

SHCIL SERVICES LIMITED
BALANCE SHEET AS AT MARCH 31, 2015

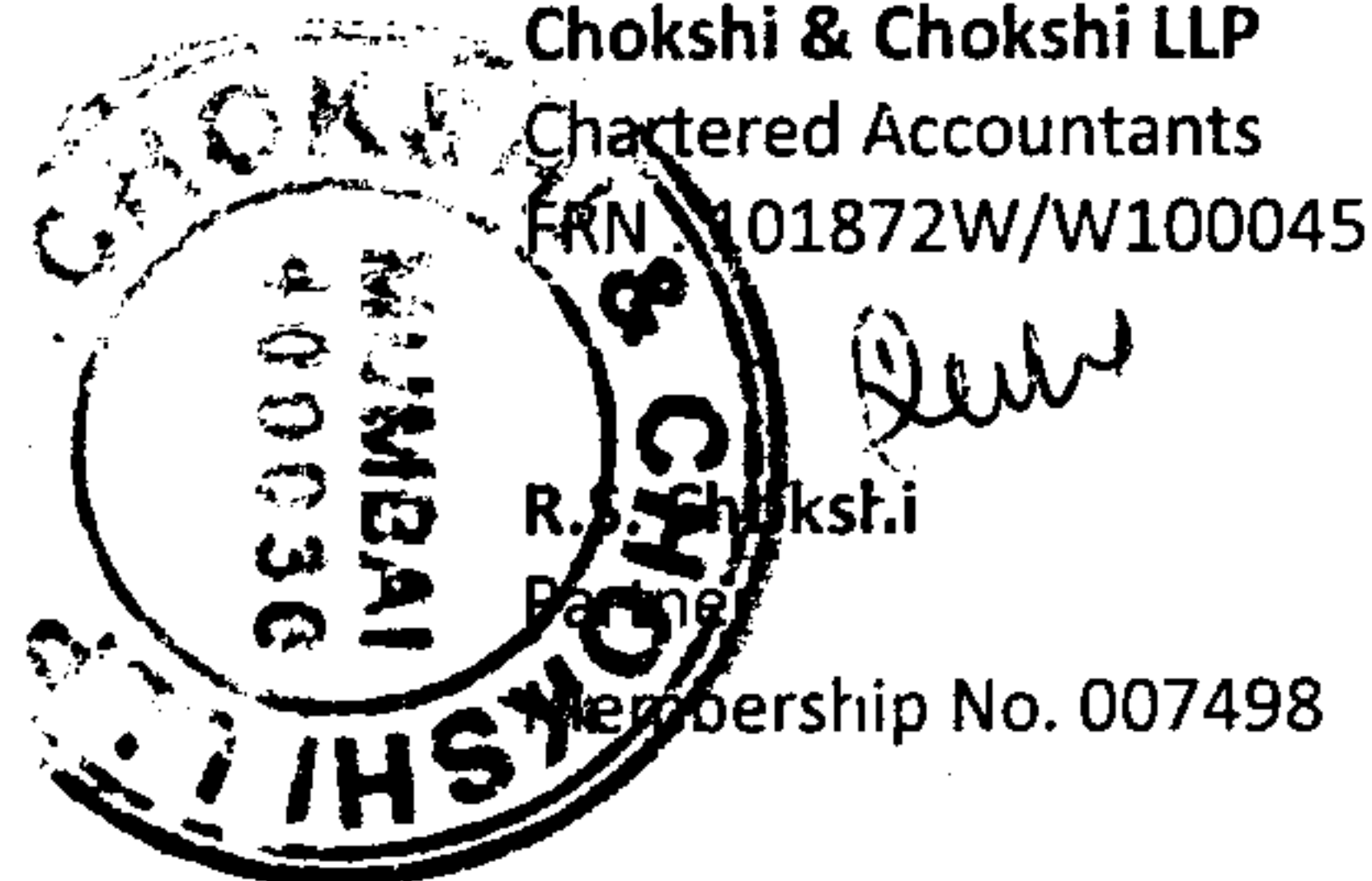
	Note	March 31, 2015 ₹	March 31, 2014 ₹
<u>EQUITY AND LIABILITIES</u>			
Shareholders' funds			
Share Capital	2	76,562,500	76,562,500
Reserves and Surplus	3	326,404,409	236,546,153
		<u>402,966,909</u>	<u>313,108,653</u>
Non-current liabilities			
Long Term Provisions	4	1,291,918	598,499
		<u>1,291,918</u>	<u>598,499</u>
Current liabilities			
Trade Payables	6	655,430,344	871,606,161
Other Current Liabilities	7	40,043,971	36,744,123
Short-Term Provisions	8	1,395,420	1,296,076
		<u>696,869,735</u>	<u>909,646,360</u>
TOTAL		<u><u>1,101,128,562</u></u>	<u><u>1,223,353,512</u></u>
<u>ASSETS</u>			
Non-current assets			
Fixed Assets			
Tangible Assets	9	9,550,821	4,256,880
Intangible Assets		1,449,568	2,236,940
		<u>11,000,389</u>	<u>6,493,820</u>
Deferred Tax Assets (Net)	5	4,525,736	5,404,153
Long-Term Loans And Advances	10	73,155,790	72,963,825
Other Non-current Assets	11	25,100,001	10,000,001
		<u>113,781,916</u>	<u>94,861,799</u>
Current assets			
Current Investments	12	112,445,080	14,048,762
Trade Receivables	13	554,804,488	595,540,904
Cash And Bank Balances	14	174,483,984	507,850,810
Short-Term Loans And Advances	15	143,120,042	8,264,470
Other Current Assets	16	2,493,052	2,786,767
		<u>987,346,646</u>	<u>1,128,491,713</u>
TOTAL		<u><u>1,101,128,562</u></u>	<u><u>1,223,353,512</u></u>

The accompanying notes 1 to 34 are an integral part of these financial statements.

