,50,23,413 5,12,34,218 30,00,00,000 27,73,249 1,95,00,000 - 5,00,59,076 8,90,30,379 44,51,51,899
	<b>Total in ₹</b>	<b>4,69,78,05,791</b>	<b>4,79,18,36,206</b>

- Refer to Note no. 43



## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 3 Long Term Borrowings

		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	Bonds / Debentures	-	-
2	Secured Term Loan		
	- From Bank/ Financial Institution		
	Small Industries Development Bank of India	2,12,20,000	8,04,02,000
	- From Other Parties	-	-
3	Unsecured loans	-	-
4	Loans & Advances From Related Parties	-	-
5	Loans from Directors including interest	-	-
6	Other Loans & Advances	-	-
	<b>Total in ₹</b>	<b>2,12,20,000</b>	<b>8,04,02,000</b>

- Refer to Note no. 31

## Note 4 : Deferred Tax Liabilities(Net)

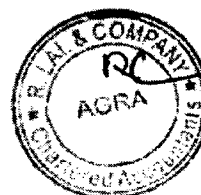
		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	Opening Balance	5,44,43,407	6,47,11,616
	Add: Provision made during the year	(88,59,267)	(1,02,68,209)
	Closing Balance	4,55,84,140	5,44,43,407
	<b>Total in ₹</b>	<b>4,55,84,140</b>	<b>5,44,43,407</b>

## Note 5 : Other Long Term Liabilities

		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	Other Long Term Deposits including Interest thereon	25,71,16,910	45,40,72,104
	<b>Total in ₹</b>	<b>25,71,16,910</b>	<b>45,40,72,104</b>

## Note : 6 Long Term Provisions

		₹	₹
Sr. No.	Particulars	Current Year	Previous Year
1	Provision For Employees Benefit	-	-
2	Others		
	Provision for Standard Assets	3,13,64,749	2,45,58,379
	<b>Total in ₹</b>	<b>3,13,64,749</b>	<b>2,45,58,379</b>



# S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

Note : 7 Short Term Borrowings

St. No.	Particulars	Current Year	Previous Year
1	Secured Term Loan	5,92,00,000	13,97,52,000
2	Unsecured loans	-	-
3	Loan Against Fixed Deposits	-	-
4	Loans & Advances From Related Parties	-	2,78,22,100
5	Others	1,11,88,76,285	97,97,38,151
	- Secured Borrowings - Cash Credit Limits	48,61,37,548	46,13,70,254
	Central Bank of India	43,28,55,726	49,15,98,045
	Corporation Bank	37,21,30,878	26,48,05,740
	Andhra Bank	30,59,83,142	28,65,73,026
	Bank of India	21,33,88,139	24,98,06,051
	Bank of Baroda	22,10,28,824	21,39,74,130
	UCO Bank	63,87,55,945	42,74,14,668
	IDBI Bank	40,37,94,590	48,07,78,535
	United Bank of India	45,70,27,956	-
	Bank of Maharashtra	17,25,64,416	-
	State Bank of Bikaner & Jaipur	16,88,25,757	-
	State Bank of Mysore	-	-
	Total in ₹	5,05,05,69,206	4,02,36,32,700

Refer to Note no. 30 & 31

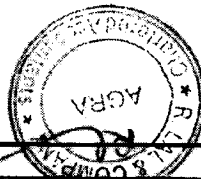
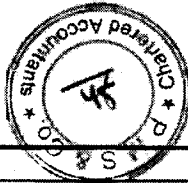
Note : 8 Other Current Liabilities

St. No.	Particulars	Current Year	Previous Year
1	Other Liabilities	1,01,23,58,717	98,36,23,955
	Total in ₹	1,01,23,58,717	98,36,23,955

Note : 9 Short Term Provisions

St. No.	Particulars	Current Year	Previous Year
1	Provision For Employees Benefit	-	-
2	Others	4,55,37,720	5,00,59,076
	Provision for Proposed Dividend on Preference shares and Equity shares and tax thereon	24,35,31,672	22,60,65,263
	Provision for Taxation	1,11,97,82,012	-
	Provision for Arbitration Decree Receivable	1,40,88,51,404	27,61,24,339
	Total in ₹	1,40,88,51,404	27,61,24,339

Refer to Note no. 33



**S. E. INVESTMENTS LIMITED**  
**NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016**

Note : 10 Fixed Assets

Note : 10 Fixed Assets											
Sr. No.	Particulars	Gross Block			Depreciation				Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2016	WDV as on 31.03.2015
I	Tangible Assets										
1	Land	15,90,620	-	-	15,90,620	-	-	-	-	15,90,620	15,90,620
2	Building	1,84,63,090	6,839	-	1,84,69,929	18,15,447	3,11,085	-	21,26,532	1,63,43,397	1,66,47,643
3	Furniture & Fittings	1,05,03,217	10,20,175	-	1,15,23,392	66,76,513	9,50,117	-	76,26,630	38,96,762	38,26,704
4	Computer Peripheral & Software	3,70,84,568	26,86,081	-	3,97,70,649	3,55,18,467	15,07,628	-	3,70,26,095	27,44,554	15,66,101
5	Vehicles	1,01,86,737	-	22,04,456	79,82,281	49,90,385	7,67,452	12,72,540	44,85,297	34,96,984	51,96,352
6	Equipments, Plant & Machinery	80,83,631	4,40,529	-	85,24,160	58,59,292	8,14,835	-	66,74,127	18,50,033	22,24,339
	Sub Total (A)	8,59,11,863	41,53,624	22,04,456	8,78,61,031	5,48,60,104	43,51,117	12,72,540	5,79,38,681	2,99,22,350	3,10,51,759
II	Intangible Assets	-	-	-	-	-	-	-	-	-	-
	Sub Total (B)										
III	Capital Work-in-progress	-	-	-	-	-	-	-	-	-	-
	Sub Total (C)										
IV	Intangible Assets Under Development	-	-	-	-	-	-	-	-	-	-
	Sub Total (D)										
	Total [A+B+C+D] (Current Year)	8,59,11,863	41,53,624	22,04,456	8,78,61,031	5,48,60,104	43,51,117	12,72,540	5,79,38,681	2,99,22,350	3,10,51,759
	(Previous Year)	16,27,11,772	1,38,94,771	-	17,66,06,543	13,75,53,682	30,01,102	-	14,55,54,784	3,10,51,759	2,51,68,090





## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 11 Non Current Investment

Sr. No.	Particulars	Current Year	Previous Year
1	Investment in Equity Shares of Group Companies	23,90,30,800	-
2	Investments in Equity Shares of Subsidiary Company	42,23,91,000	42,23,91,000
3	In Fixed Deposits		
	- With Banks	2,19,64,998	2,01,60,607
	- Interest accrued but not received	12,65,060	14,98,459
	Total in ₹	68,46,51,858	44,40,50,066

- Refer to Note no. 32 & 35

## Note : 12 Long Term Loans and Advances

Sr. No.	Particulars	Current Year	Previous Year
1	Security Deposit		
	a) Secured, Considered Good:		
	Earnest Money Deposit	19,00,00,000	19,00,00,000
	Other Deposit	14,73,425	7,75,985
	b) Unsecured, Considered Good	-	-
	c) Doubtful	-	-
2	Loans & Advances to related parties	-	-
3	Other Loans & Advances		
	a) Secured, Considered Good	-	22,730
	b) Unsecured, Considered Good	-	-
	c) Doubtful	-	-
	Total in ₹	19,14,73,425	19,07,98,715

## Note : 13 Other Non Current Assets

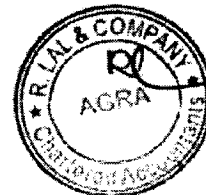
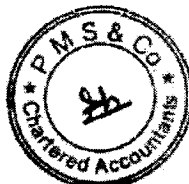
Sr. No.	Particulars	Current Year	Previous Year
1	Deferred Revenue Expenditure	12,90,25,670	15,74,04,629
	Total in ₹	12,90,25,670	15,74,04,629

- Deferred Revenue Expenses are written off over a period of five years.

## Note : 14 Current Investment

Sr. No.	Particulars	Current Year	Previous Year
1	In Short Term Fixed Deposits		
	- With Banks	11,29,344	3,48,24,224
2	Interest accrued but not received	13,712	68,54,385
	Total in ₹	11,43,056	4,16,78,609

- Refer to Note no. 32



## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 15 Inventories

Sr. No.	Particulars	Current Year	Previous Year
1	Book Debts i.e. Advances made against agreements secured by property/vehicles and/or other assets and/or personal guarantees excluding unexpired finance charges etc including overdue installments at book value considered good. (As certified by the management)	9,96,94,46,446	9,61,20,90,144
	<b>Total in ₹</b>	<b>9,96,94,46,446</b>	<b>9,61,20,90,144</b>

## Note : 16 Cash &amp; Cash Equivalent

Sr. No.	Particulars	Current Year	Previous Year
1	<u>Cash-in-Hand</u> Cash Balances	1,93,09,511	2,97,66,474
	<b>Sub Total (A)</b>	<b>1,93,09,511</b>	<b>2,97,66,474</b>
2	<u>Bank Balances</u> Current accounts with Scheduled Banks (Subject to Reconciliations)	22,11,32,388	10,35,13,656
	<b>Sub Total (B)</b>	<b>22,11,32,388</b>	<b>10,35,13,656</b>
	<b>Total in ₹ [ A + B ]</b>	<b>24,04,41,899</b>	<b>13,32,80,130</b>

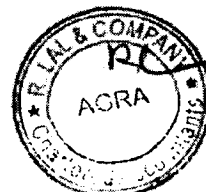
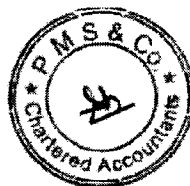
## Note : 17 Short Terms Loans and Advances

Sr. No.	Particulars	Current Year	Previous Year
1	Loans & Advances to related parties		
	a) Secured, Considered Good	-	25,33,72,648
	b) Unsecured, Considered Good	-	-
	c) Doubtful	-	-
2	Others		
	Advance Recoverable in cash or in kind or for value to be considered good		
	- Income Tax and TDS paid	27,06,50,301	23,51,65,875
	- Prepaid Expenses	1,62,949	1,48,944
	- Other loan and advances	29,38,33,451	2,03,14,071
	<b>Total in ₹</b>	<b>56,46,46,701</b>	<b>50,90,01,538</b>

## Note : 18 Other Current Assets

Sr. No.	Particulars	Current Year	Previous Year
1	Arbitration Decree Receivable	1,11,97,82,012	-
	<b>Total in ₹</b>	<b>1,11,97,82,012</b>	

Refer to Note no. 33



## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 19 Revenue from Operations

Sr. No.	Particulars	Current Year	Previous Year
1	Interest on Loans	1,91,75,60,791	1,77,50,41,560
2	Dividend Income	1,61,08,650	80,54,325
3	Income on Government Guaranteed Bonds	-	6,88,201
	Total in ₹	1,93,36,69,441	1,78,93,54,086

## Note : 20 Employee Benefit Expenses

Sr. No.	Particulars	Current Year	Previous Year
1	Salaries & Establishment	7,47,32,135	5,43,38,550
2	Mg. Director's & Directors Remuneration	5,26,80,000	5,26,80,000
3	Mg. Director's & Directors House Rent Allowance	4,20,000	4,20,000
	Total in ₹	12,78,32,135	10,74,38,550

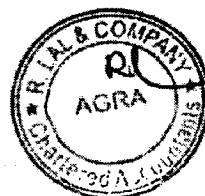
- No remuneration has been paid to Directors except remuneration to Managing Director, Whole time Director and Executive Director. The remuneration paid to Managing Director, Whole Time Director and Executive Director during the F. Y. 2015-16 is Rs. 5,31,00,000 (Previous year Rs. 5,31,00,000) which is less than the permitted u/s 197 read with Schedule V of the companies Act 2013.

