

INDEPENDENT AUDITORS' REPORT

To the Members of Master Capital Services Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Master Capital Services Limited ('the Company')**, which comprise the Balance Sheet as at 31 March, 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 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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


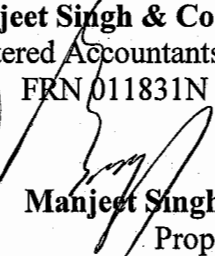
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of 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, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31 March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 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 of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 17(d) to the financial statements.
 - (ii) The Company did not have any outstanding long-term contracts including derivative contracts as at 31 March, 2016 for which there were any material foreseeable losses: and
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Manjeet Singh & Co.**
Chartered Accountants
FRN 011831N

Manjeet Singh
Prop.

Ludhiana, 30th May, 2016

(Membership No. 088759)

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. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) Fixed assets have been physically verified by the management during the year at reasonable intervals and no material discrepancies were identified on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company through registered sale deeds except in one case in which title of the office is held through Builder Agreement/documents duly transferred in the name of the company in the records of builder and New Delhi Municipal Council only.
2. As there is no inventories, the provisions of clause 3 (ii) of the Order are not applicable to the Company and hence not commented upon.
3. The Company has granted loan to one party covered in the register maintained under section 189 of the Companies Act, 2013.
 - a) The terms and conditions of the grant of above said loan are not prejudicial to the company's interest;
 - b) In the case of the above said loan granted to the party covered in the register maintained under section 189 of the Act, the terms of arrangements do not stipulate any repayment schedule and loans are repayable on demand. Accordingly, paragraph 3(iii)(b) and 3(iii)(c) of the Order is not applicable to the Company.
4. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of Section 185 read with Section 186 and 186 of the Act, with respect to loans, investments, guarantees and security as applicable.
5. The company has not accepted any deposits from the public.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
7. a) According to the information and explanations given to us and on the basis of our examination of the record of the Company, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it were in arrears as at 31 March, 2016 for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
8. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, government or dues to the debenture holders.
 9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable to the Company.
 10. According to the information and explanations given to us, no material fraud by the Company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit.
 11. According to the information and explanations given to us and based on our examination of the records of the company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
 12. In our opinion and according to the information and explanations given to us, the Company is not a NIDHI company. Accordingly paragraph 3(xii) of the Order is not applicable.
 13. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
 14. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of share or fully or partly convertible debentures during the year.
 15. According to the information and explanations given to us and based on our examination of the records of the company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
 16. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Ludhiana, 30th May, 2016

For Manjeet Singh & Co.
Chartered Accountants
Chartered Accountants
M. No. 088759
ERN 011831N
Manjeet Singh
Prop.
(Membership No. 088759)

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **Master Capital Services Limited** (the Company) as of 31 March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 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.

Ludhiana, 30th May, 2016

For Manjeet Singh & Co.
Chartered Accountants
ERN/011831N
Chartered
Accountants
M. No. 088759
LUDHIANA
Manjeet Singh
Prop.
(Membership No. 088759)

MASTER CAPITAL SERVICES LTD
BALANCE SHEET AS AT 31st March 2016

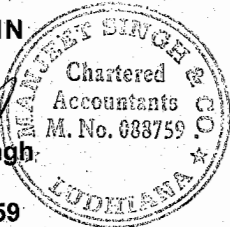
PARTICULARS	Note	AS AT 31.03.2016	AS AT 31.03.2015
Equity & Liabilities			
Shareholders' Funds			
(a) Share Capital	1	59000000	59000000
(b) Reserves & Surplus	2	786120408	758157215
		845120408	817157215
Non-Current Liabilities			
(a) Long Term Borrowings	3	524702439	440120629
(b) Deferred Tax Liabilities(Net)	19	2466403	4483079
		527168843	444603708
CURRENT LIABILITIES			
a) Short Term Borrowings	4	76695285	540726331
b) Trade Payables		1229193356	687207920
c) Other Current Liabilities	5	217415095	242344617
d) Short Term Provisions	6	14837051	14472863
		1538140787	1484751730
Total		2910430038	2746512654
Assets			
Non-Current Assets			
Fixed Assets			
Tangible Assets	7	66345009	77236958
Non-current Investments	8	170646353	120646353
Long Term loans & advances	9	48987174	75006678
Current Assets			
a) Inventories	10	0	150000000
b) Trade Recievables		850407515	971148551
c) Cash & Cash Equivalents		1518815604	1048602829
d) Short Term Loans & Advances		255228383	303871286
		2624451503	2473622666
Total		2910430038	2746512654

