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ANNUAL REPORT 2016

StockHolding Advantage

- ❖ Bouquet of Products
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- ❖ Credible Brand Association

BOARD OF STOCKHOLDING



Malay Mukherjee
Non-Executive Chairman



P. H. Kutumbe
Director



Sudhir Garg
Director



M. V. Nair
Independent Director



M. S. Sundara Rajan
Independent Director



Prakash P. Mallya
Independent Director



C. M. Dixit
Independent Director



Gautam Sen
Independent Director



B. Baburao
Director



Segar Sampathkumar
Director



Jaya Balachandram
Independent Director



Ramesh N.G.S.
Managing Director & CEO

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MISSION STATEMENT

“To be a world-class technology driven and client focused market leader in financial and technical services”

BOARD OF DIRECTORS (AS ON JULY 28, 2016)

Malay Mukherjee

Chairman (Non-Executive)

Prakash P. Mallya

P. H. Kutumbe

Sudhir Garg

M. S. Sundara Rajan

M. V. Nair

C. M. Dixit

Gautam Sen

B. Baburao

Segar Sampathkumar

Jaya Balachandran

Ramesh NGS

Managing Director & CEO

Shashikant L. Nayak

AVP & Company Secretary

Statutory Auditors

M/s. Chaturvedi & Shah, Chartered Accountants, Mumbai

Internal Auditors at Registered Office

M/s. Shah Gupta & Co., Chartered Accountants, Mumbai

Main Operations Office :

SHCIL House

P-51, TTC Industrial Area,

Mahape, Navi Mumbai 400 710.

Tel: 022-61778100-09

Registered Office:

301, Centre Point,

Dr. Babasaheb Ambedkar Road,

Parel, Mumbai 400 012.

Tel: 022-61779400-09,

CIN No. U67190MH1986GOI040506

Web: www.stockholding.com

PERFORMANCE HIGHLIGHTS (ON STANDALONE BASIS)

₹ in crore

	2015-16	2014-15	2013-14
Earnings:			
Income from Operations	230	236	219
Interest & Dividend Income	58	59	44
Other Income	5	6	9
Total Income	293	301	272
Expenses:			
Operating Expenses	226	202	186
Interest & Financial Charges	1	2	1
Profit before Depreciation	66	97	85
Depreciation	14	22	20
Profit before Tax and Exceptional Item	52	75	65
Exceptional Item	16	13	0
Profit before Tax	68	88	65
Provision for Tax	11	23	18
Provision for Deferred Tax	5	-1	-1
Adjustment for previous years	-	-	-
Profit after Tax	52	66	48
Assets Employed:			
Net Fixed Assets	129	118	118
Other Non-Current Assets and Long-term Loans & Advances	540	459	393
Other Current Assets and Short term loans and advances	411	429	416
Non-Current Liabilities and provisions	54	53	49
Current Liabilities and provisions	419	379	352
Total Assets	607	574	526
Financed by:			
Share Capital	21	21	21
Reserves & Surplus	586	553	505
Secured loans	-	-	-
Total Funds	607	574	526
Key Indicators			
EPS (₹)	25	31	23
Dividend (%)	75	65	50
Networth	607	574	526
Book Value per Share (₹)	288	273	250

DIRECTORS' REPORT

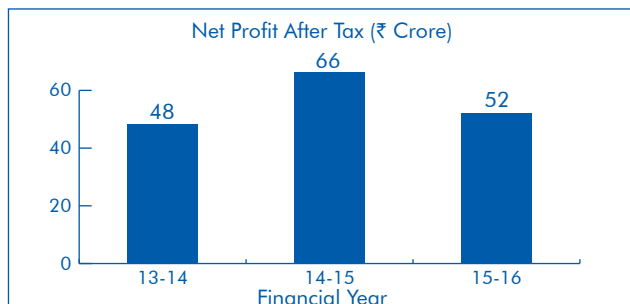
Your Directors are pleased to present the twenty ninth Annual Report of your Corporation along with the Audited Statement of Accounts for the financial year ended March 31, 2016.

FINANCIAL PERFORMANCE

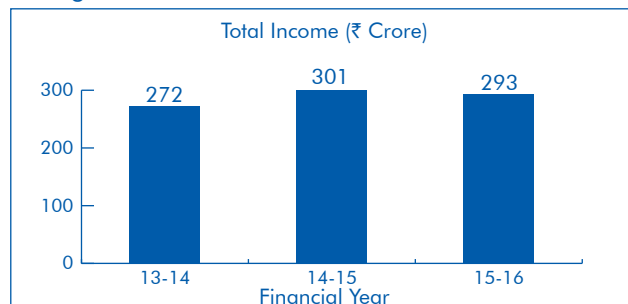
During the year, your Corporation earned Profit after Tax (PAT) of ₹ 52 crore as against PAT of ₹ 66 crore in 2014-15. The Board of Directors has approved the appropriation of net profit as given below.

Particulars		
	(₹ in crore)	
	March 31, 2016	March 31, 2015
Profit before Depreciation	66	97
Depreciation	14	22
Profit before Tax and Exceptional Item	52	75
Exceptional Item	16	13
Profit before Tax	68	88
Provision for tax	11	23
Provision for Deferred Tax	5	-1
Profit after Tax	52	66
Surplus Brought Forward	404	362
Profit available for Appropriation	456	428
Adjustment for carrying amount of the assets whose remaining useful life is nil	-	1
Interim Dividend at ₹ 3.00 per share	6	6
Proposed Final Dividend at ₹ 4.50 per share	10	7
Tax on Dividend	3	3
Transferred to General Reserves	5	7
Surplus Carried Forward	432	404

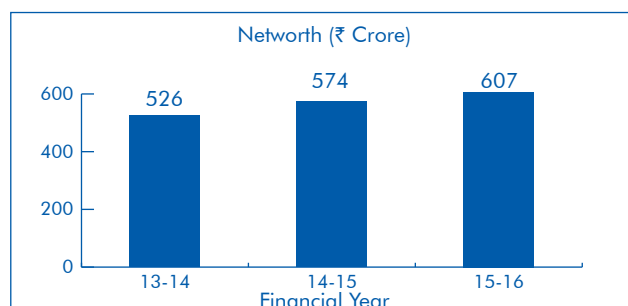
Your Corporation recorded a net profit of ₹ 52 crore during 2015-16



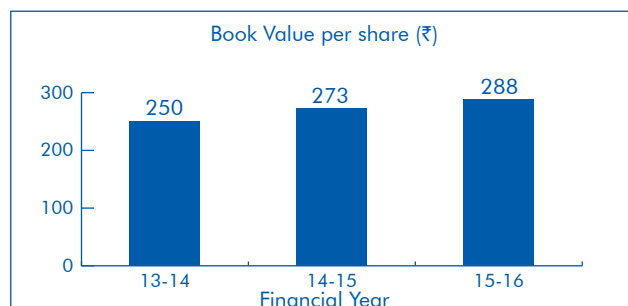
Your Corporation recorded total income of ₹ 293 crore during 2015-16



Net worth as on March 31, 2016 increased to ₹ 607 Crore



Book value per share increased to ₹ 288 as on March 31, 2016



Dividend

The Board of Directors are pleased to recommend for approval of the shareholders a final dividend of ₹ 4.50 per equity share (45%) for the financial year 2015-16. Total dividend for the year together with interim dividend of ₹ 3.00 per equity share paid earlier would be ₹ 7.50 per share (75%) for the financial year 2015-16. This dividend shall be subject to dividend distribution tax to be paid by your Corporation.

Transfer to Reserves

Your Corporation has transferred ₹ 5 crore to the General Reserves during the financial year 2015-16.

Economic and capital market developments

The U.S. economy is currently emerging from a period of considerable turmoil. A mix of factors, including low interest rates, widespread mortgage lending, excessive risk taking in the financial sector, high consumer indebtedness and lax government regulation, led to a major recession that began in 2007. The U.S. government intervened by using USD 700 billion to purchase troubled mortgage-related assets and propping up large floundering corporations in order to stabilize the financial system. It also introduced a stimulus package worth USD 831 billion to be spent across the following 10 years to boost the economy.

The economy has been recovering slowly yet unevenly since the depths of the recession in 2009. The economy has received further support through expansionary monetary policies. This includes not only holding interest rates at the lower end, but also the unconventional practice of the government buying huge amounts of financial assets to increase the money supply and hold down long term interest rates—a practice known as “quantitative easing”.

On the flip side, the World Bank expects the U.S. economy to grow 1.9 percent in 2016, down from 2.4 percent in 2015. The downgrade for the United States reflects a weak first quarter; growth from January through March reached a negligible 0.8 percent annual rate. U.S. manufacturers have been especially hurt by a strong dollar, which has made their goods more expensive overseas.

On the domestic front, India’s growth momentum is expected to be underpinned by private consumption, which had benefited from lower energy prices and higher real income. As per IMF, weak exports and sluggish credit growth will weigh on the economy. India remains on a strong recovery path, with GDP growth projected to be 7.3 per cent in 2015-16 and 7.5 per cent in 2016-17, largely driven by private consumption even as weak exports and sluggish credit growth weigh on the economy. An incipient recovery of private investment, accompanied by higher levels of public infrastructure investment and government measures to re-ignite investment projects is expected to help broaden the recovery.

Growth in India is underpinned by robust domestic demand. In the near term, consumption spending continues to benefit from low oil prices and modest inflation rates, although these effects will wane in the medium term. An accommodative monetary stance, public investments in infrastructure, and progress on

the structural reform agenda should support growth. On the external front, volatility in financial markets led to large capital outflows during the financial year 2015-16. Lower remittance inflows could dampen consumption spending and the growth outlook. Domestic risks include slower-than-expected progress in structural reform, vulnerabilities in bank and corporate balance sheets and fiscal challenges.

The WPI based inflation turned positive after a gap of 17 months, rising 0.34 per cent year-on-year in April 2016 against -0.85 per cent in March 2016, as food and manufactured items turned dearer while deflation in fuel products narrowed sharply. Indian Rupee which witnessed considerable volatility during the year closed at ₹ 66.22 against USD after depreciating 5.82% during 2015-16. The Indian capital market witnessed a fall of 9.35% during FY16 as BSE Sensex fell from 27,955 to 25,342. NSE Nifty also registered a fall of 8.79%, while gradually falling from 8,484 to 7,738 during the year. The market witnessed a net outflow of FII funds to the extent of ₹18,175 crore. Combined turnover of the cash segment of both the exchanges (i.e. BSE and NSE) fell by 4.00% during the year, while the combined turnover of the derivative segment witnessed a fall of 8.78%.

Operations Review

Your Corporation continued to offer services as Custodian of Securities, Depository Participant, Sub-broking, Professional Clearing Member, e-stamping, distribution of various third party products, loan products and bullion.

Your Corporation as a part of its strategy to service Foreign Investors has entered into various strategic tie-ups / understanding with various professional entities. Your Corporation had also participated in a roundtable discussion organised by a leading world-wide publication “Regulation Asia” in Hongkong.

Your Corporation has been honoured with Skoch BSE Award for the Best Custodian – Business Excellence. Even as intense competition in the domestic business continues, your Corporation in its endeavour to offer a wider basket of services as a custodian, has added international securities services for investors investing in securities of countries outside India. This service would be of use to investors such as Mutual Funds, Corporate, Family Offices, High Net worth investors and Foreign Investors etc.

Your Corporation was successively awarded as star performer in the category of Highest Asset Value

and Top Performer in active accounts by NSDL. Your Corporation received three awards from PFRDA in recognition of its efforts in business development, improvement in service parameters and brand building. Your Corporation was awarded prizes in Best Point of Presence (POP)-All Citizen award, Best POP NPS Corporate and Best POP NPS Private Sector. Your Corporation has been awarded 'The Brand Leadership Award' at the My FM stars of the Industry Awards for Excellence in Finance, Banking, Insurance and Financial Services on February 20, 2016. The business in depository participant and sub-broking was subdued in 2015-16 owing to net outflows by FIIs and also due to various social, political and economic factors in the country. In the last year to push sales and to have massive acquisitions in DP and Broking business your Corporation has created exclusive sales channel, Feet on Street (FOS) and going forward this channel will give push to acquisitions and in improving market share.



StockHolding was awarded "Best Custodian-Business Excellence" at SKOCH BSE Awards function. Shri Ramesh NGS - MD & CEO and Shri L. Viswanathan - EVP & CFO receiving the award from Shri Rajeev Kumar Agarwal (Whole Time Member, SEBI), Shri Ashishkumar Chauhan (MD & CEO - BSE) and Shri Sameer Kochar (Chairman, SKOCH Group).

In e-stamping, your Corporation launched its services in the Union Territory of Chandigarh and the State of Orissa. With this, your Corporation has presence in 18 States / Union Territories for e-stamping services. Your Corporation got e-registration mandate from the State of Punjab. The facility for the generation of e-registration receipts online has been implemented fully in the State of Punjab. During the period, e-court fees was launched in the State of Chhattisgarh and

agreement has been executed for e-court fees with the State of Uttar Pradesh.



Launch of e-stamping in the State of Odisha by Shri Debi Prasad Mishra, Hon'ble Cabinet Minister, School and Mass Education (at the Podium). Shri Bijayashree Routray, Hon'ble Minister, Revenue and Disaster Management, Shri Akhila Bihari Ota, IAS, Revenue Divisional Commissioner, Dr. Mona Sharma, IAS, Principal Secretary, Department of Revenue and Disaster Management, Shri U.N. Mallick, IAS, IGR, Shri Nirmal Chandra Mishra, IAS, Collector and Sri Chandika Prasad Mohanty, Director Of Treasury (from left to right). Also present at the occasion Shri R.H.Mewawala, EVP & COO, StockHolding.

Information Technology

Your Corporation works in a highly computerized environment. Your Corporation has in house capability to address all Information Technology (IT) needs in terms of software development and maintenance, back office processing, database administration and network requirements. IT being the backbone, your Corporation has made significant investment in state of the art technologies to facilitate the business and to minimize the risk from automated operations. Your Corporation has a Tier III Data Center at Mahape – Navi Mumbai with modern and latest technology.

Human Wealth Development & Training

The Corporation recognises that its workforce is fundamental to its success and has strived to attract and retain staff of the highest calibre. A strategic and professional approach to recruitment is essential for this. The Corporation has tried to create the best talent pool by recruiting quality manpower at entry and middle levels and has added 247 employees in FY 2015-16 to its manpower strength. A robust induction programme was conducted for all these new recruits.

The Human Wealth Development Department strives to recognise and develop the potential of its employees for organisational growth. As a part of this initiative, 167 employees were elevated to higher grades, recognising their performance while encouraging them to augment business growth.



Participants at the induction training program organised for New recruits at SHCIL Learning and Development Centre (SLDC), Mahape.

In keeping with the Corporation's practice to recognise and reward good performance, 33 employees were nominated as Star Performers during the year.

As part of employee engagement, an interactive online communiqué 'Namaste' is circulated to all employees, welcoming new recruits, recognising star performers, sharing events, product promotions, achievements and a knowledge centre. Employees are encouraged to contribute poems, photographs and personal milestones for publication in the communiqué.

In order to enhance the learning curve of employees, training programmes were conducted on topics such as Product Innovation for product teams and Ind-AS for employees in the Finance Department. In continuation with the performance enhancement programmes under slogan of "Good to Great", all the employees of Front Office and Back Office were covered under this programme. Sessions were also conducted on "Presenting a Professional Image" aimed at appropriate grooming and behaviour at the work place. Outbound experiential learning programmes were conducted for top performers for performance excellence. Apart from internal training programmes, officers were nominated to external programmes/conferences for better exposure to industry practices in areas such as IT, Finance, Mutual Fund summits, Insurance summits organised by Financial Institutions/Training Institutes of repute. The Corporation has also strived to ensure that the employees acquire the necessary regulatory and compliance certifications conducted by NISM, BSE, NSE, AMFI, etc.

Investment Advisory Services

Investment Advisory Services department provides various periodical reports and other reports like Fixed Maturity Plan (FMP) (on a daily basis), Company one

paper (fundamental and technical), Tax free bonds and Non Convertible Debenture (NCD) (on demand). Most of our Research Reports are available on SHCIL Intranet for easy access by employees.

Subsidiary Companies

Your Corporation has two wholly owned subsidiaries, namely, SHCIL Services Limited (SSL) and StockHolding Document Management Services Limited (SDMS) (formerly known as SHCIL Projects Limited). SSL is a member of BSE, NSE and MSEI. Your Corporation is a sub-broker of SSL. SDMS is in the business of digitization and document management services. Pursuant to provisions of Section 129 (3) of the Companies Act, 2013, a statement containing salient features of the financial statement of your Corporation's subsidiaries in Form AOC-1 is attached to the financial statements. Pursuant to Section 136 of the Act, separate audited accounts of the subsidiaries are also available on the website of your Corporation.

Details to be reported u/s 134 (3)(ca) of the Companies Act, 2013

As required u/s 134 (3)(ca) of the Companies Act, 2013, no material fraud by the Corporation or on the Corporation by its officers or employees has been noticed or reported during the year except fraud done by some employees at Udaipur branch amounting to ₹ 55 lakh. Your Corporation is taking necessary corrective/remedial measures including pursuing with its insurance company for settlement of a claim filed.

Directors Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(5) of the Companies Act, 2013:

- a) that in the preparation of the annual financial statements for the year ended March 31, 2016, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Corporation as at March 31, 2016 and of the profit of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting

records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Corporation and for preventing and detecting fraud and other irregularities;

- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f) that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

Directors and Key Managerial Personnel (KMP)

Shri Malay Mukherjee is the Non-Executive Chairman of your Corporation. Your Corporation has 12 Directors which includes six Independent Directors of which one is a Woman Director. All the Independent Directors have given declarations that they meet the criteria of Independence as laid down under Section 149 of the Companies Act, 2013.

Shri Malay Mukherjee, Non-Executive Chairman and Shri Sudhir Garg, Director will retire at the ensuing Annual General Meeting (AGM) and being eligible offer themselves for reappointment.

Shri Ramesh N.G.S. – MD & CEO, Shri L. Viswanathan – EVP & CFO, Shri R. H. Mewawala – EVP & COO and Shri Shashikant L. Nayak – AVP & Company Secretary are Key Managerial Personnel of the Corporation.

Number of meetings of the Board

Regular meetings of the Board and its committees are held to discuss and decide on various business policies, strategies, etc.

During the year, seven Board Meetings were convened and held. The intervening gap between the meetings are within the period prescribed under the Companies Act, 2013. The details of meetings of the Board and various Committees of the Board are given in the Corporate Governance Report.

Annual evaluation

Pursuant to the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, directors individually as well as the evaluation of the working of the regular Committees of the Board viz., Audit, Nomination & Remuneration, Risk Management, New Initiatives & Corporate Social Responsibility. The Board also constitutes Committees from time to time for specific purposes. In compliance

of Schedule IV (Code for Independent Directors), the Independent Directors had met on March 29, 2016.

Policy on Director's appointment and remuneration

The Corporation's policy on Director's appointment and remuneration, etc., as per Section 178 (3) of the Act have been disclosed in the Corporate Governance Report which forms part of the Directors' Report.

Audit Committee

The details of the composition & meetings of Audit Committee are included in the Corporate Governance report which forms part of this report.

Auditors

The Holding Company of your Corporation i.e. IFCI Limited is a Government Company as per the provisions of Section 2(45) of the Companies Act, 2013 w.e.f. April 7, 2015. Being a subsidiary of a Government Company, your Corporation is also a Government Company w.e.f., April 7, 2015. Accordingly, the two wholly owned subsidiaries of your Corporation viz., SSL and SDMS are also Government Companies.

The Office of Controller and Auditor General of India (CAG) vide its letter dated July 2, 2015 had appointed M/s.Chaturvedi & Shah, Chartered Accountants as Statutory Auditors of your Corporation under Section 139 of the Companies Act, 2013 for the financial year 2015-16.

Your Corporation has an elaborate internal audit system. Internal Audit of the functions and activities of the Corporation is carried out by a reputed firms of Chartered Accountants.

Auditors' Report and Secretarial Auditor's report

The Auditors' Report and Secretarial Auditor's report does not contain any qualifications, reservations or adverse remarks. The Secretarial Auditor's Report forms part of this report and is given at **Annexure '1'**.

Particulars of loans, guarantees and investments

The particulars of loans, guarantees and investments have been disclosed in the financial statement.

Related Party Transactions

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. As prescribed under Section 177 (3) of the Companies Act, 2013, related party transactions are placed before the Audit Committee. None of the transactions with related parties falls under the scope of Section

188 (1) of the Act. There are no materially significant related party transactions by the Corporation with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

None of the Directors has any pecuniary relationships or transactions vis-à-vis your Corporation.

As required under the Companies Act, 2013, Form AOC-2 for related party transaction is annexed at **Annexure '2'** to the Directors' Report which is a nil report.

Material order passed by the Court

Your Corporation had filed a petition in the Supreme Court of India inter alia against the order of the Hon'ble DRAT, Kolkata and the Hon'ble High Court, Kolkata. The Hon'ble Supreme Court of India vide its order dated May 14, 2015 *inter alia* directed stay of operation of the execution proceedings. The details of the matter is mentioned as contingent liability at point No. 27 A(ii) & 29 of the Notes to the Accounts.

Corporate Social Responsibility

The brief outline of the Corporate Social Responsibility (CSR) policy of your Corporation and the initiatives undertaken on CSR during the year are set out in the **Annexure '3'** of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. The policy is also available on the website of the Corporation.



Chembur Children's Home, Mankhurd, Mumbai, picture of toilet block nearing completion built by StockHolding under its CSR initiatives.



Pragati Vidyalaya school located at Thiley, Shahpur, Thane, picture of toilet block constructed by StockHolding under its CSR initiatives.



Volunteers of SHCIL Foundation Trust at the event of distribution of books to children at Gyan Sagar Vidya Mandir school at Ghatkopar, Mumbai.

Risk Management Policy

The Risk Management Committee of the Board has approved a Risk Management policy for your Corporation therein identifying the risks and the various mitigants. The risks identified on a time to time basis are addressed through mitigating actions on a continuing basis. The details of composition & meetings of the Risk Management Committee are included in the corporate governance report which forms part of this report.

Extract of Annual Report

As per Section 92 (3) of the Act, the details forming part of the extract of the Annual Return in Form MGT 9 is placed herewith at **Annexure '4'**.

Corporate Governance

Your Corporation is not a listed entity. Nevertheless, it endeavours to comply with Corporate Governance norms. A report thereof is placed herewith at **Annexure '5'**.

Whistle Blower policy and Code of Conduct

Your Corporation has a Code of Conduct for its directors and employees.

Your Corporation has also implemented a Whistle Blower Policy pursuant to which its directors and employees can raise their genuine concerns about unethical behavior, actual or suspected fraud or violation of its code of conduct. The policy is part of the Vigilance manual of your Corporation. The policy provides for direct access in exceptional cases to the Chairman of the Audit Committee. Your Corporation encourages the Whistle Blower to raise genuine concerns and provides for adequate safeguards against victimization of whistle blower who avails such

mechanism. The policy is available on the website of your Corporation.

The Committee on prevention of sexual harassment

Your Corporation has in place Prevention of Sexual Harassment Committee as required under "Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013."

Code of Conduct to regulate, monitor and report trading

The Securities and Exchange Board of India [Prohibition of Insider Trading Regulations, 2015] (Regulations) inter alia provides that market intermediary registered with SEBI is mandatorily required to formulate a code of conduct to regulate, monitor and report trading by its employees. Your Corporation being a SEBI registered intermediary has formulated a code of conduct to regulate, monitor and report trading by its employees / Directors.

Consolidated Financial Statements

Your Corporation has consolidated the accounts of its two wholly owned subsidiaries viz., SHCIL Services Limited (SSL) and Stock Holding Document Management Services Limited (SDMS) with its accounts. The consolidated balance sheet, profit & loss account, cash flow along with notes to accounts prepared as per AS 21 are attached.

Particulars of Employees

None of the employees of your Corporation were in receipt of remuneration in excess of the limits as laid down under Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Fixed Deposits

Your Corporation has not accepted any fixed deposits from the public. Hence, no information is required to be appended to this report.

Conservation of energy, technology absorption, foreign exchange earnings & outgo

Conservation of energy & technology absorption

Your Corporation does not carry out any manufacturing activities. However, it has taken steps towards conservation of energy and continues to use latest technologies for improving the productivity and quality of its services.

Your Corporation's Datacenter (DC) which is built with energy efficient LED lights is equipped with

newer generation and latest server categories whose characteristics in terms of power saving are lower power usage at idle, optimized workload power management, improved performance per watt at moderate utilization, etc.

Replacement of all old & obsolete equipment with equipment having optimum power utilization is an ongoing activity in the Corporation.

Your Corporation is using energy efficient electrical lighting system, majority of its air conditioning systems are VRF/VRV system which are energy efficient. Your Corporation has also installed solar water heating system at its residential training infrastructure facilities. As part of green initiative, your Corporation has planted & nurtured various trees in and around its main operations office situated at Mahape.

Foreign exchange earnings and outgo

Foreign exchange earnings and outgo during the year under review:

Foreign Exchange earnings - ₹nil (Previous year nil)

Foreign Exchange outgo - ₹ 108 lakh (previous year – ₹ 31 lakh)

Acknowledgements

The Board places on record its deep appreciation for the excellent support and patronage of Government of India, the Governments of various States/Union Territories in India & the concerned Government departments/agencies, RBI, SEBI, PFRDA and IRDA. The Board also expresses its sincere thanks to National Stock Exchange of India Limited (NSEIL), Bombay Stock Exchange Limited (BSE), Metropolitan Stock Exchange of India Limited (MSEI), National Securities Depository Limited (NSDL), Central Depository Services Limited (CDSL), Clearing Corporation of India Limited (CCIL), Association of Mutual Funds, Banks, Clients and the Shareholders for their cooperation and support in various spheres of your Corporation's activities. The Board of Directors also expresses its gratitude for the exemplary services rendered by the employees of your Corporation.

For and on behalf of the Board of Directors

Place: Mumbai
Date : July 28, 2016

Malay Mukherjee
Chairman (Non-Executive)

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No. 9 of Companies (Appointment and Remuneration of Personnel) Rules, 2014]

To,

The Members,

Stock Holding Corporation of India Limited,
Mumbai

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Stock Holding Corporation of India Limited (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 our opinion thereon.

Based on our verification of the Company's 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 the secretarial audit, we hereby report that in our opinion, the company has during the audit period covering the financial year ended on March 31, 2016 complied with the statutory provisions listed hereunder and also that the Company has the proper Board-process and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by 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.

I. We have examined the books, papers, minute books, forms and returns filed, reports issued by various fellow professionals and other applicable records and registers-maintained by the Company for the financial year ended on **March 31, 2016** and stated in **Annexure I** according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;

2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder (as applicable to a Depository Participant);
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings – as applicable in respect of the reporting under Foreign Exchange Management Act, 1999;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not Applicable).
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 – To the extent applicable to Market Intermediaries.
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not Applicable).
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (Not Applicable).
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not Applicable).
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 (Not Applicable).
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares).

Regulations, 2009; (Not Applicable) and

- h) The Securities and Exchange Board (Buyback of Securities) Regulations, 1998 (Not Applicable).

II. We have reviewed the information, documents, records, filings and other certificates or confirmations received from fellow professionals for the period under review and the representations made by the Company and its officers for the systems, records and compliances for other laws specifically applicable to the Company in respect of the following:

- a) The Securities and Exchange Board of India (Custodial Regulations), 1996.
- b) The Securities and Exchange Board of India (Depositories and Participants), Regulations, 1999.
- c) Securities and Exchange Board of India (Stock Brokers and Sub-Brokers) Regulations, 1992.
- d) Securities and Exchange Board of India (Research Analysts) Regulations, 2014.
- e) Securities Contract (Regulations) Act, 1956.
- f) Securities and Exchange Board of India (Intermediaries) Regulation 2008.
- g) Prevention of Money Laundering Act, 2002.
- h) Securities and Exchange Board of India {KYC (Know Your Client) Registration Agency (KRA)}, Regulations, 2011.
- i) Applicable Guidelines for undertaking e-stamping as issued by the State Governments/Union territories where the same is carried out.

III. We have also examined the compliances of the applicable provisions of Secretarial Standards I and II as issued by the Institute of Company Secretaries of India and notified by the Ministry of Corporate Affairs and applicable with effect from July 1, 2015.

We 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 year 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. Decisions at the Board meetings were taken unanimously .

We 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.-

We further report that during the year under review, the Company had following event/action having a bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred above viz.

1. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year except fraud done by some employees amounting to ₹ 55 Lakhs at Udaipur branch, which has been reported in the Statutory Auditors' Report of the Company.
2. The Company has litigations pending under different Courts and under various Acts for which we have obtained management representation. The matters being subjudice, we do not comment on the same.

D. A. Kamat & Co.

Partner

Place: Mumbai
Date: May 4, 2016

FCS No. 3843
CP No. 4965

Note: Our Report is to be read along with the attached Note in **Annexure II** and other Annexures to this Report, which form an integral part of this Report.

