

**KONARK (INDIA) LIMITED**  
CIN No. L67120WB1982PLC035036

Registered office:  
16, India Exchange Place  
Kolkata - 700001  
Phone : 2230 3571/72  
Email Id : [office@blpasari.com](mailto:office@blpasari.com)  
Website: [www.konarkindia.co.in](http://www.konarkindia.co.in)

Date: 20.11.2018

The Secretary  
The Calcutta Stock Exchange Limited  
Corporate Relationship Dept,  
7, Lyons Range  
Kolkata 700001

Script Code: 021156

**Sub: Listing Compliances with respect to Regulation 34 of the SEBI Listing Regulations, 2015 (LODR)**

Dear Sir,

Please find enclosed the copy of Annual Reports for the year ended 31<sup>st</sup> March, 2017 along with Form A pursuant to the provisions of Regulation 34 of the SEBI Listing Regulations, 2015 (LODR).

Thanking you,

Yours Faithfully,

For KONARK (INDIA) LIMITED

  
Director

KONARK (NDIA) LIMITED  
CIN: L67120WB1982PLC035036

16, INDIA EXCHANGE PLACE, KOLKATA – 700 001

Email Id: office@blpasari.com

Phone No.: 2230 3571/3572

NOTICE

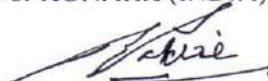
NOTICE is hereby given that the Thirty-fourth Annual General Meeting of the members of the KONARK (INDIA) LIMITED will be held at its Registered Office at 16, India Exchange Place, Kolkata – 700 001 on Monday the 25<sup>th</sup> September, 2017 at 11.00 AM to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Financial Statement for the year ending 31<sup>st</sup> March, 2017 and the reports of Directors and Auditors thereon and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution.
2. To appoint a Director in place of Sri Surendra Kumar Pasari (DIN: 00375814), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration.

“ RESOLVED that pursuant to the provisions of Section 139, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications or re-enactment theron), M/s. H.B. & Associates, Chartered Accountants (Firm Registration No.322716E) be and is hereby appointed as Statutory Auditors of the Company to hold office for 5(Five) years from the conclusion of thirty fourth Annual General Meeting subject to ratification at every Annual General Meeting at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

By Order of the Board  
For KONARK (INDIA) LIMITED



(BIJAY KUMAR PASARI)  
Director  
(DIN: 00370637)

Dated: 28<sup>th</sup> June, 2017

**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTES IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL, ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Proxies to be effective, should be deposited at the Registered office of the Company not later than 48 hours before the Commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company will be closed from 20<sup>th</sup> September, 2017 to 25<sup>th</sup> September, 2017 (both days inclusive)

**KONARK (INDIA) LIMITED**  
**CIN: L67120WB1982PLC035036**  
**16, INDIA EXCHANGE PLACE, KOLKATA - 700 001**

**DIRECTORS' REPORT**

**TO THE SHAREHOLDERS:**

Your Directors have pleasure in presenting the Annual Report with the audited statement of Accounts of the Company for the year ended 31<sup>st</sup> March 2017.

**1. FINANCIAL REPORT:**

(Amount in Rs.)

Particulars	2016-17	2015-16
Gross Income	13,44,553	8,09,449
Profit after depreciation	5,73,184	(57,68,016)
Provision for income tax	-	20,570
Transfer to RBI Fund	1,14,162	-
Short provision of Income tax	2,374	22,706
Balance brought forward	(40,26,312)	17,84,980
Balance Carried to Balance Sheet	(35,69,644)	(40,26,312)

**2. GENERAL REVIEW**

During the year 2016-17 interest income was Rs 3,42,066.00 as against Rs 1,46,544.00 in the previous year.

**3. DIVIDEND**

In order to conserve the resources your Directors do not recommend any dividend for the year.

**4. RESERVES**

The amount of Rs.1,14,162.00 has been transferred to RBI Reserve Fund during the year.

**5. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT**

Details of loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 are given in the notes to financial statement.

**6. DIRECTORS & KEY MANAGERIAL PERSONNEL**

Sri Surendra Kumar Pasari retires by rotation and being eligible offer himself for re-appointment.

The Company has received necessary declaration from Independent Director that she meets the criteria of independence as prescribed under section 149 (6) of Companies Act, 2013 and listing agreement.

**7. BOARD EVALUATION**

The Company has devised a policy of performance evaluation of Independent Directors, Board, Committee and other Individual Directors. The overall performance of Board and its Committees was found satisfactory.

**8. MEETINGS**

During the year the 7(Seven) Board Meetings were held on 28.04.2016, 27.06.2016, 29.06.2016, 11.08.2016, 28.10.2016, 06.12.2016 and 06.03.2017.

9. DIRECTORS' RESPONSIBILITY STATEMENT UNDER SECTION 134 (3) (c)

Pursuant to Section 134 (3) (c) of the Companies Act, 2013 the Directors Confirm that –

- a) In the preparation of the Annual Accounts, the accounting standards had been followed along with proper explanation relating to material departures.
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- c) The directors had taken proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis and
- e) The directors had laid down internal financial controls to be followed by the Company and that such internal financial control are adequate and were operating effectively.
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

10. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO ETC.

- A) Conservation of Energy: The Company's operations are not energy intensive and involve low energy consumption.
- B) Technology Absorption: The Company's operation does not require any kind of special technology and there is no expenditure on research and development.
- C) Foreign exchange earnings and out go : The Company has no foreign exchange earnings and outgo.

11. CORPORATE SOCIAL RESPONSIBILITY

The provisions are not applicable, so no disclosure is required.

## **12. SECRETARIAL AUDIT REPORT**

The Secretarial Audit Report as required under section 204(1) of the Companies Act, 2013 issued by Mrs. Nisha Nahata a Practicing Company secretaries is attached herewith, which forms part of this report. (Annexure A) The secretarial audit report does not contain any qualification, reservation or adverse remarks.

## **13. LISTING:**

The company is listed only with the Calcutta Stock Exchange Ltd.

## **14. AUDITORS (Appointment)**

In view of the provisions of Section 139 of the Companies Act, 2013 read with Rule 5 of Companies (Audit and Auditors) Rules, 2014 the retiring auditors M/s. Salarpuria & Partners can no more continue as the auditors. The Board upon the advice of Audit Committee wishes to recommend the appointment M/s. H.B. & Associates, Chartered Accountants (FRN: 322716E) as Statutory Auditors for a period of five years from the conclusion of this Annual General Meeting.

