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## **Independent Auditor's Report**

**To the Members of Western Securities Limited,**

### **Report on the Ind AS Financial Statements**

We have audited the accompanying Ind AS financial statements of **Western Securities Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 2017, the statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules made thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS 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.



# K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

We conducted our audit of the Ind AS financial statement 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 the Company's Directors, as well as evaluating the overall presentation of the Ind AS 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 Ind AS financial statements.

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of financial position of the Company as at March 31, 2017 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

## **Other Matter**

The Company had prepared separate sets of statutory financial statements for the year ended 31 March 2016 and 31 March 2015 in accordance with {Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended)} on which we issued auditor's reports to the shareholders of the Company dated April 26, 2016 and April 28, 2015 respectively. These financial statements have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by us. Our opinion is not modified in respect of this matter.

## **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Government of India – Ministry of Corporate Affairs, in terms of sub-section (11) of section 143 of the Act, we enclose in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the said 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.



**K. S. AIYAR & CO**  
CHARTERED ACCOUNTANTS

- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rule issued thereunder.
- (e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
  - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The company is not having any cash balance during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 and hence therefore has provided requisite disclosures in its financial statements as to holdings as well as dealings in 'Specified Bank Notes' during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 and these are in accordance with books of accounts maintained by the Company - Refer note no. 10 to the Ind AS financial statement.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W



**Satish Kelkar**  
**Partner**  
Membership No: 38934

**Place:** Mumbai  
**Date:** April 25, 2017

**Annexure A to the Auditor's Report**

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date on the financial statements for the year ended on March 31, 2017, of **Western Securities Limited**)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year. In our opinion the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) In absence of inventories, clause (ii) of the Order is not applicable to Company.
- (iii) The Company has granted loans to one body corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
  - (a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the body corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.
  - (b) In the case of the loans granted to the body corporate listed in the register maintained under section 189 of the Act, no stipulation is made with regard to payment of interest.
  - (c) In the absence of stipulation with regard to payment of interest, we are unable to comment on the overdue interest amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us in respect of loans, investments, guarantees and security provided, provisions of section 185 and 186 of the Companies Act, 2013 are not applicable.
- (v) The Company has not accepted any deposits from the public to which the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 or the Companies (Acceptance of Deposit) Rules 2014 or the directives issued by the Reserve Bank of India apply.
- (vi) We have been informed that the Company is not required to maintain cost records under sub-section (1) of section 148 of the Companies Act, 2013, which has been relied upon.
- (vii) (a) During the year there were no employees in the employment of the Company. Accordingly the directions relating to Provident Fund and Employee's State Insurance are not applicable to the Company. Further based on our examination of the records of the Company Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it have been generally regularly deposited during the year with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts



**K. S. AIYAR & CO**

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payable in respect of above were in arrears, as at March 31, 2017 for a period of more than six months from the date on which they became payable.

- (b) According to the records of the Company, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us, the Company has not taken any money from any financial institution, bank or debenture holder, and hence clause 3(viii) is not applicable to the Company.
- (ix) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- (x) According to the information and explanations furnished by the management, which have been relied upon by us, there were no frauds on or by the Company noticed or reported during the course of our audit.
- (xi) In absence of any managerial personnel, no managerial remuneration is paid and therefore the provisions of clause 3 (xi) of the Order are not applicable to the Company.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence clause 3 (xiv) is not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him and hence clause 3(xv) is not applicable to the Company.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No: 100186W



**Satish Kelkar**  
**Partner**

Membership No.: 38934

**Place:** Mumbai

**Date:** April 25, 2017

**Annexure-B to Auditor's report**

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

We have audited the internal financial controls over financial reporting of **Western Securities Limited** ("the Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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.

**Auditors' Responsibility**

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

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

We believe that the audit evidence 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



# K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

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

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over 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 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.

**For K. S. Aiyar & Co.**

**Chartered Accountants**

ICAI Firm Registration No: 100186W



**Satish Kelkar**

**Partner**

Membership No.: 38934

**Place:** Mumbai

**Date:** April 25, 2017

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**AUDITED BALANCE SHEET AND PROFIT & LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST MARCH 2017**

**WESTERN SECURITIES LIMITED**



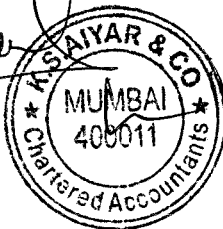
**WESTERN SECURITIES LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH 2017**