Significant Accounting Policies & Notes on Financial Statements 1 to 28

As per our Report of even date
 For Manjeet Singh & Co.
 Chartered Accountants

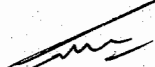
FRM 011831N


Manjeet Singh
 Prop.
 M.no. 088759
 Place, Ludhiana
 Date: 30.05.2016



For and on behalf of the Board


 Dinesh Sharma
 GM-Accounts


 R. K. Singhania
 Director
 DIN-00077540


 Harjeet Singh Arora
 Director
 DIN-00063176

Statement of Profit and Loss for the year ended 31st March 2016

PARTICULARS		For the year ended 31st March, 2016	For the year ended 31st March, 2015
CONTINUING OPERATIONS			
Incomes			
Revenue from Operations	11	666788318	737574521
Other Incomes	12	112039907	130210980
		778828225	867785501
Expenses			
Employee Benefit Expenses	13	117978235	136442635
Administrative & Other Expenses	14	485591072	514356949
Finance Costs	15	117647884	132409717
Depreciation	7	15113459	40500655
Total		736330650	823709957
Profit before Tax		42497576	44075545
Provision for Taxation			
- Current Year		15800000	3300000
-Deferred Tax		(2016676)	(5605830)
-Current tax expense relating to prior years		751058	117458
Profit for the Year		27963194	46263917
EPS(Basic & Diluted)	21	4.74	7.84
Weighted average number of shares outstanding		5,900,000	5,900,000

Significant Accounting Policies & Notes on Financial Statements 1 to 28

As per our Report of even date

For Manjeet Singh & Co.

Chartered Accountants

FRN 011831N

Manjeet Singh

Prop.

M.no. 088759

Place: Ludhiana

Date: 30.05.2016



For and on behalf of the Board

Dinesh Sharma

GM-Accounts

R. K. Singhania

Director

DIN-00077540

Harjeet Singh Arora

Director

DIN-00063176

MASTER CAPITAL SERVICES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March,2016

	For the year ended 31st March, 2016	For the year ended 31st March, 2015
A. CASH FROM OPERATING ACTIVITIES		
	(in Lacs)	(in Lacs)
Net Profit before Tax & other extraordinary items	424.98	440.76
Adjustment for		
Interest Paid	1137.38	1277.40
Depreciation	151.13	386.33
Adjustment for Excess Less/Provisions	(7.51)	(1.17)
Interest/Dividend	(1076.91)	(1798.55)
Operating Profit before working capital changes	629.07	304.76
Adjustments for increase / (decrease) in operating assets:		
Trade & Other receivables	1207.41	(814.45)
Inventories	1500.00	(500.00)
Short-term loans and advances	486.43	1200.44
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	5419.85	(2868.93)
Other current liabilities	(249.30)	(1692.28)
Short-term borrowings	(4640.31)	4104.69
Long-term borrowings	845.82	(188.99)
Short-term provisions	3.64	(59.15)
Cash Generated from Operations	5202.62	(513.91)
Direct Tax Paid	(158.00)	(33.00)
Net Cash from/(used in) Operating Activities	5044.62	(546.91)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(44.11)	(31.92)
Sale of Fixed Assets	1.88	
Interest & Dividend Received	1076.91	1798.55
Purchase/Sale of Investment(Net)	(500.00)	2554.95
Net Cash from/(used in) Investing Activities	534.68	4321.58
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(1137.38)	(1277.40)
On account of Loans	260.20	(158.09)
Net Cash from/(used in) Financing Activities	(877.18)	(1435.50)
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS	4702.11	2339.17
Cash & Cash Equivalents as at 01.04.2015 (Opening Balance)	10486.02	8146.85
Cash & Cash Equivalents as at 31.03.2016 (Closing Balance)	15188.13	10486.02