## **15. AUDITORS REPORT:**

The Auditors' Report read with notes to the financial statements is self explanatory and does not call for any further explanations.

## **16. Internal Auditor:**

M/s. B.K. Choraria & Co., Chartered Accountants (FRN: 325964E) were appointed as Internal Auditors pursuant to the Provisions of Section 138 of Companies Act, 2013.

## **17. EXTRACT OF ANNUAL RETURN**

The Extracts of Annual Return in Form No.MGT-9 as required under Section 92 of the Companies Act, 2013 for the financial year March, 31, 2017 is attached forming part of this Director's report as (Annexure B).

## **18. RELATED PARTY TRANSACTION**

The related party transactions during the year under review made by the Company as referred to in sub-section 1 of section 188 entered by the Company are disclosed in notes 16(3)(B) to the financial statement as on 31.03.2017.

## **19. PARTICULARS OF EMPLOYEE**

Pursuant to the Company's (Appointment & Remuneration of Managerial Personnel) Rules, 2014, there is no employee drawing remuneration more than the prescribed limit. None of the Directors received any remuneration or sitting fees during the year.

## **20. AUDIT COMMITTEE:**

The Audit Committee is duly constituted by the Company.

## **21. VIGIL MECHANISM**

In pursuant to the provisions of section 177 (9) and (10) of the Company's Act 2013 a vigil mechanism policy for Directors and Employees to report genuine Concerns has been established.

## **22. NOMINATION AND REMUNERATION COMMITTEE:**

The Nomination and Remuneration Committee is duly constituted by the Company.

## **23. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has adopted a policy for prevention of Sexual Harassment of Women at Workplace. During the year Company has not received any complaint of harassment.

## **24. RISK MANAGEMENT**

The Company does not have any risk management policy as the element of risk threatening its existence is very minimal.

## **25. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENT**

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation were observed.

## 26. GENERAL DISCLOSURE

Your Directors states that no disclosure or reporting is required in respect of the following matters :

1. Details relating to deposit covered under chapter V of the Act.
2. Issue of Equity Shares with differential rights.
3. Issue of shares (Including Sweat Equity shares) to employees under any scheme.
4. The Company has no subsidiary, joint venture or associate.
5. No significant or material orders were passed by the Regulators or Courts or Tribunals which impacts the going concern status and Company's operation in future.
6. There is no change in the nature of Company's business.
7. No material change and commitment affecting the financial position of the Company has occurred between the date of financial statement and Board's report.

## 27. APPRECIATION

The Directors place on record their sincere thanks to all concerned for their continued support.

The Directors appreciate and acknowledge the understanding and support received by the company from its employees and shareholders

On behalf of the Board  
For Konark (India) Limited



(Bijay Kumar Pasari)  
Director  
(DIN: 00370637)



(Surendra Kumar Pasari)  
Director  
(DIN: 00375814)

Dated: 28<sup>th</sup> June, 2017

# Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31<sup>st</sup>  
March, 2017

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

## **I. REGISTRATION AND OTHER DETAILS:**

i.	CIN	L67120WB1982PLC035036
ii.	Registration Date	01/07/1982
iii.	Name of the Company	KONARK(INDIA) LTD
iv.	Category/Sub-Category of the Company	Public Company Limited by shares
v.	Address of the Registered office and contact details	16, India Exchange Place, Kolkata 700 001 033-22303571/72
vi.	Whether listed company	YES
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	None

## **II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Investment in shares and advance of loan	66190	100 %

## **III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

**NONE**

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

i) **Category-wise Share Holding**

<b>e) Venture Capital Funds</b>									
<b>f) Insurance Companies</b>									
<b>g) FIIs</b>									
<b>h) Foreign Venture Capital Funds</b>									
<b>i) Others (specify) Sub-total (B)(1)</b>	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>2. Non Institutions</b>									
a) Bodies Corp.									
(i) Indian	NIL	228500	228500	30.70	NIL	228500	228500	30.70	NIL
(ii) Overseas									
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	34000	34000	4.57	NIL	34000	34000	4.57	NIL
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	152000	152000	20.43	NIL	122000	122000	16.39	4.03
Others(Specify)									
<b>Sub-total(B)(2)</b>	NIL	414500	414500	55.70	NIL	384500	384500	51.67	4.03
Total Public Shareholding (B)=(B)(1)+(B)(2)	NIL	414500	414500	55.70	NIL	384500	384500	51.67	4.03
C.Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>Grand Total (A+B+C)</b>	NIL	744210	744210	100	NIL	744210	744210	100	NIL

***ii) Share holding of Promoters :***

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Sajan Kr Pasari	203100	27.29	0	203100	27.29	0	0
2.	Bhagirath Pasari	30000	4.03	0	30000	4.03	0	0
3.	C.K.Pasari	95800	12.87	0	95800	12.87	0	0
4.	Bijay Kr. Pasari	10	0.00	0	10	0.00	0	0
5.	Surendra Kr Pasari	800	0.11	0	800	0.11	0	0
6.	Yashwant Pasari	Nil	Nil	0	30000	4.03	0	4.03
<b>TOTAL</b>		<b>329710</b>	<b>44.30</b>	<b>0</b>	<b>359710</b>	<b>48.33</b>	<b>0</b>	<b>4.03</b>

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

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	329710	44.30	329710	44.30
	10/11/2016 Increase	30000	4.03	359710	48.33
	At the End of the year	359710	48.33	359710	48.33

***(iv) Shareholding Pattern of top ten Shareholders (other than Directors Promoters & Holders GDR & ADRs)***

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year				
1	Hemlata Pasari	62000	8.33	62000	8.33
2	Arcus Estates Pvt Ltd	40000	5.37	40000	5.37
3	West Wing Estates Pvt Ltd	40000	5.37	40000	5.37
4	Pegasus Infra Estates Pvt Ltd	38700	5.20	38700	5.20
5	Radhika Traders & Investors Ltd	37100	4.99	37100	4.99
6	I.A. Property Developers Pvt Ltd	32700	4.39	32700	4.39
7	Indu Devi Pasari	24100	2.88	24100	2.88
8	Shradha Pasari	20000	2.69	20000	2.69
9	Sushila Devi Pasari	20000	2.69	20000	2.69
10	Abhay Pasari	10000	1.34	10000	1.34

