




FORM - A

1	Name of the Company	Abhinav Capital Services Limited
2	Annual Financial Statement for the year ended	31 st March, 2014
3	Type of Audit Observation	Un-Qualified
4	Frequency of Observation	NA.
5	<p>To be signed by-</p> <ul style="list-style-type: none"> • Managing Director • CFO • Auditor of the Company • Audit Committee Chairman 	<p align="right">  CK (Mr. Chetan Karia) </p> <p>The Company does not have a CFO</p> <p>For B Y & Associates Chartered Accountants Firm Registration no.123423W</p> <p align="right">  BRY Bhavesh Vora (Partner) Membership No. 043908 </p> <p align="right">  KK (Kamlesh Kotak) </p>



Board Of Directors : 1. Mr. Chetan Karia - Chairman
2. Mr. Kamlesh Kotak – Independent Director
3. Mr. Girish Desai - Independent Director

Bankers : **Bank of India**
Stock Exchange Branch, Mumbai-400023.

Auditors : **M/s B Y & Associates**
Chartered Accountants
510-513 Appeejay House,
130, Mumbai Samachar Marg,
Fort, Mumbai - 400 023.

Share Transfer Agent : **Adroit Corporate Services Private Limited**
19, Jaferbhoy Industrial Estate, Makwana Road,
Marol Naka, Andheri (East), Mumbai 400 059.
Tel No. : 2859 4060 / 2859 6060
Fax No. : 2850 3748

Registered Office of Company: Athena House, Row house No.4,
Rajnigandha, Gokuldharm, Goregaon (E.),
Mumbai-400063.
Tel. 28425907
Fax: 28406189
E-mail: abhinavcapital@yahoo.co.in
complaint@abhinavcapital.com

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NOTICE

NOTICE is hereby given that the Annual General Meeting of the members of ABHINAV CAPITAL SERVICES LIMITED will be held on 29th September 2014 at 11.00 A.M. at Company's Registered Office at Athena House, Row House No. 4, Rajnigandha, Gokuldhara, Goregaon (East), Mumbai 400 063 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statement of the company including the Audited Balance sheet as at 31st March, 2014, Audited Profit and Loss Account for the year ended on 31st March 2014 and the report of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Kamlesh Kotak who retires by rotation and being eligible, offers him for re-appointment.
3. To appoint M/s. B Y & Associates, Chartered Accountants, retiring auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration

For and on behalf of the Board of Directors,
For Abhinav Capital Services Limited

Place: Mumbai
Date: 30th May, 2014

Chetan Karia
Chairman
(DIN No. : 000151113)

Note:

1. Proxies in order to be valid must reach to the Registered Office of the Company not less than 48 hours before the date of the meeting.
2. Members are requested to intimate immediately any change in the Residential Address of the Company.
3. The Register of members and Share Transfer Books of the Company will remain closed from 26th September 2014 to 29th September 2014 (both days inclusive)
4. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting
5. SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Registrar and Transfer Agents.
6. To support the green initiative of the Government, electronic copy of the Annual report for the year ended 31st March, 2014 is being sent to the members whose mail IDs are available with the Company/Depository Participant(s) for communication purposes unless any member has requested for a physical copy of the same. For members who have not registered their email address, physical copies of the Annual Report 2014 is being sent in the permitted mode. Please note that the annual report and the notice of the Annual General Meeting are also posted on the website "www.abhinavcapital.com" for download and copy of the Annual Report shall be provided to the shareholder at the Annual General Meeting, if required.
7. In order to facilitate e-voting on the resolutions by members, electronic copy of the Notice of the Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the printed mode.
8. Voting through electronic means



- I. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services (CDSL). The instructions for e-voting are as under:
- A. Members receiving an e-mail from CDSL [for Members whose e-mail ids are registered with the Company/ Depository Participant(s)] :
- (i) Log on to the e-voting website www.evotingindia.com during the voting period
 - (ii) Click on "Shareholders" tab.
 - (iii) Now enter your User ID : 16 digits beneficiary ID
 - a. Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - b. Next enter the Image Verification Code/ Captcha Code as displayed and Click on Login.
 - c. If you are holding shares in Demat form and had logged on to www.evotingindia.com and casted your vote earlier for EVSN of any company/entity, then your existing password is to be used. If you are a first time user follow the steps given below.
 - (iv) Now, fill up the following details in the appropriate boxes:

PAN : Enter your 10 digit alpha-numeric issued by Income-Tax Department (in Capitals)
(Applicable for both demat shareholders as well as physical shareholders)
Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the last 8 digits of the demat account/folio number in the PAN field.