## Note : 21 Financial Cost

Sr. No.	Particulars	Current Year	Previous Year
1	Interest Discounting & Bank Charges	64,87,43,482	55,92,56,917
	Total in ₹	64,87,43,482	55,92,56,917

## Note : 22 Depreciation &amp; Amortised Cost

Sr. No.	Particulars	Current Year	Previous Year
1	Depreciation	43,51,117	80,01,102
2	Preliminary Expenses w/o	-	1,01,84,198
3	Deferred Revenue Exp. w/o	4,93,42,720	4,47,59,730
	Total in ₹	5,38,93,837	6,29,45,030

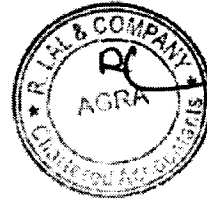
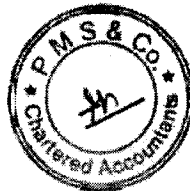


## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENT AS AT 31<sup>st</sup> MARCH 2016

## Note : 23 Other Expenses

Sr. No.	Particulars	₹	₹
		Current Year	Previous Year
1	Car & Scooter Expenses	98,77,722	76,74,067
2	Travelling Expenses	2,72,18,851	1,97,48,678
3	Repair & Maintenance Expenses	51,27,782	31,21,919
4	Insurance Expenses	3,68,515	3,39,490
5	Electricity & Water Expenses	30,33,750	20,57,730
6	Rates & Taxes	29,231	43,199
7	Legal Expenses & Professional fees	4,53,54,901	2,60,97,460
8	Printing & Stationery	85,73,940	65,91,519
9	Postage & Telephone Expenses	72,31,763	58,74,578
10	Bad Debts Written off	14,21,40,683	19,64,86,414
11	Auditors Remuneration	91,30,000	90,19,120
12	Rent	96,51,317	88,84,248
13	Rebate, Remission & Brokerage	65,67,207	56,20,556
14	Advertisement & Business Promotion Expenses	9,49,90,685	8,23,69,293
15	Recovery Expenses	43,39,408	37,72,770
16	Office and General Expenses	2,95,24,387	2,37,54,275
17	Loss on sale of assets/shares	1,42,53,764	(1,43,41,848)
	<b>Total in ₹</b>	<b>41,74,13,906</b>	<b>38,71,13,468</b>



**M/S S. E. INVESTMENTS LIMITED**  
**NOTES ON ACCOUNTS**

**24. Remuneration to Auditors:**

(In ₹)

Particulars	2015-16	2014-15
For Statutory Audit	16,12,500	15,92,700
Tax Audit	16,12,500	15,92,700
For Certification work/other services	59,05,000	58,33,720
<b>Total</b>	<b>91,30,000</b>	<b>90,19,120</b>

25. No amount is payable to Small Scale Industrial Undertakings. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act, 2006 and hence disclosures, if any relating to amounts unpaid as at the year end together with interest paid/payable as required under the Act can not be furnished.

**26. Earning per Share:**

(In ₹)

Particulars	2015-16	2014-15
Net profit for the year (After Tax)	45,13,13,676	44,51,51,899
Proposed dividend on Preference shares and tax thereon	—	29,99,853
No. of Equity Shares (Weighted)	4,05,60,000	4,05,60,000
Basic and diluted Earning per share	11.13	10.90

27. Figures for the previous year have been regrouped/rearranged/reclassified wherever considered necessary.

28. The Company has given Corporate guarantee for the loan of Rs. 2000 lacs & Rs. 5360 lacs taken by its wholly owned Subsidiary Company from Karnataka Bank & Reliance Capital Limited respectively.

**29. Disclosure of related party transactions:**

A. Wholly owned Subsidiary : Nupur Finvest Pvt. Ltd.

**B. List of related parties and relationship**

**Related Party**

**Key Managerial Personnel**

Mr. Sunil Agarwal

Mr. Harish Singh

Mr. Sachin Agarwal\*

**(Relation)**

(Managing Director)

(Executive Director)

(Whole Time Director)

**Relatives of K M P**

Mr. Purushottam Agrawal

Mrs. Raj Agarwal

Mrs. Neetu Agarwal

Mrs. Shikha Agarwal\*

Mrs. Preeti Chauhan

Mrs. Sushila Devi Chauhan

Ms. Suniti Agarwal

Mr. Shantanu Agarwal

(Father of Mr. Sunil Agarwal)

(Mother of Mr. Sunil Agarwal)

(Spouse of Mr. Sunil Agarwal)

(Spouse of Mr. Sachin Agarwal)

(Spouse of Mr. Harish Singh)

(Mother of Mr. Harish Singh)

(Daughter of Mr. Sunil Agarwal)

(Son of Mr. Sunil Agarwal)

\* Sachin Agarwal has resigned from directorship of the Company w.e.f. 6<sup>th</sup> May, 2016.



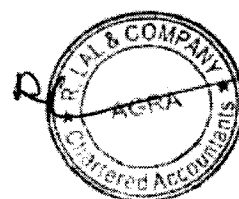
**C. Enterprises over which significant influence exercised by key Managerial Personnel/ Relatives of Key Managerial Personnel as on the date of signing of Balance Sheet**

1. Agrim Marketing Pvt. Ltd.
2. Aradhna Infradev Pvt. Ltd.
3. Athens Computer Technologies Pvt. Ltd.
4. Balram Retails Pvt. Ltd.
5. Bhavya Electronics and Networks Pvt. Ltd.
6. Diamond Infradev Pvt. Ltd.
7. Gajodhari Chemicals Pvt. Ltd.
8. Helios Aviation Pvt. Ltd.
9. Aerotech Aviation India Pvt. Ltd.
10. S.E. Micro Housing Finance Pvt. Ltd.
11. Baba Herbals Pvt. Ltd.
12. Agarwal Meadows Pvt. Ltd.
13. Sunil Agarwal HUF
14. Harish Singh HUF
15. P N Agarwal & Sons

**D. Disclosures required for related party transactions**

(₹ in Lacs)

	KMP & Relative	Enterprise over which significant influence exercised by KMP/Directors	Subsidiary	Total
<b>Transactions during the year</b>				
Remuneration	531.00	—	—	531.00
Transfer of Investments	—	—	2533.73	2533.73
Loan received	—	—	—	—
Loans given/repaid	—	—	—	—
Rendering of Services/Sale of Portfolio	9.00	1.89	1873.85	1884.74
Interest/Expenses paid	—	—	194.85	194.85
Dividend Received	—	—	161.09	161.09
<b>Amount outstanding at Balance Sheet date</b>				
— Amount Payable	—	—	—	—
— Amount Receivable	—	—	161.09	161.09



**Notes:**

- (1) Related party relationship is as identified by the Company on the basis of information available with them and accepted by the auditors as correct.
- (2) No amount has been written off or written back during the year in respect of debt due from or to related parties.
- (3) Company has entered into transactions with certain parties as listed above during the year under consideration. Full disclosures have been made and the Board considers such transactions to be in normal course of business and at rates agreed between the parties.
- (4) The key management personnel and their relatives have given personal guarantees and collaterals for loans raised by the Company but Company has not provided any guarantee to these persons nor paid any consideration for furnishing such guarantees.

**30. Working Capital Borrowings:**

The Company has availed a working capital facilities provided by consortium of twelve Bankers in which the Lead Bank is Central Bank of India Delhi. This facility is secured by hypothecation of books debts / receivables, equitable mortgage on office premises and a flat belonging to the Company, equitable mortgage of five commercial properties in the name of the guarantors, personal guarantee of directors and their relatives and corporate guarantee of the companies who have stood as guarantor. The proportions of the Bankers in the consortium are as follows:

(₹ In Lacs)				
S. No.	Name of Bank	Sanctioned Amount	Share in Consortium %	Rate of Interest
1	Central Bank of India	12500.00	20.51	Base Rate+2.50%
2	IDBI Bank	7500.00	12.31	Base Rate+2.50%
3	Punjab National Bank	6000.00	9.85	Base Rate+2.25%
4	United Bank of India	5000.00	8.20	Base Rate+2.80%
5	Corporation Bank	5000.00	8.20	Base Rate+3.00%
6	Bank of Maharashtra	5000.00	8.20	Base Rate+2.50%
7	Bank of India*	4250.00	6.98	Base Rate+2.50%
8	Andhra Bank	4000.00	6.56	Base Rate+2.50%
9	UCO Bank	3700.00	6.07	Base Rate+3.00%
10	State Bank of Bikaner & Jaipur	3000.00	4.92	Base Rate+2.50%
11	Bank of Baroda	2500.00	4.10	Base Rate+2.75%
12	State Bank of Mysore	2500.00	4.10	Base Rate+2.50%
	<b>Total</b>	<b>60950.00</b>	<b>100.00</b>	

\* Bank of India has sanctioned credit facility of Rs. 300 lacs. Documentaion still pending.

**31. Term Loans:****Small Industries Development Bank of India**

Term loan assistance secured by hypothecation of book debts, term deposits and equitable mortgage of immovable property in the name of guarantors, Personal guarantee of directors and their relatives, and corporate guarantee of the Company who has stood as guarantor.



(₹ In Lacs)

Name of Financial Institution	Date of Sanction	Sanctioned Amount	Rate of Interest	Repayment (Monthly)	Terms of Repayment	Maturity Date
SIDBI TL1	22nd March, 2012	2500.00	PLR+0.75%	41.00	60 monthly installments (Last Installment of ₹ 81 Lacs)	Sep. 2017
SIDBI TL2	5th March, 2013	2500.00	13.75% (Fixed)	75.47	33 monthly installments	June 2016

## 32. Detail of Bank FDR's (principal amount) held as on 31.03.2016:

## Held as Cash Collateral for Term Loan

(₹ In Lacs)

1	Small Industries Development Bank of India	Term Loan	213.07
	Subtotal	(A)	213.07

## Held to avail Overdraft facility against FDRs

(₹ In Lacs)

1	Central Bank of India	Over Draft	0.27
	Subtotal	(B)	0.27

## Held to avail Cash Credit facility against FDRs

(₹ In Lacs)

1	United Bank of India	Cash Credit	6.32
	Subtotal	(C)	6.32

## Held as Guarantee

(₹ In Lacs)

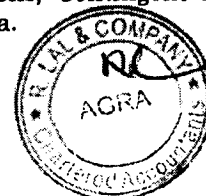
1	Punjab National Bank	Guarantee	0.42
	Subtotal	(D)	0.42

## Held as Investments

(₹ In Lacs)

1	Punjab National Bank	Unencumbered	0.05
2	Corporation Bank	Unencumbered	10.82
	Subtotal	(E)	10.87
	Grand Total of FDR's	(A+B+C+D+E)	230.95

33. During the Current year Rs.11197.82 Lacs, Arbitration Awards have become executable Decrees, out of overdue of Loan amounts with borrower which have been written off as bad debts in previous years. These Decrees are not challenged by Judgement Debtors (against whom award pronounced). The Accounting treatment has been done as per Accounting Standard 29 "Provisions, Contingent Liabilities and Contingent Assets" issued by The Institute of Chartered Accounts of India.





The management has decided to recognize the Decretal amount which become asset and shown under the head Current Assets in the name of "Arbitration Decree Receivable" and created 100% Provisions against such assets in the name of " Provision for Arbitration Decree Receivable" under the head Short Term Provisions. However no amount/income has accrued and recovered yet out of Arbitration Decrees awarded.

**34. Capital Risk Adequacy Ratio (CRAR):**

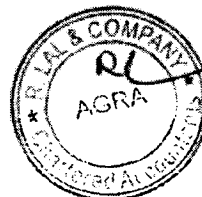
Particulars		2015-16	2014-15
i)	CRAR	41.69%	47.48%
ii)	CRAR – Tier I Capital%	41.42%	47.00%
iii)	CRAR – Tier II Capital %	0.27%	0.48%
iv)	Amount of subordinated debt raised as Tier-II Capital	Nil	Nil
v)	Amount raised by issue of Perpetual Debt Instruments	Nil	Nil

**35. Investments:**

(₹ In Lacs)

Particulars			2015-16	2014-15
1)	Value of Investments			
	i)	Gross value of Investments		
		a) In India	6857.95	4857.29
		b) Outside India	Nil	Nil
	ii)	Provision for Depreciation		
		a) In India	Nil	Nil
		b) Outside India	Nil	Nil
	iii)	Net Value of Investments		
		a) In India	6857.95	4857.29
		b) Outside India	Nil	Nil
2)	Movement of Provisions held towards depreciation on investments		Nil	Nil
	i)	Opening Balance	Nil	Nil
	ii)	ADD: Provision made during the year	Nil	Nil
	iii)	Less: Write – off / write – back of excess provisions during the year	Nil	Nil
	iv)	Closing Balance	Nil	Nil

During the financial year 2014-15, the Company has transferred its investment in Unquoted Equity Shares of Spring Infradev Limited to its wholly owned subsidiary Nupur Finvest Private Limited but due to non-fulfillment of terms of agreement, the transaction has not materialised and corresponding financial effect has been taken into financial statements.



36. The Company had not taken any exposure in Derivatives during the financial year 2015-16.

37. Disclosure relating to Securitization:

- i) The Company has not done securitization of any of its loans & advances to any organization during the financial year 2015-16 and there is no outstanding as on Balance Sheet date. Also, the Company has not sold its financial assets to any Securitization/Reconstruction Company for Asset Reconstruction. Further the Company has not undertaken any assignment transaction during the Financial Year 2015-16
- ii) The Company has not purchased any non-performing assets (NPAs) from other NBFCs or financial institutions.
- iii) Details of Stock Sold during the year

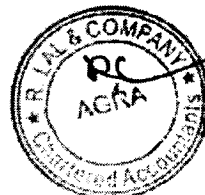
(₹ In Lacs)

Particulars		2015-16	2014-15
1	No of accounts sold	3979	02
2	Aggregate outstanding	2205	1149
3	Aggregate consideration received	1874	875

38. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities:

(₹ In Lacs)

	Up to 30/31 days	Over 1 Months upto 2 Months	Over 2 Months upto 3 Months	Over 3 Months & upto 6 Months	Over 6 Months & upto 1 Year	Over 1 Year & upto 3 Year	Over 3 Year & upto 5 Year	Over 5 Year	Total
Deposits	—	—	—	—	—	—	—	—	—
Advances	10306	9548	8290	25762	30672	23625	1850	5510	115563
Investments	11	—	—	1	—	241	—	6614	6867
Borrowings	594	408	465	1334	51760	1413	3	—	55977
Foreign Currency Assets	—	—	—	—	—	—	—	—	—
Foreign Currency Liabilities	—	—	—	—	—	—	—	—	—



### 39. Exposures:

#### a) Exposures to Real Estate Sector

		(₹ in Lacs)	
Category		2015-16	2014-15
<b>A.</b>	<b>Direct Exposure</b>		
i)	Residential Mortgages	3437	2350
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented		
ii)	Commercial Real Estate		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits	7865	7146
iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures		
a)	Residential	—	—
b)	Commercial Real Estate	—	—
<b>B.</b>	<b>Indirect Exposure</b>	—	13

#### b) Capital Market Exposure

The company has not taken any exposure in capital market during the financial year 2015-16, and also the inventory of the company as at 31<sup>st</sup> March 2016 does not contain any exposure to capital market

#### c) Details of financing of parent company products : NIL

#### d) Details of Single Borrower Limit and Group Borrower Limit exceeded by NBFC

The company has adhered to the Prudential Exposure norms as prescribed by RBI and has not given any advances exceeding the limits as prescribed for Single borrower and Group Borrower.