PARTICULARS	Note No.	31st March 17	31st March 2016	1st April 2015
		Rs.	Rs.	Rs.
<b>ASSETS</b>				
(1) <b>Non Current Assets</b>				
(a) Investment Property	3	8,029,398	8,451,998	8,896,842
(b) <b>Financial Assets</b>				
(i) Investment	4	2,054,000	1,029,600	1,697,800
(ii) Loans	5	14,720,751	8,700,000	11,600,000
(iii) Other Financial Assets	6	34,314	383,097	34,901
(c) Non Current Tax Assets(Net)	7	174,174	428,362	28,299
(2) <b>Current Assets</b>				
<b>Financial Assets</b>				
(i) Investments	8	1,116,266	1,065,498	50,919
(ii) Trade Receivables	9	374,850	396,349	1,853,377
(iii) Cash and Cash Equivalents	10	523,231	22,314,606	680,407
(iv) Other Current Assets	11	401,900	439,138	897,738
<b>TOTAL</b>		<b>27,428,884</b>	<b>43,208,648</b>	<b>25,740,283</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity Share Capital	13	20,000,000	20,000,000	20,000,000
(b) Other Equity		(42,487)	(1,912,657)	(1,283,131)
<b>Total Equity</b>		<b>19,957,513</b>	<b>18,087,343</b>	<b>18,716,869</b>
<b>LIABILITIES</b>				
(1) <b>Non Current Liabilities</b>				
(a) <b>Financial Liabilities</b>				
Other Financial Liabilities	14	5,000,000	5,000,000	5,000,000
(b) Deferred Tax Liability	15	259,326	54,706	200,654
(2) <b>Current Liabilities</b>				
(a) <b>Financial Liabilities</b>				
(i) Borrowings	16	-	19,503,825	-
(ii) Trade Payable	17	1,965,684	-	-
(iii) Other Financial Liabilities	18	-	470,226	-
(b) Other Current Liabilities	19	207,361	53,748	1,797,760
(c) Provisions	20	39,000	38,800	25,000
<b>TOTAL</b>		<b>27,428,884</b>	<b>43,208,648</b>	<b>25,740,283</b>
Significant Accounting Policies and Notes to Accounts	1			

As per our report of even date

For K. S. Aiyar & Co.  
Chartered Accountants  
Registration No. 100186W

Satish K. Kelkar  
Partner  
M. No. 38934



For Western Securities Limited

*Ajit Gulabchand*  
Ajit Gulabchand

*Ram P. Gandhi*  
Ram P. Gandhi

*D. M. Savur*  
D. M. Savur

PLACE : Mumbai  
DATED : 25th April 2017

PLACE : Mumbai  
DATED : 25th April 2017

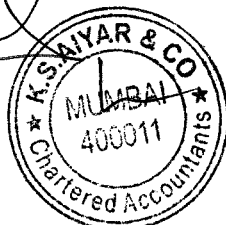
**WESTERN SECURITIES LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017**

Particulars	Note No.	For the Year ended 31st March 2017	For the Year ended 31st March 2016
		Rs.	Rs.
<b>I REVENUE FROM OPERATIONS</b>			
(a) Other Operating Revenue	21	3,187,917	2,890,666
<b>II OTHER INCOME</b>	22	2,240,982	1,780,175
<b>Total Income (I+II+III)</b>		<b>5,428,899</b>	<b>4,670,841</b>
<b>III EXPENSES</b>			
Finance Cost	23	499,259	524,909
Depreciation and Amortization expenses	3	422,600	444,844
Other Expenses	24	2,616,649	3,325,498
<b>Total Expenses (IV)</b>		<b>3,538,508</b>	<b>4,295,251</b>
<b>V Profit / (Loss) before exceptional items and Tax</b>		<b>1,890,391</b>	<b>375,590</b>
<b>VI Exceptional Items</b>		-	-
<b>VII Profit Before Tax(IV - V)</b>		<b>1,890,391</b>	<b>375,590</b>
<b>VIII TAX EXPENSE</b>			
(a) Current Tax		840,000	452,000
(b) Add: Excess / (Short) Provision of Earlier years written back / (Off)		-	30,864
<b>IX Profit(Loss) for the year from the continuing operations</b>		<b>1,050,391</b>	<b>(107,274)</b>
<b>X Profit / (Loss) for the year from the discontinuing operations</b>		-	-
<b>XI Tax Expense from discontinuing operations</b>		-	-
<b>XII Profit / (Loss) for the year from the discontinuing operations</b>		-	-
<b>XIII PROFIT FOR THE YEAR</b>		<b>1,050,391</b>	<b>(107,274)</b>
<b>Other comprehensive income</b>			
(a) Items not to be reclassified subsequently to profit or loss			
- Re-measurement gains on equity instruments		1,024,400	(668,200)
- Income tax effect		(204,620)	145,948
(b) Items to be reclassified subsequently to profit or loss			
<b>Other comprehensive income for the year, net of tax (B)</b>		<b>819,780</b>	<b>(522,252)</b>
<b>Total comprehensive income for the year, net of tax (A+B)</b>		<b>1,870,171</b>	<b>(629,526)</b>
Earning per Share (Basic & Diluted) (Face Value of Rs. 10/- per Share)	28	0.53	(0.05)
Significant Accounting Policies and Notes to Accounts	1		

As per our report of even date  
For K. S. Aiyar & Co.  
Chartered Accountants  
Registration No. 100186W

Satish K. Kelkar  
Partner  
M. No. 38934



For Western Securities Limited

*Ajit Gulabchand*  
Ajit Gulabchand Director

*Ram P. Gandhi*  
Ram P. Gandhi Director

*D. M. Savur*  
D. M. Savur Director

PLACE : Mumbai  
DATED : 25th April 2017

PLACE : Mumbai  
DATED : 25th April 2017

**WESTERN SECURITIES LIMITED.**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017**

(Amount in Rs.)