In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. For example, if your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN field.

DOB : Enter the Date of Birth as recorded in your demat account or in the Bank records for the said demat account or folio in dd/mm/yyyy format.

 - Enter the Dividend Bank Details as recorded in your demat account or in the Bank records for the said demat account or folio.
 - Please enter the DOB [Date of Birth] or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut off date in the Dividend Bank details field.
 - (v) After entering these details appropriately, click on "SUBMIT" tab.
 - (vi) Members holding shares in physical form will then reach directly the EVSN selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is also to be used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vii) For Members holding shares in physical form, the details can be used only for e-voting on the resolution contained in this Notice.
 - (viii) Click on the relevant EVSN of Abhinav Capital Services Ltd. on which you choose to vote.
 - (ix) On the voting page, you will see Resolution Description and against the same, the option "YES/NO" for voting. Select the option YES or NO as desired.

The option YES implies that you have given assent to the Resolution and option NO implies that you have expressed dissent to the Resolution.
 - (x) Click on the "Resolutions File Link" if you wish to view the entire resolutions.
 - (xi) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
 - (xii) Once you "CONFIRM" your vote on the resolution, you will NOT be allowed to modify your vote.



- (xiii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xiv) If Demat account holder has forgotten the changed password then enter the User ID and image verification code / Captcha Code and click on Forgot Password & enter the details as prompted by the system.
- (xv) A. Institutional shareholder (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
 - B. They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - C. After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
 - D. The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - E. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- B. Members receiving Physical copy of the Notice of AGM [for the Members whose e-mail IDs are not registered with the Company / Depository Participant(s) or requesting physical copy] :
 - I. Please follow all steps from sl.no. (i) to sl.no. (xv) above to cast vote
 - II. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads section of www.evoting.cdsl.com
 - III. If you are already registered with CDSL for e-voting then you can use your existing user ID and password/PIN for casting your vote.
 - IV. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
 - V. The e-voting period commences on 23rd September 2014 (9:00 am) and ends on 25th September 2014 (6:00 pm). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cutoff date (record date) of 22nd August 2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
 - VI. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date (record date) of 22nd August 2014.
 - VII. CA Zuser Presswala, Mumbai (Membership No. 047433; Certificate of Practice No. 139275W) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
 - VIII. The Scrutinizer shall within a period not exceeding 3(three) working days from the conclusion of the e-voting period unblock the votes in the presence of at least 2 (two) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 - IX. The Results shall be declared on or after the AGM of the Company. The Results declared alongwith the Scrutinizer's Report shall be placed on the Company's website www.abhinavcapital.com and on the website of CDSL within 2 (two) days of passing of the resolutions at the AGM of the Company and communicated to the Stock Exchanges.
- 9. The members are requested to:
 - i. Intimate to the registrars / Company, changes if any, in their registered address at an early date along with the pin code number;
 - ii. Quote Registered Folio / Client ID & DP ID in all their correspondence;
 - iii. Dematerialise the shares held in physical form at the earliest as trading in the Equity Shares of the Company shall be only in dematerialised form for all the investors.
 - iv. Avail of the facility of nomination by nominating in the prescribed "NOMINATION FORM" a person to whom his/her shares in the Company shall vest in the event of his/her death.



DIRECTORS' REPORT

Your Directors have pleasure in presenting the Annual Report of ABHINAV CAPITAL SERVICES LIMITED with the Audited Statement of Accounts for the year ended on March 31, 2014.

Financial Highlights:

The financial performance of the Company for the year ended 31st March 2014 is summarized below:

(Rupees in Lakhs)

	Current Year	Previous Year
Gross Total Income	81.33	48.47
Total Expenditure	39.37	69.89
Profit (loss) before Taxation	41.95	(21.41)
Less: loss on sale of Investments	-----	-----
Profit before Taxation	41.95	(21.41)
Provision for Taxation/Deferred Taxation	(36.53)	(4.86)
Fringe benefit Tax	-----	-----
Profit After Taxation	5.42	(26.27)

Performance of the Company

During the year under review, the Company has earned net profit before tax of Rs.41.95 lakhs and net profit after tax of Rs.5.42 lakhs in comparison to last year's loss of Rs 26.27 lakhs. The company has earned Interest Income of Rs.124 lakhs compared to last year's 77.67 lakhs. Company has already invested in good scrips last year. Your Directors expects improvement in performance of company in current financial year.