As per our report of even date.

For **Manjeet Singh & Co.**

Chartered Accountants

(F.No.011831N)

Accountants

M. No. 088759

LUDHIANA

(Manjeet Singh)

Prop.

M. No-088789

Place : Ludhiana

Date: 30.05.2016

For and on behalf of the Board

Dinesh Sharma
GM Account

(R.K.Singhania)
Director
DIN-00077540

(Harjeet S.Arora)
Managing Director
DIN-00063176

MASTER CAPITAL SERVICES LIMITED

Significant Accounting Policies

1. The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under section 133 of the Companies Act, 2013 ('the Act'), read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the SEBI as applicable to a Stock Broking Company. The financial statements have been prepared on an accrual basis and under the historical cost convention.

2. Fixed Assets

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

3. Depreciation and Amortisation

Depreciation on fixed assets is provided on the straight line method using the rates arrived at based on useful life of the assets prescribed under Schedule II of the Companies Act, 2013 which is also as per the useful life of the assets estimated by the management

4. Investments

Long term investments are valued at cost unless there is a decline in value other than Temporary. Current Investments are stated at lower of Cost or fair value.

5. Stock in Trade:

Closing stock has been valued at cost or net realisable value which ever is less.

6. Revenue Recognition:

The company follows the mercantile system of accounting and recognize profit or loss on that basis except income from DP operations which is net of unrealized amount of Demat accounts having NIL holding at the end of year and are being accounted for on receipt basis

7. Employee benefits:

Defined Contribution Plans.

a) Under the Provident Fund plan, the Company contributes to a government administered provident fund on behalf of its employees and has no further obligation beyond making it contribution.

b) Leave encashment is payable to eligible employees, who have earned leaves, during the employment and/or on separation as per the Company's policy.

c) The Company has provided the provision for the gratuity and charged to revenue.

8. Impairment of Assets

The company is making an assessment whether any indication exists that an asset has been impaired at the end of the year. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of accounts.

9. Provisions, Contingent Liabilities & Contingent Assets

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statements, A provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

10. Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying assets is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

11. Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of the other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such item relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance Sheet date for their realisability.

12. Provisions And Contingencies

Contingent liabilities, if material, are disclosed by way of notes, contingent assets are not recognized or disclosed in the financial statement, A Provision is recognized when an enterprise has a present obligation as a result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation.

MASTER CAPITAL SERVICES LTD				
PARTICULARS		AS AT 31.03.2016		AS AT 31.03.2015
Note 1				
SHARE CAPITAL				
Authorized				
6100000 Equity Shares of Rs.10/- each fully paid up		61000000		61000000
Issued, Subscribed & Paid Up				
5900000 Equity Shares of Rs. 10/- each		59000000		59000000
		59000000		59000000
The details of shareholders holding more than 5% shares:				
Name of the shareholder	AS AT 31.03.2016		AS AT 31.03.2015	
	Number of shares held	% of holding	Number of shares held	% of holding
Master Trust Limited	5900000	100	5900000	100
The reconciliation of the number of shares and amount outstanding is set out below :				
Particulars	AS AT 31.03.2016		AS AT 31.03.2015	
	Number of shares		Number of shares	
Equity Shares at the beginning of the year	5900000		5900000	
Equity Shares at the end of the year	5900000		5900000	
Note 2				
RESERVES & SURPLUS				
General Reserves				
As per last Balance Sheet		11973635		11973635
Transferred During the Year				
Closing balance		11973635		11973635
Securities Premium		12000000		12000000
Capital Reserve		2000000		2000000
Balance in Profit & Loss Account				
As per Last Balance Sheet		732183580		685919663
Transferred during the Year		27963194		46263917
Closing balance		760146773		732183580
Total		786120408		758157215

