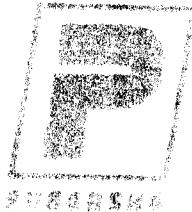


68TH

ANNUAL REPORT & ACCOUNTS

2015-2016



PURBASHA RESOURCES LIMITED



PURBASHA RESOURCES LIMITED
36TH ANNUAL REPORT & ACCOUNTS 2015-2016

BOARD OF DIRECTORS

SHRI VIKASH AGARWAL BINJRAJKA
SHRI RAMESH KUMAR LADDHA
SHRI AMITABH KEJRIWAL
SHRI LALIT PAREEK
SHRI VITHIKA AGRAWAL BINJRAJKA
SHRI RAMESH BANSAL
— *Wholetime Director*

AUDITORS

AHMAD & NANAWATTY
Chartered Accountants
56 Elliot Road, Kolkata – 700 016

REGISTERED OFFICE

Purbasha House
25, Park Lane, Kolkata - 700 016
Phone : 2249 7567, Fax : 4062 5269
E-mail : prl@purbasha.co.in
Website : www.purbasha.in

CIN : L65993WBI980PLC032908

SHARES LISTED ON

CALCUTTA STOCK EXCHANGE

SHARE REGISTRAR & TRANSFER AGENT

Niche Technologies Pvt. Ltd.
C-444, Bagree Market
71, B.R.B.B. Road, Kolkata - 700 001
Phone : 2234 3576
E-mail : nichetechpl@nichetechpl.com



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NOTICE

Notice is hereby given that the 36th Annual General Meeting of the Company will be held at 25, Park Lane, Kolkata – 700016 on Friday, 30th September, 2016, at 11.00 A.M. for transacting the following business.

ORDINARY BUSINESS :

Item No. 1 – Adoption of Financial Statements

To receive, consider and adopt the audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2016 along with report of Board of Directors and Auditors thereon.

Item No. 2 – Appointment of Director

To appoint a Director in place of Mr. Lalit Kumar Pareek (DIN: 01078494) who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible offers himself for reappointment.

Item No. 3 – Appointment of Auditors and fixing their remuneration

To appoint Mr. Alok Kumar Jain, Chartered Accountant (Membership No. 056239) as Statutory Auditor in place of retiring auditors M/s Ahmad & Nanawatty (FRN 322546E), Chartered Accountants, to hold office from the conclusion of this Meeting for 5 (five) consecutive years till the conclusion of the 41st Annual General Meeting of the Company to be held in the calendar year 2021 and in this regard, to consider and, if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution** :

“RESOLVED THAT pursuant to the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof and pursuant to the recommendations of the Audit Committee and the Board of Directors, Mr. Alok Kumar Jain, Chartered Accountant (Membership No. 056239), be and is hereby appointed as Statutory Auditor of the Company in place of retiring auditors M/S Ahmad & Nanawatty (FRN 322546E), Chartered Accountants, to hold office from the conclusion of this meeting for five years until the conclusion of the 41st Annual General Meeting to be held for the financial year ending 31st March, 2021, subject to ratification by the shareholders annually at a remuneration to be decided by the Audit Committee of the Board in consultation with the Auditors in addition to the service tax and actual out of pocket expenses incurred in connection with the audit of the accounts of the Company.

“RESOLVED FURTHER THAT any one of the Directors of the Company be and is hereby severally authorized to digitally sign the Form and Declaration and issue directions for filing of the same the Registrar of Companies, West Bengal.”

By Order of the Board

Sd/-

(VIKASH AGARWAL BINJRAJKA)

Whole-time Director

DIN : 00012978

Place : Kolkata

Date : 16th August, 2016



NOTICE (Contd.)

Notes :

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

The proxy form duly completed and signed, should be deposited with the company, at its registered office at least 48 hours before the time of the meeting. Proxies are submitted on behalf of the Companies. A proxy form for the Annual General Meeting is enclosed.

A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or members.

2. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf in the meeting.
3. Pursuant to the provisions of Section 91 of the Companies act, 2013, the Register of Members and Share Transfer Books of the Company shall remain closed from Saturday, 24th September, 2016 to Friday, 30th September, 2016 (both days inclusive).
4. Members are requested to bring their copy of Annual Report at the Meeting and produce the enclosed attendance slip at the entrance to the place of the meeting.
5. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company on weekdays (3.00 p.m. to 5 p.m.) up to and including the date of the Annual General Meeting of the Company.
6. Members/proxies are requested to bring the attendance slips sent herewith duly signed for attending the meeting.
7. Copies of the Annual Report will not be distributed at the meeting. Members/proxies are requested to bring their copies of the same to the meeting.
8. The business set out in the Notice will be transacted through remote e-voting and ballot paper at the venue of the meeting and the Company is providing facility for the same. The complete details of the instructions for remote e- voting and voting at the venue of the AGM are annexed to this notice.
9. **VOTING THROUGH ELECTRONIC MEANS**
 1. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies



NOTICE (Contd.)

(Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI Listing Obligations & Disclosure Requirements Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).

II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

III. **The instructions for shareholders voting electronically are as under :**

- (i) The remote e-voting period commences on 27th September, 2016 (10:00 am) and ends on 29th September, 2016 (5:00 pm). During this period members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd September, 2016, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- (iii) Click on "Shareholders" tab.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company, excluding the special characters.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.



NOTICE (Contd.)

(vii) If you are a first time user follow the steps given below :

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). <ul style="list-style-type: none">• Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.• In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account with the depository or in the company records for your folio in dd/mm/yyyy format
Bank Account Number (DBD)	Enter the Bank Account Number as recorded in your demat account with the depository or in the company records for your folio. <ul style="list-style-type: none">• Please Enter the DOB or Bank Account Number in order to Login.• If both the details are not recorded with the depository or company then please enter the member-id / folio number in the Bank Account Number details field as mentioned in above instruction (iv).

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xi) Click on the EVSN for the relevant Company Name i.e. **PURBASHA RESOURCES LIMITED** on which you choose to vote.

(xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.



NOTICE (Contd.)

- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Note for Institutional Shareholders & Custodians :
- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a compliance user which should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com. or contact them at 1800 200 5533.
- (xx) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.



NOTICE (Contd.)

10. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23rd September, 2016. A person who is not a member as on cut off date should treat this notice for information purpose only.
11. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficial owners position list provided by depositories as at closing hours of business, on 5th August, 2016.
12. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd September, 2016 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
13. Notice of the AGM along with attendance slip, proxy form along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s). For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.
14. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 23rd September, 2016 are requested to send the written / email communication to the Company at prl@purbasha.co.in by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
15. Ms. Amber Ahmad, Company Secretary in whole time practice (Certificate of Practice Number 8581) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit not later than 48 hours of the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
16. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.purbasha.in and on the website of CDSL. The same will be communicated to the stock exchange viz. Calcutta Stock Exchange Limited where the shares of the company are listed.

By Order of the Board

Sd/-

(VIKASH AGARWAL BINJRAJKA)

Whole-time Director

DIN : 00012978

Place : Kolkata

Date : 16th August, 2016



INFORMATION

Information pursuant to Regulation 36(3) of the (Listing Obligations and Disclosure Requirements) Regulations 2015 on Directors recommended for appointment/reappointment at the 36th Annual General Meeting. Vide Item No.2 of the Notice as follows :

PARTICULARS	LALIT KUMAR PAREEK
DIN	01078494
Date Of Birth	18.04.1969
Date of appointment	21.04.2003
Qualification	B.COM
Experience	Mr. Lalit Kumar Pareek is a commerce graduate. He has been in this industry for more than 10 years. He has expert knowledge in the field of Finance and Management. He has vast experience of handling various business transactions and taking administrative decisions. He is also on board of several other Companies.
Directorship	1. Purbasha Resources Limited
	2. Ersa Textile Traders Limited
	3. Kotiratan Textiles Limited
	4. Nityadhara Sarees Limited
	5. Epic Marketing Company Private Limited
	6. Nirmalkunj Agritech Limited
	7. Maral Properties Private Limited
	8. Priyadarshni Housing Private Limited
	9. Ersa Pharma Traders Limited
	10. Stuti Initiative For Social Development
Membership & Chairmanship of Committees of Listed Entities(Including Audit Committee & Stakeholders Relationship Committee)	Chairman of Stakeholder Relationship Committee of Purbasha Resources Limited.
Number of shares held in the Company	500
Relationship with any director of the company	Not Applicable



DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Shareholders,

PERFORMANCE / OPERATIONS

The Directors have pleasure in presenting the 36th Annual Report together with the Audited Statement of Accounts of Purbasha Resources Limited ("the Company") and its subsidiaries for the year ended March 31, 2016.

FINANCIAL PERFORMANCE

The summarized standalone and consolidated results of your Company and its associates/subsidiaries are given in the table below :

Rs. (in lacs)

Particulars	Financial Year ended			
	Standalone		Consolidated	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
Total Income	333.63	69.05	344.24	69.05
Profit/(loss) before Interest, Depreciation & Tax (EBITDA)	18.49	18.63	19.12	16.98
Finance Charges	-	-	-	-
Depreciation	1.24	1.18	1.25	1.18
Provision for Income Tax (including for earlier years)	2.25	1.07	2.66	0.65
Net Profit/(Loss) After Tax	14.99	16.38	66.23	117.34
Profit/(Loss) brought forward from previous year	70.11	67.87	171.09	67.87
Amount transferred consequent to Reserves	12.99	14.14	115.21	14.14
Profit/(Loss) carried to Balance Sheet	72.10	70.11	122.12	171.17

*previous year figures have been regrouped/rearranged wherever necessary.

OPERATIONAL REVIEW

During the year, the net revenue from operations of your Company increased from Rs. 69.05 Lacs to Rs. 333.63 Lacs. Your Company's profit after tax stood at Rs. 14.99 lacs vis-à-vis Rs. 16.38 lacs in the previous year.

DIVIDEND

With a view to conserve resources the Company has not declared any dividend during the year.

RESERVES

The Company proposes to carry Rs. 10,00,000/- to General Reserves and Rs.2,99,819/- to Statutory Reserves in terms of Section 45IC of RBI Act, 1934.



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

DEPOSITS

Your company being a non deposit taking NBFC registered with RBI did not hold any public deposits at the beginning of the year nor has it accepted any public deposits during the year under review. The Board of Directors has duly passed a resolution in their meeting giving effect to the aforesaid statement.

CAPITAL/ FINANCE

There has been no change in the Financial Structure of the Company during the year.

As on 31st March, 2016, the issued, subscribed and paid up share capital of your Company stood at Rs.3,00,10,000/-, comprising 30,01,000 Equity shares of Rs.10/- each.

EXTRACT OF ANNUAL RETURN

Pursuant to section 92(3) of the Companies Act, 2013 ('the Act') and rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return is Annexed as **(Annexure 1)**.

DETAILS OF BOARD MEETINGS

During the year, 6(six) Board meetings as on 29th May, 2015, 29th July, 2015, 14th August, 2015, 29th October, 2015, 30th November, 2015 and 29th January, 2016 respectively and 4(four) Audit Committee meetings as on 29th May, 2015, 29th July, 2015, 29th October, 2015 and 29th January, 2016 and 1(one) Stakeholder's Committee on 29th October, 2015, & 1(one) Nomination & Remuneration Committee meeting on 29th October, 2015, were held and duly convened. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

PARTICULARS OF LOAN, GUARANTEES AND INVESTMENTS UNDER SECTION 186

Since your Company is a Non-Banking Financial Company (NBFC) registered with Reserve Bank of India having principal business of giving of loans and making investments in the ordinary course of business, the provisions of Section 186 of the Companies Act, 2013 do not apply to the Company.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Few contracts / arrangements / transactions were made in the ordinary course of business and on 'arm's length' basis with some of the related parties; and, therefore, the provisions of Section 188 of the Companies Act, 2013 do not apply to the said transactions. However, the Board advised, for the purpose of good governance, to enter the said transactions into the Register maintained under section 189 of the Companies Act, 2013 and also to disclose the same voluntarily in the Board's Report in the prescribed form. Therefore, the particulars of such contracts or arrangements with related parties for the Financial Year 2015-16 in the Form AOC-2 have been enclosed with the report as **(Annexure 2)**.

All proposed related party transactions were placed before the audit committee for approval at the beginning of the financial year. The transactions entered into pursuant to the approval so granted were placed before the audit committee for its review and ratification for modifications, if any, on a quarterly basis. None of the directors has any pecuniary relationship or transaction vis-à-vis the company.



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

Further the additional disclosure pursuant to Regulation 34(3) and 53(f) read with Para – A of Schedule – V of SEBI, Listing Obligations and Disclosure Requirements Regulations, 2015 is given in note no 17.2.b of notes to accounts.

Material changes and commitments, if any, affecting the financial position of the company which has occurred between the end of the financial year of the company to which the financial statements relate and the date of the report: The Company had four associate companies, which ceased to be associates during the financial year ended 31st March, 2016.

COMPLIANCE WITH NON-BANKING FINANCIAL COMPANIES (RESERVE BANK) DIRECTIONS :

The Company has complied with relevant provisions of the Reserve Bank of India Act, 1934 and Non- Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007, as amended. The Company has also been submitting periodic returns and audited statements regularly.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO :

Particulars as required under Section 134(3)(m) read with sub-rule 3(A) and (B) of Rule 8 of Companies (Accounts) Rules, 2014 regarding Conservation of Energy and Technology Absorption do not apply to the Company. There was no Foreign Exchange Earnings and Outgo during the FY 2015-16.