As per our Report attached

For and on behalf of
Chokshi & Chokshi LLP
Chartered Accountants
FRN 101872W/W100045

For and on behalf of Board of Directors



Place: Mumbai
Date: April 21, 2015

Manojle
Manoj Kabra
CFO

Mitul Palankar
Mitul Palankar
Company Secretary

Ramesh N.G.S.
Ramesh N.G.S.
Non-Executive
Chairman

Nitin Jog
Nitin Jog
MD & CEO

G. Anantharaman
G. Anantharaman
Director

P.H. Kutumbe
P.H. Kutumbe
Director

Vineet Potnis
Vineet Potnis
Director

Kalpna Joshi
Kalpna Joshi
Director

SHCIL SERVICES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

	Note	March 31, 2015	March 31, 2014
		₹	₹
REVENUE			
Revenue from operations	17	446,153,983	260,969,573
Other Income	18	26,570,032	22,898,487
TOTAL		472,724,015	283,868,060
EXPENSES			
Employee Benefits Expense	19	29,405,984	25,396,469
Sub - Brokerage Expenses		259,098,494	156,837,988
Depreciation & Amortisation	9	5,032,008	5,470,473
Other expenses	20	43,515,534	35,545,765
TOTAL		337,052,020	223,250,695
Profit before tax		135,671,995	60,617,365
Tax expense			
Current tax		44,650,000	20,000,000
Deferred tax	33	878,417	1,325,384
Profit for the Period		90,143,578	39,291,981
Earnings per equity share (in ₹) (Basic and Diluted)	23	15.62	10.50

The accompanying notes 1 to 34 are an integral part of these financial statements.

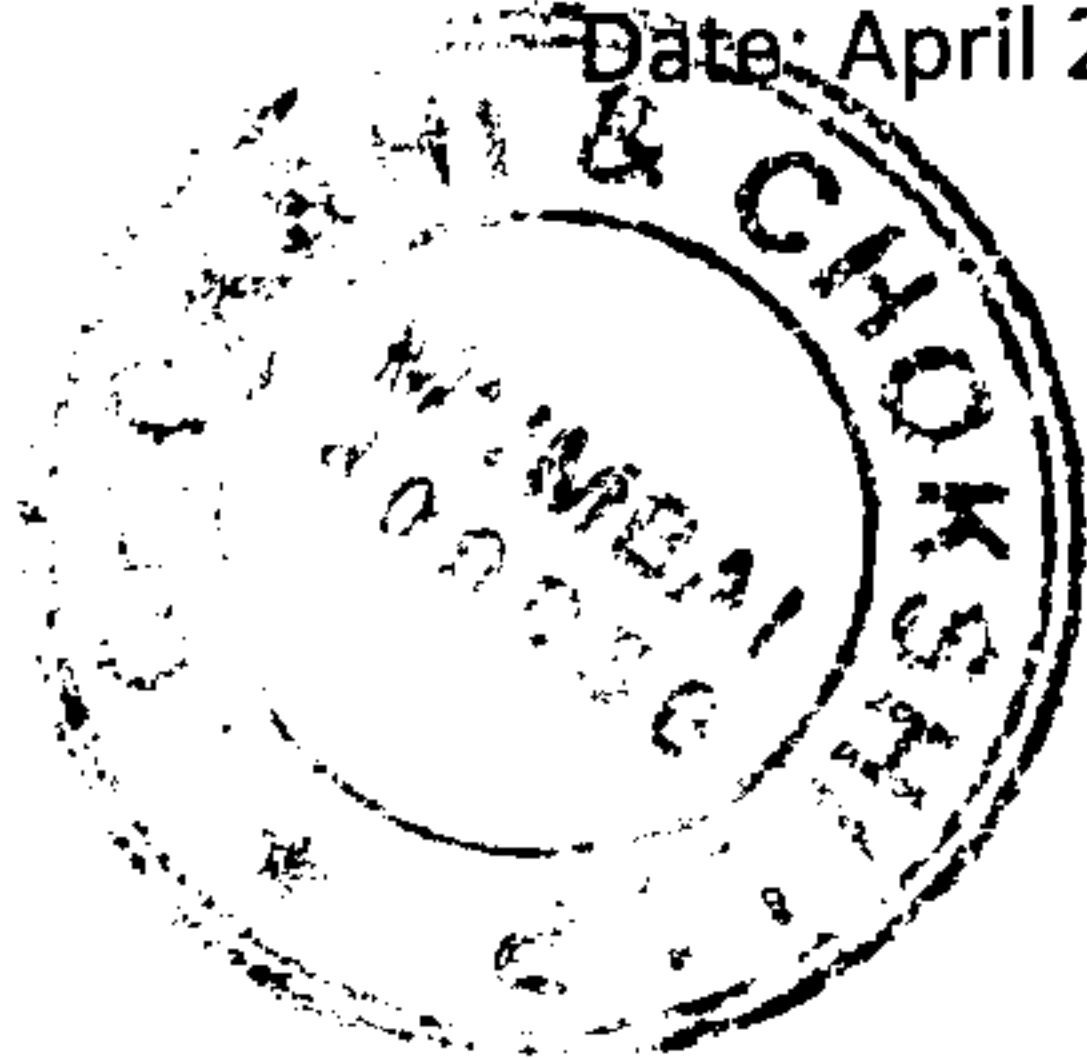
As per our Report attached
For and on behalf of
Chokshi & Chokshi LLP
Chartered Accountants
FRN : 101872W/W100045