MASTER CAPITAL SERVICES LTD		AS AT 31.03.2016	AS AT 31.03.2015
Note 3			
Long Term Borrowings			
Secured			
Term Loans			
From Banks		853785	841398
Nature of Security and terms of repayment for Long Term secured borrowings :			
Nature of Security	Terms of Repayment		
Term Loan is secured against hypothecation of Cars	Repayable in Equal monthly instalments		
Installments falling due in respect of all the above loans upto 31 st March, 2017 have been grouped under " Current maturities "			
Unsecured			
Deep Discount Bonds		32610000	32610000
Interest on DDB accrued but not due		491238655	406669232
Total		524702439	440120629
CURRENT LIABILITIES			
Note 4			
Short Term Borrowings			
From Banks/Financial Institutions (Secured)			
Overdraft Facility(Against FD)		14793536	497726331
Overdraft Facility(Against Units)		40000000	43000000
Amounts Due To Related Parties		21901749	0
		76695285	540726331
Note 5			
Other Current Liabilities			
Current Maturities of Long Term Debt		576464	990258
Other Liabilities		210262176	237951390
Other Liabilities(Statutory Dues)		6576456	3402969
		217415095	242344617
Note 6			
Short term Provisions			
Provision for Gratuity		14837051	14472863
Total		14837051	14472863

MASTER CAPITAL SERVICES LIMITED

Note 7

Fixed Assets (Tangible Assets)	GROSS BLOCK					DEPRECIATION				WRITTEN DOWN VALUE	
	AS AT 01.04.2015	ADDITIONS DURING THE YEAR	SALES /DISCARDED	AS AT 31/03/2016	AS AT 01.04.2015	WRITTEN BACK	FOR THE YEAR	AS AT 31/03/2016	AS AT 31.03.2015	AS AT 31/03/2016	AS AT 31.03.2015
PARTICULARS											
LAND & BUILDING	32297939	0	0	32297939	8109126		441667	8550793		23747146	24188813
FURNITURE & FIXTURE	17495751	89216		17584967	11382736		1217493	12600229		4984738	6113015
OFFICE EQUIPMENT	22166398	700526		22866924	18090484		1840168	19930652		2936272	4075914
COMPUTER	128899045	3090653		131989698	94024048		9317136	103341184		28648514	34874997
VEHICLES	16327376	531040	418627	16439789	10101777	228702	1788641	11661716		4778073	6225598
ELECTRIC EQUIP/FITT.	4548693	0		4548693	2790072		508354	3298426		1250266	1758621
G. TOTAL	221735201	4411435	418627	225728009	144498243	228702	15113459	159383000		66345009	77236958
	218543447	6472615	3280862	221735201	105865604	1868016	40500655	144498243		77236958	