Future Prospects

India is finally moving towards a progressive, capitalist model with a focus on growth and governance. This progressive environment will be based on a policy-drive approach conducive to sustainable growth, coupled with modifications in tax and labour laws. We believe that with the environment turning positive and supply-side bottlenecks being removed, industrialists will increase their manufacturing and infrastructure investments leading to job creation.

India's macro economy had begun to improve even before the elections, marked by a significant improvement in the current account deficit, currency stability and controlled inflation. It is our perspective that if retail inflation begins to ease, then interest rates will moderate, creating just the right ingredients for a sustained stock market recovery. We are also optimistic that economic growth will translate into increased corporate earnings; when coupled with declining interest rates, could represent a sweet spot for Indian equities.

The company is making investment in good scrips and also started giving ICD`s and short term loan to select clients.

Directors: Mr Kamlesh Kotak Director is retiring by rotation at the ensuing Annual General Meeting of the Company and is eligible for re-appointment & he has offered himself for re-appointment.

Dividend : The Directors do not recommend the payment of dividend for the year under review.

Public Deposits :

During the year under review, the Company has not accepted any public deposits.

Particulars regarding Foreign Exchange Earning and outgo, Conservation of Energy and Technology absorption

Information pursuant to Foreign Exchange, Conservation of Energy and Technology absorption as required under the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 is not applicable to the Company.

**Particulars of Employees**

The Company does not have any employee whose particulars are required to be given pursuant to the provisions of Section 217(2A) of the Company read with the Companies (Particulars of Employees) Rules, 1975.

Auditors

The retiring auditors, M/s. B Y & Associates, Chartered Accountants, retires at the ensuing Annual General Meeting of the Company and being eligible, offer themselves for re-appointment. The members are requested to re-appoint them.

Audit Committee

The Company has appointed Audit Committee as required under Section 177 of the Companies Act, 2013. The Audit Committee has met regularly and forwarded its reports. There are no adverse remarks given by the Audit Committee.

RBI Guidelines

Your Company is Complying with all the requirements of Reserve Bank of India for Non Banking Finance Company. In terms of paragraph 13 of the NBFC Regulations, the particulars as applicable to the company are appended to the Balance sheet.

Directors' Responsibility Statement

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956, the Board of Directors of the Company do hereby confirmed as follows:

- i) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv) That the Directors had prepared the annual accounts on a going concern basis.

Corporate Governance & Management Discussion & Analysis Statement

The Company has taken adequate steps to ensure that the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreements of the Stock Exchange are complied with. A detailed report on Corporate Governance has been included in this report along with a certificate from the auditors of the company regarding compliance of conditions of Corporate Governance. Further, a separate Management Discussion and Analysis report is also given in this report.

Acknowledgment

Your Directors thank the clients for the confidence in the Company, which has enabled the Company to reach to a new level of customer satisfaction. The Board places acknowledgment to the employees for their teamwork and professional approach for the Company's image.

Your Directors would like to express their gratitude for the continuous support and guidance received from Company's lenders, bankers, the Government departments, and SEBI and Stock Exchange officials.

For and on behalf of the Board of Directors,
For Abhinav Capital Services Limited

Place: Mumbai

Date: 30th May, 2014

Chetan Karia

Chairman

(DIN No. : 000151113)

**MANAGEMENT DISCUSSION & ANALYSIS****INDUSTRY STRUCTURE AND DEVELOPMENTS.****BUSINESS SCENARIO**

Finance is the most critical lubricant for accelerating economic growth. Non-Banking Finance Companies (NBFCs) continue to play a critical role in making financial services accessible to a wider set of India's population and are emerging as strong intermediaries in the retail finance space. Non-Banking Finance Companies (NBFCs) are an integral part of the country's financial system because of their complementary as well as competitive role. They act as a critical link in the overall financial system catering to a large market of niche customers. Going forward, one should see positive expectation that NBFCs would further strengthen their presence in retail finance and grow at a reasonably healthy pace.

The financial sector's relationship with the client is fiduciary in nature and based on trust. The regulatory framework is becoming progressively more stringent and this trend is set to continue. Over the last decade, the costs of compliance, risk management and governance have risen significantly and are likely to increase further going forward.

With competition continuing to be intense, NBFCs can sustain this competitive environment only through optimization of funding costs, identification of potential business areas, widening geographical reach, and use of technology, cost efficiencies, strict credit monitoring and raising the level of customer service.

