

**Independent Auditor's Report  
To The Members of Religare Commodities Limited**

**Report On the Financial Statements**

We have audited the accompanying financial statements of **Religare Commodities Limited** ('the Company') which comprise the balance sheet as at 31<sup>st</sup> March, 2018, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to error or fraud. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements that give a true



and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by the Company's Directors as well as evaluating the overall presentation of the financial statements.

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

### 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, of the state of affairs of the Company as at 31<sup>st</sup> March, 2018, and its profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure – A" a statement on the matters specified in paragraphs 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 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 it appears from our examination of those books;
  - c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act;
  - e. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2018, and taken on record by the Board of Directors, none of the directors is 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:

- i) the Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer note no. 29 & 29.1 to the financial statements;
- ii) there is no material foreseeable losses on long term contracts and there is no derivative contracts;
- iii) there were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31<sup>st</sup> March, 2018.

For S. S. KOTHARI MEHTA & Co.  
Chartered Accountants  
Firm Registration No. 000756N



Neeraj Bansal  
Partner

Membership No. 095960

Place: Gurugram  
Date: May 30, 2018

**"ANNEXURE – A" TO THE INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RELIGARE COMMODITIES LIMITED**

Referred to in paragraph 1 of report on other legal and regulatory requirement's paragraph of our report on the financial statement of even date,

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets are physically verified by the management according to a phased programme designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies have been noticed on such verification as the block of the fixed assets is not so material.
- (c) Based on the records, the Company does not own any immovable properties as disclosed in note no. 10 on fixed assets to the financial statements.
- (ii) According to the information and explanation provided to us, the Company does not hold any inventory, therefore this clause is not applicable to the Company.
- (iii) As per the information and explanation given to us and on the basis of our examination of the records, 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.
- (iv) As per the information and explanation given to us and on the basis of our examination of the records, the company has not given any loan or guarantee or provided any security to the parties covered under section 185 & 186 and the Company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of the investments made.
- (v) The Company has not accepted any deposits from the public within the meaning of directives issued by the Reserve Bank of India and provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
- (vi) As per the requirement under section 148(1) of companies act, 2013 the Central government has not prescribed for maintenance of the cost records for the company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of provident fund, employees' state insurance, professional tax, income tax, sales tax, value added tax, service tax, Goods and Services Tax, cess and other material statutory dues as applicable with the appropriate authorities. Further, there are no undisputed amounts outstanding at the year end for a period of more than six months from the date they became payable.



(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, service tax, sales tax, value added tax and Goods and Services Tax which have not been deposited on account of any dispute except for the following:

Name of Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	2,10,390	A.Y. 2009-10	Assessing Officer
		1,00,60,933*	A.Y. 2012-13	Commissioner of Income Tax (Appeals)
		2,27,87,812	A.Y. 2013-14	Commissioner of Income Tax (Appeals)
		1,57,510	A.Y. 2014-15	Commissioner of Income Tax (Appeals)
Finance Act, 1994	Service Tax	45,68,460	F.Y. 2007-08 & 2011-12	Commissioner of Service Tax
		13,33,144	F.Y. 2013-14	Commissioner of Service Tax
		19,12,260	F.Y. 2012-13	Commissioner of Service Tax
		18,37,877	F.Y. 2014-15	Commissioner of Service Tax
		32,65,612	F.Y. 2015-16 & 2016-17	Commissioner of Service Tax
Gujarat Value Added Tax	Gujarat VAT	2,16,62,311	F.Y. 2009-10 & 2010-11	Deputy commissioner of commercial Tax, Mehsana, Gujarat

\*Out of the above Rs. 42,00,000 had been paid under protest by the Company.

- (viii) According to the records of the Company examined by us and the information and explanations given to us, in our opinion, the Company has not defaulted in repayment of its dues to the banks. The Company has not taken any loans or borrowings from financial institutions, Government and there are no dues to debenture holders.
- (ix) As per the information and explanation given to us and on the basis of our examination of the records, the company has not raised monies by way of initial public offer or further public offer (including debt instruments) and term loans.
- (x) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud by the company or on the Company by its officers or employees noticed or reported during the year, nor we have been informed of such case by the management.
- (xi) As per the information and explanation given to us and on the basis of our examination of the records, no managerial remuneration has been paid or provided during the year.



- (xii) The company is not a Nidhi Company, therefore this clause is not applicable to the company.
- (xiii) As per the information and explanation given to us and on the basis of our examination of the records, the company has transacted with the related parties which are in compliance with section 188 of Companies Act, 2013 as per the applicable provisions and the details have been disclosed in the financial statements as required by the Accounting Standard -18 Related Party Disclosures - Refer note no. 32 & 32.1 to the financial statements. And the approval for related parties' transactions under section 177 is not required as there is no requirement of constitution of audit committee in the Company as per the relevant applicable provisions and rules.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) As per the information and explanations given to us and on the basis of our examination of the records, the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Therefore this clause is not applicable to the company.

Place: Gurugram  
Date: May 30,2018

For **S. S. KOTHARI MEHTA & Co.**  
Chartered Accountants  
Firm Registration No. 000756N



*Neeraj Bansal*

**Neeraj Bansal**  
Partner  
Membership No. 095960

**"ANNEXURE – B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF RELIGARE COMMODITIES LIMITED**

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 **Religare Commodities Limited** ("the Company") as at March 31, 2018 in conjunction with our audit of the 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". 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.

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



### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

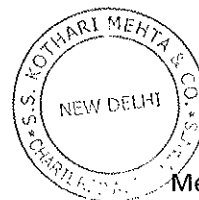
### Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

### Opinion

In our opinion, based on records the Company has, in all material respects, an adequate internal financial controls over financial reporting and the internal controls over financial reporting are generally operating effectively as at March 31, 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 and may be strengthened further.

For S. S. KOTHARI MEHTA & Co.  
Chartered Accountants  
Firm Registration No. 000756N



Neeraj Bansal  
Partner

Membership No. 095960

Place: Gurugram  
Date: May 30, 2018



**RELIGARE COMMODITIES LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2018**

Particulars	Note No.	As at March 31, 2018 Amount (Rs.)	As at March 31, 2017 Amount (Rs.)
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	2	20,000,000	20,000,000
Reserves and Surplus	3	634,195,489	614,545,332
<b>Non - Current Liabilities</b>			
Other Long Term Liabilities	4	62,503,323	63,957,231
Long - Term Provisions	5	-	1,188,000
<b>Current Liabilities</b>			
Short - Term Borrowings	6	337,296,545	295,499,469
Trade Payables	7	-	-
Dues of micro enterprises and small enterprises		-	-
Dues of creditors other than micro enterprises and small enterprises		318,778,618	302,785,701
Other Current Liabilities	8	571,735,598	517,783,433
Short - Term Provisions	9	4,445,000	5,383,000
<b>TOTAL</b>		<b>1,948,954,573</b>	<b>1,821,142,166</b>
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	10	1,834,232	1,805,469
Intangible Assets	11	1,763	74,739
Intangible Assets under development		800,000	-
Non - Current Investments	12	100,036,000	100,036,000
Deferred Tax Asset	13	8,070,175	9,925,465
Long - Term Loans and Advances	14	30,090,340	20,429,023
Other Non - Current Assets	15	110,310,762	213,099,532
<b>Current Assets</b>			
Current Investments	16	306,000,000	190,291,009
Trade Receivables	17	53,696,995	77,396,284
Cash and Bank Balances	18	1,201,609,967	1,026,397,651
Short - Term Loans and Advances	19	100,803,105	152,248,765
Other Current Assets	20	35,701,234	29,438,229
<b>TOTAL</b>		<b>1,948,954,573</b>	<b>1,821,142,166</b>

Overview and Significant Accounting Policies

1

The accompanying notes are an integral part of these Financial Statements

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board of Directors

For SS Kothari Mehta and Co.

Chartered Accountants

Firm Registration Number: 000756N

*Neeraj Bansal*

CA Neeraj Bansal  
Partner  
Membership No. 095960



*Gurvinder Singh Juneja*

Gurvinder Singh Juneja  
Director  
(DIN:06561045)

*Jayant Manglik*

Jayant Manglik  
Director  
(DIN:03096724)

*Neha Grover*

Neha Grover  
Company Secretary  
Membership Number: ACS-21164

Place:

Date:

GURUGRAM  
30.05.2018

Place:

Date:

GURUGRAM  
MAY 30, 2018

**RELIGARE COMMODITIES LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018**

Particulars	Note No.	Year Ended March 31, 2018 Amount (Rs.)	Year Ended March 31, 2017 Amount (Rs.)
<b>Revenue</b>			
Revenue from Operations	21	270,223,839	344,605,372
Other Income	22	24,321,646	14,914,477
<b>Total Revenue</b>		<b>294,545,485</b>	<b>359,519,849</b>
<b>Expenses</b>			
Employee Benefits Expense	23	83,347,824	95,057,135
Finance Costs	24	34,877,327	29,014,709
Depreciation and Amortization Expense	25	1,474,147	1,344,502
Other Expenses	26	146,106,675	179,033,013
<b>Total Expenses</b>		<b>265,805,973</b>	<b>304,449,359</b>
<b>Profit Before Tax</b>		<b>28,739,512</b>	<b>55,070,490</b>
<b>Tax Expense</b>			
Current Tax		6,779,357	15,480,110
MAT credit Entitlement		-	(827,551)
Taxes for Earlier Years		454,708	827,551
Deferred Tax(Net)		1,855,290	(557,517)
<b>Profit for the Year</b>		<b>19,650,157</b>	<b>40,147,897</b>
<b>Earnings Per Equity Share</b>			
	27		
Basic (Nominal Value of Rs 10/- each)		9.83	20.07
Diluted (Nominal Value of Rs 10/- each)		9.83	20.07

**Overview and Significant Accounting Policies**

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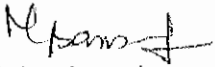
The accompanying notes are an integral part of these Financial Statements

This is the Statement of Profit & Loss referred to in our report of even date

For SS Kothari Mehta and Co.