SUBSIDIARIES, JOINT VENTURE OR ASSOCIATES :

As on 31st March, 2016 the Company does not have any Associate Company or joint venture company. The company has 5 (Five) subsidiary companies. Details of subsidiaries and associates which have now ceased to be associates are as under:

	Name	CIN	% of Shares Holding	Subsidiary / associate / joint venture
1.	Ersa Pharma Traders Limited	U74900WB2015PLC205820	100.00%	Subsidiary
2.	Ersa Textile Traders Limited	U17291WB2015PLC205823	100.00%	Subsidiary
3.	Kotiratan Textiles Limited	U17291WB2015PLC205854	100.00%	Subsidiary
4.	Nirmalkunj Agritech Limited	U51909WB2015PLC205885	100.00%	Subsidiary
5.	Nityadhara Sarees Limited	U17291WB2015PLC205886	100.00%	Subsidiary
6.	Geo Nutri Foods Private Limited	U15500WB2011PTC164583	42.55%	Associate till 10.03.16
7.	Epic Alloy Steel Private Limited	U13209CT2003PTC016111	31.73%	Associate till 10.03.16
8.	Vihar Vanijya Private Limited.	U51109WB1995PTC075049	31.78%	Associate till 27.10.15
9.	Epic Marketing Co. Pvt. Ltd.	U51109WB1992PTC054938	28.52%	Associate till 10.03.16



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

We have, in accordance with Section 129(3) of the Companies Act, 2013 prepared consolidated financial statements of the Company and all its subsidiaries, which form part of the Annual Report. Further, the report on the performance and financial position of each of the subsidiary and salient features of the financial statements in the prescribed Form AOC-1 is annexed to this report (**Annexure 3**).

In accordance with Section 136 of the Companies Act, 2013, the audited financial statements, including the consolidated financial statements and related information of the Company and audited financial statements of each of the subsidiary will be available on our website www.purbasha.in. These documents will also be available for inspection during business hours at the registered office of the Company.

Risk Management Policy :

The Company's business exposure to the normal financial and market risks continue to be monitored and managed by experienced people commensurate with the volume of business activities and the perceived risk requirements.

Directors and Key Managerial Personnel :

Mr. Lalit Kumar Pareek (DIN 01078494), Non-Executive Director of the Company, will retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

The statement containing the disclosure as required in accordance with the provisions of Section 197(12) of the Companies Act 2013 read with rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed as Annexure 4 and forms a part of the Board Report.

Further, none of the employees of the Company are in receipt of remuneration exceeding the limit prescribed under Rule 5 (2) of the Companies (Appointment and Remuneration of (Managerial Personnel) Rules, 2014, so statement pursuant to Section 197(12) of the Companies Act 2013 read with rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not required to be included.

Brief resumes in terms of Regulation 36(3) of the (Listing Obligations and Disclosure Requirements) Regulations 2015 of the Director being reappointed forms part of the notice of the ensuing Annual General Meeting.

Details of significant & material orders passed by the regulators or courts or tribunal :

No such orders have been passed which has impact on the going concern status and company's operations in future.

Internal financial controls :

The Company has adequate internal financial controls that commensurate with the size and nature of its business. The company has appointed internal auditors whose reports are reviewed by the Audit Committee of the Board. The Audit Committee of the Board periodically reviews the internal control systems/procedures for their adequacy and the extent of their implementation.

Declaration by Independent Director :

The Company has received necessary declaration from each of the Independent Directors under section 149(7)



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

of the Companies Act, 2013 to the effect that the respective Director meets the criteria of independence laid down under Section 149 (6) of the Companies Act, 2013 read with Companies (Appointment & Qualification of Directors) Rules, 2014 and SEBI Listing Obligations & Disclosure Requirements, Regulations, 2015.

Receipt of any commission by MD / WTD from a Company or for receipt of commission / remuneration from its Holding or subsidiary: No such commission has been received.

Corporate Social Responsibility (Policy) :

The provisions of Section 135 of the Companies Act, 2013 is not applicable to the Company.

Audit Committee :

The details of composition of the Committees of the Board of Directors are as under :

The Audit committee comprises of 2 Non-Executive Independent Directors and 1 Executive Whole-time Director, all of whom are financially literate. The composition of audit committee is as under :

Sl. No.	Name	Chairman/ Members
1	Mr. Amitabh Kejriwal	Chairman, Non Executive Independent Director
2	Mr. Ramesh Kumar Ladha	Member, Non-Executive Independent Director
3	Mr. Vikash Agarwal Binjrajka	Member, Whole-time Director

During the year, the Committee had met on 29th May, 2015, 29th July, 2015, 29th October, 2015 and 29th January, 2016.

Statement Indicating the Manner in which Formal Annual Evaluation has been made by the Board of its own Performance, its Directors, and that of its Committees :

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and SEBI Listing Obligations & Disclosure Requirements, Regulations, 2015, 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, Appointment and Remuneration Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board' functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non- Independent Directors was carried out by the Independent Directors



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

Nomination & Remuneration Committee Policy :

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration.

- (a) The Nomination and Remuneration Committee has adopted a policy which deals with manner of selection of individuals who are qualified to become Directors, CEO & Managing Director as well as senior management and their remuneration as per the said policy.
- (b) Criteria of selection of Non Executive Directors

The Non Executive Directors shall be of high integrity with relevant expertise and experience so as to have a diverse Board with Directors having expertise in the fields of manufacturing, marketing, finance, taxation, law, governance and general management. In case of appointment of Independent Directors, the Committee shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively. The Committee shall ensure that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013. The Committee shall consider the following attributes / criteria, whilst recommending to the Board the candidature for appointment as Director.

- i. Qualification, expertise and experience of the Directors in their respective fields;
- ii. Personal, Professional or business standing;
- iii. Diversity of the Board.

In case of re-appointment of Non Executive Directors, the Board shall take into consideration the performance evaluation of the Director and his engagement level.

The Committee met once during the year on 29.10.2015 and all three members attended the meeting.

Vigil Mechanism /Whistle blower policy :

The company has adopted a Whistle Blower Policy, for employees to report about any unethical behaviour, actual or suspected fraud or violation of the company's ethics policy. No personnel have been denied access to the Chairman of the Audit Committee.

Code of conduct :

The Board of Directors has approved a Code of Conduct which is applicable to the Members of the Board and all employees and senior members staff. The Board members and senior members staff have affirmed compliance with said code of conduct. The declaration of Chief Finance Officer of the Company in regarding affirmation of code of conduct is attached as (Annexure 6).



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

Certificate by Whole-time Director and Chief Financial Officer (CFO) :

The Certificate given by whole time Director and Chief Financial Officer under Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 upon Financial Statements of the company is attached herewith as **Annexure 7**.

Prevention of insider trading :

The Company has also adopted a Code of Conduct for Prevention of Insider Trading which encapsulates the restrictions, formats and the rules of conduct to be followed by the Company's directors, officers/ connected persons. The Board members, senior management, connected person and staff affirmed compliance with the said code of conduct.

All Board Directors and the designated employees have confirmed compliance with the Code.

Corporate Governance And Management Discussion & Analysis Reports :

The Corporate Governance provisions as stipulated in Regulation 15(2) (a) under Chapter IV of (SEBI, Listing Obligations & Disclosure Requirements), 2015 is applicable to listed entities having paid up equity share capital not exceeding Rupees Ten Crores and Networth not exceeding Rupees Twenty-five crores as on the last day of the previous financial year. Since, the Company does not fall under the foregoing category, Corporate Governance provisions are not applicable to the Company.

The Management Discussion & Analysis Report for the period under review as stipulated under Regulation 34(3) read with Schedule V of SEBI, Listing Obligations & Disclosure Requirements, Regulations 2015, which form an integral part of this Report, is set out as separate **(Annexure 8)**.

Particulars of employees :

None of the Managerial Personnel of the Company are drawing remuneration in excess of the limits set out in Companies Act, 2013 the rules framed thereunder.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013:

The following is a summary of complaints of sexual harassment of women at workplace received and disposed of during the year 2015-16 :

No. of complaints received : Nil

No. of complaints disposed off : Nil

Auditors

Statutory Auditors, their Report and Notes to Financial Statements :

The Members are informed that M/s. Ahmad & Nanawatty, Chartered Accountants (FRE 322546E) are Statutory Auditors of the Company since 2002 and are retiring at the conclusion of the ensuing Annual General Meeting (AGM).



DIRECTORS' REPORT TO THE SHAREHOLDERS (Contd.)

As per the provisions of the Companies Act, 2013, an audit firm functioning as auditor of the Company for ten years or more after the commencement of provisions of Section 139(2) of the Act, may be appointed in the same Company for further period of three years commencing from April 1, 2014 till 31st March 2017. As maximum statutory tenure of M/s. Ahmad & Nanawatty, Chartered Accountants to continue as statutory auditors is about to end, they have communicated to the Company their unwillingness to be considered for reappointment at the conclusion of their present term, at ensuing AGM of the Company, which has been accepted by the Audit Committee and Board of Directors in their respective meetings held on 28th July, 2016. The Board places on record its appreciation for the services rendered by M/s. Ahmad & Nanawatty, Chartered Accountants, as the Statutory Auditors of the Company.

The Board on the recommendation of Audit Committee has appointed Mr. Alok Kumar Jain, Chartered Accountant (Membership No. 056239), as statutory auditor of the Company, subject to the approval of the members at the Annual General Meeting.

The appointment of Mr. Alok Kumar Jain, Chartered Accountant (Membership No. 056239), if approved by the members of the Company, will take effect from the conclusion of the ensuing Annual General Meeting.

He has also confirmed his eligibility to the effect that his appointment, if made, would be within the prescribed limit under the Act and that he is not disqualified for appointment.

A resolution proposing appointment Mr. Alok Kumar Jain, Chartered Accountant (Membership No. 056239), as the Statutory Auditor of the Company pursuant to Section 139 of the Companies Act, 2013, forms part of the Notice for the ensuing Annual General Meeting.

Further, the report of the Statutory Auditors alongwith notes to Schedules is enclosed to this report. The observations made in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

Internal Auditors :

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and The Companies (Accounts) Rules, 2014 the Company has appointed M/S Chhawchharia Lalit & Company, Firm of Chartered Accountant (FRN 326471E), to undertake the Internal Audit of the Company for the F.Y. 2015-2016. There stood no adverse finding & reporting by the Internal Auditor in the Internal Audit Report for the year ended 31st March 2016.

Secretarial Auditor :

In terms of Section 204 of the Act and Rules made there under, Ms. Amber Ahmad, Practicing Company Secretary have been appointed as Secretarial Auditors of the Company. The report of the Secretarial Auditors is enclosed as Annexure 5 to this report. The report is self-explanatory and do not call for any further comments.

Fraud Reporting :

Pursuant to the provisions of Section 134(3) (ca) of the Companies (Amendment) Act, 2015, no fraud has been reported by the Auditors under sub-section (12) of Section 143 of the Companies Act, 2013 read with Rule 13 of the Companies (Audit and Auditors) Rules, 2014.



Directors' Responsibility Statement :

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013 the Directors confirm that:

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

Acknowledgement :

The Directors place on record their appreciation for employees at all levels, who have contributed to the growth and performance of our Company. Directors would also like to thank the clients, vendors, bankers, shareholders and advisers of the Company for their continued support. Directors also thank the Central and State Governments, and other statutory authorities for their continued support.

For and on behalf of the Board
Purbasha Resources Limited

Date : 16th August, 2016
Place : Kolkata

Amitabh Kejriwal
Director
DIN : 06406707

Vikash Agarwal Binjraja
Whole-time Director
DIN : 00012978



ANNEXURE TO THE DIRECTORS' REPORT

'ANNEXURE - 1'

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2016**

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

REGISTRATION AND OTHER DETAILS

i)	CIN :	L65993WB1980PLC032908
iii)	Registration Date	02.08.1980
iii)	Name of the Company	PURBASHA RESOURCES LTD.
iv)	Category/Sub Category of the Company	Public Company Company having share capital
v)	Address of registered office & Contact Details	25, Park Lane, Kolkata - 700016 Phone No. : (033) – 22292881 Email ID : corporate@purbasha.co.in Website : www.purbasha.co.in
vi)	Whether shares listed on recognized Stock Exchange(s)	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Niche Technologies Pvt. Ltd. C – 444, Bagree Market 71, B.R.B.B. Road, Kolkata - 700 001 Phone No. : 033 - 2234 3576 Email ID : nichetechpl@nichetechpl.com

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)

S.No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Sale of securities	64990	95.05
2	Profit on sale of investments	64990	2.28



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES (Contd.)