Annexure I – List of Documents maintained and perused for the purpose of the Secretarial Audit Report dated May 4, 2016

No. List of Documents

1. Minutes of the Board of Directors Meetings, including Committee Meetings.
 2. Notices issued to the Directors and the Agenda Papers sent to them.
 3. Attendance Registers for the Meetings of the Board of Directors and Shareholders.
 4. Notices and Minutes of the General Meetings of the Company.
 5. Statutory Registers maintained by the Company.
 6. Internal Audit Reports issued by the Internal Auditors.
 7. Compliance Certificates issued by the Management to the Board of Directors of the Company.
 8. Compliance Certificates issued by the respective Head of Departments in respective matters to the Board of Directors as at March 31, 2016.
 9. General and Specific Disclosures of Interest issued by the Directors and maintained by the Company as per the provisions of Section 184 of the Companies Act, 2013.
 10. Financial Statements prepared in respect to the Companies Act, 2013 and the Auditors Report for the Financial Year 2015-16.
-

Annexure II – Notes on the Secretarial Audit Report of STOCK HOLDING CORPORATION OF INDIA LIMITED dated May 4, 2016

Our report of even date is to be read along with the following Notes:

- i. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- ii. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- iii. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- iv. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- v. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- vi. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

D. A. Kamat & Co.

Partner

Place: Mumbai

Date: May 4, 2016

FCS No. 3843

CP No. 4965

FORM NO. AOC-2

Annexure '2'

(Pursuant to Clause (h) of sub-section (3) of Section 134 of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis: None
 - (a) Name(s) of the related party and nature of relationship – Not applicable
 - (b) Nature of contracts/ arrangements/ transactions – Not applicable
 - (c) Duration of the contracts/ arrangements/ transactions – Not applicable
 - (d) Salient terms of the contracts or arrangements or transactions including the value, if any – Not applicable
 - (e) Justification for entering into such contracts or arrangements or transactions – Not applicable
 - (f) Date(s) of approval by the Board – Not applicable
 - (g) Amount paid as advances, if any – Not applicable
 - (h) Date on which the special resolution was passed in general meeting as required under first provision to Section 188 – Not applicable
2. Details of material contracts or arrangements or transactions at arm's length basis: None
 - (a) Name(s) of the related party and nature of relationship – Not applicable
 - (b) Nature of contracts/ arrangements/ transactions – Not applicable
 - (c) Duration of the contracts/ arrangements/ transactions – Not applicable
 - (d) Salient terms of the contracts or arrangements or transactions including the value, if any – Not applicable
 - (e) Date(s) of approval by the Board, if any – Not applicable
 - (f) Amount paid as advances, if any – Not applicable

For and on behalf of the Board of Directors

Place : Mumbai
Date : July 28, 2016

Malay Mukherjee
Chairman (Non-Executive)

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of your Corporation's CSR policy including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes.

Your Corporation strongly believes that Business & Corporate Social Responsibility (CSR) go hand-in-hand.

The Board of your Corporation after taking into account the recommendations of the Corporate Social Responsibility (CSR) Committee of the Board has approved the CSR policy. The CSR policy is also displayed on the website <http://www.Stockholding.com/CSR policy>.

The CSR activities of your Corporation are towards the under mentioned areas.

- Eradicating hunger, poverty and malnutrition, promoting preventive health care, sanitation, etc.;
- Promoting education, including special education and employment enhancing vocation skills, etc.;
- Ensuring environmental sustainability, ecological balance including contribution to the clean Ganga fund set up by the Central Govt. for rejuvenation of river Ganga, etc.;
- Any other area under Schedule VII of Section 135 of the Companies Act, 2013.

The CSR activities of your Corporation also ensures that atleast 5% of the funds are earmarked for projects / programs relating to CSR activities in the North East region.

All the CSR activities of your Corporation are predominantly being undertaken through SHCIL Foundation Trust, a public charitable trust registered under Section 12 (A) of the Income Tax Act, 1961. The Trust carries out certain activities directly and also indirectly by way of donations to credible NGOs which are eligible to issue certificate under Section 80G of the Income Tax Act, 1961.

For effective compliance, execution, supervision and reporting, a senior resource of your Corporation acts as the Nodal Officer.

2. Composition of the CSR Committee

Your Corporation has a CSR Committee of Directors comprising of the following members.

- Shri M. S. Sundara Rajan, Independent Director - Chairman
- Shri Sudhir Garg, Director
- Shri B. Baburao, Director
- Shri M. V. Nair, Independent Director

3. Average net profit of the Company for last three financial years for the purpose of computation of CSR ₹ 6,244 lakh.

4. Prescribed CSR expenditure (two percent of the amount as in item 3 above).

The Corporation is required to spend ₹ 124 lakh.

5. Details of CSR spend for the financial year:

- a) Total amount to be spent for the financial year : ₹ 124 lakh.
- b) Amount unspent, if any : Nil

c) Manner in which the amount spent during the financial year is detailed below:

S. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs i. Local area or other ii. Specify the State and district where project or programs was undertaken	Amount outlay (budget) project or program wise (in ₹)	Amount spent on the projects or programs Sub-heads 1. Direct expenditure on projects or programs 2. Overheads (In ₹)	Cumulative expenditure upto the reporting period (in ₹)	Amount spent; direct or through implementing agency
1	M/s. Tata Medical Center for providing an AC ambulance with the necessary equipments to serve the poor and needy cancer patients	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Kolkata	34,05,000/-	34,05,000/-	34,05,000/-	Through SHCIL Foundation Trust
2	M/s. HURT Foundation for assistance for building skill development & vocational training centre for children who are staying in Chembur Childrens' Home, Mankhurd	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects;	Mumbai	30,00,000/-	30,00,000/-	64,05,000/-	Through SHCIL Foundation Trust
3	M/s. Sulabh International Social Service Organisation for building 2 toilet block one for girls and one for boys at Pragati Vidyalaya, Thiley.	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Shahpur Dist., Thane	10,00,000/-	10,00,000/-	74,05,000/-	Through SHCIL Foundation Trust
4	SPADE for creating self help groups of women in Purulia district of West Bengal and Tripura and other interior parts of North East. They will have mobile education kits and camps for educating women and teaching them skills for self sustainability.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects;	Kolkata	6,20,000/-	6,20,000/-	80,25,000/-	Through SHCIL Foundation Trust

S. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs i. Local area or other ii. Specify the State and district where project or programs was undertaken	Amount outlay (budget) project or program wise (in ₹)	Amount spent on the projects or programs Sub-heads 1. Direct expenditure on projects or programs 2. Overheads (In ₹)	Cumulative expenditure upto the reporting period (in ₹)	Amount spent; direct or through implementing agency
5	Shri Sai Trust for life skill development program for tribal adolescent girls and boys of Karjat region.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Thane	4,10,000/-	4,10,000/-	84,35,000/-	Through SHCIL Foundation Trust
6	Shiv Shakti Balak Balika Seva Ashram for building two classrooms.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Dhar, M.P.	3,00,000/-	3,00,000/-	87,35,000/-	Through SHCIL Foundation Trust
7	Bal Anand For donation for providing education and medical services to the children at the orphanage.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Mumbai	1,50,000/-	1,50,000/-	88,85,000/-	Through SHCIL Foundation Trust
8	Sosva Training and Promotion Institute (STAPI) for capacity building & employment enhancing and vocational skills to under privileged children.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Pune	1,50,000/-	1,50,000/-	90,35,000/-	Through SHCIL Foundation Trust
9	Jagannath Cancer Aid Foundation (JACAF) for construction of residential premises to take care of outstation cancer patients and their relatives	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Navi Mumbai	1,50,000/-	1,50,000/-	91,85,000/-	Through SHCIL Foundation Trust

S. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs i. Local area or other ii. Specify the State and district where project or programs was undertaken	Amount outlay (budget) project or program wise (in ₹)	Amount spent on the projects or programs Sub-heads 1. Direct expenditure on projects or programs 2. Overheads (In ₹)	Cumulative expenditure upto the reporting period (in ₹)	Amount spent; direct or through implementing agency
10	United orphanage for the disabled for financial assistance to purchase new bedsheets and dresses for the mentally challenged children.	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Coimbatore	1,15,000/-	1,15,000/-	93,00,000/-	Through SHCIL Foundation Trust
11	M/s. Sulabh International Social Service Organisation for construction of toilet blocks for Children's Observation Home situated at Umerkhadi, Mumbai.	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Mumbai	15,39,803/-	15,39,803/-	1,08,39,803/-	Through StockHolding
12	M/s. Hurt Foundation for construction of toilet blocks by M/s. Sulabh International Social Service Organisation, Maharashtra State Branch at Chembur Children's Home, Mankhurd.	Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation (including contribution to the swachh bharat kosh set up by Central Govt. for promotion of sanitation) and making available safe drinking water.	Mumbai	15,60,197/-	15,60,197/-	1,24,00,000/-	Through StockHolding
	Total			1,24,00,000/-	1,24,00,000/-	1,24,00,000/-	

6. In case the Company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board report.

For the financial year 2015-16, your Corporation has spent two per cent of the average net profit of the last three financial years.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and policy of the Company.

We hereby declare that implementation and monitoring of the CSR policy are in compliance with the CSR objectives and policy of your Corporation.

Place : Mumbai

Date : July 28, 2016

Ramesh NGS

MD & CEO

M. S. Sundara Rajan

Chairman, CSR Committee

FORM NO.MGT-9 EXTRACT OF ANNUAL RETURN

As on the financial year ended on March 31, 2016

[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 No.	U67190MH1986GOI040506
ii.	Registration Date	July 28, 1986
iii.	Name of the Company	Stock Holding Corporation of India Limited
iv.	Category/Sub-Category of the Company	Company limited by shares and a Government Company
v.	Address of the Registered office and contact details	301, Centre Point, Dr. Babasaheb Ambedkar Road, Parel, Mumbai - 400 012. Tel No.: 6177 9400-401
vi.	Whether listed company Yes/No	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	The Company has not appointed any Registrar and Transfer Agent. The matters pertaining to shareholders are directly dealt by the Secretarial department at 301, Centre Point, Dr. Babasaheb Ambedkar Road, Parel, Mumbai - 400 012. Tel No.: 6177 9043.

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:-

Sl. No.	Name and description of main products/services	NIC Code of the Product/service	% to total turnover of the Company
1	Custody & Depository Participant	661	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and Address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of shares held	Applicable section
1	IFCI Limited IFCI Tower, 61 Nehru Place New Delhi 110 019	L74899DL1993GOI053677	Holding Company	52.86%	2 (46)
2	SHCIL Services Limited SHCIL House, P-51, TTC Industrial Area, MIDC, Mahape, Navi Mumbai - 400 710	U65990MH1995GOI085602	Subsidiary Company	100%	2 (87)
3	Stock Holding Document Management Services Limited (formerly known as SHCIL Projects Limited) SHCIL House, P-51, TTC Industrial Area, MIDC, Mahape, Navi Mumbai - 400 710	U74140MH2006GOI163728	Subsidiary Company	100%	2 (87)

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

i. Category-wise Shareholding

Category of shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters									
1. Indian									
a) Individual/HUF									
b) Central Govt.									
c) State Govt(s).									
d) Bodies Corp.									
e) Banks/FI	-	21000000	21000000	99.74	-	21000000	21000000	99.74	-
f) Any other									
2. Foreign									
a) NRIs-Individuals									
b) Other-Individuals									
c) Bodies Corp.									
e) Banks/FI									
d) Banks/FI									
e) Any Other									
Sub-Total (A) (2):-									
Total shareholding of Promoter A = A1 + A2	-	21000000	21000000	99.74	-	21000000	21000000	99.74	-
B. Public shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt.									
d) State Govt(s).									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total B1	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	100	100	0.003	-	100	100	0.003	-
i. Indian									
ii. Overseas									
b) Individuals									
i. Individual shareholders holding nominal share capital upto ₹1 lakh	-	54300	54300	0.257	-	54300	54300	0.257	-
ii. Individual shareholders holding nominal share capital in excess of ₹1 lakh									
c) Others specify									
Sub-total B2	-	54400	54400	0.26	-	54400	54400	0.26	-
Total public shareholding B=B1 + B2	-	54400	54400	0.26	-	54400	54400	0.26	-
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	-	21054400	21054400	100	-	21054400	21054400	100	-

ii. Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding 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	IFCI Ltd.	1,11,30,000	52.86	-	1,11,30,000	52.86	-	-
2	Administrator of the specified undertaking of the Unit Trust of India	35,70,000	16.96	-	35,70,000	16.96	-	-
3	Life Insurance Corporation of India	31,50,000	14.97	-	31,50,000	14.97	-	-
4	General Insurance Corporation of India	6,30,000	2.99	-	6,30,000	2.99	-	-
5	New India Assurance Company Limited	6,30,000	2.99	-	6,30,000	2.99	-	-
6	United India Insurance Company Limited	6,30,000	2.99	-	6,30,000	2.99	-	-
7	The Oriental Insurance Company Limited	6,30,000	2.99	-	6,30,000	2.99	-	-
8	National Insurance Company Limited	6,30,000	2.99	-	6,30,000	2.99	-	-

iii. Change in Promoter's shareholding (please specify, if there is no change)

	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	No change during the year			
Datewise increase/Decrease in promoters shareholding during the year specifying the reasons for increase/decrease (e.g. allotment /transfer/bonus/sweat equity, etc.)	No change during the year			
At the end of the year	No change during the year			

iv. Shareholding pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Sl. No.	For each of the top 10# shareholders	Shareholding at the beginning of the year 01-04-2015		Cumulative shareholding at the end of the year 31-03-2016	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the company
1	Rohinton Hirji Mewawala	2,000	0.0095	2,200*	0.0104
2	Kevyn Camillus Coutinho	1,000	0.0047	1,000	0.0047
3	Hiren Worah	700	0.0033	700	0.0033
4	Meena Prashant Pednekar	700	0.0033	700	0.0033
5	R. Chandrasekaran	600	0.0028	600	0.0028
6	Nirmalendu Jajodia	600	0.0028	600	0.0028
7	Lalitha Bhatia	600	0.0028	600	0.0028
8	Rubyna S. Siddiqui	600	0.0028	600	0.0028
9	Sangeeta Kamath	600	0.0028	600	0.0028
10	Milind B. Akerkar	600	0.0028	600	0.0028
11	Lumeena Akerkar	600	0.0028	600	0.0028
12	Karen Lisa Therese Misquita	600	0.0028	600	0.0028
13	Vanzylis Ozorio	600	0.0028	600	0.0028
14	Teresa Lewis	600	0.0028	600	0.0028
15	M. Selvaraj	600	0.0028	600	0.0028
16	Rajesh L. Doshi	600	0.0028	600	0.0028

* 200 equity shares were transferred during the year 2015-16.

there are 12 shareholders holding an equal shareholding of 600 equity shares.

v. Shareholding of Directors and Key Managerial Personnel

For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year	
	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
At the beginning of the year	None of the Directors hold shares in the Company			
Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):				
At the end of the year				
Key Management Personnel				
Mr. L. Viswanathan, Chief Financial Officer				
At the beginning of the year	400	0.0019	400	0.0019
Datewise increase/decrease in share holding during the year specifying the reasons for increase /decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-
At the end of the year	400	0.0019	400	0.0019
Mr. Shashikant L. Nayak, Company Secretary				
At the beginning of the year	200	0.00095	200	0.00095

For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year	
	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-
At the end of the year	200	0.00095	200	0.00095

V. INDEBTEDNESS

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

₹ in lakh

Indebtedness at the beginning of the financial year	Secured loans excluding deposits*	Unsecured loans**	Deposits	Total indebtedness
i. Principal Amount	0	0		0
ii. Interest due but not paid	0	0		0
iii. Interest accrued but not due	0	0		0
Total (i+ii+iii)	0	0		0
Change in indebtedness during the financial year				
Addition	11,275.88	13,850.00		25,125.88
Reduction	11,275.88	13,850.00		25,125.88
Net Change				
Indebtedness at the end of the financial year				
i. Principal Amount	0	0		0
ii. Interest due but not paid	0	0		0
iii. Interest accrued but not due	0	0		0
Total (i+ii+iii)	0	0		0

* CBLO & Overdraft against fixed deposit; ** General Overdraft.

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Amount in ₹

Sl. No.	Particulars of Remuneration	Name of MD / WTD / Manager
		Mr. Ramesh N.G.S. MD & CEO
1	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	2588409.74
	(b) Value of perquisites u/s 17(2) Income Tax Act, 1961	510645.4
	(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, Contribution to PF & other funds	109440
	Total (A)	
	Ceiling as per the Act i.e. 5% of the profits calculated under Section 198 of the Companies Act, 2013	245 lakh
	Total	3208495.14

B. REMUNERATION TO OTHER DIRECTORS:

Sr. No.	Particulars of Remuneration	Fee for attending board /committee meetings In ₹	Commission	Others, please specify	Total amount (in ₹)
1	Independent Directors				
	M.V. Nair	2,80,000	-	-	2,80,000
	Gautam Sen	2,80,000	-	-	2,80,000
	C.M. Dixit	2,60,000	-	-	2,60,000
	M.S. Sundara Rajan	2,30,000	-	-	2,30,000
	Prakash P. Mallya	2,00,000	-	-	2,00,000
	Jaya Balachandran	80,000			80,000
	Total (1)	13,30,000			13,30,000
2	Other Non-Executive Directors*	-	-	-	-
	Total (2)	-	-	-	-
	Total (B) = (1+2)	13,30,000	-	-	13,30,000
	Total Managerial Remuneration		-	-	
	Ceiling as per the Act i.e. 1% of the profits calculated under Section 198 of the Companies Act, 2013		49 lakh		

* The Non-Executive Directors are representing various public financial institutions and the sitting fees are paid to the institutions.

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		Mr. R.H. Mewawala EVP & COO	Mr. L. Viswanathan EVP & CFO	Mr. Shashikant L. Nayak, AVP & Company Secretary	Total
		₹ in lakhs			
1.	Gross Salary	3810104.16	2824457.2	2402466.2	9037027.56
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income Tax Act, 1961	100221	540157.89	52195	692573.89
	(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, contribution to PF and other funds	137137	137137	98713	372987
	Total	4047462.16	3501752.09	2553374.20	10102588.45

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

There are no penalties, punishments or compounding of offence during the year ended March 31, 2016.

REPORT ON CORPORATE GOVERNANCE

(forming part of Directors' Report for the year ended March 31, 2016)

Your Corporation's philosophy on Code of Governance

Your Corporation is not a listed entity, nevertheless, it endeavours to comply with Corporate Governance norms. The Code of Governance protects the interests of all the stakeholders thereby enhancing shareholders' value. Your Corporation's philosophy on corporate governance recognizes the accountability of the Board, Management and employees of the Corporation and the importance of decisions to all constituents, including customers, employees, investors, business associates, regulatory authorities and the community at large. Your Corporation believes that all its operations and actions must be totally transparent and serve the underlying goal of enhancing shareholder value.

Your Corporation has a Code of Conduct for its Employees and Directors. The objective of this Code is to ensure observance of high ethical standards by the Directors and the Employees of your Corporation, and their commitment to the task of enhancing fairness and integrity of the system both in letter and in spirit.

Board of Directors

The Board sets the strategic goals for your Corporation, defines its policies and oversees the implementation of these policies to enable actions that would lead to the attainment of the goals. The Board consists of twelve members including six independent directors of which one is a Woman Director. The day-to-day management is being looked after by the Managing Director and CEO.

Other relevant details of Directors

The details of Directorships held by the Directors as on July 28, 2016 in other companies are given below.

Name of the Director	Name of institution represented as equity investor	Date of appointment	Category	Directorships
Malay Mukherjee	IFCI Limited	April 3, 2014	Non-Executive Chairman	a) IFCI Ltd., CEO & MD b) IFCI Financial Services Ltd., Non-Executive Chairman c) IFCI Venture Capital Funds Ltd., Non-Executive Chairman d) IFCI Factors Ltd., Non-Executive Chairman e) Tourism Finance Corporation of India Ltd., Non-Executive Chairman f) IFCI Infrastructure Development Ltd., Non-Executive Chairman g) Management Development Institute, Member, Board of Governors, Non-Executive Chairman h) Institute of Leadership Development, Member, Board of Governors, Non-Executive Chairman i) Entrepreneurship Development Institute of India, Member Governing Body j) Indian Institute of Banking & Finance, Member – Governing Council

Name of the Director	Name of institution represented as equity investor	Date of appointment	Category	Directorships
Prakash P. Mallya	-	September 22, 2008	Non-Executive / Independent	Lakshmi Vilas Bank, Independent Director
P. H. Kutumbe	LIC of India	September 28, 2013	Non-Executive	a) SHCIL Services Limited, Independent Director b) Tata Power Ltd., Director
Sudhir Garg	IFCI Limited	February 7, 2014	Non-Executive	a) IFCI Factors Ltd., Nominee Director b) IFCI Venture Capital Funds Ltd., Nominee Director c) Alok Industries, Nominee Director d) Essar Oil Ltd., Nominee Director e) Vadinar Oil Terminal Ltd., Nominee Director
M.S. Sundara Rajan	-	May 17, 2014	Non-Executive / Independent	a) Capital First Limited, Independent Director b) Sharda Cropchem Limited, Independent Director c) Sundaram Trustee Company, Independent Director d) The Clearing Corporation of India Limited, Independent Director e) Royal Sundaram Alliance Insurance Company Limited, Independent Director f) Capital First Home Finance Limited, Director g) Continental Warehousing Corporation (Nhava Seva) Limited, Director h) Hand-in-Hand (India), Trustee i) Unifi Alternative Investment Fund Limited, Trustee j) NSEIT Limited, Independent Director

Name of the Director	Name of institution represented as equity investor	Date of appointment	Category	Directorships
M. V. Nair	-	May 17, 2014	Non-Executive / Independent	a) Credit Information Bureau (India) Limited, Non-Executive Chairman b) SWIFT India Domestic Services Private Limited, Non-Executive Chairman c) L & T Investment Management Limited, Director d) Gujarat International Finance Tec-City Company Limited, Director e) BQ Padmavathy Finance Academy Private Limited, Non-Executive Chairman f) Encore Asset Reconstruction Company Private Limited, Director g) BQ Digital Learning Pvt. Limited, Director h) FIITJEE Limited, Director
C.M. Dixit	-	May 17, 2014	Non-Executive / Independent	a) G. D. Apte & Co., Partner b) Clearcorp Dealing Systems (India) Ltd., Independent Director c) Shriram General Insurance Co. Ltd., Independent Director d) Bandhan Bank, - Independent Director
Gautam Sen	-	May 17, 2014	Non-Executive / Independent	Nil
B. Baburao	Administrator of the Specified Undertaking of Unit Trust of India	June 21, 2014	Non-Executive	a) UTI Infrastructure Technology & Services Limited (UTITSL), Director b) Axis Bank Limited, Director c) Axis Securities Limited, Director
Segar Sampathkumar	General Insurers' Public Sector Association	November 14, 2014	Non-Executive	Nil
Jaya Balachandran	-	July 28, 2015	Non-Executive / Independent	a) Pioneer Power Infrastructure Limited, Independent Director b) Atlanta Limited – Independent Director c) Pioneer Gas Power Limited, Hyderabad, Independent Director
Ramesh N.G.S.	-	July 28, 2014	MD & CEO	a) SHCIL Services Ltd., Non-Executive Chairman b) StockHolding Document Management Services Limited, Non-Executive Chairman

* None of the Director is related to any of the other Directors.

Details of the Board Meeting and Attendance

The Board of Directors meet atleast once a quarter. Seven meetings were held during the financial year 2015-16. Details of Board Meetings held are as follows:

Sr. No.	Date of the Board Meeting	Total number of Directors on the date of the meeting	No. of Directors attended	% of Attendance
1	April 29, 2015	11	10	91%
2	July 28, 2015	11	8	73%
3	September 10, 2015	12	11	92%
4	October 26, 2015	12	10	83%
5	December 3, 2015	12	8	67%
6	February 8, 2016	12	12	100%
7	March 29, 2016	12	11	92%

Attendance of Directors at Board Meetings and Annual General Meeting during the financial year 2015-16:

Sr. No.	Name of the Director	Attendance at the Board Meeting							Attendance at the AGM held on September 10, 2015
		29-Apr-15	28-Jul-15	10-Sep-15	26-Oct-15	03-Dec-15	08-Feb-16	29-Mar-16	
1	Malay Mukherjee	√	√	√	√	√	√	√	√
2	Sudhir Garg	√	√	√	√	√	√	√	√
3	Prakash P. Mallya	LoA	√	√	√	√	√	√	√
4	P. H. Kutumbe	√	LoA	LoA	LoA	√	√	√	-
5	C. M. Dixit	√	LoA	√	√	LoA	√	√	√
6	M. V. Nair	√	√	√	√	√	√	√	√
7	M. S. Sundara Rajan	√	√	√	√	LoA	√	√	√
8	Gautam Sen	√	√	√	√	√	√	√	√
9	B. Baburao	√	√	√	√	LoA	√	√	√
10	Segar Sampathkumar	√	LoA	√	LoA	LoA	√	√	-
11	Jaya Balachandran	NA	NA	√	√	√	√	LoA	√
12	Ramesh N.G.S.	√	√	√	√	√	√	√	√

LoA = Leave of absence; NA = Not Applicable since they were not directors as on the date of the meeting, √ = attended.

COMMITTEE MEETINGS

Audit Committee

The accounts of your Corporation are audited every quarter and the audited quarterly and annual financial statements are placed before the Audit Committee for their recommendations before submission to the Board for approval.

The terms of reference of the Audit Committee of the Board inter alia includes the terms referred to under Section 177 (4) of the Companies Act, 2013. The scope of internal audit covers audit of various functions and activities of the Corporation viz., Custodial Operations, Depository Participant Operations, Derivatives, SGL, GOI bonds, Sub-broking activities, e-Stamping activities, Administration, Human Wealth Development, Information Technology, etc.

As mandated, your Corporation also conducts a yearly Custodial Audit and reports to SEBI under Regulation 14(2) of the SEBI Custodial Regulations 1996. Your Corporation also conducts audit of its depository activities under Regulation 46 of SEBI (Depository and Participant) Regulation 1996 and Clause 10.3.1 of bye laws of NSDL and Clause 16.3 of bye laws of CDSL.

As on March 31, 2016, the Audit Committee comprised of five members viz., Shri C. M. Dixit (Chairman), Shri M. S. Sundara Rajan, Shri Sudhir Garg, Shri Gautam Sen and Shri B. Baburao, Directors. The details of attendance of the Directors at the Audit Committee meetings during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the Audit Committee Meeting					
			29-Apr-15	25-Jul-15	28-Jul-15	26-Oct-15	17-Dec-15	08-Feb-16
1	C.M. Dixit	Non-Executive/Independent	√	√	LoA	√	√	√
2	B.Baburao	Non-Executive	LoA	√	√	√	√	√
3	Gautam Sen	Non-Executive/Independent	√	√	√	√	√	√
4	Sudhir Garg	Non-Executive	√	√	√	√	√	√
5	M.S. Sundara Rajan	Non-Executive/Independent	√	√	√	√	√	√

LoA = Leave of absence; √ = attended.

Nomination and Remuneration Committee

Your Corporation has constituted a Nomination and Remuneration Committee (NRC). As required under Section 178 (3) of the Companies Act, 2013, the NRC has *inter alia* formulated the criteria for determining qualifications, positive attributes and independence of Directors, recommend the appointment of persons who may be appointed as Directors, Key Managerial and Senior Management position (at one level below the MD & CEO / WTD) in accordance with the criteria laid down in this policy, recommend to the Board the remuneration payable to KMP, Senior Management Personnel and other employees and recommend to the Board remuneration, if any, payable to the Directors, etc.

As on March 31, 2016, the Committee comprised of three directors viz., Shri Prakash P. Mallya (Chairman), Shri P. H. Kutumbe and Shri Gautam Sen as members. The details of attendance of the Directors at the Nomination and Remuneration Committee meetings during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the Nomination & Remuneration Committee Meeting		
			24-Apr-15	28-Jul-15	08-Feb-16
1	P. H. Kutumbe	Non-Executive	LoA	√	√
2	Prakash P. Mallya	Non-Executive/Independent	√	√	√
3	Gautam Sen	Non-Executive/Independent	√	√	√

LoA = Leave of absence; √ = attended.

Risk Management Committee

Risk Management Committee *inter alia* reviews various risks your Corporation is exposed to / risks associated with any new initiatives and considers the mitigants suggested by the business heads / departmental heads / Chief Risk Officer. Thereafter, the Risk Management Committee gives its recommendations on the risks and the mitigants thereof to the Board.

As on March 31, 2016, the Committee comprised of four directors viz., Shri M.V. Nair (Chairman), Shri Sudhir Garg, Shri B. Baburao and Shri C.M. Dixit as members. The details of attendance of the Directors at the Risk Management Committee meetings during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the Risk Management Committee Meeting			
			29-Apr-15	26-Oct-15	02-Dec-15	08-Feb-16
1	M.V. Nair	Non-Executive/Independent	√	√	√	√
2	Sudhir Garg	Non-Executive	√	√	√	√
3	B. Baburao	Non-Executive	√	√	√	LoA
4	C.M. Dixit	Non-Executive/Independent	√	√	LoA	√

LoA = Leave of absence; √ = attended.

Corporate Social Responsibility (CSR) Committee

The CSR policy of your Corporation has been prepared pursuant to Section 135 of the Act, CSR Rules, any circulars / notifications issued by the MCA. The role of CSR Committee includes :

- Formulating and recommending to the Board of Directors the CSR policy and indicating activities to be undertaken.
- Recommending the amount of expenditure for the CSR activities.
- Monitoring CSR activities from time to time.

As on March 31, 2016, the Committee comprised of Directors viz., Shri M.S. Sundara Rajan (Chairman), Shri Sudhir Garg, Shri B. Baburao and Shri M.V. Nair as members. The details of attendance of the Directors at the CSR Committee meetings during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the CSR Committee Meeting			
			25-Jul-15	10-Sep-15	08-Feb-16	29-Mar-16
1	M.S. Sundara Rajan	Non-Executive/Independent	√	√	√	√
2	B. Baburao	Non-Executive	√	√	√	√
3	M. V. Nair	Non-Executive/Independent	√	√	√	√
4	Sudhir Garg	Non-Executive	√	√	√	√

√ = attended.

Committee for new initiatives

Any new business proposal is initially placed to the Committee for New Initiatives and thereafter to the Risk Management Committee. The New Initiatives Committee inter alia considers factors like cost benefit analysis, viability, synergy with existing businessline, etc. The recommendations of the Committee are placed before the Board.

As on March 31, 2016, the Committee comprised of Directors viz., Shri Gautam Sen (Chairman), Shri C. M. Dixit, Shri Prakash P. Mallya and Shri P. H. Kutumbe as members. The details of attendance of the Directors at the Committee meetings for new initiatives during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the Committee for New Initiatives Meeting			
			15-Jul-15	10-Sep-15	02-Dec-15	08-Feb-16
1	Gautam Sen	Non-Executive/Independent	√	√	√	√
2	P.H. Kutumbe	Non-Executive	√	LoA	√	√
3	Prakash P. Mallya	Non-Executive/Independent	√	√	√	√
4	C.M. Dixit	Non-Executive/Independent	√	√	LoA	√

LoA = Leave of absence; √ = attended.

