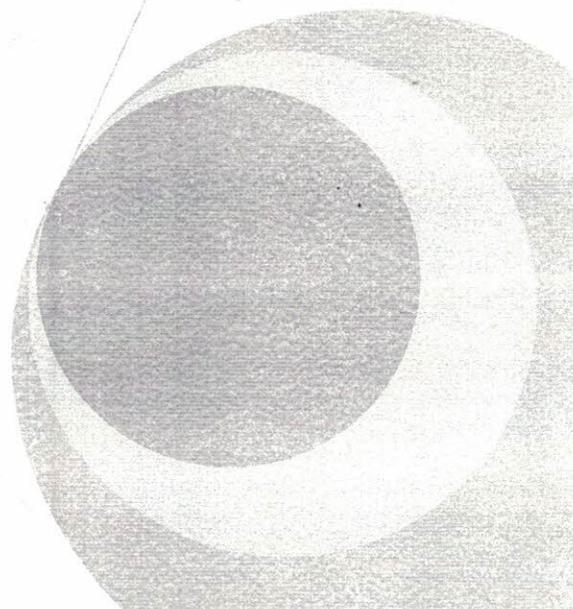


**SUNFLOWER  
BROKING PRIVATE  
LIMITED**

**ACCOUNTS :: 2016-17**



**A. M. FOFARIA & Co.**  
**CHARTERED ACCOUNTANTS**

316-7-8, Land Mark, Near Astron Chowk, Tagor Road, Rajkot, Gujarat – 360007  
Contact No. : 0281-3053353 E-mail : Pjacaoffice1@gmail.com

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**INDEPENDENT AUDITOR'S REPORT**

To the Member of  
SUNFLOWER BROKING PRIVATE LIMITED

**1. REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of SUNFLOWER BROKING PRIVATE LIMITED ("the Company) which comprises the Balance Sheet as at March 31, 2017, the statement of Profit and Loss and the Cash Flow Statement for the year then ended on that date, and a summary of significant accounting policies and other explanatory information.

**2. MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and Cash Flow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



### 3. 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 there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, we consider internal financial control relevant to the Company's preparation of the standalone financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the standalone 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.



#### 4. 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, of the state of affairs of the Company as at 31st March, 2017 and its Profit and its Cash Flow for the year ended on that date.

#### 5. 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 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 appears from our examination of those books.
- c. The Balance sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e. On the basis of written representations received from the directors as on 31st March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect reporting requirements, on the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, the Company being private company and hence covered under exemption vide notifications no. 464(E) of June – 2017.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. As disclosed by the Company, it has no pending litigation or any material financial impact effectuated;
  - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There has been no amount due, which was required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. The Company has provided requisite disclosures in the standalone financial statements as regards its holding and dealings in Specified Bank Notes (SBN) as defined in the Notification S.O. 3407(E) dated the 8<sup>th</sup> November, 2016 of the Ministry of Finance, during the period from 8<sup>th</sup> November 2016 to 30<sup>th</sup> December 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company.



2. As required by the Companies (Auditor's Report) Order, 2016 ("the order") issued by the Central Government in terms of section 143(11) of the Act, we give in 'Annexure A' a statement on the matter specified in paragraph 3 and 4 of the Order.

PLACE: RAJKOT

DATE: 02.09.2017



For : A. M. FOFARIA & Co.  
Chartered Accountants  
Firm Registration No. 119054W

*Jinal*  
CA Minal Thacker - Partner  
Membership No.:107122

**A. M. FOFARIA & Co.**  
**CHARTERED ACCOUNTANTS**

316-7-8, Land Mark, Near Astron Chowk, Tagor Road, Rajkot, Gujarat – 360007  
Contact No. : 0281-3053353 E-mail : Pjacaoffice1@gmail.com

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**SUNFLOWER BROKING PRIVATE LIMITED**

Annexure - B to Independent Auditor's Report as per  
Companies (Auditor's Report) Order, 2016

- i) (a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. According to information and explanation given to us no material discrepancies were noticed on such verification.
- (c) According to information and explanation given to us, the Company does not having any immovable at the year end.
- ii) The Company does not hold any inventory except quoted shares held as stock in trade, hence reporting under Clause (ii) of the CARO 2016 is not applicable.
- iii) During the year the company has granted loans to firms or other parties covered in the register maintained U/s. 189 of the Act.
- iv) The Company has given loan to a related company for which details of compliance with regard to provisions of section 185 and 186 has been complied with.
- v) The Company has not accepted any deposits from public.
- vi) We are informed that maintenance of cost records as prescribed by the Central Government of India under subsection (1) of Section 148 of the Companies Act, 2013 are not applicable to the Company.