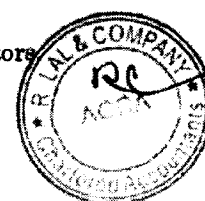
#### e) Unsecured Advances

The unsecured advances outstanding as at Balance Sheet date are ₹ 17863 lacs. The Company does not have any loan or advances which are partially secured against any sort of licenses, rights, authorizations charged to the company.

### 40. Registration obtained from other financial sector regulators:

RBI Registration No. : B-14.02997  
Company Identification No. : L65921DL1992PLC120483

The company has never been penalized for any non-compliance by financial sector regulators



41. Bank borrowings of the Company has been assigned rating of "IND A-" by M/s India Ratings & Research Private Limited (A Fitch Group Company) which denotes "Instruments with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such instruments carry low credit risk"

42. Provisions and Contingencies:

(₹ in Lacs)

Break up of Provisions and contingencies	2015-16	2014-15
Provisions for depreciation on investment	Nil	Nil
Provision towards NPA	Nil	Nil
Provision made towards income tax	2435	2261
Other provision and contingencies (Provision for Arbitration Decree)	11198	Nil
Provision for Standard Assets at the Balance Sheet date	314	246

43. The company is consistent in earning profits and paying dividend to its shareholders. During the year, the Company has redeemed 2500000 10% Preference Shares of Rs. 10/- each fully paid up @ Rs. 200/- each. The Company has utilized Rs. 4750 lacs from the balance available in security premium reserve for repaying the premium on redemption of preference shares & Rs. 250 lacs from profit & loss account for creating Capital Redemption Reserve during the financial year 2015-16 and relevant provision of Companies Act, 2013, and other applicable laws have been complied with.

44. Concentration of Deposits, Advances, Exposures and NPAs:

a) Concentration of Deposits

The Company has not taken any deposits from public

b) Concentration of Advances

(₹ in Lacs)

Total Advances to twenty largest borrowers	18459
% of advances to twenty largest borrowers to total advances of the NBFC	18.52%

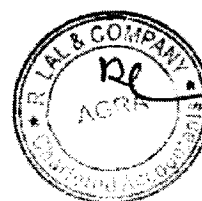
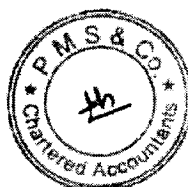
c) Concentration of Exposures

(₹ in Lacs)

Total Exposure to twenty largest borrowers / customers	18459
% of exposures to twenty largest borrowers / customers to total exposure of the NBFC on borrowers / customers	18.52%

d) Concentration of NPAs

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments are overdue for more than 5 months and management is of the opinion that its recovery chances are very remote or negligible. The Company first treats these overdue and future installments as bad debts and after this treatment the provisioning for non performing assets is made in compliance with Systemically Important Non-Banking financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, as applicable to the company.



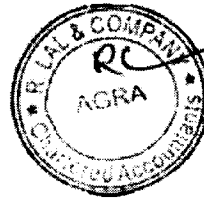
45. The Company is domiciled in India and does not have any joint venture, associate or subsidiary abroad

46. Off Balance Sheet SPVs sponsored:

The Company has not sponsored off Balance Sheet SPVs

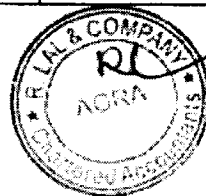
47. Disclosures of Complaints:

a)	No. of complaints pending at the beginning of the year	—
b)	No. of complaints received during the year	5
c)	No. of complaints redressed during the year	5
d)	No. of complaints pending at the end of the year	—

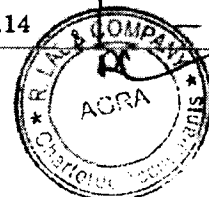
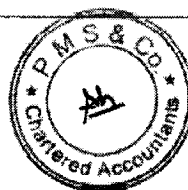


**Schedule to the Balance Sheet of a Non-Deposit taking Non-Banking Financial Company (As required in Systemically Important Non-Banking Financial (Non-Deposit accepting or holding) Companies prudential Norms (Reserve Bank) Directions, 2015):**

PARTICULARS		(₹ in Lacs)	
<b>LIABILITIES SIDE :</b>			
<b>1.</b>	<b>Loans and advances availed by the NBFCs inclusive of interest Amount accrued thereon but not paid</b>	<b>Amount Outstanding</b>	<b>Overdue</b>
	<b>(a) Debentures</b>		
	Secured	—	—
	Unsecured	—	—
	(other than falling within the meaning of public deposits*)		
	<b>(b) Deferred Credits</b>	—	—
	<b>(c) Term Loans</b>	804	—
	<b>(d) Inter-corporate loans and borrowing</b>	2718	—
	<b>(e) Commercial Paper</b>	—	—
	<b>(f) Other Loans (specify nature)</b>		
	Punjab National Bank (Cash Credit a/c)	4861	—
	Central Bank of India (Cash Credit a/c)	11189	—
	Bank of India (Cash Credit a/c)	3060	—
	Andhra Bank (Cash Credit a/c)	3721	—
	Corporation Bank (Cash Credit a/c)	4329	—
	Bank of Baroda (Cash Credit a/c)	2134	—
	United Bank of India (Cash Credit a/c)	4038	—
	UCO Bank (Cash Credit a/c)	2210	—
	IDBI Bank (Cash Credit a/c)	6388	—
	State Bank of Bikaner & Jaipur (Cash Credit a/c)	1726	—
	State Bank of Mysore (Cash Credit a/c)	1688	—
	Bank of Maharashtra (Cash Credit a/c)	4570	—
	Assignment of Book Debts	—	—
	*Please see Note 1 below	—	—
<b>ASSETS SIDE :</b>			
<b>2.</b>	<b>Break-up of Loans and Advances including bills receivables</b>		
	(other than those included in (4) below)		
	<b>(a) Secured</b>	81831	—
	<b>(b) Unsecured</b>	17863	—



3.	Break-up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities			
	(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 been repossessed	—
		(b)	Loans other than (a) above	—
4.	Break-up of Investments			
	1	Current Investments		
		Quoted		
		(I)	Shares	
			(a) Equity	—
			(b) Preference	—
		(ii)	Debentures and Bond	—
		(iii)	Units of mutual funds	—
		(iv)	Government Securities	—
		(v)	Others (please specify)	—
		Unquoted		
		(I)	Shares	
			(a) Equity (Group Companies) (Net)	—
			(b) Preference	—
		(ii)	Debentures and Bonds	—
		(iii)	Units of mutual funds	—
		(iv)	Government Securities	—
		(v)	Others (please specify)	
		Fixed Deposit with NBFC		—
		Fixed deposit with Bank's		11
		Interest accrued		0.14

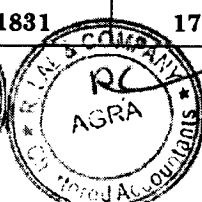
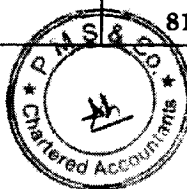


2	Long Term Investments			
	Quoted			
	(I)	Share		
		(a) Equity	—	—
		(b) Preference	—	—
	(ii)	Debentures and Bonds	—	—
	(iii)	Units of mutual funds	—	—
	(iv)	Government Securities	—	—
	(v)	Others (Please specify)	—	—
	Unquoted			
	(I)	Share		
		(a) Equity- Subsidiary Company	4224	—
		(b) Equity- Group Company	2390	—
		(b) Preference	—	—
	(ii)	Debentures and Bonds	—	—
	(iii)	Units of mutual funds	—	—
	(iv)	Government Securities	—	—
	(v)	Others (please specify)		
		Investment in Partnership/LLP	—	—
		Fixed Deposit with Banks	220	—
		Interest accrued	13	—

(5) Borrower group-wise classification of assets financed as in (2) and (3) above

Please see Note 2

	Category		Amount net of Provisions		Total
			Secured	Unsecured	
1	Related parties**				
	(a)	Subsidiaries	—	—	—
	(b)	Companies in the same group	—	—	—
	(c)	Other related parties	—	—	—
2	Other than related parties		81831	17863	99694
	Total		81831	17863	99694





(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

Category		Market Value/ Value Breakup or Fair Value or NAV	Book Value (Net of Provision)
1	Related parties **		
	(a) Subsidiaries	4224	4224
	(b) Companies in the same group	2390	2390
	(c) Other related parties	—	—
2	Other than related parties	244	244
	<b>Total</b>	<b>6858</b>	<b>6858</b>

\*\* As per Accounting Standard of ICAI (Please see note 2)

(7) Other Information

Particulars		Amount
1	Gross Non-performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
2	Net Non-Performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
3	Assets acquired in satisfaction of debt	—

Notes:

- Provisioning norms shall be applicable as prescribed in the Systemically Important Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
- 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 column (4) above.

Notes referred to above form in integral  
Part of the Financial Statements  
As per our Report of even date attachment

For and behalf of the Board

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C

For P M S & Co.  
Chartered Accountants  
Firm Reg. No. 013398C

(SUNIL AGARWAL) Managing Director

(HARISH SINGH) Executive Director

(DR. ARUN GOPAL AGARWAL) Director

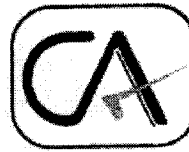
(VISHAL SHARMA) Company Secretary

(CA. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583

(CA. SHILPI AGARWAL)  
Partner  
M. No. 405692

Date : 07<sup>th</sup> May, 2016  
Place : Delhi

**M/s R. LAL AND COMPANY**  
Chartered Accountants



A-5, INDRAPURI, NEW AGRA,  
AGRA, UTTAR PRADESH-282005  
M : 9412260493  
T : 0562-4034601  
e-mail : rlalco2006@rediffmail.com

**CA RAM LAL AGRAWAL**

B.Com., LL.B., F.C.A

**INDEPENDENT AUDITOR'S REPORT**

TO  
THE MEMBERS OF  
M/S S. E. INVESTMENTS LIMITED  
NEW DELHI

**REPORT ON THE STANDALONE FINANCIAL STATEMENTS**

We have audited the accompanying standalone financial statements of M/S S. E. INVESTMENTS LIMITED ("the Company") which comprise the Balance Sheet as at 31<sup>st</sup> March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance 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 of 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 standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

**CERTIFIED**

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

**TRUE COPY**



## OPINION

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

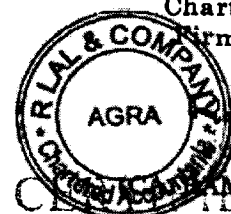
1. In the case of the Balance Sheet, of the "State of Affairs" of the Company as at 31<sup>st</sup> March 2017;
2. In the case of the Statement of Profit and Loss, of the "Profit" for the year ended on that date; and
3. In the case of the Cash Flow Statement, of the "Cash Flows" for the year ended on that date;

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Companies Act, 2013, we give in 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 purposes of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. The audit of all the branch offices of the Company has been conducted by us, hence section 143(8) is not applicable;
  - d. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - f. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2017, from being appointed as a director in terms of Section 164(2) of the Act;
  - g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - h. With respect to the other matters 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
    - iv) The Company has provided requisite disclosures in the Standalone Financial Statements as to holdings as well as dealings in Specified Bank Notes (SBN) during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016, these disclosures are in accordance with books of accounts maintained by the Company.

Place : New Delhi  
Date : 28<sup>th</sup> April 2017

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C



CHANDAN LAL AGRAWAL  
Proprietor  
M. No. 017583

TRUE COPY

*Handwritten signature*

**ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF  
S. E. INVESTMENTS LIMITED  
(Referred to in our Report of even date for F. Y. 2016-17)**

- i. The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assets.

As explained to us, the fixed assets have been physically verified by the management at reasonable interval. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

According to information and explanations given to us, the title deeds of immovable properties of the company are held in the name of the company.

- ii. As explained to us, inventory have been physically verified by the management at reasonable interval and no material discrepancies were noticed during physical verification.

- iii. The Company has granted loans, secured or unsecured to companies, firms, limited liability partnership or other parties listed in the register maintained under Section 189 of the Companies Act, 2013.