Committee for Listing of equity shares of StockHolding

As on March 31, 2016, the Committee comprised of Directors viz., Shri M. V. Nair (Chairman), Shri Sudhir Garg, Shri B. Baburao, Shri C. M. Dixit and Shri Ramesh NGS as members. The details of attendance of the Directors during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Category	Attendance at the Committee Meeting for Listing				
			15-Jul-15	10-Sep-15	26-Oct-15	02-Dec-15	17-Dec-15
1	M. V. Nair	Non-Executive/Independent	√	√	√	√	√
2	Sudhir Garg	Non-Executive	√	√	√	√	√
3	B. Baburao	Non-Executive/Independent	√	√	√	√	√
4	C.M. Dixit	Non-Executive/Independent	√	√	√	LoA	√
5	Ramesh NGS	MD & CEO	√	√	√	√	√

LoA = Leave of absence; √ = attended.

Committee of Independent Directors

In compliance of Schedule IV (Code for Independent Directors), the Independent Directors had met on March 29, 2016.

The Committee comprises of Independent Directors viz., Shri Gautam Sen, Shri C. M. Dixit, Shri Prakash P. Mallya, Shri M. S. Sundara Rajan, Shri M.V. Nair and Dr. (Mrs.) Jaya Balachandran. The details of attendance during the FY 2015-16 are as follows:

Sr. No.	Name of the Director	Attendance at the Committee Meeting held on March 29, 2016
1	Shri C.M. Dixit	√
2	Shri Gautam Sen	√
3	Shri M.S. Sundara Rajan	√
4	Shri Prakash P. Mallya	√
5	Shri M.V. Nair	√
6	Dr. (Mrs.) Jaya Balachandran	LoA

LoA = Leave of absence; √ = attended.

Committee for Transfer of Shares

The Committee is required to ensure that the transfer of shares held by institutional shareholders are in compliance with the pre-emptive rights applicable to institutional shareholders.

As on March 31, 2016, the Committee for Transfer of Shares comprised of Directors viz., Shri B. Baburao (Chairman), Shri P. H. Kutumbe and Shri M.S. Sundara Rajan. The Committee did not meet during the year since there were no transfer of shares by the institutional shareholders.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration, Risk Management, New Initiatives and CSR Committees. Besides, in compliance of Schedule IV (Code for Independent Directors), the Independent Directors had met on March 29, 2016.

Shareholding Pattern

The share holding pattern of your Corporation is as under:

Equity Shareholders	Number of equity shares of face value ₹ 10/-	% of total equity shares
IFCI Ltd.	1,11,30,000	52.86
Administrator of the specified undertaking of the Unit Trust of India	35,70,000	16.96
Life Insurance Corporation of India	31,50,000	14.97
General Insurance Corporation of India	6,30,000	2.99
The New India Assurance Company Limited	6,30,000	2.99
United India Insurance Company Limited	6,30,000	2.99
The Oriental Insurance Company Limited	6,30,000	2.99
National Insurance Company Limited	6,30,000	2.99
Others	54,400	0.26
Total	2,10,54,400	100

None of the Directors hold any equity share in your Corporation.

General Body Meetings

Annual General Meetings (AGM) of your Corporation are held at Mumbai and the details of the meetings held during the past three years are as under:

General Meeting	26th AGM	27th AGM	28th AGM
Year	2012-13	2013-14	2014-15
Venue	301, Centre Point, Dr. B. Ambedkar Road, Parel, Mumbai 400 012	301, Centre Point, Dr. B. Ambedkar Road, Parel, Mumbai 400 012	301, Centre Point, Dr. B. Ambedkar Road, Parel, Mumbai 400 012
Date and Day of Meeting	September 27, 2013 Friday	September 19, 2014 Friday	September 10, 2015 Thursday

The special resolutions passed during the last three General Meetings, were as under :

Meeting No.	Resolution No.	Particulars of Resolution
26	5	Appointment of M/s. Kalyaniwalla & Mistry as Statutory Auditors of your Corporation
	7	Amendment to Memorandum of Association to include sub-clauses w.r.t. new activities like bullion vault business, selling of gold coins, etc.
27	Not applicable	No special resolution was passed.
28	Not applicable	No special resolution was passed.

Disclosures

There were no transactions of your Corporation of material nature with its Directors, KMP or their relatives etc. that may have potential conflict with the interest of your Corporation at large.

Dividend history

Dividend History of last five years			
Sr. No.	Financial year	Rate of dividend	Date of declaration (AGM)
1	2010-11	50%	September 23, 2011
2	2011-12	50%	September 27, 2012
3	2012-13	50%	September 27, 2013
4	2013-14	50%	September 19, 2014
5	2014-15	65%	September 10, 2015

Pursuant to Section 123 of the Companies Act, 2013, dividends that are unclaimed for a period of seven years get transferred to the Investors' Education and Protection Fund administered by the Central Government.

Shareholder Information

a) Annual General Meeting

Date, time & Venue of the Annual General Meeting

Friday, September 23, 2016 at 301, Centre Point, Dr. B. Ambedkar Road, Parel, Mumbai 400 012 at 3.30 p.m.

b) Date of Book closure/record date

September 23, 2016

c) Dividend payment date

Dividend after September 23, 2016 but within the statutory time limit

d) Listing on Stock Exchange

Your Corporation's shares are not listed on any stock exchange.

e) Annual Report

The Annual Report containing *inter alia* Audited Annual Accounts, Consolidated Financial Statement, Directors' Report, Auditors' Report and other important information is circulated to members and others entitled thereto. The Annual Report of the Corporation is also available on the website of the Corporation in a downloadable form.

f) Share Transfer System

Your Corporation received 5 requests for transfer of shares during the last three years.

g) Distribution of shareholding as on March 31, 2016

The promoter institutions viz., IFCI Ltd., Administrator of the Specified Undertaking of Unit Trust of India, LIC of India, General Insurance Company of India, The Oriental Insurance Company Limited, The New India Assurance Company Limited, United India Insurance Company Limited and National Insurance Company Limited together hold 99.74% out of 21,054,400 equity shares of ₹10 each issued and subscribed, the balance 0.26% of the shares are held by individuals (0.257%) and a body corporate (0.003%).

h) Address for correspondence

The Company Secretary
Stock Holding Corporation of India Limited
301, Centre Point,
Dr. Babasaheb Ambedkar Road
Parel, Mumbai 400 012.

Dated: July 28, 2016

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF

STOCK HOLDING CORPORATION OF INDIA LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Stock Holding Corporation of India Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

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

We conducted our audit of the standalone financial statements 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016; and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Notes 27 (A) (ii) & 29 of the standalone financial statements related to outcome of continuing litigation with a Bank, pending adjudication of the matter by the Honourable Supreme Court and also in view of the legal opinion obtained by the Company, in the opinion of the management, no provision has been recognised in the Statement of Profit & Loss.

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 Central Government of India in terms of Section 143(11) of the Act, 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:

- 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;
- In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.

- 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".
- With respect to the other matters to be included in the Auditor's Report in accordance with Rules 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:
 - The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Notes 27 and 29 to the financial statements.
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

3. As required under Section 143(5), we report on the following directions issued under the section as under:

Sr. No.	Directions	Replies
1	Whether the Company has clear title / lease deeds for freehold and leasehold respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available?	Yes according to information and explanations and documentation given to us the Company has Clear title / lease deeds for leasehold land. As informed to us the Company has no freehold land.
2	Whether there are any cases of waiver / write off of debts / loans / interest etc. If yes, the reason there for and amount involved.	In respect of various trade receivables, the Company has waived off / written off amount of ₹ 298 lakhs, as Management of the Company is of the opinion that the same are non-recoverable. The above has been done in line with policy as approved by the Board of Directors.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift / grant(s) from the Government or other authorities?	There are no inventories lying with any third party and as per the information furnished to us, there are no assets received as gifts from Government or other Authorities.
4	Whether there are any cases of waiver of fees/ reversal of accounted fees which was due but not received / written off. If yes, the reasons thereof and amount involved-case wise.	In respect of fees receivable from various clients, the Company has waived off / written off / reversed accounted fees amounting to ₹ 67 lakhs. The above has been done in line with policy of the Company, as management is of the opinion that the same are non recoverable.

For Chaturvedi & Shah
Chartered Accountants

Firm Registration No. 101720W

Parag D. Mehta
Partner

Membership No.: 113904

Mumbai
Date: May 4, 2016.

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

- 1) In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information except in some branches where company is in the process of obtaining necessary information and updating the fixed asset register.
 - b) As explained to us, all the fixed assets of the Company have been physically verified by the management in a phased periodical manner. No material discrepancies were noticed on such physical verification.
 - c) As per the information and explanations provided to us, title deeds of immovable properties are in the name of the Company.
- 2) In our opinion the inventories have been physically verified during the year by the Management at reasonable intervals and as explained to us no material discrepancies were noticed on physical verification of dematerialised securities as compared to book records.
- 3) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to any companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the provisions of Clause (iii) (a) to Clause (iii) (c) of paragraph 3 of the Order are not applicable to the Company.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities. The Company has not granted any loans to any director or any person in whom director is interested as specified under Section 185 of the Companies Act, 2013 and hence Clause (iv) of paragraph of the Order is not applicable to the Company to that extent.
- 5) The Company has not accepted any deposits during the year within the meaning of the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules made there under. Accordingly, the provisions of Clause 3 (v) of the Order are not applicable.
- 6) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act. Hence, the provisions of Clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- 7) In respect of Statutory dues:
 - a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues have been generally regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31, 2016 for a period of more than six months from the date of becoming payable.
 - b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, on account of any dispute, which have not been deposited except other than disclosed hereunder:

Name of Statute	Nature of Dues	Amount (in Lakhs)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax (TDS)	103.52	FY 2007-08 & FY 2015-16	TDS Demand as per TRACES

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to its bankers. The Company has no dues payable to a financial institution, government and the Company did not have any outstanding debentures during the year.
- 9) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) or term Loan and hence Clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- 10) In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year except fraud done by some employees amounting to ₹ 55 lakhs.
- 11) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- 12) In our opinion company is not a Nidhi company. Therefore, the provisions of Clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- 13) In our opinion and according to the information and explanations given to us the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Companies Act, 2013, wherever applicable, and details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence Clause (xiv) of paragraph 3 of the Order is not applicable to the company.
- 15) In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence reporting under Clause (xv) of Paragraph 3 of the Order is not applicable to the Company
- 16) In our opinion and according to information and explanations provided to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No. 101720W

Parag D. Mehta
Partner
Mumbai
Date: May 4, 2016. Membership No.: 113904

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF STOCK HOLDING CORPORATION OF INDIA LIMITED

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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 Control over financial reporting of Stock Holding Corporation of India Limited (“the company”) as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the 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 (the “Guidance Note”) 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our

audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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, to the best of our information and according to the explanations given to us, 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 March 31, 2016, 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.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No. 101720W

Parag D. Mehta
Partner

Mumbai
Date: May 4, 2016.

Membership No.: 113904

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF STOCK HOLDING CORPORATION OF INDIA LIMITED FOR THE YEAR ENDED 31 MARCH, 2016

The preparation of Financial Statements of Stock Holding Corporation of India Limited for the year ended 31st March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the Financial Statements under Section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 04th May, 2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a Supplementary Audit under section 143(6)(a) of the Act of the Financial Statements of Stock Holding Corporation of India Limited for the year ended 31st March 2016. This Supplementary Audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's Report.

For and on the behalf of the
Comptroller and Auditor General of India

(Roop Rashi)

Place: Mumbai
Date: 25 Jun 2016

Principal Director of Commercial Audit and
ex-officio Member, Audit Board-1, Mumbai

BALANCE SHEET AS AT MARCH 31, 2016

	Note	As at March 31, 2016	(₹ in lakhs) As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	2,105	2,105
Reserves and Surplus	4	58,614	55,288
		60,719	57,393
Non-current liabilities			
Other Long term liabilities	5	1,841	1,785
Long term provisions	6	3,541	3,509
		5,382	5,294
Current liabilities			
Trade payables	7	5,888	7,072
Other current liabilities	8	34,563	29,758
Short term provisions	9	1,502	1,060
		41,953	37,890
Total		1,08,054	1,00,577
ASSETS			
Non-current assets			
Fixed Assets:			
Tangible assets	10	12,147	11,496
Intangible assets	11	377	54
Capital work-in-progress		385	209
(net of provision for impairment - ₹ 108 lakhs; March 31, 2015 ₹ 108 lakhs)			
Non-current investments	12	20,061	20,237
Deferred tax assets (net)	13	371	903
Long term loans and advances	14	10,717	6,711
Other non-current assets	15	22,899	18,020
		66,957	57,630
Current assets			
Current investments	16	1,613	-
Stock-in-Trade	17	38	3,617
Trade receivables	18	3,942	4,007
Cash and bank balances	19	26,780	29,267
Short term loans and advances	20	6,668	5,542
Other current assets	21	2,056	514
		41,097	42,947
Total		1,08,054	1,00,577
Significant accounting policies and see accompanying notes to financial statement	(1 to 47)		

As per our report of even date

For **Chaturvedi & Shah**

Chartered Accountants

Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta

Partner

Membership No. 113904

Shashikant Nayak

Company Secretary

FCS 7061

L. Viswanathan

Chief Financial Officer

EVP & CFO

Ramesh NGS

Managing Director & CEO

DIN 06932731

Place: Mumbai

Date: May 4, 2016

Chintaman Mahadeo Dixit

Director

DIN 00524318

Gautam Sen

Director

DIN 01403762

B. Baburao

Director

DIN 00425793

Sudhir Garg

Director

DIN 06777363

M. S. Sundara Rajan

Director

DIN 00169775

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

	Note	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
INCOME :			
Revenue from Operations	22	23,012	23,583
Other Income	23	6,265	6,499
Total Revenue		29,277	30,082
EXPENDITURE:			
Employee benefits expense	24	9,269	9,226
Finance costs	25	21	174
Depreciation and amortisation expenses	10 & 11	1,396	2,166
Other expenses	26	13,370	10,968
Total Expenses		24,056	22,534
PROFIT BEFORE TAX AND EXCEPTIONAL ITEM		5,221	7,548
EXCEPTIONAL ITEM (Refer note 42)		1,583	1,320
PROFIT BEFORE TAX AFTER EXCEPTIONAL ITEM		6,804	8,868
Tax Expense			
- Current Tax		1,047	2,280
- Deferred Tax		530	(42)
		1,577	2,238
PROFIT FOR THE YEAR		5,227	6,630
Earnings per equity share (Refer Note 39)			
Nominal value per share : ₹ 10			
Earnings Per Share Before Exceptional Item for the Year in ₹			
Basic / Diluted		19.91	27.35
Earning Per Share After Exceptional Item for the Year in ₹			
Basic / Diluted		24.83	31.49
Significant accounting policies and see accompanying notes (1 to 47) to financial statement			

As per our report of even date
For **Chaturvedi & Shah**
Chartered Accountants
Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No. 113904

Shashikant Nayak
Company Secretary
FCS 7061

L. Viswanathan
Chief Financial Officer
EVP & CFO

Ramesh NGS
Managing Director & CEO
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Place: Mumbai
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Chintaman Mahadeo Dixit
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Director
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M. S. Sundara Rajan
Director
DIN 00169775

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	6,804	8,868
Adjusted for :		
Depreciation (inclusive of exceptional item)	(187)	846
(Profit) /Loss on sale of investments	(121)	(220)
(Profit)/Loss on sale of fixed assets	2	8
Dividend Income	(1,899)	(1,640)
Interest Income	(3,626)	(3,939)
Interest paid	21	174
Bad debts written off	231	202
Loss on valuation of stock-in-trade	7	54
Foreign Exchange loss	9	-
Premium amortised on bonds	5	22
Provision for doubtful debts/(written back)	(20)	82
Sundry balances written back	(70)	-
Provision for claims	-	115
Operating Profit before working capital changes	1,156	4,572
Changes in working capital		
Adjustments for (increase)/decrease in operating assets:		
(Increase)/ Decrease in trade receivables	(146)	(569)
(Increase)/ Decrease in stock-in-trade	3,571	(3,671)
(Increase)/ Decrease in loans and advances	(4,150)	(2,843)
(Increase)/ Decrease in other current assets	(1,703)	355
Adjustments for increase/(decrease) in operating liabilities:		
Increase/ (Decrease) in trade payables	(1,193)	1,759
Increase/ (Decrease) in provisions	291	219
Increase/ (Decrease) in other current liabilities	4,805	8,748
Increase/ (Decrease) in long term liabilities	56	88
Cash generated from operations	2,687	8,658
Direct Taxes (paid)/ refund received (net)	(1,967)	(1,294)
Net Cash from / (used in) operating activities	720	7,364
B CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets including capital advances	(1,034)	(790)
Proceeds from sale of fixed assets	7	2
Purchase of Investments	(475,671)	(9,292)
Proceeds from sale of investments	475,854	10,213
Investments in subsidiary companies	(1,500)	-
Bank deposits not considered as cash and cash equivalents :		
- matured (net)	(3,057)	3,093
Fixed deposit placed with companies	500	(2,325)
Intercompany deposit placed with subsidiary	-	(1,000)

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
Decrease/ (Increase) in earmarked bank balances	-	2,100
Interest received	3,428	4,027
Dividend received	1,899	1,640
Net Cash from / (used in) investing activities	426	7,668
C CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowings/ (repayments) (net)	-	(8,501)
Interest paid	(21)	(174)
Dividend paid	(1,369)	(1,158)
Tax on Distributed Profit	(279)	(215)
Net cash from/ (used in) financing activities	(1,669)	(10,048)
Net increase/ (decrease) in cash and cash equivalents	(523)	4,984
Cash and cash equivalents (Opening Balance)	27,069	22,085
Cash and cash equivalents (Closing Balance)	26,546	27,069
Notes :		
(1) Cash and Cash equivalents		
Balances with Banks	24,706	24,930
Cash and cheques on hand	811	1,400
Money lent on CBLO Transactions	1,029	739
Cash & Cash Equivalents considered for Cash flow	26,546	27,069
Other Bank Balances	234	2,198
Cash and Bank Balances as per Note 19	26,780	29,267

As per our report of even date
For **Chaturvedi & Shah**
Chartered Accountants
Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No. 113904

Shashikant Nayak
Company Secretary
FCS 7061

L. Viswanathan
Chief Financial Officer
EVP & CFO

Ramesh NGS
Managing Director & CEO
DIN 06932731

Place: Mumbai
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Chintaman Mahadeo Dixit
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Director
DIN 00425793

Sudhir Garg
Director
DIN 06777363

M. S. Sundara Rajan
Director
DIN 00169775

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. Background

Stock Holding Corporation of India Ltd. (SHCIL) was promoted by the public financial institutions and incorporated as a limited company on July 28, 1986. SHCIL provides custodial, depository participant, derivative clearing and other financial services. It provides services to institutional investors, banks, mutual funds and retail investors. SHCIL also acts as a central record keeping agency for collection and payment of non judicial stamp duty in various states of India.

2. Significant Accounting Policies

a) Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) rules 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Companies Act, 2013. Based on the nature of services offered the Company has ascertained its operating cycle as 12 months for the purpose of current, non-current classification of assets and liabilities.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumption that affects the reported balances of assets and liabilities as of the date of the financial statement and reported amounts of income and expenses during the year. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from estimates.

c) Fixed Assets & Depreciation

Fixed assets are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses. Cost includes expenses related to acquisition and installation of the concerned asset.

Tangible Assets

Depreciation on all class of fixed assets is charged under the straight line method over the useful life of the assets as specified in Schedule II to the Companies Act, 2013

Depreciation rates applied by the company on Motor Car, Mobiles and Servers & Network, Building are higher than those prescribed by the Companies Act, 2013 in view of higher wear and tear and rapid change in technology applicable to those assets as per technical advice taken by the company. Useful life of assets are as below:

	Useful life adopted	Useful life as per Companies Act, 2013
Computer servers and networks	4 years	6 years
Mobiles	2 years	5 years
Vehicles	3 years	8 years
Building	58 years	60 years

Depreciation is charged on a pro-rata basis from / upto the month of acquisition /sale or disposal. Leasehold land is amortised on a straight line basis over the lease period.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Intangible Assets - Computer Software

Computer software which forms an integral part of the related hardware is capitalised along with the hardware as fixed asset. Softwares which are not an integral part of computer hardware and from which future economic benefits are expected are treated as intangible assets and are amortised over their estimated useful life, namely three years. Costs related to development, upgradation and maintenance of software are charged to revenue.

d) Asset Impairment

The Company reviews the carrying values of tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized in the Statement of Profit and Loss when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net of selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value based on appropriate discount rate. If at the balance sheet date there is any indication that a previously assessed impaired loss no longer exists then such loss is reversed and the asset is restated to that extent.

e) Investments

Non-current investments and current maturities of non current investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long term investments are stated at the lower of cost and fair value.

Premium on purchase of debt securities is amortised over the life of the securities and discount is recognised at the time of maturity.

f) Stock-in-Trade

Securities acquired with the intention to trade are classified as Stock-in-Trade. Stock-in-Trade is valued at cost, calculated using weighted average cost method or fair value which ever is lower. The profit or loss on the sale of securities is recognised on trade date in the Statement of Profit and Loss.

g) Securities or Deposit

Securities or Deposit Receipts received as collateral and directly deposited by clients with stock exchanges are not recorded in the accompanying financial statements.

h) Corporate Actions

Benefits on securities and redemption money collected on behalf of clients are recorded in the financial statements on actual receipt.

i) Revenue Recognition

Custodial fees are accrued monthly on the basis of daily / weekly average holdings in custody or the net asset value of holding/assets under management in the electronic segment.

Service charges received are recognised as income on completion of post-trading operations. A post trading operation is treated as complete on settlement under the electronic segment and on lodgement/ delivery of securities under the paper segment.

Annual maintenance charges received from beneficiary account holders / clearing members for depository services are amortised on time proportion basis over the period of contract.

Revenue from sale of gold is recognized on transfer of all significant risks and rewards of ownership to the buyer (net of sales tax, sales return and trade discount).

Interest income on loan is recognised on time proportion basis taking into account the amount outstanding and the applicable rates of interest.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Dividend income is recognised when the right to receive dividend is established.

Commission (including commission on consignment sale) and brokerage income recognised on accrual basis.

i) Leases

As a lessee:

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease.

k) Employee Benefits

Defined Contribution Plan:

Employee Benefits in the form of Provident Fund and Superannuation Fund are considered as defined contribution plans and the contributions are charged to the Statement of Profit and Loss of the year when the respective contributions are due.

Defined Benefit Plan:

Retirement Benefit in the form of gratuity is considered as defined benefit obligation and is provided for on the basis of an actuarial valuation using the projected unit credit method, as at the date of the balance sheet. Actuarial gain or losses if any are immediately recognised in the statement of Profit & Loss.

Compensated Absences:

Long Term Compensated absences are provided for on the basis of an actuarial valuation using the projected unit credit method as at the date of the balance sheet. Actuarial gains / losses, if any, are immediately recognised in the statement of profit and loss. Short term compensated absences are provided based on estimates

l) Taxation

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year. Provision for current income tax is made on the basis of the assessable income under the Income tax Act, 1961.

Deferred income tax on account of timing differences between taxable income and accounting income for the year is accounted for, subject to the consideration of prudence, by applying the tax rates and laws enacted or substantially enacted on the balance sheet date. Deferred tax assets other than unabsorbed depreciation and carried forward losses, subject to the consideration of prudence are recognised and carried forward only to the extent there is reasonable certainty that sufficient taxable income will be available in future, against which the deferred tax assets can be realised. In the event of unabsorbed depreciation and carried forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. Deferred tax assets are reviewed as at each Balance Sheet date and appropriately adjusted to reflect the amount that is reasonably/virtually certain to be realised.

m) Provisions and Contingent Liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Contingent Liabilities are not recognised but are disclosed in notes in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company.

n) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the Year attributable to equity shareholders by the weighted average number of equity shares outstanding during the Year. For the purpose of calculating diluted earnings per share, the net profit or loss for the Year attributable to equity shareholders and the weighted average number of shares outstanding during the Year is adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

o) Cash and cash equivalents

Cash and cash equivalents includes balance with banks, deposit accounts with less than three months maturity, cash & cheques in hand and money lent on collateralised lending & borrowing obligations transactions.

p) Foreign currency transactions

- i) Transactions denominated in foreign currency are normally recorded at the exchange rate prevailing at the date of transaction.
- ii) Any income or expenses on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.
- iii) Monetary items denominated in foreign currencies at the year end are restated at the year end rates.
- iv) Non-monetary items denominated in foreign currencies are carried at cost.

q) Accounting for Derivative Transaction:

The Company enters into derivative contract such as equity index / stock futures, equity index / stock option.

Derivative contracts entered into for trading purposes are marked to market and the resulting loss is accounted for in the profit and loss account. Gains are recognized only on settlement / expiry of derivative contract.

Receivables / payables on the open positions are reported as current assets / current liabilities.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

	As at March 31, 2016	As at March 31, 2015
3 Share Capital		
Authorised		
50,000,000 Equity shares of ₹ 10/- each	5,000	5,000
Issued, Subscribed and Fully Paid		
21,054,400 Equity shares of ₹ 10/- each fully paid up	2,105	2,105
	2,105	2,105

a) The number of shares outstanding at the beginning and for the year ended March 31, 2016 and year ended March 31, 2015 are the same.

b) **Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) **Equity shares held by holding company**

	As at March 31, 2016	As at March 31, 2015
Name of shareholder : IFCI Ltd.		
Number of shares held	1,11,30,000	1,11,30,000
Percentage of holding	52.86	52.86

d) **Details of shareholders holding more than 5% of the aggregate shares in the company**

	As at March 31, 2016	As at March 31, 2015
Name of shareholder : IFCI Ltd.		
Number of shares held	1,11,30,000	1,11,30,000
Percentage of holding	52.86	52.86
Name of shareholder : Administrator of the Specified Undertaking of the Unit Trust of India		
Number of shares held	35,70,000	35,70,000
Percentage of holding	16.96	16.96
Name of shareholder : Life Insurance Corporation Of India		
Number of shares held	31,50,000	31,50,000
Percentage of holding	14.96	14.96

e) **Information regarding issue of shares in the last five years :**

- The Company has not issued any shares without payment being received in cash.
- The Company has not issued any bonus shares.
- The Company has not undertaken any buy-back of shares.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

	As at March 31, 2016	As at March 31, 2015
4 Reserves & Surplus		
Securities Premium Account		
Balance as at the beginning and at the end of the year	527	527
General Reserve		
Balance as at the beginning of the year	14,363	13,700
Transfer from surplus in Statement of Profit and Loss	523	663
Balance as at the end of the year	14,886	14,363
Surplus in Statement of Profit and Loss		
Balance at the beginning of the year	40,398	36,220
Less: Adjustment for carrying amount of the assets whose remaining useful life is nil	-	144
Add: Net profit for the year	5,227	6,630
Less: Appropriations:		
Interim dividend	632	632
Proposed Final Dividend	947	737
Tax on distributed profits	322	276
Transfer to General Reserve	523	663
Balance as at the end of the year	43,201	40,398
	58,614	55,288
5 Other Long Term Liabilities		
Deposits from customers	1,775	1,693
Advance depository participant charges	66	92
	1,841	1,785
6 Long Term Provisions		
Provision for employee benefits		
- compensated absences	980	948
Provision for claims (refer Note 33)	2,561	2,561
	3,541	3,509
7 Trade Payables		
Dues to micro and small enterprises (refer Note 30)	-	-
Other than micro and small enterprises	750	2,107
Margin money from clients	3,312	3,362
Provision for expenses	1,826	1,603
	5,888	7,072

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

	As at March 31, 2016	As at March 31, 2015
8 Other Current Liabilities		
Advance depository participant charges	964	1,204
Unclaimed dividend	5	4
(Unclaimed amounts are transferred to the Investor Education and Protection Fund when due)		
Unclaimed redemption proceeds and interest on Relief and Saving Bonds	2,230	2,068
Advances and deposits from customers	6,027	5,969
Amount due on settlement (net) (Refer Note 31)	11,423	11,641
Amounts payable to Government on account of stamp duty collection	8,913	6,547
Amounts payable to Reserve Bank of India on account of distribution of Relief Bonds/Inflation indexed bonds (net)	3,563	-
Due to subsidiary company		
- Stockholding Document Management Services Ltd.	-	6
- SHCIL Services Ltd.	1	386
Other creditors for capital expenses	130	444
Other Liabilities		
- Employee benefits payable	795	1,183
- Statutory dues including provident fund and taxes	456	257
- Others	56	49
	34,563	29,758
9 Short-Term Provisions		
Proposed dividend	947	737
Tax on distributed profits	193	150
Provision for employee benefits (Refer Note 32)		
- Provision for gratuity	163	6
- Provision for compensated absences	199	167
	1,502	1,060

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

10 Tangible Assets :

(₹ in lakhs)

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
	As at 01.04.2015	Additions	Deductions	As at 31.03.2016	Up to 1.04.2015	For the period	Adjustments**	On Deductions	Up to 31.03.2016	As at 31.03.2016	As at 31.03.2015
Leasehold Land	168	-	-	168	40	2	-	-	42	126	128
Buildings *	9,646	-	-	9,646	2,609	158	(1,583)	-	1,184	8,462	7,037
Plant & Machinery	3,112	54	48	3,118	1,096	333	-	40	1,389	1,729	2,016
Computers	6,911	119	247	6,783	6,059	340	-	247	6,152	631	852
Furniture & Fixtures	2,012	33	20	2,025	977	221	-	19	1,179	846	1,035
Office Equipment	1,096	119	18	1,197	764	229	-	18	975	222	332
Vehicles	282	103	30	355	186	68	-	30	224	131	96
As at 31.03.2016	23,227	428	363	23,292	11,731	1,351	-1,583	354	11,145	12,147	-
As at 31.03.2015	23,427	992	1,192	23,227	11,991	2,098	(1,176)	1,182	11,731	-	11,496

Notes: *1. Buildings includes ₹ 408/- being the cost of 8 shares held in a Co-op Housing society.