(v) Shareholding of Directors KMP

Sl. No	For Each of the Directors and KMP	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	Bijay Kumar Pasari At the beginning of the year At the end of the year	10 10	0.001 0.001	10 10	0.001 0.001
2	Surendra Kumar Pasari At the beginning of the year At the end of the year	800 800	0.011 0.011	800 800	0.011 0.011
3	Sneh Kanoi At the beginning of the year At the end of the year	NIL NIL	0.00 0.00	NIL NIL	0.00 0.00

## **V INDEBTEDNESS : NIL**

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

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

## **VI.REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**NIL**

### **A. Remuneration to Managing Director, Whole-time Directors and/or Manager**

<b>Sl. No.</b>	<b>Particulars of Remuneration</b>	<b>Name of MD/WTD/ Manager</b>					<b>Total Amount</b>
1.	Gross salary (a)Salary as per provisions						

	<p>contained in section 17(1) of the Income-tax Act, 1961</p> <p>(b) Value of perquisites u/s 17(2) Income-tax Act, 1961</p> <p>(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961</p>					
2.	Stock Option					
3.	Sweat Equity					
4.	Commission - as % of profit - others, specify...					
5.	Others, please specify					
6.	Total (A)					
	Ceiling as per the Act					

**B. Remuneration to other directors: *NIL***

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
	<u>Independent Directors</u> - Fee for attending board committee meetings - Commission - Others, please specify					
	<b>Total(1)</b>					
	<u>Other Non-Executive Directors</u> - Fee for attending board committee meetings - Commission - Others, please specify					
	<b>Total(2)</b>					
	<b>Total(B) = (1+2)</b>					
	<b>Total Managerial Remuneration</b>					
	<b>Over all Ceiling as per the Act</b>					

**C Remuneration to Key Managerial Personnel Other than  
MD/Manager/WTD : NIL**

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961  (b)Value of perquisites u/s17(2)Income-tax Act,1961  (c)Profits in lieu of salary under section 17(3) Income-tax Act,1961				
2.	Stock Option				
3.	Sweat Equity				
4.	Commission - as %of profit -others, specify...				
5.	Others, please specify				
6.	Total				

**VII. PENALTIES/PUNISHMENT/COMPOUNDINGOFOFFENCES: NIL**

Type	Section of the compan ies Act	Brief descripti on	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/C ourt]	Appeal made. If any(give details)
<b>A. Company</b>					
Penalty					
Punishment					
Compounding					
<b>B. Directors</b>					
Penalty					
Punishment					
Compounding					
<b>C. Other Officers In Default</b>					
Penalty					
Punishment					
Compounding					

To,  
The Board of Directors

KONARK (INDIA) LTD

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by KONARK (INDIA) LTD (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon. Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period ended on 31/03/2017, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by KONARK (INDIA) LTD ("The Company") for the period ended on 31/03/2017 according to the provisions of:
2.
  - I. The Companies Act, 2013 (the Act) and the Rules made thereunder;
  - II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
  - III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - IV. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
    - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
    - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
    - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
    - e. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
    - f. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
    - g. the Company has complied with the requirements under the Equity Listing Agreements entered into with CALCUTTA STOCK EXCHANGE subject to the following:
      - (a) The company instead of quarterly results only publishes half yearly results and
    - h. The Memorandum and Articles of Association.



V. RBI ACT 1934, Rules pertaining to and applicable to NBFC except for the compliance related to NET WORTH, the management is trying to achieve the 200 Lakhs networth requirement.

I have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with the Calcutta Stock Exchange.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc mentioned above.

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- Committees as per the provisions of Companies Act, 2013 and SEBI are duly constituted during the period under review.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place : Kolkata  
Date : 28/06/2017



*Nisha Nahata*  
NISHA NAHATA  
Acs No. 26540  
CP No. 9624



# **Salarpuria & Partners**

CHARTERED ACCOUNTANTS

7, C. R. AVENUE, KOLKATA - 700 072

Phone : 2237 5400 / 5401, 4014 5400 - 5410

website : [www.salarpuriabajodia.com](http://www.salarpuriabajodia.com)

e-mail : [salarpuria.jajodia@rediffmail.com](mailto:salarpuria.jajodia@rediffmail.com)

[office@salarpuriabajodia.com](mailto:office@salarpuriabajodia.com)

Branches at New Delhi & Bangalore

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KONARK (INDIA) LIMITED**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **KONARK (INDIA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 the Company's Directors, as well as evaluating the overall presentation of the financial statements.





# **Salarpuria & Partners**

CHARTERED ACCOUNTANTS

7, C. R. AVENUE, KOLKATA - 700 072

Phone : 2237 5400 / 5401, 4014 5400 - 5410

website : [www.salarpuriajajodia.com](http://www.salarpuriajajodia.com)

e-mail : [salarpuria.jajodia@rediffmail.com](mailto:salarpuria.jajodia@rediffmail.com)

[office@salarpuriajajodia.com](mailto:office@salarpuriajajodia.com)

Branches at New Delhi & Bangalore

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 31st March, 2017, and its PROFIT and its 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" 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 Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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".





## **Salarpuria & Partners**

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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 has disclosed the impact of pending litigations on its financial position in its financial statement- Refer Clause 5 of Note 14 to the financial statement.
- ii) The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.
- iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note No.14(8).

For SALARPURIA & PARTNERS

Chartered Accountants

Firm ICAI Reg. No.302113E

Sarvesh Kumar Singh

Chartered Accountant

Membership No.-069367

Place: Kolkata Partner

Dated : 28-06-2017





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## ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" of our Report of even date)

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that:

- i. a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
c) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no immovable properties held in the name of the company. Hence comment on paragraph i (c) of the said Order is not required.
- ii. There is no inventory during the year. So Clause 3(ii) of the said order is not applicable to the Company.
- iii. According to the information and explanations given to us, the Company has granted Unsecured loan of ₹ 700,000/- during the year to a party covered in the register maintained under section 189 of the Companies Act, 2013. Maximum balance is ₹ 3,457,859/- & outstanding balance is ₹ 3,457,859/-.
  - a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the Firm 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 Parties listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
  - c) There are no overdue amounts in respect of the loan granted to a Firm listed in the register maintained under section 189 of the Act.
- iv. In our opinion and according to information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, with respect to the loans, guarantee, security and investment made, wherever applicable.
- v. According to the information and explanations given to us, there is no such deposits, taken by the Company, for which directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, are required to be complied with.





