



## P. K. Leasing & Finance Ltd.

P-36, India Exchange Place, 4th Floor  
Kolkata-700 001 • Phone : +91 33 2225 3123  
E-mail : anilpkf@yahoo.co.in • anilpkf@gmail.com  
Web : www.pkleasing.in

CIN : L65910WB1992PLC055895

Date: 24-05-2018

The Listing Department  
Metropolitan Stock Exchange of India Ltd  
4<sup>th</sup> Floor, Vibavor Towers  
Plot No. C-62, opp. Trident Hotel  
Bandra Kurla Complex, Bandra East  
Mumbai-400098

Symbol: PKLEASING

The Secretary  
The Calcutta Stock Exchange Ltd  
7, Lyons Range  
Kolkata-700 001

Scrip Code No. 10026186

Ref: Regulation 33 of SEBI (LODR) Regulations 2015

Sub: Financial results along with Audit Report for financial year ended March 31, 2018 (2017-2018)

Dear Sir,

With Reference to the above mentioned subject and in terms of Regulation 33 of SEBI (LODR) Regulations 2015, Kindly find enclosed herewith the financial results along with Audit Report for financial Year ended March 31, 2018.

Please find the above in order and do the needful & oblige.

Thanking you,

Yours faithfully,  
For P. K. LEASING & FINANCE LTD

ANIL AGARWAL  
(MANAGING DIRECTOR)  
DIN: 00315722

Encl: As above

**Independent Auditor's Report**

To  
The Members of  
**P.K. LEASING & FINANCE LIMITED**

**REPORT ON THE STANDALONE FINANCIAL STATEMENTS**

We have audited the accompanying standalone financial statements of **P.K. Leasing & Finance Ltd** (the Company'), which comprise the balance sheet as at 31<sup>st</sup> March 2018, the Statement of profit and loss ( Which includes Other Comprehensive Income) and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

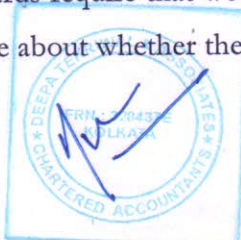
**MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS**

The Company's Board of Directors are 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 Ind AS 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 Indian Accounting Standards (Ind AS) 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

**AUDITOR'S RESPONSIBILITY**

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

We conducted our audit of the Ind As financial statement 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 Standalone Ind As financial statements are free from material misstatements.



An audit involves performing procedures to obtain audit evidences about the amounts and the disclosures in the Ind As financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements in the Ind As 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind As financial statements.

We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind As financial statements.

#### **OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind As 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 including the Ind AS, of the state of affairs of the Company as at 31<sup>st</sup> March 2018 and its profit and loss Statement ( Financial Performance includes Other Comprehensive Income) and its cash flows for the year ended on that date.

#### **OTHER MATTERS**

The comparative financial information of the company for the year ended 31<sup>st</sup> March 2017 and the transition date opening balance sheet as at 1<sup>st</sup> April 2016 included in these standalone Ind AS financial statements are based on the previously issued statutory financials statements prepared in accordance with the Companies Act (Accounting Standard) Rules 2006 audited by the predecessor auditor whose report for the year ended 31<sup>st</sup> March 2017 and 31<sup>st</sup> March 2016 respectively expressed an unmodified opinion those financial statements, as adjusted for the differences, as applicable, in the accounting principles adopted by the company on transition Ind AS, which have been audited by us.

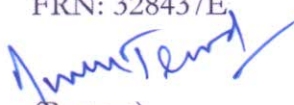
#### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

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, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.



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 ( Which includes Other Comprehensive Income) 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 Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - e. On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2018 taken on record by the Board of Directors, none of the directors are disqualified as on 31<sup>st</sup> March 2018 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"; and
  - 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. The Company does not have any pending litigations which would impact its financial position.
    - b. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses. However the Company does not have any ongoing long-term contracts including derivative contracts as on the Balance sheet date.
    - c. There are no such amounts appearing in the books which are required to be transferred to the Investor Education and Protection Fund by the Company.