The terms & conditions of grant of such loans are not prejudicial to the interest of the company.

The repayment/receipt of the principal and interest of loan granted is regular and there is no amount which is overdue.

- iv. According to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security have been complied with.

- v. The Company is a Non Banking Financial (Non-Deposit Accepting or Holding Systemically Important ND\_SI) Company, hence directives issued by Reserve Bank of India and provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed there under are not applicable to the Company.

- vi. Maintenance of cost records as required under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.

- vii. a) According to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues and there are no undisputed amounts of Income Tax, Service Tax, Cess, Employees State Insurance, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Provident Fund etc. outstanding as at the last day of financial year concerned for a period of more than six months from the date they became payable.

- b) There are no dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty and Value Added Tax on account of any dispute.

- viii. The Company has not defaulted in the repayment of loans or borrowings to a Financial Institution or Bank or Government or dues to Debenture holders.

- ix. According to the information and explanations given to us, the Company had not raised money by way of initial public offer or further public offer or term loan during the year.

- x. According to the information, explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.

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Raj Lal & Company  
AGRA  
Chartered Accountants

- xi. According to the information & explanations given to us, provision of section 197 read with Schedule V to the Companies Act, 2013 for managerial remuneration paid or provided have been duly complied with.
- xii. According to the information & explanation given to us, the Company is Non Banking Financial (Non-Deposit Accepting or Holding Systemically Important ND\_SI) Company, therefore the clause xii of para no. 3 of the said order is not applicable to the company.
- xiii. According to the information & explanation given to us, the provisions of section 177 and 188 of the Companies Act, 2013 regarding transaction with related parties have been complied with and details of the transaction as per applicable accounting standard have been disclosed in the notes to accounts of the Financial Statements.
- xiv. According to the information & explanation given to us, the clause xiv of Para no. 3 of the said order is not applicable to the company because the company has not made preferential allotment or private placement of share or fully or partly convertible debenture during the year.
- xv. According to the information & explanation given to us, no non-cash transactions with directors or persons connected with him, have been taken place during the year, hence the provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- xvi. According to the information & explanation given to us, the company is registered under section 45-IA of the Reserve Bank of India Act, 1934 as Non Banking Financial (Non-Deposit Accepting or Holding) Company.

Place : New Delhi  
Date : 28<sup>th</sup> April 2017

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C



*R. L. Agrawal*

CA. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583  
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*namdy hira*

COMPANY SECRETARY

**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT OF  
S. E. INVESTMENTS LIMITED**

(Referred to in our Report of even date for F. Y. 2016-17)

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB - SECTION 3  
OF SECTION 143 OF THE COMPANIES ACT, 2013**

We have audited the internal financial controls over financial reporting of M/S S. E. INVESTMENTS LIMITED as of 31<sup>st</sup> March 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

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

**AUDITOR'S RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

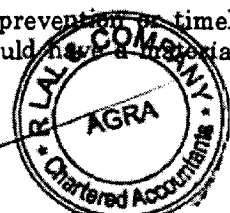
**MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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*manoj kumar*

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## INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

### OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2017, 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.

Place : New Delhi  
Date : 28<sup>th</sup> April 2017

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000926C



*R. L. Agrawal*  
(A. RAM LAL AGRAWAL)  
Proprietor  
M. No. 017583

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*Manu Singh*

**S. E. INVESTMENTS LIMITED**  
**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH 2017**

S. No.	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>I</b>	<b>EQUITY AND LIABILITIES</b>		₹	₹
(1)	Shareholder's Funds			
(a)	Share Capital	1	40,56,62,500	40,56,62,500
(b)	Reserves and Surplus	2	5,13,56,29,756	4,69,78,05,791
(c)	Money received against share warrants		-	-
(2)	Share Application money pending allotment		-	-
(3)	Non-Current Liabilities			
(a)	Long-Term Borrowings	3	95,00,00,000	2,12,20,000
(b)	Deferred Tax Liabilities (Net)	4	3,53,91,656	4,55,84,140
(c)	Other Long Term Liabilities	5	27,97,08,775	25,71,16,910
(d)	Long Term Provisions	6	4,58,82,390	3,13,64,749
(4)	Current Liabilities			
(a)	Short-Term Borrowings	7	5,97,55,15,704	5,05,05,69,206
(b)	Trade Payables		-	-
(c)	Other Current Liabilities	8	1,15,37,84,752	1,01,23,58,717
(d)	Short-Term Provisions	9	1,35,58,71,335	1,40,88,51,404
	<b>Total Equity &amp; Liabilities</b>		<b>₹ 1,37,44,40,805</b>	<b>₹ 1,30,05,33,066</b>
<b>II</b>	<b>ASSETS</b>		₹	₹
(1)	Non-Current Assets			
(a)	Fixed Assets	10		
(i)	Tangible Assets		3,08,85,501	2,99,22,350
(ii)	Intangible Assets		-	-
(iii)	Capital work-in-progress		-	-
(iv)	Intangible assets under development		-	-
(b)	Non-Current Investments	11	66,14,21,800	68,46,51,858
(c)	Deferred Tax Assets (net)		-	-
(d)	Long Term Loans and Advances	12	20,10,11,945	19,14,73,425
(e)	Other Non-Current Assets	13	9,84,92,622	12,90,25,670
(2)	Current Assets			
(a)	Current Investments	14	81,55,824	11,43,056
(b)	Inventories	15	12,61,84,00,314	9,96,94,46,446
(c)	Trade Receivables		-	-
(d)	Cash and Cash Equivalents	16	8,33,31,028	24,04,41,899
(e)	Short-Term Loans and Advances	17	59,45,53,156	56,46,46,701
(f)	Other Current Assets	18	1,04,11,94,678	1,11,97,82,012
	<b>Total Assets</b>		<b>₹ 1,37,44,40,805</b>	<b>₹ 1,30,05,33,066</b>

Notes to the Accounts & Significant Accounting Policies

Note referred to above form an integral part of these Financial Statements

Signed in terms of our Report of even date

For R. LAL & COMPANY

Chartered Accountants

Firm Reg. No. 000286

(CA. RAM LAL AGRAWAL)

Proprietor

Membership No. 017583

Place : New Delhi

Date : 28<sup>th</sup> April 2017

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For and on behalf of the Board

(SUNIL AGRAWAL)  
Managing Director

(HARISH SINGH)  
Executive Director

(MANENDRA SINGH)  
Company Secretary



**S. E. INVESTMENTS LIMITED**  
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2017**

S. No.	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of corresponding reporting period
I	Revenue from Operations	19	₹ 2,49,51,77,297	₹ 1,93,36,69,441
	<b>Total Revenue (I)</b>		<b>2,49,51,77,297</b>	<b>1,93,36,69,441</b>
II	<b>Expenses:</b>			
	Employee Benefit Expense	20	11,84,44,193	12,78,32,135
	Financial Costs	21	88,37,49,287	64,87,43,482
	Depreciation and Amortization Expense	22	5,73,42,142	5,36,93,837
	Other Expenses	23	66,37,80,624	41,74,13,906
	<b>Total Expenses (II)</b>		<b>1,72,33,16,246</b>	<b>1,24,93,69,360</b>
III	Profit before Exceptional and Extraordinary Items and Tax (I-II)		<b>77,18,61,051</b>	<b>68,37,80,081</b>
IV	Exceptional Items		-	-
V	Profit before Extraordinary Items and Tax (III-IV)		<b>77,18,61,051</b>	<b>68,37,80,081</b>
VI	Extraordinary Items		-	-
VII	Profit before Tax (V-VI)		<b>77,18,61,051</b>	<b>68,37,80,081</b>
VIII	<b>Tax Expense:</b>			
	(1) Current Tax		26,91,38,937	24,35,31,672
	(2) Deferred Tax		(1,01,92,484)	(88,59,267)
	(3) Previous Year Income Tax		-	-
IX	Profit/(Loss) from the period from Continuing Operations (VII-VIII)		<b>51,29,14,598</b>	<b>43,58,90,142</b>
X	Profit/(Loss) from Discontinuing Operations		-	-
XI	Tax Expense of Discontinuing Operations		-	-
XII	Profit/(Loss) from Discontinuing operations (X-XI)		-	-
XIII	Profit/(Loss) for the period (IX+XII)		<b>51,29,14,598</b>	<b>43,58,90,142</b>
XIV	<b>Earning per Equity Share:</b>	26		
	(1) Basic		12.65	11.13
	(2) Diluted		12.65	11.13

Notes to the Accounts & Significant Accounting Policies  
 Note referred to above form an integral part of these Financial Statements  
 Signed in terms of our Report of even date

For R. LAL & COMPANY  
 Chartered Accountants  
 Firm Reg. No. 0009280

(CA. RAM LAL AGRAWAL)  
 Proprietor  
 Membership No. 017583

Place : New Delhi  
 Date : 28<sup>th</sup> April 2017

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For and on behalf of the Board

*(Signature)*  
 (SUNIL AGARWAL)  
 Managing Director

*(Signature)*  
 (HARISH SINGH)  
 Executive Director

*(Signature)*  
 (MANENDRA SINGH)  
 Company Secretary

**S. E. INVESTMENTS LIMITED**  
**CASH FLOW STATEMENT**

(Amount in ₹)

Particulars	31.03.2017	31.03.2016
<b>A</b> Cash flow from Operating Activities:		
Net Profit before tax and extraordinary items and Interest	1,65,56,10,338	1,33,47,28,563
Adjustments for:		
Depreciation	39,61,584	43,51,117
Deferred Expenses W/O	5,33,80,558	4,93,42,720
Profit/Loss on Sale of Investments/Assets	(24,011)	1,42,53,764
Operating Profit before working capital changes	1,71,29,28,469	1,40,26,77,164
Adjustments for:		
Change in Trade & Other Receivable (L&A)	(53,84,334)	(16,08,85,137)
Change in Inventories	(2,64,89,53,868)	(35,73,56,302)
Change in Trade Payable & other Current Liabilities	14,14,26,035	2,87,34,762
Misc. Expenses	(2,28,47,510)	(2,09,63,761)
Cash generated from Operations	(82,28,31,208)	89,22,06,726
Interest paid	(88,37,49,287)	(64,87,43,482)
Income Tax paid	(27,75,92,313)	(12,15,00,000)
Paid Expenses on CSR	(1,50,35,272)	(1,80,00,000)
Cash flow before Extraordinary Items	(1,99,92,08,080)	10,39,63,244
Extraordinary items		
Net Cash from Operating Activities	(1,99,92,08,080)	10,39,63,244
<b>B</b> Cash flows from Investing Activities:		
Purchase of Fixed Assets	(49,29,724)	(41,53,624)
Sale of Fixed Assets	29,000	10,20,000
Purchase/transfer of Investments	1,62,17,290	(21,44,08,087)
Net Cash from Investing activities	1,13,16,566	(21,75,41,711)
<b>C</b> Net Cash from Financing Activities:		
Proceeds from Long Term Borrowings	92,87,80,000	(5,91,82,000)
Proceeds from Long Term Liabilities	2,25,91,865	(19,69,55,194)
Proceeds from Short Term Borrowings	92,49,46,498	1,02,69,36,506
Dividend Paid	(4,55,37,720)	(5,00,59,076)
Redemption of Preference Shares		(50,00,00,000)
Net Cash from Financing activities	1,83,07,80,643	22,07,40,236
Net Increase/(decrease) in cash & cash equivalents	(15,71,10,871)	10,71,61,769
Cash & Cash equivalents at beginning of period	24,04,41,899	13,32,80,180
Cash & Cash equivalent at end of period	8,33,31,028	24,04,41,899

Signed in terms of our Report of even date

For and on behalf of the Board

(SUNIL AGRAWAL)  
Managing Director

(HARISH SINGH)  
Executive Director

(MANENDRA SINGH)  
Company Secretary

Place : New Delhi  
Date : 28<sup>th</sup> April 2017

We have verified the attached Cash Flow Statement of S. E. Investments Limited, derived from audited financial statements and the books and records maintained by the Company for the year ended 31st March 2016 and found the same in agreement here with.

Chartered Accountants  
Firm Reg. No. 00926C

(CA. RAM LAL AGRAWAL)  
Proprietor

Place : New Delhi  
Date : 28<sup>th</sup> April 2017

Membership No. 017588

**S. E. INVESTMENTS LIMITED**  
**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

**ACCOUNTING POLICIES:**

**A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The Financial Statements have been prepared under the historical cost convention method, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013, as adopted consistently by the Company. The Company has followed Mercantile System of Accounting and the accounts have been made consistently on accrual basis as a going concern.

The Company complies with the directions issued by the Reserve Bank of India (RBI) for Non-Banking Financial Company Systemically Important Non Deposit Taking Company and Deposit Taking Company (Reserve Bank) Directions, 2016 and relevant provision of the Companies Act, 2013 and applicable accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 as amended by Companies (Accounting Standards) Amendment Rules, 2016 w.e.f. 30<sup>th</sup> March, 2016 issued by the Central Government of India and the guidelines issued by the Securities and Exchange Board of India (SEBI) to the extent applicable. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

**B. STOCK IN TRADE/ASSETS HELD FOR SALE**

Inventories being book debts relating to loans, advances to borrowers are valued at book value net of Future Interest including overdue installments. Stock of shares and debentures are valued at cost or market value whichever is lower.