31st March 2017      2015-16

**A. CASH FLOW FROM OPERATING ACTIVITIES**

Net Profit before tax and extraordinary items	1,890,391	375,590
Adjustments for :		
Depreciation	422,600	444,844
Dividend income	50,768	(151,568)
Operating profit before change in working capital	2,363,759	668,866
Adjustments for :		
Trade Receivables(Net of Provision for Doubtful debts)	21,499	1,457,028
Loans & Advances	517,420	110,404
Current / Non Current Liabilities	2,119,497	(92,452)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>2,658,416</b>	<b>1,474,981</b>
Direct Taxes Paid (Net of Refund)	5,022,175	2,143,847
	<b>(585,812)</b>	<b>(882,927)</b>
	<b>4,436,363</b>	<b>1,260,920</b>

**B CASH FLOW FROM INVESTING ACTIVITIES**

Investment in Mutual Fund	(50,768)	(1,014,579)
Inter corporate Deposit Given	(6,020,751)	2,900,000
Interest on Inter corporate Deposit Given	(131,400)	-
Dividend Income	(50,768)	151,568
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(6,253,687)</b>	<b>2,036,989</b>

**C CASH FLOW FROM FINANCING ACTIVITIES**

Inter corporate Deposit Taken	(19,503,825)	19,503,825
Interest on Inter corporate Deposit Taken	(470,226)	(1,167,534)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(19,974,051)</b>	<b>18,336,291</b>

<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(21,791,375)</b>	<b>21,634,200</b>
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CASH AND CASH EQUIVALENTS AS AT 01/04/2016 (OPENING BALANCE)	22,314,606	680,407
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CASH AND CASH EQUIVALENTS AS AT 31/03/2017 (CLOSING BALANCE)	523,231	22,314,606
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	<b>(21,791,375)</b>	<b>21,634,200</b>
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As per our report of even date

For K. S. Aiyar & Co.  
Chartered Accountants  
Registration No. 100186W

Satish K. Kelkar  
Partner  
M. No. 38934



For Western Securities Limited

*Ajit Gulabchand*  
Ajit Gulabchand Director

*Ram P. Gandhi*  
Ram P. Gandhi Director

*D. M. Savur*  
D. M. Savur Director

PLACE : Mumbai  
DATED : 25th April 2017

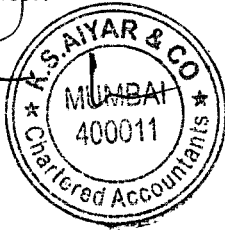
PLACE : Mumbai  
DATED : 25th April 2017

## WESTERN SECURITIES LIMITED

## STATEMENT OF CHANGES IN EQUITY

Particulars	Equity share capital	Other Equity	Other Comprehensive Income	Total
		Reserves and Surplus	Net Gain / (Loss) on FVTOCI of equity instruments	
		Retained Earnings		
Balance as of April 1, 2015	20,000,000	(2,564,707)	1,281,576	18,716,869
Changes in equity for the year ended March 2016				
Profit / (Loss) during the year	-	(107,274)	(522,252)	(629,526)
Balance as of March 31, 2016	20,000,000	(2,671,981)	759,324	18,087,343
Balance as of April 1, 2016	20,000,000	(2,671,981)	759,324	18,087,343
Changes in equity for the year ended March 2017				
Profit / (Loss) during the year	-	1,050,391	819,780	1,870,171
Balance at the end of 31.03.2017	20,000,000	(1,621,591)	1,579,104	19,957,513

As per our report of even date

For K. S. Aiyar & Co.  
Chartered Accountants  
Registration No. 700186WSatish K. Kelkar  
Partner  
M. No. 38934

For Western Securities Limitd

  
Ajit Gulabchand

Director

  
Ram P. Gandhi

Director

  
D. M. Savur

Director

PLACE : Mumbai  
DATED : 25th April 2017PLACE : Mumbai  
DATED : 25th April 2017

## Western Securities Limited

### 1 Summary of significant accounting policies and other explanatory information to the financial statements as at and for the period ended 31st March, 2017

#### 1.1 Basis of Preparation of Financial Statements

The financial statements ("the financial statements") of Western Securities Ltd ("the Company") have been prepared to comply in all material respects with the Indian Accounting Standards ("Ind AS") notified by the Companies (Accounting Standards) Rules, 2015 in respect of Section 133 of the Companies Act, 2013 ("the Act").

The financial statements upto year ended 31 March 2016 were prepared in accordance with the Accounting Standards notified by the Companies (Accounting Standards) rules, read with rule 7 to the Companies (Accounts) Rules, 2014 (as amended) in respect of Section 133 of the Act ("previous GAAP"). These financial statements are the first financial statements of the Company under Ind AS. Refer note no 1.3, for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flow.

The financial statements have been prepared under the historical cost convention with the exception of certain financial assets and liabilities, share based payments and contingent consideration that are measured at fair values, on an accrual basis of accounting.

All the assets and liabilities have been classified as current or non-current, wherever applicable, as per the operating cycle of the Company as per the guidance set out in Schedule III to the Act.

#### 1.2 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognised in the period in which they are determined.

Key source of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets and provisions and contingent liabilities.

#### 1.3 First-time adoption of Ind-AS

These are the Company's First Financial Statements prepared in accordance with Ind AS.

These financial statements of the Company for the financial year ended March 31, 2017 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101-First Time adoption of Indian Accounting Standard, with April 1, 2015 as the transition date and IGAAP as the previous GAAP. The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes there to and accounting policies and principles.