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- vi. According to the records of the Company, maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company. Therefore, comment on paragraph 3(vi) of the Order is not applicable.
- vii. a) According to the information and explanation given to us and the relevant records of the Company, it has been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other Statutory Dues as applicable with the appropriate authorities and there is no statutory dues outstanding as at 31.03.2017 for a period of more than six months from the date they became payable.  
b) On the basis of information and explanations given to us, there are no disputed amount in respect of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty and Value Added Tax which were in arrears as at 31st March 2017.
- viii. The Company does not have any loans or borrowings from any financial institutions, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or term loans during the year. Accordingly, comment on paragraph 3(ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its Officer or Employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, no managerial remuneration has been paid or provided by the Company. Accordingly Paragraph 3(xi) of the said Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanation given to us and based on our examination of the record of the Company, transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable and such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanation given to us and based on our examination of the record of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence comment on paragraph 3(xiv) of the Order is not applicable.





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- xv. According to the information and explanation given to us, the Company has not entered into any non-cash transaction with directors or persons connected with him. Accordingly paragraph 3(xv) of the Order is not applicable.
- xvi. The Company has obtained Registration under Section 45-IA of Reserve Bank of India Act, 1934. Based on the terms of the assets and income patterns of the Company as on 31.03.2017, the Company is continuing to be engaged in the business of Non Banking Financial Institution, as the principal business criteria is satisfied for the Company to be treated as Non Banking Financial Company i.e. total income from financial assets is more than 50% of its gross income for the financial year 2016-2017 on total financial assets are more than 50% of its total assets as at 31.03.2017. However, the Company fails to achieve the prescribed level of Net Owned Fund of ₹ 200/- lakhs before April 1, 2017.

For SALARPURIA & PARTNERS

Chartered Accountants

Firm ICAI Reg. No.302113E

Sarvesh Kumar Singh

Chartered Accountant

Membership No.-069367

Place: Kolkata Partner

Dated : 28-06-2017





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## ANNEXURE 'B' TO THE INDEPENDENT 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")**

(Referred to Paragraph 2(f) of Report on Other Legal and Regulatory Requirements of our Report of even date).

We have audited the internal financial controls over financial reporting of **KONARK (INDIA) LIMITED** ("the Company") as of 31st 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

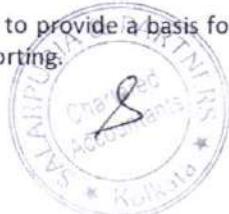
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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





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## Meaning of Internal Financial Controls over Financial Reporting

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

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over 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 31st 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 SALARPURIA & PARTNERS

Chartered Accountants

Firm ICAI Reg. No.302113E

Sarvesh Kumar Singh

Chartered Accountant  
Membership No -069367

Place: Kolkata Partner

Dated : 28-06-2017



**KONARK (INDIA) LIMITED**

CIN - L67120WB1982PLC035036

BALANCE SHEET AS AT 31ST MARCH, 2017

EQUITY AND LIABILITIES :	Note No.	As At 31.03.2017 ₹	As At 31.03.2016 ₹
<b>SHAREHOLDERS' FUNDS :</b>			
Share Capital	2	7,442,100	7,442,100
Reserves and Surplus	3	(2,824,121)	(3,394,931)
		<u>4,617,979</u>	<u>4,047,169</u>
(A)			
<b>CURRENT LIABILITIES :</b>			
Other Current Liabilities	4	20,125	45,340
Short Term Provisions	5	5,897,300	5,910,644
		<u>5,917,425</u>	<u>5,955,984</u>
(B)			
<b>Total (A+B)</b>		<b>10,535,404</b>	<b>10,003,153</b>

ASSETS :	Note No.	As At 31.03.2017 ₹	As At 31.03.2016 ₹
<b>NON CURRENT ASSETS :</b>			
<i>Fixed Assets</i>			
Tangible Assets	6	1,438	1,438
Non Current Investments	7	901,117	966,117
		<u>902,555</u>	<u>967,555</u>
(A)			
<b>CURRENT ASSETS :</b>			
Cash and Bank Balances	8	74,648	124,489
Short Term Loans and Advances	9	9,558,201	8,911,109
		<u>9,632,849</u>	<u>9,035,598</u>
(B)			
<b>Total (A+B)</b>		<b>10,535,404</b>	<b>10,003,153</b>

Significant Accounting Policies

1

Notes on Accounts

14

The accompanying notes are an integral part of the Financial Statement

As per our report of even date annexed.

For SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

Sarvesh Kumar Singh

*Singh*

Chartered Accountant  
Membership No. 069367

Place : Kolkata

Date : 28/06/2017



For KONARK (INDIA) LIMITED

*Patra*  
Director

For KONARK (INDIA) LIMITED

*Patra*  
Director

**KONARK (INDIA) LIMITED**

CIN - L67120WB1982PLC035036

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

Particulars	Note No.	For the Year Ended 31.03.2017	For the Year Ended 31.03.2016
I. Revenue from Operations	10	1,344,505	809,449
II. Other Income	11	48	-
<b>Total Revenue (I)</b>		<b>1,344,553</b>	<b>809,449</b>
III. Expenses :			
Employee Benefits Expense	12	474,896	397,789
Other Expenses	13	296,473	6,179,676
<b>Total Expenses (III)</b>		<b>771,369</b>	<b>6,577,465</b>
IV. Profit/(Loss) before Tax (II-III)		573,184	(5,768,016)
V. Tax Expense:			
Current Tax (MAT)		105,810	20,570
Less : MAT Credit Entitlement		(105,810)	-
Income Tax for earlier year		2,374	22,706
<b>Total Tax Expense (V)</b>		<b>2,374</b>	<b>43,276</b>
VI. Profit/(Loss) after Tax (IV-V)		<b>570,810</b>	<b>(5,811,292)</b>
VII. Earnings Per Equity Share (Basic/Diluted) of ₹ 10/- each.	14(3)	0.77	(7.81)

Significant Accounting Policies

1

Notes on Accounts

14

The accompanying notes are an integral part of the Financial Statement

As per our report of even date annexed.

For SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

FIRM ICAI REG. NO.302113E

Sarvesh Kumar Singh

Chartered Accountant  
Membership No. 069367  
Partner

Place : Kolkata

Date : 28/06/2017

For KONARK (INDIA) LIMITED

Director.

For KONARK (INDIA) LIMITED

Director.