**C. CASH FLOW STATEMENT**

As required by Accounting Standard-3 "Cash Flow Statement" issued by "The Institute of Chartered Accountants of India" the Cash Flow for the period is reported using indirect method. The Cash and Cash Equivalent of the Company comprises of Cash in hand and Current account with Scheduled Banks.

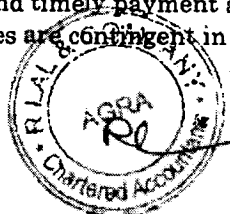
**D. DEPRECIATION**

Depreciation has been provided on straight-line method in the manner and at the useful life specified in Schedule II to the Companies Act, 2013 and on pro rata basis from the date of installation till the date the assets are sold or disposed off.

**E. REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured:

- i. Income from lease rentals and interest on loans and advances cases are recognized as revenue as per the terms of the agreements entered into with Lessees/Borrowers. Interest Income are accounted for on accrual basis in accordance with the due dates of installments of loan and advances.
- ii. Late Payment Interest on overdue of installments from Lessees/Borrowers and allowance of rebate for good and timely payment are accounted for as and when received or allowed because these income and rebates are contingent in nature.



## F. FIXED ASSETS

All assets held with the intention of being used for the purpose of producing goods or providing services and not for sale in the normal course of business are recognized as Fixed Assets and are stated at cost less accumulated depreciation after considering lease adjustment account. All costs including finance cost attributable to fixed assets till assets are ready for intended use are capitalized.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

## G. INVESTMENTS

In respect of Investments, the following policies have been adopted:

- i) Investments that are readily realizable and are intended not to be held for more than one year from the date of acquisition are classified as current investments. All other investments are classified as Long term investments. However, that part of long-term investments which is expected to be realised within 12 months after the reporting date is also presented under 'current assets' as "current portion of long-term investments" in consonance with the current/non-current classification.
- ii) The Company values its Investments based on the Accounting Standard 13 'Accounting for Investments' issued by the Institute of Chartered Accountants of India:
  - a) Investment held as long-term investments are valued at cost. Provision for diminution in value is made only if there is a permanent decline in their net realizable value.
  - b) Current investments are valued at lower of cost or net realizable value.

## H. EMPLOYEE RETIREMENT BENEFITS

Contributions to Provident Fund and Super annuation fund made during the year, are charged to Statement of Profit and Loss.

Employees Gratuity liability has been calculated on the basis of actuarial valuation made at the end of each financial year and charged to Statement of Profit and Loss as contribution to LIC policy premium

## I. BORROWING COSTS

- i) Borrowing costs, which are directly attributable to the acquisition /construction of fixed assets, till the time such assets are ready for intended use, are capitalized as a part of the cost of assets.
- ii) All borrowing costs other than mentioned above are expensed in the period they are incurred. In case of unamortized identified borrowing cost is outstanding at the year end, it is classified under loans and advances as unamortized cost of borrowings.
- iii) In case any loan is prepaid/ cancelled then the unamortized borrowing cost, if any, is fully expensed off on the date of prepayment/cancellation.



## J. RELATED PARTIES

Parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making financial and/or operating decisions.

As required by AS-18 "Related Party Disclosure" only following related party relationships are covered:

- (a) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise (this includes holding Companies, subsidiaries and fellow subsidiaries);
- (b) Associates and joint ventures of the reporting enterprise and the investing party or venture in respect of which the reporting enterprise is an associate or a joint venture;
- (c) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual;
- (d) Key management personnel (KMP) and relatives of such personnel; and
- (e) Enterprises over which any person described in (c) or (d) is able to exercise significant influence.

## K. LEASE ASSETS

Assets taken on lease are accounted for in accordance with AS-19 "Accounting for Lease" issued by "The Institute of Chartered Accountants of India".

## L. EARNING PER SHARE

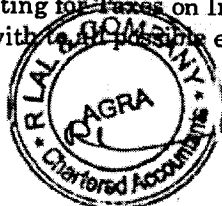
The Earning per Share (Basic as well as Diluted) is calculated based on the net profit or loss for the period attributable to equity shareholders i.e. the net profit or loss for the period after deducting Proposed Preference Dividend and any attributable tax thereto.

For the purpose of calculating (Basic and Diluted EPS), the number of equity shares taken are the weighted average number of equity shares outstanding during the period.

## M. PROVISION FOR CURRENT TAX AND DEFERRED TAX

Income-tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets, deferred tax assets/liabilities are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized/incurred.

Provisions of AS-22 "Accounting for Taxes on Income" issued by "The Institute of Chartered Accountants of India" have been complied with to the extent.



## N. INTERIM FINANCIAL REPORT

Interim Financial Reports are prepared in accordance with AS-25 "Interim Financial Reporting" issued by "The Institute of Chartered Accountants of India."

## O. INTANGIBLE ASSETS

Intangible assets are recognized only when four of below mentioned criteria are fulfilled:

- a) Asset is identifiable.
- b) Control of the enterprise over that asset.
- c) It is probable that future economic benefits attributable to the asset will flow to the enterprise.
- d) Cost of the asset can be measured reliably.

If any of the above four criteria is not fulfilled the expenditure incurred to acquire the asset is recognized as an expense, in the year in which it is incurred.

Intangible assets are initially measured at cost, after initial recognition the intangible asset is carried at its carrying value i.e. cost less any accumulated amortization and accumulated impairment losses.

## P. IMPAIRMENT OF ASSETS

An asset is treated as impaired, when carrying cost of asset exceeds its recoverable amount. At each Balance Sheet Date, it is seen that whether there is any indication that an asset may be impaired, if any such indication exist, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss; if any. Such impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired.

When an impairment loss is subsequently reversed, the carrying amount of the asset is increased to its revised estimate of its recoverable amount. However this increased amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for that asset in prior period. A reversal of an impairment loss is recognized as income immediately in the Profit & Loss Account.

## Q. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be outflow of resources. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. Further the company being NBFC also complies with provisioning norms specified by RBI. Contingent liabilities are not recognized but are disclosed in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements and will be recognized only when its realization is virtually certain.

## R. PROVISIONING FOR SUBSTANDARD/DOUBTFUL/LOSS ASSETS

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments are overdue for more than 4 months and management is of the opinion that its recovery chances are very remote or negligible, the Company first treats these overdue and future installments (Net of Future Interest Charges) as bad debts and after this treatment the provisioning for non performing assets is made in compliance with Non-Banking Financial Company Systemically Important Non Deposit Taking Company and Deposit Taking Company (Reserve Bank) Directions 2016, as applicable to the company. As per the RBI Directions dated 1<sup>st</sup> September 2016 Company has made general provision of 0.35% of Standard assets. Other directives of Reserve Bank of India have been duly complied with.



**S. CONSOLIDATED FINANCIAL STATEMENT**

The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS 21) – 'Consolidated Financial Statement'.

**T. USE OF ESTIMATES AND JUDGEMENTS**

The preparation of Financial Statements requires the management to make estimates and assumptions considered in the reported amount of Assets and Liabilities (including contingent liabilities) as on the date of the Financial Statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

**U. FOREIGN CURRENCY**

As prescribed in Accounting Standard 11 (AS-11) 'The Effects of Changes in Foreign Exchange Rates' Transactions in foreign currency are recorded at the rates of exchange prevalent on the date of transaction. Exchange difference, if any, arising from foreign currency transaction are dealt in the Statement of Profit & Loss at year end rates.



# S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017

Note : 1 Share Capital

Sl. No.	Particulars	Current year	Previous year
1	<b>AUTHORIZED CAPITAL</b> 12,00,00,000 Equity Shares of Rs 10 per share 50,00,000 Preference Shares of Rs. 10 each	1,20,00,00,000 5,00,00,000	1,20,00,00,000 5,00,00,000
2	<b>ISSUED, SUBSCRIBED CAPITAL</b> 4,05,72,500 Equity Shares of Rs 10 per Share	40,57,25,000	40,57,25,000
3	<b>PAID UP CAPITAL</b> 4,05,60,000 Equity Shares of Rs 10 per Share fully paid up Add: Share Forfeited a/c (Amount originally Paid up on 12,500 Equity Shares of Rs 10 each)	40,56,00,000 62,500	40,56,02,500 62,500
<b>Total in ₹</b>		<b>40,56,62,500</b>	<b>40,56,62,500</b>

- More than 5% shares - Sunil Agarwal 3162440 Equity Shares ( 7.80% )

Note : 2 Reserve & Surplus

Sl. No.	Particulars	Current year	Previous year
1	<b>Capital Reserve</b> Securities Premium Reserve	24,15,21,118	24,16,21,118
2	<b>Securities Premium Reserve</b> Opening Balance Less : Premium paid on Redemption of Preference Shares	1,46,49,91,229 1,46,49,91,229	1,46,49,91,229 1,46,49,91,229
3	<b>Capital Redemption Reserve</b> Opening Balance General Reserve	2,50,00,000 2,44,95,25,961	2,50,00,000 2,09,95,25,961
4	<b>General Reserve</b> Opening Balance Addition during the year	2,09,95,25,961 2,09,95,25,961	1,82,95,25,961 27,00,00,000
5	<b>Reserve Fund (As per RBI Act)</b> Opening Balance Addition during the year	93,86,20,143 83,60,37,224	93,86,20,143 74,57,74,489
6	<b>Surplus (Profit &amp; Loss Account)</b> Balance brought forward from Previous year Less: Transfer to General Reserve Provision on Standard Assets Expenditure incurred on Corporate Social Responsibility(CSR) Proposed Dividend on Equity Shares & Tax Thereon Transfer to Capital Redemption Reserve Reserve Fund (As per RBI Act) Add: Profit for the Period	1,59,71,310 3,07,30,264 35,00,00,000 1,45,17,641 1,50,35,272 4,55,37,720 10,25,82,919 51,29,14,598	8,07,30,264 3,50,23,413 27,00,00,000 68,06,370 1,80,00,000 4,55,37,720 2,50,00,000 9,02,62,735 45,13,13,676
<b>Total in ₹</b>		<b>1,13,00,29,200</b>	<b>1,13,00,29,200</b>





## S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017

## Note : 3 Long Term Borrowings

	Particulars	₹	₹
1	Secured Bonds / Debentures	-	-
2	Secured Term Loan		
	- From Bank/ Financial Institution		
	Small Industries Development Bank of India	-	2,12,20,000
	- From Other Parties	-	-
3	Unsecured loans		
	- Non Convertible Debenture	95,00,00,000	-
4	Loans & Advances From Related Parties	-	-
5	Loans from Directors including interest	-	-
6	Other Loans & Advances	-	-
	Total in ₹	95,00,00,000	2,12,20,000

- Refer to Note no. 31 &amp; 43

## Note 4 : Deferred Tax Liabilities(Net)

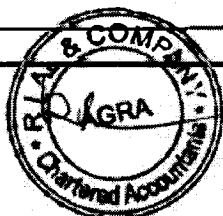
	Particulars	₹	₹
1	Opening Balance	4,55,84,140	5,44,43,407
	Add: Provision made during the year	(1,01,92,484)	(88,59,267)
	Closing Balance	3,53,91,656	4,55,84,140
	Total in ₹	3,53,91,656	4,55,84,140

## Note 5 : Other Long term liabilities

	Particulars	₹	₹
1	Other Long Term Deposits including Interest thereon	27,97,08,775	25,71,16,910
	Total in ₹	27,97,08,775	25,71,16,910

## Note : 6 Long Term Provisions

	Particulars	₹	₹
1	Provision For Employees Benefit	-	-
2	Others		
	Provision for Standard Assets	4,58,82,390	3,13,64,749
	Total in ₹	4,58,82,390	3,13,64,749



# S. E. INVESTMENTS LIMITED

NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017

Note : 7 Short Term Borrowings

Particulars	Current year	Previous year	Total in ₹
1 Secured Term Loan			
- From Bank/ Financial Institution	2,12,20,000	5,92,00,000	
- Small Industries Development Bank of India			
- From Other Parties			
2 Unsecured loans			
3 Loans & Advances From Related Parties			
4 Others			
- Secured Borrowings - Cash Credit Limits			
Central Bank of India	1,14,47,79,641	1,11,88,76,285	
Punjab National Bank	59,52,08,338	48,61,37,548	
Corporation Bank	44,32,09,295	43,28,55,726	
Andhra Bank	38,56,50,917	37,21,30,878	
Bank of India	37,65,82,741	30,59,83,142	
Bank of Baroda	22,23,50,533	21,33,88,139	
UCO Bank	33,80,40,856	22,10,28,824	
IDBI Bank	65,74,33,693	63,87,55,945	
United Bank of India	46,14,89,710	40,37,94,590	
Bank of Maharashtra	43,92,59,042	45,70,27,956	
State Bank of Bikaner & Jaipur	29,91,20,266	17,25,64,416	
State Bank of Mysore	24,67,44,858	16,88,25,757	
State Bank of India	18,25,96,155		
The South Indian Bank Ltd.	16,68,29,659		
Total	1,13,56,81,686	1,11,97,82,012	

