



INDEPENDENT AUDITOR'S REPORT

TO

The Members of IMFA ALLOYS FINLEASE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **IMFA ALLOYS FINLEASE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

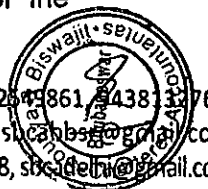
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and 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.

Auditor's Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the



financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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 Balance Sheet, of the state of affairs of the Company as at 31st March, 2016,
- b) in the case of Statement of Profit and Loss, of the profit for the year ended as on that date and
- 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 Companies Act, 2013, we give in the Annexure A , a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books .
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



(e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the Internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B .

(g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

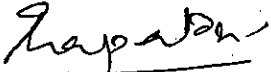
i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 20 to financial statement.

ii. The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.

iii. There has been no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

For Sourjya & Biswajit
(Chartered Accountants)

FRN:322779E


CA S.P Mohapatra

(Partner)

Membership No: 52805

Place: Bhubaneswar



Date: 12/04/2016

Annexure A to Independent Auditor's Report

The Annexure referred to in our Independent Audit Report to the members of the Company on the standalone financial statement for the year ended 31st March 2016, we report that,

IMFA ALLOYS FINLEASE LIMITED

i) a) as the Company is a Asset Financing Company, It has transferred all its fixed assets to the lessee during 2012-13. Before such transfer, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information;

ii) as informed, the Company does not have any inventory , so this clause is not applicable;

iii) the company has not granted any loans during the year, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. so, this clause is not applicable;

iv) the company has not given any loan, provided any guarantee and security during the year, however the company has made investment as disclosed in Note No. 8 of financial statement in compliance with Section 186 of the Companies Act 2013.

v) the Company has not accepted any deposits from public, so this clause is not applicable;

vi) the Central Government has not so far, prescribed rules for maintenance of cost records under the sub-section (1) of Section 148 of the Companies Act, 2013, so this clause is not applicable;

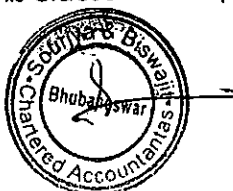
vii) (a) the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities according to the information and explanations given to us ;

(b) According to the information and explanation given to us and the records of the company examined by us, the dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax , which have not been deposited on account of any dispute are as follows;

Name of the Statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	26,73,70,610	2012-13	Commissioner of Income Tax(Appeal)

viii) the company has not taken any loan from any financial institution, bank, Government or dues to debenture holders, so, this clause is not applicable;

ix) there is no money raised by way of initial public offer or further public offer (including debt instruments) and term loans, so, this clause is not applicable;



- x) according to the information and explanations, there is no fraud by the company or no fraud on the Company by its officers or employees has been noticed or reported during the year;
- xi) there is no managerial remuneration has been paid or provided in the current financial year ;
- xii) the company is not a Nidhi Company, so this clause is not applicable;
- xiii) all transactions with the related parties are in ordinary course of business and on arm length basis and necessary approval has been taken in compliance with 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards, the provision relating to section 177 is not applicable to the company;
- xiv) the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, so this clause is not applicable;
- xv) the company has not entered into any non-cash transactions with directors or persons connected with him, so this clause is not applicable;
- xvi) the company has already obtained the registration required under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Bhubaneswar



Date: 12/04/2016

For Sourjya & Biswajit
(Chartered Accountants)
FRN: 322779E

A handwritten signature in black ink, appearing to read "S.P. Mohapatra".

CA S.P. Mohapatra
(Partner)
Membership No: 52805

Annexure B to Independent Auditor's Report

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

We have audited the internal financial controls over financial reporting of **IMFA ALLOYS FINLEASE LIMITED** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on accounting manual, organisational structure and financial delegation of powers. These responsibilities include the design, implementation and maintenance of adequate internal financial control 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 timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transaction and dispositions of the assets of the company; (2)



provide reasonable assurance that transaction 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 material effect on the financial statements.