For Deepa Tekriwal & Associates  
Chartered Accountants  
FRN: 328437E

  
(Partner)  
Mukesh Tekriwal  
Membership No: 061999



Place: - 7/1A Grant Lane, Kolkata – 700 012

Dated: - 24<sup>th</sup> day of May 2018

**Annexure - A to the Auditors' Report**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31<sup>st</sup> March 2018, we report that:

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.  
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no immovable properties are held in the name of the Company. Accordingly, this clause is not applicable.
2. The Company had no inventories during the year, thus, paragraph 3(ii) of the Order is not applicable to the Company.
3. The Company has not granted any loans, 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 (the Act). Accordingly, this clause is not applicable.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made. The Company has not given any guarantee(s) or provided any security for loan taken by third party.
5. The Company has not accepted any deposits from the public. Accordingly, the Directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder are not applicable to the company for the year under audit.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, this clause is not applicable.

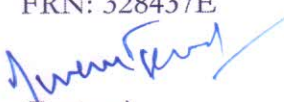


7. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of accounts in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2018 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no material 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 with the appropriate authorities on account of any dispute.
8. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.



13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. *As per the records and information made available to us the company under audit failed to comply with Mandatory requirement of Appointment of Company Secretary in Whole time employment as per Section 203 of Companies Act 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.*
17. The Company is required to be registered under section 45-IA of the Reserve Bank of India Act 1934 and it has obtained the registration

For Deepa Tekriwal & Associates  
Chartered Accountants  
FRN: 328437E

  
(Partner)  
Mukesh Tekriwal  
Membership No: 061999



Place: - 7/1A Grant Lane, Kolkata – 700 012  
Dated: - 24<sup>th</sup> day of May 2018

**Annexure - B to the Auditors' Report**

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

We have audited the internal financial controls over financial reporting of P.K. Leasing & Finance Ltd ("the Company") as of 31<sup>st</sup> March 2018 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**

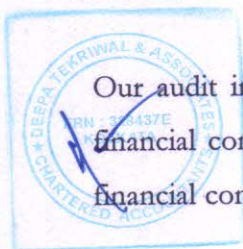
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

**AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 of material misstatement of the financial statements, whether due to fraud or error.

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

### **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

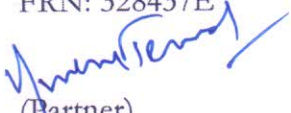
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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



**OPINION**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2018, 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 Deepa Tekriwal & Associates  
Chartered Accountants  
FRN: 328437E

  
(Partner)  
Mukesh Tekriwal  
Membership No: 061999



Place: - 7/1A Grant Lane, Kolkata – 700 012  
Dated: - 24<sup>th</sup> day of May 2018

**P.K. LEASING & FINANCE LIMITED**  
**CIN L65910WB1992PLC055895**  
**P-36,INDIA EXCHANGE PLACE,4TH FLOOR,KOLKATA=700 001**  
**BALANCE SHEET AS AT 31ST MARCH 2018**