Refer to Note no. 30 & 31

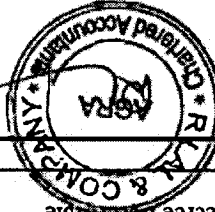
Note : 8 Other Current Liabilities

Particulars	Current year	Previous year	Total in ₹
1 Other Liabilities	1,15,37,84,752	1,01,23,58,717	
Total	1,15,37,84,752	1,01,23,58,717	

Note : 9 Short Term Provisions

Particulars	Current year	Previous year	Total in ₹
1 Provision For Employees Benefit			
Others			
Provision for Proposed Dividend on Equity shares and tax thereon	4,55,37,720	4,55,37,720	
Provision for Taxation	26,91,38,937	24,35,31,672	
Provision for Arbitration Decree Receivable	1,04,11,94,678	1,11,97,82,012	
Total	1,36,56,11,686	1,11,97,82,012	

Refer to Note no. 33

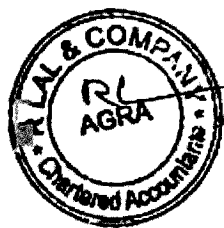


**NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017**

**Note : 10 Fixed Asset**

(Amount in ₹)

(Amount in ₹)										
I	Tangible Assets									
1	Land	15,90,620	-	-	15,90,620	-	-	-	-	-
2	Building	1,84,69,929	-	-	1,84,69,929	21,26,532	2,89,740	-	-	15,90,620
3	Furniture & Fittings	1,15,23,392	1,64,660	-	1,16,88,052	76,26,630	5,92,931	-	24,16,272	1,60,53,657
4	Computer Peripheral & Software	3,97,70,649	18,19,119	-	4,15,89,768	3,70,26,095	14,90,870	-	82,19,561	34,68,491
5	Vehicles	79,82,281	17,55,475	90,000	96,47,756	44,85,297	8,50,375	86,061	52,49,611	43,98,145
6	Equipments, Plant & Machinery	85,24,160	11,90,470	21,000	96,93,630	66,74,127	7,37,668	19,950	73,91,845	23,01,785
	Sub Total	4,86,01,031	49,25,124	11,000	9,26,25,755	1,42,38,881	39,61,584	1,06,014	16,17,94,254	23,08,35,501
II	Intangible Assets	-	-	-	-	-	-	-	-	-
III	Capital Work-in-progress	-	-	-	-	-	-	-	-	-
IV	Intangible Assets Under Development	-	-	-	-	-	-	-	-	-
	Sub Total	-	-	-	-	-	-	-	-	-
	Total	4,86,01,031	49,25,124	11,000	9,26,25,755	1,42,38,881	39,61,584	1,06,014	16,17,94,254	23,08,35,501



**S. E. INVESTMENTS LIMITED**  
**NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017**

**Note : 11 Non Current Investment**

		₹	₹
1	Investment in Unquoted Equity Shares	23,90,30,800	23,90,30,800
2	Investments in Equity Shares of Subsidiary Company	42,23,91,000	42,23,91,000
3	In Fixed Deposits		
	- With Banks	-	2,19,64,998
	- Interest accrued but not received	-	12,65,060
	<b>Total in ₹</b>		

**Note : 12 Long Term Loans and Advances**

		₹	₹
1	Security Deposit		
	a) Secured, Considered Good:		
	Earnest Money Deposit	19,00,00,000	19,00,00,000
	Other Deposit	1,10,11,945	14,73,425
	b) Unsecured, Considered Good	-	-
	c) Doubtful	-	-
2	Loans & Advances to related parties	-	-
3	Other Loans & Advances		
	a) Secured, Considered Good	-	-
	b) Unsecured, Considered Good	-	-
	c) Doubtful	-	-
	<b>Total in ₹</b>		

**Note : 13 Other Non Current Assets**

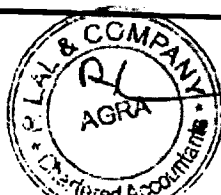
		₹	₹
1	Deferred Revenue Expenditure	9,84,92,622	12,90,25,670
	<b>Total in ₹</b>		

- Deferred Revenue Expenses are written off over a period of five years.

**Note : 14 Current Investment**

		₹	₹
1	In Short term Fixed Deposits		
	- With Banks	72,45,447	11,29,344
2	Interest accrued but not received	9,10,377	13,712
	<b>Total in ₹</b>		

- Refer to Note no. 32



**S. E. INVESTMENTS LIMITED**  
**NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017**

**Note : 15 Inventories**

		₹	₹
1	Book Debts i.e. Advances made against agreements secured by property/vehicles and/or other assets and/or personal guarantees excluding unexpired finance charges etc including overdue installments at book value considered good. (As certified by the management)	12,61,84,00,314	9,96,94,46,446
	<b>Total in ₹</b>		

**Note : 16 Cash & Cash Equivalent**

		₹	₹
1	Cash-in-Hand Cash Balances	50,24,586	1,93,09,511
2	Bank Balances Current accounts with Scheduled Banks (Subject to Reconciliations)	7,83,06,442	22,11,32,388
	<b>Sub Total (A)</b>		
	<b>Sub Total (B)</b>		
	<b>Total in ₹ [A + B]</b>		

**Note : 17 Short Term Loans and Advances**

		₹	₹
1	Loans & Advances to related parties a) Secured, Considered Good b) Unsecured, Considered Good c) Doubtful	- - -	- - -
2	Others Advance Recoverable in cash or in kind or for value to be considered good - Income Tax and TDS paid - Prepaid Expenses - Other loan and advances	30,47,10,942 2,04,781 28,96,37,433	27,06,50,301 1,62,949 29,38,33,451
	<b>Total in ₹</b>		

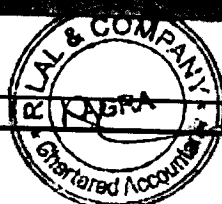
**Note : 18 Other Current Assets**

		₹	₹
1	Arbitration Decree Receivable	1,04,11,94,678	1,11,97,82,012
	<b>Total in ₹</b>		

- Refer to Note no. 33

**Note : 19 Revenue from Operations**

		₹	₹
1	Interest on Loans	2,47,90,68,647	1,91,75,60,791
2	Dividend Income	1,61,08,650	1,61,08,650
	<b>Total in ₹</b>		



**S. E. INVESTMENTS LIMITED**  
**NOTES FORMING INTEGRAL PART OF THE FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> MARCH 2017**

**Note : 20 Employment Benefit Expenses**

		₹	₹
1	Salaries & Establishment	9,12,64,193	7,47,32,135
2	Mg. Director's & Directors' Remuneration	2,67,60,000	5,26,80,000
3	Mg. Director's & Directors' House Rent Allowance	4,20,000	4,20,000
	<b>Total in ₹</b>		

- No remuneration has been paid to Directors except remuneration to Managing Director and Executive Director. The remuneration paid to Managing Director and Executive Director during the F.Y. 2016-2017 is Rs. 2,71,80,000 (Previous year Rs 5,31,00,000/- including remuneration to Whole Time Director) which is within the limit as specified u/s 197 read with Schedule V of the Companies Act, 2013

**Note : 21 Financial Cost**

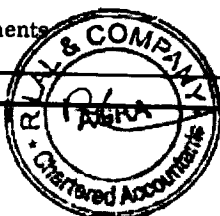
		₹	₹
1	Interest Discounting & Bank Charges	88,37,49,287	64,87,43,482
	<b>Total in ₹</b>		

**Note : 22 Depreciation & Amortised Cost**

		₹	₹
1	Depreciation	39,61,584	43,51,117
2	Deferred Revenue Expenses w/o	5,33,80,558	4,93,42,720
	<b>Total in ₹</b>		

**Note : 23 Other Expenses**

		₹	₹
1	Car & Scooter Expenses	1,23,20,414	98,77,722
2	Travelling Expenses	3,39,56,700	2,72,18,851
3	Repair & Maintenance Expenses	62,13,689	51,27,782
4	Insurance Expenses	8,06,022	3,68,515
5	Electricity & Water Expenses	30,91,089	30,33,750
6	Rates & Taxes	30,472	29,231
7	Legal Expenses & Professional fees	4,90,54,925	4,53,54,901
8	Printing & Stationery Expenses	1,55,70,456	85,73,940
9	Postage & Telephone Expenses	95,08,933	72,31,763
10	Bad Debts Written off	32,35,23,763	14,21,40,683
11	Auditors Remuneration	36,28,001	91,30,000
12	Rent	83,14,007	96,51,317
13	Rebate, Remission & Brokerage	2,22,33,229	65,67,207
14	Advertisement & Business Promotion Expenses	13,53,79,318	9,49,90,685
15	Recovery Expenses	62,70,466	43,39,408
16	Office and General Expenses	3,39,03,151	2,95,24,387
17	Loss on sale of Assets/Investments	(24,011)	1,42,53,764
	<b>Total in ₹</b>		



**S. E. INVESTMENTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**

**24. Remuneration to Auditors:**

(In ₹)

Particulars	2016-17	2015-16
For Statutory Audit	3,00,000	16,12,500
For Tax Audit	1,00,000	16,12,500
For Certification work/other services	32,28,001	59,05,000
<b>Total</b>	<b>36,28,001</b>	<b>91,30,000</b>

- 25.** No amount is payable to Small Scale Industrial Undertakings. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act, 2006 and hence disclosures, if any relating to amounts unpaid as at the year end together with interest paid/payable as required under the Act cannot be furnished.

**26. Earning per Share:**

(In ₹)

Particulars	2016-17	2015-16
Net profit for the year (After Tax)	51,29,14,598	45,13,13,676
Proposed dividend on Preference shares and tax thereon	—	—
No. of Equity Shares (Weighted)	4,05,60,000	4,05,60,000
Basic and diluted Earning per share	<b>12.65</b>	<b>11.13</b>

- 27.** Figures for the previous year have been regrouped/rearranged/reclassified wherever considered necessary.
- 28.** The company has given corporate guarantee for the loan of Rs. 2,000 Lakhs and Rs. 4,247 Lakhs taken by its wholly owned subsidiary Company from Karnataka Bank and Reliance Capital Limited respectively.
- 29. Disclosure of related party transactions:**

**A. Wholly owned Subsidiary** : Nupur Finvest Pvt. Ltd.

**B. List of related parties and relationship**

**Related Party**

Key Managerial Personnel

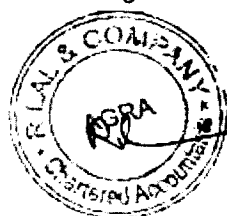
Mr. Sunil Agarwal

Mr. Harish Singh

**(Relation)**

(Managing Director)

(Executive Director)



**Relatives of K M P**

Mr. Purushottam Agrawal

(Father of Mr. Sunil Agarwal)

Mrs. Raj Agarwal

(Mother of Mr. Sunil Agarwal)

Mrs. Neetu Agarwal

(Spouse of Mr. Sunil Agarwal)

Mrs. Priti Chauhan

(Spouse of Mr. Harish Singh)

Mrs. Sushila Devi Chauhan

(Mother of Mr. Harish Singh)

Ms. Suniti Agarwal

(Daughter of Mr. Sunil Agarwal)

Mr. Shantanu Agarwal

(Son of Mr. Sunil Agarwal)

**C. Enterprises over which significant influence exercised by Key Managerial Personnel/ Relatives of Key Managerial Personnel**

- |  |  |
|--|--|
| 1. Agrim Marketing Pvt. Ltd                  | 2. Agarwal Meadows Pvt. Ltd.             |
| 3. Aradhna Infradev Pvt. Ltd.                | 4. Aerotech Aviation India Pvt. Ltd.     |
| 5. Athens Computer Technologies Pvt. Ltd.    | 6. Baba Herbals Pvt. Ltd.                |
| 7. Bhavya Electronics and Networks Pvt. Ltd. | 8. Balram Retails Pvt. Ltd.              |
| 9. Diamond Infradev Pvt. Ltd.                | 10. Gajodhari Chemicals Pvt. Ltd.        |
| 11. Helios Aviation Pvt. Ltd.                | 12. Repartee Infrastructures Pvt. Ltd.   |
| 13. Radiance Techno Powers Company Pvt. Ltd. | 14. S.E. Micro Housing Finance Pvt. Ltd. |
| 15. SCS Educational Foundation               | 16. Raj Shiksha Foundation               |
| 17. Sunil Agarwal HUF                        | 18. Harish Singh HUF                     |
| 19. P N Agarwal & Sons HUF                   |  |

**D. Disclosures required for related party transactions**

(₹ In Lakhs)

	KMP & Relative	Enterprise over which significant influence exercised by KMP/Directors	Subsidiary	Total
<b>Transactions during the year</b>				
Remuneration	271.80	—	—	271.80
Transfer of Investments	—	—	—	—
Loan received	200.00	—	—	200.00
Loans given/repaid	—	—	—	—
Rendering of Services/Sale of Portfolio	9.00	4.67	2,182.56	2,196.03
Interest/Expenses paid	15.81	—	239.04	254.85
Dividend Received	—	—	161.09	161.09
<b>Amount outstanding at Balance Sheet date</b>				
—Amount Payable	200.00	—	—	—
—Amount Receivable	—	—	161.09	161.09





**Notes:**

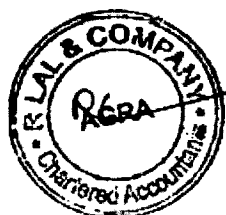
- (1) Related party relationship is as identified by the Company on the basis of information available with them and accepted by the auditors as correct.
- (2) No amount has been written off or written back during the year in respect of debt due from or to related parties.
- (3) Company has entered into transactions with certain parties as listed above during the year under consideration. Full disclosures have been made and the Board considers such transactions to be in normal course of business and at rates agreed between the parties.
- (4) The key management personnel and their relatives have given personal guarantees and collaterals for loans raised by the Company but Company has not provided any guarantee to these persons nor paid any consideration for furnishing such guarantees.