Devi
R.S. Chokshi
Partner
Membership No. 007498

Place: Mumbai
Date: April 21, 2015

For and on behalf of Board of Directors

<i>Manoj Kabra</i> Manoj Kabra CFO	<i>Ramesh N.G.S.</i> Ramesh N.G.S. Non-Executive Chairman	<i>Nitin Jog</i> Nitin Jog MD & CEO	<i>G. Anantharaman</i> G. Anantharaman Director
<i>M. P. Palankar</i> M. P. Palankar Company Secretary	<i>P.H. Kutumbe</i> P.H. Kutumbe Director	<i>Vineet Potnis</i> Vineet Potnis Director	<i>Kalpna Joshi</i> Kalpna Joshi Director



SHCIL SERVICES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015

	March 31, 2015 ₹	March 31, 2014 ₹
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	135,671,995	60,617,365
Adjustments for:		
Depreciation	5,032,008	5,470,473
Dividend from Mutual Funds	(6,520,488)	(1,027,440)
Deposits written off	-	1,000,000
Interest Income	(17,044,755)	(15,597,770)
(Profit)/ Loss on sale of Fixed Assets	(123,431)	(44,100)
Bad Debts Written off	1,651,510	
Provision for Doubtful Debts	-	(4,113,642)
Operating profit before working capital changes	118,666,839	46,304,886
Adjustments for :		
(Increase)/ Decrease in Trade Receivables	39,084,908	(534,830,622)
(Increase)/Decrease in Short Term Loans and Advances & other Non Current Assets	(151,529,622)	96,197,711
(Increase)/Decrease in Other Current Assets	(7,901)	369
Increase/ (Decrease) in Trade payables and Other Current Liabilities	(212,875,970)	698,744,690
Increase/ (Decrease) in Short Term and Long Term Provisions	792,763	(2,460)
Cash generated from operations	(205,868,983)	306,414,574
Direct Taxes paid	(43,267,915)	(84,708,505)
Net cash (used in)/from operating activities	(249,136,898)	221,706,069
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(9,823,968)	(3,983,054)
Sale of Fixed Assets	123,500	44,100
Purchase of Investments	(98,396,319)	(14,048,762)
Dividends from Mutual Funds	6,520,488	1,027,440
Interest Earned	17,346,371	21,242,355
Bank deposits not considered as cash & cash equivalents (net)	(1,499,998)	12,450,000
Net cash (used in)/from investing activities	(85,729,926)	16,732,079
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Shares	-	99,880,000
Net cash from financing activities	-	99,880,000
NET (DECREASE)/INCREASE IN CASH & CASH EQUIVALENTS	(334,866,824)	338,318,148
Cash and Cash equivalents at the beginning of the year	444,350,808	106,032,660
Cash and Cash equivalents at the end of the year	109,483,984	444,350,808
Notes		
1. Cash & Cash Equivalents		
Cash on Hand	29,019	25,140
Balances with Banks:		
- In Current Accounts	78,987,825	273,478,104
- In Fixed Deposits	30,467,140	170,847,564
Cash & Cash Equivalents considered for Cash flow	109,483,984	444,350,808
Other Bank Balances	65,000,000	63,500,002
Cash and Bank Balances as per Note 14	174,483,984	507,850,810

Figures in brackets indicate cash outflow.

Note :- Above Cash Flow Statement is prepared under indirect method as per AS 3 - 'Cash Flow Statement'.

As per our Report attached
For and on behalf of
Chokshi & Chokshi LLP
Chartered Accountants
FRN : 101872W/W100045

For and on behalf of Board of Directors

R.S. Chokshi
Partner
Membership No. 007498

Place: Mumbai
Date: April 21, 2015

Manoj Kabra
CFO

Mitul Palankar
Company Secretary

Ramesh N.G.S.
Non-Executive
Chairman

P.H. Kutumbe
Director

Nitin Jog
MD & CEO

Vineet Potnis
Director

G. Anantharaman
Director

Kalpna Joshi
Director

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

1 Corporate Information

SHCIL Services Limited (formerly National Depository Corporation of India Ltd.) was incorporated on 14th February, 1995. It is engaged in the business of broking and advisory services from 14th March, 2006. The Company's registered office is at Mahape, Navi Mumbai.

With effect from 28th March, 2014 Stock Holding Corporation of India Ltd. (SHCIL) - the Holding Company, has become a subsidiary of IFCI Ltd. and hence IFCI Ltd. is the Ultimate Holding Company for SHCIL Services Ltd. from the said date.

Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles (GAAP) in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply with all material aspects of the accounting standards notified under the Companies (Accounting Standard) Amendment Rules, 2011 and the relevant provisions of the Companies Act, 2013. Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the company.

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 Schedule III to 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.

Significant Accounting Policies

(a) Use of Estimates

The presentation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future periods.

(b) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized :

- i) 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.
- ii) Dividend is recognized when the company's right to receive dividend is established by the reporting date.
- iii) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "Other Income" in the statement of profit and loss.
- iv) Charges collected on cheques dishonored/bounced are recognized on actual basis.

(c) Fixed Assets

Fixed assets are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditure related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

Losses arising from retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognized in the statement of profit and loss.

(d) Depreciation :

With effect from 1st April, 2014 , depreciation on fixed assets is calculated on a straight line method basis using the rates arrived at based on the useful lives estimated by the management or those prescribed under the Schedule II to the Companies Act, 2013, whichever is higher. The company has used the following rates to provide depreciation on its fixed assets w.e.f.1st April, 2014.