#### 1.4 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

##### (a) Financial Assets

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.



**i) Financial Assets at Amortised Cost**

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate method.

**ii) Financial Assets Measured at Fair Value**

Financial assets are measured at fair value through other comprehensive income ("OCI") if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss.

Financial asset not measured at amortised cost or at fair value through OCI is carried at fair value through profit or loss.

**iii) Impairment of Financial Assets**

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

**iv) De-recognition of Financial Assets**

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

**(b) Equity Instruments and Financial Liabilities**

Financial liabilities and equity instruments issued by the Group are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**i) Equity Instruments and Financial Liabilities**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

**ii) Financial Liabilities**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

**1 Borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the statement of profit and loss.

**2 De-recognition of Financial Liabilities**

Financial liabilities are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non cash assets transferred or liabilities assumed, is recognised in the Statement of Profit and Loss as other gains/ (losses).



### 3 Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis; to realise the assets and settle the liabilities simultaneously.

#### 1.5 Cash & Cash Equivalents

Cash and cash equivalents comprise of cash at bank and cash on hand. The Company considers all highly liquid investments with an original maturity of three month or less from date of purchase, to be cash equivalents.

#### 1.6 Provisions, Contingent Liabilities and Contingent Assets

(a)

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. When appropriate, the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

(b)

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company. A contingent liability also arises, in rare cases, where a liability cannot be recognised because it cannot be measured reliably.

(c)

Contingent assets are neither recognised nor disclosed in the financial statements.

#### 1.7 Finance Cost

Borrowing costs relating to acquisition, construction or production of a qualifying asset which takes substantial period of time to get ready for its intended use are added to the cost of such asset to the extent they relate to the period till such assets are ready to be put to use. Other borrowing costs are charged to the Statement of Profit and Loss in the period in which it is accrued. Also, the EIR amortisation is included in finance costs.

#### 1.8 Revenue Recognition

(a) Revenue from operations

Risk Management Fees and Compensation charges are accounted on accrual basis. Dividend income is accounted for when the right to receive the payment is established.

(b) Interest and Other Income

Interest income is accrued on a time proportion basis, by reference to the principal outstanding and the effective interest rate applicable.

Other income is accounted for on accrual basis. Where the receipt of income is uncertain it is accounted for on receipt basis.

#### 1.9 Taxation

Tax on Income for the current year is computed in accordance with the provisions of the Income Tax Act, 1961.

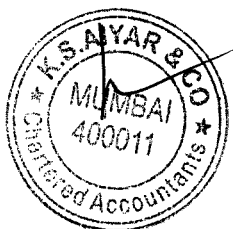
The deferred tax charge or credit is recognized using the tax rates and tax laws that have been enacted on the Balance sheet date. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. At each balance sheet date, recognized and unrecognized deferred tax assets are reviewed.

#### 1.10 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to the equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of shares outstanding during the year. For the purpose of calculating diluted earning per share, net profit or loss for the year attributable to equity shareholders and weighted number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

#### 1.11 Segment Reporting

The Company's operation is considered under one segment namely "Business of an investment company" for internal reporting provided to the chief operating decision maker. Therefore, the Company's business does not fall under different operational segments as defined by Ind AS 108 - "Operating Segments" referred to in Section 133 of the Companies Act, 2013.



**WESTERN SECURITIES LIMITED**

**2 First-time adoption of Ind AS**

"The accounting policies set out in Note 1 have been applied in preparing the financial statements for the year ended March 31, 2017, the comparative information presented in these financial statements for the year ended March 31, 2016 and in preparation of an opening Ind AS balance sheet at April 1, 2015 (the group's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the act (previous GAAP or Indian GAAP). This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements.

**Exemptions and exceptions availed**

**Ind AS optional exemptions**

The Company has elected to apply the following optional exemptions from full retrospective application of Ind AS:

**(a) Deemed Cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for Investment Property as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used investment property covered by Ind AS 40 "Investment Properties". Accordingly, the Company has elected to measure investment property at their previous GAAP carrying value.