MASTER CAPITAL SERVICES LTD	AS AT 31.03.2016	AS AT 31.03.2015
Note 8		
Non Current Investments (Quoted)		
8250(8250) Equity shares of Rs.10/- each of Raghuvanshi Mills Ltd.	90750	90750
125(125) Equity shares of Rs.10/- each of Varun Shipping Ltd.	2250	2250
1392(1392) Equity Shares of Rs.10/- each of MOIL	522000	522000
1145000 (1145000) Equity Shares of Rs. 10/- each of Prime Industries Limited	2320500	2320500
56 (56) Equity Shares of Rs. 10/- each of Tata Power Limited	3360	3360
12870 (12870) Equity Shares of Rs. 10/- each of NCCLimited	257400	257400
(Unquoted)		
Investments In Subsidiaries		
810007(810007) Equity Shares of Rs. 10/- each of Master Portfolio Services Ltd	20100070	20100070
550007(550007) Equity Shares of Rs. 10/- each of Master Commodity Services Limited	34904570	34904570
499970(450000) Equity Shares of Rs. 10/- each) of Master Insurance Brokers Limited	5523805	5523805
Investments in Others		
70694(70694) Equity Shares of Rs.10/- each of Bombay Stock Exchange Ltd	3858261	3858261
36037(36037) Equity Shares Of Rs.1/- each of Delhi Stock Exchange Ltd.	1295287	1295287
100(100) Fully paid up equity shares of Rs.1/- of Ludhiana Stock Exchange Ltd	100	100
4(4) Equity Shares of Rs. 10/- each of Master Projects Private Limited)	1057500	1057500
Investments in Mutual Funds		
Quoted		
5000000(5000000) units of Rs.10 each of ICICI Mutual Fund	50710500	50710500
1000000(Nil) units of Rs.10 each of Reliance Mutual Fund	10000000	
2500000(Nil) units of Rs.10 each of Birla Sunlife Mutual Fund	25000000	
1477352.191(Nil) units of Rs.10 each of IDFC Corporate Bond	15000000	
Market Value of Quoted Investment Rs. 10.30 Cr(31.24 Cr)		
Total	170646353	120646353

MASTER CAPITAL SERVICES LTD		
	AS AT 31.03.2016	AS AT 31.03.2015
Note 9		
Long Term Loans & Advances		
Security Deposits(Unsecured , Considered Good)	22148881	35173010
Advance Income Tax(Net of Provision for Tax)	26838293	39833667
	48987174	75006678
Note 10		
CURRENT ASSETS		
a) Inventories (Securities)	0	150000000
b) Trade Receivables (Unsecured Considered good)		
Over six months old	41552004	46797761
Others	808855511	924350790
	850407515	971148551
c) Cash &Cash Equivalentents		
i) Cash in hand	1396852	1248971
ii) With Schedule Banks in		
- Current Account	42968627	50100436
-Cheques In Hand	90713426	35542328
- Fixed Deposit pledged against overdraft facility and Bank Guarantee	1383736698	961711094
	1518815604	1048602829
d) Short Term Loans and Advances		
Advances recoverable in cash or in kind or for value to be received	86810190	128159499
Prepaid Expenses	9123782	6747395
Amt due from Holding Company & Subsidiaries for Business Operations	159294411	168964392
	255228383	303871286
Total	2560073633	2473622666

MASTER CAPITAL SERVICES LTD	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Note 11		
Revenue From Operations		
Income from Brokerage, Sale/Purchase of Securities	547463474	544557908
Interest	107067635	152225557
DP Income	11198962	12526710
Professional Income	434850	635000
Dividend Income	623397	27629346
	666788318	737574521
Note 12		
Other Income		
Profit on Sale of Investments(Long Term Net)	0	2191000
Other Income	112039907	128019980
	112039907	130210980
Note 13		
Employee Benefit Expenses		
Salaries and other Allowances	113444963	131928659
Contribution to Provident Funds	1539583	1027260
Staff Welfare Expenses	2993689	3486716
	117978235	136442635

MASTER CAPITAL SERVICES LTD	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Note 14		
ADMINISTRATIVE EXPENSES		
Printing & Stationery	3249106	3121060
Legal & Professional Charges	11483937	6816566
Payments to auditors		
As auditors - statutory audit	450000	175000
For taxation matters	150000	65000
Fees & Taxes	5002549	4884005
Rent	14789913	14267794
Office Maintenance	13817527	15183525
Traveling & Conveyance	7185520	8578747
Demat / Remat charges	3905800	3863723
Computer & Software Expenses	21091891	21881885
Loss on Sale of Fixed Assets		407346
VSAT Charges	2510845	3339590
Sub Brokerage	226072147	255064629
General Expenses	35415180	36312549
Bad Debts w/off	26056983	35711227
Telephone,Postage & Server Hosting	26985170	22381096
Turnover Tax/Transaction charges	87424503	82303206
	485591072	514356949
Note 15		
Finance Costs		
Interest	113737752	127740442
Bank Charges	3910132	4669276
	117647884	132409717