Chartered Accountants

Firm Registration Number: 000756N



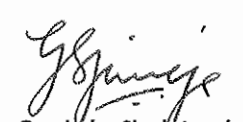
**CA Neeraj Bansal**

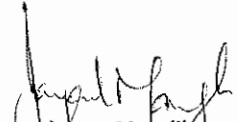
Partner


Membership No. 095960



For and on behalf of the Board of Directors

  
**Gurvinder Singh Juneja**  
 Director  
 (DIN:06561045)

  
**Jayant Manglik**  
 Director  
 (DIN:03096724)

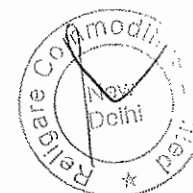
  
**Neha Grover**  
 Company Secretary  
 Membership Number: AC5-21164

Place : *GURUGRAM*  
 Date : *30.05.2018*

Place : *GURUGRAM*  
 Date : *MAY 30, 2018*

**RELIGARE COMMODITIES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018**

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>A. Cash flow from Operating Activities:</b>		
Profit Before Tax	28,739,512	55,070,490
Adjustments for:		
Depreciation and Amortization Expense	1,474,147	1,344,502
Interest Expense	30,307,727	25,532,599
Interest Income on Investment in Debenture	(6,958,685)	(5,196,016)
(Profit)/Loss on sale/retirement of Fixed Assets (Net)	(28,237)	(45,461)
Interest Income on Investment in Commercial Paper	(308,505)	(7,219,692)
Profit on Sale of Bond	(10,074,584)	-
Balances (Written back)/write off	(5,024,280)	664,331
Bad Debts Written off and Provision for Doubtful Debts (Net)	850,593	1,551,443
Reversal of Provision for Gratuity, Compensated Absences	(2,126,000)	(841,000)
Tax Deducted at Source (TDS)	(8,347,094)	(8,830,390)
<b>Operating Profit Before Working Capital Changes</b>	<b>28,504,594</b>	<b>62,030,806</b>
<b>Adjustments for Changes in Working Capital :</b>		
- Decrease in Trade Receivables	23,668,787	135,108,121
- (Increase)/Decrease in Other Current Assets	(142,977,689)	84,250,584
- Increase in Other Non-Current Assets	(515,562)	(5,752,889)
- (Increase)/Decrease in Long Term Loans and Advances	(6,852,501)	65,737,792
- Decrease/(Increase) in Short Term Loans and Advances	51,445,660	(61,707,618)
- Decrease in Other Long - Term Liabilities	(1,453,907)	(1,269,862)
- Increase/(Decrease ) in Trade Payables	15,974,393	(87,000,806)
- Increase/(Decrease ) in Other Current Liabilities	57,603,345	(111,823,575)
<b>Cash Generated from Operations</b>	<b>25,397,120</b>	<b>79,572,553</b>
- Taxes (Paid)/ Refund Received (Net of Tax Deducted at Source)	(1,000,000)	22,746,741
<b>Net Cash Generated from Operating Activities</b>	<b>24,397,120</b>	<b>102,319,294</b>
<b>B. Cash Flow From Investing Activities:</b>		
Purchase of Fixed Assets (Excluding Capital Advances but including Capital Work in Progress and Intangible Asset under development)	(2,244,533)	(675,739)
Proceeds from sale of Fixed Assets	42,833	110,031
Decrease/(Increase) in Fixed Deposits shown as Non Current Assets (Refer Note- 18.1)	102,484,163	(95,637,565)
Redemption of Commercial Paper	19,970,114	136,403,310
Sale/(Investment) in Bond from Group companies	185,900,000	(170,629,400)
Investment in Debenture of Group Companies	(306,000,000)	-
<b>Net Cash Generated/(Used In) From Investing Activities</b>	<b>152,577</b>	<b>(130,429,363)</b>
<b>C. Cash Flow From Financing Activities:</b>		
<b>Proceeds/ (Repayment) for Short term Borrowings:-</b>		
- Overdraft From Banks-Repayable on demand ( Net)	41,797,076	78,016,333
- Interest Paid	(28,915,942)	(27,210,620)
<b>Net Cash Generated From Financing Activities</b>	<b>12,881,134</b>	<b>50,805,713</b>
<b>Net Increase in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>37,430,831</b>	<b>22,695,645</b>
<b>Add: Cash and Cash Equivalents at the beginning of the Year</b>	<b>112,498,113</b>	<b>89,802,468</b>
<b>Cash and Cash Equivalents at the end of the Year</b>	<b>149,928,944</b>	<b>112,498,113</b>



**RELIGARE COMMODITIES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018**

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Cash and Cash Equivalents Comprises of:</b>		
Cash on Hand	24,296	61,941
Stamp Paper on Hand	18,000	18,000
Balances with Banks in Current Accounts	149,886,648	112,418,172
	<b>149,928,944</b>	<b>112,498,113</b>

**Notes:**

- 1) The Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard -3 on Cash Flow Statement.
- 2) Figures in bracket Indicate cash outgo/income.
- 3) Previous year's figures have been regrouped and rearranged wherever necessary to conform to the current year classification.

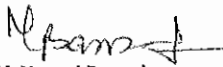
The accompanying notes are Integral Part of these Financial Statements

This is the Cash Flow Statement referred to in our report of even date

For SS Kothari Mehta and Co.

Chartered Accountants

Firm Registration Number: 000756N



CA Neeraj Bansal

Partner

Membership No. 095960



For and on behalf of the Board of Directors



Gurvinder Singh Juneja

Director

(DIN:06561045)



Jayant Marglik

Director

(DIN:03096724)



Neha Grover

Company Secretary

Membership Number: ACS-21164

Place : *Gurgaon*  
 Date : *30.05.2018*

Place : *GURUGRAM*  
 Date : *MAY 30, 2018*

# RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

## 1.1 OVERVIEW

Religare Commodities Limited or RCL (the "Company") is a wholly owned subsidiary of Religare Broking Limited (RBL). It was set up to spearhead Exchange based Commodity Trading. RCL was incorporated on November 25, 2003 as Fortis Comdex Limited. The name of the Company was changed from Fortis Comdex Limited to Religare Comdex Limited on January 17, 2006. The name was further changed from Religare Comdex Limited to Religare Commodities Limited on June 2, 2006.

The primary object of the Company is to carry on the business as brokers providing trading platform in agricultural products, metals and commodities in spot and derivatives through recognized commodities exchange. RCL is a trading member of Multi Commodity Exchange Limited (MCX) and National Commodity and Derivatives Exchange Limited (NCDEX).

## 1.2 SIGNIFICANT ACCOUNTING POLICIES

### A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

The Ministry of Corporate Affairs (MCA) has notified the Companies (Accounting Standards) Amendment Rules, 2016 vide its notification dated March 30, 2016. The said notification read with Rule 3(2) of the Companies (Accounting Standards) Rules, 2006 is applicable to accounting period commencing on or after the date of notification i.e. 1 April 2016.

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 (Division-I) to the Companies Act, 2013. Based on the nature of products and services and the time between the acquisition of assets for processing, rendering of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

### B. USE OF ESTIMATES

The presentation of Financial Statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which results are known / materialized.

### C. REVENUE RECOGNITION

- (i) Revenue from Broking activities is accounted on the trade date of transaction.
- (ii) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rates applicable
- (iii) Dividend income is recognized when the Company's right to receive dividend is established.
- (iv) Profit/Loss on sale of all Investments is recognised on date of sale, net of expenses. The cost of investments is computed based on weighted average basis.
- (v) Interest on delayed Payment is recognised on a time proportion basis taking into account the amount outstanding and the rates applicable, where there is no uncertainty regarding the realisation.
- (vi) Recovery of Transaction fees is recognised on date of transaction.
- (vii) Revenue excludes Service tax, Value Added Tax (VAT), Commodity Transaction Tax (CTT), Goods and Service Tax (GST).

### D. COMMERCIAL PAPER

The difference between the redemption value and acquisition cost of Commercial Paper is amortised over the tenure of the instrument. The liability as at the Balance Sheet date in respect of such instruments is recognized at face value net of discount to be amortised.

### E. TANGIBLE ASSETS

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Costs for this purpose includes purchase price, non-refundable taxes or levies and other directly attributable costs of bringing the assets to its working condition for its intended use. Subsequent expenditure related to an item of tangible asset is added to its book value only if it increase the future benefits from the existing asset beyond its previously assessed standard of performance. Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets which are carried at cost less depreciation are recognised in the Statement of Profit and Loss.



## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

### F. LEASES

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on over the period of the lease.