**30. Working Capital Borrowings:**

The Company has an arrangement with a consortium of fifteen banks under the leadership of Central Bank of India for its working capital requirements. The facility is primarily secured by the hypothecation of book-debts / receivables of the Company and collaterally by mortgage of immovable properties including office premises, a flat, six commercial properties of the Company and third party as well as personal and corporate guarantees. The share pattern of the member banks in the consortium is as under:

(₹ In Lakhs)			
S. No.	Name of Bank	Sanctioned Amount	Share in Consortium (%)
1	Central Bank of India	12,500.00	17.02
2	IDBI Bank	7,500.00	10.21
3	Punjab National Bank	6,000.00	08.17
4	United Bank of India	5,000.00	06.81
5	Corporation Bank	5,000.00	06.81
6	Bank of Maharashtra	5,000.00	06.81
7	Bank of India	4,250.00	05.79
8	Andhra Bank	4,000.00	05.44
9	UCO Bank	3,700.00	05.04
10	State Bank of Bikaner & Jaipur	3,000.00	04.08
11	Bank of Baroda	2,500.00	03.40
12	State Bank of Mysore	2,500.00	03.40
13	State Bank of India	5,000.00	06.81
14	South Indian Bank	2,500.00	03.40
15	Union Bank of India*	5,000.00	06.81
	<b>Total</b>	<b>78,450.00</b>	<b>100.00</b>

\* Union Bank of India has sanctioned credit line of Rs. 5,000.00 Lakhs but the same has not been utilized till now.



## 31. Term Loans:

## Small Industries Development Bank of India

Term loan assistance secured by hypothecation of book debts, term deposits and equitable mortgage of immovable property in the name of guarantors, Personal guarantee of directors and their relatives, and corporate guarantee of the Company who has stood as guarantor.

(₹ In Lakhs)						
Name of Financial Institutions	Date of Sanction	Sanctioned Amount	Rate of Interest	Repayment (Monthly)	Terms of repayment	Maturity Date
SIDBI TL1	22 <sup>nd</sup> March, 2012	2,500.00	PLR+0.75%	41.00	60 monthly installments (Last Installment of 81 Lakhs)	September 2017

## 32. Detail of Bank FDR's(principal amount) held as on 31.03.2017:

## Held as Cash Collateral for Term Loan

(₹ In Lakhs)			
1	Small Industries Development Bank of India	Term Loan	64.95
	Subtotal	(A)	64.95

## Held to avail overdraft facility against FDRs

(₹ In Lakhs)			
1	Central Bank of India	Over Draft	0.27
	Subtotal	(B)	0.27

## Held to avail Cash Credit facility against FDRs

(₹ In Lakhs)			
1	United Bank of India	Cash Credit	6.74
	Subtotal	(C)	6.74

## Held as Guarantee

(₹ In Lakhs)			
1	Punjab National Bank	Guarantee	0.42
	Subtotal	(D)	0.42

## Held as Investment

(₹ In Lakhs)			
1	Punjab National Bank	Unencumbered	0.07
	Subtotal	(E)	0.07
	Grand Total of FDR'S	(A+B+C+D+E)	72.45

33. During the Current year, few Arbitration Awards have become executable Decrees. Total amount of Decrees available for execution stands to Rs. 10,411.95 Lakhs as on the date of Balance Sheet. The Accounting treatment has been done as per Accounting Standard 29 "Provisions, Contingent Liabilities and Contingent Assets" Issued by The Institute of Chartered Accountants of India.



(₹ In Lakhs)

S. No.	Particulars	Amount
1	Opening balance of Arbitration Awards	11,197.82
2	Add: New Arbitration Award procured during the year	2,658.30
3	Less: Cases Closed during the year	35.39
4	Less: Arbitration Awards Challenged during the year	3,408.78
	Arbitration Awards available for Execution	10,411.95

The management has recognized the Decretal Amount as asset and it is classified under the head 'Current Assets' as 'Arbitration Decree Receivable' and 100% provision is made against such assets under the head Short Term Provisions. However there is no income accrued or received from such assets during the year.

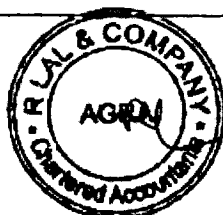
#### 34. Capital Risk Adequacy Ratio (CRAR):

Particulars		2016-17	2015-16
i)	CRAR %	38.08%	41.69%
ii)	CRAR – Tier I Capital %	37.76%	41.42%
iii)	CRAR – Tier II Capital %	0.32%	0.27%
iv)	Amount of subordinated debt raised as Tier-II Capital	Nil	Nil
v)	Amount raised by issue of Perpetual Debt Instruments	Nil	Nil

#### 35. Investments:

(₹ In Lakhs)

Particulars			2016-17	2015-16
1)	Value of Investments			
	i)	Gross value of Investments		
		a) In India	6695.78	6857.95
		b) Outside India	Nil	Nil
	ii)	Provision for Depreciation		
		a) In India	Nil	Nil
		b) Outside India	Nil	Nil
	iii)	Net Value of Investments		
		a) In India	6695.78	6857.95
		b) Outside India	Nil	Nil
2)	Movement of Provisions held towards depreciation on investments		Nil	Nil
	i)	Opening Balance	Nil	Nil
	ii)	ADD: Provision made during the year	Nil	Nil
	iii)	Less: Write – off / write – back of excess provisions during the year	Nil	Nil
	iv)	Closing Balance	Nil	Nil



36. The Company had not taken any exposure in Derivatives during the financial year 2016-17.

37. Disclosure relating to Securitization:

- i) The Company has not done securitization of any of its loans & advances to any organization during the financial year 2016-17 and there is no outstanding amount as on Balance Sheet date. Also, the Company has not sold its financial assets to any Securitization/Reconstruction Company for Asset Reconstruction. Further the Company has not undertaken any new assignment transaction during the Financial Year 2016-17.
- ii) The Company has not purchased any non-performing assets (NPAs) from other NBFCs or financial institutions.
- iii) Details of stock sold during the year:

		(₹ In Lakhs)	
Particulars		2016-17	2015-16
1	No of accounts sold	3,816	3,979
2	Aggregate outstanding	2,690	2,205
3	Aggregate consideration received	2,183	1,874

38. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities as on 31<sup>st</sup> March 2017:

(₹ In Lakhs)									
	Up to 30/31 days	Over 1 Month upto 2 Months	Over 2 months upto 3 months	Over 3 months & upto 6 months	Over 6 month & upto 1 year	Over 1 year & Upto 3 years	Over 3 years & upto 5 years	Over 5 Years	Total
Deposits	—	—	—	—	—	—	—	—	—
Advances	10,798	9,155	8,008	24,595	39,741	43,797	13,860	5,861	1,55,815
Investments	—	—	—	74	7	1	—	6,614	6,696
Borrowings	518	452	477	1,654	62,233	4,791	9,500	—	79,625
Foreign Currency Assets	—	—	—	—	—	—	—	—	—
Foreign Currency Liabilities	—	—	—	—	—	—	—	—	—



## 39. Exposures:

## a) Exposures to Real Estate Sector

Category		(₹ In Lakhs)	
2016-17		2015-16	
<b>Direct Exposure</b>			
i)	Residential Mortgages		
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	7,338	3,437
ii)	Commercial Real Estate		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits	2,814	7,865
iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures		
a)	Residential	—	—
b)	Commercial Real Estate	—	—
<b>Indirect Exposure</b>		—	—

## b) Capital Market Exposure

The company has not taken any exposure in capital market during the financial year 2016-17, and also the inventory of the company as at 31<sup>st</sup> March 2017 does not contain any exposure to capital market

## c) Details of financing of parent company products : NIL

## d) Details of Single Borrower Limit and Group Borrower Limit exceeded by NBFC

The company has adhered to the Prudential Exposure norms as prescribed by RBI and has not given any advances exceeding the limits as prescribed for Single borrower and Group Borrower.

## e) Unsecured Advances

The unsecured advances outstanding as at Balance Sheet date are ₹ 27,295 Lakhs. The Company does not have any loan or advances which are partially secured against any sort of licenses, rights, authorizations charged to the company.

## 40. Registration obtained from other financial sector regulators:

RBI Registration No. : B-14.02997  
Company Identification No. : L65921DL1992PLC120483

The company has never been penalized for any non-compliance by financial sector regulators.



41. Bank borrowings of the Company has been assigned rating of "IND A-" by M/s India Ratings & Research Private Limited (A Fitch Group Company) which denotes "Instruments with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such instruments carry low credit risk". The Company has already initiated the surveillance exercise for the financial year 2016-17.

42. Provisions and Contingencies:

(₹ In Lakhs)		
Break up of Provisions and contingencies	2016-17	2015-16
Provisions for depreciation on investment	Nil	Nil
Provision towards NPA	Nil	Nil
Provision made towards income tax	2,691	2,435
Other provision and contingencies (Contingent Liability- in Arbitration matters)	10,412	11,198
Provision for Standard Assets at the Balance Sheet date	459	314

43. Unlisted Unsecured Non-Convertible Redeemable Debentures (NCDs)

During the current year on 17th September, 2016 Company has made allotments of '14.50% Unlisted Unsecured Redeemable INR Denominated Non-Cumulative Non-Convertible Debenture' of Rs. 1,00,00,000/- (Rupees One Crore) each for an aggregating amount of Rs. 95,00,00,000/- (Rupees Ninety Five Crores). Term of such NCDs is 60 months from the date of allotment with the call option available with the Company to redeem NCDs after expiry of One Year from the date of allotment in full or part as may be decided by the Board of Directors of the Company.

44. Concentration of Deposits, Advances, Exposures and NPAs:

a) Concentration of Deposits

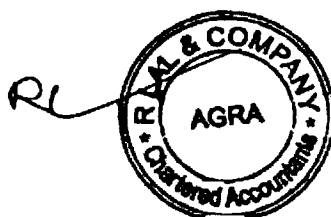
The Company has not taken any deposits from public

b) Concentration of Advances

(₹ In Lakhs)	
Total Advances to twenty largest borrowers	25,385
% of advances to twenty largest borrowers to total advances of the NBFC	20.12%

c) Concentration of Exposures

(₹ In Lakhs)	
Total Exposure to twenty largest borrowers / customers	25,385
% of exposures to twenty largest borrowers / customers to total exposure of the NBFC on borrowers / customers	20.12%



d) **Concentration of NPAs**

Provisioning for Substandard Assets/Doubtful Assets/Loss Assets has been made in compliance with the directions of Reserve Bank of India. As per decision of the Board of Directors in the cases where loan installments (Net of future interest receivable) are overdue for more than 4 months and management is of the opinion that its recovery chances are very remote or negligible, the Company first treats these overdue and future installments as bad debts and after this treatment the provisioning for non performing assets is made in compliance with the Non-Banking Financial Company-Systemically Important Non-Deposit Taking Company and Deposit Taking Company (Reserve Bank) Direction, 2016, as applicable to the company.

e) **Sector wise NPAs (Write Offs)**

S. No.	Category	% of Write Offs to Total Advances	
		2016-17	2015-16
1	Agriculture & Allied activities	0.18	0.20
2	MSME	1.10	0.24
3	Corporate Borrowers	1.16	0.99
4	Services	0.00	0.00
5	Unsecured Personal loans	0.01	0.00
6	Auto Loans	0.00	0.00
7	Other Personal Loans (LAP)	0.12	0.00
	<b>TOTAL</b>	<b>2.56</b>	<b>1.43</b>

45. The Company is domiciled in India and does not have any joint venture, associate or subsidiary abroad.

46. **Off Balance Sheet SPVs sponsored:**

The Company has not sponsored off Balance Sheet SPVs

47. **Disclosures of Customer Complaints:**

a)	No. of complaints pending at the beginning of the year	—
b)	No. of complaints received during the year	5
c)	No. of complaints redressed during the year	5
d)	No. of complaints pending at the end of the year	—



48. The disclosure of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 vide notification G.S.R. 308 (E) dated 30.03.2017 of Ministry of corporate affairs:

	SBN	Other denomination notes	Total
Closing Cash in hand as on 08.11.2016	*1,16,84,500	5,62,408	1,22,46,908
(+) Permitted receipts	—	9,03,32,636	9,03,32,636
(-) Permitted payments	—	3,42,82,001	3,42,82,001
(-) Amount deposited in Banks	1,16,84,500	3,39,48,395	4,56,32,895
Closing Cash in hand as on 30.12.2016	—	2,26,64,648	2,26,64,648

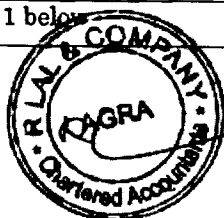
\*As business practice the cash collection (our's is being a NBFC) and deposit in the banks at different locations is part of routine working. Accordingly there are certain points where SBN & Non-SBN currency was deposited through the same pay-in-slips.