**KONARK (INDIA) LIMITED**

CIN - L67120WB1982PLC035036

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

Particulars	For the Year Ended 31.03.2017 ₹	For the Year Ended 31.03.2016 ₹
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before Tax	573,184	(5,768,016)
<u>Adjustment for:</u>		
Provision for Doubtful Assets	-	5,888,655
Provision for Contingent Assets Written Back	(13,344)	3,354
Interest on IT Refund	(48)	
Dividend Received	-	(16,052)
Profit on Sale of Shares	(975,000)	(646,853)
<b>Operating Profit before Working Capital Changes</b>	<b>(415,208)</b>	<b>(538,912)</b>
<b>Movements In Working Capital :</b>		
Increase/(Decrease) in Other Current Liabilities	(25,215)	28,396
Decrease/(Increase) in Short - Term Loans and Advances	(556,969)	(1,404,521)
Decrease/(Increase) in Other Current Assets	-	-
<b>Cash generated from operations/(used in) Operations</b>	<b>(997,392)</b>	<b>(1,915,037)</b>
Direct Taxes Paid (Net)	(92,497)	(177,964)
<b>Net Cash from Operating Activities (A)</b>	<b>(1,089,889)</b>	<b>(2,093,001)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Sale of Investment	1,040,000	2,145,353
Interest on IT Refund	48	
Dividend Received	-	16,052
<b>Net Cash from Investing Activities (B)</b>	<b>1,040,048</b>	<b>2,161,405</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
<b>Net Cash from Financing Activities ( C )</b>		
Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	(49,841)	68,404
Cash and Cash Equivalents At The Beginning Of The Period	124,489	56,085
<b>Cash and Cash Equivalents At The End Of The Period</b>	<b>74,648</b>	<b>124,489</b>

For KONARK (INDIA) LIMITED

Director.

For KONARK (INDIA) LIMITED

Director



**KONARK (INDIA) LIMITED**

CIN - L67120WB1982PLC035036

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017**

COMPONENTS OF CASH & CASH EQUIVALENTS	As at	As at
	31.03.2017 ₹	31.03.2016 ₹
<b>Bank Balances</b>		
On Current Account	47,350	80,780
<b>Cash On Hand</b>	27,298	43,709
	<u>74,648</u>	<u>124,489</u>

Note:

- Previous year's figures have been regrouped / recasted wherever necessary.
- The above cash flow has been prepared under "Indirect Method" as prescribed under Accounting Standard 3 notified in Companies (Accounts) Rules, 2014.

For SALARPURIA &amp; PARTNERS

CHARTERED ACCOUNTANTS

FIRM ICAI REG. NO.302113E

Sarvesh Kumar Singh

Chartered Accountant  
Membership No.-069367

Partner

Place : Kolkata

Date : 28/06/2017

For KONARK (INDIA) LIMITED

  
Director.

For KONARK (INDIA) LIMITED

  
Director.

**KONARK (INDIA) LIMITED****NOTES 1****SIGNIFICANT ACCOUNTING POLICIES****I. Basis of Accounting:**

The financial statements are prepared on the basis of going concern and as per applicable Indian accounting Standards and are based on the accrual basis of accounting.

**II. Property, Plant & Equipment**

(a) Property, plant & equipment are carried at cost, less accumulated depreciation and accumulated impairment losses. Direct costs are capitalized until such assets are ready for use. Capital work-in-progress comprises the cost of fixed assets that are not ready for their intended use at the reporting date.

(b) Property, plant and equipment includes spare parts, stand-by equipment and servicing equipment which are expected to be used for a period more than twelve months and meets the recognition criteria of plant, property and equipment.

(c) Depreciation - Depreciation on property, plant and equipment is provided to the extent of depreciable amount on pro-rata basis over the useful life of respective assets as prescribed under Schedule-II to the Companies Act, 2013 on straight line method.

Addition to an asset, is depreciated over the remaining useful life of that asset, except when such addition retains a separate identity and is capable of being used after the asset is disposed of, such additions are depreciated independently over its own useful life.

Depreciable value of fixed asset is its cost of acquisition as reduced by residual value of five percent of the cost of acquisition of the asset.

**III. Investments:**

Long Term Investments are stated at cost. However, provision for diminution in value is made to recognise decline that are 'other than temporary' in value of the Investments.

**IV. Recognition of Income and Expenditure:**

Accounts are prepared on accrual basis except dividend income which is accounted on receipt basis.

**V. Employment Benefits:**

The undiscounted amount of Short Term employee benefits expected to be paid in exchange for the services rendered by employee is recognized during the period when employee render the service. The benefits include Salary, Wages, short-Term compensatory absences and bonus.

**VI. Taxes on Income:**

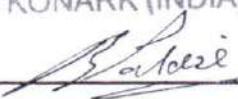
Tax expense comprises of current, deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted substantively at the Balance Sheet date. Deferred Tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**VII. Contingent Liabilities and Provisions**

Contingent Liabilities are disclosed after a careful evaluation of facts and legal aspects of the matter involved. Provisions are recognised when the company has a legal/constructive obligation and on management discretion, as a result of a past event, for which it is probable that a cash outflow may be required and a reliable estimate can be made for the amount of the obligation. Contingent assets are neither recognised nor disclosed by way of note.

For KONARK (INDIA) LIMITED



DIRECTOR

For KONARK (INDIA) LIMITED



**KONARK (INDIA) LIMITED**

Notes to Financial Statements As At 31.03.2017

NOTE 2 SHARE CAPITAL	As At 31.03.2017 ₹	As At 31.03.2016 ₹
<b>Equity Shares :</b>		
<b>Authorised Shares :</b> 10,00,000 (10,00,000), Shares of ₹ 10/- each.	<u>10,00,000</u> <u>10,00,000</u>	<u>10,00,000</u> <u>10,00,000</u>
<b>Issued,Subscribed &amp; Paid-up Shares :</b> 7,44,210 (7,44,210) Equity Shares of ₹ 10/- each fully paid up.	<u>7,442,100</u>	<u>7,442,100</u>
<b>Total</b>	<u>7,442,100</u>	<u>7,442,100</u>

a. Reconciliation of shares outstanding at the beginning & at the end of the reporting period