### G. INTANGIBLE ASSETS

Intangible assets are recognised only if it is probable that the future economic benefits that are attributable to assets will flow to the enterprise and the cost of the assets can be measured reliably. Intangible assets are stated at acquisition cost and are carried at cost less accumulated amortisation and impairment losses, if any. Gains or Losses arising from the retirement or disposal of intangible assets are determined as the difference between net disposal proceeds and the carrying value of the assets and recognised as income or expenses in the Statement of Profit and Loss.

Computer Software which is not an integral part of the related hardware is classified as an intangible asset and is being amortized over its estimated useful life.

### H. DEPRECIATION AND AMORTISATION

Immovable assets at the leased premises including civil works, electrical items are capitalized as leasehold improvements and are amortized over the primary period of lease subject to maximum tenure of 6 years.

Depreciation is provided on Straight Line Method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the certain categories of assets (table given below), where useful life is different than those prescribed in Schedule II are used. Based on technical advice, determination of useful life of an asset is a matter of judgment and based on various factors such as type and make of an item, its place and pattern of usage, nature of technology, obsolescence factors, availability of spares, etc. makes a significant impact on the useful life of an asset.

Asset Description	Useful Life of Asset ( In year) as per Schedule-II	Useful Life of Asset ( In year) as adopted
Office Equipment	5	2 to 5
Server and Networks	6	5 to 6
Laptop, Desktop etc.	3	3
Electrical Installation & Furniture and Fixtures	10	5 to 10
Bike	10	6 to 10
Car-Own	8	5 to 8
Intangible Asset- Software	As per Accounting Standard	5

### I. IMPAIRMENT OF ASSETS

Assets (tangible and intangible) are reviewed for impairment at each Balance Sheet date. In case, events and circumstances indicate any impairment, the recoverable amount of these assets is determined. An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed/adjusted if there has been a change in the estimate of the recoverable amount and such loss either no longer exists or has decreased.

### J. FOREIGN CURRENCY TRANSACTIONS

- (i) On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.
- (ii) All monetary assets and liabilities in foreign currency are restated at the end of accounting period and difference, if any, are recognized in the Statement of Profit and Loss.
- (iii) As at the reporting date, non-monetary items, if any, which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.



## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

### K. EMPLOYEE BENEFITS

- (i) Provident Fund is a defined contribution scheme and the contributions as required by the statute are charged to the Statement of Profit and Loss as incurred.
- (ii) The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of continuous service. The Company makes annual contributions to gratuity fund ("Religare Commodities Limited Group Gratuity Scheme") established as trust. The Company accounts for the liability for gratuity benefits payable in future based on an independent actuarial valuation conducted by an independent actuary using the Projected Unit Credit Method as at the balance Sheet date.
- (iii) The employees of the Company are entitled leave benefits as per the policy of the Company. The liability for compensated absences is accrued based on the actuarial valuation as at the balance sheet date conducted by an independent actuary. The net present value of the company's obligation is determined based on the Projected Unit Credit Method as at the Balance Sheet date.
- (iv) Actuarial gains or losses arising on account of actuarial reports are recognized in the Statement of Profit and Loss in the year in which they arise. Actuarial gains and losses comprise of experience adjustments and the effects of changes in actuarial assumptions are recognized immediately in the Statement of Profit and Loss as income or expense.
- (v) The undiscounted amount of short - term employee benefits expected to be paid in exchange for services rendered by an employee is recognized during the period when the employee renders the service.

### L. TAXES ON INCOME

- (i) Current tax is determined as the amount of tax payable in respect of taxable income for the year.
- (ii) Provision for taxation for the year is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961.
- (iii) Current tax assets and liabilities are offset when there is a legally enforceable rights to set off the recognised amount and there is intention to settle the assets and the liabilities on a net basis.
- (iv) Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax asset, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets arising mainly on account of carry forward losses and unabsorbed depreciation under the tax laws are recognised only if there is virtual certainty of its realisation, supported by convincing evidence.
- (v) Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.
- (vi) Deferred tax assets and liabilities are offset when there is a legally enforceable rights to set off assets against liabilities representing the current tax and where the deferred tax and liabilities relate to taxes on income levied by the same governing taxation laws.
- (vii) Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

### M. PROVISIONS , CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognised when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

### N. INVESTMENTS

Investments that are readily realizable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments ( Non-Current Investments). Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost, however, provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments, such reduction being determined and made for each investment individually.

### O. BORROWING COSTS

Borrowing costs include interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings to the extent they are regarded as an adjustment to the interest cost.



## RELIGARE COMMODITES LIMITED

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

Borrowing costs directly attributable to the acquisition, construction or development of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in the Statement of Profit and Loss in which they are incurred.

#### P. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, demand deposits with banks and other short-term highly liquid investments which are readily convertible into known amount of cash with original maturities of three months or less.

#### Q. SEGMENT REPORTING

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Company. Further, inter-segment revenue have been accounted for based on the transaction price agreed to between segments which is primarily market based. Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue and expenses, which relate to the Company as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocated expenses/income".

#### R. EARNINGS PER SHARE

Basic earnings per share is computed by dividing the net profit or loss for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share the net profit or loss for the year attributable to equity shareholders and weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.





## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

### 2 Share Capital

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Authorized:</b> 2,000,000 (Previous Year: 2,000,000) equity shares of Rs10 each	20,000,000	20,000,000
<b>Issued, Subscribed and Fully Paid Up :</b> 2,000,000 (Previous Year: 2,000,000) equity shares of Rs10 each	20,000,000	20,000,000
<b>Total</b>	<b>20,000,000</b>	<b>20,000,000</b>

#### Reconciliation of number and amount of shares

Particulars	As at March 31, 2018		As at March 31, 2017	
	Number of Shares	Amount (Rs.)	Number of Shares	Amount (Rs.)
<b>Issued, subscribed and fully paid up</b> Equity Shares of 10/- each				
Balance at the beginning of the year	2,000,000	20,000,000	2,000,000	20,000,000
Add: Shares issued during the year	-	-	-	-
Balance at the end of the year	<b>2,000,000</b>	<b>20,000,000</b>	<b>2,000,000</b>	<b>20,000,000</b>

#### 2.1 The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital:

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each shareholder is entitled to one vote per share held. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting except in case of Interim Dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by shareholders.

#### 2.2 Shares held by Holding Company

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
2,000,000 Shares (Previous Year: 2,000,000) held by Religare Broking Limited and its nominees (*)	20,000,000	20,000,000
<b>Total</b>	<b>20,000,000</b>	<b>20,000,000</b>

#### 2.3 Details of shares held by the shareholders holding more than 5% of the aggregate shares in the Company.

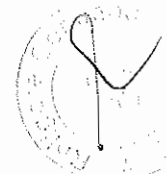
Name of Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>Equity Shares</b> Religare Broking Limited (Holding Company) and its nominees (*)	2,000,000	100	2,000,000	100

\* Pursuant to the Composite Scheme of Arrangement approved by the Principal bench of the National Company Law Tribunal (NCLT), New Delhi on December 8, 2017, shares held by Religare Securities Limited have been transferred and vested to Religare Broking Limited w.e.f. December 29, 2017. Accordingly, the Company has become the wholly owned subsidiary of the Religare Broking Limited.

2.4 There are no shares bought back by the Company during the period of five years immediately preceding the Balance Sheet date.

2.5 There are no securities that are convertible into Equity Shares.

2.6 There are no shares allotted as fully paid up pursuant to contracts without being received in cash during the period of five years immediately preceding the financial period ended March 31, 2018



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**3 Reserves and Surplus**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
a. Securities Premium as per the last Balance Sheet	17,500,000	17,500,000
b. General Reserve as per the last Balance Sheet	21,399,961	21,399,961
c. Surplus in Statement of Profit and Loss		
Balance at the Beginning of the Year	575,645,371	535,497,475
Add: Profit for the Year	19,650,157	40,147,897
Amount available for Appropriation	595,295,528	575,645,371
Balance at the end of the Year	595,295,528	575,645,371
<b>Total</b>	<b>634,195,489</b>	<b>614,545,332</b>

**4 Other Long Term Liabilities**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
(a) Trade Payables-Dues to other than micro enterprises and small enterprises (Refer Note 33 (c))	41,565,065	41,466,425
(b) Others		
-Security Deposits	20,938,258	22,490,806
<b>Total</b>	<b>62,503,323</b>	<b>63,957,231</b>

**5 Long -Term Provisions**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Provision for Employee Benefits [Refer Note-30]		
- Compensated absences	-	1,188,000
<b>Total</b>	<b>-</b>	<b>1,188,000</b>

**6 Short -Term Borrowings**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Secured Loans		
Overdrafts From Banks-Repayable On Demand (Refer Note 6.1 and 6.2)	337,296,545	295,499,469
<b>Total</b>	<b>337,296,545</b>	<b>295,499,469</b>

6.1 Pricing for overdraft from Banks secured against Fixed Deposits is at a rate of interest earned on Fixed Deposits plus a margin of 0.75% to 1% p.a. (Previous Year 0.75% to 1% p.a).

6.2 None of the Loans have been guaranteed by directors. There is no default as on the Balance Sheet date in repayment of principal and interest.



