

LKP WEALTH ADVISORY PRIVATE LIMITED  
Balance Sheet as at 31st March, 2015

( Amount in Rupees)

Particulars		Note No.	As at 31 March 2015	As at 31 March 2014
1		2	3	4
I.	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' funds</b>			
	(a) Share Capital	B1	1,000,000	-
	(b) Reserves and Surplus	B2	14,235	-
2	<b>Current liabilities</b>			
	(a) Trade Payables		175,000	-
	<b>TOTAL</b>		<b>1,189,235</b>	<b>-</b>
II.	<b>ASSETS</b>			
1	<b>Current assets</b>			
	(a) Cash and Cash Equivalents	B3	1,166,518	-
	(b) Short Term Loans and Advances	B4	22,717	-
	<b>TOTAL</b>		<b>1,189,235</b>	<b>-</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No.102860W

*A.D. Shenoy*

A.D. Shenoy  
Partner  
Membership No.11549



Place : Mumbai  
Date : 05 May 2015

For and on behalf of the board of directors of  
LKP Wealth Advisory Private Limited

*M. V. Doshi*

Director: M. V. Doshi

Director: P. M. Doshi

*P. M. Doshi*

## LKP WEALTH ADVISORY PRIVATE LIMITED

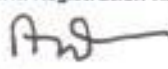
Statement of Profit and loss for the period 31<sup>st</sup> August 2014 to 31st March, 2015

( Amount in Rupees)

Particulars	Refer Note No.	As at 31 March 2015	As at 31 March 2014
I. Revenue from Operations	B5	227,170	-
II. Other Income		-	-
III. Total Revenue (I + II)		227,170	-
IV. Expenses:			
Employee Benefits Expense	B6	37,935	-
Finance Costs		-	-
Depreciation and amortization expense		-	-
Other Expenses		175,000	-
Total expenses		212,935	-
V. Profit/ (Loss) before exceptional and extraordinary items and tax (III-IV)		14,235	-
VI. Exceptional items		-	-
VII. Profit/ (Loss) before extraordinary items and tax (V - VI)		14,235	-
VIII. Extraordinary Items		-	-
IX. Profit/ (Loss) before tax (VII- VIII)		14,235	-
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
Profit / (Loss) for the period from continuing operations (IX-X)		14,235	-
XII Profit/ (Loss) for the period		14,235	-
XIII Earnings per equity share:			
(1) Basic		0.43	-
(2) Diluted		-	-

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No:102860W

  
A.D. Shenoy  
Partner  
Membership No.11549



Place : Mumbai  
Date : 05 May 2015

For and on behalf of the board of directors of  
LKP Wealth Advisory Private Limited

  
Director: M. V. Doshi

Director: P. M. Doshi



B1 Share Capital

Particulars	As at 31 March 2015		As at 31 March 2014	
	Number	Rs.	Number	Rs.
<b>Authorised</b>				
Equity Shares of Rs. 10/- each	100,000	1,000,000	-	-
<b>Issued, Subscribed &amp; Paid up</b>				
Equity Shares of Rs. 10/- each (LKP Securities Ltd holds 99.98% of equity)	100,000	1,000,000	-	-
<b>Total</b>	100,000	1,000,000	-	-

Particulars	Equity Shares	
	Number	Rs.
Shares outstanding at the beginning of the year	-	-
Shares Issued during the year	100,000	1,000,000
Shares bought back during the year	-	-
Shares outstanding at the end of the year	100,000	1,000,000



## B2 Reserves and Surplus

<u>Particulars</u>	As at 31 March 2015	As at 31 March 2014
	Rs.	Rs.
<b>Surplus</b>		
Opening balance	-	-
(+) Net Profit/(Net Loss) For the current year	14,235	-
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	-
Closing Balance	14,235	-
<b>Total</b>	14,235	-



B3 Cash and Cash Equivalents

<u>Particulars</u>	As at 31 March 2015	As at 31 March 2014
	Rs.	Rs.
a. Balances with banks		
Current Account	1,166,518	-
	1,166,518	-



## B4 Short Term Loans and Advances

<u>Particulars</u>	As at 31 March 2015	As at 31 March 2014
	Rs.	Rs.
a. Others (specify nature)		
Advance Tax - TDS	22,717	-
	22,717.00	-



## B5 Revenue from Operations

<u>Particulars</u>	For the year ended 31 March 2015	For the year ended 31 March 2014
	Rs.	Rs.
Brokerage Income	227,170	-
Other Income	-	-
<b>Total</b>	<b>227,170</b>	<b>-</b>



B6 Employee Benefits Expense

<u>Particulars</u>	For the year ended 31 March 2015	For the year ended 31 March 2014
	Rs.	Rs.
(a) Salaries and incentives	37,935	-
<b>Total</b>	<b>37,935</b>	<b>-</b>





# LKP Wealth Advisory Private Ltd

Notes to Financial Statement for the period *8th August* 2014 to 31st March, 2015

## A. Significant Accounting Policies

### Background

The Company was incorporated on 8th August, 2014 as a Private limited company. The company is a subsidiary of LKP Secured Ltd which holds 99.98% of the Equity Shares of the company. The main business of the company is selling Mutual fund, Insurance Products and advisory on portfolio management.