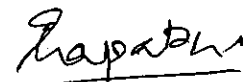
Opinion

Our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the policies as referred above.

For Sourjya & Biswajit

(Chartered Accountants)

FRN:322779E



CA S.P Mohapatra

(Partner)

Membership No: 52805

Place: Bhubaneswar



Date: 12/04/2016

IMFA ALLOYS FINLEASE LIMITED

Balance Sheet as at 31st March, 2016

(Amount in Rs.)

	Note	As at 31st March, 2016	As at 31st March, 2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	30,263,160	30,263,160
Reserves and Surplus	3	313,493,274	293,302,515
		343,756,434	323,565,675
Current Liabilities			
Other Current Liabilities	4	28,000	24,500
Short-Term Provisions	5	9,461,682	35,364,370
		9,489,682	35,388,870
		353,246,116	358,954,545
ASSETS			
Non-Current Assets			
Deferred Tax Assets	18	286,879	563,034
Long-Term Loans and Advances	6	10,000	10,000
Other Non-Current Assets	7	314,932,513	318,863,831
		315,229,392	320,436,865
Current Assets			
Current Investments	8	21,705,000	-
Cash and Cash Equivalents	9	1,414,997	12,936,305
Short-Term Loans and Advances	10	9,451,453	20,846,909
Other Current Assets	11	5,445,274	4,734,466
		38,016,724	38,517,680
		353,246,116	358,954,545

Significant Accounting Policies and
Other Notes forming part of the Accounts

1 to 22

For Sourjya & Biswajit
(Chartered Accountants)
Firm Regn No : 322779E

S. P. Mohapatra

(CA S. P. Mohapatra)

Partner

Membership No. 052805

Place: *Bhubaneswar*

Date: *12/04/2016*



For and on behalf of the Board of Directors

Jayant Kumar Misra

(Jayant Kumar Misra)
Chairman

Prem Khandelwal

(Prem Khandelwal)
Director

IMFA ALLOYS FINLEASE LIMITED

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

(Amount in Rs.)

	Note	Year ended 31st March, 2016	Year ended 31st March, 2015
Revenue			
Finance Income(Lease Rentals)	12	29,010,540	29,397,188
Other Income		978,827	244,968
Total Revenue		29,989,367	29,642,154
Expenses			
Other Expenses	13	60,772	53,919
Total Expenses		60,772	53,919
Profit before Tax		29,928,595	29,588,235
Tax expense			
-Current Tax		9,461,681	9,318,385
-Deferred Tax		276,155	281,517
-Earlier years' adjustments		-	-
Profit after Tax		20,190,759	19,988,333
Earnings Per Equity Share	16		
Basic and Diluted Earnings Per Share (in Rupees)		6.67	6.60

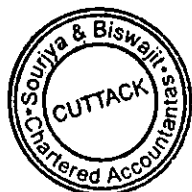
Significant Accounting Policies and
Other Notes forming part of the Accounts

1 to 22

Auditors' Report to the Members
As per our report of even date attached.

For Sourjya & Biswajit
(Chartered Accountants)
Firm Regn No : 322779E

[Signature]
(C.A.S. P. Mohapatra)
Partner
Membership No. 052805
Place: *Bhubaneswar*
Date: *12/04/2016*



For and on behalf of the Board of Directors

[Signature]
(Jayant Kumar Misra)
Chairman

[Signature]
(Prem Khandelwal)
Director

Cash Flow Statement for the year ended 31st March, 2016

(Amount in Rs.)