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**7 Trade Payables**

Particulars	As at	As at
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
(a) Dues of micro enterprises and small enterprises ( Refer Note-33 ( e ))	-	-
(b) Dues to other than micro enterprises and small enterprises	318,778,618	302,785,701
<b>Total</b>	<b>318,778,618</b>	<b>302,785,701</b>

**8 Other Current Liabilities**

Particulars	As at	As at
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
(a) Interest Accrued and Due on Short Term Borrowing		
-Interest accrued and due on Secured Borrowings	1,633,384	-
(b) Other Payables		
-Book Overdraft	14,656,322	81,577
-Margin Deposit from Clients	142,555,862	151,324,000
-Margin Payable - SPAN Margin*	351,678,307	297,848,591
-Security Deposits	512,226	512,226
-Statutory Dues including Provident Fund and Tax Deducted at Source (Refer Note 8.1)	8,272,946	5,161,417
-Employee Benefits Payable	22,959,318	24,355,397
-Creditors for Expenses	8,906,313	16,450,454
-Others payables	20,560,920	22,049,771
<b>Total</b>	<b>571,735,598</b>	<b>517,783,433</b>

\*SPAN margin is short form of Standardized Portfolio Analysis of Risk (SPAN)

8.1 There are no amounts due for payment to the Investor Education and Protection Fund under Section 125 of the Companies Act 2013, as at March 31, 2018.

**9 Short -Term Provisions**

Particulars	As at	As at
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Provision for Employee Benefits [Refer Note 30]		
- Compensated absences	4,445,000	3,493,000
- Gratuity	-	1,890,000
<b>Total</b>	<b>4,445,000</b>	<b>5,383,000</b>



**RELIGARE COMMODITIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**10 Tangible Assets**

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK
	As at April 1, 2017	Additions for the Year	Disposals/Adjustment for the Year	As at March 31, 2018	As at April 1, 2017	Depreciation for the Year	Disposals/Adjustments for the Year	As at March 31, 2018
Leasehold Improvements	605,718	-	212,026	393,692	605,718	-	212,026	393,692
Furniture and Fixtures	6,130,654	-	5,144,448	986,206	6,117,158	6,466	5,138,864	984,761
Vehicles	4,530,631	-	-	4,530,631	3,792,504	530,384	-	4,322,888
Office Equipments	4,041,863	-	1,980,696	2,061,167	3,957,037	29,985	1,978,478	2,008,544
Data Processing Machines and Peripheral	11,723,452	1,444,533	4,899,312	8,268,672	10,754,432	834,338	4,892,518	6,696,251
<b>Total</b>	<b>27,032,318</b>	<b>1,444,533</b>	<b>12,236,482</b>	<b>16,240,368</b>	<b>25,226,849</b>	<b>1,401,173</b>	<b>12,221,886</b>	<b>14,406,136</b>

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK
	As at April 1, 2016	Additions for the Year	Disposals/Adjustment for the Year	As at March 31, 2017	As at April 1, 2016	Depreciation for the Year	Disposals/Adjustments for the Year	As at March 31, 2017
Leasehold Improvements	660,636	-	54,918	605,718	660,636	-	54,918	605,718
Furniture and Fixtures	6,239,706	-	109,052	6,130,654	6,200,690	14,990	98,522	6,117,158
Vehicles	4,530,631	-	-	4,530,631	3,089,607	702,897	-	3,792,504
Office Equipments	5,168,515	-	1,126,652	4,041,863	5,015,629	47,165	1,105,757	3,957,037
Data Processing Machines and Peripheral	14,380,962	675,739	3,333,249	11,723,452	13,548,062	506,474	3,300,104	10,754,432
<b>Total</b>	<b>30,980,450</b>	<b>675,739</b>	<b>4,623,871</b>	<b>27,032,318</b>	<b>28,514,624</b>	<b>1,271,526</b>	<b>4,559,301</b>	<b>25,226,849</b>

**10.1** There are no adjustments in tangible assets on account of borrowing costs and exchange differences.

**10.2** There is no revaluation of assets during the year.



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

11 Intangible Assets

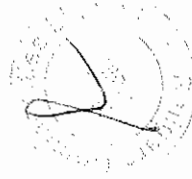
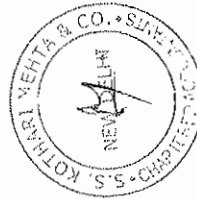
Particulars	GROSS BLOCK			AMORTIZATION			Amount in Rs.		
	As at April 1, 2017	Additions for the Year	Disposals/ Adjustment for the Year	As at March 31, 2018	As at April 1, 2017	Amortization for the Year	Disposals/ Adjustments the Year	As at March 31, 2018	NET BLOCK As at March 31, 2018
Computer Softwares	1,073,228	-	218,400	854,828	998,489	72,976	218,400	853,065	1,763
<b>Total</b>	<b>1,073,228</b>	<b>-</b>	<b>218,400</b>	<b>854,828</b>	<b>998,489</b>	<b>72,976</b>	<b>218,400</b>	<b>853,065</b>	<b>1,763</b>

Particulars	GROSS BLOCK			AMORTIZATION			Amount in Rs.		
	As at April 1, 2016	Additions for the Year	Disposals/ Adjustment for the Year	As at March 31, 2017	As at April 1, 2016	Depreciation for the Year	Disposals/ Adjustments for the Year	As at March 31, 2017	NET BLOCK As at March 31, 2017
Computer Softwares	1,073,228	-	-	1,073,228	925,513	72,976	-	998,489	74,739
<b>Total</b>	<b>1,073,228</b>	<b>-</b>	<b>-</b>	<b>1,073,228</b>	<b>925,513</b>	<b>72,976</b>	<b>-</b>	<b>998,489</b>	<b>74,739</b>

11.1 There are no adjustments in intangible assets on account of borrowing costs and exchange differences.

11.2 There is no revaluation of assets during the year.

11.3 The Company does not have any internally generated intangible assets.



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**12 Non Current Investments**

Particulars	Face Value	As at March 31, 2018		As at March 31, 2017	
		No.	Amount (Rs.)	No.	Amount (Rs.)
<b>Unquoted</b>					
<b>Other than Trade Investments (at cost)</b>					
(a) Investment In Equity Instruments of Subsidiaries (Unquoted)					
Religare Comtrade Limited	10	10,000,000	100,000,000	10,000,000	100,000,000
(b) Investments in Government or Trust securities (Unquoted)					
National Saving Certificate VIII ISSUE <sup>1</sup>	1,000	6	6,000	6	6,000
National Saving Certificate VIII ISSUE <sup>1</sup>	10,000	3	30,000	3	30,000
<b>Total</b>			<b>100,036,000</b>		<b>100,036,000</b>

Particulars	As at March 31, 2018	As at March 31, 2017
Aggregate amount of :		
-Quoted Investments	-	-
-Unquoted Investments	100,036,000	100,036,000
<b>Aggregate book value of quoted and un-quoted investments</b>	<b>100,036,000</b>	<b>100,036,000</b>

<sup>1</sup>In the name of the Director as Nominee, Rs 33,000 pledged with Gujarat and Rajasthan VAT Authorities)

**13 Deferred Tax Asset**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Deferred Tax Asset</b>		
Provision for Compensated absences	1,224,731	1,547,679
Provision for Doubtful Trade Receivables	3,294,005	3,681,588
Difference between Book and Tax Depreciation	3,551,439	4,696,198
<b>Total Deferred Tax Asset</b>	<b>8,070,175</b>	<b>9,925,465</b>



**RELIGARE COMMODITES LIMITED**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

**14 Long - Term Loans and Advances**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Unsecured, considered good</b>		
a. Capital Advances	172,500	-
b. Security Deposits :		
-Security Deposits with Exchanges	10,500,000	3,500,000
-Security Deposits (Others)	1,165,000	1,484,999
c. Advance Payment of Taxes and Tax Deducted at Source (Net of Provision for Taxes Rs.363,800,191 Previous Year Rs.356,425,136)	16,289,289	13,480,473
d. Minimum Alternative Tax (MAT) Credit Entitlement	827,551	827,551
e. Advances recoverable in cash or kind	1,136,000	1,136,000
<b>Total</b>	<b>30,090,340</b>	<b>20,429,023</b>

**15 Other Non -Current Assets**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>a. Long Term Trade Receivables</b>		
Secured, Considered Good	-	-
Unsecured, Considered Good (refer note 33 (c))	54,667,546	54,259,617
Doubtful	11,955,239	11,135,070
Less: Provision for Doubtful Trade Receivables	(11,955,239)	(11,135,070)
	<b>54,667,546</b>	<b>54,259,617</b>
<b>b. Other Bank Balances</b>		
- Fixed Deposits [See Note 18.1]	55,091,423	157,575,587
<b>c. Interest accrued on Fixed deposits</b>	551,793	1,253,780
<b>d. Other receivables</b>	-	10,548
<b>Total</b>	<b>110,310,762</b>	<b>213,099,532</b>

**16 Current Investments**

Particulars	Face Value	As at March 31, 2018		As at March 31, 2017	
		No.	Amount (Rs.)	No.	Amount (Rs.)
<b>(a) Other than Trade Investments (at cost)</b>					
<b>Investment in Commercial Papers- Unquoted</b>					
Religare Enterprises Limited	500,000	-	-	40	19,661,609
<b>(b) Non Convertible Debenture-Quoted (Refer Note-16.1)</b>					
-Religare Enterprises Limited (Ultimate Holding company)- Zero Coupon Secured Redeemable Rated Non Convertible Debentures	1,000,000	-	-	100	170,629,400
-Religare Comtrade Limited (Subsidiary Company)- 9.25% Coupon Rate Unsecured Redeemable Unrated Non Convertible Debentures maturing on October 13, 2018	1,000,000	100	186,000,000	-	-
-Religare Comtrade Limited (Subsidiary Company)- 13.00% Coupon Rate Unsecured Redeemable Unrated Non Convertible Debentures maturing on March 27, 2019	1,000,000	120	120,000,000	-	-
<b>Total</b>		<b>220</b>	<b>306,000,000</b>	<b>140</b>	<b>190,291,009</b>