2. There are no adjustments to Gross block on account of foreign exchange fluctuations or borrowing costs
3. Adjustments to depreciation includes reversal of depreciation of ₹ 1,583 lakh consequent to the change in method of depreciation of certain assets from written down value method to the straight-line method
4. Since the premises given on lease is a small portion of the Company's office building, separate carrying amount and accumulated depreciation of the premises given on lease is not available.

** Refer Note 42.

11 Intangible Assets :

(₹ in lakhs)

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
	As at 01.04.2015	Additions	Deductions	As at 31.03.2016	Up to 01.04.2015	For the period	Adjustments	On Deductions	Up to 31.03.2016	As at 31.03.2016	As at 31.03.2015
Computer Software	2,037	368	0	2,405	1,983	45	-	-	2,028	377	54
As at 31.03.2016	2,037	368	0	2,405	1,983	45	-	-	2,028	377	-
As at 31.03.2015	2,388	62	413	2,037	2,328	68	-	413	1,983	-	54

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

12. Non-Current Investments

	Face Value (₹)	(₹ in Lakhs)	
		As at March 31, 2016	As at March 31, 2015
Trade - Fully Paid - at Cost			
Equity Shares			
Subsidiary Companies - Unquoted			
3,70,00,000 (March 31, 2015 - 3,70,00,000) Stockholding Document Management Services Ltd.	10	3,700	3,700
60,89,701 (March 31, 2015 - 57,69,998) SHCIL Services Ltd.***	10	1,538	1,349
		5,238	5,049
Other Companies - Unquoted			
22,50,000 (March 31, 2015 - 22,50,000) National Stock Exchange of India Ltd.	10	394	394
87,000 (March 31, 2015 - 87,000) Bombay Stock Exchange Ltd.	1	300	300
		694	694
Preference Shares			
Subsidiary Companies - Unquoted			
- (March 31, 2015 - 18,86,250) SHCIL Services Ltd. (7% Non-Cumulative Convertible Preference Shares)	10	-	189
Non Convertible Debentures			
Subsidiary Companies - Unquoted			
1,50,000 (March 31, 2015 - Nil) 9.50% Stockholding Document Management Services Ltd.	1,000	1,500	-
Non-Trade - Fully Paid - at Cost			
Equity Shares			
Quoted			
6,600 (March 31, 2015 - 4,600) Bank of India****	10	19	14
1,300 (March 31, 2015 - Nil) Bharti Airtel Ltd.****	5	5	-
2,800 (March 31, 2015 - 2,800) Cairn India Ltd.****	10	10	10
3,937 (March 31, 2015 - 3,937) Coal India Ltd.****	10	15	15
5,700 (March 31, 2015 - 2,700) Crompton Greaves Limited	2	5	5
6,200 (March 31, 2015 - 3,500) Engineers India Limited	5	15	10
32,015 (March 31, 2015 - 32,015) Indian Overseas Bank ****	10	30	30
1,975 (March 31, 2015 - 1,975) National Thermal Power Corporation Ltd.****	10	4	4
4,900 (March 31, 2015 - 3,400) Power Finance Corporation Ltd.****	10	14	10
376 (March 31, 2015 - 376) Mphasis Ltd.	10	2	2
9,519 (March 31, 2015 - 9,519) Shipping Corporation of India Ltd.****	10	9	9
2,075 (March 31, 2015 - 2,075) Steel Authority of India Ltd.****	10	4	4
1,600 (March 31, 2015 - 800) Tech Mahindra Ltd.****	10	10	5

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
2,300 (March 31, 2015 - 1,300) Titan Company Ltd.****	10	8	5
590 (March 31, 2015 - Nil) Cummins India Ltd.****	2	5	-
185 (March 31, 2015 - Nil) Maruti Suzuki India Ltd.****	5	7	-
3,000 (March 31, 2015 - 1,500) Rural Electrification Corporation Limited****	10	9	5
300 (March 31, 2015 - Nil) Yes Bank Ltd.****	10	2	-
380 (March 31, 2015 - 190) UltratCh Cement Ltd.****	10	10	5
		183	133
Equity Shares			
Unquoted			
5,700 (March 31, 2015 - Nil) Crompton Greaves Consumer Electricals Limited	2	5	-
		5	-
Government Securities			
Quoted			
- (March 31, 2015 - 100) 6.20% Maharashtra SDL 2015	100	-	*
10,00,000 (March 31, 2015 - 20,00,000) 6.35% GS 2020**	100	917	1,822
- (March 31, 2015 - 20,000) 7.95% M.P. GS 2016	100	-	20
- (March 31, 2015 - 9,000) 7.17% Maharashtra SDL 2017	100	-	9
- (March 31, 2015 - 3,800) 6.20% Karnataka 2015	100	-	4
- (March 31, 2015 - 8,000) 7.17% Andhra SDL 2017	100	-	8
- (March 31, 2015 - 8,000) 7.17% Kerela SDL 2017	100	-	8
- (March 31, 2015 - 20,000) 7.77% Karnataka 2015	100	-	20
5,00,000 (March 31, 2015 - Nil) 8.60% GS 2028**	100	534	-
- (March 31, 2015 - 10,000) 8.35% Maharashtra 2017	100	-	10
- (March 31, 2015 - 15,000) 12.30% GOI 2016	100	-	18
25,000 (March 31, 2015 - 25,000) 11.60% G.S. 2020**	100	31	31
23,400 (March 31, 2015 - 23,400) 10.03% G.S. 2019**	100	26	26
30,500 (March 31, 2015 - 30,500) 6.05% GOVT. STOCK 2019**	100	26	26
47,000 (March 31, 2015 - 47,000) 10.25% G.S. 2021**	100	54	54
- (March 31, 2015 - 69,000) 8.07% GOI 2017**	100	-	70
1000 (March 31, 2015 - 1,000) 10.70% G.S. 2020**	100	1	1
5,00,000 (March 31, 2015 - 5,00,000) 7.16% GOVT. STOCK 2023**	100	442	442
5,00,000 (March 31, 2015 - 5,00,000) 8.28% GOVT. STOCK 2027**	100	466	466
5,00,000 (March 31, 2015 - 5,00,000) 8.24% GOVT. STOCK 2027**	100	475	475
		2,972	3,510

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
PSU/Corporate Bonds			
Quoted			
- (March 31, 2015 - 5) 7.50% Bank of India 2015	10,00,000	-	48
- (March 31, 2015 - 4) 7.45% State Bank of India 2015	10,00,000	-	38
- (March 31, 2015 - 3) 7.60% Power Finance Corporation 2015	10,00,000	-	29
- (March 31, 2015 - 1) 8.00% HDFC NCD 2016	10,00,000	-	10
3 (March 31, 2015 - 3) 9.25% Power Grid Corporation 2017	12,50,000	39	39
- (March 31, 2015 - 2) 8.78% Power Finance Corpn 2016	10,00,000	-	20
1,47,594 (March 31, 2015 - 2,50,000) 9.80% IFCI 2019	1,000	1,476	2,500
99,990 (March 31, 2015 - 1,00,000) 9.35% IFCI 2020	1,000	1,000	1,000
		2,515	3,684
Tax Free Secured Redeemable Non-Convertible Bonds			
Quoted			
- (March 31, 2015 - 19,895) 8.20% National Highway Authority of India 2022	1,000	-	199
10,875 (March 31, 2015 - 10,875) 8.00% Indian Railway Finance Corporation Ltd. 2022	1,000	109	109
100 (March 31, 2015 - 100) 7.21% Indian Railway Finance Corporation Ltd. 2022	10,00,000	1,000	1,000
50,000 (March 31, 2015 - 50,000) 8.01% Rural Electrification Corporation Ltd. 2023	1,000	500	500
50,000 (March 31, 2015 - 50,000) 8.14% Housing and Urban Development Corporation Ltd. 2023	1,000	500	500
16,105 (March 31, 2015 - 16,105) 8.18% NHPC Limited 2023	1,000	161	161
15,832 (March 31, 2015 - 15,832) 8.41% NTPC Limited 2023	1,000	158	158
6,384 (March 31, 2015 - 6,384) 8.25% National Housing Bank 2024	5,000	319	319
250 (March 31, 2015 - 250) 8.39% IFCI Ltd. 2024	10,00,000	2,500	2,500
32,389 (March 31, 2015 - 32,389) 8.18% Power Finance Corporation Ltd. 2023	1,000	324	324
		5,571	5,770
Non-Convertible Debenture			
Quoted			
1,975 (March 31, 2015 - 1,975) 8.49% NTPC Ltd. 2025	12.5	*	*
		-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
Mutual Funds			
Unquoted			
43,02,704 (March 31, 2015 - 43,02,704) IDBI Dynamic Bond Fund Growth	10	500	500
20,00,000 (March 31, 2015 - 20,00,000) IDBI Debt Opportunities Fund Growth Option	10	200	200
- (March 31, 2015 - 10,00,000) IDBI Diversified Equity Fund Direct Plan - Growth	10	-	100
10,00,000 (March 31, 2015 - 10,00,000) Baroda Pioneer Credit Opportunities Fund - Plan B Growth	10	100	100
58,641 (March 31, 2015 - 58,641) TATA Balance Fund Direct Plan - Growth	171	100	100
10,00,000 (March 31, 2015 - 10,00,000) Union KBC Capital Protection Oriented Fund Series 6	10	100	100
10,11,182 (March 31, 2015 - 2,00,000) LIC Nomura MF Banking & Financial Services Fund - Direct Growth	10	100	20
13,828 (March 31, 2015 - Nil) Religare Invesco Medium Term Bond Fund - Direct Plan - Growth	1,000	200	-
9,40,380 (March 31, 2015 - 9,40,380) L&T Arbitrage Opportunities Fund- Direct Growth	11	100	100
		1,400	1,220
		20,078	20,249
Less : Premium amortised on Bonds		17	12
		20,061	20,237
Aggregate amount of quoted investments		11,224	13,085
Market value of quoted investments		11,749	13,143
Aggregate amount of unquoted investments		8,837	7,152
Aggregate provision for diminution in value of investments		-	-

* denotes amounts less than ₹ 1 lakh.

** security deposited as margin with CCIL.

*** pursuant to the Mumbai High Court Order dated October 3, 2011 and the Memorandum of Understanding executed between the parties, 3,30,000 equity shares of SHCIL Services Ltd. are transferred in favour of SHCIL and the certificates for the same are handed over to CBI.

**** equity share deposited as margin with SHCIL Services Limited.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
13 Deferred tax assets (net)		
The major components of deferred tax assets and liabilities arising on account of timing differences are as under :		
Deferred Tax Assets		
Provision for doubtful debts/advances	419	419
Provision for impairment of assets	37	37
Provision for claims	886	870
Mark to Market loss on stock-in-trade	3	-
Employee benefits (net)	481	381
	1,826	1,707
Deferred Tax Liabilities		
Depreciation	1,455	804
Net Deferred Tax Assets	371	903
14 Long-term loan and advances (Unsecured and considered good, unless otherwise stated)		
Capital advances	86	24
Staff loans		
- considered good	162	212
- considered doubtful	4	4
Less : provision for doubtful loans	(4)	(4)
- Stockholding Document Management Services Ltd.	1,500	1,500
Security and other deposits (Refer note No. 29)		
- considered good	7,156	3,888
- considered doubtful	26	26
Less: provision for doubtful advances	(26)	(26)
Advance payment of tax and taxes deducted at source (net of provision for taxation ₹ 26,562 lakhs, March 31, 2015 ₹ 25,521 lakhs)	1,801	881
Prepayments	12	206
	10,717	6,711
15 Other non-current assets		
Long-Term deposits with banks with original maturity period more than 12 months *	19,131	14,110
Fixed deposits with companies	2,325	2,825
Accrued interest on bank and other deposits but not due	1,443	1,085
	22,899	18,020

* Fixed deposits with banks aggregating to ₹ 4,522 lakhs (As at March 31, 2015 - ₹ 3,786 lakhs) against which lien has been marked by the banks as security for guarantees issued on behalf of the Company. It also includes fixed deposits with banks aggregating to ₹ 14,585 lakhs (As at March 31, 2015 - ₹ 10,003 lakhs) deposited with the Stock Exchanges and State Governments as margin deposit. ₹ 4 lakhs is lien with VAT authorities.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

				(₹ in Lakhs)	
				As at March 31, 2016	As at March 31, 2015
16 Current Investments					
Current portion of long-term investments (valued at cost)					
PSU / Corporate Bonds					
Quoted					
2	(March 31, 2015 - Nil) 8.78% Power Finance Corporation Ltd. 2016	10,00,000		20	-
				20	-
Current portion of long-term investments (valued at cost)					
Government Securities					
Quoted					
20,000	(March 31, 2015 - Nil) 7.95% MP GS 2016	100		20	-
10,000	(March 31, 2015 - Nil) 8.35% Maharashtra GS 2017	100		10	-
69,000	(March 31, 2015 - Nil) 8.07% GS 2017**	100		70	-
9,000	(March 31, 2015 - Nil) 7.17% Maharashtra SDL 2017	100		9	-
8,000	(March 31, 2015 - Nil) 7.17% Andhra SDL 2017	100		8	-
8,000	(March 31, 2015 - Nil) 7.17% Kerela SDL 2017	100		8	-
15,000	(March 31, 2015 - Nil) 12.30% GS 2016	100		18	-
				143	-
Current Investments					
Mutual Funds Liquid Investment					
Unquoted					
132,058	(March 31, 2015 - Nil) LIC NOMURA MF Liquid Fund - DIRECT - Dividend Plan			1,450	-
				-	-
				-	-
				1,450	-
				1,613	-
Aggregate amount of quoted investments				163	-
Market value of quoted investments				160	-
Aggregate amount of unquoted investments				1,450	-
Aggregate provision for diminution in value of investments				-	-

** security deposited as margin with CCIL.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in lakhs)	
	Face Value	As at March 31, 2016	As at March 31, 2015
17 Stock-in-Trade			
(at lower of cost or net realisable value)			
Equity shares			
12,000 (March 31, 2015 - Nil) Steel Authority of India Ltd.	10	5	-
Nil (March 31, 2015 - 3,50,000) HDFC Bank Ltd.*	2	-	3,579
26,000 (March 31, 2015 -26,000) NTPC Ltd.	10	33	38
		38	3,617
*(March 31, 2015 - 92,840 shares are given as margin SHCIL Services Ltd.)			

		(₹ in lakhs)	
		As at March 31, 2016	As at March 31, 2015
18 Trade receivables			
(Unsecured)			
Outstanding for a period exceeding six months			
Considered good		358	847
Considered doubtful		992	884
		1,350	1,731
Less: Provision for doubtful receivables		992	884
		358	847
Outstanding for a period less than six months			
Considered good		3,584	3,160
Considered doubtful		164	277
		3,748	3,437
Less: Provision for doubtful receivables		164	277
		3,584	3,160
		3,942	4,007
Trade receivables includes ₹ 222 lakhs (March 31, 2015 - ₹ 180 lakhs) due from subsidiary companies.			

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
19 Cash and Bank Balances		
Cash and Cash equivalents		
Balances with banks		
- In current accounts	24,706	22,430
- In deposit accounts with original maturity less than 3 months	-	2,500
Cheques in hand	18	40
Cash in hand	793	1,360
Money lent on CBLO transactions	1,029	739
	26,546	27,069
Other Bank Balances		
- In deposit accounts (more than 3 months but less than 12 months maturity)*	229	2,193
- Earmarked balances with banks	5	5
	26,780	29,267
<p>* Other Bank Balances in deposit accounts includes fixed deposits with banks aggregating to ₹ 229 lakhs (As at March 31, 2015 - ₹ 248 lakhs) against which lien has been marked by the banks as security for guarantees issued on behalf of the Company. It also includes fixed deposits with banks aggregating to ₹ Nil lakhs (As at March 31, 2015 - ₹ 1734 lakhs) deposited with the Stock Exchanges as margin deposits.</p>		
20 Short-term loans and advances		
(Unsecured and considered good, unless otherwise stated)		
Margin deposits placed with subsidiary		
- SHCIL Services Ltd.	200	200
Advances recoverable in cash or in kind		
- considered good	4,505	4,449
- considered doubtful	28	38
Less : provision for doubtful advances	(28)	(38)
Amounts recoverable from Reserve Bank of India		
towards Relief Bonds redemption (net)	-	8
Advance to SHCIL Employees Group Gratuity Fund	7	5
Advance to government towards stamp duty payments	883	476
Service Tax Input Credit	92	147
Staff loans	104	117
Security and other deposits	310	-
Prepayments	567	140
	6,668	5,542
21 Other current assets		
Recoverable from subsidiary companies		
- SHCIL Services Ltd.	1,650	1
- Stockholding Document Management Services Ltd.	104	-
Accrued interest on bank and other deposits but not due	1	186
Accrued income on investments *	291	266
Unbilled revenue	10	61
*(includes ₹ 72 lakhs from subsidiary company)	2,056	514

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
22 Revenue from Operations		
Custodial Services	103	122
Depository Participant Services	12,090	13,816
Commission and brokerage (net)	10,224	8,589
Derivatives clearing services	229	254
Document management income	165	591
Margin on sale of gold **	8	1
Other operating revenue	193	210
	23,012	23,583
Note **		
Sale of gold	168	15
Less: cost of purchase	160	14
	8	1
23 Other Income		
Interest (Gross)		
- Govt. securities & bonds	1,119	972
- Deposits with banks	2,223	2,462
- Others	284	248
- Interest on income tax refund	-	257
Dividend on long-term investments	1,800	1,631
Dividend on current investments	99	9
Profit on sale of current investments (net)	-	93
Profit on sale of non-current investments (net), *	121	127
Profit from trading in securities (net)	108	67
Provisions for doubtful debts written back	-	9
Sundry balances written back	70	129
Miscellaneous income (Refer Note No. 36)	441	495
	6,265	6,499
* It includes loss of ₹ 26 lakhs due to conversion of non-current investment of equity shares into stock-in-trade for the year ended March 31, 2015.		
24 Employee Benefits Expense		
Salaries, allowances & bonus **	8,072	8,023
Contribution to provident fund and other funds	441	530
Gratuity	281	230
Staff welfare expenses	475	443
	9,269	9,226
** Salaries, allowances and bonus is net of salaries of employees deputed to subsidiary companies ₹ 155 lakhs (March, 2015 - ₹ 165 lakhs)		

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
25 Finance Cost		
Interest on bank overdraft	17	26
Interest on CBLO borrowings	4	148
	21	174
26 Other expenses		
Outsourcing expenses	1,263	1,037
Feet on Street (FOS)	190	-
Depository participant/custodian fees	912	826
Software expenses	746	705
Rent	964	842
Rates and taxes	411	293
Electricity	862	767
Insurance	116	161
Repairs and maintenance		
- Buildings	314	207
- Plant & machinery	723	763
- Others	32	32
Travelling & conveyance	425	303
Postage & courier	263	247
Telephone & communication	673	647
Printing & stationery	371	307
Legal & professional	853	256
Payment to Auditors (refer note 35)	41	34
Technical know-how fees	692	517
Corporate Social Responsibility	124	108
Claims paid	79	-
Bad debts written off	231	202
Provision for doubtful debts/ advances	(20)	91
Provision for claims (refer note 33)	-	115
Loss on sale/discarded fixed assets (net)	2	8
Premium amortised on bonds	5	22
Loss due to exchange rate fluctuation	9	-
Advertisement & publicity	534	128
Commission and brokerage to selling agents	1,566	1,088
Document management expenses	300	742
Miscellaneous expenses	689	520
	13,370	10,968

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
27 Contingent Liabilities		
A) Claims against the Company not acknowledged as debts		
i) Income Tax demand against which the Company has preferred appeals	103	2
ii) Claims by a bank not acknowledged by the Company (refer note 29 below)	amount unascertained	amount unascertained
iii) Other claims not acknowledged as debt	22	132
B) Bank Guarantees		
i) provided to stock exchanges (backed by counter guarantees, cash collateral and securities)	1,000	1,100
ii) provided to stock exchanges (backed by cash collateral) on behalf of subsidiary SHCIL Services Ltd.	1,770	3,600
iii) other Bank Guarantees	2,334	1,839

28 Capital and other commitments :

Estimated amount of contracts to be executed on capital account, not provided for – ₹ 222.77 lakhs (as at March 31, 2015 - ₹ 46 lakhs).

- 29** The Company had during the year 2000-01 undertaken a transaction of ₹ 2,445 lakh with a client through the Calcutta Stock Exchange (CSE) under the 'Cash on Payout' scheme for the sale of 7,20,000 equity shares of DSQ Industries Limited. The said transaction was confirmed by CSE based on which post dated cheques were issued. The cheques were stopped for payment before their due date by the Company as the underlying trade transaction was contended to be non-bonafide and disallowed by CSE. A Bank, which had granted financial assistance against the said cheques, issued a notice of demand against the Company under Section 138 of the Negotiable Instrument Act, 1881. The Bank also filed an application in the Debt Recovery Tribunal (DRT) for recovery of the amount alongwith compound interest from the Company and the client. The Company disputed the claim of the Bank. The Bank's application to the DRT was dismissed and only the client was held liable. The Bank and the client had filed an appeal in the Debt Recovery Appellate Tribunal (DRAT) against the order of DRT. The appeals were allowed vide the DRAT order dated September 23, 2011, which stated that the amount would carry compound interest from August 1, 2001 @ 19% p.a. with quarterly rests till realisation and the Bank was entitled to realize the sum from both the client and the Company. The Company filed a Revision Application in High Court, Calcutta on November 30, 2011 which was admitted but no interim relief was granted. Hence, the Company filed a Special Leave Petition (SLP) in the Supreme Court for stay of the High Court Order for not granting interim relief of staying the DRAT order, the Order of the DRAT and the recovery certificate and notice of demand issued by Presiding Officer and recovery officer of DRT respectively. The Supreme Court vide its order dated April 23, 2012 granted stay on the recovery proceedings and requested the Calcutta High Court to dispose off the Revision Application within a period of four months and the Company to deposit ₹ 3,000 lakh with the Calcutta High Court Registry within a period of 4 weeks from the date of order by way of a short term deposit in a nationalised bank. Accordingly, the Company had deposited the money with the Calcutta High Court, Registry. The Revision application was dismissed. The Company filed Special Leave Petition (SLP) in the Supreme Court in May 2015. The Supreme Court vide its order dated May 14, 2015 stayed the operation of the execution proceedings and the Company to deposit with the Registrar, Supreme Court of India, a fixed deposit receipt in the name of the Company and endorsed in favour of the Registrar an amount of not less than ₹ 3,000 lakh. Accordingly, the Company made the deposit. The amount of ₹ 6,000 lakh, deposited by the Company in the High Court (₹ 3,000 lakh) and Supreme Court (₹ 3,000 lakh) is shown under the heading "Long Term Loans and Advances" under the sub-heading "Security and other deposits" in the Statement of Balance

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Sheet as on March 31, 2016. The bank was granted liberty to withdraw ₹ 3,000 lakh along with interest that had been lying as deposit before the High Court of Kolkata which is subject to final decision in the SLP. Accordingly, an amount of ₹ 38,04,44,259.69/- was released to the Bank. Further by an order dated October 12, 2015, the Supreme Court directed the bank to withdraw an additional amount of ₹ 1,500 lakh along with accrued interest from the money deposited with the Supreme Court. Accordingly, an amount of ₹ 15,45,06,971/- was released to the Bank. The order of the Supreme Court dated October 12, 2015 has been complied with. The amounts released to the Bank is subject to the final decision in the SLP. The matter was last listed on May 3, 2016 in the Supreme Court. The next date of hearing for final disposal is yet to be known. In view of the nature of dispute, the amount of contingent liability has not been ascertained. Pending final adjudication of the matter by the Honourable Supreme Court and also in view of the legal opinion obtained by the Company, in the opinion of the management, no provision is required to be made in the statement of Profit and Loss for financial year 2015-16.

- 30** No amount is payable to suppliers under the Micro, Small and Medium Enterprises Development Act 2006. No interest has been paid/payable by the Company to the suppliers under the Micro, Small and Medium Enterprises Development Act, 2006. The said information is based on the records maintained by the Company of its suppliers.
- 31** Amount due on settlement (net) represents amounts receivable from / (payable to) Clearing house, Clients and Brokers, as under:

	As at March 31, 2016		As at March 31, 2015	
	Due to	Due from	Due to	Due from
Clearing House	10,845	-	12,122	19,596
Clients	42,469	1,302	19,431	316
Brokers	878	41,467		
	54,192	42,769	31,553	19,912
Net Receivable/ Payable	11,423		11,641	

	As at March 31, 2016		Year ended March 31, 2015	
32 Employee Benefits:				
A) Defined Contribution Plan				
The Company has recognised the following amounts in the Statement of Profit and Loss for the year				
Contribution to Employees' Provident Fund	406		354	
Contribution to Employees' Superannuation Fund	35		174	

B) Defined Benefit Plans

i) General description

Gratuity is payable to all eligible employees of the Company on superannuation, death and resignation in terms of provisions of the payment of Gratuity Act or as per the Company's scheme whichever is more beneficial. Benefit would be paid at the time of separation based on the last drawn base salary.

Valuations of the defined benefit obligation on account of gratuity has been carried out by an independent actuary as at the Balance sheet date based on the following assumptions.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
ii) Actuarial Assumptions:		
a) Discount Rate	7.86%	7.95%
b) Rate of Return on Plan Assets	7.86%	7.95%
c) Salary Escalation	5.00%	5.00%
iii) Change in Benefit Obligation		
Liability at the beginning of the year	1,858	1,474
Interest Cost	177	140
Current Service Cost	155	123
Curtailment	-	-
Past Service Cost - Vested Benefit	-	-
Benefit Paid	(97)	(74)
Actuarial (gain)/loss on obligations	16	233
Actuarial (gain)/loss on obligations - due to Experience	(13)	(38)
Liability at the end of the year	2,096	1,858
iv) Fair value of Plan Assets		
Fair Value of Plan Assets at the beginning of the year	1,852	1,691
Expected Return on Plan Assets	147	145
Contributions	27	92
Benefit Paid	(97)	(74)
Actuarial gain/(loss) on Plan Assets	4	(2)
Fair Value of Plan Assets at the end of the year	1,933	1,852
v) Actual Return on Plan Assets		
Expected Return on Plan Assets	147	145
Actuarial gain/(loss) on Plan Assets	4	(1)
Actual Return on Plan Assets	151	144
vi) Amount Recognised in the Balance Sheet		
Fair Value of Plan Assets at the end of the year	(2,096)	(1,858)
Liability at the end of the year	1,933	1,852
Funded Status	(163)	(6)
Unrecognised Past Service Cost	-	-
Unrecognised Transition Liability	-	-
Amount Recognised in the Balance Sheet	(163)	(6)
vii) Amount Recognised in the Income Statement		
Current Service Cost	155	123
Interest Cost	30	(5)
Expected Return on Plan Assets	(1)	-
Recognition of Transition Liability	-	-
Actuarial Gain or Loss	-	197
Curtailment	-	-
Past Service Cost-Vested Benefit Recognized during the year	-	-
Expense Recognised in Profit and Loss	184	314

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

viii) Net asset / liability recognised in the balance sheet (including experience adjustment)

	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2013	Year Ended March 31, 2012
Defined benefit obligation at the end of the Year	2,096	1,858	1,474	1,614	1,318
Funded Status	(163)	(6)	217	(95)	57
Experience Adjustment on plan liability Gain/(Loss)	(13)	(38)	(200)	(71)	(48)
Actuarial Gain/(Loss) due to change of assumptions	16	(2)	(100)	(62)	26

ix) Basis used to determine expected rate of return on assets :

Expected rate of return on investments is determined based on the assessment made by the Company at the beginning of the year for returns over the entire life of the related obligation. The gratuity scheme is invested in a group gratuity cum assurance policy offered by Life Insurance Corporation of India.

C) Other Long-Term Employee Benefits

The long-term employee benefits in the form of compensated absences amounting to ₹ 162 Lakhs. have been determined using the projected unit credit method as at the Balance Sheet date on the basis of an actuarial valuation.

	As at March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
33 The movement in provision for claims is as under		
Opening Balance	2,561	2,446
Additions during the year	-	115
Closing Balance	2,561	2,561
34 Managerial Remuneration		
MD & CEO	26	-
Salary and allowances*	-	27
Contribution to provident fund and other funds	1	2
Perquisites (estimated monetary value)	5	21
	32	50
* Includes Incentive to Managing Director & CEO ₹ 5.40 lakhs (March 31, 2015 - ₹ 3.75 lakhs) paid during the year as approved by the Board of Directors.		
35 Auditor's Remuneration (excluding service tax)		
As Auditor:		
Audit fees *	31	29
Tax Audit fees	3	-
In other capacity:		
Certification and other charges	2	1
Out of Pocket Expenses	2	1
	38	31

* It includes ₹ 5 lakhs paid to previous auditor for the year ended March 31, 2015

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

36 Miscellaneous Income includes:

Recoveries made from contractors for projects completed towards electricity and water charges, taxes and penalties - ₹ Nil (March 31, 2015 - ₹ 85 lakhs). The said recoveries have been made pursuant to full and final settlements reached with the contractors during the year.

37 Disclosure in respect of Operating Leases :-

A) Operating Leases taken by the Company

Office premises are obtained on operating lease and are renewable/cancellable at mutual consent. There are no restrictions imposed by lease agreements, lease terms are based on individual agreements.

	As at March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
Lease payment recognised in profit and loss for the Year	964	842

B) Operating Leases granted by the Company

Operating Leases granted by the Company are renewable/cancellable at mutual consent. There are no restrictions imposed by lease agreements, lease terms are based on individual agreements.