Transaction with related parties

Holding/Fellow Subsidiaries/Subsidiaries	owned or significantly influenced by Key Management Persons or their Relatives.	Key Management Personnel	Relative of Key Managerial Persons		
16 Master Trust Ltd	Prime Industries Ltd	Mr. Harjeet Singh Arora	Mrs. Harneesh Kaur Arora		
Master Infrastructures & Real Estate Ltd	Master Shares & Stock Brokers L H A ARORA HUF	Mr. R.K. Singhania Mr. G.S. Chawla	Mrs. Palka Arora Mrs. Charu Chhabra		
Master Commodity Services Ltd	H K Arora Real Estate Services L	Mr Pawan Chhabra	Mrs. Guneet Chawla		
Master Insurance Brokers Ltd	Pawan Capital Services Ltd	Mr. Harinder Singh	Mr. Maninder Singh		
Master Portfolio Service Ltd	H. Arora & Co	Mr.Jashanjyot Singh	Mr. Chirag Singhania		
H.A. Shares & Stock Brokers	R. K. Singhania HUF Santco India Pvt. Ltd Partnership Firms PHDA Financial Services Private Limited Vision Investments	Mr.Puneet Singhania	Mrs. Rohila Singhania Mrs. Parveen Singhania		
Brokerage	2016613 (13546421)	26669 (287733)	7184 (52989)	12 (4107)	2050478 (13891250)
Interest Received	10010550 (58471107)	-	-	-	10010550 (58471107)
Interest Paid	1728623 (1025879)	-	-	-	1728623
Professional Charges	3600000 (500000)				3600000 (500000)
Remuneration	-	-	4185904 (3002075)	-	4185904 (3002075)
Rent Paid	900000 (150000)	84600 (84600)	108000 (108000)	108000 (108000)	1200600 (450600)
Corporate Guarantee given by others	720000000 (720000000)	-	-	-	720000000 (720000000)
Balance outstanding at the end of the year					
Receivable / Loans	159294411 (168964392)	1082059 (1233251) -	342	2	160376814 (170197643)
Payable	21901749	(44727)	(30242)		21901749 (74969)

17. Contingent Liabilities

- (a) Bank Guarantee of Rs.1275 lacs (Previous year RS.1175 lacs) in favour of National Securities Clearing Corporation Ltd. as its Clearing Member for exposure with Capital/Currency market segment.
- (b) Bank Guarantee of Rs.1300 lacs (Previous year Rs.1975 lacs) in favour of Stock Holding Corporation of India Ltd. for its exposure as Trading Member with Derivative Segment of National Stock Exchange of India Ltd.
- (c) Bank Guarantee of Rs.363.75 lacs (previous year Rs.300.00 Lacs) in favour of The Bombay Stock Exchange as a Clearing Member for exposure with capital market segment.
- (d) (i) An Arbitration Panel at Patna has passed an Arbitration Award against Master Capital Services Limited, a wholly owned subsidiary of Master Trust Limited, for alleged unauthorised trading on behalf of a client for an amount of Rupees 3.47 crore plus 15% per month.
The Arbitration Award is being contested by the Company at varrious forums / courts and is sub-judice. In view of the management and the legal advice sought, no liability is likely to arise. Therefore, provision for contingent liability for the same has not been provided in books of accounts
- (ii) The Company has other small litigations which have arisen in ordinary course of business with the clients/Govt. Departments. The Company has reviewed the impact of all such litigations on Financial Position. In view of the management and the legal advise sought, no provision is required to be made in case litigation against / by the company. there for, provision for the same has not been provided in books of accounts
- 18 The Company has a procedure of receiving FDRs from its clients as margins. Such Fixed Deposits are in the name of the Company and are kept with the principle Stock Exchange as margin money. The Interest earned/accrued on such FDRs is credited by the issuing bank directly to the account of the concerned clients, as such the interest on such FDRs has not been accrued to the Company's account