Equity Shares :	Nos.	As At 31.03.2017 ₹	Nos.	As At 31.03.2016 ₹
<b>Equity Shares :</b>				
At the beginning of the period	744,210	7,442,100	744,210	7,442,100
Issued during the period	-	-	-	-
Outstanding at the end of the period	<u>744,210</u>	<u>7,442,100</u>	<u>744,210</u>	<u>7,442,100</u>

b. Details of Shareholders Holding more than 5% Shares in the Company

Particulars	Nos.	As At 31.03.2017 % Holding	Nos.	As At 31.03.2016 % Holding
<b>Equity Shares of ₹ 10/- each.</b>				
M/s. Radhika Exports Ltd.	40,000	5.37	40,000	5.37
Chandra Kant Pasari.	95,800	12.87	95,800	12.87
Sajan Kumar Pasari	203,100	27.29	203,100	27.29
Hemlata Pasari	62,000	8.33	62,000	8.33
M/s. Arcus Estates Pvt. Ltd.	40,000	5.37	40,000	5.37
M/s. Pegasus Infra Estates Pvt. Ltd..	38,700	5.20	38,700	5.20
M/s. Westwing Estates Pvt. Ltd.	40,000	5.37	40,000	5.37

c. Rights Preferences and restrictions attached to shares

The company has one class of Equity Shares issued having a par value of ₹ 10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to approval of the shareholders at the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.

d. No Shares reserved for issue under options and contract/commitments for the sale of Shares/ disinvestment, including the terms and amounts.

For KONARK (INDIA) LIMITED

Director

For KONARK (INDIA) LIMITED



**KONARK (INDIA) LIMITED**

Notes to Financial Statements As At 31.03.2017

NOTE 3 RESERVES & SURPLUS	As At	
	31.03.2017 ₹	31.03.2016 ₹
<b>a) RBI Reserve :</b>		
Opening Balance	631,381	631,381
Addition	114,162	-
Deduction	-	-
Closing Balance	745,543	631,381
<b>b) Surplus/Deficit in Statement of Profit &amp; Loss :</b>		
Opening Balance	(4,026,312)	1,784,980
Profit/(Loss) during the year	570,810	(5,811,292)
Transfer to RBI Reserve Fund	(114,162)	-
Closing Balance	(3,569,664)	(4,026,312)
<b>Total</b>	<b>(2,824,121)</b>	<b>(3,394,931)</b>

NOTE 4 OTHER CURRENT LIABILITIES	As At	
	31.03.2017 ₹	31.03.2016 ₹
Other Payables	20,125	45,340
<b>Total</b>	<b>20,125</b>	<b>45,340</b>

NOTE 5 SHORT TERM PROVISIONS	As At	
	31.03.2017 ₹	31.03.2016 ₹
Others		
Provision for Doubtful Assets (Refer Note No.14(5))	5,888,655	5,888,655
Contingency Provision against Standard Assets	8,645	21,989
<b>Total</b>	<b>5,897,300</b>	<b>5,910,644</b>

For KONARK (INDIA) LIMITED

Director.

For KONARK (INDIA) LIMITED

Director.



**KONARK (INDIA) LIMITED**

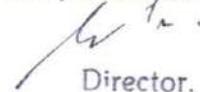
*Notes to Financial Statements As At 31.03.2017*

NOTE 6. FIXED ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Cost As At 01.04.2016	Additions For the Year	Total As At 31.03.2017	As At 01.04.2016	For the year	As At 31.03.2017	As At 31.03.2017	As At 31.03.2016
	₹	₹	₹	₹	₹	₹	₹	₹
<b>Tangible Assets</b>								
Furniture & Fittings	49,411	-	49,411	47,973	-	47,973	1,438	1,438
<b>Total</b>	<b>49,411</b>	<b>-</b>	<b>49,411</b>	<b>47,973</b>	<b>-</b>	<b>47,973</b>	<b>1,438</b>	<b>1,438</b>
Previous Year	49,411	-	49,411	47,973	-	47,973	1,438	1,438

For KONARK (INDIA) LIMITED

  
Director.

For KONARK (INDIA) LIMITED

  
Director.



**KONARK (INDIA) LIMITED**

Notes to Financial Statements As At 31.03.2017

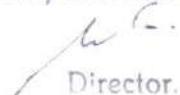
NOTE 7 NON CURRENT INVESTMENTS (AT COST)	Face Value ₹	As At 31.03.2017		As At 31.03.2016		
		No. of Shares/ Units	Value ₹	No. of Shares/ Units	Value ₹	
<b>a) Other Investments (Quoted)</b>						
<b>Investments In Equity Instruments :</b>						
Radhika Traders & Investors Ltd.	10.00	23,200	72,288	23,200	72,288	
Tata Steels Ltd.	10.00	183	27,940	183	27,940	
Radhika Industrial Investments Ltd.	10.00	72,500	227,510	72,500	227,510	
Jaykay Enterprises Ltd.	1.00	2,000	13,080	2,000	13,080	
Eveready Industries Ltd.	5.00	2,437	14,037	2,437	14,037	
Tata Consultancy Services Ltd.	1.00	80	17,000	80	17,000	
J. K. Cement Ltd.	10.00	400	-	400	-	
Mcleod Russel India Ltd.	5.00	2,437	14,037	2,437	14,037	
ESS DEE Aluminium Ltd.	10.00	33	515,225	33	515,225	
<b>Total (A)</b>		<b>103,270</b>	<b>901,117</b>	<b>103,270</b>	<b>901,117</b>	
<b>b) Other Investments (Unquoted)</b>						
<b>Investment In Equity Instruments :</b>						
i) Investments in Other Entities						
I. A. Property Developers Pvt. Ltd.	10.00	260	-	260	-	
I. A. Builders Pvt. Ltd.	10.00	260	-	260	-	
India Automobiles (1960) Ltd.	10.00	-	-	6,500	65,000	
<b>Total (B)</b>		<b>520</b>	<b>-</b>	<b>7,020</b>	<b>65,000</b>	
<b>Total (A+B)</b>		<b>103,790</b>	<b>901,117</b>	<b>110,290</b>	<b>966,117</b>	

	As At 31st March,2017		As At 31st March,2016	
	Cost ₹	Market Value ₹	Cost ₹	Market Value ₹
Aggregate Value of Quoted Investments	901,117	2,061,586	901,117	1,902,138
Aggregate Value of Unquoted Investments	-	-	65,000	N. A.

For KONARK (INDIA) LIMITED

  
Director

For KONARK (INDIA) LIMITED

  
Director.