	As at March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
Lease rentals recognised in profit and loss for the Year	122	93

Since the premises given on lease is a small portion of the Company's office building, separate carrying amount and accumulated depreciation of the premises given on lease is not available

	As at March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
38 Expenditure in foreign currency		
Travelling expenses	9	-
Others	23	31
Capital expenditure	76	-
Total	108	31

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
39 Earnings Per Share		
Profit for the year as per Statement of Profit and Loss	5,227	6,630
Exceptional item (Net of tax credit)	1,035	871
Profit for the year before exceptional item	4,192	5,759
No. of Shares at the beginning of the year	2,10,54,400	2,10,54,400
No. of Shares at the end of the year	2,10,54,400	2,10,54,400
Weighted average number of shares outstanding during the year (Nos)	2,10,54,400	2,10,54,400
Earnings per share before exceptional item for the year in ₹		
Basic / Dsiluted	19.91	27.35
Earning per share after exceptional item for the year in ₹		
Basic / Dsiluted	24.83	31.49

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	As at March 31, 2016	Year ended March 31, 2015
40 Foreign Currency Exposure		
Particulars of unhedged foreign currency exposures as at the balance sheet date		
Trade payables	USD 54,314	USD 46,371
	GBP 4,000	-

41 Impairment of Assets

Capital work-in-progress includes building (including lifts) amounting to ₹ 309 lakhs. As the building was not been put to use since it was constructed in 1996, the provision of ₹ 108 lakhs (March 31, 2015- ₹ 108 lakhs) has been made for impairment @35%. During the period in the opinion of the management, as there is concrete plan for developing of the said building, hence no further impairment is required. Hence provision created in the earlier years has been continued on a prudent basis.

42 Depreciation

During the current year the Company has revised its policy of providing depreciation on buildings With effect from April 1, 2015, from written down value to straight line method in order to reflect a more appropriate preparation/presentation of financial statements. The useful life of buildings as estimated by the management is 58 years, which is lower than the useful life as per schedule II of Companies Act, 2013.

The change in the method of depreciation has resulted in a credit of ₹ 1,583 lakhs. As a result of these changes, the depreciation charge for the Year ended March 31, 2016 is lower by ₹ 194 lakhs.

Accordingly, the profits for the Year ended March 31, 2016 are higher by ₹ 1,162 lakhs (Net of taxes).

The Company has revised its policy of providing depreciation on fixed assets effective April 1, 2014. upto March 31, 2014, the straight line method was used for depreciating Computer Hardware, Computer Software and Vehicles while other fixed assets were being depreciated using the written down value method. With effect from April 1, 2014, the straight line method is being used to depreciate all classes of fixed assets, except for Buildings.

Further, the useful life of fixed assets has also been revised pursuant to notification of Schedule II to the Companies Act, 2013 in accordance with the life prescribed under the Schedule or the useful life as estimated by the management, whichever is lower.

As a result of these changes, the depreciation charge for the Year ended March 31, 2015 is higher by ₹ 592 lakhs. The change in the method of depreciation has resulted in a credit of ₹ 1,320 lakhs. Additionally, an amount of ₹ 144 lakhs has been recognized in the opening balance of retained earnings for the assets where remaining useful life as per Schedule II was nil.

Accordingly, the profits for the Year ended March 31, 2015 are higher by ₹ 481 lakhs (Net of tax).

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

43 Segment Reporting

The segment information as per accounting standard (AS-17) on "Segment Reporting" is given below

1. Segment Information:

The Company has identified three reportable segments viz. Depository/Custodial, E-Stamping, Professional Clearing Member.

Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting

- Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".
- Segment Assets and Segment Liabilities represent Assets and Liabilities in respective segments, Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

(₹ in lakhs)

	Primary Business Segments									
	Depository/ Custodial Services		Estamping		PCM		Others		Total	
	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
A. SEGMENT REVENUE										
External sales / Income from operations	12,205	13,977	7,027	5,117	1,651	1,696	6,589	7,300	27,472	28,090
Inter-segment Revenues									-	-
TOTAL REVENUE	12,205	13,977	7,027	5,117	1,651	1,696	6,589	7,300	27,472	28,090
B. RESULT										
Segment result	4,175	6,246	1,948	28	1,361	1,497	(419)	953	7,065	8,724
Unallocated (Expenses) net of unallocated income **									(3,627)	(2,993)
Operating Profit									3,438	5,731
Interest expense									(21)	(174)
Interest income	-		-						1,804	1,991
Net Profit									5,221	7,548
Exceptional Item									1,583	1,320
Profit after exceptional Item									6,804	8,868
Taxes									(1,577)	(2,238)
Net Profit after Exceptional item									5,227	6,630
Reconciliation of Revenue										
Segment Revenue									27,472	28,090
Add :										
Interest Income									1,804	1,991
Unallocated income									-	-
Total revenue									29,276	30,081

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

OTHER INFORMATION	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
Segment assets	43,099	43,070	20,037	14,177	16,958	22,385	6,936	4,384	87,030	84,016
Unallocated assets									21,024	16,414
Total assets									1,08,054	1,00,430
Segment liabilities	14,487	18,366	14,473	10,665	4,554	4,690	6,619	2,235	40,133	35,956
Unallocated liabilities									6,062	7,081
Total liabilities									46,195	43,037
Cost incurred during the year to acquire segment fixed assets	211	330	185	267	7	73	312	379	715	1,049
Depreciation	340	627	318	579	12	16	581	744	1,251	1,966
Non-cash expenses other than depreciation										
- doubtful advances written off	231	202	-	-			-	-	231	202
- provision for bad & doubtful debts	-20	91	-	-			-	-	-20	91

* denotes amounts less than 1 lakh.

** Un allocated expenses include ₹ 1,583 being additional depreciation adjusted due to change in method of depreciation as schedule II of Companies Act, 2013.

2. All its operation are located in India, the Company does not have any secondary reportable segment.

44 Related Parties

a. List of Related Parties

Holding Company

IFCI Limited

Fellow Subsidiaries

IFCI Venture Capital Funds Limited

IFCI Infrastructure Development Limited

IFCI Financial Services Limited

Subsidiary Companies

SHCIL Services Limited

Stockholding Document Management Services Limited

Key Management Personnel

Shri Ramesh N.G.S, Managing Director & CEO

Shri L.Viswanathan, Chief Financial Officer (CFO)

Shri Shashikant Nayak, Company Secretary (CS)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

b. Transactions with Related Parties during the year

(₹ in lakhs)

Particulars	Year ended March 31, 2016				Year ended March 31, 2015			
	Holding Company	Fellow Subsidiaries	Subsidiaries	Key Management Personnel	Holding Company	Fellow Subsidiaries	Subsidiaries	Key Management Personnel
Service charges received	20	3	4	-	48	5	4	-
Commission received	-	-	25	-	-	-	42	-
Interest received on inter corporate deposits	-	-	144	-	-	-	140	-
Interest received on investments	516	-	83	-	318	-	-	-
Reimbursement of office expenses	-	-	191	-	-	-	210	-
Purchase of software licence	-	-	-	-	-	-	94	-
Reimbursement of salary of deputed employees	-	-	176	-	-	-	161	-
Sitting fees paid	3	-	-	-	2	-	-	-
Sitting fees received	-	-	18	-	-	-	7	-
Training income received	-	-	3	-	-	-	-	-
Dividends paid	723	-	-	-	612	-	-	-
Managerial Remuneration	-	-	-	95	-	-	-	108
Brokerage received	-	-	2,070	-	-	-	2,575	-
AMC paid for sub-broking terminals	-	-	18	-	-	-	18	-
Investments made in Non-Convertible Debentures	-	-	1,500	-	-	-	-	-
Rent Paid	106	-	-	-	-	-	-	-
Rent received	-	-	122	-	-	-	93	-
Document management fees paid	-	-	300	-	-	-	742	-
Interest recovered on loans given to Key Managerial Personnel	-	-	-	*	-	-	-	*
Outstanding balances								
Trade and other Receivables	*	1	2,154	-	2	1	182	-
Trade and other Receivables (interest on Debentures/tax free bonds)	49	-	-	-	-	-	-	-
Trade and other Payables **	890	7	179	-	1,144	6	391	-
Investments in tax free bonds	2,500	-	-	-	2,500	-	-	-
Investments in Corporate Bonds	2,476	-	-	-	3,500	-	-	-
Investments in Non-Convertible Debenture	-	-	1,500	-	-	-	-	-
Earnest Money deposit	310	-	-	-	-	-	-	-
Margins Deposits placed	-	-	200	-	-	-	200	-
Margin money payable	-	-	560	-	-	-	744	-
Intercompany deposits given	-	-	1,500	-	-	-	1,500	-
Security Deposit paid	-	-	-	-	-	-	-	-
Investment in equity shares	-	-	5,238	-	-	-	5,049	-
Investment in Preference shares	-	-	-	-	-	-	189	-
Loans given to Key Managerial Personnel	-	-	-	-	-	-	-	4
Contingent Liability								
Bank guarantee provided to stock exchanges (backed by cash collateral)	-	-	3,600	-	-	-	3,600	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

c The significant Related Party Transaction are as under :

Nature of Transaction	(₹ in lakhs)	
	As at March 31, 2016	Year ended March 31, 2015
Service Charges received		
Holding Company		
IFCI Ltd.	20	48
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	3	5
IFCI Infrastructure Development Limited	*	*
Subsidiaries		
SHCIL Services Ltd.	4	4
Stock Holding Document Management Services Ltd.	-	-
	4	4
Commission received		
Subsidiaries		
Stock Holding Document Management Services Ltd.	25	42
Interest received on Inter Corporate Deposits		
Subsidiaries		
Stock Holding Document Management Services Ltd.	144	140
Interest received on investments		
Holding Company		
IFCI Ltd.	516	318
Interest received on NCD		
Subsidiaries		
Stock Holding Document Management Services Ltd.	83	-
Reimbursement of office expenses		
Subsidiaries		
SHCIL Services Ltd.	65	75
Stock Holding Document Management Services Ltd.	126	135
	191	210
Purchase of software licences		
Stock Holding Document Management Services Ltd.	-	94
Reimbursement of salary of deputed employees		
Subsidiaries		
SHCIL Services Ltd.	59	62
Stock Holding Document Management Services Ltd.	117	99
	176	161
Sitting fees paid		
Holding Company		
IFCI Ltd.	3	2
Sitting fees received		
Subsidiaries		
SHCIL Services Ltd.	5	4
Stock Holding Document Management Services Ltd.	13	3
	18	7

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Nature of Transaction	(₹ in lakhs)	
	As at March 31, 2016	Year ended March 31, 2015
Training Income received		
Subsidiaries		
SHCIL Services Ltd.	-	-
Stock Holding Document Management Services Ltd.	2	-
	2	-
Dividends Paid		
Holding Company		
IFCI Ltd.	723	612
Managerial Remuneration		
Key Management Personnel		
Shri A. Motwani	2	19
Shri N. G. Ramesh	32	30
Shri L. Viswanathan	35	33
Shri Shashikant Nayak	26	26
	95	108
Brokerage received		
Subsidiaries		
SHCIL Services Ltd.	2,070	2,575
Brokerage paid		
Subsidiaries		
SHCIL Services Ltd.	-	-
AMC fees paid for sub-broking terminals		
Subsidiaries		
SHCIL Services Ltd.	18	18
Investments made		
Holding Company		
IFCI Ltd.	-	-
Subsidiaries		
Stock Holding Document Management Services Ltd.	1,500	-
SHCIL Services Ltd.	-	-
	1,500	-
Rent Paid		
Holding Company		
IFCI Ltd.	106	-
Rent received		
Subsidiaries		
SHCIL Services Ltd.	28	23
Stock Holding Document Management Services Ltd.	94	70
	122	93

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Nature of Transaction	(₹ in lakhs)	
	As at March 31, 2016	Year ended March 31, 2015
Document management fees paid		
Subsidiaries		
Stock Holding Document Management Services Ltd.	300	742
Interest recovered on loans		
Key Management Personnel		
Shri L.Viswanathan	*	*
Shri Shashikant Nayak	*	*
Trade & other Receivable		
Holding Company		
IFCI Ltd.	0	2
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	1	1
IFCI Financial Services Limited	*	*
IFCI Infrastructure Development Limited	*	*
	1	1
Subsidiaries		
Stock Holding Document Management Services Ltd.	376	-
SHCIL Services Ltd.	1778	182
	2,154	182
Trade & Other Payables **		
Holding Company		
IFCI Ltd.	890	1,144
Subsidiaries		
Stock Holding Document Management Services Ltd.	189	5
SHCIL Services Ltd.	(10)	386
	179	391
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	0	1
IFCI Financial Services Limited	7	5
	7	6
Investments in tax free bonds		
Holding Company		
IFCI Ltd.	2,500	2,500
Investments in Corporate Bonds		
Holding Company		
IFCI Ltd.	2,476	3,500
Investment in NCD (Non-Convertible Debentures)		
Subsidiaries		
Stock Holding Document Management Services Ltd.	1,500	-
Earnest money deposit paid		
IFCI Ltd.	310	

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Nature of Transaction	(₹ in lakhs)	
	As at March 31, 2016	Year ended March 31, 2015
Margin Deposit Placed		
Subsidiaries		
SHCIL Services Ltd.	200	200
Margin money payable		
Subsidiaries		
SHCIL Services Ltd.	560	744
Inter Corporate Deposits given to Subsidiaries		
Subsidiaries		
SHCIL Projects Ltd.		
Opening Balance	1,500	500
Given during the year	-	1,000
Repaid during the year	-	-
Closing balance	1,500	1,500
Security Deposit for Premises		
Holding Company		
IFCI Ltd.	-	-
Investment in Equity shares		
SHCIL services Ltd.*	1,538	1,349
Stockholding DMS Ltd.	3,700	3,700
*During the year company converted its preference shares of 18,86,250 into 3,19,703 equity shares of face value of ₹ 10 each at a premium of ₹ 49/- each.	5,238	5,049
Investment in Preference shares		
SHCIL services Ltd.	-	189
Loan given		
Key Management Personnel		
Shri L. Viswanathan		
Opening Balance	4	3
Given during the year	-	1
Repaid during the year	4	*
Closing balance	-	4
Shri Shashikant Nayak		
Opening Balance	-	3
Given during the year	-	-
Repaid during the year	-	3
Closing balance	-	-
Contingent Liability		
Bank guarantee provided to stock exchanges (backed by cash collateral)		
Subsidiaries		
SHCIL Services Ltd.	3,600	3,600

* denotes amounts of less than ₹ 1 lakh

** trade and other payables also includes ₹ 890.17 lakhs (March 31, 2015 - ₹ 1,144 lakhs), due to holding company on account of settlement of trade transactions done on stock exchanges and paid on 1 April, 2016, the settlement date (previous year settlement date was April 2, 2015).

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

45 Exchange traded contracts outstanding

Particulars	Year ended March 31, 2016		Year ended March 31, 2015	
Type of Derivative	No. of Contracts	No. of Units	No. of Contracts	No. of Units
Stock Futures Short	-	-	8	3,50,000

- 46** Securities received from clients (for derivatives segment) as collateral for margins are held by the company in its own name as a fiduciary capacity
- 47** Figures for the previous year have been regrouped wherever necessary, so as to make them comparable with those of the current year.

Statement pursuant to sub-section (3) of Section 129 of the Companies Act, 2013, read with rule 5 of the Companies (Accounts) Rules, 2014

In the prescribed Form AOC-1 relating to subsidiary companies

Sr. No.	Particulars	Name of the Subsidiary Companies	
		SHCIL Services Limited	Stock Holding Document Management Services Limited (formerly known as SHCIL Projects Limited)
1	Reporting currency	INR	INR
2	Exchange Rate	1.00	1.00
3	Share capital	₹ 6,08,97,030/-	₹ 37,00,00,000/-
4	Reserves & Surplus	₹ 40,22,05,887/-	₹ 12,97,99,424/-
5	Total Assets	₹ 1,28,69,25,892/-	₹ 1,00,06,37,589/-
6	Total Liabilities	₹ 82,38,22,975/-	₹ 50,08,38,165/-
7	Investments	₹ 15,06,25,487/-	Nil
8	Turnover	₹ 38,47,34,356/-	₹ 52,32,02,781/-
9	Profit before Taxation	₹ 8,94,73,990/-	₹ 12,04,94,794/-
10	Provision for taxation	₹ 2,93,37,959/-	₹ 4,34,81,370/-
11	Profit after taxation	₹ 6,01,36,031/-	₹ 7,70,13,424/-
12	Proposed dividend	Nil	Nil
13	% of shareholding	100	100
14	Country	India	India

Notes :

1. The reporting period for all subsidiaries is March 31, 2016.
2. StockHolding does not have any associate companies / joint ventures.
3. Name of the subsidiaries which are yet to commence operations – Nil.

For and on behalf of the Board

L. Viswanathan
EVP & CFO

Shashikant L. Nayak
AVP & Company Secretary

Ramesh NGS
MD & CEO

Prakash P. Mallya
Independent Director

Place : Mumbai

Date : July 28, 2016

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF STOCK HOLDING CORPORATION OF INDIA LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Stock Holding Corporation of India Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2016, the Consolidated Profit and Loss Statement, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our

audit. While conducting the 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group, as at March 31, 2016, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Notes 29 (A) (ii) & 31 of the standalone financial statements related to outcome of continuing litigation with a Bank, pending adjudication of the matter by the Honourable Supreme Court and also

in view of the legal opinion obtained by the Company, in the opinion of the management, no provision has been recognised in the Statement of Profit & Loss.

Our opinion is not modified in respect of this matter.

Other Matters

We did not audit the financial statements of the subsidiaries, whose financial statements reflect total assets of ₹ 7,242 lakhs as at March 31, 2016, total revenues of ₹ 6,061 lakhs, and net cash flows amounting to ₹ 2,010 lakhs for the year ended on that date. These financial statements have been audited by other auditors whose report have been furnished to us by the management, and our opinion on the consolidated financial statements insofar as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) and (11) of Section 143 of the Act insofar as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Profit and Loss statement, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed 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 of the Holding Company as on March 31, 2016 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, none of the directors of the Group companies,

is disqualified as on March 31, 2016 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 and the operating effectiveness of such controls; refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding company and subsidiary companies. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting in the Holding company and its subsidiary companies.
 - 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Notes 29 and 31 to the consolidated financial statements.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts as at March 31, 2016.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and there were no amounts which were required to be transferred to the Investor Education and Protection Fund by its subsidiary companies incorporated in India.
2. As required under Section 143(5) of the Companies Act, 2013, we enclose herewith, as per Annexure B, our report for the Holding Company and its subsidiaries incorporated in India on the said directions issued by the Comptroller & Auditor General of India.

For **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No. 101720W

Mumbai
Date: May 4, 2016.

Parag D. Mehta
Partner
Membership No. 113904

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of Stock Holding Corporation of India (hereinafter referred to as “the Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries together referred to as “the Group”) as of that date.

Management’s Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiaries are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company and its subsidiaries 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A Company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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, to the best of our information and according to the explanations given to us, the Holding Company and its subsidiaries, have, 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 March 31, 2016, 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 **Chaturvedi & Shah**
Chartered Accountants
Firm Registration No. 101720W

Mumbai
Date: May 4, 2016.

Parag D. Mehta
Partner
Membership No. 113904

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Paragraph 2 under the heading "Report on legal and regulatory requirements" of our report for the year 2015-2016 on the accounts of the Group

I. In case of Stock Holding Corporation of India Limited

Sr. No.	Directions	Replies
1	Whether the Company has clear title / lease deeds for freehold and leasehold respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available?	Yes according to information and explanations and documentation given to us the Company has Clear title / lease deeds for leasehold land. As informed to us the Company has no freehold land.
2	Whether there are any cases of waiver / write off of debts / loans / interest etc. If yes, the reason there for and amount involved.	In respect of various trade receivables, the Company has waived off / written off amount of ₹ 298 lakhs, as Management of the Company is of the opinion that the same are non recoverable. The above has been done in line with policy as approved by the Board of Directors.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift / grant(s) from the government or other authorities?	There are no inventories lying with any third party and as per the information furnished to us, there are no assets received as gifts from Government or other Authorities.
4	Whether there are any cases of waiver of fees/ reversal of accounted fees which was due but not received / written off. If yes, the reasons thereof and amount involved-case wise.	In respect of fees receivable from various clients, the Company has waived off / written off / reversed accounted fees amounting to ₹ 67 lakhs. The above has been done in line with policy of the Company, as management is of the opinion that the same are non recoverable.

II. In case of StockHolding Document Management Services Limited # (Previously Known as SHCIL Projects Limited)

Sr. No.	Directions	Replies
1	Whether the Company has clear title / lease deeds for freehold and leasehold respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available?	Not Applicable
2	Whether there are any cases of waiver / write off of debts / loans / interest etc. If yes, the reason there for and amount involved.	Bad debts amounting to ₹ 38.97 lakhs were written off in respect of 15 trade receivables / parties as Management of the Company is of the opinion that the same are non recoverable.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift / grant(s) from the Government or other authorities?	Not Applicable

III. In case of SHCIL Services Limited

Sr. No.	Directions	Replies
1	Whether the Company has clear title / lease deeds for freehold and leasehold respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available?	The Company has lease deed for leasehold property. The Company does not have any freehold property.
2	Whether there are any cases of waiver / write off of debts / loans / interest etc. If yes, the reason there for and amount involved.	Company has written off ₹ 5.29 lakhs as bad debts in respect of debtors outstanding for more than 3 years. The above has been done in line with policy as approved by the Board of Directors. There are no other waivers or write off.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift / grant(s) from the Government or other authorities?	There are no inventories lying with any third party. There are no assets received as gifts from Government or other Authorities.
4	Whether there are any cases of waiver of fees/ reversal of accounted fees which was due but not received / written off. If yes, the reasons thereof and amount involved-case wise.	The Company has written off / waived certain amounts due to non recovery towards old outstanding ₹ 5.29 lakhs. Further during the year the Company has also written back certain payables other than fee based clients amounting to ₹ 30.11 lakhs. The Company has provided an amount of ₹ 29.77 lakhs towards doubtful debts for various clients that includes the principal amount & fee. There are no other waiver / reversal of accounted fees / written off.

In case of replies given to the directions issued under Section 143(5) of the Subsidiaries, Stock Holding Document Management Services Limited and SHCIL Services Limited, we have relied on the auditors' report submitted by their respective statutory auditors.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF STOCK HOLDING CORPORATION OF INDIA LIMITED FOR THE YEAR ENDED 31 MARCH, 2016

The preparation of consolidated Financial Statements of Stock Holding Corporation of India Limited for the year ended 31st March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139(5) read with section 129(4) of the Act is responsible for expressing opinion on the Financial Statements under Section 143 read with section 129(4) of the Act based on independent audit in accordance with standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 04th May 2016.

I, on behalf of the Comptroller and Auditor General of India, have conducted a Supplementary Audit under section 143(6)(a) read with section 129(4) of the Act of the consolidated Financial Statements of Stock Holding Corporation of India Limited for the year ended 31st March 2016. We conducted a supplementary audit of the financial statement of Stock Holding Corporation of India Limited, SHCIL Services Ltd and Stock Holding Document Management Services Limited for the year ended on that date. This Supplementary Audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's Report.

For and on the behalf of the
Comptroller and Auditor General of India

(Roop Rashi)

Place: Mumbai
Date: 25 Jun 2016

Principal Director of Commercial Audit and
ex-officio Member, Audit Board-1, Mumbai

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2016

		(₹ in lakhs)	
	Note	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	2,105	2,105
Reserves and Surplus	4	63,003	58,309
		65,108	60,414
Non-current liabilities			
Deferred tax liabilities (Net)	5	219	176
Other Long-Term Liabilities	6	1,841	1,785
Long-Term Provisions	7	3,567	3,527
		5,627	5,488
Current liabilities			
Short-term borrowings	8	375	-
Trade Payables	9	7,173	7,072
Other Current Liabilities	10	35,498	30,524
Short-Term Provisions	11	1,515	1,073
		44,561	38,669
Total		115,296	104,571
ASSETS			
Non-current assets			
Fixed Assets:			
Tangible assets	12	16,261	14,707
Intangible assets	13	451	185
Capital work-in-progress (net of provision for impairment - ₹ 108 lakhs; March 31, 2015 ₹ 108 lakhs)		573	359
Non-current investments	14	13,324	14,999
Deferred tax assets (Net)	15	419	947
Long-term loans and advances	16	11,038	7,096
Other non-current assets	17	23,257	18,397
		65,323	56,690
Current assets			
Current investments	18	3,119	1,124
Stock-in-Trade	19	38	3,617
Trade receivables	20	7,107	5,126
Cash and bank balances	21	30,466	31,060
Short-term loans and advances	22	7,103	6,119
Other current assets	23	2,140	835
		49,973	47,881
Total		1,15,296	1,04,571
Significant accounting policies and see accompanying notes to financial statement 1 to 52			

As per our report of even date

For **Chaturvedi & Shah**

Chartered Accountants

Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta

Partner

Membership No. 113904

Shashikant Nayak

Company Secretary

FCS 7061

L. Viswanathan

Chief Financial Officer

EVP & CFO

Ramesh NGS

Managing Director & CEO

DIN 06932731

Place: Mumbai

Date: May 4, 2016

Chintaman Mahadeo Dixit

Director

DIN 00524318

Gautam Sen

Director

DIN 01403762

B. Baburao

Director

DIN 00425793

Sudhir Garg

Director

DIN 06777363

M. S. Sundara Rajan

Director

DIN 00169775

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

	Note	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
INCOME :			
Revenue from Operations	24	29,295	27,633
Other Income	25	6,043	6,428
Total Revenue		35,338	34,061
EXPENDITURE:			
Employee benefits expense	26	10,386	10,159
Finance costs	27	47	174
Depreciation and amortisation expenses	12 & 13	1,950	2,683
Other expenses	28	15,638	12,126
Total expenses		28,021	25,142
PROFIT BEFORE TAX AND EXCEPTIONAL ITEM		7,317	8,919
EXCEPTIONAL ITEM (Refer Note 43)		1,583	1,690
PROFIT BEFORE TAX AFTER EXCEPTIONAL ITEM		8,900	10,609
Tax Expense			
- Current Tax		1,733	2,749
- Less MAT credit entitlement		-	(22)
- Income tax adjustment for earlier years		1	-
- Deferred Tax		571	33
PROFIT FOR THE YEAR		6,595	7,849
Earnings per equity share (Refer Note 40)			
Nominal value per share : ₹10			
Earnings Per Share Before Exceptional Item for the Year in ₹			
Basic/Diluted		26.41	31.98
Earning Per Share After Exceptional Item for the Year in ₹			
Basic/Diluted		31.32	37.28
Significant accounting policies and see accompanying notes to financial statement	1 to 52		

As per our report of even date
For **Chaturvedi & Shah**
Chartered Accountants
Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta
Partner
Membership No. 113904

Shashikant Nayak
Company Secretary
FCS 7061

L. Viswanathan
Chief Financial Officer
EVP & CFO

Ramesh NGS
Managing Director & CEO
DIN 06932731

Place: Mumbai
Date: May 4, 2016

Chintaman Mahadeo Dixit
Director
DIN 00524318

Gautam Sen
Director
DIN 01403762

B. Baburao
Director
DIN 00425793

Sudhir Garg
Director
DIN 06777363

M. S. Sundara Rajan
Director
DIN 00169775

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	8,900	10,609
Adjusted for :		
Depreciation (inclusive of exceptional item)	367	993
(Profit) on sale of investments	(121)	(220)
(Profit)/Loss on sale of fixed assets	1	7
Dividend Income	(1,990)	(1,705)
Interest Income	(3,601)	(4,022)
Interest paid	47	174
Bad debts written off	270	284
Premium amortised on bonds	5	22
Provision for doubtful debts/(written back)	31	24
Loss on valuation of stock-in-trade	7	54
Foreign Exchange loss	9	-
Sundry balances written back	(100)	
Provision for claims	-	115
Operating Profit before working capital changes	3,825	6,335
Changes in working capital		
Adjustments for (increase)/decrease in operating assets:		
(Increase)/decrease in trade receivables	(2,268)	(551)
(Increase)/decrease in stock-in-trade	3,571	(3,671)
(Increase)/decrease in loan and advances	(4,019)	(3,438)
(Increase)/ Decrease in other current assets	(1,520)	182
Adjustments for increase/(decrease) in operating liabilities:		
Increase/(decrease) in trade payables	92	(1,193)
Increase/(decrease) in provisions	329	222
Increase/(decrease) in other current liabilities	5,277	9,280
Increase/(decrease) in long-term liabilities	56	88
Cash generated from operations	5,343	7,254
Direct Taxes (paid)/refund received (net)	(2,642)	(1,997)
Net Cash from/(used in) operating activities	2,701	5,257
B CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets including capital advances	(2,723)	(2,022)
Proceeds from sale of fixed assets	8	3
Purchase of Investments	(4,76,055)	(10,274)
Proceeds from sale of investments	4,75,850	10,213
Bank deposits not considered as cash and cash equivalents :		
- matured (net)	(2,946)	2,843
Fixed deposit placed with companies	500	(2,325)
Decrease/(Increase) in earmarked bank balances	-	2,100
Interest received	3,482	4,113
Dividend received	1,990	1,705
Net Cash from/(used in) investing activities	106	6,356

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
C CASH FLOW FROM FINANCING ACTIVITIES		
Short-term borrowings/(repayments) (net)	375	(8,501)
Interest paid	(47)	(174)
Dividend Paid	(1,369)	(1,158)
Tax on Distributed Profit	(279)	(215)
Net cash (used in) financing activities	(1,320)	(10,048)
Net increase/(decrease) in cash and cash equivalents	1,487	1,565
Cash and cash equivalents (Opening Balance)	28,212	26,647
Cash and cash equivalents (Closing Balance)	29,699	28,212
Notes:		
(1) Components of Cash and Cash equivalents		
Balances with Banks	27,859	26,073
Cash and cheques on hand	811	1,400
Money lent on CBLO Transactions	1,029	739
Cash & Cash Equivalents considered for Cash flow	29,699	28,212
Other Bank Balances	767	2,848
Cash and Bank Balances as per Note 21	30,466	31,060

As per our report of even date

For **Chaturvedi & Shah**

Chartered Accountants

Firm registration No: 101720W

For and on behalf of the Board

Parag D. Mehta

Partner

Membership No. 113904

Shashikant Nayak

Company Secretary

FCS 7061

L. Viswanathan

Chief Financial Officer

EVP & CFO

Ramesh NGS

Managing Director & CEO

DIN 06932731

Place: Mumbai

Date: May 4, 2016

Chintaman Mahadeo Dixit

Director

DIN 00524318

Gautam Sen

Director

DIN 01403762

B. Baburao

Director

DIN 00425793

Sudhir Garg

Director

DIN 06777363

M. S. Sundara Rajan

Director

DIN 00169775

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. Background

Stock Holding Corporation of India Ltd. ("SHCIL") was promoted by the public financial institutions and incorporated as a limited company on July 28, 1986. SHCIL provides custodial, depository participant, derivative clearing and other financial services. It provides services to institutional investors, banks, mutual funds and retail investors. SHCIL also acts as a central record keeping agency for collection and payment of non-judicial stamp duty in various states of India.