**RELIGARE COMMODITES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

Particulars	As at March 31, 2018	As at March 31, 2017
Aggregate amount of :		
-Quoted Investments	-	-
-Unquoted Investments	306,000,000	190,291,009
<b>Aggregate book value of quoted and un-quoted investments</b>	<b>306,000,000</b>	<b>190,291,009</b>

- 16.1** On December 08, 2016, the Company had purchased 100 units of REL Zero Coupon Secured redeemable rated non convertible debenture having face value of Rs. 10,00,000 in secondary market from Peerless Mutual Fund at total consideration of Rs. 170,629,400/-. The said investment was sold to RGAM Investment Advisers Private Limited ( the entity merged with REL pursuant to Composite Scheme of arrangement approved by National Company Law Tribunal on December 29, 2017)
- 16.2** On November 8, 2017, the Company has subscribed 100 units of RCTL 9.25% Unsecured redeemable Unrated non convertible debenture having face value of Rs. 10,00,000 at total consideration of Rs. 186,000,000/- will mature on October 13, 2018.
- 16.3** On March 28, 2018, the Company has subscribed 120 units of RCTL 13.00% Unsecured redeemable Unrated non convertible debenture having face value of Rs. 10,00,000 at total consideration of Rs. 120,000,000/- will mature on March 27, 2019

**17 Trade Receivables**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Trade Receivables outstanding for a period less than six months from the date they are due for payment</b>		
Secured, Considered Good	50,506,461	69,401,427
Unsecured, Considered Good	3,174,620	3,698,742
	<b>53,681,081</b>	<b>73,100,169</b>
<b>Trade Receivables outstanding for a period exceeding six months from the date they are due for payment</b>		
Secured, Considered Good	13,876	4,296,115
Unsecured, Considered Good	2,038	-
	<b>15,914</b>	<b>4,296,115</b>
<b>Total</b>	<b>53,696,995</b>	<b>77,396,284</b>

**18 Cash and Bank Balances**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>a. Cash and Cash Equivalents</b>		
Cash on Hand	24,296	61,941
Stamp Papers on Hand	18,000	18,000
Balances with Banks in Current Account	149,886,648	112,418,172
<b>b. Other Bank Balances</b>		
- Fixed Deposits [See Note 18.1]	1,051,681,023	913,899,538
<b>Total</b>	<b>1,201,609,967</b>	<b>1,026,397,651</b>





**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

18.1 Particulars	As at March 31, 2018			As at March 31, 2017		
	Total	Kept as security*	Free from any lien	Total	Kept as security*	Free from any lien
<b>Fixed Deposits with Banks</b>						
-Upto 12 months maturity from the date of acquisition	714,247,485	662,952,849	51,294,636	556,784,684	555,959,684	825,000
- Maturity more than 12 months but within one year from the Reporting Date	337,433,538	321,564,538	15,869,000	357,114,854	354,774,000	2,340,854
<b>Shown as Current Assets (A)</b>	<b>1,051,681,023</b>	<b>984,517,387</b>	<b>67,163,636</b>	<b>913,899,538</b>	<b>910,733,684</b>	<b>3,165,854</b>
- Maturity more than 12 months from the reporting date	55,091,423	54,666,423	425,000	157,575,587	157,326,599	248,988
<b>Shown as Non-Current Assets (B)</b>	<b>55,091,423</b>	<b>54,666,423</b>	<b>425,000</b>	<b>157,575,587</b>	<b>157,326,599</b>	<b>248,988</b>
<b>Total (A+B)</b>	<b>1,106,772,446</b>	<b>1,039,183,810</b>	<b>67,588,636</b>	<b>1,071,475,125</b>	<b>1,068,060,283</b>	<b>3,414,842</b>

**\*Details of Fixed Deposits kept as security:**

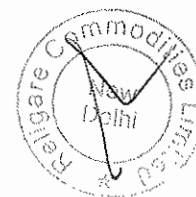
Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
(a) Margin Money or Security against Borrowings		
- Pledged with Scheduled Banks against Bank Overdraft	374,900,000	449,900,000
(b) Margin Money or Security against Guarantees		
- Pledged with Scheduled Banks against Bank Guarantees	124,571,572	122,775,684
(c) Margin Money or Security against Other Commitments		
- Pledged with Delhi VAT Authority	90,000	90,000
- Pledged with Exchanges	539,205,200	494,753,561
- Others	417,038	541,038
<b>Total</b>	<b>1,039,183,810</b>	<b>1,068,060,283</b>

**19 Short -Term Loans and Advances**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Unsecured, considered good</b>		
a. Advances to Related Parties	839,207	705,181
b. Prepaid Expenses	6,619,281	5,719,983
c. Balance with Tax Authorities (Other than Income Tax Authorities)	15,801,592	7,330,697
d. Margin with Exchanges	13,066,775	68,773,317
e. Security Deposits	62,165,385	64,537,792
f. Advances Recoverable in cash or kind	2,310,865	5,181,795
<b>Total</b>	<b>100,803,105</b>	<b>152,248,765</b>

**20 Other Current Assets**

Particulars	As at March 31, 2018	As at March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Interest Accrued On:</b>		
- Fixed Deposits	29,413,427	24,242,213
- Bond from Related Parties	6,262,817	5,196,016
<b>Other receivables</b>	<b>24,990</b>	<b>-</b>
<b>Total</b>	<b>35,701,234</b>	<b>29,438,229</b>



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**21 Revenue from Operations**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Sale of Services</b>		
Brokerage Income	156,483,213	202,866,219
<b>Other Operating Revenue</b>		
Recovery of Transaction Fees from Clients	45,283,493	54,917,673
Interest Income on Fixed Deposits with banks	67,201,033	83,678,610
Delayed Payments Charges	538,053	2,506,914
Miscellaneous Income	718,047	635,956
<b>Total</b>	<b>270,223,839</b>	<b>344,605,372</b>

**22 Other Income**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
<b>Interest Income</b>		
Interest Income on Fixed Deposits with banks	1,908,290	276,922
Interest Income on Income Tax Refund	-	2,162,688
<b>Income from Non-Current Investments</b>		
Interest Income on Investment in Debenture	-	5,196,016
<b>Income from Current Investments</b>		
Income on Investment in Commercial Paper	308,505	7,219,692
Interest Income on Investment in Debenture	6,958,685	-
Profit on Sale of Bond	10,074,584	-
Sundry Balances Written back	5,024,280	-
Profit on Sale of Fixed Assets (Net)	28,237	45,461
Miscellaneous Income	19,065	13,698
<b>Total</b>	<b>24,321,646</b>	<b>14,914,477</b>

**23 Employee Benefits Expense**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Salaries, Allowances and Bonus <sup>A</sup>	72,607,253	82,048,612
Contribution to Provident and Other Funds	5,452,464	5,346,772
Gratuity (Refer Note 30)	-	1,890,000
Compensated absences (Refer Note 30)	1,668,000	1,430,000
Staff Welfare Expenses	2,840,820	3,902,553
Recruitment and Training Expenses	779,287	439,198
<b>Total</b>	<b>83,347,824</b>	<b>95,057,135</b>

<sup>A</sup>Include expense credit of Rs.201,000 for Gratuity as per the Actuarial Valuation report for the year ended March 31, 2018.



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**24 Finance Cost**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Interest Expense		
Interest on Bank Overdrafts	18,630,256	14,015,236
Interest on Client Margins	11,671,483	11,507,220
Interest- Others	5,988	10,143
Other Borrowing Costs		
Bank Guarantee Commission and Other Charges	4,569,600	3,482,110
<b>Total</b>	<b>34,877,327</b>	<b>29,014,709</b>

**25 Depreciation and Amortization**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Depreciation-Tangible Assets (Refer Note- 10)	1,401,171	1,271,526
Amortization-Intangible Assets (Refer Note 11)	72,976	72,976
<b>Total</b>	<b>1,474,147</b>	<b>1,344,502</b>