**Schedule to the Balance Sheet of a Non-Deposit taking Non-Banking Financial Company**  
**(As required in Non-Banking Financial Company Systemically Important Non Deposit Taking**  
**Company and Deposit Taking Company (Reserve Bank) Directions, 2016:**

PARTICULARS		₹ In Lakhs)	
<b>LIABILITIES SIDE:</b>			
<b>1.</b>	<b>Loans and advances availed by the NBFCs inclusive of interest Amount accrued thereon but not paid</b>	<b>Amount Outstanding</b>	<b>Overdue</b>
	(a) Debentures		
	Secured	—	—
	Unsecured	9,500	—
	(other than falling within the meaning of public deposits*)		
	(b) Deferred Credits	—	—
	(c) Term Loans	212	—
	(d) Inter-corporate loans and borrowing	1,703	—
	(e) Commercial Paper	—	—
	(f) Other Loans (specify nature)		
	Punjab National Bank (Cash Credit a/c)	5,952	—
	Central Bank of India (Cash Credit a/c)	11,448	—
	Bank of India (Cash Credit a/c)	3,766	—
	Andhra Bank (Cash Credit a/c)	3,857	—
	Corporation Bank (Cash Credit a/c)	4,432	—
	Bank of Baroda (Cash Credit a/c)	2,224	—
	United Bank of India (Cash Credit a/c)	4,615	—
	UCO Bank (Cash Credit a/c)	3,330	—
	IDBI Bank (Cash Credit a/c)	6,574	—
	State Bank of Bikaner & Jaipur (Cash Credit a/c)	2,991	—
	State Bank of Mysore (Cash Credit a/c)	2,467	—
	Bank of Maharashtra (Cash Credit a/c)	4,393	—
	State Bank of India (Cash Credit a/c)	1,826	—
	The South Indian Bank Limited (Cash Credit a/c)	1,668	—
	Assignment of Book Debts	—	—
	*Please see Note 1 below	—	—
<b>2.</b>	<b>Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid)</b>		
	(a) In the form of Unsecured debentures	—	—
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	—	—
	(c) Other public deposits	—	—
	*Please see Note 1 below		



ASSETS SIDE:					
3.	Break-up of Loans and Advances including bills receivables (other than those included in (4) below)				
	(a)	Secured		98,889	—
	(b)	Unsecured		27,295	—
4.	Break -up of Leased Assets and stock on hire and hypothecation loans counting towards AFC activities				
	(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 been repossessed		—	—
	(b)	Loans other than (a) above		—	—
5.	Break-up of Investments				
	1	Current Investments			
		Quoted			
	(i)	Shares			
	(a)	Equity		—	—
	(b)	Preference		—	—
	(ii)	Debentures and Bond		—	—
	(iii)	Units of mutual funds		—	—
	(iv)	Government Securities		—	—
	(v)	Others (please specify)		—	—
		Unquoted			
	(i)	Shares			
	(a)	Equity (Group Companies) (Net)		—	—
	(b)	Preference		—	—
	(ii)	Debentures and Bonds		—	—
	(iii)	Units of mutual funds		—	—
	(iv)	Government Securities		—	—
	(v)	Others (please specify)			
		Fixed Deposit with NBFC		—	—
		Fixed deposit with Bank's		72	—
		Interest accrued		9	—

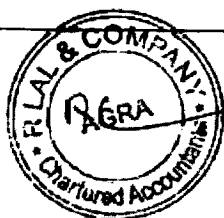


2	Long Term Investments				
	Quoted				
	(i)	Share			
		(a)	Equity	—	—
		(b)	Preference	—	—
	(ii)	Debentures and Bonds		—	—
	(iii)	Units of mutual funds		—	—
	(iv)	Government Securities		—	—
	(v)	Others (Please specify)		—	—
	Unquoted				
	(i)	Share			
		(a)	Equity- Subsidiary Company	4,224	—
		(b)	Equity- Other Company	2,390	—
		(b)	Preference	—	—
	(ii)	Debentures and Bonds		—	—
	(iii)	Units of mutual funds		—	—
	(iv)	Government Securities		—	—
	(v)	Others (please specify)			
		Investment in Partnership/LLP		—	—
		Fixed Deposit with Banks		—	—
		Interest accrued		—	—

(6) Borrower group-wise classification of assets financed as in (2) and (3) above

Please see Note 2

	Category		Amount net of provisions		Total
			Secured	Unsecured	
1	Related parties**				
	(a)	Subsidiaries	—	—	—
	(b)	Companies in the same group	—	—	—
	(c)	Other related parties	—	—	—
2	Other than related parties		98,889	27,295	1,26,184
	Total		98,889	27,295	1,26,184



(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

		Market Value / Value Break up or Fair Value or NAV	Book Value (Net of provisions)
1	Related parties **		
	(a) Subsidiaries	4,224	4,224
	(b) Companies in the same group	—	—
	(c) Other related parties	—	—
2	Other than related parties	2,472	2,472
	Total	6,696	6,696

\*\* As per Accounting Standard of ICAI (Please see note 2)

(8) Other Information

	Particulars	Amount
1	Gross Non-performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
2	Net Non-Performing Assets	
	(a) Related Parties	—
	(b) Other than related parties	—
3	Assets acquired in satisfaction of debt	—

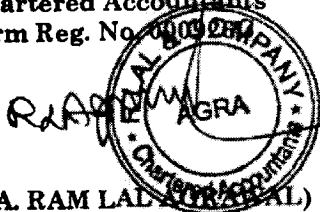
Notes:

- Provisioning norms have been duly adhered to as prescribed in the Non-Banking Financial Company-Systemically Important Non-Deposit Taking Company and Deposit Taking Company (Reserve Bank) Direction, 2016.
- All Accounting Standards and Guidance Notes issued by ICAI as applicable have been followed 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 have been disclosed irrespective of whether they are classified as long term or current in column (5) above.

Notes referred to above form in integral Part of the Financial Statements  
As per our Report of even date attached

For and on behalf of the Board

For R. LAL & COMPANY  
Chartered Accountants  
Firm Reg. No. 000000



(CA. RAM LAL AGRA) (CA. RAM LAL AGRA)  
Proprietor  
M. No. 017583  
Place : Delhi  
Date : 28<sup>th</sup> April 2017

*(Signature)*  
(SUNIL AGARWAL)  
Managing Director

*(Signature)*  
(HARISH SINGH)  
Executive Director

*(Signature)*  
(MANENDRA SINGH)  
Company Secretary



**MUKESH KUMAR & CO.**  
Chartered Accountants

To,  
The Board of Directors  
Paisalo Digital Limited  
Delhi

### LIMITED REVIEW REPORT

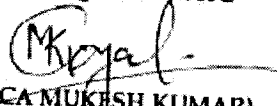
We have reviewed the accompanying statement of Standalone and Consolidated Unaudited Financial Results (financial results) of M/s Paisalo Digital Limited (erstwhile known as S. E. Investments Limited) and its subsidiary Nupur Finvest Private Limited for the quarter and nine months ended 31<sup>st</sup> December, 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. These financial results are the responsibility of the Company's Management and have been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, We do not express an audit opinion.

The Interim Financial Information/ results of its Subsidiary has been reviewed by other auditor whose report have been furnished to us by the management and our report on the statement, in so far as it relates to the amounts and disclosures included in respect of the Subsidiary is based solely on the report of the other auditor.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying financial results, prepared in accordance with applicable accounting standards as prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MUKESH KUMAR & CO.  
Chartered Accountants  
Firm Reg. No. 002040C

  
(CA MUKESH KUMAR)  
Proprietor  
Membership No. 070471



For PAISALO DIGITAL LIMITED

  
COMPANY SECRETARY

Date : 30.01.2018

# PAISALO

EASY LOAN आसान लोन

## PAISALO DIGITAL LIMITED

FORMERLY KNOWN AS S. E. INVESTMENTS LIMITED

REGD. OFF: 101, CSC, POCKET 52, NEAR POLICE STATION, CR PARK, NEW DELHI-110019

TEL: +91 11 43518888 WEB: www.paisalo.in EMAIL: delhi@paisalo.in

CIN: L65921DL1992PLC120483

अर्थ: समाजस्य न्यातः

### STANDALONE & CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2017

PART-A		(₹ in Lakhs)								
Sr. No.	Particulars	Standalone						Consolidated		
		Three Months Ended			Nine Months Ended			Three Months Ended		
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017	31.12.2017	30.09.2017	31.12.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)
I	Revenue from Operations	7,690.48	7,537.73	6,304.17	21,620.20	17,922.73	24,951.77	8,161.93	8,149.23	6,785.64
	Other Income	-	-	-	-	-	-	-	-	-
	<b>Total Revenue</b>	<b>7,690.48</b>	<b>7,537.73</b>	<b>6,304.17</b>	<b>21,620.20</b>	<b>17,922.73</b>	<b>24,951.77</b>	<b>8,161.93</b>	<b>8,149.23</b>	<b>6,785.64</b>
II	Expenses:									
	Employee Benefit Expense	401.96	339.46	305.50	1,058.20	913.98	1,184.44	472.29	408.43	363.95
	Financial Costs	3,008.60	2,646.09	2,276.06	8,133.49	6,375.29	8,837.49	2,973.21	2,630.04	2,444.18
	Depreciation and Amortization Expense	132.58	129.39	152.79	396.74	429.87	573.42	133.26	129.93	153.45
	Other Expenses	2,032.24	1,873.18	1,545.46	5,453.86	4,402.30	6,637.81	2,322.19	2,302.09	1,729.34
	<b>Total Expenses</b>	<b>5,575.38</b>	<b>4,988.12</b>	<b>4,279.81</b>	<b>15,042.29</b>	<b>12,121.44</b>	<b>17,233.16</b>	<b>5,900.95</b>	<b>5,470.49</b>	<b>4,680.02</b>
III	Profit before Exceptional and Extraordinary Items and Tax	2,115.20	2,549.61	2,024.36	6,577.91	5,801.29	7,718.61	2,260.98	2,678.74	2,105.62
IV	Exceptional Items	-	-	-	-	-	-	-	-	-
V	Profit before Extraordinary Items and Tax	2,115.20	2,549.61	2,024.36	6,577.91	5,801.29	7,718.61	2,260.98	2,678.74	2,105.62
VI	Extraordinary Items	-	-	-	-	-	-	-	-	-
VII	Profit before Tax	2,115.20	2,549.61	2,024.36	6,577.91	5,801.29	7,718.61	2,260.98	2,678.74	2,105.62
VIII	Tax Expense:									
	(1) Current Tax	407.41	379.99	387.44	1,044.76	990.21	2,691.39	455.62	423.50	414.40
	(2) Deferred Tax	(41.53)	(30.36)	30.79	(114.97)	(57.77)	(101.92)	(41.54)	(30.18)	30.49
	(3) Previous Year Income Tax	-	-	-	-	-	-	-	-	-
IX	Profit/(Loss) from the period from Continuing Operations	1,749.32	2,199.98	1,606.13	5,648.12	4,868.85	5,129.14	1,846.90	2,286.42	1,660.73
X	Profit/(Loss) from Discontinuing Operations	-	-	-	-	-	-	-	-	-
XI	Tax Expense of Discontinuing Operations	-	-	-	-	-	-	-	-	-
XII	Profit/(Loss) from Discontinuing operations	-	-	-	-	-	-	-	-	-
XIII	Profit/(Loss) for the period	1,749.32	2,199.98	1,606.13	5,648.12	4,868.85	5,129.14	1,846.90	2,286.42	1,660.73
XIV	Equity Share Capital:									
	Fully paid-up equity share capital	4,056.00	4,056.00	4,056.00	4,056.00	4,056.00	4,056.00	4,056.00	4,056.00	4,056.00
	Face Value per shares	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-
XV	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting	-	-	-	-	-	51,356.30	-	-	-
XIV	Earning per Equity Share:									
	(1) Basic	4.31	5.42	3.96	13.93	12.00	12.65	4.55	5.64	4.09
	(2) Diluted	4.31	5.42	3.96	13.93	12.00	12.65	4.55	5.64	4.09

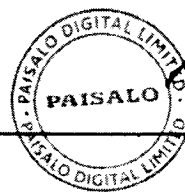
#### Notes:

- Above results have been reviewed by Audit Committee and approved by Board of Directors at its meeting held on 30-01-2018.
- Segment reporting is not applicable to our Company
- Previous periods / year's figures have been reclassified/ regrouped whenever necessary to conform to current year's presentation

Place : New Delhi

Date : 30/01/2018

For and on behalf of Board of Directors of  
Paisalo Digital Limited



(SUNIL AGARWAL)  
MANAGING DIRECTOR

*Handwritten signature and date: 30/01/2018*