**1. Basis of Accounting:** The financial accounts have been prepared on historical cost convention. The Company follows the accrual basis of accounting. The financial statements are prepared in accordance with the accounting standards notified by the Central Government, in terms of section 133 of the Companies Act, 2013 read with Rule 7. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

The financial statements have been prepared under Schedule III of the Companies Act, 2013 notified by the Central Government.

**2.** The preparation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenue and expenses during the reporting periods. Difference between the actual results and estimates are recognized in the period in which they are known/ materialised.

**3. Revenue Recognition :** Revenue is recognized when there is reasonable certainty of its ultimate realization / collection.

a) Brokerage Income (net of service tax)

i) on fixed deposit is accounted on completion of the transaction.

ii) on primary market subscription - mobilisation is accounted on the basis of intimation received by the Company.

iii) on secondary market transaction is recognised on the date of the transaction.

b) Interest Income is accounted on accrual basis.

c) Incentive on primary market subscription - mobilisation is accounted on the basis of intimation received by the Company.

**4. Fixed Assets:** All fixed assets are stated at cost inclusive of legal and / or installation and incidental expenses less accumulated depreciation.

**5. Depreciation / Amortisation:** The Company provides depreciation on straight line basis on the basis of useful lives of assets as specified in Schedule II to the Companies Act, 2013.

As regards improvement to leasehold properties, the same is amortised equally over the period of lease.

**6. Impairment of Assets:** Impairment losses, if any, are recognized in accordance with Accounting Standard 28(AS 28). Where there is an indication that an asset is impaired, the recoverable amount, if any, is estimated and the impairment loss is recognized to the extent carrying amount exceeds recoverable amount and the same is charged to the Statement of Profit & Loss.



## LKP Wealth Advisory Private Ltd

**7. Operating Lease:** Leases where the lessor effectively retains substantially all the risk and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments / receipts are recognised as an expense / income in the statement of profit and loss on a straight line basis over the lease term.

**8. Investment / Stock in Trade:** Securities which are intended to be held for one year or more are classified as Non Current- Long Term Investments. Investments are capitalized and accounted at the cost plus brokerage and stamp charges. Provision for diminution in value is made in case the same is other than temporary. Profit or losses on investments are accounted as and when realized.

Stock in trade represents shares & securities held for sale generally within one year and is classified as current assets. Year end stock of shares & securities are valued at lower of cost or market values. Profit or loss is accounted as and when realised and is charge to the statement of profit & loss.

**9. Short Term Employee Benefits:** (i.e. benefits payable within one year) are recognized in the period in which employee services are rendered.

Contribution towards Provident Fund are recognized as expense. Provident Fund contributions in respect of all employees are made to Provident Fund Authorities.

**10. a) Current Tax:** Provision for current tax is made on the estimated taxable income at the rate applicable to the relevant assessment year.

b) **Deferred Tax:** In Accordance with Accounting Standard 22- "Accounting for Taxes on Income", the deferred tax for timing difference is measured using the tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date.

**11. Earning Per Share:** The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 - Earning per Share. Basic earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year.

**12. a) Contingent Liabilities** are disclosed by way of a note to the financial statements after careful evaluation by the management of the facts and legal aspects of the matters involved.

b) **Contingent Assets** are neither recognized nor disclosed.



# LKP WEALTH ADVISORY PRIVATE LIMITED

## C. General Notes to the Accounts

1) This being the first year of the company previous year figures are not given.

### 2) Earnings per share:

	2014-15	2014-15	2013-14
Net Profit after Taxation		14,235	-
No. of Equity shares	100,000		-
Basic EPS of Weighted Average Shares		33,333	
Basic earning per Share		0.43	-

3) As per the Accounting Standards 18, issued by the Institute of Chartered Accountants of India, disclosures regarding related parties as defined in the Accounting Standards are given below:

i) List of Related Parties along with the nature of related party relationships.