[No. of Companies for which information is being filled] - 9

S.No.	Name and address of the Company	CIN	Holding/Subsidiary / Associate
1.	Geo Nutri Foods Private Limited Amta Bagnan Road Vill - Deorah, P.O. - DeorahHowrah - 711401	U15500WB2011PTC164583	Associate till 10.03.16
2.	Epic Alloy Steel Private Limited 132 D.O.P.Jindal Industrial Park Vill- Punjipathra Gharghoda Road, Raigarh - 496106	U13209CT2003PTC016111	Associate till 10.03.16
3.	Vihar Vanijya Private Limited 66, S. K. Deb Road, P.S. Lake Town, Kolkata - 700048	U51109WB1995PTC075049	Associate till 27.10.15
4.	Epic Marketing Co. Pvt. Ltd. 25, Park Lane, Kolkata - 700016	U51109WB1992PTC054938	Associate till 10.03.16
5.	Ersa Pharma Traders Limited 25, Park Lane Kolkata - 700016	U74900WB2015PLC205820	Subsidiary
6.	Ersa Textile Traders Limited 25, Park Lane Kolkata - 700016	U17291WB2015PLC205823	Subsidiary
7.	Kotiratan Textiles Limited 25, Park Lane Kolkata - 700016	U17291WB2015PLC205854	Subsidiary
8.	Nirmalkunj Agritech Limited 25, Park Lane Kolkata - 700016	U51909WB2015PLC205885	Subsidiary
9.	Nityadhara Sarees Limited 25, Park Lane Kolkata - 700016	U17291WB2015PLC205886	Subsidiary

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2015]				No. of Shares held at the end of the year [As on 31st March, 2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	3,26,800	-	3,26,800	10.89	3,26,800	-	3,26,800	10.89	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	7,90,000	-	7,90,000	26.32	7,90,000	-	7,90,000	26.32	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A1) :	11,16,800	-	11,16,800	37.21	11,16,800	-	11,16,800	37.21	-



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2015]				No. of Shares held at the end of the year [As on 31st March, 2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub Total (A2) :	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A1)+(A2)	11,16,800	-	11,16,800	37.21	11,16,800	-	11,16,800	37.21	-
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 (B)(1) :	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	2,42,300	4,73,000	7,15,300	23.83	2,42,300	4,73,000	7,15,300	23.83	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	1,28,800	6,68,900	7,97,700	26.58	1,28,800	6,68,900	7,97,700	26.58	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	1,78,800	1,92,400	3,71,200	12.369	1,78,800	1,92,400	3,71,200	12.369	-



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2015]				No. of Shares held at the end of the year [As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Others (specify) HUF	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - DR	-	-	-	-	-	-	-	-	-
Sub-total (B)(2) :	5,49,900	13,34,300	18,84,200	62.786	5,49,900	13,34,300	18,84,200	62.786	-
Total Public Shareholding (B) = (B)(1)+ (B)(2)	5,49,900	13,34,300	18,84,200	62.786	5,49,900	13,34,300	18,84,200	62.786	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	16,66,700	13,34,300	30,01,000	100	16,66,700	13,34,300	30,01,000	100	-

ii) Shareholding of Promoter

SL. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Purbasha Foods Pvt .Ltd.	7,90,000	26.325	-	7,90,000	26.325	-	N.A.
2.	Nidhi Agarwal	47,900	1.596	-	47,900	1.596	-	N.A.
3.	Shraddhanand Agarwal	98,400	3.279	-	98,400	3.279	-	N.A.
4.	Vasudha Agarwal	10,000	0.333	-	10,000	0.333	-	N.A.
5.	Vikash Agarwal Binjrajka	1,70,000	5.665	-	1,70,000	5.665	-	N.A.
6.	Vivek Agarwal	500	0.017	-	500	0.017	-	N.A.

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



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

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		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Hena Fashion Pvt. Ltd.				
	At the beginning of the year	90,200	3.006	90,200	3.006
	Date wise 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	-	-	90,200	3.006
2.	Krishna Craft Dealers Pvt. Ltd				
	At the beginning of the year	82,000	2.732	82,000	2.732
	Date wise 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	-	-	82,000	2.732
3.	Shakuntala Modi				
	At the beginning of the year	67,900	2.263	67,900	2.263
	Date wise 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	-	-	67,900	2.263
4.	Bansal Agro & Tea Manufacture Pvt. Ltd.				
	At the beginning of the year	62,000	2.066	62,000	2.066
	Date wise 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	-	-	62,000	2.066
5.	Amar Jyoti Udyog Ltd.				
	At the beginning of the year	60,900	2.029	60,900	2.029
	Date wise 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	-	-	60,900	2.029



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Sl. No.	For Each of the Top 10 Shareholders	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
6.	Pawan Kumar Bhuwalka				
	At the beginning of the year	52,000	1.732	52,000	1.732
	Date wise 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	-	-	52,000	1.732
7.	Aryavrat Financial Services Ltd				
	At the beginning of the year	49800	1.659	49800	1.659
	Date wise 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	-	-	49800	1.659
8.	Ishwar Vinimay Pvt. Ltd.				
	At the beginning of the year	41,000	1.366	41,000	1.366
	Date wise 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	-	-	41,000	1.366
9.	Sapan Vinimay Pvt. Ltd.				
	At the beginning of the year	30,000	1.00	30,000	1.00
	Date wise 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	-	-	30,000	1.00
10.	Uma Shankar Gupta				
	At the beginning of the year	30,000	1.00	30,000	1.00
	Date wise 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	-	-	30,000	1.00



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

v) Shareholding of Directors and Key Managerial Personnel :

Sl No	Shareholding of each Directors and each Key Managerial Personnel	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
1.	Vikash Agarwal Binrajka – Whole Time Director & CFO				
	At the beginning of the year	1,70,000	5.664	1,70,000	5.664
	Date wise 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	-	-	1,70,000	5.664
2.	Lalit Kumar Pareek - Director				
	At the beginning of the year	500	0.016	500	0.016
	Date wise 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	-	-	500	0.016
3.	Ramesh Bansal - Director				
	At the beginning of the year	500	0.016	500	0.016
	Date wise 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	-	-	500	0.016
4.	Ramesh Kumar Laddha - Director				
	At the beginning of the year	2000	0.067	2000	0.067
	Date wise 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	-	-	2000	0.067



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Sl No	Shareholding of each Directors and each Key Managerial Personnel	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
5.	Amitabh Kejriwal - Director				
	At the beginning of the year	0	0	0	0
	Date wise 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	0	0	0	0
6.	Rachana Singh – Company Secretary				
	At the beginning of the year	0	0	0	0
	Date wise 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	0	0	0	0

V) INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment

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



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL –

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

SN.	Particulars of Remuneration	Name of MD / WTD / Manager				Total Amount (Rs. in lakhs)
		Vikash Agarwal Binrajka - WTD	---	---	---	
1	Gross salary	3.60	-	-	-	3.60
	(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	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission - as % of profit - others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	3.60	-	-	-	3.60
	Ceiling as per the Act					

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		----	---	---	---	
1	Independent Directors	N.A.				
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD

SN.	Particulars of Remuneration	Key Managerial Personnel			Total Amount (Rs. in lakhs)
		CEO	Rachana Singh (CS)	CFO	
1	Gross salary	-	1.59	-	1.59
	(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				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total	-	1.59	-	1.59

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NONE

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

For and on behalf of the Board
For Purbasha Resources Limited

Amitabh Kejriwal
Director
DIN : 06406707

Vikash Agarwal Binjraka
Whole-time Director
DIN : 00012978

Date : 16th August, 2016
Place : Kolkata



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE - 2'

FORM NO. AOC -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.

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis

No	Particulars	Details
a.	Name(s) of the related party and nature of relationship	NIL
b.	Nature of contracts / arrangements/transactions	NIL
c.	Duration of the contracts / arrangements/transactions	NIL
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	NIL
e.	Justification for entering into such contracts or arrangements or transactions	NIL
f.	Date(s) of approval by the Board	NIL
g.	Amount paid as advances, if any:	NIL
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NIL

2. Details of material contracts or arrangement or transactions at arm's length basis

No	Particulars	Details
a.	Name(s) of the related party and nature of relationship	i. Purbasha Lefin & Resources Ltd ii. Oriental Cardboard Box & Tube Manufacturing iii. Gravure Printing & Processing Industries
b.	Nature of contracts / arrangements / transactions	Rent Paid
c.	Duration of the contracts / arrangements / transactions	Not Specified
d.	Salient terms of the contracts or arrangements or transactions including the value, if any:	Terms not specified.
e.	Date(s) of approval by the Board, if any:	29.05.2015
f.	Amount paid as advances, if any:	N.A.

For and on behalf of the Board
For Purbasha Resources Limited

Date : 16th August, 2016
Place : Kolkata

Amitabh Kejriwal
Director
DIN : 06406707

Vikash Agarwal Binjraka
Whole-time Director
DIN : 00012978



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE - 3'

FORM NO. AOC- I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.):

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Ersa Pharma Traders Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting period of holding & subsidiary are same.
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	5,00,000
5.	Reserves & surplus	(33,413)
6.	Total assets	1,067,587
7.	Total Liabilities	1,067,587
8.	Investments	4,151,000
9.	Turnover	NIL
10.	Profit before taxation	(39,526)
11.	Provision for taxation	6,113
12.	Profit after taxation	(33,413)
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Ersa Textile Traders Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting period of holding & subsidiary are same.
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	5,00,000
5.	Reserves & surplus	(21,868)
6.	Total assets	2,431,265
7.	Total Liabilities	2,431,265
8.	Investments	2,226,000
9.	Turnover	162,407
10.	Profit before taxation	(22,818)
11.	Provision for taxation	(950)
12.	Profit after taxation	(21,868)
13.	Proposed Dividend	NIL
14.	% of shareholding	100%



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Nirmalkunj Agritech Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting period of holding & subsidiary are same.
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	5,00,000
5.	Reserves & surplus	(9,925)
6.	Total assets	16,732,222
7.	Total Liabilities	16,732,222
8.	Investments	17,166,400
9.	Turnover	305,883
10.	Profit before taxation	(5,502)
11.	Provision for taxation	4,423
12.	Profit after taxation	9,925
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Nityadhara Sarees Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting period of holding & subsidiary are same.
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	5,00,000
5.	Reserves & surplus	(18,694)
6.	Total assets	21,285,027
7.	Total Liabilities	21,285,027
8.	Investments	32,919,480
9.	Turnover	284,192
10.	Profit before taxation	(18,129)
11.	Provision for taxation	565
12.	Profit after taxation	(18,694)
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Kotiratan Textiles Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting period of holding & subsidiary are same.
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	5,00,000
5.	Reserves & surplus	(17,081)
6.	Total assets	1,487,006



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

Sl. No.	Particulars	Details
7.	Total Liabilities	1,487,006
8.	Investments	1,155,000
9.	Turnover	309,414
10.	Profit before taxation	(15,811)
11.	Provision for taxation	1,270
12.	Profit after taxation	(17,081)
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

Notes : The following information shall be furnished at the end of the statement :

- Names of subsidiaries which are yet to commence operations : NA
- Names of subsidiaries which have been liquidated or sold during the year : NA

3. Part "B": Associates and Joint Ventures

Name of Associates/Joint Ventures		
1.	Latest audited Balance Sheet Date	NA
2.	Shares of Associate/Joint Ventures held by the company on the year end No. of Equity Shares No. of Preference Shares Amount of Investment in Associates/Joint Venture Extend of Holding %	
3.	Description of how there is significant influence	
4.	Reason why the associate/joint venture is not consolidated	
5.	Networth attributable to Shareholding as per latest audited Balance Sheet	
6.	Profit / Loss for the year	
	i. Considered in Consolidation	
	ii. Not Considered in	

The following information shall be furnished :

- Names of associates or joint ventures which are yet to commence operations : None
- Names of associates or joint ventures which have been liquidated or sold during the year :

1.	Geo Nutri Foods Pvt. Ltd.
2.	Epic Alloy Steel Pvt. Ltd
3.	Vihar Vanijya Pvt. Ltd.
4.	Epic Marketing Company Pvt Ltd

For and on behalf of the Board
For Purbasha Resources Limited

Date : 16th August, 2016
Place : Kolkata

Lalit Pareek
Director
DIN : 01078494

Amitabh Kejriwal
Director
DIN : 06406707

Vikash Agarwal Binjraka
Whole-time Director
DIN : 00012978

Rachana Singh
Company Secretary



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE – 4'

Ratio of Remuneration of Executive Directors to the median remuneration of the employees of the Company as on 31st March 2016 :

- a) The Ratio of remuneration of Executive Directors to the median remuneration of employees of the Company is given below :

Name of the Director	Designation	Remuneration per annum (Amount in Rs.)	Median Remuneration per annum (Amount in Rs.)	Ratio (Remuneration of Director to Median Remuneration)
i) Vikash Agarwal Binjrajka	Whole-time Director & Chief Financial Officer	Rs. 3,60,000	Rs. 2,59,500	1: 0.721
ii) Rachana Singh	Company Secretary	Rs.1,59,000	Rs. 2,59,500	1: 23.31

- b) The median remuneration of employees as on 31st March, 2016 was Rs.2,59,500/-. There were 3 permanent employees on the rolls of the Company, as on 31st March, 2016.
- c) There is no significant increase in remuneration of Company Secretary as compared to the remuneration of the previous year ended 31.03.2015. There is no increase in the remuneration of any Executive Director, Chief Financial officer during the financial year 2015-16. No comparison with increase of median remuneration of employees is applicable as required vide rule 5 (1) (ii) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as per exemption notification dated 30.06.2016.



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE – 5'

SECRETARIAL AUDIT REPORT

For The Financial Year Ended On 31st March, 2016

(Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014)

To,
The Members,
Purbasha Resources Limited
25, Park Lane,
Kolkata - 700016

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by PURBASHA RESOURCES LIMITED (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2016 ('Audit Period'), complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

1. **I have examined the books, papers, minute books, forms and returns filed and other records maintained by Purbasha Resources Limited ("The Company") for the financial year ended 31st March, 2016 according to the provisions of :**
 - i) The Companies Act, 2013 (the Act) and the Rules made there under;
 - ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
 - iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (not applicable to the Company during the audit period);
 - v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (not applicable to the Company during the audit period);
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28th October, 2014 (not applicable to the Company during the audit period);



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (not applicable to the Company during the audit period);
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (not applicable to the Company during the audit period);
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (not applicable to the Company during the audit period);
- (vi) Reserve Bank of India Act, 1934 to the extent of provisions applicable to Non-Banking Financial Companies (Non-Deposit Taking) and guidelines, directions and instructions issued by RBI through notifications and circulars in respect of Non Banking Financial Institutions.
- (vii) The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India which became effective from 01.07.2015.
- (ii) The Listing Agreements entered into by the Company with Calcutta Stock Exchange read with SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

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

3. I further report that :

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. No changes were made in the composition of the Board of Directors during the period under review.

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.

All decisions of the board were unanimous and the same was captured and recorded as part of the minutes.

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

I further report that during the audit period the Company has five subsidiary companies.

This Report is to be read with my letter of even date which is annexed "ANNEXURE - A" and forms an Integral Part of this Report.

Date : 16th August, 2016
Place : Kolkata

Amber Ahmad
Practising Company Secretary
COP No.: 8581



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE - A'

To,
The Members,
Purbasha Resources Limited
25, Park Lane, Kolkata - 700016

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination is limited to the verification of procedures on test basis.
6. 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.

Date : 16th August, 2016
Place : Kolkata

Amber Ahmad
Practising Company Secretary
COP No.: 8581

'ANNEXURE - 6'

Declaration by Whole-time Director on compliance of Code of Conduct

I, Vikash Agarwal Binrajka, Whole Time Director of Purbasha Resources Limited hereby declare that all the Board members and Senior Management personnel have affirmed for the year ended 31 March 2016 compliance with the Code of Conduct as laid down by the Company.