**KONARK (INDIA) LIMITED**

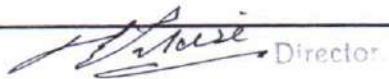
Notes to Financial Statements As At 31.03.2017

NOTE 8 CASH & BANK BALANCES	As At	
	31.03.2017 ₹	31.03.2016 ₹
<b>Cash &amp; Cash Equivalents :</b>		
Balances with Banks :		
On Current Account	47,350	80,780
Cash on Hand	27,298	43,709
<b>Total</b>	<b>74,648</b>	<b>124,489</b>

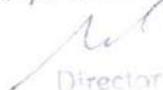
NOTE 9 SHORT TERM LOANS & ADVANCES	As At	
	31.03.2017 ₹	31.03.2016 ₹
Advance Tax [Net of Provision ₹ 105,810/- (P.Y. ₹ 20,570/-)]	90,877	106,564
<b><u>Unsecured, Considered Good</u></b>		
Loan to Related Party	3,457,859	2,906,890
- M/s. Banwari Lall Pasari - Firm		
[including interest accrued thereon ₹ 307,859/- (P.Y. - ₹ 131,890/-)]		
<b><u>Unsecured, Considered Doubtful</u></b>		
Loan to Others (Body Corporate) (considered doubtful)	5,888,655	5,888,655
<b><u>Advances Recoverable in cash or in kind :</u></b>		
Staff Advance	15,000	9,000
Mat Credit Entitlement	105,810	-
<b>Total</b>	<b>9,558,201</b>	<b>8,911,109</b>

NOTE 10 REVENUE FROM OPERATIONS	For the	
	Year Ended 31.03.2017 ₹	Year Ended 31.03.2016 ₹
Interest Received	342,066	146,544
Profit on sale of Long Term Investment	975,000	646,853
Contingent Provision for Standard Assets written back	13,344	-
Divident on Non Current Investment	14,095	16,052
<b>Total</b>	<b>1,344,505</b>	<b>809,449</b>

For KONARK (INDIA) LIMITED

 Director

For KONARK (INDIA) LIMITED

 Director



**KONARK (INDIA) LIMITED**

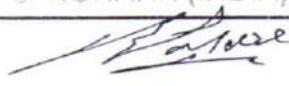
Notes to Financial Statements for the Year Ended 31.03.2017

NOTE 11 OTHER INCOME	For the Year Ended 31.03.2017		For the Year Ended 31.03.2016	
	₹	₹	₹	₹
Interest Received from Income Tax Department	48			
	48			-

NOTE 12 EMPLOYEE BENEFITS EXPENSE	For the Year Ended 31.03.2017		For the Year Ended 31.03.2016	
	₹	₹	₹	₹
Salary, Wages, Bonus	457,451		388,160	
Staff Welfare Expenses	17,445		9,629	
<b>Total</b>	<b>474,896</b>		<b>397,789</b>	

NOTE 13 OTHER EXPENSES	For the Year Ended 31.03.2017		For the Year Ended 31.03.2016	
	₹	₹	₹	₹
Rent	2,760		2,748	
Printing & Stationery	1,396		2,082	
Rates & Taxes	4,350		4,350	
Travelling & Conveyance Expenses	63,795		53,625	
Telephone Expenses	9,683		-	
<b>Payment to Auditors :</b>				
As Auditors	17,250		17,250	
As Other Services	-		3,371	
Legal & Professional Fees	37,749		98,549	
<b>Repairs &amp; Maintenance :-</b>				
To Others	47,070		-	
Advertisement	2,940		2,747	
Listing Fees	28,625		28,090	
Filing Fees	4,800		11,550	
General Charges	75,391		62,741	
Provision for Doubtful Assets	-		5,888,655	
Contingency Provision against Standard Assets	-		3,354	
Bank Charges	664		564	
<b>Total</b>	<b>296,473</b>		<b>6,17,676</b>	

For KONARK (INDIA) LIMITED



Director.

KONARK (INDIA) LIMITED



**KONARK (INDIA) LIMITED**

Notes to Financial Statements As At 31.03.2017

NOTES 14

**NOTES ON ACCOUNTS**

1 Post employment benefits such as Provident Fund are not applicable to the Company.

## 2 Related Party Disclosure:

## A) Name of Related Party and Nature of Relationship

- a) Individuals having Control or Significant Influence over the Company.
  - i) Sajan Kumar Pasari
- b) Enterprises owned or significantly influence by group of individuals or their relatives who have control or significant influence over the company.
- i) M/s. Banwari Lall Pasari (Partnership Firm)
- c) Key Management Personnel
  - i) Bijay Kumar Pasari

## B) Related Party Transactions

Name of Related Party	Nature of Transaction	As at 31.03.2017 (₹)	As at 31.03.2016 (₹)
M/s. Banwari Lall Pasari (Partnership Firm)	Loans & Advances		
	Opening Balance (inclusive of interest)	2,906,890	1,501,369
	Loan Given	700,000	2,000,000
	Loan Refunded	456,890	726,369
	Interest	342,066	146,544
	Closing Balance (Including interest)	3,457,859	2,906,890
	Balance Written Off during the year	NIL	NIL

3 Earnings per Share	31.03.2017	31.03.2016
a) Net Profit/(Loss) After Tax available for Equity Shareholders (₹)	570,810	(5,811,292)
b) Weighted Average Number of Shares	744,210	744,210
c) Earnings Per Share (Basic and diluted) (A/B) (₹)	0.77	(7.81)
d) Nominal Value of Shares (₹)	10	10

## 4 Disclosure for AS 29, "Provisions, Contingent Liabilities and Contingent Assets"

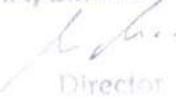
	Provision towards Standard Assets (₹)
Carrying amount - beginning of the year	21,989
Additional provision during the year	-
	21,989
Amounts charged against the provisions	13,344
Carrying amount - end of the year	8,645

For KONARK (INDIA) LIMITED



Director

For KONARK (INDIA) LIMITED



Director



**KONARK (INDIA) LIMITED***Notes to Financial Statements As At 31.03.2017***NOTES 14**

5 In respect of the loan of ₹ 5,888,655/- given to Elder Pharmaceuticals, the party has defaulted in repayment of dues within the stipulated days. Hence, provision for doubtful assets has been created as per the NBFC Prudential Norms, 2015. At present, the Company is instituting legal proceedings against the party in order to recover such sum.

6 None of the sundry creditors are Micro and Small Enterprises under "Micro, Small and Medium Enterprises Development Act, 2006". Hence disclosures relating to amount unpaid etc. are not applicable.