**Disclosure as required by IND AS 101 First time adoption of Indian Accounting standards**

PARTICULARS	31st March 2016	GAAP Difference	31st March 2016	31st March 2015	GAAP Difference	1st April 2015
	IGAAP		IND AS	IGAAP		IND AS
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>ASSETS</b>						
<b>(1) Non Current Assets</b>						
<b>(a) Property, Plant and Equipment</b>						
Building (refer note 1)	8,451,998	8,451,998	-	8,896,842	8,896,842	-
<b>(b) Investment Property</b>						
Building (refer note 1)	-	(8,451,998)	8,451,998	-	(8,896,842)	8,896,842
<b>(c) Financial Assets</b>						
(i) Investment (refer note 2)	215,570	(814,030)	1,029,600	215,570	(1,482,230)	1,697,800
(ii) Loans	9,162,676	462,676	8,700,000	11,662,613	62,613	11,600,000
(iii) Other Financial Assets	-	(383,097)	383,097	-	(34,901)	34,901
<b>(2) Current Assets</b>						
<b>(a) Financial Assets</b>						
(i) Investments	1,065,498	(0)	1,065,498	50,919	-	50,919
(ii) Trade Receivables	396,349	(0)	396,349	1,853,377	-	1,853,377
(iii) Cash and Cash Equivalents	22,314,606	(0)	22,314,606	680,407	-	680,407
(iv) Current Tax Assets(Net)	-	(428,362)	428,362	-	(28,299)	28,299
(v) Other Current Assets	787,921	348,784	439,138	898,325	587	897,738
	<b>42,394,618</b>	<b>(814,030)</b>	<b>43,208,648</b>	<b>24,258,053</b>	<b>(1,482,230)</b>	<b>25,740,283</b>
<b>EQUITY AND LIABILITIES</b>						
<b>EQUITY</b>						
<b>(a) Equity Share Capital</b>	20,000,000	-	20,000,000	20,000,000	-	20,000,000
<b>(b) Other Equity (refer note 2)</b>	(2,671,982)	(759,324)	(1,912,657)	(2,564,707)	(1,281,576)	(1,283,131)
<b>Total Equity</b>	<b>17,328,018</b>	<b>-</b>	<b>18,087,343</b>	<b>17,435,293</b>	<b>-</b>	<b>18,716,869</b>
<b>LIABILITIES</b>						
<b>(1) Non Current Liabilities</b>						
<b>(a) Financial Liabilities</b>						
(i) Other Financial Liabilities	5,000,000	-	5,000,000	5,000,000	-	5,000,000
<b>(b) Deferred Tax Liability (Refer Note 2)</b>	-	(54,706)	54,706	-	(200,654)	200,654
<b>(2) Current Liabilities</b>						
<b>(a) Financial Liabilities</b>						
Borrowings	19,503,825	-	19,503,825	-	-	-
Trade Payable	-	-	-	-	-	-
Other Financial Liabilities	-	(470,226)	470,226	-	-	-
<b>(b) Other Current Liabilities</b>	523,974	470,226	53,748	1,797,760	-	1,797,760
<b>(c) Provisions</b>	38,800	-	38,800	25,000	-	25,000
	<b>42,394,618</b>	<b>(814,030)</b>	<b>43,208,648</b>	<b>24,258,053</b>	<b>(1,482,230)</b>	<b>25,740,283</b>





**WESTERN SECURITIES LIMITED**

Disclosure as required by IND AS 101 First time adoption of Indian Accounting standards

Particulars	For the Year ended 31st March 2016	GAAP Difference	For the Year ended 31st March 2016
	IGAAP		IND AS
	Rs.	Rs.	Rs.
<b>I REVENUE FROM OPERATIONS</b>			
(a) Other Operating Revenue	2,890,666	-	2,890,666
<b>II OTHER INCOME</b>	1,780,175	-	1,780,175
<b>Total Income (I+II+III)</b>	<b>4,670,841</b>	-	<b>4,670,841</b>
<b>III EXPENSES</b>			
Finance Cost	524,909	-	524,909
Depreciation and Amortization expenses	444,844	-	444,844
Other Expenses	3,325,498	-	3,325,498
<b>Total Expenses (IV)</b>	<b>4,295,251</b>	-	<b>4,295,251</b>
<b>V Profit / (Loss) before exceptional items and Tax</b>	<b>375,591</b>	<b>(0)</b>	<b>375,591</b>
<b>VI Exceptional Items</b>	-		-
<b>VII Profit Before Tax(IV - V)</b>	<b>375,591</b>	<b>(0)</b>	<b>375,591</b>
<b>VIII TAX EXPENSE</b>			
(a) Current Tax	452,000	-	452,000
(b) Add: Excess / (Short) Provision of Earlier years written back / (Off)	30,864	-	30,864
<b>IX Profit(Loss) for the year from the continuing operations</b>	<b>(107,273)</b>	<b>(0)</b>	<b>(107,273)</b>
<b>X Profit / (Loss) for the year from the discontinuing operations</b>	-		-
<b>XI Tax Expense from discontinuing operations</b>	-		-
<b>XII Profit / (Loss) for the year from the discontinuing operations</b>	-		-
<b>XIII PROFIT FOR THE YEAR</b>	<b>(107,273)</b>	<b>(0)</b>	<b>(107,273)</b>
Other Comprehensive Income (Refer Note 2)			
(a) Items not to be reclassified subsequently to profit or loss			
- Re-measurement gains on equity instruments	-	668,200	(668,200)
- Income tax effect	-	(145,948)	145,948
(b) Items to be reclassified subsequently to profit or loss			
Other comprehensive income for the year, net of tax (B)			
Total comprehensive income for the year, net of tax (A+B)	-	<b>522,252</b>	(522,252)
Earning per Share (Basic & Diluted) (Face Value of Rs. 10/- per Share)	<b>(0.05)</b>		<b>(0.05)</b>

**Notes to first time adoptions**

**1 Investment property**

Under the previous GAAP, investment properties were presented as part of fixed assets. Under Ind AS, investment properties are required to be separately presented on the face of the balance sheet. There is no impact on the total equity or profit as a result of this adjustment.

**2 Investment in Equity**

In respect of equity investments (other than for investment in subsidiaries and associates) which are not held for trading, the Company has made an irrevocable election to present subsequent changes in the fair value of such instruments in OCI. Such an election is made by the Company on an instrument by instrument basis at the time of transition for existing equity instruments/ initial recognition for new equity instruments.