	As at 31.03.2018 (in Rs.)	As at 31.03.2017 (in Rs.)
<b>I. EQUITY &amp; LIABILITIES</b>		
<b>1. Shareholders' Funds</b>		
a) Share Capital	2.1 3,11,04,000.00	3,11,04,000.00
b) Reserves & Surplus	2.2 10,21,857.08	9,95,126.68
	<u>3,21,25,857.08</u>	<u>3,20,99,126.68</u>
<b>2. Non Current Liabilities</b>		
Deferred Tax Liabilities	44,786.00	92,191.00
<b>3. Current Liabilities</b>		
(a) Financial Liabilities		
(i) Trade Payables	2.3.1 31,931.00	2,14,389.00
(ii) Other Current Liabilities	2.3.2 -	40,000.00
(b) Short Term Provision	2.3.3 59,500.00	59,500.00
	<u>91,431.00</u>	<u>3,13,889.00</u>
	<u><u>3,22,62,074.08</u></u>	<u><u>3,25,05,206.68</u></u>
<b>II. ASSETS</b>		
<b>1. Non-Current Assets</b>		
(a) Property, Plant and Equipment	2.4 11,12,146.00	14,09,418.00
(b) Financial Assets		
(i) Investment	2.5 72,50,963.95	70,00,000.00
	<u>83,63,109.95</u>	<u>84,09,418.00</u>
<b>2. Current Assets</b>		
(a) Financial Assets		
(i) Cash & Bank Balances	2.6 71,411.13	10,87,914.79
(ii) Loans & Others	2.7 2,35,61,352.00	2,27,59,143.89
(b) Current Tax Assets(Net)	2.8 2,66,201.00	2,48,730.00
	<u>2,38,98,964.13</u>	<u>2,40,95,788.68</u>
	<u><u>3,22,62,074.08</u></u>	<u><u>3,25,05,206.68</u></u>

Significant Accounting Policies  
Notes on Accounts

1.1-1: 9  
2.1-2.23

Signed in terms of our report of even date  
**For Deepa Tekriwal & Associates**  
Chartered Accountants

  
(Mukesh Tekriwal)  
Partner

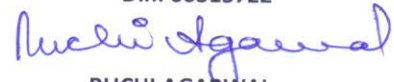
M No. : 061999  
Kolkata, the 24th day of May ,2018



**For and on behalf of the Board**

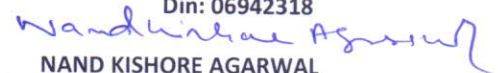


**ANIL KUMAR AGARWAL**  
Managing Director  
Din: 00315722



**RUCHI AGARWAL**  
Director

Din: 06942318



**NAND KISHORE AGARWAL**  
CFO

Pan: ACTPA8612R

**P.K. LEASING & FINANCE LIMITED**  
**CIN L65910WB1992PLC055895**  
**P-36, INDIA EXCHANGE PLACE, 4TH FLOOR, KOLKATA-700 001**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2018**

	Notes	Year ended 31.03.2018 (in Rs.)	Year ended 31.03.2017 (in Rs.)
I. Revenue from Operations	2.9	24,46,269.76	26,95,994.00
II. Other Income			
Other Income	2.10	-	12,490.00
III. TOTAL (A)		<b>24,46,269.76</b>	<b>27,08,484.00</b>
IV. Expenses			
Employee Benefit Expenses		7,00,000.00	7,00,000.00
Depreciation		2,97,272.00	3,65,664.00
Administration & Other Expenses	2.11	14,47,991.36	14,55,074.91
Loss on Derivative Transactions		-	1,08,019.79
Provision for diminution in value of investments (net of reversals)		-	3,980.00
TOTAL (B)		<b>24,45,263.36</b>	<b>26,32,738.70</b>
V Profit Before Tax		1,006.40	75,745.30
VI Tax Expenses			
-Current Tax		21,681.00	17,600.00
-Deferred Tax		(47,405.00)	92,191.00
-Previous Year		(25,724.00)	1,28,092.00
VII Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)		26,730.40	(1,62,137.70)
Basic and Diluted earning per share	2.12	0.01	(0.05)
Significant Accounting Policies	1.1-1. 9		
Notes on Accounts	2.1-2.23		

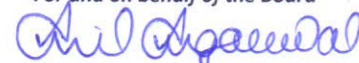
Signed in terms of our report of even date  
For Deepa Tekriwal & Associates  
Chartered Accountants



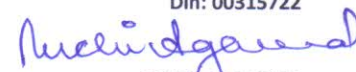
(Mukesh Tekriwal)  
Partner  
M No.: 061999  
Kolkata, the 24th day of May, 2018