- vii) a) According to the information and explanation given to us and the records of the Company examined by us, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, value added tax, custom duty, excise duty, cess and other material statutory dues have been regularly deposited by the Company with the appropriate authorities.
- b) According to the information and explanation given to us there are no dues of Income tax, Service tax, Sales tax, Value added tax, custom duty, excise duty or other material statutory dues in arrears as on 31<sup>st</sup> March, 2017 for a period of more than six months from the date they become payable.
- c) According to the information and explanations given to us, there are no dues of of income tax, service tax, value added tax, custom duty and excise duty, which have not been deposited with the appropriate authorities on account of any disputes.
- viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks. The company has not taken any loans from financial institutions and government and has not issued any debentures.
- ix) In our opinion and according to the explanations given to us, the Company did not raised any money by way of initial public offer or further public offer (including debt instruments) and did not raised any money by way of term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
- x) In our opinion and according to the explanations given to us no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi) In our opinion and according to the explanations given to us the Company has not paid / provided for Salary to Director. However being private company provisions of requisite approvals mandated under section 197 read with Schedule V to the Companies Act does not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company, hence reporting under clause (xii) of CARO – 2016 is not applicable.



- xiii) In our opinion and according to information and explanations given to us the company is in compliance with section 177 and 188 of Companies Act, 2013 where applicable for all transactions with related parties and the details of related party transactions have been disclosed in the Financial Statements etc. as required by the applicable accounting standards
- xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made preferential allotment for private placement of its shares to associate companies.
- xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has entered into non-cash transactions with directors or persons connected with them and provisions of section – 192 has been complied with.
- xvi) The Company is registered with Securities and Exchange Board of India as a 'Stock Broker' under SEBI Stock Broker and Sub Broker Regulations, 1992. Hence, it is not required to register with Reserve Bank of India under section 45-IA.

PLACE: RAJKOT

DATE: 02.09.2017



For : A. M. FOFARIA & Co.  
Chartered Accountants  
Firm Registration No. 119054W

*Minal*  
CA Minal Thacker - Partner  
Membership No.:107122

# Sunflower Broking Pvt. Ltd.

Balance Sheet as at 31st March 2017

Particulars	Note No.	31.03.2017	31.03.2016
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	500,00,000	500,00,000
(b) Reserves and Surplus	3	198,93,575	184,20,547
<b>(2) Non-Current Liabilities</b>			
(a) Long term borrowings	4	10,55,170	169,16,250
<b>(3) Current Liabilities</b>			
(a) Short-term borrowings	5	308,12,933	3,80,000
(b) Trade payables	6	924,62,243	527,49,401
(c) Other Current liabilities	7	88,20,574	92,26,926
(d) Short-term provisions	8	25,85,557	30,46,997
<b>Total</b>		<b>2056,30,052</b>	<b>1507,40,121</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets	9		
(i) Tangible assets		39,32,896	44,70,933
(ii) Intangible assets		10,51,837	3,61,622
(b) Non-current investments	10	0	9,69,980
(c) Long term loans and deposits	11	333,03,620	174,03,620
(d) Deferred Tax Asset	12	2,51,785	1,43,583
<b>(2) Current assets</b>			
(a) Inventories	13	53,155	2,91,469
(b) Trade receivables	14	1052,24,631	526,32,398
(c) Cash and cash equivalents	15	557,48,265	608,56,756
(d) Short-term loans and advances	16	6,53,389	13,04,334
(e) Other current assets	17	54,10,474	123,05,426
<b>Total</b>		<b>2056,30,052</b>	<b>1507,40,121</b>
Significant Accounting Policies	1		
Notes on financial statements	1 to 26		

AS PER OUR AUDIT REPORT OF EVEN DATE ATTACHED

For, A. M. Fofaria & Co.

Chartered Accountants

Firm Registration No. 119054W

CA. Minal Thacker - Partner

Membership No. 107122

Place : Rajkot

Date : 02/09/2017



For Sunflower Broking Pvt. Ltd.