Name of the Related Party	Relationship
LKP Securities Limited	Parent Company
LKP Finance Limited	Director Interested
Bhavna Holdings Limited	Director Interested
MKM Share & Stock Brokers Ltd.	Director Interested
Peak Plastonics Private Limited	Director Interested
Prasam Trading And Finance Pvt. Ltd.	Director Interested
Sea Glimpse Investments Pvt Ltd	Director Interested
Gayatri Cements & Chemical Industries Ltd	Director Interested
M/s L.K.Panday	Director Interested
Mr. M.V. Doshi	Director
Mr. Pratik Doshi	Director

4) Tax Deducted at Source on Income : Rs.22,717/- (Previous Year NIL)

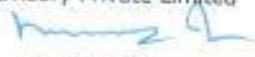
As per our report of even date  
For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No.102860W

  
A.D. Shenoy  
Partner  
Membership no.11549

Place : Mumbai  
Date : 05 May 2015



For and on behalf of the board of directors of  
LKP Wealth Advisory Private Limited

Director:   
M. V. Doshi

Director:   
P. M. Doshi



## Cash Flow Statement for the Period Ended 31 March, 2015

	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>A. Cash flow from Operating activities :</b>		
	Rs. In lacs	Rs. In lacs
Net Profit / (Loss) before tax and Extraordinary items and Interest	14,235	-
Adjustments for :		
Depreciation	-	-
Profit / Loss on sale of assets	-	-
Interest / Dividend Received / Misc (Profit) / Loss on Sale of Investment	-	-
Operating Profit before Working capital changes	14,235	-
Adjustments for :		
Inventories	-	-
Trade and other receivables	-	-
Trade and other payables	175,000	-
	<u>175,000</u>	<u>-</u>
Cash generated from operations	189,235	-
Interest & Bank Charges paid	-	-
Direct taxes paid	(22,717)	-
Cash flow before extraordinary items	166,518	-
<b>Net cash from operating activities</b>	<b>166,518</b>	<b>-</b>
<b>B. Cash flow from Investing Activities</b>		
Purchase of fixed assets	-	-
Sale of fixed assets	-	-
Purchase of investments	-	-
Sale of investments	-	-
Interest received	-	-
Dividend received	-	-
<b>Net cash from investing activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of share capital	1,000,000	-
Increase in borrowing	-	-
<b>Net cash from financing activities</b>	<b>1,000,000</b>	<b>-</b>
Net increase / (decrease) in cash and cash equivalents	1,166,518	-
Cash and cash equivalents (opening)	-	-
Cash and cash equivalents (closing)	<u>1,166,518</u>	<u>-</u>

As per our report of even date  
For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No:102860W

A.D. Shenoy  
Partner  
Membership no.11549



For and on behalf of the board of directors of  
LKP Wealth Advisory Private Limited

Director: M. V. Doshi

Director: P. M. Doshi

Place : Mumbai  
Date : 05 May 2015

**FORD, RHODES, PARKS & CO.**  
CHARTERED ACCOUNTANTS

SAI COMMERCIAL BUILDING  
312 / 313, 3RD FLOOR  
BKS DEVSHI MARG  
GOVANDI (EAST)  
MUMBAI-400 088

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**Independent Auditor's Report**  
**To The Members of LKP Wealth Advisory Private Limited**  
**Report on the Financial Statements for the period 8th August 2014 to 31st March, 2015**

We have audited the accompanying financial statements of LKP Wealth Advisory Private Limited ("the Company") which comprise the Balance Sheet as at 31st March 2015, the Statement of Profit and Loss and the Cash Flow Statement for the period then ended and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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





## FORD, RHODES, PARKS & CO.

statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), as issued by Central Government of India in terms of sub section (11) of section 143 of Companies Act, 2013 (18 of 2013) we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 ; and
  - e. on the basis of written representations received from the directors as on 31<sup>st</sup> March 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2015, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.



**FORD, RHODES, PARKS & CO.**

- f. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. as per information and explanations given to us by the company there are no pending litigations as at 31<sup>st</sup> March, 2015.
  - ii. As represented by the company, there are no long-term contracts including derivative contracts having material foreseeable losses as at 31<sup>st</sup> March, 2015;
  - iii. As represented by the company, there is no amount required to be transferred to Investor Education and Protection Fund by the Company.

For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No.102860W

*A.D.*

A.D. Shenoy  
Partner  
Membership No.11549

Place: Mumbai  
Date: 5<sup>th</sup> May, 2015

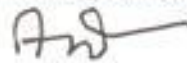


**FORD, RHODES, PARKS & CO.**

- c) According to the information and explanations given to us and records of the Company examined by us, in our opinion, there are no amounts payable to Investor Education and Protection Fund in accordance with the relevant provisions of Companies Act, 1956 (1 of 1956) and rules there under.
8. This is the first year of operation of the Company and there are no accumulated losses and it has not incurred any cash losses in the financial year.
9. According to the information and explanations given to us and records of the Company examined by us the company has not defaulted in repayment of dues to any financial institution or bank at the Balance Sheet date.
10. According to the information and explanations given to us the Company has not given any guarantees for loans taken by others from banks or financial institution during the year.
11. The Company has not obtained any term loans.
12. Based on the audit procedures performed and information and explanations given by the management, we report that we have not come across any instances of fraud on or by the Company, noticed or reported during the period, nor have we been informed of such case by management.

Place: Mumbai  
Date: 5<sup>th</sup> May, 2015

For Ford, Rhodes, Parks & Co.  
Chartered Accountants  
Firm Registration No.102860W



A.D. Shenoy  
Partner  
Membership No.11549