Particulars	Useful life w.e.f. 01.04.2014	Useful life upto 31.03.2014
	Residual value NIL	Residual value 5%
1. Plant and Machinery	15	20
2. Furniture and Fixtures	10	15
3. Electrical Installations and Equipment	10	20
4. Office Equipment	5	20
5. Motor Car	3	3
6. Mobiles	2	20
7. Computer Hardware :		
(a) Servers and Network	4	3
(b)End user devices such as Desktops, Laptops etc.	3	3
8. Computer Software	3	3

Leasehold improvements are amortized on straight line basis over the period of lease, i.e. 3 years.

Depreciation rates applied by the company on Motor Car, Mobiles and Servers and Network 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.

Residual value of the fixed assets at the end of their useful life has been considered as NIL.

Depreciation on assets acquired / disposed during the year is provided on pro rata basis from / up to the date of acquisition/ disposal.

(e) Asset Impairment

The Company reviews the carrying value of the tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized when carrying amount of an asset exceeds its recoverable amount. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value based on appropriate discount rate.

(f) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long- term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(g) Stock-in-trade

Securities held for trade and those devolved on the Company in the process of settlement of transactions are held as stock-in-trade. Securities are valued at lower of cost and net realizable value.

(h) Taxation

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 difference between taxable income and accounting income for the year is accounted for by applying the tax rates and laws enacted or substantially enacted on the balance sheet date. Deferred tax assets, subject to the consideration of prudence, are recognised and carried forward only to the extent that there is reasonable certainty that sufficient taxable profits will be available in future against which the deferred tax assets can be realised. In the event of unabsorbed depreciation and carry forward 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.

Minimum Alternate Tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. The company recognizes MAT credit available as an asset only to the extent there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT Credit is allowed to be carried forward. In the year in which the Company recognizes MAT Credit as an asset in accordance with the Guidance Note on Accounting for Credit available in respect of Minimum Alternate Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the statement of Profit and Loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the sufficient period.

(i) Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(j) Contingent Liabilities

A contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(k) Securities held as collateral

Securities held as collateral and in the process of transfer to / from client / exchange are not recorded in the accompanying financial statements.

(l) Retirement and other Employee Benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

The Company operates a defined benefit plan for its employees, viz. gratuity. The costs of providing benefits under the plan is determined on the basis of actuarial valuation using the projected unit credit method at each year end. Actuarial gains and losses are recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

(m) Earning per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. 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 period is adjusted for the effects of all dilutive potential equity shares.

(n) 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 obligation transactions.

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

2 Share Capital

(A) Authorised, Issued, Subscribed and Paid up

	March 31, 2015		March 31, 2014	
	Number	₹	Number	₹
Authorised				
Equity Shares of ₹ 10 each fully paid	18,000,000	180,000,000	18,000,000	180,000,000
7% Non-Cumulative Convertible Preference Shares of ₹ 10 each fully paid	2,000,000	20,000,000	2,000,000	20,000,000
	20,000,000	200,000,000	20,000,000	200,000,000
Issued, Subscribed and Paid up				
Equity Shares of ₹ 10 each fully paid	5,770,000	57,700,000	5,770,000	57,700,000
7% Non-Cumulative Convertible Preference Shares of ₹ 10 each fully paid	1,886,250	18,862,500	1,886,250	18,862,500
Total	7,656,250	76,562,500	7,656,250	76,562,500

(B) Reconciliation of shares outstanding at the beginning and end of the period

	March 31, 2015		March 31, 2014	
	Number	₹	Number	₹
Equity Shares				
Shares outstanding at the beginning of the year	5,770,000	57,700,000	3,500,000	35,000,000
Add: Shares issued during the period	-	-	2,270,000	22,700,000
Shares outstanding at the end of the period	5,770,000	57,700,000	5,770,000	57,700,000
Preference Shares				
Shares outstanding at the beginning of the year	1,886,250	18,862,500	1,886,250	18,862,500
Add: Shares issued during the period	-	-	-	-
Shares outstanding at the end of the period	1,886,250	18,862,500	1,886,250	18,862,500

(C) Terms/rights attached to shares

Terms/rights attached to equity shares

The company has only one class of equity shares having the par value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share except in the case of voting by show of hands. The company has not declared any dividend for the year ended March 31, 2015.

Terms of conversion of preference shares

The conversion of 1,886,250 7% Non-Cumulative Convertible Preference Shares of ₹ 10/- each fully paid up held by SHCIL, the Holding Company, into Equity Shares which were due for conversion on February 01, 2011 has been deferred for a further period of five years commencing from February 01, 2011. The terms of conversion will be decided by the Board at the time of conversion.

(D) Details of shares held by holding company and shareholders holding more than 5% shares in the company

Name of Shareholder	March 31, 2015		March 31, 2014	
	Number	%	Number	%
Equity Shares				
SHCIL	5,769,993	99.99	5,769,993	99.99
Preference Shares				
SHCIL	1,886,250	100	1,886,250	100

(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 buyback of shares.

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

3 Reserves and Surplus

	March 31, 2015	March 31, 2014
	₹	₹
Securities Premium Account		
Opening balance	77,180,000	-
Add : Premium on issue of shares on preferential basis	-	77,180,000
Closing Balance	77,180,000	77,180,000
Surplus in Statement of Profit and Loss		
Opening balance	159,366,153	120,074,172
Less: Depreciation Adjustment (Refer Note 9 and Note 30)	285,322	-
	159,080,831	120,074,172
Add : Net Profit/(Loss) for the period	90,143,578	39,291,981
Closing Balance	249,224,409	159,366,153
Total	326,404,409	236,546,153

4 Long Term Provisions

	March 31, 2015	March 31, 2014
	₹	₹
Provision For Employee Benefits		
- Provision for compensated absences	1,291,918	598,499
Total	1,291,918	598,499