For and on behalf of the Board



ANIL KUMAR AGARWAL  
Managing Director  
Din: 00315722



RUCHI AGARWAL  
Director  
Din: 06942318



NAND KISHORE AGARWAL  
CFO  
Pan: ACTPA8612R

2. NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2018

	As at 31.03.2018 (in Rs.)	As at 31.03.2017 (in Rs.)
<b>2.1. SHARE CAPITAL</b>		
<u>Authorised :</u>		
35,00,000 ( P.Y:-35,00,000)		
Equity Shares of Rs 10/ Each	3,50,00,000.00	3,50,00,000.00
 <u>Issued, Subscribed &amp; Paid up</u>		
31,10,400 ( P.Y:-31,10,400)		
Equity Shares of Rs 10/ Each	3,11,04,000.00	3,11,04,000.00

2.1.1 Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
ZOOM SYSTEMS PRIVATE LIMITED	2,70,900	8.709	2,70,900.00	8.71
MAHESH KUMAR MITTAL	4,91,210	15.793	4,91,210.00	15.79

2.1.2 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	ESOP	Conversion	Buy back	Other changes (give details)	Closing Balance
<b>Equity shares with voting rights</b>								
Year ended 31 March, 2018								
- Number of shares	31,10,400	NIL	NIL	NIL	NIL	NIL	NIL	31,10,400.00
- Amount (₹)	3,11,04,000	NIL	NIL	NIL	NIL	NIL	NIL	3,11,04,000.00
Year ended 31 March, 2017								
- Number of shares	31,10,400	NIL	NIL	NIL	NIL	NIL	NIL	31,10,400.00
- Amount (₹)	3,11,04,000	NIL	NIL	NIL	NIL	NIL	NIL	3,11,04,000.00

2.1.3 Details of shares held by Holding Company or by Promoter & Promoter Group

Class of shares / Name of shareholder	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Promoter & Promoter Group	3,45,000	11.09%	3,45,000.00	11.09%

2.1.4 The Company is having one Class of Equity Share with equal voting rights and having paid up value of Rs 10 each

2.2 RESERVES & SURPLUS

Special Reserve

Balance as per last Balance Sheet	9,76,542.00		9,76,542.00
Add: Transfer from Statement of Profit & Loss	5,346.00	9,81,888.00	9,76,542.00

Profit & Loss Account

Opening Balance	18,584.68		1,80,722.38
Add: Profit for the Year	26,730.40		(1,62,137.70)
	45,315.08		18,584.68
Less:			
Transferred to Special Reserve	5,346.00	39,969.08	18,584.68
	10,21,857.08		9,95,126.68

CURRENT LIABILITIES

2.3.1 Trade Payable

- Due to Micro, Small & Medium Enterprises			
- Others			
Creditor for Services	31,111.00		2,13,450.00
Creditor for Expenses	820.00	31,931.00	939.00
			2,14,389.00



*Dr. Anand Agrewal*  
*Anand Agrewal*  
Nandwale  
Agrewal

2.3.2 **Other Current Liabilities**

Tax Deducted at Sources

40,000.00

\* As per information available with the company, there are no suppliers covered under Micro, Small & Medium Enterprise Development Act, 2006. As a result, no interest provision / payment have been made by the company to such creditors, if any, and no disclosure thereof is made in this financial statements. The amount amount due to Micro, Small and Medium Enterprises ' Nil (' Nil).

2.3.3 **Short Term Provision**

For Income Tax (Net off Advance Tax )

For Contingent Provisions against Standard Assets

59,500.00 59,500.00

59,500.00 59,500.00

The Company is continuing with provision of 'Contingent Provision against Standard Assets' by way of 0.25% provision on Standard Assets as per the direction of Reserve Bank of India vide master directorn DNBR.PD.007/03.10.119/2016-17

2.4 **FIXED ASSETS**

Net Block of Tangible Assets

( As per Annexure)

11,12,146.00

14,09,418.00

2.5 **Non Current Investment**

(Long Term - At cost) :