Date : 16th August, 2016
Place : Kolkata

Vikash Agarwal Binrajka
Whole Time Director
DIN : 00012978



ANNEXURE TO THE DIRECTORS' REPORT (Contd.)

'ANNEXURE - 7'

CERTIFICATE BY WHOLE-TIME DIRECTOR AND CHIEF FINANCIAL OFFICER (CFO)

The Board of Directors

M/s. Purbasha Resources Limited

We have reviewed the financial statements and the cash flow statement of **Purbasha Resources Limited** for the financial year 2015-16 and certify that :

1. That we have reviewed the financial statements and the cash flow statement for the year ended 31 March 2016 and that to the best of our knowledge and belief;
 - a. these statements do not contain any materially untrue statement nor omit any material fact or contain statements that might be misleading, and
 - b. these statements together present a true and fair view of the Company's affairs and are in compliance with the existing Accounting Standards, applicable laws and regulations;
2. That there are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct;
3. That we accept responsibility for establishing and maintaining internal controls for financial reporting, we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps that we have taken or propose to take to rectify the identified deficiencies; and
4. That we have informed the auditors and the Audit Committee of :
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the Management or an employee having a significant role in the Company's internal control system over financial reporting.

Date : 16th August, 2016

Place : Kolkata

Vikash Agarwal Binrajka
(Chief Financial Officer & Whole Time Director)



MANAGEMENT DISCUSSION & ANALYSIS

'ANNEXURE – 8'

INDIAN ECONOMY OVERVIEW

Despite continuing global headwinds, India's GDP clocked 7.6% growth in 2015-16, making it one of the fastest growing economies in the world. The Government of India (GoI) focused on strengthening the economy with various pro-reform policy initiatives to improve the country's social and physical infrastructure and set structural drivers for long-term sustainable economic growth. India's trade deficit came down to \$5.1 billion in March 2016 owing to a sharp decline of upto 21% in imports. The government's adherence to keeping the fiscal deficit within target while managing growth is a positive step, especially in view of the stress and uncertainty in the global economy. The government has targeted to narrow the fiscal deficit to 3.5% in 2016-17, after maintaining its 3.9% target for 2015-16. Consumer price inflation is also within normal range, hovering around 5%. Government initiatives, low interest rates, decline in fiscal deficit and moderate inflation have enabled the Indian economy to achieve strong growth estimates. Policy adjustments and improved macro-economic environment have helped India attract more FDI flows during the year compared to last year. With government's growth agenda intact and the tide turning favourable on the economic front, India looks poised to perform better than its global counterparts in 2016-17 and is expected to grow at closer to 8% in 2016-17.

NBFCs in India

The share of NBFCs has steadily grown. So far, non-banking finance companies (NBFCs) have scripted a great success story. Their contribution to the economy has grown in leaps and bounds from 8.4% in 2006 to above 14% in March 2015.¹ In terms of financial assets, NBFCs have recorded a healthy growth—a compound annual growth rate (CAGR) of 19% over the past few years—comprising 13% of the total credit and expected to reach nearly 18% by 2018–19. NBFCs have emerged as vital intermediaries and have competed strongly with banks and financial institutions. NBFCs operate under certain regulatory constraints, which put them at a disadvantage vis-à-vis banks. While there has been a regulatory convergence between banks and NBFCs on the asset side, on the liability side, NBFCs still do not enjoy a level playing field. This needs to be addressed to help NBFCs realise their full potential and thereby perform their duties with greater efficiency. The NBFC sector has been engaged in steady consolidation during the past few years and has been witness to weaker NBFCs gradually exiting, paving the way for a stronger sector. However, the current decline in the number of registered NBFC is mainly due to cancellation of certificates of registration. In the year 2015 RBI has cancelled certificate of registration of approx 56 NBFC companies.

Opportunity and threats

The positive trend of growth in the economy should lead to credit growth as well. The sluggish business environment has proven to be tough for NBFCs. This can be attributed to stagnation in infrastructural development, stunted growth, impulsive law making, bad political environment, and distressed business.

The revised regulatory framework of RBI is designed to focus supervisory attention to those NBFCs which genuinely can pose risks to the financial system and bring operational freedom to smaller NBFCs. The foremost step in this direction was the revision in the threshold for systemic significance from 100 crore INR to 500 crore INR. Under the new regulatory framework, non-deposit accepting NBFCs with total assets less than 500 crore INR are considered as not being systemically important and subject to a light touch regulation. Those with total assets above 500 crore INR are considered as systemically important non-deposit accepting NBFCs and have been subjected to a more stringent set of regulations.



MANAGEMENT DISCUSSION & ANALYSIS (Contd.)

Government Initiatives

The finance minister in his Budget speech on 29 February 2016 announced the government's intention to permit FDI in all financial activities which are regulated by an Indian regulator under the automatic route.

NBFCs shall be eligible to claim tax deduction to the extent of 5% of total income on account of provision for bad and doubtful debts (NPAs). It has been a long awaited demand to treat the provision of bad debts of NBFCs at par with that of Indian banks in terms of tax deduction. This has only been moderately met as the prescribed percentage is less than that allowed for banks. However, this is a positive development for NBFCs reducing the tax outgo for them. It has provided them a much sought after relief, especially in these rising NPAs scenario. Reversal of input tax is proposed to provide additional options to banking companies, financial institutions and non-banking financial companies, with respect to nontaxable services provided by them by way of extending deposits, loans and advances. FDI will be allowed beyond the 18 specified NBFC activities under the automatic route. This move will help in promoting ease of doing business and attracting overseas investments by doing away with the need of seeking government approvals. In 2015 Union Budget, the finance minister announced that NBFCs would be considered as an eligible financial institution for SARFAESI benefits. However, the corresponding amendment in the SARFAESI Act is yet to be introduced. This move would facilitate faster liquidation of immovable assets for recovery of bad loans

Risks and Concerns

Being in the credit business, the Company is exposed to risks that are innate to the business environment which include market, credit, operational, human resource, interest, liquidity and economic risks. Further, unforeseen natural disasters and geopolitical problems may also have an adverse impact on the Company's business. The Company takes all measures to address all possible risks and mitigate them effectively.

Internal control systems

The Company has an effective internal control system to ensure reliable financial reports, operating effectiveness and overall efficiency. All its activities comply with applicable laws and regulations. The Company has adequate internal control systems proportionate with the size and nature of its business being framed in a manner which ensures optimum resource utilisation and strict compliance with all statutes. The audit committee reviews the adequacy of the internal control systems and follow-up actions are implemented immediately, if required.

Outlook

The NBFC segment is a catalyst to the economic development of the country. The RBI is constantly striving to bring necessary changes in the NBFC regulatory space to proactively provide regulatory support to the segment and also to ensure financial stability in the long run. We hope that the forthcoming changes in the pipeline will further strengthen the robustness of the NBFC sector and allow them to operate in an enabling regulatory environment.

Cautionary statement

Statements in this report on management discussion and analysis, describing the Company's objectives, estimates, expectations or predictions are all 'forward-looking statements' within the meaning of the applicable securities laws and regulations. These statements are based on certain assumptions and expectations regarding future events. The Company assumes no responsibility whatsoever to publicly amend, modify or revise any 'forward-looking statements' on the basis of any subsequent information, developments and events.



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURBASHA RESOURCES LIMITED

We have audited the accompanying standalone financial statements of PURBASHA RESOURCES LIMITED, which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, 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 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 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.

AUDITORS' 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.

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

An audit involves performing procedures to obtain audit evidence about the amounts and 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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:

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;



AUDITORS' REPORT TO THE MEMBERS OF PURBASHA RESOURCES LIMITED (Contd.)

- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date,
- (c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports we give in the Annexure 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 obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. 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.
 - c. 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.
 - d. In our opinion, the aforesaid standalone statements comply with 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 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.
 - f. 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:
 - a. There are no pending litigations which may have any financial impact on the financial statements.
 - b. The company does not have any long term contracts including derivatives contracts for which there were any material foreseeable losses,
 - c. There were no amounts required to be transferred by the Company to the Investor Education and Protection Fund.

For AHMAD & NANAWATTY

Chartered Accountants

Firm Regn. No. 322546E

Ahmer Nanawatty

Partner

Membership No. : 056041

Date : 23rd May, 2016

Place : Kolkata



ANNEXURE TO AUDITORS' REPORT

(Referred to in our report of even date)

- i) a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) In our opinion, the fixed assets have been physically verified by the management during the year and no material discrepancy has been noticed on such verification.
- c) All the title deeds of the immovable property are held in the name of the company.
- ii) The Inventory of the company has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- iii) a) The company has given unsecured loan to six parties, aggregating Rs. 314.00 lacs covered in the Register maintained under Section 189 of the Companies Act, 2013. The year end balance was 127.50 lacs.
- b) In our opinion the rate of Interest and other terms and conditions of such loans is not prima facie prejudicial to the interest of the company. There are no fixed repayment schedule of principal and interest on loans given and the entire amount is repayable on demand.
- c) The details of overdue, repayment of principal and interest are not applicable.
- iv) The Company has duly complied with the provisions of section 185 and 186 of the Companies Act, 2013 in terms of loans, securities, investments and guarantees.
- v) The company has not accepted any deposits within the meaning of the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, and rules framed there under.
- vi) To the best of our knowledge, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, for any of the products of the company
- vii) a) According to the information and explanations given to us the company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Income Tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and any other material statutory dues as applicable with the appropriate authorities.
- b) As at 31st March, 2016 according to the records of the company and the information and explanations given to us, there were no disputed amounts in case of sales tax, income tax, custom tax, wealth tax, service tax, excise duty, and cess.
- viii) According to the information and explanation given to us and based on the documents and records produced before us, the Company has not defaulted in repayment of dues to financial institutions or banks or debenture holders.
- ix) No term loans was taken by the company, hence, this clause is not applicable.



ANNEXURE TO AUDITORS' REPORT (Contd.)

- x) There has been no fraud reported by the company or any of its officers during the year.
- xi) In our opinion and according to the information and explanation given to us, managerial remuneration has been paid in accordance with the requisite approvals mandated by provisions and Schedules of the Companies Act.
- xii) The company is not a Nidhi company and hence reporting under clause 3(xii) of the order is not applicable.
- xiii) In our opinion and according to the information and explanation given to us, the company is in compliance with section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv) During the year, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the order is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with its Directors or persons connected to its directors and hence provision of section 192 are not applicable.
- xvi) The Company is an NBFC company and registered under Section 45-I of the Reserve Bank of India Act, 1934.

For AHMAD & NANAWATTY
Chartered Accountants
Firm Regn. No. 322546E

Ahmer Nanawatty
Partner

Membership No. : 056041

Date : 23rd May, 2016

Place : Kolkata



BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	As at 31 March, 2016 (Rs.)	At at 31 March, 2015 (Rs.)
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	2	30,010,000	30,010,000
(b) Reserves and surplus	3	41,710,027	40,210,930
		<u>71,720,027</u>	<u>70,220,930</u>
2. Current liabilities			
(a) Trade payables	5	40,305	30,000
(b) Short term provisions	6	-	-
		<u>40,305</u>	<u>30,000</u>
TOTAL		<u>71,760,332</u>	<u>70,250,930</u>
B. ASSETS			
1. Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	559,244	661,294
(b) Non-current investments	8	9,932,379	9,934,174
(c) Deferred tax assets (net)	4	918,818	838,417
(d) Long-term loans and advances	9	4,774,408	4,774,405
		<u>16,184,849</u>	<u>16,208,595</u>
2. Current assets			
(a) Inventories		15,900,844	45,626,984
(b) Trade receivables	10	24,536,000	4,200,000
(c) Cash and cash equivalents	11	1,140,385	2,515,541
(d) Short-term loans and advances	12	13,998,254	1,699,812
		<u>55,575,483</u>	<u>54,042,337</u>
TOTAL		<u>71,760,332</u>	<u>70,250,930</u>
Significant Accounting Policies	1		
See accompanying notes forming part of the financial statements	17		

In terms of our report attached.
For **AHMAD & NANAWATTY**
Chartered Accountants
Firm Registration No. 322546E
Ahmer Nanawatty
Partner
Membership No. 056041
Date : May 23, 2016
Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA
RACHNA SINGH

Directors

Company Secretary


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

<u>Particulars</u>	Note No.	For the year ended 31 March, 2016 (Rs.)	For the year ended 31 March, 2015 (Rs.)
1. Revenue from operations	13	33,362,524	6,904,916
Revenue from operations		33,362,524	6,904,916
2. Expenses			
(a) Purchases		737,621	4,191,813
(b) (Increase)/Decreases in inventories of stock-in-trade	14	29,685,260	(200,641)
(c) Employee benefits expense	15	618,100	479,706
(d) Other expenses	16	472,826	571,214
Total		31,513,807	5,042,092
3. Earnings before interest, tax, depreciation and amortisation (EBITDA)		1,848,717	1,862,824
4. Depreciation and amortisation expense	7	124,462	118,252
5. Profit before tax		1,724,255	1,744,572
6. Tax expense :			
(a) Current tax expense for current year		253,528	276,316
(b) Tax expenses for earlier years		52,031	39,677
(c) Deferred tax		(80,401)	(209,213)
		225,158	106,780
7. Profit from operations		1,499,097	1,637,792
8. Profit for the year		1,499,097	1,637,792
9. Earnings per share (of Rs.10/- each) :			
Basic and Diluted	17.3	0.50	0.55
See accompanying notes forming part of the financial statements	17		

In terms of our report attached.