5 Deferred Tax (Net)*

	March 31, 2015	March 31, 2014
	₹	₹
Deferred Tax (Liability) / Asset		
Timing difference due to depreciation as per Income Tax and Companies Act	3,470,579	4,709,774
Provision for Retirement Benefits - Deputed Employees	461,271	345,856
Provision for Compensated Absences/Leave Encashment	462,765	223,363
Provision for Doubtful Debts	131,121	125,160
	4,525,736	5,404,153
Total	4,525,736	5,404,153

* Also refer note 33

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

6 Trade Payables

	March 31, 2015	March 31, 2014
	₹	₹
Due to Micro, Small and Medium Scale Enterprises (Refer Note 22)	-	-
Dues to holding company - sub brokerage	18,152,413	15,515,558
Dues to other Sub Brokers	563,320	470,143
Client Dues (Includes amount due on settlement to Clients and to Professional Clearing Member for FandO Segment) Refer Note 29	636,714,611	855,620,460
Total	655,430,344	871,606,161

7 Other Current Liabilities

	March 31, 2015	March 31, 2014
	₹	₹
Margin Deposits from holding company as sub broker	20,000,000	20,000,000
Dues to holding company - Others	5,072,250	4,803,317
Statutory Dues including PF and TDS (Includes amount due on settlement - Refer Note 29)	3,375,258	3,052,468
Employee Benefits payable	5,387,098	4,086,312
Retention Money	188,361	165,416
Other Liabilities		
-Provision for expenses	1,333,810	1,225,930
-Others	4,687,194	3,410,680
Total	40,043,971	36,744,123

8 Short Term Provisions

	March 31, 2015	March 31, 2014
	₹	₹
Provision for employee benefits		
- Provision for employee benefits for deputed employees	1,357,079	1,065,975
- Provision for gratuity	(31,216)	140,164
- Provision for compensated absences	69,557	89,937
Total	1,395,420	1,296,076

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

9 Fixed Assets

Particulars	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
	As at 01.04.14 ₹	Additions ₹	Deletions ₹	As at 31.03.15 ₹	Upto 31.03.14 ₹	For the Period ₹	On Deletions ₹	Upto 31.03.15 ₹	As at 31.03.15 ₹	As at 31.03.14 ₹
A Tangible Assets										
Leasehold Improvements	20,273,432	-	-	20,273,432	20,273,412	-	-	20,273,412	20	20
Furniture and Fixtures	603,710	-	-	603,710	243,851	106,760	-	350,611	253,099	359,859
Office Equipments	651,862	59,000	-	710,862	282,388	335,396	-	617,784	93,078	369,474
Mobiles	74,918	-	-	74,918	18,182	51,025	-	69,207	5,711	56,736
Motor Car	2,627,628	-	-	2,627,628	1,322,284	615,481	-	1,937,765	689,863	1,305,344
Computer Hardware	7,846,646	2,310,080	1,490,399	8,666,327	5,845,951	1,511,011	1,490,353	5,866,609	2,799,718	2,000,695
Servers and Network	26,274,042	6,784,478	2,033,830	31,024,690	26,109,290	1,239,875	2,033,807	25,315,358	5,709,332	164,752
Total Tangible Assets	58,352,238	9,153,558	3,524,229	63,981,567	54,095,358	3,859,548	3,524,160	54,430,746	9,550,821	4,256,880
B Intangible Assets										
Computer Software	31,396,353	670,410	-	32,066,763	29,159,413	1,457,782	-	30,617,195	1,449,568	2,236,940
Total Intangible Assets	31,396,353	670,410	-	32,066,763	29,159,413	1,457,782	-	30,617,195	1,449,568	2,236,940
Grand Total	89,748,591	9,823,968	3,524,229	96,048,330	83,254,771	5,317,330	3,524,160	85,047,941	11,000,389	6,493,820
As At March 31, 2014	89,748,591	3,983,054	106,546	89,748,591	77,890,844	5,470,473	106,546	83,254,771	6,493,820	-

* "Depreciation For the Period" includes depreciation on assets whose remaining useful life is NIL as on April 1, 2014. ₹ 285,322 which has been debited to retained earnings in accordance with Schedule II of the Companies Act, 2013:

Office Equipments	240,999
Mobiles	44,323
	<u>285,322</u>

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

10 Long Term Loans and Advances

	March 31, 2015	March 31, 2014
	₹	₹
<u>Unsecured, considered good unless otherwise stated</u>		
Security and Other Deposits		
Base capital deposit with Exchanges	14,625,000	13,625,000
Deposits with PCM	1,200,000	200,000
Security deposit - Others	174,295	600,245
Advance Tax (Net of Taxes)	57,156,495	58,538,580
Total	73,155,790	72,963,825

11 Other Non current assets

	March 31, 2015	March 31, 2014
	₹	₹
Long Term deposits with banks with original maturity period more than 12 months	25,100,001	10,000,001
Long term deposits include fixed deposit aggregating to ₹ 10,000,001 (As at Mar 14 ₹ 10,000,001) kept as margin deposits with the stock exchanges		
	25,100,001	10,000,001

12 Current Investments

	March 31, 2015	March 31, 2014
	₹	₹
<u>Daily Dividend Plan of Liquid Schemes of Mutual Funds</u>		
14,034.43 Units at ₹ 1,001.0209 of IDBI Liquid Fund (March 14 : 14,034.43 Units at ₹ 1,001.0209)	-	14,048,762
32,832.302 Units at ₹ 1,098.00 of LIC Nomura Liquid Fund	36,049,868	-
503.843 Units at ₹ 1,001.12 of Baroda Pioneer Mutual Fund	504,407	
25,421.84 Units at ₹ 1,003.25 of SBI Premier Liquid Fund	25,504,461	
27,63,936.797 Units at ₹ 10.1982 of HDFC Mutual Fund	28,187,180	-
2,21,866.286 Units at ₹ 100.0565 of ICICI Mutual Fund	22,199,164	-
Total	112,445,080	14,048,762