19 Deferred Tax Liability as on 31-03-2016 is as follows:

Timing difference on account of

Deferred Tax Liabilities on 31-03-2016 is as follows:

On account of Depreciation

- Opening
- During the year
- Closing

Current Year	Previous Year
9006704	13144742
-1726420	-4138038
7280284	9006704

Deferred Tax Assets on 31-03-2016 is as follows:

On account of Gratuity

- Opening
- During the year
- Closing

Current Year	Previous Year
4523625	3055833
290256	1467792
4813881	4523625
2466403	4483079

Net Deferred Tax Liability

20. Amortization

Intangible Assets are stated at cost less accumulated amount of amortization./impairment loss. Intangible Assets (computer software) are amortized on straight line method over their estimated useful life. In accordance with the Accounting Standard - 26" Intangible Assets" issued by the Institute of Chartered Accountants of India, the amortization period and the amortization method is reviewed at each period end.

21. Calculation of basic and diluted earning per share as per accounting standard (earning per share) issued by the Institute of Chartered Accountants of India.

Net Profit in Rupees

Number of equity shares

Outstanding during the year (Nos.)

Nominal Value per share in (Rs.)

Basic and diluted earning per share

Current Year	Previous Year
27963194	46263917
5900000	5900000
10.00	10.00
4.74	7.84

22. In the opinion of Board of Directors, Current assets, Loans & Advances have the value at which they are stated, if realized in ordinary course of business.

23. The Company had issued 4000 Deep Discount Bonds (DDB) in the previous years, outstanding Face Value at the end of the year amounting to Rs.32.61 Millions (As at 31st March, 2015: Rs. 32.61 Millions), to augment the working capital and other requirements. Interest is accounted for on mercantile basis. However, as per the provisions of Income Tax Act, the tax will be deducted at source at the time of maturity/redemption.

24. Details of Guarantees & Loans covered under the provisions of Section 186 of Act, are given in the notes 10, 17 (a), (b), © & 16 to the Financial Statement.

25. The company is engaged in share & stock broking and allied activities and there are no separate reportable segments as per Accounting standard -17 on "Segment reporting".

26. Income from Brokerage, Sale/Purchase of securities include Brokerage of Rs. 531795698.82(Previous Year Rs. 561569446), and Profit/(Loss) on Trading of Securities (Rs.15667775.35(previous Year (Rs.17011538). Certain common expenses for use of common facilities/services have been recovered/shared by the Associate according to usage of Services.

27. Disclosures relating to amount unpaid at the year end and together with Interest required under Micro, Small and Medium Enterprise Development Act 2006 have been given to the extent company has received the information from supplier's regarding the status under such Act.

28 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our Report of even date

For Manjeet Singh & Co.

Chartered Accountants

F/W- 011831N

Chartered

Accountants

M. No. 088759

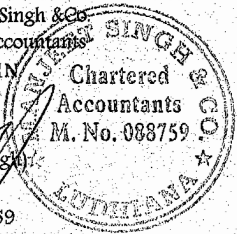
(Manjeet Singh)

Prop.

M.no. 088759

Place, Ludhiana

Dated. 30.05.2016



For and On Behalf of Board

Dinesh Sharma
C.A. - ACCOUNTS

(R.K. Singhania)
DIRECTOR

DIN-00077540

(Harjeet Singh Arora)
MANAGING DIRECTOR

DIN-00063176