2. (I) Significant Accounting Policies

a) Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards specified under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) rules 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Companies Act, 2013. Based on the nature of services offered the Company has ascertained its operating cycle as 12 months for the purpose of current, non-current classification of assets and liabilities.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumption that affects the reported balances of assets and liabilities as of the date of the financial statement and reported amounts of income and expenses during the year. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from estimates.

c) Fixed Assets

Fixed assets are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses. Cost includes expenses related to acquisition and installation of the concerned asset.

d) Computer Software

Computer software which forms an integral part of the related hardware is capitalised along with the hardware as fixed asset. Softwares which are not an integral part of computer hardware and from which future economic benefits are expected are treated as intangible assets and are amortised over their estimated useful life, namely three years. Costs related to development, upgradation and maintenance of software are charged to revenue.

e) Depreciation

Depreciation on all class of fixed assets is charged under the straight line method over the useful life of the assets as specified in Schedule II to the Companies Act, 2013

Depreciation rates applied by the company on Motor Car, Mobiles and Servers & Network, Building are higher than those prescribed by the Companies Act, 2013 in view of higher wear and tear and rapid change in technology applicable to those assets as per technical advice taken by the Company.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Useful life of assets are as below:

	Useful life adopted	Useful life as per Companies Act, 2013
Computer servers and networks	4 years	6 years
Mobiles	2 years	5 years
Vehicles	3 years	8 years
Building	58 years	60 years

Depreciation is charged on a pro-rata basis from/upto the month of acquisition /sale or disposal.

Leasehold land is amortised on a straight line basis over the lease period.

Leasehold improvements are amortised on straight-line basis over the period of lease i.e. 3 years by our subsidiary SHCIL Services Limited

Residual value of fixed assets at the end of the useful life has been considered as Nil in case of our subsidiary SHCIL Services Limited

Assets costing less than ₹ 5,000 individually are depreciated fully in the year in which assets are purchased by our subsidiary Stock Holding Document Management Services Limited.

f) Asset Impairment

The Company reviews the carrying values of tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net of selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value based on appropriate discount rate. If at the balance sheet date there is any indication that a previously assessed impaired loss no longer exists then such loss is reversed and the asset is restated to that extent.

g) Investments

Non-current investments and current maturities of non-current investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long-term investments are stated at the lower of cost and fair value.

Premium on purchase of debt securities is amortised over the life of the securities and discount is recognised at the time of maturity.

h) Stock-in-trade

Securities acquired with the intention to trade are classified as stock-in-trade. Stock-in-trade is valued at cost, calculated using weighted average cost method or fair value which ever is lower. The profit or loss on the sale of securities is recognised on trade date in the Statement of Profit and Loss.

Securities held for trade and those devolved on the Company in the process of settlement are held as stock-in-trade by our subsidiary SHCIL Services Limited.

i) Securities or Deposit

Securities or Deposit Receipts received as collateral and directly deposited by clients with stock exchanges are not recorded in the accompanying financial statements.

j) Corporate Actions

Benefits on securities and redemption money collected on behalf of clients are recorded in the financial statements on actual receipt.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

k) Revenue Recognition

Custodial fees are accrued monthly on the basis of daily/ weekly average holdings in custody or the net asset value of holding/assets under management in the electronic segment.

Service charges received are recognised as income on completion of post-trading operations. A post trading operation is treated as complete on settlement under the electronic segment and on lodgement/delivery of securities under the paper segment.

Annual maintenance charges received from beneficiary account holders/clearing members for depository services are amortised on time proportion basis over the period of contract.

Revenue from sale of gold is recognized on transfer of all significant risks and rewards of ownership to the buyer (net of sales tax, sales return and trade discount).

Income from Digitization Services and Insurance Repository is recognized on percentage completion method.

Income from software products is recognized on delivery/installation of the software product. Income from software services is recognized on percentage completion method.

Income from physical custody services is recognised on a monthly basis as per agreement with customers

All transactions/income/expenses are accounted in the books on accrual basis except commission income on initial public offer (IPO) and follow on public offer (FPO) which are being booked on receipt basis.

Charges collected on cheques dishonoured/bounced are recognised on actual basis.

Interest income on loan is recognised on time proportion basis taking into account the amount outstanding and the applicable rates of interest.

Dividend income is recognised when the right to receive dividend is established.

Commission (including commission receivable on consignment sale) and brokerage income recognised on accrual basis.

l) Leases

As a lessee:

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease.

m) Employee Benefits

Defined Contribution Plan:

Employee Benefits in the form of Provident Fund, Family Pension Fund and Superannuation Fund are considered as defined contribution plans and the contributions are charged to the Statement of Profit and Loss of the year when the respective contributions are due.

Defined Benefit Plan:

Retirement Benefit in the form of gratuity is considered as defined benefit obligation and is provided for on the basis of an actuarial valuation using the projected unit credit method, as at the date of the balance sheet. Actuarial gain or losses if any are immediately recognised in the statement of Profit and Loss.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016**Compensated Absences:**

Long-term compensated absences are provided for on the basis of an actuarial valuation using the projected unit credit method as at the date of the balance sheet. Actuarial gains/losses, if any, are immediately recognised in the statement of profit and loss. Short term compensated absences are provided based on estimates.

n) Taxation

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year. Provision for current income tax is made on the basis of the assessable income under the Income tax Act, 1961.

Deferred income tax on account of timing differences between taxable income and accounting income for the year is accounted for, subject to the consideration of prudence, by applying the tax rates and laws enacted or substantially enacted on the balance sheet date. Deferred tax assets other than unabsorbed depreciation and carried forward losses, subject to the consideration of prudence are recognised and carried forward only to the extent there is reasonable certainty that sufficient taxable income will be available in future, against which the deferred tax assets can be realised. In the event of unabsorbed depreciation and carried forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. Deferred tax assets are reviewed as at each Balance Sheet date and appropriately adjusted to reflect the amount that is reasonably/virtually certain to be realised.

o) Provisions and Contingent Liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

p) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

q) Cash and cash equivalents

Cash and cash equivalents includes balance with banks, deposit accounts with less than three months maturity, cash and cheques in hand, short-term highly liquid investments and money lent on collateralised lending and borrowing obligations transactions.

r) Foreign currency transactions

- i) Transactions denominated in foreign currency are normally recorded at the exchange rate prevailing at the date of transaction.
- ii) Any income or expenses on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

- iii) Monetary items denominated in foreign currencies at the year end are restated at the year end rates.
- iv) Non-monetary items denominated in foreign currencies are carried at cost.

s) Accounting for Derivative Transaction:

The Company enters into derivative contract such as equity index/stock futures, equity index/stock option.

Derivative contracts entered into for trading purposes are marked to market and the resulting loss is accounted for in the profit and loss account. Gains are recognized only on settlement/expiry of derivative contract.

Receivables/payables on the open positions are reported as current assets/current liabilities.

t) Borrowing Cost:

Borrowing Cost include interest, amortization of ancillary cost incurred. Cost in connection with the borrowing of funds to the extent not directly related to the acquisition of the qualifying assets are charged to the statement of Profit and Loss over the tenure of the Loan. Borrowing cost allocated to and utilised for qualifying assets pertaining to the period from commencement of activities relating to construction/development of qualifying asset upto the date of capitalisation of such asset is added to the cost of asset.

2. (II) Basis of consolidation

Subsidiaries are entities over which the group has power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.

The consolidated financial statements relate to Stock Holding Corporation of India Ltd, the holding company and its fully owned subsidiaries (collectively referred to as group). The consolidation of the financial statements of the Company with its subsidiaries have been prepared in accordance with the Accounting Standard (AS) 21 "Consolidated Financial Statements". The financial statements of the parent and the subsidiaries are combined on a line by line basis and intra group balances, intra group transactions and unrealised profits or losses are fully eliminated

The financial statements of the subsidiaries used in the consolidation are drawn upto the same reporting date as of the Company i.e. year ended March 31, 2016

The subsidiary companies considered in the consolidated financial statements are:

Name of the subsidiary	Country of incorporation or residence	Proportion of ownership interest
SHCIL Services Ltd.	India	100%
Stockholding Document Management Services Ltd.	India	100%

Percentage of Consolidated Profit & Loss and Consolidated Net Assets

Name of the Entities	Nature	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount
Stock Holding Corporation of India Ltd.	Parent company	78	50,868	74	4,850
SHCIL Services Ltd.	Subsidiary	9	6,072	11	748
Stockholding Document Management Services Ltd.	Subsidiary	13	8,168	15	1,000
Total		100	65,109	100	6,598

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

	As at March 31, 2016	As at March 31, 2015
3 Share Capital		
Authorised		
50,000,000 Equity shares of ₹ 10/- each	5,000	5,000
Issued, Subscribed and Fully Paid-up Shares		
21,054,400 Equity shares of ₹ 10/- each fully paid-up	2,105	2,105
	2,105	2,105

a) The number of shares outstanding at the beginning and at the end of the year ended March 31, 2016 and year ended March 31, 2015 are the same.

b) Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Equity shares held by holding Company

	As at March 31, 2016	As at March 31, 2015
Name of shareholder : IFCI Ltd.		
Number of shares held	1,11,30,000	1,11,30,000
Percentage of holding	52.86	52.86

d) Details of shareholders holding more than 5% of the aggregate shares in the Company

Percentage of holding:	As at March 31, 2016	As at March 31, 2015
Name of shareholder: IFCI Ltd.		
Number of shares held	1,11,30,000	1,11,30,000
Percentage of holding	52.86	52.86
Name of shareholder : Administrator of the Specified Undertaking of the Unit Trust of India		
Number of shares held	35,70,000	35,70,000
Percentage of holding	16.96	16.96
Name of shareholder : Life Insurance Corporation of India		
Number of shares held	31,50,000	31,50,000
Percentage of holding	14.96	14.96

e) Information regarding issue of shares in the last five years:

- The Company has not issued any shares without payment being received in cash.
- The Company has not issued any bonus shares.
- The Company has not undertaken any buy-back of shares.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

	As at March 31, 2016	As at March 31, 2015
4 Reserves and Surplus		
Securities Premium Account		
Balance as at the beginning and at the end of the year	527	527
Add: Premium on share issue	-	-
Balance as at the end of year	527	527
General Reserve		
Balance as at the beginning of the year	14,363	13,700
Transfer from surplus in Statement of Profit and Loss	523	663
Balance as at the end of the year	14,886	14,363
Surplus in Statement of Profit and Loss		
Balance at the beginning of the year	43,419	38,079
Less: Adjustment for carrying amount of the assets whose remaining useful life is nil	-	201
Add: Net profit for the year	6,595	7,849
Less: Appropriations:		
Interim dividend	632	632
Proposed Final Dividend	947	737
Tax on distributed profits	322	276
Transfer to General Reserve	523	663
Balance as at the end of the year	47,590	43,419
	63,003	58,309
5 Deferred tax liabilities (Net)		
The major components of deferred tax liabilities and assets arising on account of timing differences are as under:		
Deferred Tax Liabilities		
Depreciation	235	184
Deferred Tax Assets		
Provision for doubtful debts/advances	8	1
Employee benefits	6	5
Stamp duty and ROC Form Fees	2	2
	16	8
Net Deferred Tax Liabilities	219	176
6 Other Long-term Liabilities		
Deposits from customers	1,775	1,693
Advance depository participant charges	66	92
	1,841	1,785
7 Long-term Provisions		
Provision for employee benefits		
- compensated absences	1,006	966
Provision for claims (Refer Note 35)	2,561	2,561
	3,567	3,527

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
8 Short-Term Borrowings		
Secured		
Loans repayable on demand		
Cash Credit Facility *	375	-
	375	-

* With IDBI Bank secured by an exclusive charge on entire present and future current assets of the Company including cash and cash equivalents.

	As at March 31, 2016	As at March 31, 2015
9 Trade Payables		
Dues to micro, small and medium enterprises (Refer Note 32)	-	-
Other than micro and small enterprises	2,035	2,107
Margin money from clients	3,312	3,362
Provision for expenses	1,826	1,603
	7,173	7,072
10 Other Current Liabilities		
Advance depository participant charges	964	1,204
Unclaimed dividend	5	4
(Unclaimed amounts are transferred to the Investor Education and Protection Fund when due)		
Unclaimed redemption proceeds and interest on Relief and Saving Bonds	2,230	2,068
Advances and deposits from customers	5,469	5,320
Amount due on settlement (net) (Refer Note 33)	11,806	12,911
Amounts payable to Government on account of stamp duty collection	8,913	6,548
Distribution of Relief bonds/Inflation indexed bonds (net)	3,563	-
Other creditors for capital expenses	132	446
Provision for expenses	795	249
Others	37	14
Other Liabilities		
- Employee benefits payable	841	1,237
- Statutory dues including provident fund and taxes	530	337
- Other payables	213	186
	35,498	30,524
11 Short-Term Provisions		
Proposed dividend	947	737
Tax on distributed profits	193	150
Provision for employee benefits		
- Provision for gratuity	163	7
- Provision for compensated absences	212	179
	1,515	1,073

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

12 Tangible Assets:

(₹ in lakhs)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As at 01.04.2015	Additions	Deductions	As at 31.03.2016	Up to 01.04.2015	For the period	Adjustments**	On Deductions	Up to 31.03.2016	As at 31.03.2016	As at 31.03.2015
Leasehold Land	168	-	-	168	40	2	-	-	42	126	128
Buildings *	9,646	-	-	9,646	2,609	158	(1,583)	-	1,184	8,462	7,037
Plant & Machinery	6,221	1,175	48	7,348	1,395	577	-	40	1,932	5,416	4,826
Computers	7,906	329	371	7,864	6,766	515	-	371	6,910	954	1,140
Furniture & Fixtures	2,150	44	21	2,173	1,030	248	-	20	1,258	915	1,120
Office Equipment	1,119	138	19	1,238	782	234	-	19	997	241	337
Vehicles	337	103	38	402	225	82	-	38	269	133	112
Leasehold Improvements	211	10	-	221	204	3	-	-	207	14	7
As at 31.03.2016	27,758	1,799	497	29,060	13,051	1,819	(1,583)	488	12,799	16,261	-
As at 31.03.2015	26,927	2,059	1,228	27,758	13,227	2,506	(1,465)	1,217	13,051	-	14,707

* Notes: 1. Buildings includes Rs.408/- being the cost of 8 shares held in a Co-op Housing society.

2. There are no adjustments to Gross block on account of foreign exchange fluctuations on borrowing costs

3. Adjustments to depreciation includes reversal of depreciation of ₹ 1,583 lac consequent to the change in method of depreciation of certain assets from written down value method to the straight-line method.

4. Since the premises given on lease is a small portion of the Company's office building, separate carrying amount and accumulated depreciation of the premises given on lease is not available.

** Refer Note 43.

13 Intangible Assets

(₹ in lakhs)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As at 01.04.2015	Additions	Deductions	As at 31.03.2016	Up to 1.04.2015	For the period	Adjustments	On Deductions	Up to 31.03.16	As at 31.03.2016	As at 31.03.2015
Computer Software	2,690	397	-	3,087	2,505	131	-	-	2,636	451	185
As at 31.03.2016	2,690	397	-	3,087	2,505	131	-	-	2,636	451	-
As at 31.03.2015	2,991	112	413	2,690	2,767	177	(26)	413	2,505	-	185

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

14 Non-Current Investments

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
Trade - Fully Paid - at Cost			
Other Companies - Unquoted			
22,50,000 (March 31, 2015 - 22,50,000) National Stock Exchange of India Ltd.	10	394	394
87,000 (March 31, 2015 - 87,000) Bombay Stock Exchange Ltd.	1	300	300
		694	694
Non-Trade - Fully Paid - at Cost			
Equity Shares			
Quoted			
6,600 (March 31, 2015 - 4,600) Bank of India****	10	19	14
1,300 (March 31, 2015 - Nil) Bharti Airtel Ltd.****	2	5	-
2,800 (March 31, 2015 - 2,800) Cairn India Ltd.****	10	10	10
3,937 (March 31, 2015 - 3,937) Coal India Ltd.****	10	15	15
5,700 (March 31, 2015 - 2,700) Crompton Greaves Ltd.****	2	5	5
6,200 (March 31, 2015 - 3,500) Engineers India	5	15	10
32,015 (March 31, 2015 - 32,015) Indian Overseas Bank Ltd.****	10	30	30
1,975 (March 31, 2015 - 1975) NTPC Ltd.****	10	4	4
4,900 (March 31, 2015 - 3400) Power Finance****	10	14	10
376 (March 31, 2015 - 376) Mphasis Ltd.	10	2	2
9,519 (March 31, 2015 - 9,519) Shipping Corporation of India Ltd.****	10	9	9
2,075 (March 31, 2015 - 2,075) Steel Authority of India Ltd.****	10	4	4
1,600 (March 31, 2015 - 800) Tech Mahindra****	10	10	5
2,300 (March 31, 2015 - 1,300) Titan Industries****	10	8	5
590 (March 31, 2015 - Nil) Cummins India Ltd.****	2	5	-
185 (March 31, 2015 - Nil) Maruti Suzuki India Ltd.****	5	7	-
3,000 (March 31, 2015 - 1,500) REC Ltd.****	10	9	5
300 (March 31, 2015 - Nil) Yes Bank Ltd.****	10	2	-
380 (March 31, 2015 - 190) Ultra Tech Cement****	10	10	5
		183	133
Equity Shares			
Unquoted			
5,700 (March 31, 2015 - Nil) Crompton Greaves Consumer Electricals Limited	2	5	-
		5	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
Government Securities			
Quoted			
- (March 31, 2015 - 100) 6.20% Maharashtra SDL 2015	100	-	*
10,00,000 (March 31, 2015 - 20,00,000) 6.35% Govt. of India 2020**	100	917	1,822
- (March 31, 2015 - 20,000) 7.95% MP SDL 2016	100	-	20
9,000 (March 31, 2015 - 9,000) 7.17% Maharashtra 2017	100	-	9
- (March 31, 2015 - 3,800) 6.20% Karnataka 2015	100	-	4
8,000 (March 31, 2015 - 8,000) 7.17% Andhra SDL 2017	100	-	8
8,000 (March 31, 2015 - 8,000) 7.17% Kerela SDL 2017	100	-	8
- (March 31, 2015 - 20,000) 7.77% Karnataka 2015	100	-	20
5,00,000 (March 31, 2015 - Nil) 8.60% GS 2028**	100	534	-
10,000 (March 31, 2015 - 10,000) 8.35% Maharashtra 2017	100	-	10
- (March 31, 2015 - 15,000) 12.30% GOI 2016	100	-	18
25,000 (March 31, 2015 - 25,000) 11.60% GOI 2020**	100	31	31
- (March 31, 2015 - Nil) 10.50 % CG 2015	100	-	-
23,400 (March 31, 2015 - 23,400) 10.03% GOI 2019**	100	26	26
30,500 (March 31, 2015 - 30,500) 6.05% GOI 2019**	100	26	26
47,000 (March 31, 2015 - 47,000) 10.25% GOI 2021**	100	54	54
69,000 (March 31, 2015 - 69,000) 8.07% GOI 2017**	100	-	70
1,000 (March 31, 2015 - 1,000) 10.70% GOI 2020**	100	1	1
5,00,000 (March 31, 2015 - 5,00,000) 7.16% GOI 2023**	100	442	442
- (March 31, 2015 - Nil) 8.33% GOI 2026	100	-	-
5,00,000 (March 31, 2015 - 5,00,000) 8.28% GOI 2027**	100	466	466
5,00,000 (March 31, 2015 - 5,00,000) 8.24% GOI 2027**	100	475	475
		2,972	3,510
PSU/Corporate Bonds			
Quoted			
- (March 31, 2015 - 2) 7.30% FCI 2015	10,00,000	-	-
- (March 31, 2015 - 5) 7.50% Bank of India 2015	10,00,000	-	48
- (March 31, 2015 - 4) 7.45% State Bank of India 2015	10,00,000	-	38
- (March 31, 2015 - 3) 7.60% Power Finance Corporation 2015	10,00,000	-	29
- (March 31, 2015 - 1) 8.00% HDFC NCD 2016	10,00,000	-	10
3 (March 31, 2015 - 3) 9.25% Power Grid Corporation 2017	12,50,000	39	39
(March 31, 2015 - 2) 8.78% Power Finance Corpn 2016	10,00,000	-	20
1,47,694 (March 31, 2015 - 2,50,000) 9.80% IFCI 2019	1,000	1,477	2,500
1,00,000 (March 31, 2015 - 1,00,000) 9.35% IFCI 2020	1,000	1,000	1,000
		2,516	3,684

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
Tax Free Secured Redeemable Non-Convertible Bonds			
Quoted			
3,434 (March 31, 2015 - 19,895) 8.20% National Highway Authority of India 2022	1,000	-	199
10,875 (March 31, 2015 - 10,875) 8.00% Indian Railway Finance Corpn Ltd. 2022	1,000	109	109
100 (March 31, 2015 - 100) 7.21% Indian Railway Finance Corpn Ltd. 2022	10,00,000	1,000	1,000
50,000 (March 31, 2015 - 50,000) 8.01% Rural Electrification Corporation Ltd. 2023	1,000	500	500
50,000 (March 31, 2015 - 50,000) 8.14% HUDCO 2023	1,000	500	500
16,105 (March 31, 2015 - 16,105) 8.18% NHPC 2023	1,000	161	161
15,832 (March 31, 2015 - 15,832) 8.41% NTPC 2023	1,000	158	158
6,384 (March 31, 2015 - 6,384) 8.25% NHB 2024	5,000	319	319
250 (March 31, 2015 - 250) 8.39% IFCI 2024	10,00,000	2,500	2,500
32,389 (March 31, 2015 - 32,389) 8.18% PFC 2023	1,000	324	324
		5,571	5,770
Non-Convertible Debenture			
Quoted			
1,975 (March 31, 2015 - 1975) 8.49% NTPC Ltd. 2,025	12.5	*	*
Mutual Funds			
Unquoted			
43,02,704 (March 31, 2015 - 43,02,704) IDBI Dynamic Bond Fund Growth	10	500	500
20,00,000 (March 31, 2015 - 20,00,000) IDBI Debt Opportunities Fund Growth Option	10	200	200
- (March 31, 2015 - 10,00,000) IDBI Diversified Equity Fund Direct Plan - Growth	10	-	100
10,00,000 (March 31, 2015 - 10,00,000) Baroda Pioneer Credit Opportunities Fund - Plan B Growth	10	100	100
58,641 (March 31, 2015 - 58,641) TATA Balance Fund Direct Plan - Growth	171	100	100
10,00,000 (March 31, 2015 - 10,00,000) Union KBC Capital Protection Oriented Fund Series 6	10	100	100
10,00,000 (March 31, 2015 - 2,00,000) LIC Nomura MF Banking & Financial Services Fund	10	100	20
13,828 (March 31, 2015 - Nil) Religare Invesco Medium Term Bond Fund - Direct Plan - Growth	1,000	200	
9,40,380 (March 31, 2015 - 9,40,380) L&T MF Derivative Arbitrage Fund Growth Option	11	100	100
		1,400	1,220
		-	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
		13,341	15,011
Less: Premium amortised on Bonds		17	12
		13,324	14,999
Aggregate amount of quoted investments		11,225	13,085
Market value of quoted investments		11,749	12,194
Aggregate amount of unquoted investments		2,099	1,914

* denotes amounts less than ₹ 1 lakh.

** security deposited as margin with CCIL.

**** equity share deposited as margin with SHCIL Services Limited.

	As at March 31, 2016	As at March 31, 2015
15 Deferred tax assets (Net)		
The major components of deferred tax assets and liabilities arising on account of timing differences are as under:		
Deferred Tax Assets		
Provision for doubtful debts/advances	429	420
Depreciation	-	35
Provision for impairment of assets	37	37
Provision for claims	886	870
Mark to Market loss on stock-in-trade	3	-
Employee benefits	489	389
	1,844	1,751
Deferred Tax Liabilities		
Depreciation	1,425	804
Net Deferred Tax Assets	419	947
16 Long-term loan and advances		
(Unsecured and considered good, unless otherwise stated)		
Capital advances	553	553
Staff loans		
- considered good	162	212
- considered doubtful	4	4
Less: provision for doubtful loans	(4)	(4)
Security and other deposits (Refer Note 31)		
- considered good	7,405	4,126
- considered doubtful	26	26
Less: provision for doubtful advances	(26)	(26)
Advance payment of tax and taxes deducted at source (net of provision for taxation ₹ 28,271 lakhs, March 31, 2015 ₹ 27,041 lakhs)	2,840	1,932
MAT credit entitlement	66	67
Prepayments	12	206
	11,038	7,096

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
17 Other non-current assets		
Long-term deposits with banks with original maturity period more than 12 months *	19,489	14,462
Fixed deposits with companies	2,325	2,825
Accrued interest on bank and other deposits but not due	1,443	1,110
	23,257	18,397

* Fixed deposits with banks aggregating to ₹ 4,830 lakhs (As at March 31, 2015 - ₹ 3,786 lakhs) against which lien has been marked by the banks as security for guarantees issued on behalf of the Company. It also includes fixed deposits with banks aggregating to ₹14,635 lakhs (As at March 31, 2015 - ₹ 10,003 lakhs) deposited with the Stock Exchanges and State Governments as margin deposit. ₹ 4 lakhs is lien with VAT authorities.

	Face Value (₹)	(₹ in Lakhs)	
		As at March 31, 2016	As at March 31, 2015
18 Current Investments			
Current portion of long-term investments (valued at cost)			
PSU/Corporate Bonds			
Quoted			
2 (March 31, 2015 - 2) 8.78% Power Finance Corpn 2016	10,00,000	20	-
		20	-
Current portion of long-term investments (valued at cost)			
Government Securities			
Quoted			
20,000 7.95% MP SDL 2016 (March 31, 2015 - Nil)	100	20	-
10,000 (March 31, 2015 - 10,000) 8.35% Maharashtra 2017	100	10	-
69,000 (March 31, 2015 - 69,000) 8.07% GOI 2017**	100	70	-
9,000 (March 31, 2015 - 9,000) 7.17% Maharashtra 2017	100	8	-
8,000 (March 31, 2015 - 8,000) 7.17% Andhra SDL 2017	100	8	-
8,000 (March 31, 2015 - 8,000) 7.17% Kerela SDL 2017	100	8	-
15,000 (March 31, 2015 - 15,000) 12.30% GOI 2016	100	18	-
		142	-
Current Investments			

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

		(₹ in Lakhs)	
	Face Value (₹)	As at March 31, 2016	As at March 31, 2015
Mutual Funds			
Unquoted			
24,061 (March 31, 2015 - Nil) IDBI Liquid Fund	1,001	241	-
1,32,152 (March 31, 2015 - 32,832) LIC Nomura Liquid Fund - DIRECT - Dividend Plan	1,098	1,451	360
23,502 (March 31, 2015 - 25,422) SBI Premier Liquid Fund	1,003	236	255
23,679 (March 31, 2015 - 27,639) HDFC Mutual Fund	1,020	241	282
2,48,041 (March 31, 2015 - 2,21,866) ICICI Mutual Fund	100	248	222
25,806 (March 31, 2015 - 504) Baroda Pioneer Mutual Fund	1,001	259	5
2,40,653 (March 31, 2015 - Nil) Birla Sunlife Cash Plus	100	241	-
926 (March 31, 2015 - Nil) Tata Liquid Fund	1,115	12	-
1,793 (March 31, 2015 - Nil) UTI Liquid Cash Plan	1,019	18	-
341 (March 31, 2015 - Nil) Kotak Liquid Fund	3,074	10	-
		2,958	1,124
		3,119	1,124
Aggregate amount of quoted investments		162	-
Market value of quoted investments		160	-
Aggregate amount of unquoted investments		2,958	1,124

*denotes amount less than ₹ 1 Lakh.

** security deposited as margin with CCIL.

		(₹ in lakhs)	
	Face Value	As at March 31, 2016	As at March 31, 2015
19 Stock-in-Trade			
(at lower of cost or net realisable value)			
Equity shares			
12,000 (March 31, 2015 - Nil) Steel Authority of India Ltd.	10	5	-
Nil (March 31, 2015 - 3,50,000) HDFC Bank Ltd.*	2	-	3,579
26,000 (March 31, 2015 - 26,000) NTPC Ltd.	10	33	38
		38	3,617
*(March 31, 2015 - 92,840 shares are given as margin SHCIL Services Ltd.)			