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

13 Trade Receivables (Unsecured)

	March 31, 2015	March 31, 2014
	₹	₹
<u>Outstanding for a period exceeding six months</u>		
Considered Good	5,014,785	4,070,548
Less: Considered doubtful & written off (Rs.33,63,275/- receivable from M/s SHCIL)	1,651,510	-
	* 3,363,275	4,070,548
<u>Other Debts</u>		
Considered Good - Client Dues (Includes amount due on Settlement from clients and from exchanges - Refer Note 31)	551,441,213	591,470,356
Considered Doubtful	-	-
	551,441,213	591,470,356
Total	554,804,488	595,540,904

*In term of agreement with SCHIL, any amount not received from clients is to be borne by SCHIL. Accordingly this amount represents as receivable from SHCIL & subject to confirmation from the holding company

14 Cash and Bank Balances

	March 31, 2015	March 31, 2014
	₹	₹
<u>Cash and Cash Equivalents</u>		
Cash in hand	29,019	25,140
<u>Balances with banks</u>		
- In Current Accounts	78,987,825	273,478,104
- In Fixed Deposits with original maturity less than 3 months	30,467,140	170,847,564
<u>Other Bank Balances</u>		
In Fixed Deposits (more than 3 months but less than 12 months maturity)	65,000,000	63,500,002
Other Bank Balances include fixed deposits aggregating ₹ 65,000,000 (As at March 14 ₹ 63,500,003) kept as margin deposits with the stock exchanges		
Total	174,483,984	507,850,810

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

15 Short-term Loans and Advances

	March 31, 2015	March 31, 2014
	₹	₹
<u>Secured, considered good</u>		
Advances for Margin Trading	2,734,571	3,186,438
<u>Unsecured, considered good unless otherwise stated</u>		
Prepayments	3,996,106	3,076,352
Margin Deposit FandO - SHCIL	54,407,667	1,001,830
Margin Deposit with Exchanges	61,867,787	875,000
Margin Deposit with PCM	20,000,000	-
Other Advances	346,911	357,850
Less: Provision for doubtful advances	233,000	233,000
	113,911	124,850
Total	143,120,042	8,264,470

16 Other Current Assets

	March 31, 2015	March 31, 2014
	₹	₹
Accrued interest on fixed deposit	2,480,964	2,782,580
<u>Other Assets</u>		
Considered Good	12,088	4,187
Considered Doubtful	385,762	385,762
	397,850	389,949
Less: Provision for doubtful debts	385,762	385,762
	12,088	4,187
Total	2,493,052	2,786,767

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

17 Revenue from Operations

	March 31, 2015	March 31, 2014
	₹	₹
Brokerage	445,400,219	260,564,000
Other operating income	753,764	405,573
Total	446,153,983	260,969,573

18 Other Income

	March 31, 2015	March 31, 2014
	₹	₹
Dividend on Mutual Funds and Others	6,520,488	1,027,440
Interest on Fixed Deposits	17,044,755	15,597,770
Interest on Margin Trading	536,843	214,208
Profit on sale of assets	123,431	44,100
Profit on sale of shares (Net)	2,267,212	-
Provisions written back	-	4,113,642
Miscellaneous income	77,303	1,901,327
Total	26,570,032	22,898,487

19 Employee Benefits Expense

	March 31, 2015	March 31, 2014
	₹	₹
Salaries, allowances and bonus	27,274,442	23,215,439
Contribution to provident fund and other funds	984,786	979,013
Staff welfare expenses	1,146,756	1,202,017
Total	29,405,984	25,396,469

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

20 Other Expenses

	March 31, 2015	March 31, 2014
	₹	₹
Exchange expenses	334,069	164,580
Bank Charges	290,674	258,430
Connectivity charges	386,316	252,045
Depository charges	139,329	124,692
Electricity charges	1,977,149	1,956,260
Office expenses	3,014,400	2,270,865
Outsourcing expenses	7,753,286	6,540,711
Postage and courier	1,581,969	1,660,623
Printing and stationery	3,077,445	2,717,737
Rent and taxes	3,086,774	2,328,000
Repairs and maintenance	11,520,874	10,034,345
Telephone and communication	487,641	432,887
Travelling and conveyance	950,107	738,331
Advertisement	119,629	93,758
Directors sitting fees	600,000	125,000
Insurance	1,514,251	1,599,142
Legal fees	80,000	223,000
Deposits written off	-	1,000,000
Professional fees**	3,148,297	2,155,582
CSR Expenses *	1,100,000	-
Miscellaneous expenses	400,250	748,699
Loss on sale of shares	-	69,301
Loss on trading activity	72,114	51,777
Bad Debts written off	1,651,510	-
Prior Period Expenses	229,450	-
Total	43,515,534	35,545,765

* CSR amount has been paid to M/s. SHCIL Foundation Trust. The CSR activities of the Trust include Eradicating hunger, Poverty; Promoting Healthcare, Education & Sanitation; Ensuring environmental sustainability, etc.

** Inclusive of Auditor remuneration Refer note 25

21 Contingent liabilities (including pending litigation)

Name of Statute	Nature of Dues	Amount ₹	Period (A.Y.)	Forum	Year of original order	Year of Applete Order
Income Tax Act, 1961	Regular Assessment	71,191	2009-10	ITAT	2011	2012
Income Tax Act, 1961	Regular Assessment	36,01,960*	2010-11	ITAT	2013	2014
Income Tax Act, 1961	Penalty	74,503,573	2011-12	CIT(A)	2014	-
Income Tax Act, 1961	Regular Assessment	66,798,350	2012-13	CIT(A)	2015	-
Income Tax Act, 1961	Regular Assessment	Nil **	2011-12	ITAT	2014	2015

*The above amount is net off amount paid under protest Rs. 3,60,67,133/- for A.Y. 2010-11.

