

Independent Auditor's Report

To the Members of
SKP Insurance Brokers & Advisors Private Limited

Report on Financial Statements

We have audited the accompanying financial statements of SKP Insurance Brokers & Advisors Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014 and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

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

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



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

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014; and
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in paragraph 4 of the Companies (Auditor's Report) Order, (as amended) 2003, issued by the Department of Company Affairs, in terms of section 227(4A) of the Companies Act, 1956, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company.
2. As required by section 227(3) of the Act, we report that:
 - b) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Act;
 - e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

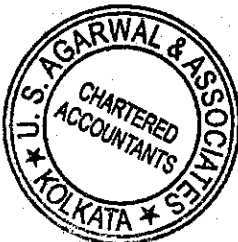
For U S AGARWAL & ASSOCIATES

Chartered Accountants
FRN: 314213E

CA U S AGARWAL

Partner
Membership No. : 051895

Place: Kolkata
Date: 01.09.2014



SKP INSURANCE BROKERS & ADVISORS PRIVATE LIMITED

BALANCE SHEET AS AT 31.03.2014

<u>Particulars</u>	<u>Note No.</u>	<u>As at 31.03.2014 Rs.</u>	<u>As at 31.03.2013 Rs.</u>
I. EQUITY & LIABILITIES			
1 Shareholders' funds			
a) Share Capital	3	200,000	200,000
b) Reserve & Surplus	4	1,130,887	1,124,668
2 Non-Current Liabilities			
Deferred tax liabilities (Net)		-	1,521
3 Current Liabilities			
a) Other Current Liabilities	5	7,304	20,738
b) Short Term Provisions		44,769	146,329
		1,382,960	1,493,256
II. ASSETS			
1 Non Current Assets			
<u>Fixed Assets</u>			
i) Tangible Assets	6	-	5,324
		-	5,324
2 Current Assets			
a) Trade Receivables		18,834	29,634
b) Cash & Cash Equivalents		1,112,151	1,114,670
c) Short Term Loans & Advances		251,659	343,628
d) Other Current Assets		316	-
		1,382,960	1,487,932
		1,382,960	1,493,256

See accompanying notes (1 to 18) to the financial statements.

As per our report of even date

For **U S AGARWAL & ASSOCIATES** (KP Insurance Brokers & Advisors Pvt. Ltd) (KP Insurance Brokers & Advisors Pvt. Ltd)

Chartered Accountants

Firm Regn No. 314213E

CA U S AGARWAL

Partner

Membership No. 051895

Kolkata

Dated : 01.09.2014



(Signature)
Director

(Signature)
Director

SKP INSURANCE BROKERS & ADVISORS PRIVATE LIMITED

PROFIT & LOSS STATEMENT FOR THE YEAR ENDING 31.03.2014

<u>Particulars</u>	<u>Note No.</u>	<u>2013-14</u> Rs.	<u>2012-13</u> Rs.
Revenue from Operations	8	14,140.00	31,816.00
Other Income	9	391,907.57	421,346.50
Total Revenue		<u>406,047.57</u>	<u>453,162.50</u>
<u>EXPENSES</u>			
Employee Benefit Expense	10	351,360.00	367,420.00
Depreciation		-	1,277.00
Other Expenses	11	28,683.75	28,048.30
Total Expenses		<u>380,043.75</u>	<u>396,745.30</u>
Profit before tax		26,003.82	56,417.20
Tax expense:			
(1) Current tax		8,034.00	14,091.00
(2) Deferred tax		(1,521.00)	(207.00)
(3) Income tax for Earlier Years		13,272.23	-
Profit after Tax		<u>6218.59</u>	<u>42533.20</u>
Earnings per Share - Basic & Diluted	14	0.31	2.13

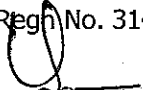
See accompanying notes (1 to 18) to the financial statements.