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
20 Trade receivables		
(Unsecured)		
Outstanding for a period exceeding six months		
Considered good	1,071	1,157
Considered doubtful	1,016	886
	2,087	2,043
Less : Provision for doubtful receivables	1,016	886
	1,071	1,157
Outstanding for a period less than six months		
Other receivables		
Considered good	6,036	3,969
Considered doubtful	164	277
	6,200	4,246
Less: Provision for doubtful receivables	164	277
	6,036	3,969
	7,107	5,126
21 Cash and Bank Balances		
Cash and Cash equivalents		
Balances with banks		
- In current accounts	25,622	23,268
- In deposit accounts (less than 3 months maturity)	2,237	2,805
Cheques in hand	18	40
Cash in hand	793	1,360
Money lent on CBLO transactions	1,029	739
	29,699	28,212
Other Bank Balances		
- In deposit accounts (more than 3 months but less than 12 months maturity)*	762	2,843
- Earmarked balances with banks	5	5
	30,466	31,060

* Note: Other Bank Balances in deposit accounts includes fixed deposits with banks aggregating to ₹ 437 lakhs (As at March 31, 2015 - ₹ 349 lakhs) against which lien has been marked by the banks as security for guarantees issued on behalf of the Company. It also includes fixed deposits with banks aggregating to ₹ 325 lakhs (As at March 31, 2015 - ₹ 1,734 lakhs) deposited with the Stock Exchanges as margin deposits.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	As at March 31, 2016	As at March 31, 2015
22 Short-term loans and advances		
(Unsecured and considered good, unless otherwise stated)		
Advances recoverable in cash or in kind		
- considered good	5,094	5,192
- considered doubtful	38	38
Less: provision for doubtful advances	(38)	(38)
Amounts recoverable from Reserve Bank of India towards Relief and Saving Bonds redemption (net)	-	8
Advance to SHCIL Employees Group Gratuity Fund	7	5
Advance to government towards stamp duty payments	883	476
Security and other deposits	356	34
Service Tax Input Credit	92	147
Staff loans	104	117
Prepayments	567	140
	7,103	6,119
23 Other current assets		
Accrued interest on bank and other deposits	18	186
Accrued income on investments	219	266
Unbilled revenue	1,903	383
	2,140	835

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
24 Revenue from Operations		
Custodial Services	103	122
Depository Participant Services	12,089	13,815
Commission and brokerage (net)	11,686	10,764
Derivatives clearing services	229	254
Document management income	4,931	2,449
Margin on sale of gold **	8	1
Other operating revenue	249	228
	29,295	27,633
Note**		
Sale of gold	168	15
Less: cost of purchase	160	14
	8	1
25 Other Income		
Interest (Gross)		
- Govt. securities & bonds	1,119	972
- Deposits with banks	2,421	2,679
- Others	61	113
- Interest on income tax refund	-	257
Dividend on long-term investments	1,800	1,631
Dividend on current investments	190	74
Profit on sale of current investments (net)	-	93
Profit on sale of non-current investments (net)*	121	127
Profit from trading in securities (net)	108	89
Provisions for doubtful debts written back	-	67
Sundry balances written back	100	129
Miscellaneous income (Refer Notes 37 & 47)	123	197
	6,043	6,428
* It includes loss of ₹ 26 lakhs due to conversion of non-current investment of equity shares into stock-in-trade for the year ended March 31, 2015.		
26 Employee Benefits Expense		
Salaries, allowances & bonus	9,032	8,841
Contribution to provident fund and other funds	503	576
Gratuity	282	230
Staff welfare expenses	569	512
	10,386	10,159

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
27 Finance Cost		
Interest on bank overdraft/cash credit	28	26
Interest on CBLO borrowings	4	148
Other borrowings cost	15	-
	47	174
28 Other expenses		
Outsourcing expenses	2,632	1,669
Feet on Street (FOS)	190	-
Depository participant/custodian fees	912	826
Software expenses	837	619
Rent	1,179	1,010
Rates and taxes	428	615
Electricity	869	774
Insurance	137	185
Repairs and maintenance		
- Buildings	314	207
- Plant & machinery	758	763
- Others	97	187
Travelling & conveyance	526	370
Postage & courier	306	272
Telephone & communication	693	667
Printing & stationery	407	350
Directors' Sitting Fees	5	3
Legal & professional	945	300
Payment to Auditor	60	52
Technical know-how fees	692	517
Donation	124	119
Claims paid	79	17
Bad debts written off	270	284
Provision for doubtful debts/advances	31	91
Provision for claims (Refer Note 35)	-	115
Premium amortised on bonds	5	22
Loss on sale/discarded fixed assets (net)	1	7
Advertisement & publicity	573	146
Commission and brokerage to selling agents	1,573	1,090
Cost of software licences sold	-	107
Miscellaneous expenses	995	742
	15,638	12,126

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
29 Contingent Liabilities		
A) Claims against the Company not acknowledged as debts		
i) Income Tax demand against which the Company has preferred appeals	790	1,451
ii) Claims by a bank not acknowledged by the Company (refer Note 30 below)	amount unascertained	amount unascertained
iii) Other claims not acknowledged as debt	22	132
B) Bank Guarantees		
i) provided to stock exchanges (backed by counter guarantees, cash collateral and securities)	1,000	1,100
ii) provided to stock exchanges (backed by cash collateral) on behalf of subsidiary SHCIL Services Ltd.	1,770	3,600
iii) other Bank Guarantees	2,334	1,839
30 Capital and other commitments:		
Estimated amount of contracts to be executed on capital account, not provided for	843	653

31 The Company had during the year 2000-01 undertaken a transaction of ₹ 2445 lakh with a client through the Calcutta Stock Exchange (CSE) under the 'Cash on Payout' scheme for the sale of 7,20,000 equity shares of DSQ Industries Limited. The said transaction was confirmed by CSE based on which post dated cheques were issued. The cheques were stopped for payment before their due date by the Company as the underlying trade transaction was contended to be non-bonafide and disallowed by CSE. A Bank, which had granted financial assistance against the said cheques, issued a notice of demand against the Company under Section 138 of the Negotiable Instrument Act, 1881. The Bank also filed an application in the Debt Recovery Tribunal (DRT) for recovery of the amount alongwith compound interest from the Company and the client. The Company disputed the claim of the Bank. The Bank's application to the DRT was dismissed and only the client was held liable. The Bank and the client had filed an appeal in the Debt Recovery Appellate Tribunal (DRAT) against the order of DRT. The appeals were allowed vide the DRAT order dated September 23, 2011, which stated that the amount would carry compound interest from August 1, 2001 @ 19% p.a. with quarterly rests till realisation and the Bank was entitled to realize the sum from both the client and the Company. The Company filed a Revision Application in High Court, Calcutta on November 30, 2011 which was admitted but no interim relief was granted. Hence, the Company filed a Special Leave Petition (SLP) in the Supreme Court for stay of the High Court Order for not granting interim relief of staying the DRAT order, the Order of the DRAT and the recovery certificate and notice of demand issued by Presiding Officer and recovery officer of DRT respectively. The Supreme Court vide its order dated April 23, 2012 granted stay on the recovery proceedings and requested the Calcutta High Court to dispose off the Revision Application within a period of four months and the Company to deposit Rs.3000 lakh with the Calcutta High Court Registry within a period of 4 weeks from the date of order by way of a short term deposit in a nationalised bank. Accordingly, the Company had deposited the money with the Calcutta High Court, Registry. The Revision application was dismissed. The Company filed Special Leave Petition (SLP) in the Supreme Court in May 2015. The Supreme Court vide its order dated May 14, 2015 stayed the operation of the execution proceedings and the Company to deposit with the Registrar, Supreme Court of India, a fixed deposit receipt in the name of the Company and endorsed in favour of the Registrar an amount of not less than ₹ 3,000 lakh. Accordingly, the Company made the deposit. The amount of ₹ 6,000 lakh, deposited by the Company in the High Court (₹ 3,000 lakh) and Supreme Court (₹ 3,000 lakh) is shown under the

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

heading "Long-Term Loans and Advances" under the sub heading "Security and other deposits" in the Statement of Balance Sheet as on March 31, 2016. The bank was granted liberty to withdraw ₹ 3000 lakh along with interest that had been lying as deposit before the High Court of Kolkata which is subject to final decision in the SLP. Accordingly, an amount of ₹ 38,04,44,259.69/- was released to the Bank. Further by an order dated October 12, 2015, the Supreme Court directed the bank to withdraw an additional amount of ₹ 1,500 lakh along with accrued interest from the money deposited with the Supreme Court. Accordingly, an amount of ₹ 15,45,06,971/- was released to the Bank. The order of the Supreme Court dated October 12, 2015 has been complied with. The amounts released to the Bank is subject to the final decision in the SLP. The matter was last listed on May 03, 2016 in the Supreme Court. The next date of hearing for final disposal is yet to be known. In view of the nature of dispute, the amount of contingent liability has not been ascertained. Pending final adjudication of the matter by the Honourable Supreme Court and also in view of the legal opinion obtained by the Company, in the opinion of the management, no provision is required to be made in the statement of Profit and Loss for financial year 2015-16.

- 32** No amount is payable to suppliers under the Micro, Small and Medium Enterprises Development Act 2006. No interest has been paid/payable by the Company to the suppliers under the Micro, Small and Medium Enterprises Development Act, 2006. The said information is based on the records maintained by the Company of its suppliers.
- 33** Amount due on settlement (net) represents amounts receivable from/(payable to) Clearing house, Clients and Brokers, as under:

	Year ended March 31, 2016		Year ended March 31, 2015	
	Due to	Due from	Due to	Due from
Clearing House	13,182	3,121	17,512	24,102
Clients	44,967	2,640	20,414	913
Brokers	885	41,467	-	-
	59,034	47,228	37,926	25,015
Net Receivable/Payable	11,806		12,911	

	Year ended March 31, 2016	Year ended March 31, 2015
34 Employee Benefits:		
A) Defined Contribution Plan		
Contribution to Employees' Provident Fund	444	381
Contribution to Employees' Superannuation Fund	36	175
Contribution to Employees' Pension Scheme	5	4

B) Defined Benefit Plans

i) General description

Gratuity is payable to all eligible employees of the Company on superannuation, death and resignation in terms of provisions of the payment of Gratuity Act or as per the Company's scheme whichever is more beneficial. Benefit would be paid at the time of separation based on the last drawn base salary.

Valuations of the defined benefit obligation on account of gratuity has been carried out by an independent actuary as at the Balance sheet date based on the following assumptions:

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
Actuarial Assumptions:		
a) Discount Rate	7.86%-7.95%	7.80%-8.08%
b) Rate of Return on Plan Assets	7.86%-7.95%	7.95%-8.70%
c) Salary Escalation	5%	5%
i) Change in Benefit Obligation		
Liability at the beginning of the Year	1,880	1,487
Interest Cost	178	141
Current Service Cost	161	128
Past Service Cost - Vested Benefit		
Benefit Paid	(97)	(76)
Actuarial (gain)/loss on obligations	3	3
Actuarial (gain)/loss on obligations - due to change in Financial Assumption	16	235
Actuarial (gain)/loss on obligations - due to Experience	(13)	(36)
Liability at the end of the Year	2,128	1,881
ii) Fair value of Plan Assets		
Fair Value of Plan Assets at the beginning of the Year	1,877	1707
Expected Return on Plan Assets	149	147
Contributions	32	102
Benefit Paid	(97)	(76)
Actuarial gain/(loss) on Plan Assets	4	(2)
Fair Value of Plan Assets at the end of the Year	1,965	1,877
iii) Actual Return on Plan Assets		
Expected Return on Plan Assets	147	147
Actuarial gain/(loss) on Plan Assets	4	(2)
Actual Return on Plan Assets	151	145
iv) Amount Recognised in the Balance Sheet		
Fair Value of Plan Assets at the end of the Year	(2,064)	(1,833)
Liability at the end of the Year	1,932	1,854
Funded Status	(148)	9
Unrecognised Past Service Cost	-	0
Amount Recognised in the Balance Sheet	(148)	9
v) Amount Recognised in the Income Statement		
Current Service Cost	161	128
Interest Cost	31	(4)
Expected Return on Plan Assets	(2)	(1)
Actuarial Gain or Loss	2	202
Past Service Cost-Vested Benefit Recognized during the Year	-	
Expense Recognised in Profit and Loss	192	324

* denotes amounts of less than ₹ 1 lakh

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

vi) Net asset/liability recognised in the balance sheet (including experience adjustment)**

	Year Ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012
Defined benefit obligation at the end of the Year	2,113	1,870	1,482	1,623	1,326
Funded Status	(149)	7	223	(87)	66
Experience Adjustment on plan liability Gain/(Loss)	(12)	(37)	(200)	(71)	(48)

** It does not include figures of one subsidiary company as the same has not been disclosed by them in their Financial Statements.

C) Other Long-Term Employee Benefits

The long-term employee benefits in the form of compensated absences amounting to ₹ 177 Lakhs have been determined using the projected unit credit method as at the Balance Sheet date on the basis of an actuarial valuation.

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
35 The movement in provision for claims is as under:		
Opening Balance	2,561	2,446
Additions during the year	-	115
Closing Balance	2,561	2,561
36 Auditor's Remuneration (excluding service tax)		
As Auditor:		
Audit fees*	8	6
	8	6

** It includes ₹ 1.5 lakhs paid to previous auditor for the year ended March 31, 2015.

37 Miscellaneous Income includes

Recoveries made from contractors for projects completed in previous years towards electricity and water charges, taxes and penalties - ₹ Nil (March 31, 2015 - ₹ 85 lakhs). The said recoveries have been made pursuant to full and final settlements reached with the contractors during the year.

38 Disclosure in respect of Operating Leases:

A) Operating Leases taken by the Company

Office premises are obtained on operating lease and are renewable/cancellable at mutual consent. There are no restrictions imposed by lease agreements, lease terms are based on individual agreements.

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
Lease payment recognised in profit and loss for the Year	1,179	1,010

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
39 Expenditure in foreign currency		
Travelling expenses	12	4
Technical know-how fees	-	-
Others	23	31
Capital expenditure	76	-
Total	111	35

	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
40 Earnings Per Share		
Profit for the year as per Statement of Profit and Loss	6,595	7849
Exceptional item (Net of tax credit)	1,035	1116
Profit for the year before exceptional item	5,560	6733
No. of Shares at the beginning of the year	2,10,54,400	2,10,54,400
No. of Shares at the end of the year	2,10,54,400	2,10,54,400
Weighted average number of shares outstanding during the year (Nos.)	2,10,54,400	2,10,54,400
Earnings per share before exceptional item for the year in ₹		
Basic/Dsiluted	26.41	31.98
Earning per share after exceptional item for the year in ₹		
Basic/Dsiluted	31.32	37.28

	Year ended March 31, 2016	Year ended March 31, 2015
41 Foreign Currency Exposure		
Particulars of unhedged foreign currency exposures as at the balance sheet date		
Trade payables	USD 54,314	USD 46,371
	GBP 4,000	-

42 Impairment of Assets

Capital work-in-progress includes building (including lifts) amounting to ₹ 309 lakhs. As the building was not been put to use since it was constructed in 1996, the provision of ₹ 108 lakhs (March 31, 2015 - ₹ 108 lakhs) has been made for impairment @35%. During the year in the opinion of the management, as there is concrete plan for developing of the said building, hence no further impairment is required. Hence provision created in the earlier years has been continued on a prudent basis.

43 Depreciation

During the current year, Stock Holding Corporation of India Limited has revised its policy of providing depreciation on buildings With effect from April 1, 2015, from written down value to straight-line method in order to reflect a more appropriate preparation/ presentation of financial statements. The useful life of buildings as estimated by the management is 58 years, which is lower than the useful life as per schedule II of Companies Act, 2013.

The change in the method of depreciation has resulted in a credit of ₹ 1,583 lakhs. As a result of these changes, the depreciation charge for the Year ended March 31, 2016 is lower by ₹ 194 lakhs.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Accordingly, the profits for the Year ended March 31, 2016 are higher by ₹ 1,162 lakhs (Net of taxes).

The Company has revised its policy of providing depreciation on fixed assets effective April 1, 2014. Upto March 31, 2014, the straight-line method was used for depreciating Computer Hardware, Computer Software and Vehicles while other fixed assets were being depreciated using the written down value method. With effect from April 1, 2014, the straight line method is being used to depreciate all classes of fixed assets, except for Buildings.

Further, the useful life of fixed assets has also been revised pursuant to notification of Schedule II to the Companies Act, 2013 in accordance with the life prescribed under the Schedule or the useful life as estimated by the management, whichever is lower.

As a result of these changes, the depreciation charge for the Year ended March 31, 2015 is higher by ₹ 601 lakhs. The change in the method of depreciation has resulted in a credit of ₹ 1,690 lakhs. Additionally, an amount of ₹ 201 lakhs has been recognized in the opening balance of retained earnings for the assets where remaining useful life as per Schedule II was nil.

Accordingly, the profits for the Year ended March 31, 2015 are higher by ₹ 719 lakhs (net of taxes).

44 Segment Reporting

The segment information as per accounting standard (AS-17) on "Segment Reporting" is given below.

1 Segment Information-

The Company has identified three reportable segments viz. Depository/Custodial, E-Stamping, Professional Clearing Member. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting.

- Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".
- Segment Assets and Segment Liabilities represent Assets and Liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".

(₹ in lakhs)

		Primary Business Segments									
		Depository/ Custodial Services		Estamping		Professional Clearing Members		Other		Total	
		Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
A.	SEGMENT REVENUE										
	External sales/Income from operations	12,205	13,977	7,027	5,117	1,651	1,696	12,878	11,419	33,761	32,210
	Inter-segment Revenues									-	-
	TOTAL REVENUE	12,205	13,977	7,027	5,117	1,651	1,696	12,878	11,419	33,761	32,210

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

		Primary Business Segments									
		Depository/ Custodial Services		Estamping		Professional Clearing Members		Other		Total	
		Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
B. RESULT											
	Segment result	4,175	6,245	1,948	29	1,362	1,497	2,099	3,008	9,583	10,779
	Unallocated (Expenses) net of unallocated income**									(3,797)	(3,537)
	Operating Profit									5,787	7,242
	Interest expense									(47)	(174)
	Interest income	-		-						1,578	1,851
	Net Profit									7,317	8,919
	Exceptional Item									1,583	1,690
	Net Profit after exceptional item									8,900	10,609
	Taxes									(2,305)	(2,760)
	Net Profit									6,595	7,849
	Reconciliation of Revenue										
	Segment Revenue									33,761	32,210
	Add:										
	Interest Income									1,578	1,851
	Unallocated income									-	-
	Total revenue									35,339	34,061

	OTHER INFORMATION	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
		As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
	Segment assets	43,099	43,070	20,037	14,177	16,958	22,385	14,178	8,378	94,272	88,010
	Unallocated assets									21,024	16,414
	Total assets									1,15,296	1,04,424
	Segment liabilities	14,487	18,366	14,473	10,665	4,554	4,690	9,472	3,208	42,986	36,929
	Unallocated liabilities									6,062	7,081
	Total liabilities								1,789	49,048	44,010
	Cost incurred during the year to acquire segment fixed assets	211	330	185	267	7	73	1,711	1,498	2,114	2,168
	Depreciation	340	627	318	579	12	16	581	1,262	1,251	2,484
	Non-cash expenses other than depreciation										

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

(₹ in lakhs)

		Primary Business Segments									
		Depository/ Custodial Services		Estamping		Professional Clearing Members		Other		Total	
		Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
	- doubtful advances written off	231	202	-	-			-	-	231	202
	- provision for bad & doubtful debts	-20	91	-	-			-	-	-20	91

* Denotes amounts less than 1 lakh

** Unallocated expenses include ₹ 1,583 lakhs being additional depreciation adjusted due to change in method of depreciation as schedule II of Companies Act, 2013

C. All its operation are located in India, the Company does not have any secondary reportable segment.

45 Related Parties

a. List of Related Parties

Holding Company

IFCI Limited w.e.f. March 28, 2014

Fellow Subsidiaries

IFCI Venture Capital Funds Limited

IFCI Infrastructure Development Limited

IFCI Financial Services Limited

Key Management Personnel

Shri Ramesh NGS, Managing Director & CEO

Shri L. Viswanathan, Chief Financial Officer (CFO)

Shri Shashikant Nayak, Company Secretary (CS)

Shri Nitin Jog, Managing Director & CEO, SHCIL Services Ltd.

Shri Manoj Kabra, Chief Financial Officer (CFO), SHCIL Services Ltd.

Shri Mitul Palankar, Company Secretary (CS), SHCIL Services Ltd.

Shri Sanjeev Vivrekar, Managing Director & CEO, Stockholding Document Management Services Ltd.

Ms. Jyoti Katira, Chief Financial Officer (CFO), Stockholding Document Management Services Ltd.

Ms. Jajvalya Raghavan, Company Secretary (CS), Stockholding Document Management Services Ltd.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

b. Transactions with Related Parties during the year

(₹ in lakhs)

Particulars	Year ended March 31, 2016				Year ended March 31, 2015			
	Holding Company	Fellow Subsidiaries	Key Management Personnel	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Key management personnel	Ultimate Holding Company
Service charges received	14	2	-	-	48	5	-	-
Income: Physical custody, digitisation, software sales & related software services	-	-	-	9	-	-	-	11
Interest received on investments	516	-	-	-	318	-	-	-
Sitting fees paid	3	-	-	-	2	-	-	*
Dividends paid	723	-	-	-	612	-	-	-
Managerial Remuneration	-	-	95	-	-	-	186	-
Rent Paid	106	-	-	-	-	-	-	-
Outstanding balances					-	-	-	-
Trade and other Receivables	-	1	-	24	2	1	-	-
Trade and other Receivables (interest on Debentures/tax free bonds)	49	-	-	-	-	-	-	-
Trade and other Payables **	890	7	-	-	1,144	6	-	-
Investments in tax free bonds	2,500	-	-	-	2,500	-	-	-
Investments in Corporate Bonds	2,477	-	-	-	3,500	-	-	-
Earnest Money deposit	310	-	-	-	-	-	-	-
Loans given to Key Managerial Personnel	-	-	-	-	-	-	4	-

c. The significant Related Party Transaction are as under :

(₹ in lakhs)

Nature of Transaction	Year ended March 31, 2016	Year ended March 31, 2015
Service Charges received		
Holding Company		
IFCI Ltd.	14	48
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	2	5
IFCI Infrastructure Development Limited	*	*
Interest received on investments		
Holding Company		
IFCI Ltd.	516	318
Sitting fees paid		
Holding Company		
IFCI Ltd.	3	2
Dividends Paid		
Holding Company		
IFCI Ltd.	723	612

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Nature of Transaction	(₹ in lakhs)	
	Year ended March 31, 2016	Year ended March 31, 2015
Investments made		
Holding Company		
IFCI Ltd.	-	-
Rent Paid		
Holding Company		
IFCI Ltd.	106	-
Outstanding Balances		
Trade & other Receivable		
Holding Company		
IFCI Ltd.	-	2
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	1	1
IFCI Financial Services Limited	*	*
IFCI Infrastructure Development Limited	*	*
	1	1
Trade and other Receivables (interest on Debentures/tax free bonds)		
Holding Company		
IFCI Ltd.	49	-
Trade & Other Payables		
Holding Company		
IFCI Ltd.	890	1,144
Fellow Subsidiaries		
IFCI Venture Capital Funds Limited	-	1
IFCI Financial Services Limited	7	5
	7	6
Investments in tax free bonds		
Holding Company		
IFCI Ltd.	2,500	2,500
Investments in Corporate Bonds		
Holding Company		
IFCI Ltd.	2,477	3,500
Earnest Money deposit		
Holding Company		
IFCI Ltd.	310	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

46 Exchange traded contracts outstanding

Particulars	Year ended March 31, 2016		Year ended March 31, 2015	
Type of Derivative	No. of Contracts	No. of Units	No. of Contracts	No. of Units
Stock Futures Short	-	-	8	3,50,000

47 In respect of one subsidiary, the following prior period adjustment has been done:

Prior Period Adjustment	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
(a) Prior Period Income	14	29
(b) Prior Period Expense		
Rent to Sify Bangalore Data Centre	-	3
Outsourcing Expenses	-	8
Security Expenses	-	-
Computer Hire Charges	-	-
Net Prior Period Adjustment	14	18

48 Balances appearing under trade payables, trade receivables, loans and advances, other current liabilities and other current assets are subject to confirmation and consequential adjustment, if any.

49 CSR amount which has been spent towards various schemes of Corporate Social Responsibility (CSR) as prescribed under Section 135 at the Companies Act, 2013 are as under.

Name of Company	Year ended March 31, 2016	(₹ in lakhs) Year ended March 31, 2015
Stock Holding Corporation of India Limited	124	108
SHCIL Services Limited	18	11

50 In case of SHCIL Services Limited during the year,

- The Company has written off/waived certain amounts due to non recovery towards old outstanding totalling to ₹ 5.29 lakhs (Principal amount and fees of various clients ₹ 2.15 lakhs, Other advances/receivables ₹ 3.14 lakhs) which were due but not received. Further, during the year, the Company has also written back certain payables (other than fee based clients) for which no claim was received amounting to ₹ 30.12 lakhs. The above has been done in line with policy as approved by the Board of Directors.
- The Company has provided an amount of ₹ 29.77 lakhs towards Doubtful Debts for various clients that includes the principal amount and fees. The said amounts are under arbitration.

51 Securities received from clients (for derivatives segment) as collateral for margins are held by the Company in its own name as a fiduciary capacity.

52 Figures for the previous year have been regrouped wherever necessary, so as to make them comparable with those of the current year.

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
Central					
1	Bhilai	Room No. 8, Second Floor, Chauhan Estate, G E Road, Supela Bhilai (Cg) - 490023	0788 - 2295355	2290454	2295355
2	Bhopal	First Floor, Alankar Comp Plot No.11, Zone 2, M P Nagar, Bhopal, M.P - 462011	0755-4221321	4220338	4220338
3	Bilaspur	Shop No B1, 1st Flr, Navin Plaza ,Telipara, Bus Stand Rd, Bilaspur, Chattisgarh - 495001	07752- 412039	220322	402139
4	Gwalior	J-76 A, Ground Floor Patel Nagar, City Center Gwalior - MP - 474011	0751-4077783, 4065111	4065111	4077783
5	Indore	220-221, Dm Tower, Race Course Road, Indore - 452003	0731-4026910 -15	2432061/71	4026925
6	Jabalpur	7, Ankita Complex, 2nd Fl Opp. Prabhu Vandana Talkies, Civic Centre Jabalpur - 482002	0761 - 4014944	NA	2412649
7	Raipur	222-223,Rishabh Complex M.G.Road Behind Hotel All Near Raipur Raipur, Chattisgarh - 492001	0771 - 2534212	4034155	4033365
8	Satna	Shop No 1, 1st Floor, K B Complex, Seemariya Chowk, Rewa Rd, Satna (Mp) - 485001	07672-411095	NA	NA
9	Ujjain	103 -104, Siddhivinayak Trade Cente, Opp Shaheed Park, Freeganj Ujjain-Mp - 456010	0734 - 4014174	2515961	NA
Uttar Pradesh					
10	Agra	6, Awagarh House M G Road Civil Lines Agra - 282002	0562-2524126	2520325	2524125
11	Allahabad	Lda Centre,Ground Floor, 2 S.P. Marg, Civil Lines, Allahabad - 211001	0532-2560088	2560178	2560088
12	Gorakhpur	Office No. 16,17,18, 3rd Floor The Mall, Cross Road, Bank Road , Gorakhpur - 273001	0551-2341809	NA	NA
13	Kanpur	Ground Flr, Krishna Tower 15/63, Civil Lines, Kanpur - 208001	0512-2306138	2338096	2338296
14	Lucknow	36/15 ,1st Floor,Above India Bulls, Saprumarg, Opp Rohit Bhawan, Lucknow - 226001	0522-2286193	2286195	2286307
15	Meerut	T - 306, Ganga Plaza, Begum Bridge Road Meerut Uttar, Pradesh - 250001	0121- 2656274,2655167	NA	2656274
16	Mugalsarai	3rd Floor, 952 Gt Road, Subash Nagar Near Subhash Park, Mugalsarai Chandauli - 232101	05412-257542	NA	NA

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
17	Varanasi	Kuber Complex, 4th Floor D-58/2, Rath Yatra, Varanasi - 221010	0542-2226818	2226897 / 2226098	2226098
18	Varanasi 2	Hashmi Complex, S 2/639-18 Nrj.P Mehta, Inter College Club Road, Kachahari, Varanasi - 221002	0542-2280302	0542-2455734	0542-2455734
West-Maharashtra					
19	Amravati	Block No 82, Glushan Tower Mofussil Plots Near Panchasheel Talkies Jaistambh Chowk, Amravati - 444601	0721- 2560505	6522774	2560470
20	Aurangabad	Ragbhir Chambers, 1st Floor, Above Idbi Bank Vidya Nagar, Jalna Road, Aurangabad, Maharashtra - 431005	0240 - 2453631	2453632	2453633
21	Chandrapur	2nd Flr Raghuwanshi Complex Nr Azad Garden Main Rd Chandrapur Nagpur - 442402	07172 - 270302 ,	562162	270302 ,
22	Chinchwad	Off No221, Kohinoor Arcade Sec 24 old Mum Pune Hghway Pradhikaran, Nigdi, Pune - Maharashtra - 411044	020-27654837	64103427	27640742
23	Ichalkaranji	545/1 Murgunde Building Shahu Corner Road Near Sakharape Hospital Ichalkaranji - 416115	0230-2421595/94	2421594	NA
24	Jalgaon	Shree Mahavir Sahakari Bank Ltd. 87, Polan Peth Dana Bazar, Jalgaon - 425001	0257-2222690	2220102	NA
25	Kolhapur	Ayodhya Towers 4th Floor, 511 Kh'E Ward Near Dabolkar Corner Stn Road, Kolhapur - 416001	0231-2663123/24	0231-2663180	2666180
26	Nagpur	3rd Floor Saraf Court Opp Yeshwant Stadium Dhantoli, Nagpur - 440012	0712 -6611595	2443561, 6612258	2443562
27	Nagpur 1	1st Flr Vishnu Complex Opp Rahate Hospital C A Road, Nagpur - 440008	0712-6643469	0712-6643470	0712-2765026
28	Nanded	1st Floor Ramashish Bldg Above Icici Bank Vip Rd, Nanded - 431602	02462-252962	640474	252962
29	Nasik	F8, 1st Flr Suyojit Sanku Adjacent To Rajiv Gandhi Bhavan (Nmc), Sharapur Rd, Nasik - 422002	0253 -2571869	NA	2571535
30	Pune	Sneh Leela Apt, 1st Floor Apte Road, Deccan Gymkhana, Pune - 411004	020-25520418/25521842	25521843	25520038
31	Pune Camp	5/33 Agarkar Nagar, Boat Club Road, Near Alankar Theatre, Pune - 411001	020-26050115	26050116	NA
32	Sangli	Gomtesh Padmavati 111/112 Mahaveer Nagar Sangli - 416416	0233- 2623252	2623253	2623253
33	Yavatmal	Shop No -18,19,20,21, 1st Floor, Super Bazar Sbi Square, Yavatmal - 445001	07232-244884	NA	250276