**WESTERN SECURITIES LIMITED**

**Notes to Accounts**

**Note 3 Investment Property**

Particulars	Investment Property
	Building
<b>Gross block</b>	
As at 1 April 2014	23,576,444
Additions	-
Deductions/ disposals	-
<b>As at 31 March 2015</b>	<b>23,576,444</b>
Additions	-
Deductions/ disposals	-
<b>As at 31 March 2016</b>	<b>23,576,444</b>
Additions	-
Deductions/ disposals	-
<b>As at 31 March 2017</b>	<b>23,576,444</b>
<b>Accumulated depreciation / amortisation and impairment losses</b>	
Balance as at 1 April 2014	14,211,346
Depreciation/ amortisation charge	468,256
Accumulated depreciation/ amortisation on disposals	-
<b>As at 31 March 2015</b>	<b>14,679,602</b>
Balance as at 1 April 2015	14,679,602
Depreciation/ amortisation charge	444,844
Accumulated depreciation/ amortisation on disposals	-
<b>Balance as at 31 March 2016</b>	<b>15,124,446</b>
Depreciation/ amortisation charge	422,600
Accumulated depreciation/ amortisation on disposals	-
<b>As at 31 March 2017</b>	<b>15,547,046</b>
<b>Net block</b>	
As at 31 March 2015	8,896,842
As at 31 March 2016	8,451,998
As at 31 March 2017	8,029,398

**Information regarding income and expenditure of Investment Property**

	31st March 2017 Rs.	31st March 2016 Rs.
Rental Income derived from investment property	600,000	600,000
Direct operating Expenses (including repairs and maintenance) generating rental income	(810,364)	(1,063,733)
Profit arising from investment properties before depreciation and indirect expenses	(210,364)	(463,733)
Less : Depreciation	(422,600)	(444,844)
Profit arising from investment properties before indirect expenses	(632,964)	(908,577)

i The Fair Value of the Land as at the Balance Sheet date is Rs. 13,35,58,050/-

ii Estimation of fair value

The fair value of investment properties have been determined by taking reckoner value. The main inputs used are the rates based on comparable transactions and industry data. The resulting fair value estimates for investment property are included in level 3.





**Western Securities Limited**

**Notes Forming Part of Financial Statements As On 31st March, 2017**

(All amounts are in INR Rupees, unless stated otherwise)

**Note No. 12 - Financial Instrument**

**Financial instruments by Category**

Particulars	As at 31.03.2017	As at 31.03.2016	As at 01.04.2015
<b>Financial Assets</b>			
<b>At Amortised Cost</b>			
Loans	14,720,751	8,700,000	11,600,000
Other Financial Assets	436,214	822,235	932,639
Trade Receivables	374,850	396,349	1,853,377
Cash and Cash Equivalents	523,231	22,314,606	680,407
<b>At Fair Value through Profit &amp; Loss</b>	<b>1,116,266</b>	<b>1,065,498</b>	<b>50,919</b>
<b>Total of Financial Assets</b>	<b><u>17,171,312</u></b>	<b><u>33,298,688</u></b>	<b><u>15,117,342</u></b>
<b>Financial Liabilities</b>			
<b>At Amortised Cost</b>			
Borrowings - Inter corporate deposit	-	19,503,825	-
Trade Payables	1,965,684	-	-
<b>Total of Financial Liabilities</b>	<b><u>1,965,684</u></b>	<b><u>19,503,825</u></b>	<b><u>-</u></b>

**Fair Value Hierarchy :**

**Fair value hierarchy - Assets and liabilities which are measured at amortised cost for which fair values are disclosed**

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy described as follows, based on the lowest level input that is significant to the fair value measurement as a whole. All financial instruments fall under the category of Level 3

**Recognised fair value measurements**

Level 1: Quoted (unadjusted) price is active market for identical assets or liabilities.

Level 2: Valuation technique for which the lowest level input that has a significant effect on the fair value measurement are observed, either directly or indirectly.

Level 3: Valuation technique for which the lowest level input has a significant effect on the fair value measurement is not based on observable market data.

**Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include:

- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

**Financial risk management**

The companies activities exposes it to market risk, liquidity risk and credit risk.

This note explains the source of risk which the entity is exposed to and how the entity is manage the risk.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents.	Aging analysis Credit ratings	Diversification of bank
Market risk — foreign exchange	-	-	-
Market risk — interest	-	-	-
Liquidity risk	Borrowings, Trade Payables and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing

The Company's risk management is carried out under policies approved by board of directors. The Management of the Company provides written principles for overall risk management, as well as policies covering specific areas, such as interest rate risk, and credit risk, use of derivative financial instrument and non-derivative financial instrument, and investments of excess liquidity.



**(a) Credit Risk**

The company is exposed to credit risk, which is the risk that counterparty will default on its contractual obligation resulting in a financial loss to the company. Credit risk arises from cash and cash equivalents, financial assets carried at amortised cost. Credit risk on cash balances with Bank are limited because the counterparties are entities with acceptable credit ratings.