As per our report of even date

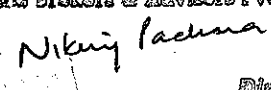
For **U S AGARWAL & ASSOCIATES** SKP Insurance Brokers & Advisors Pvt. Ltd SKP Insurance Brokers & Advisors Pvt. Ltd

Chartered Accountants

Firm Regn No. 314213E



Director



Director

CA U S AGARWAL

Partner

Membership No. 051895

Kolkata

Dated : 01.09.2014



SKP INSURANCE BROKERS & ADVISORS PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

1) CORPORATE INFORMATION

SKP Insurance Brokers & Advisors Private Limited (the Company) is a Private Limited Company incorporated in India under the provisions of the Companies Act, 1956. The Company is dealing in business of insurance advisory.

2) SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Accounting

The financial Statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India. The Company has prepared the financial statements to comply in all material respect with the Accounting Standards notified under the Companies (Accounting Standard) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956.

The Company follows Mercantile System of Accounting and recognises its Income & Expenditure on accrual basis.

2.2 Uses of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known/materialized.

2.3 Fixed Assets

Fixed Assets are stated at cost of acquisition or construction.

2.4 Depreciation

Depreciation on Fixed Assets are provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

2.5 Investments

Long Term Investments are valued at cost.

2.6 Earnings Per Share

Basic EPS is calculated by dividing the Net Profit for the year attributable to Equity Shareholders by the weighted number of Equity Shares outstanding during the year.

2.7 Provision for Current Tax

Provision for Current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates relevant to the respective 'previous year'.

2.8 Provisions, Contingent Liabilities and Contingent Assets:

Provision is recognized in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable.

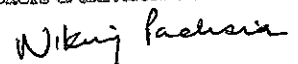
Contingent Liabilities are shown by way of notes to the Accounts in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered not probable.



SKP Insurance Brokers & Advisors Pvt. Ltd


Director

SKP Insurance Brokers & Advisors Pvt. Ltd


Director

3) SHARE CAPITAL		<u>As at</u> <u>31.03.2014</u> <u>Rs.</u>	<u>As at</u> <u>31.03.2013</u> <u>Rs.</u>
	a AUTHORISED 500000 Equity Shares of Rs. 10/- each		50,00,000.00
b ISSUED, SUBSCRIBED & PAID UP 20000 Equity Shares of Rs. 10/- each		2,00,000.00	2,00,000.00
c Shareholder holding more than 5% Shares			

Name of Shareholder	As at 31.3.2014		As at 31.3.2013	
	No	% of holding	No	% of holding
Naresh Pachisia	10,000	50	10,000	50
Rajesh Pachisia	10,000	50	10,000	50

d **Reconciliation of number of shares**

	2013-14		2012-13	
	Number of Shares	Amount Rs	Number of Shares	Amount
Opening Balance	20000	2,00,000.00	20000	200000
Changes during the year				
Closing Balance	20000	200000.00	20000	200000

e **Rights, Preferences and Restrictions attaching to each class of shares**

The Company has only 1 Class of Equity Shares having a par value of Rs 10/- per share. Each holder of Equity Share is entitled to one vote per share. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion to the No. of shares held by the shareholders.

4) **RESERVES & SURPLUS**

Profit & Loss Account

As per last Account
Add : Profit for the year

11,24,668.20	10,82,135.00
6,218.59	42,533.20
<u>11,30,886.79</u>	<u>11,24,668.20</u>

5) **CURRENT LIABILITIES**

a **Other Current Liabilities**

Other Liabilities

7,304.00	20,738.00
<u>7,304.00</u>	<u>20,738.00</u>

b **Short Term Provisions**

Provision for tax

44,769.00	1,46,329.00
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6) **TANGIBLE ASSETS**

Computer (Gross)
Less : depreciation todate
Less : Discarded
Net Block

39,520.00	39,520.00
34,196.00	34,196.00
5,324.00	-
-	<u>5,324.00</u>

7) **CURRENT ASSETS**

a **Trade Receivables**

(Unsecured, considered Good)