	Year ended 31st March 2016	Year ended 31 st March, 2015
A. Cash Flow From Operating Activities		
Net profit/ (loss) before tax	29,928,595	29,588,235
Adjustments for :		
Income from mutual fund	(444,384)	
Profit on sale of mutual fund	(4,905)	
Interest on Income Tax for earlier year charged in current year	150	
Operating profit before working capital changes	29,479,456	29,588,235
Adjustments for :		
Trade and other receivables	1,717,552	6,335,246
Inventories		
Trade and others payables	3,500	4,500
Cash generated from operations	31,200,508	35,927,981
Direct taxes paid(net)	6,452,110	8,680,242
Net Cash Generated From / (Used In) Operating Activities	24,748,398	27,247,739
B. Cash Flow From Investing Activities		
Payment for Purchase of fixed assets (Purchase)/ sale of Investments (net)	(21,700,095)	(14,532,561)
Net Cash Generated From / (Used In) Investing Activities	(21,700,095)	(14,532,561)
C. Cash Flow From Financing Activities		
Payment of Dividend including tax on dividend	(14,569,611)	
Net Cash Generated From / (Used In) Financing Activities	(14,569,611)	
Net Increase/(Decrease) In Cash and Cash Equivalents (A+B+C)	(11,521,308)	12,715,178
Cash And Cash Equivalents - Opening Balance	12,936,305	221,127
Cash And Cash Equivalents - Closing Balance	1,414,997	12,936,305

Explanation :

1. The above Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard 3 (AS-3) ' Cash Flow Statement ' .

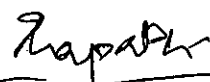
2. Cash & Cash equivalents are represented by :

– In Current Accounts	34,997	3,386,305
-- In Fixed Deposit	1,380,000	9,550,000
	1,414,997	12,936,305

3. Previous year's figures have been regrouped/ rearranged to confirm to the classification of the current year, wherever considered necessary

For Sourjya & Biswajit
(Chartered Accountants)
Firm Regn No : 322779E

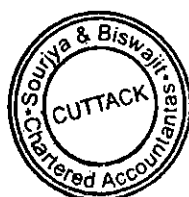
For and on behalf of the Board of Directors


(CA S. P. Mohapatra)
Partner

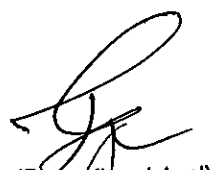
Membership No. 052805

Place: *Bhubaneswar*

Date: 12/04/2016




(Jayant Kumar Misra)
Chairman


(Prem Khandelwal)
Director

Notes to Financial Statement

Note 1 Significant Accounting Policies

1.1 Basis of preparation of Financial Statements

The financial statements are prepared under the historical cost convention on an accrual basis of accounting in accordance with the Generally Accepted Accounting Principles, Accounting Standards notified under Section 133 of the Companies Act, 2013 and the relevant provisions thereof.

1.2 Inventories

The Company has no inventories.

1.3 Revenue Recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. recognised on the basis of constant

b) Interest income on Fixed Deposit is recognised on the time proportion basis taking into account the amount outstanding and the rate applicable.

1.4 Investment

Investments are classified as either current or non-current based on Management's intention at the time of purchase.

1.5 Fixed Assets,

a) Fixed Assets:

Fixed assets are carried at cost less accumulated depreciation / amortisation and impairment losses, if any. Cost comprises of the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

The Company acquired 30 MVA Furnace and transferred immediately under Finance Lease during FY 2012-13.

b) Depreciation / Amortisation

Depreciation/ Amortisation on fixed assets is provided on Written Down Value Method ('WDV'), which reflects the management's estimate of the useful lives of the respective fixed assets and the rate derived from such useful lives thereof are greater than or equal to the corresponding rates prescribed in schedule II of the Act. As the Company has transferred 30 MVA Assets under Finance Lease during the FY 2012-13 and lessee is entitled to claim depreciation as per Finance Lease Agreement.

c) Impairment

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognised in the Statement of Profit and Loss if the carrying amount of an asset exceeds its recoverable amount.

1.6 Leases

Where the company, as a lessor, leases assets under finance leases such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is based on a constant rate of return on the outstanding net investment

The Company has given assets under Finance Lease for an initial period of 25 years and such amounts are recognised as receivables at an amount equal to the Net Investment in the lease.