**(b) Liquidity Risk**

The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The company has no outstanding bank borrowings. The company believes that the working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

**Maturities of financial liabilities**

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

**As At March-2017**

	Borrowings	Non Current Financial Liability	Other Financial Liabilities	Other Current Liabilities
<b>Non-derivatives</b>				
Within 1 Year	-	-	1,965,684	246,361
One to 5 Years	-	-	-	-
More Than 5 Years	-	5,000,000	-	-
<b>Total</b>	-	<b>5,000,000.00</b>	<b>1,965,684</b>	<b>246,361</b>

**As At March-2016**

	Borrowings	Non Current Financial Liability	Other Financial Liabilities	Other Current Liabilities
<b>Non-derivatives</b>				
Within 1 Year	19,503,825	-	470,226	92,548
One to 5 Years	-	-	-	-
More Than 5 Years	-	5,000,000	-	-
<b>Total</b>	<b>19,503,825.00</b>	<b>5,000,000</b>	<b>470,226</b>	<b>92,548</b>



## WESTERN SECURITIES LIMITED

## Notes to Accounts

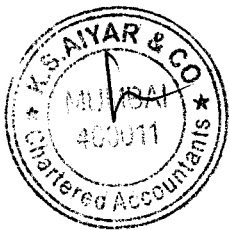
PARTICULARS	As At		As At	
	31st MARCH 2017	31st MARCH 2016	31st MARCH 2016	1st April 2015
	Rs.	Rs.	Rs.	Rs.
<b>Note No. - 13</b>				
<b>SHARE CAPITAL :</b>				
<u>Authorised Capital</u>				
20,00,000 (P.Y. 20,00,000) Equity Shares of Rs. 10/- each	20,00,000	20,00,000	20,00,000	20,00,000
600 (P.Y. 600) 2% Redeemable Non-cumulative Preference Shares of Rs. 100/- each	60,000	60,000	60,000	60,000
	<b>20,060,000</b>	<b>20,060,000</b>	<b>20,060,000</b>	<b>20,060,000</b>
<u>Issued, Subscribed &amp; Paid-up Capital</u>				
20,00,000 (P.Y. 20,00,000) Equity Shares of Rs. 10/- each fully paid up	20,00,000	20,00,000	20,00,000	20,00,000
	<b>20,00,000</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>20,00,000</b>
Reconciliation of shares outstanding at the beginning and at the end of the reporting period.				
Equity shares :				
No of shares outstanding at the Beginning of the year :	Qty	2,000,000	2,000,000	2,000,000
	Value	20,000,000	20,000,000	20,000,000
Add : Share issued and allotted during the year	Qty	-	-	-
	Value	-	-	-
No of shares outstanding at the End of the year :	Qty	2,000,000	2,000,000	2,000,000
	Value	20,000,000	20,000,000	20,000,000
Terms / Rights attached to shares :				
<u>Equity shares</u>				
Shares held by Holding Company :				
Hindustan Construction Company Limited	Qty	1,957,400	1,957,400	1,957,400
Share Holding of more than 5% :				
Hindustan Construction Company Limited	% Held	97.875	97.875	97.875
	No of Shares	1,957,400	1,957,400	1,957,400
<b>Note No. - 14</b>				
<b>OTHER FINANCIAL LIABILITIES</b>				
Security Deposit from Hindustan Constrction Co Limited		5,000,000	5,000,000	5,000,000
Other Liabilities		-	-	-
		<b>5,000,000</b>	<b>5,000,000</b>	<b>5,000,000</b>
<b>Note No. - 15</b>				
<b>Deferred Tax Liability</b>				
Deferred Tax related to items recognised in OCI during the year :				
Unrealised (Gain) / Loss on FVTOCI financial assets		259,326	54,706	200,654
		<b>259,326</b>	<b>54,706</b>	<b>200,654</b>
<b>Note No. - 16</b>				
<b>Borrowings</b>				
ICD from Highbar Technologies Limited		-	1,275,000	-
ICD from NJJV		-	18,228,825	-
		-	19,503,825	-
<b>Note No. - 17</b>				
<b>Trade Payable</b>				
Hewlett Packard Enterprise India Pvt Ltd		1,965,684	-	-
		<b>1,965,684</b>	-	-
<b>Note No. - 18</b>				
<b>OTHER FINANCIAL LIABILITIES</b>				
Interest on ICD from Highbar Technologies Limited		-	65,779	-
Interest on ICD from NJJV		-	404,447	-
		-	470,226	-
<b>Note No. - 19</b>				
<b>OTHER CURRENT LIABILITIES</b>				
HCC Real Estate		-	-	1,637,760
Statutory dues		199,999	53,748	160,000
Others		7,362	-	-
		<b>207,361</b>	<b>53,748</b>	<b>1,797,760</b>
<b>Note No. - 20</b>				
<b>SHORT TERM PROVISIONS</b>				
Audit Fees		25,000	25,000	25,000
Other professional Fees		14,000	13,800	-
		<b>39,000</b>	<b>38,800</b>	<b>25,000</b>