(Director)

(Dhaval Dave)

DIN: 02734102

Place : Rajkot

Date : 02/09/2017

*(Signature)*  
(Director)

(Malay Bhow)

DIN: 02770605

## Sunflower Broking Pvt. Ltd.

### Statement of Profit and Loss for the year ended 31st March, 2017

Particulars	Note No	31.03.2017	31.03.2016
<b>I. INCOME</b>			
(a) Revenue from operations	18	121,22,087	110,03,930
(b) Other Income	19	51,97,151	96,80,590
<b>Total Revenue</b>		<b>173,19,238</b>	<b>206,84,520</b>
<b>II. EXPENSES</b>			
(a) Employee benefit expense	20	51,48,415	94,03,438
(b) Financial costs	21	21,83,271	28,31,608
(c) Depreciation and amortization expense	9	10,60,001	15,80,707
(d) Other expenses	22	71,62,760	63,25,482
<b>Total Expenses</b>		<b>155,54,447</b>	<b>201,41,235</b>
<b>III. Profit Before Exceptional And Extraordinary Items And Tax</b>		<b>17,64,791</b>	<b>5,43,285</b>
(a) Exceptional Items	23	-75,565	-2,59,897
<b>IV. Profit Before Extraordinary Items And Tax</b>		<b>16,89,226</b>	<b>2,83,388</b>
(a) Extra ordinary items		0	0
<b>V. Profit Before Tax</b>		<b>16,89,226</b>	<b>2,83,388</b>
(a) Tax expense:			
i) Current tax		3,24,400	2,80,000
MAT Credit Entitlement		0	0
Net Current Tax		3,24,400	2,80,000
ii) Deferred tax	13	1,08,202	2,77,843
<b>VI. Profit/(Loss) for the period</b>		<b>14,73,028</b>	<b>2,81,231</b>
Earning per share: ( Basic & Diluted ) (Face Value Rs 10 each)	2	<b>0.29</b>	<b>0.06</b>
Significant Accounting Policies	1		
Notes on financial statements	1 to 26		

AS PER OUR AUDIT REPORT OF EVEN DATE ATTACHED

For, A. M. Fofaria & Co.  
Chartered Accountants  
Firm Registration No. 119054W

CA. Minal Thacker - Partner  
Membership No. 107122  
Place : Rajkot  
Date : 02/09/2017



For Sunflower Broking Pvt. Ltd.

(Director)  
(Dhaval Dave)  
DIN: 02734102  
Place : Rajkot  
Date : 02/09/2017

(Director)  
(Malay Bhow)  
DIN: 02770605

# SUNFLOWER BROKING PRIVATE LIMITED

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31st March, 2017**

	Particulars	31.03.2017	31.03.2016
<b>A.</b>	<b>Cash Flow From Operating Activites</b>		
	<b>Pofit before tax before Exceptional / Extraordinary Items</b>	<b>17,64,791</b>	<b>5,43,285</b>
	<b>Adjustment for:</b>		
	Provisions & Contingencies	(4,61,440)	(15,80,890)
	Depreciation	10,60,001	15,80,707
	<b>Considered Seperately:</b>		
	Other Income	(51,97,151)	(96,80,590)
	Finance Cost	21,83,271	28,31,608
	<b>Exceptional/Extraordinary Items</b>		
	Charity and Donatations	(10,000)	(7,003)
	Prior Period Exps.	(65,565)	(10,603)
	Income Tax -Other	-	(1,06,313)
	<b>Operating Profit before Working Capital Changes</b>	<b>(7,26,093)</b>	<b>(64,29,799)</b>
	<b>Adjustment for Working Capital Changes :</b>		
	Increase/(Decrease) in Trade payables	397,12,842	(432,98,847)
	Increase/(Decrease) in Other Current Liabilities	(4,06,352)	44,01,401
	(Increase)/Decrease in Trade receivables	(525,92,233)	373,23,648
	(Increase)/Decrease in Short Term Loans advances	6,50,945	4,89,625
	(Increase)/Decrease in Other Current assets	68,94,952	(82,41,999)
	(Increase)/Decrease in Current Investments	2,38,314	(1,68,242)
	(Increase)/Decrease in Long term Loans advances	(159,00,000)	58,92,000
	<b>Cash generated from operation</b>	<b>(221,27,625)</b>	<b>(100,32,213)</b>
	Direct Tax Paid/Received	<b>3,24,400</b>	<b>2,80,000</b>
	<b>Net Cash from Operating Activities(A)</b>	<b>(224,52,025)</b>	<b>(103,12,213)</b>
<b>B.</b>	<b>Cash Flow From Investing Activites</b>		
	Increase in Fixed Assets	(12,12,178)	(1,73,415)
	Sale of Fixed Assets	-	3,48,350
	Purchase of Investment	-	(15,12,061)
	Sale of Investment	34,72,000	236,40,247
	Other Income	26,95,131	41,04,718
	<b>Net Cash from Investing Activities(B)</b>	<b>49,54,953</b>	<b>264,07,839</b>
<b>C.</b>	<b>Cash Flow From Financing Activites</b>		
	Proceeds from Long Term Borrowings	(158,61,080)	(7,05,000)
	Proceeds from Short Term Borrowings	304,32,932	(125,45,275)
	Finance Cost	(21,83,271)	(28,31,608)
	<b>Net Cash from Financing Activities(C)</b>	<b>123,88,581</b>	<b>(160,81,883)</b>
<b>D.</b>	<b>Net Increase / (Decrease) in Cash and Cash Equivalents (Total of A + B + C)</b>	<b>(51,08,491)</b>	<b>13,743</b>
<b>E.</b>	<b>Opening Balance of Cash &amp; Cash Equivalents</b>	<b>608,56,756</b>	<b>608,43,013</b>
<b>F.</b>	<b>Closing Balance of Cash &amp; Cash equivalents</b>	<b>557,48,265</b>	<b>608,56,756</b>