1.7 Earning per Share:

Basic EPS is calculated by dividing the net profit or loss for the period, attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

1.8 Taxes on Income

Tax expense comprises of current tax [net of Minimum Alternate Tax (MAT) credit entitlement] and deferred tax.

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

b) Deferred tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

c) Tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities. The deferred tax assets and deferred tax liabilities relate to the taxes on income levied by the same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

d) At each balance sheet date, the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

1.9 Segment Reporting

Based on the risks and returns associated with business operations and in terms of Accounting Standard-17 (Segment Reporting), the Group is predominantly engaged in 'Financial Services' as primary reportable segments.

1.10 Foreign Currency Transaction

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the prevailing exchange rate between the reporting currency and the foreign currency, as on the date of the transaction. Year end foreign currency monetary items are reported using the year end rate. Exchange differences arising on the settlement or reporting of monetary items, at rates different from those at which they were initially recorded during the year or reported in previous financial statements and / or on conversion of monetary items, are recognised as income or expense in the year in which they arise.

1.11 Provision, Contingent Liabilities and Contingent Assets

A provision is recognised when the company has a present obligation as a result of past event and it is probable that outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Contingent Liabilities are not recognized but are disclosed by way notes to financial statements. Contingent Assets are neither recognized nor disclosed in the financial statements.



(Amount in Rs.)

As at
31st March, 2016 As at
31st March, 2015

Note 2 Share Capital Authorised 5,50,00,000 (PY 5,50,00,000) Equity Shares of Rs.10/-each	<u>550,000,000</u> <u>550,000,000</u> <u>550,000,000</u> <u>550,000,000</u>
Issued 30,26,316 (PY 30,26,316) Equity share of Rs 10/- each	<u>30,263,160</u> <u>30,263,160</u> <u>30,263,160</u> <u>30,263,160</u>
Subscribed and Paid-up 30,26,316 (PY 30,26,316) Equity share of Rs 10/- each	<u>30,263,160</u> <u>30,263,160</u> <u>30,263,160</u> <u>30,263,160</u>

2.1. Disclosure pursuant to Note no.6(A)(d) of Part I of Schedule II of Companies Act, 2013

Particulars	Equity Shares	
	No of shares	Rs
i Shares outstanding at the beginning of the year	3,026,316	30,263,160
ii Shares issued during the year	-	-
iii. Shares bought back during the year	-	-
iv Shares outstanding at the end of the year	3,026,316	30,263,160

2.2. Disclosure pursuant to Note no.6(A)(g) of Part I of Schedule III of Companies Act, 2013 (If more than 5%)

	As at 31.03.16		As at 31.03.15	
	No of shares	%	No of share	%
IMFA Ltd (Holding Company)	2,300,000	76	2300000	76
POSCO	726,316	24	726316	24

Note 3 Reserves and Surplus Securities Premium Reserve Opening balance Add: received during the year Closing balance	265,685,857 265,685,857 <u>265,685,857</u> <u>265,685,857</u>
Special Reserve (Reserve Fund as per Section 45-IC of the Reserve Bank of India Act, 1934) Opening balance Add: Addition during year Closing balance	8,437,253 4,439,587 4,038,152 3,997,667 <u>12,475,405</u> <u>8,437,253</u>
Surplus Opening balance Add: Transferred from statement of Profit and Loss Less : Appropriations Proposed Dividend Tax on Dividend Transfer to Special Reserve Closing balance	19,179,405 17,758,349 20,180,759 19,988,333 - 12,105,264 - 2,464,347 4,038,152 3,997,667 <u>35,332,012</u> <u>19,179,405</u> <u>313,493,274</u> <u>283,302,515</u>