	No. of Shares	Face Value	Value (Rs.)	No. of Shares	Value (Rs.)
<b>Quoted Fully (Paid-up)</b>					
Biocon Limited	20	5	7,287.60	-	-
CIPLA Limited	100	2	56,486.22	-	-
Force Motors Limited	10	10	42,326.60	-	-
Indian Bank Ltd	200	10	58,316.00	-	-
KPIT Technologies Limited	75	2	9,301.82	-	-
NMDC LTD	250	1	31,716.39	-	-
TATA Elxsi Ltd	50	10	45,529.32	-	-
Chemox Chemical Ind Ltd	200	10	14,700.00	200.00	14,700.00
Kabsons Industries Ltd	100	10	1,100.00	100.00	1,100.00
Presidency Shoes International Ltd	200	10	4,250.00	200.00	4,250.00
NEPC Textiles Ltd	242	10	2,940.00	242.00	2,940.00
Northland Sugar Complex Ltd	500	10	5,150.00	500.00	5,150.00
Tina Industries Ltd	200	10	2,080.00	200.00	2,080.00
Orissa Lumineries Ltd	900	10	36,000.00	900.00	36,000.00
Indo Dutch Proteins Ltd	200	10	2,150.00	200.00	2,150.00
Goldwon Textiles Ltd	400	10	4,150.00	400.00	4,150.00
Shree Karthik Papers Ltd	600	5	6,300.00	600.00	6,300.00
Crest Paper Mills Ltd	400	10	4,200.00	400.00	4,200.00
Ind Euro Pharma Ltd	200	10	4,200.00	200.00	4,200.00
			3,38,183.95		87,220.00
<b>Un-Quoted Fully (Paid-up)</b>					
Atlanta Dealmark Pvt Ltd	18,250	10	18,25,000.00	18,250.00	18,25,000.00
Surya Agro Products Pvt Ltd	75,000	10	51,75,000.00	75,000.00	51,75,000.00
			70,00,000.00		70,00,000.00
<b>Total</b>			<b>73,38,183.95</b>		<b>70,87,220.00</b>
Less: Provision for diminution in value of investments (Quoted Shares)			87,220.00		87,220.00
<b>Total Non Current Investment</b>			<b>72,50,963.95</b>		<b>70,00,000.00</b>

	As at 31st March, 2018			As at 31st March, 2017	
	Book Value	Market Value		Book Value	Market Value
Quoted Investment	3,38,183.95	2,61,666.05	-	87,220.00	-
Unquoted Investment	70,00,000.00	78,86,345.50	-	70,00,000.00	74,91,401.09
	73,38,183.95	81,48,011.55	-	70,87,220.00	74,91,401.09

2.6 **Cash & Bank Balances**

Cash & Cash Equivalents

Balances with Scheduled Banks

- Bank of India(Kolkata Main branch)-Current A/c

Cash in Hand

36,797.38  
34,613.75 71,411.13

10,30,742.04  
57,172.75 10,87,914.79

2.7 **Loans & Others**

(Unsecured, unless otherwise stated

Considered good)

Accounts Receivable

Loan to Parties

Interest accrued and due

19,642.00  
2,20,50,000.00  
14,91,710.00 2,35,61,352.00

1,59,143.89  
2,26,00,000.00  
- 2,27,59,143.89

2.8 **Current Tax Assets(Net)**

Tax Deducted at Source(Net of Provision)