In terms of our report attached

For, A. M. Fofaria & Co.  
Chartered Accountants  
Firm Registration No.119054W

CA. Minal Thacker - Partner  
Membership No. 107122  
Place : Rajkot  
Date : 02/09/2017



For Sunflower Broking Pvt. Ltd.

(Director)  
(Dhaval Dave)  
DIN: 02734102  
Place : Rajkot  
Date : 02/09/2017

(Director)  
(Malay Bhow)  
DIN: 02770605

# Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

## NOTES - 1

### STATEMENT ON SIGNIFICANT ACCOUNTING POLICY

#### Accounting Convention:

The Financial Statements are prepared under the historical cost convention and on accrual basis of accounting following the generally accepted accounting standards in India.

#### Use of Estimates:

In preparation of financial statements Management is required to make estimates and assumptions that affect the reported figures. Actuals could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### Revenue Recognition:

Revenue is recognised only when it can be reliably measured and it is reasonable to accept ultimate collection.

#### Fixed Assets & Depreciation:

(a) Fixed assets are stated at cost of acquisition less accumulated depreciation. All costs incurred to bringing the assets to their working condition for intended use are included in cost of acquisition.

(b) Depreciation on tangible and intangible Fixed Assets has been provided at SLM method basis as per useful life prescribed in Schedule II of the Companies Act 2013.



## Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

### **Investments:**

Investments in unquoted equity shares of associates / group concerns are shown at cost. Unquoted investments are sold during the year at price approved by the Board.

### **Inventories :**

Inventory consists of quoted shares held as stock in trade are valued at cost or market price as of balance sheet date which ever is lower.

### **Taxation:**

Current tax determined as the amount of tax payable in respect of taxable income for the year.

Deferred tax is recognized, on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reverse in one or more subsequent periods.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date.

### **Service Tax**

Service tax liability for services rendered and billed has been discharged by payment of tax calculated after adjustment of CENVAT credit under the relevant rules. As the Company has excess CENVAT credit eligible for setoff in subsequent year, it has been shown under Current assets.

### **Foreign Currency Transactions:**

There is no foreign Currency transaction during the year.

### **Staff Retirement & Other Benefits:**

The companies contribution to employees provident fund and ESI are charged to statement of profit & loss each year. Company has provided for all known staff liabilities as per agreed terms with the employees. Any other staff benefits if payable will be debited in the year of payments

### **Contingent Liabilities:**

All liabilities have been provided for in the accounts except liabilities of a contingent nature

Guarantees issued by the Company's Banker on behalf of the Company for performance of contractual obligations or as security deposits aggregate to Rs. 420.00 lakhs which is covered by margins in the form of fixed deposits of Rs. 210.00 lakh

### **Prior Period Items**

Prior period expenses in the nature of interest/ fees charges of Income Tax Default of earlier year are separately accounted for and shown in the accounts.



# Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

Particulars	As at 31 March, 2017		As at 31 March, 2016	
	Number of shares	Amount originally paid up	Number of shares	Amount originally paid up
<b>NOTES - 2 : SHARE CAPITAL</b>				
Authorised				
Ordinary Equity shares of Rs 10/- each	5000000	50000000	5000000	50000000
Subscribed and fully paid up				
Ordinary Equity shares of Rs 10/- each	5000000	50000000	5000000	50000000
<b>A) Reconciliation of the number of shares and amount outstanding</b>				
As at the beginning of the year	5000000	50000000	5000000	50000000
Less : Reduction During the year	0	0	0	0
Add : Issued during the year	0	0	0	0
As at the end of the year	5000000	50000000	5000000	50000000
<b>B) Details of shares held by each shareholder holding more than 5% shares</b>				
		%		%
i) Gopal Navinbhai Dave	693000	13.86%	693000	13.86%
ii) Devanshi Gopal Dave	646933	12.94%	646933	12.94%
iii) Dave Securities Pvt. Ltd.	1326667	26.53%	1326667	26.53%
iv) Sunflower Financial Services Pvt. Ltd.	553333	11.07%	553333	11.07%
v) Sunflower Comboking Pvt Ltd	553266	11.07%	553266	11.07%
vi) Sunflower School Solutions Pvt. Ltd.	1219801	24.40%	1219801	24.40%
<b>C) Earning Per Share</b>				
			As at	
			<b>31.03.2017</b>	<b>31.03.2016</b>
Net profit after tax attributable to share holders			14,73,028	2,81,231
Weighted average number of equity shares at the end of the year			5000000	5000000
Nominal value of Shares			10	10
Basic/ Diluted E.P.S			0.29	0.06

Particular	As at	
	31.03.2017	31.03.2016
<b>NOTES - 3 : RESERVE &amp; SURPLUS</b>		
<b>A. Securities Premium Account</b>		
At the beginning of the year	100,00,000	100,00,000
At the end of the year	100,00,000	100,00,000
<b>B. Surplus in Statement of Profit and Loss</b>		
Balance at the beginning of the year	84,20,547	81,39,316
Add: Profit for the year	14,73,028	2,81,231
	98,93,575	84,20,547
<b>Total</b>	<b>198,93,575</b>	<b>184,20,547</b>



## Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

Particular	As at	
	31.03.2017	31.03.2016
<b>NOTES - 4 : LONG TERM BOROWINGS</b>		
<b>A. Secured Loan</b>		
<b>B. Unsecured Loan</b>		
From Related Parties	10,55,170	169,16,250
<b>Total</b>	<b>10,55,170</b>	<b>169,16,250</b>
<b>NOTES - 5 : SHORT-TERM BORROWINGS</b>		
<b>A. Unsecured Borrowings</b>		
River High Right Share Broker Pvt Ltd	3,80,000	3,80,000
Navarang Tradelink Pvt Ltd	304,32,933	0
<b>Total</b>	<b>308,12,933</b>	<b>3,80,000</b>
<b>NOTES - 6 : TRADE PAYABLES</b>		
i) Trade Payables	924,62,243	527,49,401
<b>Total</b>	<b>924,62,243</b>	<b>527,49,401</b>
<b>NOTES - 7 : OTHER CURRENT LIABILITIES</b>		
i) Sundry Deposits from Business Associates / clients	71,06,936	51,12,751
ii) Other payable	17,13,638	41,14,175
<b>Total</b>	<b>88,20,574</b>	<b>92,26,926</b>
<b>NOTES - 8 : SHORT - TERM PROVISIONS</b>		
i) Duties and Taxes	7,60,598	16,90,262
ii) Provision for Income Tax	3,24,400	2,80,000
iii) Provision for Audit fees	40,000	60,000
iv) Provision for Other expenses	14,60,559	10,16,735
<b>Total</b>	<b>25,85,557</b>	<b>30,46,997</b>



## Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

### NOTES - 9 : FIXED ASSETS

Particulars	GROSS BLOCK		DEPRECIATION BLOCK		NET BLOCK		
	As at 01.04.2016	Addition Deduction	As at 31.03.2017	As at 01.04.2016	Addition Deduction	As at 31.03.2017	As at 31.03.2016
<b>Tangible Assets :</b>							
Electrical Fittings	1120327	32700	1153027	397756	131385	623886	722571
Air Conditioner	394619	30000	424619	135850	47630	241139	258769
Computer	4311949	252461	4564410	3239712	323906	1000792	1072237
Furniture and Fixtures	2545875	0	2545875	754699	260369	1530807	1791176
Office Equipments	591008	0	591008	166217	39921	384870	424791
Power Generator	331742	0	331742	149333	42537	139872	182409
Telephone Instruments	158423	0	158423	139443	7451	11529	18980
	9453943	315161	9769104	4983009	853199	3932896	4470934
<b>Intangible Assets :</b>							
Computer Software	1710138	897017	2607155	1377617	199811	1029727	332521
Odin Software	442229	0	442229	413128	6991	22110	29101
	2152367	897017	3049384	1790745	206802	1051837	361622
<b>TOTAL CURRENT YEAR</b>	<b>11606310</b>	<b>1212178</b>	<b>12818488</b>	<b>6773754</b>	<b>1060001</b>	<b>4984733</b>	<b>4832556</b>
<b>PREVIOUS YEAR</b>	12370958	173415	11606310	5646783	1580706	6773754	4832556



# Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

Particular	As at	
	31.03.2017	31.03.2016
<b>NOTES - 10: NON CURRENT INVESTMENT</b>		
<b>A. Trade Investments</b>		
<b>Quoted Equity Shares</b>		
i) Super Domestic Machines Ltd (107600 Shares, Pr Yr 99800 Shares)	-	134,05,125
ii) Tarang Projects and Consultants (8423 Shares)	-	44,60,000
<b>Less:</b>		
<b>Sold during the Year</b>		
i) Super Domestic Machines Ltd (107600 Shares)	-	(134,05,125)
ii) Tarang Projects and Consultants (8423 Shares)	-	(44,60,000)
	-	-
<b>B. Non Trade Investment</b>		
(Unquoted fully paid shares of related parties)		
i) Dave Securities Pvt. Ltd. (1,99,800 Shares)	19,980	19,980
ii) Sunflower Schools Solutions Pvt. Ltd. (19,925 Shares)	0	1,99,250
iii) Image Publications (P) Ltd. (95,000 Shares)	9,50,000	9,50,000
<b>Less:</b>		
<b>Sold during the Year</b>		
i) Sunflower Schools Solutions Pvt. Ltd. (19,925 Shares)	-	(1,99,250)
ii) Dave Securities Pvt. Ltd. (1,99,800 Shares)	(19,980)	-
iii) Image Publications (P) Ltd. (95,000 Shares)	(9,50,000)	-
<b>Total</b>	<b>0</b>	<b>9,69,980</b>
<b>NOTES - 11 : LONG TERM LOANS AND ADVANCES</b>		
<b>Deposits</b>		
i) Deposit & Margin with BSE	27,00,000	21,00,000
ii) Deposit & Margin with NSE	279,00,000	114,00,000
iii) Deposit with NSCCL	15,00,000	15,00,000
iv) Trade Margin Security Deposits with IL&FS Ltd.	7,00,770	19,00,770
v) Deposit with Central Depository Services (India) Ltd.	5,00,000	5,00,000
vi) Deposits for Telephone, VSAT, Electricity etc.	2,850	2,850
<b>Total</b>	<b>333,03,620</b>	<b>174,03,620</b>
<b>NOTES - 12 : Deferred Tax Assets</b>		
Balance at the beginning of the year	1,43,583	0
Deferred Tax Liability comprise timing differences on account of differences in		
As per Tax Books           Rs. 709833/-		
As per financial Books     Rs. 1060001/-		
Timing Difference         Rs. 350168/- @ 30.9% Tax rate = Rs.108202/-	1,08,202	1,43,583
<b>Total</b>	<b>2,51,785</b>	<b>1,43,583</b>
<b>NOTES - 13 : INVENTORIES</b>		
<b>a. Stock In Trade (Shares)</b>		
i) TATA Steel (10 shares @ Rs. 312.3/-)	3,123	3,123
ii) Hindustan Construction Co. Ltd. (250 shares @ Rs. 13.75/-)	2,482	2,482
iii) JSW Ispat Steel Ltd. (3000 shares @ Rs. 8.78/-)	26,340	26,340
iv) Tata Consultancy Services (4 shares @ Rs. 1160.65/-)	4,642	4,642
v) Ace Tours Worldwide Limited (20000 shares @ Rs. 4.04/-)	1	80,800
vi) Gujarat Gas Ltd (20 shares @ Rs. 549.55/-)	10,991	10,991
vii) Liquidbees (157 units @ Rs. 1000/-)	0	1,57,000
viii) Liboard Securities Ltd. (755 shares @ Rs. 7.20/-)	5,436	5,436
ix) SRK Industries Ltd. (Purchase Value 28 shares @ Rs. 23.35/-)	140	655
<b>Total</b>	<b>53,155</b>	<b>2,91,469</b>



## Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

<b>NOTES - 14 : TRADE RECEIVABLE</b>		
<u>Unsecured, considered good</u>		
i) Sub brokers, Exchange & clients less than 6 months	1017,85,636	433,38,683
ii) Sub brokers, Exchange & clients More than 6 months	34,38,995	92,93,715
<b>Total</b>	<b>1052,24,631</b>	<b>526,32,398</b>
<b>NOTES - 15 : CASH AND CASH EQUIVALENTS</b>		
i) Cash on Hand	2,93,299	15,28,738
ii) Balances with Scheduled Banks in Current Accounts	185,94,344	249,67,396
iii) Investment in FDR (In custody with Bank, IL&FS & NSCCL for Gurantee / as Margin money)	368,60,622	343,60,622
<b>Total</b>	<b>557,48,265</b>	<b>608,56,756</b>
<b>NOTES - 16 : SHORT - TERM LOANS AND ADVANCES</b>		
i) Advances to Staff	6,53,389	13,04,334
<b>Total</b>	<b>6,53,389</b>	<b>13,04,334</b>
<b>NOTES - 17 : OTHER CURRENT ASSETS</b>		
i) Interest receivable	2,67,666	3,37,862
ii) Receivable for Investment sold	0	96,49,080
iii) Income Tax & TDS Receivable	22,44,169	3,99,072
iv) Prepaid Expenses	10,12,733	11,77,891
v) Other Receivable	18,85,906	7,41,521
<b>Total</b>	<b>54,10,474</b>	<b>123,05,426</b>



# Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

Particular	As at	
	31.03.2017	31.03.2016
<b>NOTES - 18: REVENUE FROM OPERATIONS</b>		
i) Brokerage Income	267,06,617	272,32,594
Less : Paid to Business Associates	(182,03,461)	(207,52,441)
ii) Interest Income	33,30,428	39,19,184
iii) Odin Charges (Net)	(81,564)	(46,556)
iv) Income from Clearing Charges	44,921	98,399
v) Incentive on BSE Derivative Segment	0	4,563
vi) Income from Depository services	4,78,615	5,42,084
vii) Profit / (-) Loss from Shares & Derivatives Transactions	(5,38,584)	(3,28,523)
viii) Other operating income	3,85,115	3,34,626
<b>Total</b>	<b>121,22,087</b>	<b>110,03,930</b>
<b>NOTES - 19: OTHER INCOME</b>		
i) Interest Income	26,95,131	41,04,718
ii) Capital Gain on sale of Investments (Net)	25,02,020	55,75,872
<b>Total</b>	<b>51,97,151</b>	<b>96,80,590</b>
<b>NOTES - 20: EMPLOYEE BENEFIT EXPENSE</b>		
i) Staff Salary, Allowances & Other Benefits	51,48,415	68,03,438
ii) Director Remuneration	0	26,00,000
<b>Total</b>	<b>51,48,415</b>	<b>94,03,438</b>
<b>NOTES - 21: FINANCIAL COSTS</b>		
i) Bank Charges	67,118	25,882
ii) Bank Guarantee Commission	8,72,803	9,32,848
iii) Interest Expense	10,83,249	17,19,406
iv) TDS Interest & late payment charges	1,60,101	1,53,472
<b>Total</b>	<b>21,83,271</b>	<b>28,31,608</b>
<b>NOTES - 22: OTHER EXPENSES</b>		
i) Advertisement Exps	3,600	33,000
ii) Annual Maintenance Charges	3,89,391	4,03,186
iii) Auditors Remuneration	40,000	60,000
iv) Connectivity Charges	11,37,815	11,60,473
v) Conveyance & Travelling	66,977	2,32,690
vi) Electricity Power Charges	6,40,724	6,06,142
vii) Exchange Penalty Charges	12,90,012	1,49,770
<b>Total C/f</b>	<b>35,68,519</b>	<b>26,45,261</b>



# Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

## **NOTES - 22: OTHER EXPENSES**

Total B/f	35,68,519	26,45,261
x) Insurance Charges	50,411	68,513
xi) Marketing & Promotional Expenses	2,28,387	6,42,495
xii) Membership Fees & Subscription	95,240	73,742
xiii) Misc. Expenses	4,18,341	5,31,489
xiv) Office Administration Exps.	3,21,443	4,08,670
xv) Postage And Courier Charges	1,48,378	1,72,972
xvi) Printing, Stationary & Zerox Expense	1,98,178	1,82,396
xvii) Professional & Legal Charges	14,74,305	7,97,480
xviii) Rent, Rates & Taxes	2,55,000	3,09,776
xix) Repair & Maintenance	1,80,979	2,50,327
xxi) Telephone Charges	2,06,762	2,23,461
xxii) Franking charges and Stamp Paper charges	16,817	18,900
<b>Total</b>	<b>71,62,760</b>	<b>63,25,482</b>

## **NOTES - 23: EXCEPTIONAL ITEMS**

i) Loss On Sale Of Assets	0	1,35,978
ii) Income tax paid	0	1,06,313
iii) Charity And Donations	10,000	7,003
iv) Prior Period Expenses	65,565	10,603
<b>Total</b>	<b>75,565</b>	<b>2,59,897</b>



## Sunflower Broking Pvt. Ltd.

Notes forming part of Financial Statements for the year ended March 31, 2017

### NOTES - 24 : SEGMENT REPORTING

The Company operates only in one business segment i.e. share and stock broking and other related ancillary services

### NOTES - 25 : DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)

During the year the company had specified bank notes (SBNs) or other denomination notes as defined in the MCA notification, G. S. R. 308(E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination-wise SBNs and other notes as per notification are as follows

(Rs. In lacs)

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08/11/2016	1.85	0.54	2.39
Permitted Receipts	0	2.89	2.89
Permitted Payments	0	0.80	0.80
Amount Deposited in Banks	1.85	0	1.85
Closing cash in hand as on 30/12/2016	0	2.63	2.63

### NOTES - 26 : RELATED PARTY TRANSACTIONS

As per the Accounting Standards 18, issued by the Institute of Chartered Accountants of India, disclosures of transaction with the related parties as defined in the Accounting Standards are given below :

#### a) Key Management Personnel of the Company & Their Relatives

- |                       |                       |
|-----------------------|-----------------------|
| 1. Gopalbhai N. Dave  | 8. Rohitkumar Bhow    |
| 2. Dhavalbhai J. Dave | 9. D. J. Dave (HUF)   |
| 3. Navinbhai C. Dave  | 10. Varun G. Dave     |
| 4. Malay R. Bhow      | 11. Neelaben R. Bhow  |
| 5. Hetal D. Dave      | 12. Kamy G Dave       |
| 6. Devanshi G. Dave   | 13. Chandrikaben Bhow |
| 7. Viralben M. Bhow   | 14. Nayanbhai J Dave  |

#### b) Enterprises under the control of key management personnel or Associates

- |  |                                 |
|--|---------------------------------|
| 1. Sunflower Comboking Private Limited | 3. Roofone Securities Pvt. Ltd. |
| 2. Swan Engitech Works Pvt. Ltd.       | 4. Komalay Financial            |

#### c) Transactions with related parties :

1. Commission paid Rs. 2186150/-
2. Loan Given Rs. 6500000/- (Outstanding as on 31-3-2017 Rs. Nil)
4. Rent Paid Rs. 240000/-
5. Loan Taken Rs. 4447300/- (Outstanding as on 31-03-2017 is Rs. 1055170/-)
7. Brokerage, Interest and other income earned in share stock business Rs. 312146/-
8. Share Investment Sold Rs. 3472000/-

For Sunflower Broking Pvt. Ltd.

(Director)  
(Dhaval Dave)  
DIN: 02734102  
Place Rajkot  
Date : 02/09/2017

(Director)  
(Malay Bhow)  
DIN: 02770605