For AHMAD & NANAWATTY

Chartered Accountants

Firm Registration No. 322546E

Ahmer Nanawatty

Partner

Membership No. 056041

Date : May 23, 2016

Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA

Directors

RACHNA SINGH

Company Secretary



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

Particulars	For the year ended 31 March, 2016		For the year ended 31 March, 2015	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Net Profit/(Loss) before extraordinary items and tax		1,724,255		1,744,572
Adjustments for :				
Depreciation and amortisation	124,462		118,252	
Dividend Received	(393,746)		(294,477)	
Interest income	(496,691)		(599,063)	
(Profit) / loss on sale/write off of assets & Investments	(759,474)		(1,163,928)	
		<u>(1,525,449)</u>		<u>(1,939,216)</u>
Operating profit/(loss) before working capital changes		<u>198,806</u>		<u>(194,644)</u>
Changes in working capital :				
Adjustments for (increase)/decrease in operating assets:				
(increase)/decrease in Inventories	29,685,260		(200,641)	
(Increase)/decrease in Trade receivables	(20,336,000)		(4,000,000)	
(Increase)/decrease in Short-term loans and advances	(12,184,212)		3,110,863	
(Increase)/decrease in Long-term loans and advances	-		-	
		<u>(2,834,952)</u>		<u>(1,089,778)</u>
Adjustments for increase/(decrease) in operating liabilities:				
Increase/(decrease) in Trade payables	10,305		(10,000)	
Increase/(decrease) in Other current liabilities	-		-	
Increase/(decrease) in Long Term Liabilities	-		-	
		<u>10,305</u>		<u>(10,000)</u>
Cash generated from operations		<u>2,625,841</u>		<u>(1,294,422)</u>
Net income tax (paid)/refunds		(419,789)		(722,917)
Net cash flow from/(used in) operating activities (A)		<u>(3,045,630)</u>		<u>(2,017,339)</u>
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(22,412)		-	
Investments (purchased)/sold -net	802,449		(827,272)	
Dividend received	393,746		294,477	
Interest received	496,691		599,063	
	<u>1,670,474</u>		<u>66,268</u>	
Net cash flow from/(used in) investing activities (B)		<u>1,670,474</u>		<u>66,268</u>
Net increase/(decrease) in Cash and cash equivalents (A+B)		<u>(1,375,156)</u>		<u>(1,951,071)</u>
Cash and cash equivalents at the beginning of the year		<u>2,515,541</u>		<u>4,466,612</u>
Cash and cash equivalents at the end of the year		<u>1,140,385</u>		<u>2,515,541</u>
Cash and cash equivalents at the end of the year				
(a) Cash on hand		<u>35,203</u>		<u>228,997</u>
(b) Cash at Bank in current accounts		<u>1,105,182</u>		<u>2,286,544</u>
		<u>1,140,385</u>		<u>2,515,541</u>

Notes : See accompanying notes forming part of the financial statements

In terms of our report attached.

For AHMAD & NANAWATTY
Chartered Accountants
Firm Registration No. 322546E
Ahmer Nanawatty
Partner
Membership No. 056041

Date : May 23, 2016
Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA } Directors

RACHNA SINGH } Company Secretary



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note Particulars

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

1.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

1.3 Depreciation and amortisation

Depreciation has been provided on the Straight Line method based on the useful life of the asset as prescribed in Schedule II of the Companies Act, 2013.

Assets costing less than Rs 5,000 each are charged straight to the Profit & Loss Statement in the year of purchase.

1.4 Revenue recognition

Income

In respect of derivative contracts gains/losses on settlement are recognised in the profit and loss statement.

Interest income is accounted on accrual basis. Dividend is accounted for in the year of receipt.

1.5 Investments

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

1.6 Inventories

Inventories are valued at the lower of cost and the net realisable value.

1.7 Tangible 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. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. 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.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

1.8 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 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 items 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

1.9 Impairment of assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

1.10 Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

NOTE : 2 SHARE CAPITAL

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
Equity shares of Rs. 10/- each with voting rights	3,300,000	33,000,000	3,300,000	33,000,000
Non-Cum Preference Shares of Rs.100/- each	20,000	2,000,000	20,000	2,000,000
Total	3,320,000	35,000,000	3,320,000	35,000,000
(b) Issued, Subscribed and fully paid up				
Equity shares of Rs. 10/- each with voting rights	3,001,000	30,010,000	3,001,000	30,010,000
Total	3,001,000	30,010,000	3,001,000	30,010,000



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Notes :

Particulars

	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Amount Rs.	Number of shares	Amount Rs.
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:				
a) Equity shares				
Opening Balance at the beginning of the reporting year	3,001,000	30,010,000	3,001,000	30,010,000
Movement during the reporting year	-	-	-	-
Closing Balance at the end of the reporting year	3,001,000	30,010,000	3,001,000	30,010,000

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder

	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Purbasha Foods Private Limited	790,000	26.32%	790,000	26.32%
Vikash Agarwal Binjrajka	170,000	5.66%	170,000	5.66%

NOTE : 3 RESERVES AND SURPLUS

Particulars

	As at 31 March, 2016	As at 31 March, 2015
(a) Capital Redemption reserve		
Opening balance	2,000,000	2,000,000
Add : Additions during the year	-	-
Closing balance	2,000,000	2,000,000
(b) General Reserve		
Opening balance	23,000,000	22,000,000
Add: Additions during the year	1,000,000	1,000,000
Closing balance	24,000,000	23,000,000
(c) Statutory Reserve		
Opening balance	8,199,798	7,872,240
Add: Additions during the year	299,819	327,558
Closing balance	8,499,617	8,199,798
(d) Surplus in Statement of Profit and Loss		
Opening balance	7,011,132	6,787,449
Add : Profit for the year	1,499,097	1,637,792
	8,510,229	8,425,241
Less : Transfers to General Reserve	1,000,000	1,000,000
Less : Adjustments relating to Fixed Assets	-	86,551
Less : Transfers to Statutory Reserve	299,819	327,558
Closing balance	7,210,410	7,011,132
Total	41,710,027	40,210,930



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 4 DEFERRED TAX LIABILITIES

<u>Particulars</u>	<u>As at 31 March, 2016 Rs.</u>	<u>As at 31 March, 2015 Rs.</u>
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	7,300	4,300
Tax effect of items constituting deferred tax liability	7,300	4,300
<u>Tax effect of items constituting deferred tax assets</u>		
Brought forward business losses	-	-
MAT credit available	911,518	834,117
Tax effect of items constituting deferred tax assets	911,518	834,117
Net deferred tax (liability) / asset	918,818	838,417

NOTE : 5 TRADE PAYABLES

<u>Particulars</u>	<u>As at 31 March, 2016</u>	<u>As at 31 March, 2015</u>
Trade payables :		
Due to micro and small enterprises	-	-
Others	40,305	30,000
Total	40,305	30,000

NOTE : 6 SHORT TERM PROVISIONS

<u>Particulars</u>	<u>As at 31 March, 2016</u>	<u>As at 31 March, 2015</u>
Provision for Tax (Net of taxes paid)	-	-
Total	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 7 FIXED ASSETS

Tangible assets	Gross Block				
	Balance as at 1 April, 2015	Additions	Disposal	Other adjustments	Balance as at 31 March, 2016
	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipment	60,763	22,412	-	-	83,175
Vehicles	1,462,068	-	-	-	1,462,068
Total	1,522,831	22,412	-	-	1,545,243
Previous year	1,522,831	-	-	-	1,522,831

NOTE : 7 FIXED ASSETS (contd.)

Tangible assets	Accumulated depreciation and impairment				Net Block	
	Balance as at 1 April, 2015	Charge for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipment	30,509	12,875	-	43,384	39,791	30,254
Vehicles	831,028	111,587	-	942,615	519,453	631,040
Total	861,537	124,462	-	985,999	559,244	661,294
Previous year	656,734	118,252	86,551	861,537	661,294	



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 8 NON-CURRENT INVESTMENTS

Particulars	Face Value	As at 31 March, 2016		As at 31 March, 2015	
		No. of shares	Total	No. of shares	Total
			Rs.		Rs.
Investments - Non Trade - (At cost) : Quoted					
(a) Investment in equity instruments					
Bajaj Holdings Limited	10	200	101,231	200	101,231
Bharat Earth Movers Ltd	10	500	69,243	500	69,243
Britannia Industries Ltd	2	12,130	1,401,111	12,130	1,401,111
Cimmco Ltd.	10	1,000	14,000	1,000	14,000
East India Hotels Ltd	2	527	34,782	527	34,782
Firstsource solutions Ltd	10	5,000	47,500	5,000	47,500
Gateway Distriparks Ltd	10	625	78,125	625	78,125
Gujrat Heavy Chemicals Ltd	10	3,900	109,200	3,900	109,200
Hindustan Corporation Company Ltd	1	6,000	84,000	6,000	84,000
Hawkins Cooker Ltd	10	50	30,141	50	30,141
Hercules Hoist. Ltd	1	8,000	269,888	8,000	269,888
ICRA Ltd	10	50	50,450	50	50,450
Indian Base Metals Co. Ltd	10	100,000	200,000	100,000	200,000
Indian Hume Pipes Ltd	2	1,500	88,694	1,500	88,694
Infosys Ltd	5	400	222,745	100	222,745
Karnataka Bank Ltd	10	6,000	454,000	6,000	454,000
Kotak Mahindra bank Ltd	5	400	108,600	200	108,600
KRBL limited	1	500	7,125	5,000	71,250
LIC Housing Finance Limited	2	500	112,500	500	112,500
Lupin Ltd	2	500	38,573	500	38,573
Infoedge (India) Ltd	10	1,000	156,727	1,000	156,727
Polyplex Corporation Ltd	10	2,900	475,600	2,900	475,600
Ranbaxy Laboratories Ltd.	5	-	-	200	35,200
Shree Cement Ltd.	10	300	628,879	300	628,879
Siemens Ltd	2	100	55,000	100	55,000
Star Ferro & Cement Ltd	1	2,000	40,880	-	-
Sun Pharmaceuticals Industries Ltd.	1	2,160	153,010	2,000	117,810
Sun Pharmaceuticals Advanced Research company Ltd.	1	1,200	81,131	1,200	81,131
Tech Mahindra Limited	10	468	117,550	468	117,550
Tata Motors Limited	2	547	40,950	500	19,800
Titan Industries limited	1	120	450	120	450
United Spirits Ltd	10	1,000	2,160,294	1,000	2,160,294
Sub Total -		159,577	7,432,379	161,570	7,434,474
Investments - Non Trade- (At cost): Unquoted					
(b) Investment in equity instruments-Subsidiaries					
Kotiratan Textiles Limited	10	50,000	500,000	50,000	500,000
Ersa Pharma Traders Limited	10	50,000	500,000	50,000	500,000
Ersa Textile Traders Limited	10	50,000	500,000	50,000	500,000
Nirmalkunj Agritech Limited	10	50,000	500,000	50,000	500,000
Nityadhara Sarees Limited	10	50,000	500,000	50,000	500,000
Sub Total -					
Total		250,000	2,500,000	250,000	2,500,000
Aggregate Market Value of Quoted non current Investments			49,457,805		45,564,974
Aggregate Market Value of Unquoted non current Investments			2,500,000		2,500,000



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 9 LONG-TERM LOANS AND ADVANCES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
(a) Security Deposits	85,990	85,990
(b) Others	4,688,418	4,688,418
Total	4,774,408	4,774,408

NOTE : 10 TRADE RECEIVABLES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
Other Trade receivables Unsecured, considered good	24,536,000	4,200,000
Total	24,536,000	4,200,000

NOTE : 11 CASH AND CASH EQUIVALENTS

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
(a) Cash on hand / Cheques on hand	35,203	228,997
(b) Balances with banks	1,105,182	2,286,544
(i) In current accounts		
Total	1,140,385	2,515,541

Of the above, the balances that meet the definition of cash and cash equivalents as per AS 3 Cash Flow Statements is

1,140,385 2,515,541

NOTE : 12 SHORT-TERM LOANS AND ADVANCES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
Unsecured, considered good		
a) Loans and Advances to related Party	12,750,000	506,947
b) Inter Corporate Deposits	1,036,099	1,000,000
c) Advance Income Tax (net of provisions)	212,155	97,925
d) Others	-	94,940
Total	13,998,254	1,699,812

Note : Short-term loans and advances include amounts due from :

a) Ersa Pharma Traders Limited	600,000	-
b) Ersa Textiles Traders Limited	1,950,000	-
c) Kotiratan Textiles Limited	1,000,000	-
d) Nirmalkunj Agritech Limited	1,900,000	-
e) Nityadhara Sarees Limited	7,300,000	-
f) Express Brewery Pvt Ltd	-	506,947
Total	12,750,000	506,947



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 13 REVENUE FROM OPERATIONS

<u>Particulars</u>	For the year ended 31 March, 2016 Rs.	For the year ended 31 March, 2015 Rs.
(a) Revenue from operations (Refer Note (i) below)	33,362,524	6,904,916
Total	33,362,524	6,904,916
(i) Revenue from operations comprises :		
Sales of securities	31,712,613	4,847,448
Interest (Refer Note below)	496,691	599,063
Dividend	393,746	294,477
Profit from sale of Investments	759,474	1,163,928
Total	33,362,524	6,904,916
Interest comprises of :		
Interest on Loans & Advances	494,888	599,063
Interest on Debentures	1,070	-
Interest on Income Tax Refund	733	-
Total	496,691	599,063

NOTE : 14 CHANGES IN INVENTORIES

<u>Particulars</u>		
<u>Inventories at the end of the year :</u>		
Shares & Securities	15,900,844	45,626,984
	<u>15,900,844</u>	<u>45,626,984</u>
<u>Inventories at the beginning of the year :</u>		
Shares & Securities	45,626,984	47,607,511
Less : Transferred to Investment	(40,880)	(2,181,168)
	<u>45,586,104</u>	<u>45,426,343</u>
Net (increase) / decrease	29,685,260	(200,641)

NOTE : 15 EMPLOYEE BENEFITS EXPENSE

Salaries and wages	618,100	479,706
Total	618,100	479,706

NOTE : 16 OTHER EXPENSES

Rent	115,200	115,200
Repairs and maintenance	61,402	20,353
Insurance	13,451	15,851
Rates and taxes	4,400	5,282
Professional Fees	-	196,630
Listing fees	60,650	37,073
Miscellaneous	187,723	150,820
Payments to auditors (Refer Note (i) below)	30,000	30,000
Total	472,826	571,214

Notes :

(i) Payments to the auditors comprises		
As auditors - Audit fees	20,000	20,000
As auditors - Internal Audit Fees	10,000	10,000
Total	30,000	30,000



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE : 17 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

Note Particulars

17.1 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006
Amounts Dues to Micro and Small Enterprises as at the year end is Rs. NIL
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

17.2 Related party transactions

17.2.a Details of related parties :

Description of relationship	Names of related parties
Key Management Personnel	Vikash Agarwal Binrajka
Subsidiaries	Ersa Pharma Traders Limited Ersa Textiles Traders Limited Kotiratan Textiles Limited Nityadhara Sarees Limited Nirmalkunj Agritech Limited
Associates	Geo Nutri Foods Pvt.Ltd (till 10.03.2016) Epic Alloy Steel Pvt.Ltd, (till 10.03.2016) Epic Marketing Company Pvt.Ltd. (till 10.03.2016) Vihar Vanijya Pvt.Ltd (till 27.10.2015)
Entities in which KMP\relative of KMP has significant influence	Eastern Agro Foods Private Limited Epic Agro Products Private Limited Purbasha Lefin & Resources Limited Optimize IT Systems Pvt.Ltd. Express Brewery Pvt.Ltd. Gravure Printing & Processing Industries, Oriental Cardboard Box & Tube Mfg.Co.