Less than six months

18,834.00	29,634.00
<u>18,834.00</u>	<u>29,634.00</u>

b **Cash & Cash Equivalents**

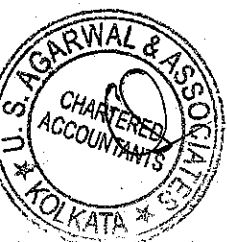
i) Balances with Banks
ii) Cash on Hand

11,05,693.44	11,08,177.62
6,457.32	6,492.32
<u>11,12,150.76</u>	<u>11,14,669.94</u>

c **Short Term Loans & Advances:**

Advance Income Tax

2,51,659.00	3,43,628.23
<u>2,51,659.00</u>	<u>3,43,628.23</u>



KP Insurance Brokers & Advisors Pvt. Ltd

NP

Director

KP Insurance Brokers & Advisors Pvt. Ltd

Nikhil Nikunj Pachisia

Director

d **Other Current Assets:**
Interest on Fixed Deposit

316.00	-
316.00	-

8) REVENUE FROM OPERATIONS

Insurance Commission

2013-14 Rs.	2012-13 Rs.
14,140.00	31,816.00

9) OTHER INCOME

Dividend from Mutual Fund
Advisory Fees
Profit on Sale of Investments
Interest on Fixed Deposit

-	10,724.81
3,00,000.00	3,50,000.00
91,591.57	60,621.69
316.00	-
3,91,907.57	4,21,346.50

10) EMPLOYEES BENEFIT EXPENSES

Salary

3,51,360.00	3,67,420.00
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11) OTHER EXPENSES

Rate & Taxes
Auditors' Remuneration
Audit Fees
For other Services
Bank Charges
Filing Fees
Miscellaneous Expenses
Computer Software
Conveyance
Communication Expenses
Loss on Discard of Fixed Assets
Professional Fees

4,100.00	4,400.00
5,618.00	5,618.00
1,686.00	1,686.00
33.75	157.30
1,500.00	1530.00
35.00	-
449.00	8600.00
163.00	-
7,789.00	5757.00
5,324.00	-
1,986.00	300.00
28,683.75	28,048.30

12) Related party and relationship for which disclosure is required under AS 18:

Key Management Personnel & Relatives: Mr. Naresh Pachisia Director
Mr. Rajesh Pachisia Director

- ii) There are no related party Transaction during the year.
ii) Since there is no related party transaction, there is no amount pertaining to them that are outstanding at the year end nor any amount were written off or written back during the year.

13) Earnings per share:

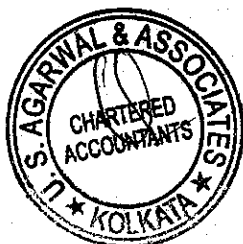
Particulars	2013-14	2012-13
Net profit for the year attributable to Equity Shareholders	6218.59	43847.20
Weighted Average Number of Equity Shares	20000	20000
Basic & Diluted earnings per share of Rs.10 each	0.31	2.19

14) Information pursuant to the provisions of Part II of Schedule VI to the Companies Act, 1956.

Traded Items	2013-2014		2012-2013	
	Quantity	Amount	Quantity	Amount
Opening Stock of Mutual Fund Units	-	-	893.937	990928.45
Purchases of Mutual Fund Units	660.245	1050000	575.145	1012535.12
Switched/Redemption of Mutual Fund Units	660.245	1141592	1478.653	2065278.75
Closing Stock of Mutual Fund Units	-	-	-	-

15) The Company has not received any information from any of the suppliers as defined under the "Micro, Small and Medium Enterprises Act, 2006". Hence, the amount outstanding to these units as on 31st March 2014 is not ascertainable.

16) Figures for the Previous Year have been regrouped / rearranged wherever necessary



CEP Insurance Brokers & Advisors Pvt. Ltd

CEP Insurance Brokers & Advisors Pvt. Ltd

Director

Director