2,66,201.00 2,66,201.00

2,48,730.00 2,48,730.00



Oil Agawal  
Ruchi Agawal  
Nand Kishore Agawal

**P.K.LEASING & FINANCE LIMITED**  
**SCHEDULES TO PROFIT & LOSS ACCOUNT**

	Year ended 31.03.2018 (in Rs.)	Year ended 31.03.2017 (in Rs.)
<b>2.09 Revenue From Operations</b>		
Interest Received	23,26,479.00	26,95,994.00
Dividend	2,250.00	-
Profit on Sale of Shares	1,17,540.76	-
	<b>24,46,269.76</b>	<b>26,95,994.00</b>
<b>2.10 Other Income</b>		
Profit on sale of Car	-	12,490.00
	<b>-</b>	<b>12,490.00</b>
<b>2.11 Administration &amp; Other Expenses</b>		
Audit Fees		
-Statutory Audit	18,000.00	7,500.00
-Certifications	9,000.00	-
-Other Matters	10,000.00	3,500.00
Advertisement	8,737.00	10,661.00
Bank Charges	810.35	811.83
Business Promotion	9,758.71	62,969.28
Car Running & Maintenance Expenses	43,528.90	20,781.00
Directors Remuneration	10,80,000.00	9,96,000.00
Demat Accounting Charges	713.61	686.70
Filing Fees	4,182.00	4,800.00
Insurance	20,028.00	14,154.00
E-Voting Expenses	7,080.00	6,900.00
Printing & Stationery	20,963.00	23,825.00
Postage	1,650.00	2,440.00
Profesional Expenses	79,620.00	1,19,505.00
Listing Fees	69,000.00	57,250.00
Office Expenses	2,344.80	63,819.00
Rates & Taxes	3,233.00	3,842.66
Telephone Expenses	31,991.99	29,279.44
Trade Licence Fees	2,150.00	1,850.00
Travelling & Conveyance	25,200.00	24,500.00
	<b>14,47,991.36</b>	<b>14,55,074.91</b>



*Deepa Tewari*  
*Deepa Tewari*  
*Nand Lal Singh Agarwal*

P.K.LEASING & FINANCE LIMITED  
SCHEDULES TO BALANCE SHEET

Annexure To Note-2.4  
PROPERTY, PLANT & EQUIPMENT

PARTICULARS	G R O S S B L O C K			D E P R E C I A T I O N			N E T B L O C K			
	Cost as at 01.04.2017	Additions during the Year	Sale during the year	Cost as at 31.03.2018	For the Year	Sale during the Year	Upto 31.03.2018	Charged to Retained Earnings	As at 31.03.2018	As at 31.03.2017
Vehicle	12,89,214.00			12,89,214.00	2,72,336.00		6,08,821.00	-	6,80,393.00	9,52,729.00
Office Equipments	14,249.00			14,249.00	3,087.00		9,298.00		4,951.00	8,038.00
Furniture & Fixture										
Building	7,79,959.00			7,79,959.00	21,849.00		3,53,157.00		4,26,802.00	4,48,651.00
Total	20,83,422.00			20,83,422.00	2,97,272.00		9,71,276.00		11,12,146.00	14,09,418.00
Previous Year	13,30,171.00	13,03,463.00	5,50,212.00	20,83,422.00	3,65,664.00	5,24,985.00	6,74,004.00		14,09,418.00	4,99,129.00



*Pril Aggarwal*  
*Prachi Aggarwal*  
*Mandiraj*  
*Atsawar*



P.K.LEASING & FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 2018

Cash flows from operating activities:	Amount	Amount	Amount	Amount	Amount	Amount
Net Profit before Tax as per Profit & Loss Account		1,006				75,745
Adjustments:						
Add:						
Depreciation	2,97,272					3,65,664
Profit on Sale of Fixed Assets	-					(12,490)
(Increase)/Decrease in Investments	(2,50,964)					3,980
(Increase)/Decrease in Inventory	-					
(Increase)/Decrease in Advances	(8,41,360)					16,63,686
Increase/(Decrease) in Borrowings	-					
Increase/(Decrease) in other Liabilities & Provisions	(2,22,458)					(30,635)
Income Tax (paid)/refund-Earlier Year	-		(10,17,510)	(10,16,504)		18,44,513
<b>Net Cash Flow from operating activities</b>						<b>19,20,259</b>

Cash flows from Investment activities:

Purchase of Fixed Assets						(13,03,463)
Sale of Fixed Assets						40,000
<b>Net Cash Flow from Investment activities</b>						<b>(12,63,463)</b>

Cash flows from financing activities:

Issue of Shares						
<b>Net Increase in Cash &amp; Cash Equivalents</b>				(10,16,504)		<b>6,56,796</b>
Cash & Cash Equivalents at the beginning of the year					10,87,915	4,31,119
<b>Cash &amp; Cash Equivalents at the end of the year</b>					<b>71,411</b>	<b>10,87,915</b>



*Dr. Abhijit  
Ramesh Sagarwal  
Nandwiche Aghwal*

## P.K.LEASING & FINANCE LTD

### **1. SIGNIFICANT ACCOUNTING POLICIES:**

- 1.1 The financial statements are prepared and presented under the historical cost convention on an accrual basis of accounting and comply with the provisions of the Companies Act, 2013 ("the Act"). Besides, the Company follows the directions prescribed by the Reserve Bank of India (RBI) for Non Banking Financial Companies.

The preparation of the financial statements in conformity with generally accepted accounting principles and applicable accounting standard requires the use of estimates and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amounts of revenues and expenses during the year and disclosure of contingent liabilities as at that date. The estimates and assumptions used in these financial statements are based upon the management's evaluation of the relevant facts and circumstances as of the date of the financial statements.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of services provided and time between the rendering of services and their realization in cash and cash equivalents, the Company has assumed its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

### **1.2. Recognition of Income & Expenses:**

Items of Income & Expenditure are recognized on accrual basis unless otherwise stated.

### **1.3 Property, Plant & Equipment and Depreciation / Amortization:**

Property, Plant & Equipment are stated at their original cost, which includes expenditure incurred in the acquisition of assets / construction of assets, pre-operative expenses till the commencement of operation and interest upto the date of commencement of usage of the asset.

Depreciation has been provided based on the life assigned to each asset in accordance with Schedule II of the Act.

### **1.4 Valuation of Investments:**

All long-term investments are stated at acquisition cost by capitalizing all costs related to holding of the Investment in the name of company wherever necessary excluding cost of dematerialization of the same, if any.

Provision for diminution in value, other than temporary, is considered wherever necessary. Current investments are valued at lower of cost and market value.

### **1.5 Taxation:**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income tax Act, 1961.

Deferred tax is recognized on timing differences which is the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to the consideration of prudence are



recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. Deferred tax resulting from timing differences between book and taxable income is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date.

#### 1.6 Impairment of Assets:

The carrying amounts of assets are reviewed at each balance sheet date to ascertain impairment based on internal / external factors. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the net selling price of the assets and their value in use.

#### 1.7 Provisions, Contingent Liabilities & Contingent Assets:

Provisions is recognized when there is a present obligation as a result of amount of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. No provision is recognized or disclosure for contingent liability is made when there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote though 'Contingent Provision against Standard Assets' has been provided as per directives of the RBI. Contingent Assets is neither recognized nor disclosed in the financial statement.

#### 1.8 Earnings per share:

Basic earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events of bonus issue.

#### 1.9. Employees Benefits:

Post-employment employee benefits are recognised as an expense in the statement of Profit and Loss for the year in which the employee has rendered the services. The expense is recognised at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains / losses in respect of post employment benefits are charged to the statement of profit and loss.

#### 2.12. Earnings per Share

Particulars	2017-18	2016-17
A Profit for the year after taxation (in Rs.)	26,730	(1,62,138)
B Weighted Average no. of Equity Share outstanding during the year	31,10,400	31,10,400
C Basic and Diluted Earning per share (A/B) (in Rs.)	(0.01)	(0.05)

#### 2.13. Remuneration to Executive Director (in Rs.):

	2017-18	2016-17
Basic Salary	9,00,000/	9,00,000/-



**2.14. Related party's disclosures under Accounting Standard 18 (as identified by the management)**

**A. Names of Related Parties:**

Name of Parties	Relationship
Mr. Anil Kumar Agarwal	Executive Director
Mrs. Ruchi Agarwal	Director
Mr. Nand kishore Agarwal	CFO