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
East-Bihar-Jharkhand					
34	Bhagalpur	2nd Floor, Angar Complex, Patal Babu Road, Bhagalpur - 812001	0641-2409406	2300416	NA
35	Bokaro Steel City	C1-22C City Centre Sector 4, Bokaro Steel city	06542-231960	231950	NA
36	Dhanbad	201, Shanti Bhawan, Bank More Dhanbad - 826001	0326-2300185	2300184	2300184
37	Hazaribagh	Above Central Bank Of Ind, Bodom Bazar, Malviya Marg, Hazaribagh - 825301	06546-222847	222674	NA
38	Jamshedpur	Shantiniketan Building, 2nd Floor Isb Shop Area Main Road, Bistupur Jamshedpur - 831001	0657- 2420437	2420438	NA
39	Muzaffarpur	Domapokhar Bank, Road Near Sutapatty Shyam Mandir Marg, Muzaffarpur - 842001	0621 - 2246222	2246422	NA
40	Patna	301-305, Ashiana Plaza Budh Marg, Patna - 800001	0612- 2231167/3292768	2206171	2211753
41	Ranchi	5, Arjan Place, 3rd Floor, Main Road Ranchi - 834001	0651 - 2331632	2330938	2331632
East-North-East					
42	Agartala	First Floor, 88, Motor Stand Road, Opp. Petrol Pump, P.O. Agartala Agartala Tripura West - 799001	0381- 2300089	NA	2300089
43	Bhubaneshwar	No.101, First Floor TKR Business Center, Plot No.2132/4711, Above ICICI Bank Limited, Vivekanand Marg, P.O Old Town, Bhubaneshwar - 751002	0674-2431107	2431713	2431713
44	Calcutta (2)	Rnm House, 3rd Floor 3b Lal Bazar Street Calcutta - 700001	033-22420777	22107584	22437196
45	Calcutta Branch	A.G. Towers 6th Floor, 125/1, Park Street, Calcutta - 700017	033-22262081 / 22262100	40250709 / 40250710	40250701
46	Cuttack	1st Floor Plot No-3027/3401 Opp-Kedarson, Dolamundai Cuttack - 753001	0671-2411837	2428720	2428720
47	Guwahati	Blue Dart Complex, 2nd Floor, Maniram Dewan Lane, Jadav Bora Complex, G S Road, Ulubari, Guwahati - 781007.	0361-2460587	2460588 / 2454213	2454665
48	Haldia	Akash Ganga Commercial Complex Unit No 3/17, 3rd Floor, Durgachalk Haldia, Dist.: Midnapore - 721602.	03224-272067	272166	272166
49	Jorhat	K D Building 1st Floor Rupahi Ali Garali Jorhat - 785001	0376-2300368	2300550	NA

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
50	Naihati	Surya Kiran Apartment Ground Floor, (Below Axis Bank), 212, R B C Road, Post Naihati, 24 Pgs(North), West Bengal - 743165	033 25023076	25023080	25024448
51	Rourkela	Plot No:307/2050, Behind Pani Market Complex, Udit Nagar, Rourkela - 769012	0661-2500051	0661-2500056	2500051
52	Silchar	N.N.Dutta Road Near Guruduwara, Cachar, Slicher Assam - 788001	03842-230120/26	NA	230120
53	Tinsukia	Shri Shyamkunj Complex, Opp Hero Honda Show Room, Chirwayapatty Rd, Tinsukia - 786125	0374 - 2336010	NA	2336010
Gujarat					
54	Adajan	H-207, Manthan Nr Gujarat Gas Circle, Above Central Bank of India, Adajan, Surat - 395009	0261-2788995	2788996	2788995
55	Ahmedabad	403, IFCI Bhawan, 4th Floor, Near Lal Bungalow, C G Road, Ahmedabad - 380006	079-26467032	26464760	26464747
56	Ahmedabad-Motera	209, Shukan Mall Near Visat Petrol Pump Motera, Sabarmati, Ahmedabad - 380005	079-27502790	27571390	27570990
57	Anand	204 Nathwani Chambers, Near Patel Market, Sardargunj, Anand - 388001	02692-266611	NA	NA
58	Ashram Road	106, Sukhsagar Complex Nr Fortune Landmark Hotel Ashram Road, Usamanpura Ahmedabad - 380013	079-27556730	27556731	27556732
59	Baroda	305-308, Paradise Complex 3rd Floor, Sayajigunj Baroda - 390005	0265-2363419	2363516	2363162
60	Bharuch	119/A, First Floor Bluechip Complex Sevashram Road Bharuch - 392001	02642 - 268633/34	650809	268633
61	Bhavnagar	G-2 Vasundhara Complex, 1st Floor, Opp. Dakshinamurty School, Waghawadi Road, Bhavnagar - 364002	0278-2471114	2471113	2471114
62	Ellora Park Baroda	G3 Siddhivinayak Complex, Near Bank of India Ellora Park, Baroda - 390023	0265-2393384	2393385	2393385
63	Gandhidham	Office No. 206, Sindhu - li, Plot No.302, Ward 12-B, Gandhidham (Kutch) - 370201	02836-226585	226586	226586
64	Gandhinagar	Plot No. 447 2nd Floor Sector 16 Gh 5 Nr. Pragna Petrol Pump Gandhinagar - 382016	079-23248579	NA	23248580
65	Jamnagar	Off.No.6 To 8, Madhav Darshan Complex, Opp. Cricket Bungalow, Gurudwara Rd, Jamnagar - 361001	0288 - 2770125	2661159	2661756

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
66	Junagadh	34,35,Platinum Complex, Jayshree Talkies Road, Kalwa Chowk, Junagadh - 362001	0285-2629748	NA	2652748
67	Maninagar	4th Floor, Vrajprabha Complex, Opp Rly Crossing, Maninagar (West) Ahmedabad - 380008	079-25462717	25450677	25450677
68	Mehsana	Om Complex 2nd Flr Radhanpur Cross Rd Nr Petrol Pump, Mehsana - 384002	02762-232622	NA	232623
69	Navsari	2288/101 1st Floor Nanuvishnudham Swami Vivekanand Road., Kansarawad Navsari - 396445	02637-249403	645613	249401
70	Porbandar	Purusharth, Ground Floor, Behind Aroon Photo Studio M.G.Road Porbandar - 360575	0286 -2215884	2215884	2203144
71	Rajkot	Shree Sadguru Complex 1st Flr, Opp.Tirupati Petrol Pump, Kalawad Road, Rajkot - 360005	0281-2478004	2478006	2477450
72	Sadar Bazar Rajkot	Orbit Complex, Grnd Floor Nr. Sadar Police Chowky Sadar Bazar, Rajkot - 360001	0281 2474959	NA	244959
73	Surat	311, Shyam Chambers, Opp. Sub Jail, Ring Road, Surat - 395002	0261-2321281	2321282	2321283
74	Visnagar	48,Sukhnavas Complex, 1st Flr Station Road, Visnagar - 384315	02765-227620	NA	227610
75	Warasiya Ring Road,Baroda	FF-5, Ananya Avenue Near, Motinagar, Char Rasta Warasiya Ring Road, Baroda - 390006	0265 - 2531029	2531039	2531039
Mumbai-Goa					
76	Andheri	No 4 Parsian Apartments, V.P. Road, Next To Zoroastrian Co-Op. Bank Off S.V. Road, Andheri W - 400058	022-26230910	NA	26230909
77	Borivali	Shop. No.10,Ground Floor Madhumilan Co-Op Hsg Soc Mangal Kunj, S.V. Road, Borivali (West) - 400092	022 -28332104	28332085	28334067
78	Chembur	Plot No 60/A Ramesh Niwas, Road No 20, Near State Bank of India Chembur - 400071	022-25288358	25290542	25288430
79	Dadar	169/C Neelkanth Niwas, Purandare Park Society, Dr. Ambedkar Road, Dadar Tt, Mumbai - 400014	022-24151706	NA	24151707
80	Dombivili	Office No.6, Shri Suyash Chs, Near Madhuban Talkies, Ursekarwadi, Dombivili (East) - 421201	0251- 2861196	0251- 2861197	2861199

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
81	Fort	12/14, Uti Bldg Bank Street Cross Lane Near Old Custom House Fort - 400023	022-22622677	22675960/61	22622756
82	Ghatkopar	Vishwanagar Co-Op Hsg Soc.Gr. Flr,Junction Of R B Mehta Road & Hingwala Lane, Ghatkopar E, Mumbai - 400077	022 -25137653	25024790	25024800
83	Goregaon	Unique Towers,G-2,Gr.Flr Opp.Kamath Club, S V Road, Goregaon West Mumbai - 400062	022-28787336	28787341	28787338
84	Kalyan	Gala No. 110, Vasant Vihar Complex, Chandulal Joshi Compound, Opp. Railway Stn, Kalyan (W) - 421301	0251-2315421/22	2315423/24	2315423
85	Mahalaxmi	Rewa Apts. 'B' Ground Flr Behind Boi Opp Cadbury House Bhulabhai Desai Rd Mahalaxmi, Mumbai - 400026	022-23538225	NA	23538221
86	Mittal Tower	Raheja Chamber, Office No. 15,Gr Floor, Nariman Point, Mumbai - 400021	022 -22884685/87	22844247/ 22852970	22818624
87	Mulund	Shop No. 2 Koteswar Apts R.H.B. Rd Opp ICICI Bank Mulund West, Mumbai - 400080	022-25907618	25620703	25907617
88	Panjim	2nd Floor, Tamba Building Dr. Atmaram Borkar Road Panaji - Goa Goa - 403001	0832-2421497	2421496	2421496
89	Parel	Shop No 8 Bayside Arcade Dr. B A Road Parel, Mumbai - 400012	022-24115313	24125313	24105131
90	Thane	Shop No. 5, Laxmi Niwas Ch Vishnu Nagar, Opp Thane Bharat Sahakari Bank, Naupada Thane (W) - 400602	022-25451752/25453791	25453790/ 2545	25453802
91	Vashi	Block No.2, Ground Floor, Type C-1, Building No.12, Sector 2, Near Abhyudya Bank Opp. Shanti Centre, Vashi, Navi Mumbai	022- 27897167/70	27897170	27897168
92	Vikhroli	25, Gr Floor, Hazari Baug, Station Road, Vikhroli West, Mumbai - 400083	022-25779282	25778466	25778466
93	Vile Parle	104 Shyam Kamal, A Wing 1st Flr Opp. Vileparle Rly Stn. Vileparle East, Mumbai - 400057	022-26161101/26105363	26184143	26161108
North-Delhi					
94	Ambala Cant	5502, First Floor Surya Tower Opp Nigar Cinema, Nicholsan Road, Ambala - 133001	0171-2645366	2645367	2645358
95	Bhikaji Cama (Delhi 4)	Gr Flr Shop Gf13 Bld No 3 Ansal Chambers I Bhikaji Cama Place New Delhi - 110066	011-26193385	26193418	26193384

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
96	Dehradun	59/3, 1st Floor, Rajpur Road, Above Idbi Bank, Dehradun - 248001	0135-2652558, 6454102	2710215 /48	2710248
97	Delhi - Nehru Place	IFCI Tower "A" Wing , Fifth Floor, 61 Nehru Place, New Delhi - 110019	011 - 26425334/35/36/37	26281579	26293836
98	Delhi - Pitam Pura	504, 5th Floor, B-08, Gditi Tower Netaji Subhash Place Opp Wazirpur Depot Pitampura-Delhi - 110034	011 - 27357134/37	27357135	NA
99	Delhi - Janpath	68/2 2nd Floor Above Mehra Sons Jewellers Janpath New Delhi - 110001	011-23324909/01	64699304	NA
100	Delhi - Milap	8a, Milap Blg, Gr Floor Bahadur Shah Zafar Marg New Delhi, New Delhi - 110002	(0286) 2215884	43546864	(0286) 2215831
101	Delhi - Janakpuri	103, 1st Floor Suneja Tower - 1 Janakpuri District Centre Janakpuri, New Delhi - 110058	011 - 25507314/16	25507326/ 64699300	25507314
102	East Delhi (Karkardooma)	401, 4th Floor Ashish Corporate Tower Community Centre, Karkardooma Delhi - 110092	011-22375747 /44	NA	NA
103	Ghaziabad	118/3, 1st Floor Beside Opulent Mall, Above Idbi Bank, Model Town East-Ghaziabad - 201001	0120-2796097	0120-2796098	0120-2796099
104	Gurgaon	Shop No 251, Central Arcade, 1st Floor, Opposite Sahara Mall, Dlf Phase Ii, Gurgaon, Haryana - 122002	0124-2387956	4068690	2387959
105	Haldwani	Shop Nol L-2 Durga Center Bhotia Parao Nanital Road Haldwani - 263139	05946-282392/93	NA	NA
106	Haridwar	1st Floor, Kumar Complex Ranipur Mor Chandr Acharya Chowk, Haridwar - 249407	01334-265941	645404	266504
107	Karnal	1st Flr, 16, Mahila Ashram Complex Above Gift Galler Behind Main Bus Stand Karnal - 132001	0184-2253875	2262734	2253875
108	Noida	P/5 ,206 2nd Floor Ocean Plaza P-5 Sector-18 Noida U P - 201301	0121-2516368/69	2516370/ 4217077	2516369
North-Rajasthan					
109	Ajmer	3rd Floor, Krishna Complex, Opp City Power House Jaipur Road, Ajmer - 305001	0145 - 2431290	2630648	2632086
110	Alwar	1st Floor, 38a Lajpat Nagar, Scheme No 2, Near Bhagat Singh Circle, Alwar - 301001	0144-2348459	NA	2348614
111	Bikaner	Chugh Mansion, 1st Floor, Opp Drm Office, Near Railway Stadium, Bikaner - 334001	0151- 2540131	NA	2546330

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
112	Jaipur(1)	300-A,2nd Flr Jse Bldng, Jln Marg, Malviya Nagar, Jaipur 302017 - 302017	0141 -2729047/48/49/50/52	NA	2729050
113	Jaipur(2)	Sangam Tower, 2nd Floor, Off No 213 Church Road, Jaipur 302001 - 302001	0141-2387104	2387105	2387275
114	Jodhpur	1st Floor,54 Gulab Bhavan Chopasani Road Near Kankariya Building Jodhpur - 342003	0291-2636609	2636710	2636609
115	Kota	Mewara Plaza, 344 Shopping Centre Rawat Bhata-Guman Pura Rd Kota - 324007	0744-2360863	2361356	2361356
116	Sri Ganga Nagar	53-B, 3rd Floor, Opp Bakshi Computercentre Nr Ravindra Path Main Rd Sriganaganaga, Rajasthan - 335001	0154-2482202	0154-2483202	2442202
117	Udaipur	11-12, Ground Floor, Anand Plaza, Near Ayad Bridge, University Rd Udaipur - 313001	0294 - 2429575	0294-5101866	2429575
North-West					
118	Amritsar	S. C. O - 4, 1st Floor, Deep Complex, Court Road, Amritsar, Punjab - 143001	0183-2402227	5029103	2210103
119	Bhatinda	Mc 4373, 1st Floor, Opp Indian Overseas Bank, Kikar Bazar Bhatinda - 151005	0164-2235846	2253846	2253846
120	Chandigarh	Deepak Towers, 2nd Floor, Sco 154/155, Sector 17 C, Chandigarh - 160017	0172-2542807	2702545	4651827
121	Jalander	1st Floor ,Sco 33, Multani Tower, Puda Complx Opp. Tehsil Complex Jalander, Punjab - 144001	0181-2243974	2453076	2243974
122	Jammu	83 A/D Extn Near Police Lines Gandhi Nagar Jammu - 180004	0191-2455058	2455058	2455053
123	Ludhiana	Cabin No. 501, Sco 18, 5th Floor, Opp Lse. F.G.Market Ludhiana - 141001	0161-2422157	3017701	3076932
124	Moga	531/09 Nifd Campus New Town Opp. D.M.College Moga Punjab - 142001	01636-233278	NA	233296
125	Mohali	S C F 33 1st Floor Phase 5 Mohali Punjab - 160059	0172-2272123	NA	4655065
126	Panchkula	Sco-64, 1st Floor Sector-11 Panchkula - 134112	0172-4635063	NA	4639064
127	Patiala	No. 6 & 7 Leela Bhavani Market Patiala - 147001	0175-2201890	NA	2304678

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
128	Phagwara	Scf 31, First Floor, Near Arjun Mall, Guru Hargobind Nagar Market, Phagwara, Punjab - 144401	01824-262725	262981	262725
129	Shimla	201 P. C. Chambers Near, Ritz Cinema Road The Mall Shimla - 171001	0177-2803737	2804747	2803737
130	Solan	Platinum Mall Ground Flr South Enclave Bye Pass Saproon Solan - 173211	01792-225464/65	NA	225465
South1-Andhra Pradesh					
131	Dilsukh Nagar	2nd Floor, Shop No 7&8, Dno 17-85/ C/106 Main Road Annapurna Shopping Complex Dilsukh Nagar, Hyderabad - 500060	040 - 24151197	24151203	NA
132	Guntur	S2 Raghu Mansions, 2nd Flr Opp. To Sankar Villas 4/1 Brodipet Guntur, - 522002	91863-6642898	6640898	2246450
133	Himayat Nagar (Hyderabad)	3-6-269, G6 And G7 Mym Money Centre Opp. Telugu Academy, Himayatnagar, Hyderabad - 500029	040-23261526	23261527	23261527
134	Hyderabad	G6-G10, East Block, Swarna Jayanthi Commercial Comp Next Huda Maitrivanam Ameerpet, Hyderabad - 500038	040-24151203	24151197	66661675
135	Kakinada	2nd Floor Ayyapa Towers, D. No. 5-1, Main Road, Suryaraopeta, Kakinada - 533001	0884-2347773	0884-2347774	NA
136	Kukatpally	Plot No138, Kalyani Sri Sai Niketan, Bhagynagar Colony, Opp Kphb Colony Kukatpally, Hyderabad - 500072	040-66203220	23063560	NA
137	Kurnul	Flat No A10,11, 1st Flr, 40-383 Bhupal Residency, Park Rd, Kurnool - 518001	08518-278738	278739	278738
138	Nellore	H No 16/1102 Ground Flr. Moon Land Apartments K V Agraharam Pogathota Nellore - 524001	0861 - 2343480	2343481	NA
139	Nizamabad	Kavitha Complex Block E 1st Floor Godown Road Nizamabad - 503001	0846-232233	232255	232255
140	Rajahmundry	7-28-32, 2nd floor Jupudy Complex T. Nagar Rajahmundry - 533101	0883 - 2439476	2476761	2478846
141	Secunderabad	G9-G10 Gr Floor Bhuvana Towers near (Cmr Building) Near Manju Theatre S D Road, Secunderabad - 500003	040-27803394	27803395	(040) 27809994 /95
142	Tirupati	Flat No 10 1st Flr Sridevi Complex Tilak Road Tirupati - 517501	0877-2220202	2222724	NA

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
143	Vijaywada	D No 27-14-47 Opp Buckingham Post Off Rajagopalchari Street Governerpet Vijaywada - 520002	0866-666898/2579004	2579002	2579004
144	Vishakapatnam	D. No. 30-15-158/Sf-C6 2nd Floor,Pavan Enclave Daba Gardens Vishakapatnam - 530020	0891- 2752070	2716577/78	2716578
145	Warangal	Shop No-16,Mayuri Bvss Complex H.No - 5-9-36/37, Lashkar Bazar Hanamkonda Main Road, Warangal - 506001	0870-6565113	2553318	NA
South1-Karnataka					
146	Bagalkot	Tp No 159/1 A/8,Ward No10 Behind Kalburgi Hospital Mahaveer Road Bagalkot - 587101	08354-220100	08354-220103	NA
147	Bangalore	B'Lore Stock Exchange Ltd., Stock Exchange Towers 51, 1 Cross, J.C. Road Bangalore - 560027	080-22995236	080-22995246 /49	080-22995211
148	Belgaum	Basavkrupa 1, Club Road Opp.Civil Hospital, Near Hansraj Super Market Belgaum - 590002	0831-2469817 /818	2432102	0831-2432101
149	Bellary	Door No. 342/1 A/1 Chiranjivi Nilaya, Shubha Mahal, Gandhi Nagar, Bellary, - 583101	08392-277664	08392-277665	NA
150	Davangere	1st Frl Above Mahalakshmi Book Depot Akkanahadevi Rd Pj Extension Davangere - 577002	08192- 236964/65	234442	08192-234442
151	Dharwad	Sri Ranga Towers, Ground Floor, Near Nttf, Ramnagar Cross, P.B.Road, Dharwad - 580001	0836-2435635	2435636	NA
152	Gulbarga	G1 & G2,Shrushti Arcade Gr Frl Opp St Mary Church Court Rd Off Sb Temple Rd Gulbarga - 585102	08472-279710/11	NA	NA
153	Hassan	1st Floor Sowrabha Complex, Opp.Axis Bank, B.M.Road, Hassan - 573201	08172-232117/18	NA	NA
154	Hubli	1st Floor,Varsha Complex Behind Bhavani Arcade Opp. Basava Vana, Near Old Bus Stand, Hubli - 580029	0836 - 2253112/113	2253106 (D)	0836-2212050
155	Jayanagar	Shop No 7, 1st Floor 44, 33rd Cross, Jayanagar, 4th T Block Bangalore - 560011	080-26991062	26991060	NA
156	Karkala	Shop No 12,D.No 127/23 1st Floor Sharada Palace Market Road, Karkala - 574104	08258-234650	08258-234651	NA

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
157	Koramangala	No 103, 1st Floor Mighkhb Colony, 17th Main 5th Block Koramangala Bangalore - 560034	080-25529149	25529150	NA
158	Kundapur	Door No. 433/1/51, I Floor Near Manunath Nursinghome Mastikatte Main Road Kundapur - 576201	08254-234557/58	NA	NA
159	Malleswaram	No 10, 1st Floor, 3rd Cross, Near Hallimane, Malleswaram Bangalore - 560003	080-23461225	23560525	NA
160	Mangalore	Shop No 6 & 7 2nd Flr Manasa Tower M G Rd Kodialbail Mangalore - 575003	0824- 2494986	2495220/ 2495224	NA
161	Manipal	1st Floor, Trade Centre Near Syndicate Circle Manipal - 576104	0820-2572115	0820-257116	0820-2572106
162	Mysore	442/3 & 4 1st Floor Chamaraja Double Road Ramaswamy Circle Mysore - 570024	0821-2333860	2333926	0821-2333996
163	Raichur	Shreyansh Tower 1st Frl M.G. Road Bank of Maharashtra Raichur - 584101	08532-225049	NA	0853-2225050
164	Shimoga	1st Flr,Sangappa Complex Garden Area,3rd Cross Beside State Bank of Hyd Shimoga-Karnataka - 577201	08182 -227785	227786 / 227745	08182-227745
165	Udupi	3rd Floor Shriram Arcade Opp Head Post Office Udupi - 576101	0820-2535404	0820-2535405	NA
South2-Tamil Nadu					
166	Adyar-Chennai	Gokul Arcade 1st Flr No 2 Sardar Patel Rd Adyar (Nr Adyar Signal Stop) Chennai - 600020	044-24420602	45504085	24420602
167	Anna Nagar	W 101, 1st Floor,46-48 li Avenue Anna Nagar Chennai - 600040	044 -26280154	42051772	26280154
168	Chennai Branch	Justice Basheer Ahmed Sayeed Bldg, 3rd Floor 45 Moore Street Second Line Beach Chennai - 600001	044 -25340725	40100200	25341252
169	Chennai Porur	Arutjothi Towers Plot No 2&9 1st Flr Mount Poonamalle High Rd Sakthi Nagar Porur Chennai - 600116	044-22520191	42014260	NA
170	Chennai Tambaram	Shop No. 8 & 9 No. 68/22a Kakkan Street Tambaram West Chennai - 600045	044-22260569	42034948	42034948
171	Coimbatore	U 101, First Floor, Raheja Centre, No1073/74, Avinashi Road Coimbatore - 641018	0422-200947	214791	200947
172	Erode	156 A, 1st Floor, Parimalam Complex, Mettur Road, Erode - 638003	0424 - 2213823	2214026	NA

OFFICES / BRANCHES

Sr. No.	NAME	ADDRESS	TEL NOS	TEL NOS	FAX
173	Karaikudi	A.C.A Complex , 1st Floor, Door No 30/1c, Sekkalai Road, Karaikudi - 630001	04565-232180	NA	232190
174	Karur	128-A Vanitha Towers 1st Floor Kovai Road Karur - 639002	04324-240628	240438/ 240528	NA
175	Madurai	C-1, 3rd Floor A R Plaza 16/17 North Veli Street Madurai - 625001	0452-2342174	2350178 (TELEFAX)	2350178
176	Mylapore	Shop No:1b,Ground Floor, 4/180 Tnhb Complex, Luz Corner, Mylapore, Chennai - 600004	044- 43536409	24986972	43536409
177	Pondicherry	201, 1st Floor Mission Street Pondicherry - 605001	0413-2331751	2331752 /55	2331752
178	Salem	Shop No: 5/1, First Floor, Sri Lakshmi Complex, No 76 Cherry Road, Opp To Govt Arts College - 636007	0427-2418648	2418649/ 50/58	NA
179	T Nagar-Chennai	202 2nd Floor,Challa Mall Complex 11and11/A, Sir Theagaraya Rd T Nagar Chennai - 600017	044-24328380	24359307	42051774
180	Trichy	Ramanathan Arcade, First Floor, No. 16, K.C. Road, Thennur, Trichy - 620017	0431-2740928	2741927	2741930
181	Tuticorin	Anbu Medical Complex First Floor, 285/8 D, Wgc Road Tuticorin - 628002	0461-2327638	NA	2327639
South3-Kerala					
182	Calicut	Metro Towers,19/2084, B-20 1st Floor, P V Swamy Road, Chalappuram P.O. Calicut - 673002	0495-2300373	2304473 ,2530270.	2304473
183	Kannur	2nd Floor K V R Towers South Bazar Kannur - 670002	0497- 2712333	2712323	2712323
184	Kochi	Safeena Mansion ,Gr Floor Ravipuram Junction, Kanoos Theatre, M G Road Kochi - 682016	0484 -2363022	2363023	2363023
185	Kollam	E li 24/25 2nd Floor Commercial Complex East Block Bishop Jerome Nagar, Chinnakada Kollam - 691001	0474 2768158	2768159	0474 2768159
186	Kottayam	2nd Floor, Korattaiyil Complex, Opposite Public Library, Sashtri Road Kottayam - 686001	0481- 2303670	2303671	2303671
187	Trichur	Pooma Complex 3rd Floor M G Road Trichur - 680001	0487 2445657	2445657	2445657
188	Trivandrum	Sowbhagya, T.C.3/2730-2, Palace View Lane, Pattom Palace P.O. Trivandrum - 695004	0471-2543133	2543032 , 3071732	2543032

PHOTO GALLERY



Inauguration of Allahabad High Court digitisation project by Hon'ble Chief Justice of India, Justice T.S. Thakur, also present on the occasion, Hon'ble Justice Arjan Kumar Sikri, Supreme Court, Hon'ble Dr. Justice Dhananjaya Yashwant Chandrachud, the then Chief Justice, Allahabad High Court and Justice Devendra Kumar Arora, Allahabad High Court. Also present at the occasion Shri Ramesh NGS, MD & CEO, StockHolding, Shri Sanjeev Vivrekar, MD & CEO, StockHolding Document Management Services Ltd.

PHOTO GALLERY



➤ Inauguration of Delhi office by Shri Malay Mukherjee, Non-Executive Chairman. Also present at the occasion, Shri Achal Kumar Gupta, Deputy Managing Director, IFCI and Shri Ramesh NGS, MD & CEO.

Lighting of lamp by Shri Sudhir Garg, Director and Shri B.N. Nayak, Chief Financial Officer, IFCI, at the inauguration of Delhi office, also present are Shri Ramesh NGS, MD & CEO, Shri Amit Dassi, Channel Head and Shri Manoj Pandey, Manager.



PHOTO GALLERY



Participants of “Training on Grooming Program” organised at SHCIL Learning and Development Centre (SLDC), Mahape, Navi Mumbai



MD & CEO along with the Senior Management and officers of StockHolding at the Regional Managers conference held at Centre Point, Mumbai

Participants of “Corporate Marketing” training program organised at SHCIL Learning and Development Centre (SLDC), Mahape



PHOTO GALLERY



Winning team of StockHolding in inter group (women) Cricket Tournament held at Vashi Sports Club, Navi Mumbai



Yoga session organised on the occasion of International Yoga day at Mahape, Navi Mumbai. Shri Umesh Punde, Sr. Vice President and Shri Jagdish Thakur, Head of Finance along with yoga trainers and fellow SHCILians.



Winning team of StockHolding Branches in inter group (men) Cricket Tournament held at Vashi Sports Club, Navi Mumbai

PHOTO GALLERY



Inauguration of Central Dealing Room by MD & CEO, Shri Ramesh NGS and Shri R.H. Mewawala, EVP and COO.



An initiative by the Bangalore Branch of StockHolding towards Swachh Bharat Campaign.



Star performer award in the category of Highest Asset Value and Top Performer in active accounts by NSDL.



SKOCH BSE Award for the Best Custodian – Business Excellence.



*Shri Ramesh NGS – MD & CEO (sitting in center) along with Shri R.H. Mewawala – EVP & COO,
Shri L.Viswanathan- EVP & CFO (sitting from right to left)*

*Shri Sanjeev Vivrekar- MD & CEO – Stock Holding Documents Management Services Limited,
Shri Umesh Punde – Sr. Vice President, Shri Manoj Borkar, Sr. Vice President, Shri Nitin Jog,
MD & CEO – SHCIL Services Limited, Shri Shashikant L. Nayak – Company Secretary (standing left to right)*

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- ◆ Distribution of
 - Mutual Funds, FDs & Bonds, IPOs
 - Loan Products
 - Gold & Silver - Coins & Bars
- ◆ Professional Clearing Member
- ◆ National Pension System
- ◆ GoldRush (Gold Accumulation Plan)

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