Note : Related parties have been identified by the Management.

17.2.b Details of related party transactions during the year ended 31 March, 2016 and balances outstanding as at 31 March, 2016 :

Rs. in lakhs

	Relationship	31 March, 2016	31 March, 2015	
1	Remuneration Vikash Agarwal Binrajka	KMP	3.60	3.60
2	Rent paid Purbasha Lefin & Resources Ltd Gravure Printing & Processing Industries Oriental Cardboard manufacturing	Entity in which KMP has interest Entity in which KMP has interest Entity in which KMP has interest	0.38 0.38 0.39	0.38 0.38 0.39
3	Loans given Ersa Pharma Traders Ltd Ersa Textiles Traders Ltd Kotiratan Textiles Ltd Nirmalkunj Agritech Ltd Nityadhara Sarees Ltd Epic Alloy Steel Pvt Ltd Express Brewery Pvt Ltd Optimize IT Systems Pvt Ltd	Subsidiary Subsidiary Subsidiary Subsidiary Subsidiary Associate Entity in which KMP has interest Entity in which KMP has interest	6.00 19.50 10.00 19.00 77.00 182.50 - -	- - - - - 59.00 7.00 18.00



	Relationship	31 March, 2016	31 March, 2015
4 Loans given received			
Epic Alloy Steel Pvt Ltd	Associate	186.50	85.05
Express Brewery Pvt Ltd	Entity in which KMP has interest	5.07	16.00
Optimize IT Systems Pvt Ltd	Entity in which KMP has interest		18.00
5 Interest received			
Epic Alloy Steel Pvt Ltd	Associate	3.75	2.47
Express Brewery Pvt Ltd	Entity in which KMP has interest	-	0.86
Optimize IT Systems Pvt Ltd	Entity in which KMP has interest	-	0.81
6 Purchase of shares in associates/ subsidiaries			
Ersa Pharma Traders Ltd	Subsidiary	-	5.00
Ersa Textiles Traders Ltd	Subsidiary	-	5.00
Kotiratan Textiles Ltd	Subsidiary	-	5.00
Nirmalkunj Agritech Ltd	Subsidiary	-	3.00
Nityadhara Sarees Ltd	Subsidiary	-	5.00
Epic Marketing Co Pvt Ltd	Associate	-	8.86
Geo Nutri Foods Pvt Ltd	Associate	-	20.00
7 Sale of shares in associates/subsidiaries			
Epic Marketing Co Pvt Ltd	Associate	8.86	-
Geo Nutri Foods Pvt Ltd	Associate	20.00	-
Vihar Vanijya Pvt Ltd	Associate	8.24	-
Epic Alloy Steel Pvt Ltd	Associate	21.50	-
Epic Agro Products Pvt Ltd	Entity in which KMP\relative of KMP has interest	97.00	-
Eastern Agro Foods Pvt Ltd	Entity in which KMP\relative of KMP has interest	99.00	-
8 Balances outstanding at the end of the year			
Investment in shares held			
Ersa Pharma Traders Ltd	Subsidiary	5.00	-
Ersa Textiles Traders Ltd	Subsidiary	5.00	-
Kotiratan Textiles Ltd	Subsidiary	5.00	-
Nirmalkunj Agritech Ltd	Subsidiary	5.00	-
Nityadhara Sarees Ltd	Subsidiary	5.00	-
Epic Alloy Steel Pvt Ltd	Associate	140.00	161.50
Epic Marketing Co Pvt Ltd	Associate	-	8.86
Geo Nutri Foods Pvt Ltd	Associate	-	20.00
Vihar Vanijya Pvt Ltd	Associate	-	9.72
Epic Agro Products Pvt Ltd	Entity in which KMP\relative of KMP has interest	-	97.00
Eastern Agro Foods Pvt Ltd	Entity in which KMP\relative of KMP has interest	-	60.50
9 Loans given			
Ersa Pharma Traders Ltd	Subsidiary	6.00	-
Ersa Textiles Traders Ltd	Subsidiary	19.50	-
Kotiratan Textiles Ltd	Subsidiary	10.00	-
Nirmalkunj Agritech Ltd	Subsidiary	19.00	-
Nityadhara Sarees Ltd	Subsidiary	73.00	-


NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

17.3 Earnings per share	For the year ended	For the year ended
	31 March, 2016	31 March, 2015
	Rs	Rs
<u>Basic & Diluted</u>		
Net profit for the year from operations	1,499,097	1,637,792
Net profit for the year attributable to the equity shareholders	1,499,097	1,637,792
Weighted average number of equity shares	3,001,000	3,001,000
Par value per share	10	10
Earnings per share in Rs.	0.50	0.55

17.4 Deferred Tax

The Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the book balance and the written down value of fixed assets under Income Tax.

17.5 Previous year figures

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

17.6 Segment Reporting

Segment information has been prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company

Dealing in shares and securities and Finance are the two primary business segments of the Company, information of which is presented below for the year ended 31 March, 2016.

Particulars	Dealing in shares		Finance		Unallocable		Total	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Segment Revenue	32,865,833	6,305,853	496,691	599,063	-	-	33,362,524	6,904,916
Segment results- Profit before interest & tax	2,442,952	2,314,681	496,691	599,063	(121,538)	(1,169,172)	1,724,255	1,744,572
Provision for tax	-	-	-	-	225,158	106,780	225,158	106,780
Profit after tax							1,499,097	1,637,792
Other Information								
Segment assets	50,369,223	59,761,458	18,686,672	6,290,305	2,704,437	4,101,242	71,760,332	70,153,005
Segment liabilities	-	-	-	-	40,305	30,000	40,305	30,000
Depreciation					124,462	118,252	124,462	118,252



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

17.7 Disclosure in terms of paragraph 13 of Non Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 for the financial year ended 31 March, 2016.

<u>Particulars</u>	(Rupees in Lacs)	
	<u>Amount Outstanding As at 31.03.2016</u>	<u>Amount Overdue As at 31.03.2015</u>
<u>Liabilities Side :</u>		
I Loans and Advances availed by the NBFC inclusive of interest accrued thereon but not paid		
A Debentures : Secured	Nil	Nil
: Unsecured (other than falling within the meaning of public deposits)	Nil	Nil
B Deferred Credits	Nil	Nil
C Term Loans	Nil	Nil
D Inter - Corporate loans and borrowings	Nil	Nil
E Commercial Paper	Nil	Nil
F Other Loans	Nil	Nil
<u>Assets Side :</u>		As at <u>31.03.2016</u>
II Break-up of Loans and Advance including bills receivables (Other than those included in (III) below)		
A Secured		Nil
B Unsecured		57.25
III Break-up of Leased Assets and stock on hire & hypothecation loans counting towards EL/HP activities:		
i) Lease assets including lease rentals under sundry debtors		
A) Financial Lease		Nil
B) Operating Lease		Nil
ii) Stock on hire including hire charges under sundry debtors		
A) Assets on Hire		Nil
B) Repossessed Assets		Nil
iii) Hypothecation loans counting towards EL/HP activities		
A) Loans where assets have been re-possessed		Nil
B) Loans other than (A) above.		Nil



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

		As at 31.03.2016
IV	Break-up of Investments :	
	Current Investments	
1.	Quoted	
	i) Shares : (A) Equity	19.01
	(B) Preference	Nil
	ii) Debentures and Bonds	Nil
	iii) Units of Mutual funds	Nil
	iv) Government Securities	Nil
	v) Others	Nil
2.	Unquoted	
	i) Shares : (A) Equity	140.00
	(B) Preference	-
	ii) Debentures and Bonds	Nil
	iii) Units of Mutual funds	Nil
	iv) Government Securities	Nil
	v) Others	Nil
	Long Term Investments	
1.	Quoted	
	i) Shares : (A) Equity	74.32
	(B) Preference	Nil
	ii) Debentures and Bonds	Nil
	iii) Units of Mutual funds	Nil
	iv) Government Securities	Nil
	v) Others	Nil
2.	Unquoted	
	i) Shares: (A) Equity	25.00
	(B) Preference	Nil
	ii) Debentures and Bonds	Nil
	iii) Units of Mutual funds	Nil
	iv) Government Securities	Nil
	v) Others	Nil



NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

V Borrower group wise classification of all leased assets, stock on hire and loans and advances :

A	Category	Amount Net of Provisions		
		Secured	Unsecured	Total
1	Related Parties			
	A) Subsidiaries	—	—	—
	B) Companies in the same group	—	127.50	127.50
	C) Other related parties	—	—	—
2	Other than related parties	—	57.25	57.25
	Total	—	184.75	184.75

VI Investor groupwise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

	Market value/Break up or fair value or NAV	Book value (Net of provision)
1. Related Parties		
A) Subsidiaries	25.00	25.00
B) Companies in the same group	140.00	140.00
C) Other related parties	—	—
2 Other than related parties	22.47	93.33
Total	187.47	258.33

		Amount (Rs.)
	Gross Non Performing Assets	
1	A) Related Parties	—
	B) Other than Related Parties	—
2	Net Non Performing Assets	
	A) Related Parties	—
	B) Other than Related Parties	—
3	Assets acquired in satisfaction of debt	—

In terms of our report attached.

For **AHMAD & NANAWATTY**

Chartered Accountants

Firm Registration No. 322546E

Ahmer Nanawatty

Partner

Membership No. 056041

Date : May 23, 2016

Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA

Directors

RACHNA SINGH

Company Secretary



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURBASHA RESOURCES LIMITED

TO THE BOARD OF DIRECTORS OF PURBASHA RESOURCES LIMITED

We have audited the accompanying consolidated financial statements of **PURBASHA RESOURCES LIMITED** ("the company"), its subsidiaries and associates (collectively known as "the group"), which comprise the Consolidated Balance Sheet as at March 31, 2016, the Consolidated statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the company in accordance with accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, 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 control relevant to the Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the consolidated balance sheet, of the state of affairs of the Group as at March 31, 2016;



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURBASHA RESOURCES LIMITED (Contd.)

- (b) In the case of the consolidated statement of profit and loss, of the profit for the year ended on that date;
- (c) In the case of consolidated cash flow statement, of the Cash Flows for the year ended on that date.

OTHER MATTER

- (a) The financial statements and other financial information of its subsidiaries have been prepared in accordance with the generally accepted accounting principles, disclosure requirements applicable to consolidated financial statements under the generally accepted accounting principles in India.
- (b) The financial statements of the subsidiaries were audited by us whose financial statements reflect total asset of Rs.430.03 lacs as at 31st March,2016, total revenues of Rs.10.61 lacs for the year ended on that date.
- (c) We did not audit the financial statements and other financial information of certain associates. These associates account for 64.25% of the total profit of the Group as shown in these consolidated financial statements. These financial statements and financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it related to the amounts and disclosures included in respect of the associates and our report in terms of section 143(3) of the Act, in so far as it relates to the associates, is based on such unaudited financial statements and financial information and explanations given to us by the Management

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. 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 purpose of our audit of the aforesaid consolidated 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 appears from our examination of those books and reports.
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the 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 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 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 other statutory auditors, none of the directors of any such companies are disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURBASHA RESOURCES LIMITED (Contd.)

- f. With respect to the adequacy of the internal financial controls over financial reporting of the Holding company and subsidiaries and the operating effectiveness of such controls, refer to our separate report in **Annexure - A**.
- 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 :
- a. There are no pending litigations which may have any financial impact on the consolidated financial statements.
 - b. The Group does not have any long term contracts including derivatives contracts for which there were any material foreseeable losses;
 - c. There were no amounts required to be transferred by the Group to the Investor Education and Protection Fund.

For AHMAD & NANAWATTY
Chartered Accountants
Firm Regn. No. 322546E

Ahmer Nanawatty
Partner
Membership No. : 056041

Date : 16th August, 2016
Place : Kolkata



ANNEXURE - A TO AUDITS' REPORT

(Refer to in paragraph 7(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 Holding Company as of and for the year ended 31 March, 2016, we have audited the internal financial controls over financial reporting of the Holding Company, its subsidiaries and associate companies together referred to as "the Group" which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 adverse audit opinion on the Group'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



ANNEXURE - A TO AUDITS' REPORT (Contd.)