		(Amount In Rs.)	
		As at	As at
		31st March, 2016	31st March, 2015
Note 4	Other Current Liabilities		
	Audit fees payable	28,000	24,500
		<u>28,000</u>	<u>24,500</u>
Note 5	Short-Term Provisions		
	Taxation	9,461,682	20,794,759
	Proposed Dividend	-	12,105,264
	Tax on Dividend	-	2,464,347
		<u>9,461,682</u>	<u>35,364,370</u>
Note 6	Long-Term Loans and Advances		
	(Unsecured considered good)		
	Security Deposit	10,000	10,000
		<u>10,000</u>	<u>10,000</u>
Note 7	Other Non-Current Assets		
	Lease Payment Receivable(Leased Assets)	314,932,513	319,863,831
		<u>314,932,513</u>	<u>319,863,831</u>
Note 8	Current Investments		
	(At lower of Cost and Fair value)		
	Investments in Mutual Fund - Unquoted		
	11,56,565.446 (Previous Year : Nil) units of Reliance Arbitrage Advantage Fund - Direct Monthly Dividend Plan	12,130,000	-
	Market Value Rs. 1,22,80,990 (Previous Year : Rs. Nil)		
	9,33,179.643 (Previous Year : Nil) units of Reliance Arbitrage Advantage Fund - Monthly Dividend Plan	9,510,000	-
	Market Value Rs. 97,96,707 (Previous Year : Rs. Nil)		
	46.893 (Previous Year : Nil) units of Reliance Liquid Fund - Treasury Plan - Directly Daily Dividend Option	65,000	-
	Market Value Rs. 71,687 (Previous Year : Rs. Nil)		
		<u>21,705,000</u>	<u>-</u>
Note 9	Cash and Cash Equivalents		
	Balances with Banks		
	In Current Accounts	34,997	3,366,305
	In Fixed Deposit (having maturity period of twelve months or less)	1,380,000	9,550,000
		<u>1,414,997</u>	<u>12,936,305</u>
Note 10	Short-Term Loans and Advances		
	Tax deducted at Source	2,954,009	1,860,940
	Income Tax paid	6,488,001	18,869,859
	Prepaid Expenses	9,443	16,110
		<u>9,451,453</u>	<u>20,846,909</u>
Note 11	Other Current Assets		
	Lease Payment Receivable(Leased Assets)	4,931,314	4,508,395
	Interest Receivable	69,576	228,071
	Accrued Income from Mutual Fund	444,384	-
		<u>5,445,274</u>	<u>4,734,466</u>



(Amount in Rs.)
Year ended 31st
March, 2015

Year ended 31st
March, 2016

	Year ended 31st March, 2016	Year ended 31st March, 2015
Note 12 Other Income		
Interest from Bank	529,538	244,966
Income from Mutual Fund	444,384	-
Profit on sale of Current Investment	4,905	-
	978,827	244,966
Note 13 Other Expense		
Consultancy Fees	9,994	12,350
Auditor Remuneration (Refer Note No. 14)	31,000	28,000
Filing & Other Fees	19,778	13,569
	60,772	53,919
Note 14 Payment to Auditors		
<u>Statutory Auditors</u>		
Audit Fees (excluding service tax)	20,000	16,500
Fees for other Service	3,000	3,000
<u>Tax Auditors</u>		
Audit Fees	5,000	5,000
<u>VAT Auditors</u>		
Audit Fees	3,000	3,500
	31,000	28,000

Note 15 Managerial remuneration

There was no managerial remuneration paid/payable to the directors for the year ended 31st March, 2016 (Previous year: Rs. Nil).

Note 16 Earnings per Equity Share

The computation of earnings per share is set out below:-

Particular	Year ended 31st March, 2016	Year ended 31st March, 2015
Profit after tax attributable to Equity Shareholders	20,190,759	19,988,333
Weighted average number of Equity Shares outstanding at the end of the year (Basic)	3,026,316	3,026,316
Weighted average number of Potential Equity Shares outstanding at the end of the year	-	-
Weighted average number of Equity Shares outstanding at the end of the year (Dilutive)	3,026,316	3,026,316
Nominal Value of Equity per share	10	10
Basic Earnings per share	6.67	6.60
Diluted Earnings per share	6.67	6.60