7 As a matter of prudence Deferred Tax Assets as per Accounting Standard 22 (Accounting for Taxes on Income) has not been recognised in the books of accounts.

8 Disclosure of Specified Bank Notes (SBN) held and transacted during the period from 8th of November, 2016 to 30th December, 2016 as per Notification No. G.S.R. 308C dated 30th March, 2017 Ministry of Corporate of Affairs.

	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	20,000.00	818.75	20,818.75
(+) Permitted Receipts	-	119,110.00	119,110.00
(-) Permitted Payments		36,002.00	36,002.00
(-) Amount Deposited in Banks	20,000.00	-	20,000.00
Closing Cash in hand as on 30.12.2016	-	83,926.75	83,926.75

9 The Company has reclassified previous year figures to confirm to this year's classification.

For KONARK (INDIA) LIMITED

Director.

For KONARK (INDIA) LIMITED

Director.





## Salarpuria & Partners

CHARTERED ACCOUNTANTS  
7, C. R. AVENUE, KOLKATA - 700 072  
Phone : 2237 5400 / 5401, 4014 5400 - 5410  
website : [www.salarpuriajajodia.com](http://www.salarpuriajajodia.com)  
e-mail : [salarpuria.jajodia@rediffmail.com](mailto:salarpuria.jajodia@rediffmail.com)  
[office@salarpuriajajodia.com](mailto:office@salarpuriajajodia.com)  
Branches at New Delhi & Bangalore

Auditor's Report to the Board of Directors of KONARK (INDIA) LIMITED.

As required by the "Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016" issued by Reserve Bank of India and we hereby report that :-

1. The Company is engaged in the business of Non-Banking Financial Institution and it has obtained the certificate of Registration No. 05.01101 from the Reserve Bank of India dated 20th of March, 1998.
2. Based on the terms of the assets and income patterns of the company as on 31.03.2017, the company is continuing to be engaged in the business of Non Banking Financial Institution, as the Principal Business criteria is satisfied for the company to be treated as Non-Banking Financial Company i.e. total income from financial assets is more than 50% of its Gross Income for the Financial Year 2016-2017 and total Financial Assets are more than 50% of its Total Assets as at 31.03.2017. However, the Company fails to achieve the prescribed level of Net Owned Fund of ₹ 200/- lakhs before April 1, 2017, therefore, the Company is not eligible to hold a Certificate of Registration Under Section 45IA of the RBI Act, (Refer Point No.3).
3. The Company is not meeting the required Net Owned Fund requirements as laid down in Master Direction Non Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
4. The Board of Directors has passed a resolution in their meeting dated 28.04.2016, for the non-acceptance of any public deposits.
5. The Company has not accepted any public deposits during the relevant year 2016-2017.
6. As per Information and Explanations given to us, the Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it, i.e., Non-Banking Financial Company- Non Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
7. It is not a NBFC Micro Finance Institutions (MFI) as defined in the Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

For Salarpuria & Partners

Chartered Accountants

FIRM ICAI Reg. No.302113E

Sarvesh Kumar Singh

Chartered Accountant  
Membership No.-069367

Place : Kolkata

Date : 28/06/2017



Schedule to the Balance Sheet of non- deposit taking Non-banking Financial company as required in terms of paragraph 18 of Non- banking Financial Non - Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016

(₹ in Lakhs)			
Particulars		Amount Outstanding	Amount Overdue
Liabilities Side :			
(1) Loans and Advances availed by the Non Banking Financial Company Inclusive of interest accrued thereon but not paid:			
(a) Debentures : Secured : Unsecured. (Other than falling within the meaning of Public deposits)*		-	-
(b) Deferred Credits		-	-
(c) Term Loans		-	-
(d) Inter-corporate loans and borrowings		-	-
(e) Commercial Paper		-	-
(f) Public Deposits*		-	-
(g) Other Loans (Specify nature)		-	-
* Please See Note 1 Below			
(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):			
(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 :		Amount Outstanding	
(3) Break-Up of Loans and Advances including bills receivables [Other than those included in (4) below ]:			
(a) Secured			
(b) Unsecured (inclusive of interest receivable)		93.47	
(4) Break-Up of Leased Assets and Stock on hire and other assets 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 have been repossessed		-	
( b) Loans other than (a) above		-	
(5) Break up of Investments :			
Current Investments :			
1	Quoted:		
	( i) Shares :		
	( a) Equity	-	
	( b) Preference	-	
	( ii) Debentures and Bonds	-	
	( iii) Units of Mutual Funds	-	
	( iv) Government Securities	-	
	( v) Others (Please Specify)	-	



	2			
		( i)	<u>Unquoted:</u> Shares : (a) Equity (b) Preference	
		( ii)	Debentures and Bonds	-
		( iii)	Units of Mutual Funds	-
		( iv)	Government Securities	-
		( v)	Others (Please Specify)	-
			<u>Long Term Investments :</u>	
	1		<u>Quoted:</u> ( i) Shares : (a) Equity (b) Preference	9.01
		( ii)	Debentures and Bonds	-
		( iii)	Units of mutual funds	-
		( iv)	Government Securities	-
		( v)	Others (Please specify)	-
	2		<u>Unquoted :</u> ( i) Shares : (a) Equity (b) Preference	-
		( ii)	Debentures and Bonds	-
		( iii)	Units of mutual funds	-
		( iv)	Government Securities	-
		( v)	Others (Please specify)	-

(6) Borrower group-wise classification of assets financed as in (3) and (4) above:

Please See Note 2 Below

Category	Amount net of provisions		
	Secured	Unsecured	Total
1 Related Parties**	-	34.58	34.58
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2 Other than related parties	-	-	-
Total	-	34.58	34.58

8

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

Please See Note 3 Below

Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)
1 Related Parties**		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2 Other than related parties	20.62	9.01
<b>Total</b>	<b>20.62</b>	<b>9.01</b>

Note: The shares for which the market value/break up value is not available has been taken as Re.1/- per share and in case of Negative Net Worth, for those the market value/break up value/fair value has been taken as Re.1 per share.

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

(8) Other Information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related Parties	-
(b) Other than Related Parties	58.89
(ii) Net Non-Performing Assets	
(a) Related Parties	-
(b) Other than Related Parties	-
(iii) Assets acquired in satisfaction of debt	-

Notes :

- As defined in point xix of paragraph 3 of Chapter - 2 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions
- 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 shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