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 Group company has, in all material respects and adequate internal financial control system over financial reporting and such internal financial control 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 AHMAD & NANAWATTY
Chartered Accountants
Firm Regn. No. 322546E

Ahmer Nanawatty
Partner

Membership No. : 056041

Date : 16th August, 2016
Place : Kolkata



CONSOLIDATED BALANCE SHEET AS AT 31 MARCH, 2016

Particulars	Note No.	As at	At at
		31 March, 2016 (Rs.)	31 March, 2015 (Rs.)
A. EQUITY AND LIABILITIES			
1. Shareholders' funds			
(a) Share capital	2	30,010,000	30,010,000
(b) Reserves and surplus	3	46,711,528	50,308,901
		<u>76,721,528</u>	<u>80,318,901</u>
2. Current liabilities			
(a) Trade payables	5	27,881,285	195,055
(b) Short term provisions	6	-	-
		<u>27,881,285</u>	<u>195,055</u>
TOTAL		<u>104,602,813</u>	<u>80,513,956</u>
B. ASSETS			
1. Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	559,244	661,294
(b) Non-current investments	8	70,152,742	7,434,474
(c) Deferred tax assets (net)	4	932,731	880,633
(d) Long-term loans and advances	9	4,774,408	4,774,408
		<u>76,419,125</u>	<u>13,750,809</u>
2. Current assets			
(a) Inventories	10	15,900,844	55,847,794
(b) Trade receivables	11	24,536,000	4,200,000
(c) Cash and cash equivalents	12	(13,488,302)	5,015,541
(d) Short-term loans and advances	13	1,235,146	1,699,812
		<u>28,183,688</u>	<u>66,763,147</u>
TOTAL		<u>104,602,813</u>	<u>80,513,956</u>
Significant Accounting Policies	1		
See accompanying notes forming part of the financial statements	18		

Particulars
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In terms of our report attached.
For **AHMAD & NANAWATTY**
Chartered Accountants
Firm Registration No. 322546E
Ahmer Nanawatty
Partner
Membership No. 056041
Date : August 16, 2016
Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA } Directors
RACHNA SINGH Company Secretary



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

Particulars	Note No.	For the year ended 31 March, 2016 (Rs.)	For the year ended 31 March, 2015 (Rs.)
1. Revenue from operations	14	34,424,420	6,904,916
Revenue from operations		<u>34,424,420</u>	<u>6,904,916</u>
2. Expenses			
(a) Purchases		1,709,776	4,191,813
(b) (Increase)/Decreases in inventories of stock-in-trade	15	29,685,260	(200,641)
(c) Employee benefits expense	16	618,100	479,706
(d) Other expenses	17	499,299	736,269
	Total	<u>32,512,435</u>	<u>5,207,147</u>
3. Earnings before interest, tax, depreciation and amortisation (EBITDA)		1,911,985	1,697,769
4. Depreciation and amortisation expense	7	124,462	118,252
5. Profit before tax		<u>1,787,523</u>	<u>1,579,517</u>
6. Tax expense :			
(a) Current tax expense for current year		266,636	276,316
(b) Tax expenses for earlier years		52,031	39,677
(c) Deferred tax		(52,098)	(251,429)
		<u>266,569</u>	<u>64,564</u>
7. Profit for the year before share of profit/(loss) of associates (net)		1,520,945	1,514,953
Share of net profit / (loss) of associates		<u>5,102,483</u>	<u>10,220,810</u>
8. Profit for the year		<u>6,623,437</u>	<u>11,735,763</u>
9. Earnings per share (of Rs.10/- each) :			
Basic and Diluted	18.3	2.21	3.91
See accompanying notes forming part of the financial statements	18		

In terms of our report attached.
For AHMAD & NANAWATTY
Chartered Accountants

Firm Registration No. 322546E

Ahmer Nanawatty

Partner

Membership No. 056041

Date : August 16, 2016

Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA

Directors

RACHNA SINGH

Company Secretary



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

Particulars	For the year ended 31 March, 2016		For the year ended 31 March, 2015	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Net Profit/(Loss) before extraordinary items and tax		1,787,523		1,579,517
Adjustments for :				
Depreciation and amortisation	124,462		118,252	
Dividend Received	(393,746)		(294,477)	
Interest income	(496,691)		(599,063)	
(Profit) / loss on sale/write off of assets & Investments	(759,474)		(1,163,928)	
		(1,525,449)		(1,939,216)
Operating profit/(loss) before working capital changes		262,074		(359,699)
Changes in working capital :				
Adjustments for (increase)/decrease in operating assets:				
(Increase)/decrease in Inventories	29,685,260		(200,641)	
(Increase)/decrease in Trade receivables	(20,336,000)		(4,000,000)	
(Increase)/decrease in Short-term loans and advances	565,788		3,110,863	
(Increase)/decrease in Long-term loans and advances	-		-	
		9,915,048		(1,089,778)
Adjustments for increase/(decrease) in operating liabilities:				
Increase/(decrease) in Trade payables	27,686,230		155,055	
Increase/(decrease) in Other current liabilities	-		-	
Increase/(decrease) in Long Term Liabilities	-		-	
		27,686,230		155,055
Cash generated from operations		37,863,352		(1,294,422)
Net income tax (paid)/refunds		(419,789)		(722,917)
Net cash flow from/(used in) operating activities (A)		37,443,563		(2,017,339)
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(22,412)		-	
Investments (purchased)/sold -net	(56,815,431)		1,672,728	
Dividend received	393,746		294,477	
Interest received	496,691		599,063	
	(55,947,406)		2,566,268	
Net cash flow from/(used in) investing activities (B)		(55,947,406)		2,566,268
Net increase/(decrease) in Cash and cash equivalents (A+B)		(18,503,843)		548,929
Cash and cash equivalents at the beginning of the year		5,015,541		4,466,612
Cash and cash equivalents at the end of the year		(13,488,302)		5,015,541
Cash and cash equivalents at the end of the year				
(a) Cash on hand		247,610		728,997
(b) Cash at Bank In current accounts		(13,735,912)		2,286,544
		(13,488,302)		5,015,541

Notes : See accompanying notes forming part of the financial statements

In terms of our report attached.

For AHMAD & NANAWATTY

Chartered Accountants

Firm Registration No. 322546E

Ahmer Nanawatty

Partner

Membership No. 056041

Date : August 16, 2016

Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA

Directors

RACHNA SINGH

Company Secretary



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note Particulars

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 'Basis of accounting and preparation of consolidated financial statements

The Consolidated financial statements relate to Purbasha Resources Limited and its subsidiaries and associates. The consolidated financial statements have been prepared in accordance with Accounting Standards 21 - " Consolidated Financial Statements" and Accounting Standard 23 - " Accounting for Investments in Associates in Consolidated Financial Statements" prescribed u/s 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Consolidated Financial statements are prepared by adopting uniform accounting policies between the group companies for like transaction and other events in similar circumstances and are presented to the extent possible, in the same manner as the companies separate financial statements.

1.2 Subsidiaries and associate companies considered in the consolidated financial statements

Name of the Company	Proportion of interest(in %)
Subsidiary companies :	
Ersa Pharma Traders Limited	100
Ersa Textiles Traders Limited	100
Nityadhara Sarees Limited	100
Virmalkunj Agritech Limited	100
Kotiratan Textiles Limited	100
Associate Companies :	
Geo Nutri Foods Pvt.Ltd (till 10.03.16)	42.55
Epic Alloy Steel Pvt.Ltd (till 10.03.16)	22.86
Epic Marketing Company Pvt.Ltd. (till 10.03.16)	28.52
Vihar Vanijya Pvt.Ltd (till 27.10.15)	31.78
The following companies have also been considered for consolidation Associates of Wholly owned Subsidiaries:	
Brajdharm Mercantile Pvt Ltd	22.52
Epic Marketing Co. Pvt Ltd	31.73
Block Deal Advisory Services Pvt Ltd	49.45
Hi Value Developers Pvt Ltd	36.36
Manas Mercantile Pvt Ltd	49.09
Tease Mercantile Pvt Ltd	46.22
Brajbadham Vanijya Pvt Ltd	49.32
Vidrik Realty Pvt Ltd	30.06

These consolidated financial statements have been prepared by consolidation of the financial statements of the company and its subsidiaries on a line-by-line basis after fully eliminating inter company transactions.

1.3 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

1.4 Depreciation and amortisation

Depreciation has been provided on the Straight Line method based on the useful life of the asset as prescribed in Schedule II of the Companies Act, 2013.

Assets costing less than Rs 5,000 each are charged straight to the Profit & Loss Statement in the year of purchase.

1.5 Revenue recognition

Income

In respect of derivative contracts gains/losses on settlement are recognised in the profit and loss statement.

Interest income is accounted on accrual basis. Dividend is accounted for in the year of receipt.

1.6 Investments

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

1.7 Inventories

Inventories are valued at the lower of cost and the net realisable value.

1.8 Tangible 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. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. 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.

1.9 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.

2.0 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 other items only to the extent that reasonable



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

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 items 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

2.1 Impairment of assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

2.2 Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

NOTE : 2 SHARE CAPITAL

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
Equity shares of Rs. 10/- each with voting rights	3,300,000	33,000,000	3,300,000	33,000,000
Non-Cum Preference Shares of Rs. 100/- each	20,000	2,000,000	20,000	2,000,000
Total	3,320,000	35,000,000	3,320,000	35,000,000
(b) Issued, Subscribed and fully paid up				
Equity shares of Rs. 10/- each with voting rights	3,001,000	30,010,000	3,001,000	30,010,000
Total	3,001,000	30,010,000	3,001,000	30,010,000



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

Notes :

Particulars

	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Amount Rs.	Number of shares	Amount Rs.
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period :				
a) Equity shares				
Opening Balance at the beginning of the reporting year	3,001,000	30,010,000	3,001,000	30,010,000
Movement during the reporting year	-	-	-	-
Closing Balance at the end of the reporting year	3,001,000	30,010,000	3,001,000	30,010,000
(ii) Details of shares held by each shareholder holding more than 5% shares:				
Class of shares / Name of shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Purbasha Foods Private Limited	790,000	26.32%	790,000	26.32%
Vikash Agarwal Binrajka	170,000	5.66%	170,000	5.66%

NOTE : 3 RESERVES AND SURPLUS

Particulars

	As at 31 March, 2016	As at 31 March, 2015
(a) Capital Redemption reserve		
Opening balance	2,000,000	2,000,000
Add : Additions during the year	-	-
Closing balance	2,000,000	2,000,000
(b) General Reserve		
Opening balance	23,000,000	22,000,000
Add : Additions during the year	1,000,000	1,000,000
Closing balance	24,000,000	23,000,000
(c) Statutory Reserve		
Opening balance	8,199,798	7,872,240
Add : Additions during the year	299,819	327,558
Closing balance	8,499,617	8,199,798
(d) Surplus in Statement of Profit and Loss		
Opening balance	17,109,103	6,787,449
Add : Profit for the year	6,623,437	11,735,763
	23,732,540	18,523,212
Less : Transfers to General Reserve	1,000,000	1,000,000
Less : Adjustments relating to Fixed Assets	-	86,551
Less : Adjustments relating to Associate Companies	10,220,810	-
Less : Transfers to Statutory Reserve	299,819	327,558
Closing balance	12,211,911	17,109,103
Total	46,711,528	50,308,901



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 4 DEFERRED TAX LIABILITIES	As at 31 March,	As at 31 March,
<u>Particulars</u>	2016	2015
	<u>Rs.</u>	<u>Rs.</u>
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	7,300	4,300
Tax effect of items constituting deferred tax liability	<u>7,300</u>	<u>4,300</u>
<u>Tax effect of items constituting deferred tax assets</u>		
Brought forward business losses	-	-
MAT credit available	925,431	876,333
Tax effect of items constituting deferred tax assets	<u>925,431</u>	<u>876,333</u>
Net deferred tax (liability) / asset	<u>932,731</u>	<u>880,633</u>
NOTE : 5 TRADE PAYABLES		
<u>Particulars</u>	<u>As at 31 March,</u>	<u>As at 31 March,</u>
	2016	2015
Trade payables :		
Due to micro and small enterprises	-	-
Others	27,881,285	195,055
Total	<u>27,881,285</u>	<u>195,055</u>
NOTE : 6 SHORT TERM PROVISIONS		
<u>Particulars</u>	<u>As at 31 March,</u>	<u>As at 31 March,</u>
	2016	2015
Provision for Tax (Net of taxes paid)	-	-
Total	<u>-</u>	<u>-</u>



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 7 FIXED ASSETS

Tangible assets	Gross Block				
	Balance as at 1 April, 2015	Additions	Disposal	Other adjustments	Balance as at 31 March, 2016
	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipment	60,763	22,412	-	-	83,175
Vehicles	1,462,068	-	-	-	1,462,068
Total	1,522,831	22,412	-	-	1,545,243
Previous year	1,522,831	-	-	-	1,522,831

NOTE : 7 FIXED ASSETS (contd.)