Note 17 Related Party Disclosures

a) Particulars of related parties where control exists:

Enterprises that directly, or indirectly, through one or more intermediaries, control the reporting enterprise:

Holding Company	Indian Metals and Ferro Alloys Limited
Ultimate holding Company	Indian Metals and Ferro Alloys Limited

b) Particulars of other related parties:

Enterprises that directly, or indirectly, through one or more intermediaries, are under common control with the reporting enterprise:

Fellow subsidiaries	Indian Metals & Carbide Limited
	Utkal Power Limited
	Utkal Coal Limited
	Utkal Green Energy Limited
	Indmet Mining (Pte) Limited, Singapore
	PT. Sumber Rahayu Indah, Indonesia

Key Management Personnel :

Directors	Jayant Kumar Misra
	Deepak Kumar Mohanty
	Prem Khandelwal
	Hak Soo Kim (upto 30.11.2015)
	Dipak Prusty
	Byung Ho Lim
	Ihn Seok Choi
	Soon Ki Kim (from 01.12.2015)



c) The following is the summary of transactions with related parties:

(Amount in Rs.)

Nature of transactions	Year ended 31st March, 2016	Year ended 31st March, 2015
Lease Rental	38,631,967	38,407,346
Indian Metals and Ferro Alloys Limited		
Lease Receivable	319,863,827	324,372,226
Indian Metals and Ferro Alloys Limited		

Note 18

Particular	As at	As at
	31st March, 2016	31st March, 2015
Deferred Tax assets	266,879	563,034
Pre-operative Expenses	266,879	563,034

Note 19

Leases

In the capacity of Lessor:

The Company has given assets under Finance Lease for an initial period of 25 years and such amounts are recognised as receivables at an amount equal to the Net Investment in the lease.

(Amount in Rs.)

Particular	Year ended 31st March, 2016	Year ended 31st March, 2015
	Not later than 1 year	33,518,936
Later than 1 year but not later than 5 years	134,075,742	134,075,742
Later than 5 years	664,334,455	697,853,391
	731,929,133	765,448,068

The Present Value of future minimum lease receivables in respect of Finance Lease are as follows:

Particular	Year ended 31st March, 2016	Year ended 31st March, 2015
	Not later than 1 year	31,940,508
Later than 1 year but not later than 5 years	102,619,508	102,619,508
Later than 5 years	185,303,811	189,812,210
	319,863,827	324,372,226

The Unearned Finance Income from Finance Lease is Rs. 41,20,85,306 /-.

Note 20

Provisions & Contingent Liabilities

a) The Company has declared dividend of Rs.6/- per equity shares for the year ended 31 March 2016 which has not been effected in financial statements in pursuance to the Companies (Accounting Standards) Amendment Rules, 2016

b) Contingent Liabilities

Particulars	As at	As at
	31st March, 2016	31st March, 2015
Claims against the Company not acknowledged as debts:		
Income Tax demand for FY 2012-13	267,370,610	-

Note 21

Additional Information pertaining to Statement of Profit and Loss

Particulars	Year ended 31st March, 2016	Year ended 31st March, 2015
	Remittance in Foreign Currency:	
On account of dividend to non-resident investors:	2014-15	-
Year to which dividend pertains	1	-
Number of Shareholders	728,316	-
Number of Equity Shares	2,905,264	-
Amount remitted (Rs.)		

Note 22 Previous year figures have been regrouped / rearranged to conform to the classification of the current year, wherever considered necessary.

For Sourya & Biswajit
(Chartered Accountants)
Firm Regn No : 322779E

Sourya & Biswajit
(CA S. P. Mohapatra)
Partner
Membership No. 052805
Place: Bhubaneswar
Date: 12/04/2016



Jayant Kumar Misra
(Jayant Kumar Misra)
Chairman

For and on behalf of the Board of Directors

Prem Khandaewal
(Prem Khandaewal)
Director