**26 Other Expenses**

Particulars	Year Ended	Year Ended
	March 31, 2018	March 31, 2017
	Amount (Rs.)	Amount (Rs.)
Rent	13,326,054	12,638,820
Repairs to leasehold properties	1,143,259	1,250,650
Repairs to machinery		
Repairs and Maintenance-others	623,497	1,588,640
Insurance	705,352	901,515
Rates and Taxes, excluding, taxes on income	146,183	129,797
Commission and Brokerage	32,612,395	42,737,944
Transaction Charges	35,308,249	41,645,789
Custodial and Stamp Charges	514,039	330,933
Membership and Subscription Fees	847,438	374,583
Communication Expenses	15,384,857	16,365,265
Provision for Doubtful Trade Receivables	820,091	1,005,113
Bad Debts Written Off	30,503	546,330
Loss on Account of Error Trades (Net)	593,531	158,005
Software License Expenses	429,938	258,862
Data Base Expenses	90,004	85,813
Electricity and Water expenses	4,016,519	3,911,019
Advertisement and Business Promotion	89,435	1,891,020
Travelling and Conveyance	5,869,026	5,997,048
Printing and Stationery	1,552,611	2,266,152
Legal and Professional Fees	4,926,391	3,050,020
Support Service Expenses (Refer Note- 33(a))	22,027,159	32,823,888
Postage and Courier	1,931,192	4,052,885
Office Expenses	1,673,209	1,189,031
Filing and Registration Fees	185,482	50,269
Bank Charges	125,201	156,167
Payment to Auditors (Refer Note 26.1)	715,000	1,219,000
Fines and Penalties	127,436	124,376
Balances Written Off (Net)	-	664,331
Rating & Surveillance Expense	31,418	112,125
Input Tax Credit Surrender for GST and Service Tax Incl. Swachh Bharat Cess	92,071	45,925
Corporate Social Responsibility (Refer Note- 33(d))	-	432,000
Miscellaneous Expenses	169,135	1,029,698
<b>Total</b>	<b>146,106,675</b>	<b>179,033,013</b>



**RELIGARE COMMODITES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**26.1 Payment to Auditors ( Excluding Service Tax)**

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017
	Amount (Rs.)	Amount (Rs.)
As Auditor:		
Audit Fees	500,000	875,000
Tax Audit Fees	150,000	200,000
In other Capacity:		
Other Services	-	30,000
Reimbursement of Expenses	65,000	114,000
<b>Total</b>	<b>715,000</b>	<b>1,219,000</b>

**27 Earnings per Equity Share**

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017
	Net Profit after Tax attributable to Equity Shareholders (In Rupees)	19,650,157
Weighted average number of equity share :		
-For Basic EPS	2,000,000	2,000,000
-For Diluted EPS	2,000,000	2,000,000
Nominal Value of Equity Shares (In Rupees)	10	10
<b>Earnings per share (EPS) (In Rupees)</b>		
Basic	9.83	20.07
Diluted	9.83	20.07

28 The company has not incurred any expenditure in foreign currency during the year ended March 31, 2018. Also the company doesn't have any foreign currency exposure as at March 31, 2018.

**29 Contingent Liabilities**

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017
	Amount (Rs.)	Amount (Rs.)
(a) Claims against the Company not acknowledged as debts	1,835,675	2,230,675
(b) Guarantees (Refer Note- 29.1)	245,143,590	245,143,590
(c) Disputed Income Tax Demands not provided for	32,415,112	32,572,622
(d) Disputed Service Tax Demands not provided for	12,917,353	9,651,741
(e) Disputed VAT Demands not provided for	21,662,311	21,662,311
<b>Total</b>	<b>313,974,041</b>	<b>311,260,939</b>

29.1 Financials and other guarantees issued by the banks for and on behalf of the company to Exchanges and others. These Bank Guarantees are issued against 50% to 100% cash collateral in form of Fixed Deposits.



**RELIGARE COMMODITIES LIMITED**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

**30 Employee Benefits**

The following tables summarizes the components of the net employee benefit expenses recognized in the Statement of Profit and Loss, the fund status and amount recognized in the Balance Sheet for the Gratuity and Compensated Absences for the year ended March 31, 2018.

Method: Projected Unit Credit Method

S.No.	Particulars	Year Ended March 31, 2018		Year Ended March 31, 2017	
		Compensated absences	Gratuity	Compensated absences	Gratuity
<b>I</b>	<b>Assumptions</b>				
	Mortality	IALM (2006-08) Modified Ultimate	IALM (2006-08) Modified Ultimate	IALM (2006-08) Modified Ultimate	IALM (2006-08) Modified Ultimate
	Discount Rate	6.90%	6.90%	6.50%	6.50%
	Rate of Increase in compensation	8.00%	8.00%	8.00%	8.00%
	Rate of return on plan assets	-	8.00%	-	8.00%
	Withdrawal rates	18-35: 45% p.a., 36-45: 35% p.a., 46 and above: 30% p.a.	18-35: 45% p.a., 36-45: 35% p.a., 46 and above: 30% p.a.	18-35: 45% p.a., 36- 45: 35% p.a., 46 and above: 30% p.a.	18-35: 45% p.a., 36-45: 35% p.a., 46 and above: 30% p.a.
	Expected average remaining working lives of employees	2.00	2.00	2.00	2.00
<b>II</b>	<b>Changes in present value of obligations</b>				
	PBO at beginning of year	4,681,000	8,610,000	4,668,000	8,674,000
	Interest Cost	242,000	528,000	287,000	562,000
	Current Service Cost	1,182,000	877,000	1,526,000	1,067,000
	Benefits Paid	(1,904,000)	(960,000)	(1,417,000)	(1,851,000)
	Net Transfer In/ (Out)	-	-	-	-
	Actuarial Loss/ (Gain) on obligation	244,000	(858,000)	(383,000)	158,000
	PBO at end of year	4,445,000	8,197,000	4,681,000	8,610,000
<b>III</b>	<b>Changes in fair value of plan assets</b>				
	Fair Value of Plan Assets at beginning of year	-	6,720,000	-	5,930,000
	Expected Return of Plan Assets	-	575,000	-	510,000
	Contributions made	-	1,890,000	-	2,744,000
	Benefits paid	-	(960,000)	-	(1,851,000)
	Actuarial Loss/ (Gain) on plan assets	-	173,000	-	613,000
	Fund Assets (Closing Balance)	-	8,398,000	-	6,720,000
<b>IV</b>	<b>Fair Value of Plan Assets</b>				
	Fair Value of Plan Assets at beginning of year	-	6,720,000	-	5,930,000
	Actual Return of plan assets	-	402,000	-	(103,000)
	Contributions made	-	-	-	-
	Benefit paid by the fund manager	-	(960,000)	-	(1,851,000)
	Fair Value of Plan Assets at end of year	-	8,398,000	-	6,720,000
	Funded Status- deficit/(surplus)	(4,445,000)	(1,890,000)	4,681,000	(1,890,000)
	Excess of actual over estimated return on Plan Assets	-	-	-	-
<b>V</b>	<b>Actuarial Loss/ (Gain) Recognized</b>				
	Actuarial Loss/ (Gain) for the year ( Obligation)	244,000	(858,000)	(383,000)	158,000
	Actuarial Loss/ (Gain) for the year ( Plan Assets)	-	(173,000)	-	613,000
	Total Loss/ (Gain) for the year	244,000	(1,031,000)	(383,000)	771,000
	Actuarial Loss/ (Gain) Recognized for the year	244,000	(858,000)	(383,000)	158,000
	Unrecognized Actuarial Loss/ (Gain) at the end of year				
<b>VI</b>	<b>Experience Adjustments</b>				
	Benefit Obligation	(4,445,000)	8,197,000	4,681,000	8,610,000
	Fair Value of Plan Assets at end of year	-	8,398,000	-	6,720,000
	Funded Status deficit/(surplus)	(4,445,000)	(201,000)	4,681,000	1,890,000
	Experience Loss/ (Gain) Adjustments on Plan Liabilities	263,000	(789,000)	(424,000)	37,000
	Experience Loss/ (Gain) Adjustments on Plan Assets	-	(173,000)	-	613,000
	Actuarial Loss/ (Gain) due to change on assumptions	(19,000)	(69,000)	41,000	121,000
<b>VII</b>	<b>Amounts to be recognized in the balance sheet</b>				
	PBO at the end of year	4,445,000	8,197,000	4,681,000	8,610,000
	Less: Funded Assets	-	8,398,000	-	6,720,000
	Funded Status deficit/(surplus)	4,445,000	(201,000)	4,681,000	1,890,000
	Unrecognized Actuarial Loss/ (Gain)				
	Net ( Asset)/Liability recognized in the Balance Sheet	4,445,000	(201,000)	4,681,000	1,890,000



**RELIGARE COMMODITIES LIMITED**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

S.No.	Particulars	Year Ended March 31, 2018		Year Ended March 31, 2017	
		Compensated absences	Gratuity	Compensated absences	Gratuity
VIII	<b>Expense Recognized</b>				
	Current Service Cost	1,182,000	877,000	1,526,000	1,067,000
	Interest Cost	242,000	528,000	287,000	562,000
	Expected Return on Plan Assets	-	(575,000)	-	(510,000)
	Net Actuarial Loss/ (Gain) recognized for the year	244,000	(1,031,000)	(383,000)	771,000
	Expense recognized in the Statement of Profit and Loss	1,668,000	(201,000)	1,430,000	1,890,000
IX	<b>Movements in the liability recognized in Balance Sheet</b>				
	Opening Net Liability	4,681,000	1,890,000	4,668,000	2,744,000
	Expenses as above	1,668,000	(201,000)	1,430,000	1,890,000
	Benefits paid/Contribution made	(1,904,000)	(1,890,000)	(1,417,000)	(2,744,000)
	Net Transfer In/ (Out)	-	-	-	-
	Closing Net Liability	4,445,000	(201,000)	4,681,000	1,890,000
X	<b>Current Liability</b>	4,445,000	(201,000)	3,493,000	1,890,000
	Non Current Liability	-	-	1,188,000	-
	Closing Net Liability	4,445,000	(201,000)	4,681,000	1,890,000

**XI Present value of DBO, Fair Value of Plan Assets, Deficit / (Surplus) , Experience Adjustments for earlier periods:**

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2014
	Gratuity	Gratuity	Gratuity
Benefit Obligation	8,674,000	8,008,000	6,565,000
Fair Value of Plan Assets	5,930,000	7,188,000	4,650,000
Funded Status - deficit/(surplus)	2,744,000	820,000	1,915,000
Experience (Gain)/Loss Adjustment on Plan Liabilities	621,000	776,000	1,733,147
Experience (Gain)/Loss adjustments on Plan Assets	942,800	(1,395,000)	(323,988)
Actuarial Loss/ (Gain) due to change on assumptions	90,000	579,000	(54,000)

Particulars	Year Ended March 31, 2016	Year Ended March 31, 2015	Year Ended March 31, 2014
	Compensated absences	Compensated absences	Compensated absences
Benefit Obligation	4,668,000	4,739,000	4,573,000
Fair Value of Plan Assets	-	-	-
Funded Status - deficit/(surplus)	4,668,000	4,739,000	4,573,000
Experience Adjustment on Plan Liabilities (Gain)/Loss	(179,000)	(899,000)	(288,097)
Experience adjustments on Plan Assets	-	-	NA
Actuarial Loss/ (Gain) due to change on assumptions	29,000	116,000	(25,000)

31 As the Company is engaged in one business segment and one geographical segment, segmental information is not disclosed.



## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

### 32 Related Party Disclosures

RP Type	Nature of Relationship	Name of Party
(a)(i)	Holding Company	Religare Enterprises Limited (Ultimate Holding Company) Religare Broking Limited (Immediate Holding Company-Pursuant to scheme , this entity shall hold shares of Religare Commodities Limited w.e.f December 29, 2017)
(a)(ii)	Subsidiary of the Company	Religare Comtrade Limited Religare Commodity DMCC (De-registered on October 15, 2017)
(a)(iii)	Fellow Subsidiaries	Religare Wealth Management Limited Religare Business Solutions Limited
(a)(iv)	Subsidiaries / Step Down Subsidiaries of Ultimate Holding Company	Religare Finvest Limited  Religare Capital Markets Limited Religare Health Insurance Company Limited Religare Capital Markets International (Mauritius) Limited Religare Capital Markets International (UK) Limited Religare Capital Markets (Europe) Limited Religare Capital Markets (UK) Limited Religare Capital Markets Corporate Finance Pte Ltd Religare Capital Markets Inc. Charterpace Limited (Charterpace Limited, a UK based subsidiary of Religare Capital Markets Limited, which had applied for voluntary liquidation, has been dissolved)  Tobler (UK) Limited Bartleet Religare Securities (Private) Limited Kyte Management Limited Religare Capital Markets (Hong Kong) Limited Religare Capital Markets (Singapore) Pte Limited Religare Housing Development Finance Corporation Limited Religare Capital Markets (USA) LLC Strategic Research Limited Bartleet Asset Management (Private) Limited- Srilanka Religare Global Asset Management Inc Argil Advisors LLP Religare Insurance Limited Bartleet Wealth Management (Private) Limited Religare Credit Advisor Private Limited (Religare Credit Advisors LLP has been converted into Private Limited Company namely, Religare Credit Advisor Private Limited w.e.f. January 04, 2018. ) Religare Heal Fund Advisors LLP (Religare Heal Fund Advisors LLP, a subsidiary of Religare Enterprises Limited through RGAM Investment Advisers Private Limited, has been struck off from the register of Limited Liability Partnerships w.e.f. May 27, 2017)
(b)	Associates & Joint Ventures of the Company	N.A.
(c)	Individuals owning directly or indirectly interest in voting power that gives them control and relatives of such individual (#)	Malvinder Mohan Singh Shivinder Mohan Singh Mrs. Nimmi Singh Mrs. Japna Malvinder Singh Ms. Nimrita Parvinder Singh Ms. Nanaki Parvinder Singh Ms. Nandini Parvinder Singh



## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

RP Type	Nature of Relationship	Name of Party
		Mrs. Aditi Shivinder Singh Mr. Udayveer Parvinder Singh Mr. Anhad Parvinder Singh Mr. Vivan Parvinder Singh Mr. Kabir Parvinder Singh
(d)	Key Management personnel	N.A.
(e)	Enterprises over which (c) and (d) are able to exercise significant influence with whom transactions have taken place (#)	Dion Global Solutions Limited RHC Holding Private Limited Fortis Charitable Foundation

# Though Mr. Malvinder Mohan Singh and Mr. Shivinder Mohan Singh are still Promoters of the Company, but they are not falling in the category of persons able to exercise significant influence over the Company as defined under the Accounting Standard (AS)-18 -Related Party Disclosure. Further, both of them have also resigned from the Board members of Religare Enterprises Limited w.e.f. February 14 2018. Therefore, Mr. Malvinder Mohan Singh and Mr. Shivinder Mohan Singh and all the entities associated to them which were included in AS-18 listing of the Company earlier have been removed from the list w.e.f. February 14, 2018.





**RELIGARE COMMODITIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**32.1 Related Party Transactions**

Following transactions were carried out during the period ended March 31, 2018 with related parties in the ordinary course of business

Sr. No.	Nature of Transactions	Name of the Related Party	RP Type	Amount in Rs.	
				Year Ended March 31, 2018	Year Ended March 31, 2017
<b>1</b>	<b>INVESTMENT TRANSACTIONS</b>				
	Investment in Commercial Papers				
		Religare Comtrade Limited	(a)(ii)	-	408,822,600
		Religare Broking Limited	(a)(i)	-	146,543,250
	<b>Investment in Commercial Papers Total</b>			-	<b>555,365,850</b>
	Sale of Investment in Commercial Paper				
		Religare Comtrade Limited	(a)(ii)	19,970,120	537,840,110
		Religare Broking Limited	(a)(i)	-	146,543,250
	<b>Sale of Investment in Commercial Paper Total</b>			<b>19,970,120</b>	<b>684,383,360</b>
	Investment in Non Convertible Debentures				
		Religare Comtrade Limited	(a)(ii)	306,000,000	-
	<b>Investment in Non Convertible Debentures Total</b>			<b>306,000,000</b>	<b>-</b>
	Sale of Investment in Debenture				
		Religare Enterprises Limited	(a)(i)	185,900,000	-
	<b>Sale of Investment in Non Convertible Debentures Total</b>			<b>185,900,000</b>	<b>-</b>
<b>2</b>	<b>OTHER RECEIPTS AND PAYMENTS</b>				
	Security Deposit Received				
		Religare Broking Limited	(a)(i)	100,000	-
	<b>Security Deposit Received Total</b>			<b>100,000</b>	<b>-</b>
	Security Deposit Paid Back				
		Religare Broking Limited	(a)(i)	100,000	-
	<b>Security Deposit Paid Back Total</b>			<b>100,000</b>	<b>-</b>
	Security Deposit Paid				
		Religare Comtrade Limited	(a)(ii)	100,000	-
	<b>Security Deposit Paid Total</b>			<b>100,000</b>	<b>-</b>
	Security Deposit Received Back				
		Religare Comtrade Limited	(a)(ii)	100,000	-
	<b>Security Deposit Received Back Total</b>			<b>100,000</b>	<b>-</b>
	Margin Money in form of Fixed Deposits taken				
		Religare Comtrade Limited	(a)(ii)	-	130,000,000
	<b>Margin Money in form of Fixed Deposits Taken Total</b>			<b>-</b>	<b>130,000,000</b>
	Margin Money repaid in from of Fixed Deposit Receipts				
		Religare Comtrade Limited	(a)(ii)	10,000,000	120,000,000
	<b>Margin Money repaid in from of Fixed Deposit Receipts Total</b>			<b>10,000,000</b>	<b>120,000,000</b>
	Group Medical Insurance Policy				
		Religare Health Insurance Company Limited	(a)(iv)	480,370	1,426,451
	<b>Group Medical Insurance Policy Total</b>			<b>480,370</b>	<b>1,426,451</b>
	Group Personal Accident Policy				



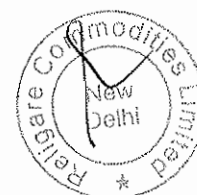
**RELIGARE COMMODITIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