**B. Details of Transaction with the Related Party:**

Nature of Transactions with Key Management Personnel	2017-18 (In Rs.)	2016-17 (In Rs.)
<b>a. Remuneration</b>		
Anil Kumar Agarwal	9,00,000/-	9,00,000/-
Nand Kishore Agarwal	1,80,000/-	96,000/-
<b>b. Loans and Advances</b>		
Outstanding Balance as at year end	Nil	Nil
Maximum amount outstanding during the financial year		
<b>c. Bonus shares issued</b>	Nil	Nil
<b>d. Proposed dividend</b>	Nil	Nil

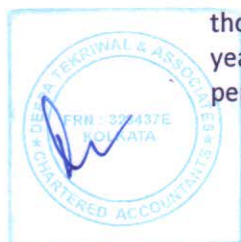
**2.15. Employee Benefits (Ind AS 19):**

*As appeared from the records furnished before us, the company has not complied with Ind AS 19, regarding to Post-employment benefits, as explained by the management looking into the no of employees employed by the company, the retirement benefits are taken into consideration in the year of superannuation.*

**2.16.** Since the Company's primary activity is to borrow / provide loans and invest / deal in shares and securities, there are no separate reportable segments as per Accounting Standard 17 (Segment Reporting).

**2.17.** The Company has been registered as Non Banking Finance Company with Reserve Bank of India under section 45IA of the Reserve Bank of India Act, 1934; vide Registration No. N.05.00264 dated 19.02.1998 and continues to carry on the business of Non-Banking Financial Institution (NBFI). Hence, it is entitled to continue to hold the said NBFC license.

**2.18.** The Company had continuing investment of Rs 87,220 in equity shares of various listed companies. The market value of the shares as on 31<sup>st</sup> March 2018 is below the cost of such shares, hundred percent provisions for diminution had been made in the accounts in absence of any upswing in the valuation of those entities. The company also continuing with investment of Rs 70,00,000 /- in equity shares of un-listed companies. The value of those investments have been computed on the basis financial statements made available for the year ended 31<sup>st</sup> March 2017, in absence of the audited financial statements for the reporting period. The diminution in the valuation of shares in the case of Atlanta Dealmark Private Limited



has been treated as temporary in nature looking into future prospect of the company as projected by the company .However further erosion in the valuation will attract necessary provisions in the books . The company had invested Rs 2,50,964/- in equity shares of various listed companies during the year under audit and market valuation of those entities as on 31.03.2018 stands at Rs 2,48,859/-.

**2.19.** There are no dues / overdues by the Company as on 31<sup>st</sup> March, 2018 to suppliers covered under Micro, Small and Medium Enterprises Development Act, 2006 and therefore no disclosures in this regard has been made.

**2.20.** In the opinion of the management, Current Assets, Loans and Advances have a value realizable in the ordinary course of business at least equal to the amount at which they are stated in the books of account. Provision for all known and determined liabilities is adequate and not in excess / short of the amount considered reasonably necessary.

**2.21** The company continues to make provision for standard assets as per direction of Reserve Bank of India vide master direction DNBR.PD.007/03.10.119/2016-17. However as per management submission the existing balance of the Contingent provision of Rs 59,500/- was more than 0.25% of the standard assets, hence fresh provision for the same not accounted for in the year under report.

**2.22** The company continued to run without company secretary in whole time employment under section 203 of The Companies Act 2013, for fourth successive year of Audit.

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

Signed in terms of our report of even date

For Deepa Tekriwal & Associates  
Chartered Accountants

  
(Mukesh Tekriwal)

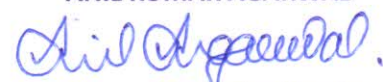
Partner  
Membership No. 061999

Kolkata, 24<sup>th</sup> day of May 2018



For and on behalf of the Board

**ANIL KUMAR AGARWAL**



Managing Director  
DIN: 0315722

**RUCHI AGARWAL**



Director  
DIN: 06942318

**NAND KISHORE AGARWAL**



CFO  
PAN: ACTPA8612R