**WESTERN SECURITIES LIMITED**

**Notes to Accounts**

PARTICULARS	For the year ended on	For the year ended on
	31st MARCH 2017	31st MARCH 2016
	Rs.	Rs.
<b>Note No. - 21</b>		
<b>OTHER OPERATING REVENUE</b>		
Risk management fees/Consultancy Charges for Equity		
Restructuring & Due diligence / strategic advisory	3,187,917	2,890,666
	<b>3,187,917</b>	<b>2,890,666</b>
<b>Note No. - 22</b>		
<b>OTHER INCOME</b>		
Interest on Inter Corporate Deposit	1,561,365	865,127
Interest on Fixed Deposit	28,849	163,480
Rent Received	600,000	600,000
Dividend from Mutual Fund	50,768	151,569
	<b>2,240,982</b>	<b>1,780,175</b>
<b>Note No. - 23</b>		
<b><u>FINANCE COST</u></b>		
Interest on Inter Corporate Deposit taken	495,973	524,909
Finance Charges	3,286	-
	<b>499,259</b>	<b>524,909</b>
<b>Note No. - 24</b>		
<b>OTHER EXPENSES</b>		
Insurance	3,164	2,841
Printing and Stationery, Postage, Telephone etc.	-	360
General Expenses	3,878	1,964
Consultancy Charges	1,771,493	2,229,100
<b><u>Auditors Remuneration</u></b>		
Audit Fees	25,250	25,000
Rates and Taxes	137,507	136,255
Repairs and maintenance - Building	675,357	929,978
	<b>2,616,649</b>	<b>3,325,498</b>



## Western Securities Limited

## Note No 25 Related Party Disclosures

No.	Name of the Company	Country of Incorporation	Relationship
1	Hindustan Construction Company	India	Holding Company
2	Highbar Technologies Limited	India	Fellow Subsidiary
3	HCC Real Estate Limited	India	Fellow Subsidiary
4	Lavasa Corporation Limited	India	Fellow Subsidiary
	<b>Joint Venture</b>		
1	Nathpa Jhakri Joint Venture	India	(HCC-40% NJJV 60%)

## Transactions with Related Parties i.e. Parent Company &amp; Fellow Subsidiary and Other Related Parties.

(Amount in Rs.)

	Particulars of Transaction	Fellow Subsidiary		Holding Company	
		2016-17	2015-16	2016-17	2015-16
a.	Rent (Hindustan Construction Co. Limited)	-	-	600,000	600,000
b.	Rendering of services (Hindustan Construction Co. Limited)	-	-	1,750,000	2,500,000
c.	Deposit against Lease Premises( Hindutan Construction Co. Limited)	-	-	5,000,000	5,000,000
d.	Inter Corporate Deposit given ( Hindustan construction Co Limited)	-	-	11,200,000	8,700,000
e.	Inter Corporate Deposit given ( Lavasa Corporation Limited)	2,500,000	-	-	-
f.	Inter Corporate Deposit given ( Highbar Technocrat Limited)	1,020,751	-	-	-
g.	Inter Corporate Deposit taken ( Highbar Technologies Limited)	-	1,275,000	-	-
h.	Inter Corporate Deposit taken ( NJJV)	-	19,000,000	-	-
i.	Inter Corporate Deposit repaid ( NJJV)	(18,949,178)	(771,175)	-	-
j.	Int on Inter Corporate Deposit taken ( Highbar Technologies Limited)	-	65,779	-	-
k.	Int on Inter Corporate Deposit taken ( NJJV)	315,906	404,447	-	-
l.	Int on Inter Corporate Deposit given ( Highbar Technocrat Limited)	10,382	65,779	-	-
m.	Int on Inter Corporate Deposit given ( Hindustan construction Co Limited)	-	-	1,251,884	428,190
n.	Int on Inter Corporate Deposit given ( Lavasa Corporation Limited)	268,150	-	-	-
o.	Int on Inter Corporate Deposit given ( HCC Real Estate Limited)	-	389,361	-	-

**Note no. 26** The Micro Small and Medium enterprises, to whom the amount outstanding for more than 30 days is Nil. The information has been compiled to the extent they could be identified as small scale and ancillary undertakings on the basis of information available with the Company & relied upon by the auditors.

**Note no. 27 Earnings per Share**

Sr No.	Particulars	2016-17	2015-16
i.	Net Profit /(Loss) as per Statement of Profit & Loss Account available for Equity Shareholders (Rupees)	1,050,393	(107,274)
ii.	No. of Shares of Equity Shares for EPS Computation	2,000,000	2,000,000
iii.	EPS (Basic & Diluted) (Rupees) (Face Value `10/- per Share)	0.53	(0.05)

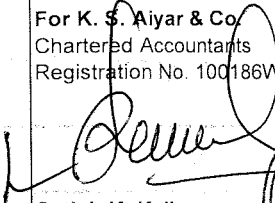


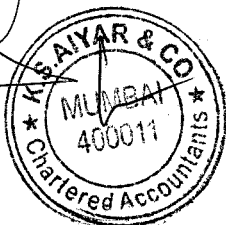


- Note no. 28** There are no items having timing differences, therefore deferred tax asset / liability is not recognised.
- Note no. 29** During the year, there are no employees on payroll; hence disclosures under Ind AS 19 "Employee Benefits" are not applicable.
- Note no. 30** There are no reportable contingent liabilities as on Balance Sheet Date.
- Note no. 31** Previous year's figures have been regrouped / recast, wherever necessary.

As per our report of even date

For K. S. Aiyar & Co.  
Chartered Accountants  
Registration No. 100186W

  
Satish K. Kelkar  
Partner  
M. No. 38934



For Western Securities Limited

  
Ajit Gulabchand Director

  
Ram P. Gandhi Director

  
D.M. Savur Director

PLACE : Mumbai  
DATED : 25th April 2017

PLACE : Mumbai  
DATED : 25th April 2017