Tangible assets	Accumulated depreciation and impairment				Net Block	
	Balance as at 1 April, 2015	Charge for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipment	30,509	12,875	-	43,384	39,791	30,254
Vehicles	831,028	111,587	-	942,615	519,453	631,040
Total	861,537	124,462	-	985,999	559,244	661,294
Previous year	656,734	118,252	86,551	861,537	661,294	



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 8 NON-CURRENT INVESTMENTS

Particulars	Face Value	As at 31 March, 2016		As at 31 March, 2015	
		No. of shares	Total	No. of shares	Total
			Rs.		Rs.
Investments - Non Trade - (At cost) : Quoted					
(a) Investment in equity instruments					
Bajaj Holdings Limited	10	200	101,231	200	101,231
Bharat Earth Movers Ltd	10	500	69,243	500	69,243
Britannia Industries Ltd	2	12,130	1,401,111	12,130	1,401,111
Cimmco Ltd.	10	1,000	14,000	1,000	14,000
East India Hotels Ltd	2	527	34,782	527	34,782
Firstsource solutions Ltd	10	5,000	47,500	5,000	47,500
Gateway Distriparks Ltd	10	625	78,125	625	78,125
Gujrat Heavy Chemicals Ltd	10	3,900	109,200	3,900	109,200
Hindustan Corporation Company Ltd	1	6,000	84,000	6,000	84,000
Hawkins Cooker Ltd	10	50	30,141	50	30,141
Hercules Hcist. Ltd	1	8,000	269,888	8,000	269,888
JCRA Ltd	10	50	50,450	50	50,450
Jindal Base Metals Co. Ltd	10	100,000	200,000	100,000	200,000
Jindal Hume Pipes Ltd	2	1,500	88,694	1,500	88,694
Infosys Ltd	5	400	222,745	100	222,745
Karnataka Bank Ltd	10	6,000	454,000	6,000	454,000
Kotak Mahindra bank Ltd	5	400	108,600	200	108,600
KRBL limited	1	500	7,125	5,000	71,250
LIC Housing Finance Limited	2	500	112,500	500	112,500
Lupin Ltd	2	500	38,573	500	38,573
Infoedge (India) Ltd	10	1,000	156,727	1,000	156,727
Polyplex Corporation Ltd	10	2,900	475,600	2,900	475,600
Ranbaxy Laboratories Ltd.	5	-	-	200	35,200
Shree Cement Ltd.	10	300	628,879	300	628,879
Siemens Ltd	2	100	55,000	100	55,000
Star Ferro & Cement Ltd	1	2,000	40,880	-	-
Sun Pharmaceuticals Industries Ltd.	1	2,160	153,010	2,000	117,810
Sun Pharmaceuticals Advanced Research company Ltd.	1	1,200	81,131	1,200	81,131
Tech Mahindra Limited	10	468	117,550	468	117,550
Tata Motors Limited	2	547	40,950	500	19,800
Titan Industries limited	1	120	450	120	450
United Spirits Ltd	10	1,000	2,160,294	1,000	2,160,294
Sub-Total -			159,577	161,570	7,434,474
Investments - Non Trade- (At cost): Unquoted					
(b) Investment in equity instruments-Subsidiaries					
Kotiratan Textiles Limited	10	50,000	-	50,000	-
Ersa Pharma Traders Limited	10	50,000	-	50,000	-
Ersa Textile Traders Limited	10	50,000	-	50,000	-
Nirmalkunj Agritech Limited	10	50,000	-	50,000	-
Nityadhara Sarees Limited	10	50,000	-	50,000	-
Sub-Total -			-	-	-
(c) Investment in equity instruments-Associates		2,702,450	32,126,983		
(d) Investment in equity instruments-Others		1,465,840	17,093,400		
(e) Investment in Partnership Firm			13,499,980		
Total			70,152,742		7,434,474
Aggregate Market Value of Quoted non current Investments			49,457,805		45,664,974
Aggregate Market Value of Unquoted non current Investments			-		-



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 9 LONG-TERM LOANS AND ADVANCES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
(a) Security Deposits	85,990	85,990
(b) Others	4,688,418	4,688,418
Total	4,774,408	4,774,408

NOTE : 10 INVENTORIES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
Shares & Securities	15,900,844	4,200,000
Add : Increase in value of shares of associates on consolidation	-	10,220,810
Total	15,900,844	55,847,794

NOTE : 11 TRADE RECEIVABLES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
Other Trade receivables Unsecured, considered good	24,536,000	4,200,000
Total	24,536,000	4,200,000

NOTE : 12 CASH AND CASH EQUIVALENTS

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
(a) Cash on hand / Cheques on hand	247,610	2,728,997
(b) Balances with banks		
(i) In current accounts	(13,735,912)	2,286,544
Total	(13,488,302)	5,015,541
Of the above, the balances that meet the definition of cash and cash equivalents as per AS 3 Cash Flow Statements is	(13,488,302)	5,015,541

NOTE : 13 SHORT-TERM LOANS AND ADVANCES

<u>Particulars</u>	As at 31 March, 2016 Rs.	As at 31 March, 2015 Rs.
Unsecured, considered good		
a) Loans and Advances to related Party	-	506,947
b) Inter Corporate Deposits	1,036,099	1,000,000
c) Advance Income Tax (net of provisions)	199,047	97,925
d) Others	-	94,940
	1,235,146	1,699,812
Note : Short-term loans and advances include amounts due from :		
a) Epress Brewery Pvt. Ltd.	-	506,347
Total	-	506,947



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 14 REVENUE FROM OPERATIONS

<u>Particulars</u>	For the year ended 31 March, 2016 Rs.	For the year ended 31 March, 2015 Rs.
(a) Revenue from operations (Refer Note (i) below)	34,424,420	6,904,916
Total	34,424,420	6,904,916
(i) Revenue from operations comprises :		
Sales of securities	31,712,613	4,847,448
Sales of goods	1,061,896	-
Interest (Refer Note below)	496,691	599,063
Dividend	393,746	294,477
Profit from sale of Investments	759,474	1,163,928
Total	34,424,420	6,904,916
Interest comprises of :		
Interest on Loans & Advances	494,888	599,063
Interest on Debentures	1,070	-
Interest on Income Tax Refund	733	-
Total	496,691	599,063

NOTE : 15 CHANGES IN INVENTORIES

Particulars

Inventories at the end of the year :

Shares & Securities	15,900,844	45,626,984
Total	15,900,844	45,626,984
<u>Inventories at the beginning of the year :</u>		
Share & Securities	45,626,984	47,607,511
Less : Transferred to Investment	(40,880)	(2,181,168)
Total	45,586,104	45,426,343
Net (increase) / decrease	29,685,260	(200,641)

NOTE : 16 EMPLOYEE BENEFITS EXPENSE

Salaries and wages	618,100	479,706
Total	618,100	479,706

NOTE : 17 OTHER EXPENSES

Rent	115,200	115,200
Repairs and maintenance	61,402	20,353
Insurance	13,451	15,851
Rates and taxes	4,400	5,282
Professional Fees	-	196,630
Listing fees	60,650	37,078
Miscellaneous	209,196	310,875
Payments to auditors (Refer Note (i) below)	35,000	35,000
Total	499,299	736,269
Notes :		
(i) Payments to the auditors comprises		
As auditors - Audit fees	25,000	25,000
As auditors - Internal Audit Fees	10,000	10,000
Total	35,000	35,000



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

NOTE : 18 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

Note Particulars

18.1 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006
Amounts Dues to Micro and Small Enterprises as at the year end is Rs. NIL
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

18.2 Related party transactions

18.2.a Details of related parties :

Description of relationship	Names of related parties
Key Management Personnel	Vikash Agarwal Binrajka
Subsidiaries	Ersa Pharma Traders Limited Ersa Textiles Traders Limited Kotiratan Textiles Limited Nityadhara Sarees Limited Nirmalkunj Agritech Limited
Associates	Geo Nutri Foods Pvt.Ltd (till 10.03.2016) Epic Alloy Steel Pvt.Ltd, (till 10.03.2016) Epic Marketing Company Pvt.Ltd. (till 10.03.2016) Vihar Vanijya Pvt.Ltd (till 27.10.2015)
Entities in which KMP\relative of KMP has significant influence	Eastern Agro Foods Private Limited Epic Agro Products Private Limited Purbasha Lefin & Resources Limited Optimize IT Systems Pvt.Ltd. Express Brewery Pvt.Ltd. Gravure Printing & Processing Industries, Oriental Cardboard Box & Tube Mfg.Co.

Note : Note: Related parties have been identified by the Management.

18.2.b Details of related party transactions during the year ended 31 March, 2016 and balances outstanding as at 31 March, 2016 :

		<i>Rs. in lakhs</i>	
	Relationship	31 March, 2016	31 March, 2015
1	Remuneration		
	Vikash Agarwal Binrajka		
2	Rent paid		
	Purbasha Lefin & Resources Ltd		
	Gravure Printing & Processing Industries		
	Oriental Cardboard manufacturing		
3	Loans given		
	Ersa Pharma Traders Ltd		
	Ersa Textiles Traders Ltd		
	Kotiratan Textiles Ltd		
	Nirmalkunj Agritech Ltd		
	Nityadhara Sarees Ltd		
	Epic Alloy Steel Pvt Ltd		
	Express Brewery Pvt Ltd		
	Optimize IT Systems Pvt Ltd		



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

	Relationship	31 March, 2016	31 March, 2015
4	Loans given received		
	Epic Alloy Steel Pvt Ltd	186.50	85.05
	Express Brewery Pvt Ltd	5.07	16.00
	Optimize IT Systems Pvt Ltd		18.00
5	Interest received		
	Epic Alloy Steel Pvt Ltd	3.75	2.47
	Express Brewery Pvt Ltd	-	0.86
	Optimize IT Systems Pvt Ltd	-	0.81
6	Purchase of shares in associates/ subsidiaries		
	Ersa Pharma Traders Ltd	-	5.00
	Ersa Textiles Traders Ltd	-	5.00
	Kotiratan Textiles Ltd	-	5.00
	Nirmalkunj Agritech Ltd	-	5.00
	Nityadhara Sarees Ltd	-	5.00
	Epic Marketing Co Pvt Ltd	-	8.86
	Geo Nutri Foods Pvt Ltd	-	20.00
7	Sale of shares in associates/subsidiaries		
	Epic Marketing Co Pvt Ltd	8.86	-
	Geo Nutri Foods Pvt Ltd	20.00	-
	Vihar Vanijya Pvt Ltd	8.24	-
	Epic Alloy Steel Pvt Ltd	21.50	-
	Epic Agro Products Pvt Ltd	97.00	-
	Eastern Agro Foods Pvt Ltd	99.00	-
8	Balances outstanding at the end of the year		
	Investment in shares held		
	Ersa Pharma Traders Ltd	5.00	-
	Ersa Textiles Traders Ltd	5.00	-
	Kotiratan Textiles Ltd	5.00	-
	Nirmalkunj Agritech Ltd	5.00	-
	Nityadhara Sarees Ltd	5.00	-
	Epic Alloy Steel Pvt Ltd	140.00	161.50
	Epic Marketing Co Pvt Ltd	-	8.86
	Geo Nutri Foods Pvt Ltd	-	20.00
	Vihar Vanijya Pvt Ltd	-	9.72
	Epic Agro Products Pvt Ltd	-	97.00
	Eastern Agro Foods Pvt Ltd	-	60.50
9	Loans given		
	Ersa Pharma Traders Ltd	6.00	-
	Ersa Textiles Traders Ltd	19.50	-
	Kotiratan Textiles Ltd	10.00	-
	Nirmalkunj Agritech Ltd	19.00	-
	Nityadhara Sarees Ltd	73.00	-



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS (Contd.)

18.3 Earnings per share	For the year ended	For the year ended
	31 March, 2016	31 March, 2015
	Rs	Rs
Basic & Diluted		
Net profit for the year from operations	6,623,437	11,735,763
Net profit for the year attributable to the equity shareholders	6,623,437	11,735,763
Weighted average number of equity shares	3,001,000	3,001,000
Par value per share	10	10
Earnings per share in Rs.	2.21	3.91

18.4 Deferred Tax

The Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the book balance and the written down value of fixed assets under Income Tax.

18.5 Previous year figures

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

In terms of our report attached.

For **AHMAD & NANAWATTY**
Chartered Accountants
Firm Registration No. 322546E
Ahmer Nanawatty
Partner
Membership No. 056041
Date : August 16, 2016
Place : Kolkata

For and on behalf of the Board of Directors

LALIT PAREEK
AMITABH KEJRIWAL
VIKASH AGARWAL BINJRAJKA

Directors

RACHNA SINGH

Company Secretary



PURBASHA RESOURCES LIMITED

C I N : L65993WBI980PLC32908
Registered Office : Purbasha House, 25, Park Lane, Kolkata - 700 016
Tel : 91 33 2249 7567, Fax : 91 33 4062 5269
E-mail : pri@purbasha.co.in, Website : www.purbasha.in

PROXY FORM

(FORM NO. MGT 11)

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management & Administration) Rules, 2014)
36th Annual General Meeting (Friday), 30th September, 2016 at 25, Park Lane, Kolkata – 700016 at 11.00 a.m.

Name of Member(s) :

Registered Address :

Registered Folio No. /

E-mail ID :

DP ID No. / Client ID No. :

I/We, being the member(s) of _____ Shares of the above named Company, hereby appoint.

- Name : _____ E-mail ID : _____
Address : _____ Signature _____ or Failing him/her,
- Name : _____ E-mail ID : _____
Address : _____ Signature _____ or Failing him/her,
- Name : _____ E-mail ID : _____
Address : _____ Signature _____ or Failing him/her.

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 36th Annual General Meeting of the Company, to be held on Friday, 30th September, 2016 at 25, Park Lane, Kolkata- 700016 at 11.00 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No.	Description of Resolution	Optional (v)	
		For	Against
	Ordinary Business		
1	Adoption of the Audited Standalone and Consolidated Financial Statements of the Company for the Financial year ended 31st March, 2016, alongwith Report of Board of Directors and Auditors thereon.		
2	To appoint a Director in place of Mr. Lalit Kumar Pareek, who retires by rotation and being eligible, offers himself for re-appointment.		
3	To appoint Mr. Alok Jain as Statutory Auditor of the Company in place of retiring auditors M/S. Ahmad & Nanawaty and fix his remuneration.		

Signed this _____ day of _____ 2016

Signature of Shareholder : _____

Signature of Proxy holder(s) : _____

Affix Revenue Stamp

Note : This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than FORTY EIGHT HOURS before the meeting.



PURBASHA RESOURCES LIMITED

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E-mail : prl@purbasha.co.in, Website : www.purbasha.in

ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall)

36th Annual General Meeting (Friday), 30th September, 2016 at 25, Park Lane, Kolkata – 700016 at 11.00 a.m.

I hereby record my presence at the 36th Annual General Meeting of the Company, to be held on Friday, 30th day of September, 2016 at 25, Park Lane, Kolkata – 700016 at 11.00 a.m.

Full Name of the Member :
(IN BLOCK LETTERS)

Registered Folio /
DP ID & Client ID

Full Name of the Proxy :
(IN BLOCK LETTERS)

Signature of the Member

Signature of the Proxy Present