Sr. No.	Nature of Transactions	Name of the Related Party	RP Type	Amount in Rs.	
				Year Ended March 31, 2018	Year Ended March 31, 2017
		Religare Health Insurance Company Limited	(a)(iv)	59,524	-
	<b>Group Personal Accident Policy Total</b>			<b>59,524</b>	<b>-</b>
	Refund Received against the Premium Paid				
		Religare Health Insurance Company Limited	(a)(iv)	89,663	-
	<b>Refund Received against the Premium Paid Total</b>			<b>89,663</b>	<b>-</b>
	Security Deposit Received back				
		Religare Enterprises Limited *	(a)(i)	2,372,407	-
	<b>Security Deposit Received back Total</b>			<b>2,372,407</b>	<b>-</b>
<b>3</b>	<b>INCOME</b>				
	Brokerage Earned				
		Religare Comtrade Limited	(a)(ii)	967	1,185,788
	<b>Brokerage Earned Total</b>			<b>967</b>	<b>1,185,788</b>
	Expense Reimbursement By other Companies				
		Religare Enterprises Limited	(a)(i)	36,122	-
		Religare Enterprises Limited *	(a)(i)	1,058	-
		Religare Broking Limited	(a)(i)	20,570,033	16,067,863
		Religare Comtrade Limited	(a)(ii)	5,823	820,550
		Religare Finvest Limited	(a)(iv)	57,985	35,619
		Religare Capital Markets Limited	(a)(iv)	8,109	3,223
		Religare Support Services Limited	(a)(iv)	-	-
		Religare Health Insurance Company Limited	(a)(iv)	227,964	19,068
		Religare Wealth Management Limited	(a)(iv)	51	-
	<b>Expense Reimbursement By other Companies Total</b>			<b>20,907,145</b>	<b>16,946,324</b>
	Interest Income on Investment in Commercial Papers/Debenture				
		Religare Comtrade Limited	(a)(ii)	7,267,196	5,486,341
		Religare Broking Limited	(a)(i)	-	1,728,375
		Religare Enterprises Limited	(a)(i)	-	5,200,992
	<b>Interest Income on Investment in Commercial Papers Total</b>			<b>7,267,196</b>	<b>12,415,708</b>
<b>4</b>	<b>EXPENSES</b>				
	Brokerage Expense				
		Religare Broking Limited	(a)(i)	-	10,713
	<b>Brokerage Expense Total</b>			<b>-</b>	<b>10,713</b>
	Depository Charges				
		Religare Broking Limited	(a)(i)	2,763	4,254
	<b>Depository Charges Total</b>			<b>2,763</b>	<b>4,254</b>
	Interest on Margin in form of Fixed Deposits				
		Religare Comtrade Limited	(a)(ii)	106,959	1,307,749
		Religare Finvest Limited	(a)(iv)	-	-
	<b>Interest on Margin in form of Fixed Deposits Total</b>			<b>106,959</b>	<b>1,307,749</b>
	Lease Rental Expense				
		Religare Finvest Limited	(a)(iv)	-	-



**RELIGARE COMMODITIES LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

Sr. No.	Nature of Transactions	Name of the Related Party	RP Type	Amount in Rs.	
				Year Ended March 31, 2018	Year Ended March 31, 2017
		Religare Broking Limited	(a)(i)	364,000	208,000
	<b>Lease Rental Expense Total</b>			<b>364,000</b>	<b>208,000</b>
	Expense Reimbursement to other Companies				
		Religare Enterprises Limited	(a)(i)	84,632	1,630
		Religare Enterprises Limited *	(a)(i)	59,936	405,936
		Religare Broking Limited	(a)(i)	50,280,669	54,258,455
		Religare Finvest Limited	(a)(iv)	83,963	155,136
		Religare Comtrade Limited	(a)(ii)	-	984
		Religare Capital Markets Limited	(a)(iv)	-	2,283
		Religare Health Insurance Company Limited	(a)(iv)	-	-
		Religare Housing Development Finance Company Limited	(a)(iv)	10,687	7,768
		Religare Arts Initiative Limited	(a)(iv)	-	-
	<b>Expense Reimbursement to other Companies Total</b>			<b>50,519,887</b>	<b>54,832,192</b>
	Branding Expenses	RHC Holding Private Limited	(e)	-	1,200,000
	Corporate Social Responsibility	Fortis Charitable Foundation	(e)	-	432,000
	<b>Other Total</b>			<b>-</b>	<b>1,632,000</b>
	Allocation of Expenses By other Companies Support Services				
		Religare Enterprises Limited*	(a)(i)	3,637,507	4,547,028
	<b>Allocation of Expenses By other Companies Total</b>			<b>3,637,507</b>	<b>4,547,028</b>
	<b>OUTSTANDING BALANCES AS ON March 31, 2018</b>				
<b>5</b>	<b>RECEIVABLES</b>				
	Security Deposits				
		Religare Enterprises Limited*	(a)(iv)	62,165,385	64,537,792
	<b>Security Deposits Total</b>			<b>62,165,385</b>	<b>64,537,792</b>
	Other Receivables				
		Religare Health Insurance Company Limited	(a)(iv)	130,648	59,242
		Religare Enterprises Limited ^	(a)(i)	94	-
		Religare Finvest Limited	(a)(iv)	46,159	20,192
		Religare Comtrade Limited	(a)(ii)	564,910	399,292
		Dion Global Solutions Limited	(e)	-	10,874
		Finserve Shared Services Limited	(e)	-	60,250
		Religare Wealth Management Limited	(a)(iv)	61	-
	<b>Receivables Total</b>			<b>741,872</b>	<b>549,850</b>
	Investment in Commercial Papers				
		Religare Comtrade Limited	(a)(ii)	-	-
		Religare Broking Limited	(a)(i)	-	-
		Religare Enterprises Limited	(a)(i)	-	19,661,609
	<b>Investment in Commercial Papers Total</b>			<b>-</b>	<b>19,661,609</b>
	Investment in Debentures				
		Religare Enterprises Limited	(a)(i)	-	170,629,400
		Religare Comtrade Limited	(a)(ii)	306,000,000	-
	<b>Investment in Debentures Total</b>			<b>306,000,000</b>	<b>170,629,400</b>



RELIGARE COMMODITIES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

Sr. No.	Nature of Transactions	Name of the Related Party	RP Type	Amount in Rs.	
				Year Ended March 31, 2018	Year Ended March 31, 2017
	Interest Receivable on Investment in Debenture				
		Religare Enterprises Limited	a(i)	-	5,196,016
		Religare Comtrade Limited	(a)(ii)	6,262,816	-
	<b>Interest Receivable on Investment in Debenture Total</b>			<b>6,262,816</b>	<b>5,196,016</b>
<b>6</b>	<b>PAYABLES</b>				
	Margin Money Payable				
		Religare Comtrade Limited	(a)(ii)	-	10,000,000
	<b>Margin Money Payable Total</b>			<b>-</b>	<b>10,000,000</b>
	Interest Payable on Margin Money in form of FDRs				
		Religare Comtrade Limited	(a)(ii)	-	52,077
	<b>Interest Payable on Margin Money in form of FDRs Total</b>			<b>-</b>	<b>52,077</b>
	Other Payables				
		Religare Broking Limited	(a)(i)	5,146,975	5,771,004
		Religare Capital Markets Limited	(a)(iv)	432,307	105,555
		Religare Housing Development Finance Company Limited	(a)(iv)	1,171	8,934
		Religare Enterprises Limited	(a)(i)	499,554	1,579,643
		Religare Enterprises Limited *	(a)(i)	596,759	998,456
	<b>Other Payables Total</b>			<b>6,676,765</b>	<b>8,463,592</b>

Note Pursuant to Composite Scheme of Arrangement "the Scheme" approved by the Principal Bench of National Company Law Tribunal "NCLT", New Delhi on December 8, 2017 and subsequent filing of the said order with ROC on December 29, 2017, the following companies get merged with Religare Enterprises Limited and accordingly transactions/balances, if any, with these parties for the year ended March 31, 2017 have been re-grouped and disclosed in Religare Enterprises Limited name:

Religare Securities Limited  
 Religare Capital Finance Limited  
 Religare Investment Advisors Limited  
 RGAM Capital India Limited  
 Religare Support Services Limited \*  
 Religare Arts Initiative Limited ^  
 Religare Capital Markets (India) Limited  
 RGAM Investment Advisors Private Limited  
 Religare Commodity Broking Private Limited  
 Religare Arts Investment Management Limited  
 Religare Venture Capital Limited



## RELIGARE COMMODITES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

### 33 Other Notes

- (a) Vide its master service agreement dated September 1, 2015 with Religare Support Services Limited (merged into Religare Enterprises Limited with effect from December 29, 2017 pursuant to the Composite Scheme of Arrangement approved by the Principal Bench of National Company Law Tribunal, New Delhi) to provide support services in various common support areas, charge (inclusive of IT Support allocated) for the period is Rs.35,78,921 ( Previous Year Rs.4,467,066)
- (b) Securities /Commodities received from clients as collateral for margins are held by the Company in its own name in its fiduciary capacity
- (c) Since trading has been suspended in National Spot Exchange Limited (NSEL), the exchange recoverable and client obligations of Rs. 41,466,425 (previous year 41,466,425) have been shown under Trade Receivable and Trade Payable respectively. The Company will settle the balances to its clients as and when NSEL pays of as per the schedule of payout agreed.
- (d) The Company was required to contribute Rs. Nil (Previous Year Rs. 432,000) as calculated on the basis of 2% of its average net profits of last three financial years according to the requirements of section 135 of the Companies Act, 2013. The company has contributed Rs. Nil (Previous Year Rs. 432,000) during the financial year towards CSR activities.
- (e) On the basis of the information and records available, there are no balance outstanding with micro enterprises and small enterprises as on March 31, 2018.



**RELIGARE COMMODITES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

**34 Previous Year Figures**

The previous year's figures have also been regrouped, rearranged and re-classified to conform to the current year classification.

**The accompanying notes are an Integral part of Financials Statements**

**Signature to Note no. 1 to 34 forming part of Financial Statements**

**For and on behalf of the Board of Directors**

**For SS Kothari Mehta and Co.**

Chartered Accountants

Firm Registration Number: 000756N



CA Neeraj Bansal  
Partner  
Membership No. 095960



Gurvinder Singh Juneja  
Director  
(DIN:06561045)



Jayant Manglik  
Director  
(DIN:03096724)



Neha Grover  
Company Secretary  
Membership Number: ACS-21164

Place : Gurugram  
Date : 30.05.2018

Place : GURUGRAM  
Date : MAY 30, 2018