** Demand reduced to refund as per rectification.

22 Details of dues to Micro, Small and Medium Enterprises as defined under the MSMED Act, 2006

Based on the information with the Company, the amount overdue to the suppliers as defined under the 'Micro, Small and Medium Enterprises Development Act, 2006' as on March 31, 2015 on account of principal amount together with interest is NIL. (Previous year NIL)

23 Earnings per share

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Net Profit as per Statement of Profit and Loss available for Equity Shareholders	90,143,578	39,291,981
ii) No. of Equity Shares :		
No. of shares as at April 1, 2014	5,770,000	3,500,000
Add: Shares Allotted during the period	-	2,270,000
No. of shares as as March 31, 2015	5,770,000	5,770,000
Weighted average no. of shares	5,770,000	3,742,548
iii) Basic and Diluted Earning Per Share	15.62	10.50

24 Leases

The Company has entered into Operating Lease Agreement with SHCIL for Office Premises in -

i) Mahape, Navi Mumbai, whereby SHCIL has granted to the Company, the liberty to use and occupy the Demised Premises as a office space for a period of two years and two months, w. e. f. from April 1, 2013 purely as a License-cum-Allottee of office space, without having any right, title or interest upon the demised premises.

ii) UTI Building, Fort, Mumbai, whereby SHCIL had granted to the Company, the liberty to use and occupy the Demised Premises as a office space for a period of three years, w. e. f. from March 1, 2014 purely as a License-cum-Allottee of office space, without having any right, title or interest upon the demised premises.

Particulars	March 31, 2015	March 31, 2014
	₹	₹
	Minimum payments	Minimum payments
Within one year	418,000	1,968,000
After one year but not more than five years	540,000	328,000
More than five years	-	-
Total minimum lease payments	958,000	2,296,000
Lease payments recognised in the Profit and Loss Account	3,086,774	2,328,000

25 Auditor's Remuneration (Excluding Service Tax)

Particulars	March 31, 2015	March 31, 2014
	₹	₹
As auditor		
Audit Fees	*667000	400,000
Tax Audit Fees	100,000	100,000
In other capacity		
Taxation matters	-	336,500
Out of pocket expenses	**29264	5,265
Total	796,264	841,765

*1,00,000/- relates to previous Auditors

**14,036/- relates to previous Auditors

26 Related Party Disclosures

- A. The related parties for SSL as per the new Companies Act would inter-alia include the following
- (a) **Holding Company of SSL**
SHCIL
IFCI LIMITED
- (b) **Associate Company of SSL**
SHCIL Projects Limited (subsidiary of SHCIL)
- (c) **Key Management Personnel of SSL**
1. Shri.Nitin Jog, Managing Director and Chief Executive Officer
 2. Shri Manoj Kabra - Chief Financial Officer
 3. Shri Mitul Palankar - Company Secretary

B. Particulars of Transaction with Related Parties

Year ended March 31, 2015 (₹)			
Year ended March 31, 2014 (₹)			
Nature of Transaction	Holding Company	Key Managerial Personnel and their Relatives	Fellow Subsidiaries
Service charges received	1,767,291	-	-
<i>Previous Period</i>	1,794,550	-	-
Brokerage Income	4,522,084	-	-
<i>Previous Period</i>	141,052	-	-
Outsourcing Expenses	-	-	4,369,751
<i>Previous Period</i>	-	-	3,339,105
Sub- Brokerage Expenses	258,593,920	-	-
<i>Previous Period</i>	154,679,641	-	-
Reimbursement of Expenses (Net)	10,592,060	-	1,454,579
<i>Previous Period</i>	8,947,821	-	784,169
Capital Purchases	-	-	-
<i>Previous Period</i>	-	-	-
Advances given	-	-	-
<i>Previous Period</i>	1,001,830	-	-
Sitting Fees	**13500	-	-
<i>Previous Period</i>	-	-	-
Salary / Deputation Cost of Employees	7,277,781	*2615326	-
<i>Previous Period</i>	6,732,669	*1821417	-
Outstanding balances :			
Trade and other payable	24,521,213	-	1,139,356
<i>Previous Period</i>	16,362,712	-	323,390
Trade and other receivable	1,296,550	-	-
<i>Previous Period</i>	-	-	-
Deposits payable	20,000,000	-	-
<i>Previous Period</i>	20,000,000	-	-
Deposits receivable	74,407,667	-	-
<i>Previous Period</i>	-	-	-

* Salary paid to the CFO and Company Secretary

** Payment made to IFCI Ltd. Rest of the payments in this column are paid to SHCIL.

27 Managerial Remuneration

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Salary , Allowances and Incentives (Including Service tax : CY Rs. 3,25,198/- ; PY Rs. 3,78,468/-)	2,856,985	2,989,979
Contribution to Provident Fund	99,264	91,918
Contribution to Retirement Benefits	154,409	142,974
Total	3,110,658	3,224,871

28 Employee Benefits

A The Company has recognized the following amounts in the statement of Profit and Loss for the year :

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Contribution to Employees' Provident Fund	482,978	602,494
Contribution to Employees' Pension Scheme	350,449	201,816
Contribution to Employees' Superannuation Fund	57,542	66,648

B Defined Benefit Plans and other Long Term Employee Benefit valuations

In respect of Gratuity have been carried out by an independent actuary as at the Balance sheet date based on the following assumptions:

Actuarial Assumption	March 31, 2015	March 31, 2014
	(%)	(%)
Discount Rate	7.80	9.31
Rate of Return on plan Assets	8.70	8.70
Salary Escalation	5.00	5.00

i) Change in Benefit Obligation

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Liability at the beginning of the year	769,088	851,349
Interest Cost	71,602	70,236
Current Service Cost	181,895	166,403
Benefit paid from the Fund	(72,787)	(329,458)
Actuarial (gain)/loss on obligations	269,822	10,558
Liability at the end of the year	1,219,620	7,69,088

ii) Fair value of Plan Assets

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Fair Value of Plan Assets at the beginning of the year	628,924	722,441
Expected Return on Plan Assets	67,327	62,852
Contributions	616,338	170,546
Benefit Paid in the Normal Course	(72,787)	(329,458)
Actuarial Gain/(Loss) on Plan Assets	11,034	2,543
Fair Value of Plan Assets at the end of the year*	1,250,836	628,924
Total Actuarial Gain/(Loss) to be recognised	11,034	2,543

* As of date of signing the financial statements, the fund balance is awaited from LIC and the same is taken based on actuarial valuation.

iii) Actual Return on Plan Assets

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Expected Return on Plan Assets	67,327	62,852
Actuarial Gain/(Loss) on Plan Assets	11,034	2,543
Actual Return on Plan Assets	78,361	65,395

iv) Amount Recognized in the Balance Sheet

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Fair Value of Plan Assets at the end of the year	1,250,836	628,924
Liability at the end of the year	(1,219,620)	(769,088)
Funded Status	31,216	(140,164)
Unrecognised Past Service Cost		-
Unrecognised Transition Liability		-
Amount Recognised in the Balance Sheet	31,216	(140,164)

v) Expenses Recognized in the Income Statement

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Current Service Cost	181,895	166,403
Interest Cost	71,602	70,236
Expected Return on Plan Assets	(67,327)	(62,852)
Actuarial Gain or Loss	258,787	8,015
Expense Recognised in P & L	444,958	181,802

vi) Category of Assets at the end of the year

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Insurer Managed Funds *	1,250,836	628,924

* Based on the data available with Company, individual Investment in portfolio or Investment structure of portfolio which are managed by LIC are not available as on the Balance Sheet date.

vii) Experience Adjustment

Gratuity	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2011
	₹	₹	₹	₹	₹
Liability at the end of the year	1,219,620	769,088	851,349	792,766	Nil
Fair Value of Plan Assets at the end of the year	1,250,836	628,924	726,617	911,702	Nil
Surplus/ (Deficit)	31,216	(140,164)	(124,732)	118,936	Nil
Actuarial Gain/(Loss) on Plan Assets	11,034	2,543	6,382	47,219	Nil
Actuarial (gain)/loss on obligations	269,822	10,558	(27,077)	(8,376)	Nil
					Nil
Compensated Absences					Nil
Defined Benefit Obligation	990,721	688,436	863,597	978,533	Nil
Experience Adjustment on Plan Liabilities [(Gain)/Loss]	427,280	Nil	Nil	Nil	Nil

29 Amounts due on settlement

Particulars	March 31, 2015	March 31, 2014
	(Due To) / Due From	(Due To) / Due From
	₹	₹
Amounts (Due to) / Due from :		
Clients	(327,387,314) 282,445,228	(497,371,890) 245,179,083
Exchange / Professional Clearing Membe	(103,748,239) 98,878,271	(23,698,435) 282,551,564
Government - Taxes	(1,406,053)	(1,772,100)

30 Change in estimated useful life of fixed assets

Pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from April 1, 2014 the Company has changed the estimated useful life of its fixed assets. Hitherto the Company was depreciating its assets as per rates / useful life provided in Schedule XIV to the Companies Act, 1956 on a Straight Line basis.

31 Capital Commitments

Estimated amount of contracts to be executed on capital account, not provided for - ₹ 11,00,000/- (previous year - ₹ 6,088,290).

32 The Company operates only in one segment i.e. stock broking and hence there are no reportable as defined in Accounting Standard (AS -17) on "Segment Reporting".

SHCIL SERVICES LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

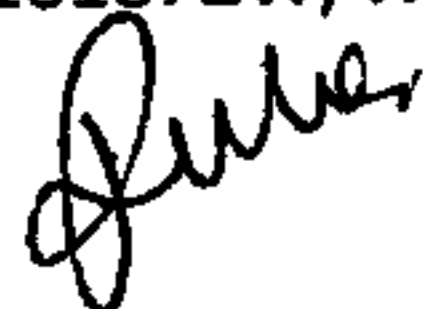
33 Deferred Tax (Asset) / Liability

Particulars	March 31, 2015	March 31, 2014
	₹	₹
Opening Balance	(5,404,153)	(6,729,537)
Adjustment due to timing difference	878,417	1,325,384
Closing Balance	(4,525,736)	(5,404,153)

34 Figures for the corresponding previous year have been regrouped, recast and rearranged to conform to those of current year.

As per our Report attached

For and on behalf of
Chokshi & Chokshi LLP
 Chartered Accountants
 FRN : 101872W/W100045



R.S. Chokshi
 Partner
 Membership No. 007498

For and on behalf of Board of Directors

Manoj Kabra
Manoj Kabra
 CFO

Ramesh N.G.S.
Ramesh N.G.S.
 Non-Executive
 Chairman

Nitin Jog
Nitin Jog
 MD & CEO

G. Anantharaman
G. Anantharaman
 Director

Mitul Palankar
Mitul Palankar
 Company Secretary

P.H. Kutumbe
P.H. Kutumbe
 Director

Vineet Potnis
Vineet Potnis
 Director

Kalpana Joshi
Kalpana Joshi
 Director

Place: Mumbai
 Date: April 21, 2015