India's GDP growth not only remained weak, but also continued to fluctuate throughout FY2013: 4.4% in Q1, 4.8% in Q2, followed by 4.7% in Q3, 4.8% in Q4 thus the Indian economy grew at its slowest pace in four years at 4.4% in the first quarter (Q1, or April-June) of the current fiscal year 2013-14, compared with 4.8% during the preceding quarter (January-March) of the last fiscal, belying hopes of the economy having bottomed out. For FY2014, growth is expected to be around 5.2 - 5.7%, which is marginally higher than the 5% achieved in FY2013.

Today, we are looking at low GDP growth; lack of sufficient investments to significantly increase the nation's productive capital stock; a high current account deficit, which is expected to be around 5.2 – 5.75% for FY2014 and a scenario where wholesale price inflation (WPI) and consumer price inflation (CPI) may remain uncomfortably high which could preclude further rate cuts by the RBI

Slow paced growth is not the only economic problem. The current account deficit, which stood at 2% of GDP for FY 2013, is expected to be around 2.3% for FY2014. Both wholesale price inflation (WPI) and consumer price inflation (CPI) have remained uncomfortably high through the better part of the year. The WPI started declining only towards the end of FY2013 with a fall in core Inflation; the CPI, however, continued to remain high on account of food inflation.

Economy Overview

Key Economic indicators such as Fiscal and Current deficit are stressed. However, with the interest rate cycle turning and the Government making an effort to revive stalled projects, some recovery is likely in 2014-15. Economic activity during the current year is expected to show only a modest improvement over last year, with a possible pick up likely only in the second half of the year. The outlook for industrial activity remains subdued because of lack of new investments and existing projects remaining stalled by bottlenecks and implementation gaps. Growth in Services and Exports may remain sluggish too, given that global growth is unlikely to improve significantly from 2013. The Reserve Bank of India baseline projection of GDP growth for 2014-15 is 5.2 – 5.7%.

On the regulatory front, NBFCs are regulated by the Reserve Bank of India (RBI) almost at par with banks. All the prudential norms for asset classification, income recognition, provisioning etc., are applicable to NBFCs in India.

The share of NBFCs' assets in GDP (at current market prices) increased steadily from just 8.4 % as on March 31, 2006 to 12.5% as on March 31, 2013; while the share of bank assets increased from 75.4 % to 95.5 %



during the same period.

Unlike the banking sector, entities under NBFCs differ not only in terms of size and sophistication of operations but also in terms of activities they undertake. NBFC would include not only entities which are part of large multinational groups, but also small players with assets around Rs.25 lakhs.

The Company's main object is Non-banking Finance activities. The market for this activity offers high potential for growth. The Company has already started Giving loan & Inter Corporate Deposit to the corporate clients

Company is operating business from Mumbai.

OPPORTUNITIES AND THREATS

The performance of capital market in India has a direct correlation with the prospect of economic growth and political stability. Though the growth projections for FY 2014-15 appear reasonable, there are certain downside risks such as pace and shape of global recovery, effect of withdrawal of fiscal stimulus and hardening of commodity prices. There is lot of opportunities for investment in capital market. Your Company is having separate research department, which analyze the market and advice the management in building good portfolio. Our business performance may also be impacted by increased competition from local and global players operating in India, regulatory changes and attrition of employees. With growing presence of players offering advisory service coupled with provision of funds for the clients' needs, we would face competition of unequal proportion. We continuously tackle this situation by providing increasingly superior customized services.

In financial services business, effective risk management has become very crucial. As an NBFC, Your Company is exposed to credit risk, liquidity risk and interest rate risks. Your company has in place suitable mechanisms to effectively reduce such risks. All these risks are continuously analysed and reviewed at various levels of management through an effective information system.

The Company is having excellent Research Department. The Company is having team of Expert advisor, who is helping the Company in making good Investment. The Company is exposed to all risks & threat which Financial Market & Non Banking Finance Company faces. The company is also facing risk of heavy ups and down in stock market which can be minimize due to risk management system of our company.

While the current year started with a lot of optimism & hope- both globally & in the Indian Market - there have been fears of a second recession since the credit rating of US was downgraded. Global stock markets- a barometer of sentiments-have not done that well.

Review of Operations

During the year under review, the Company has earned a profit of Rs.5.42 lakhs in compared to last year loss of Rs 26.27 lakhs. The Company has incurred a loss on sale of investment in Shares/MF's of Rs. 106.91 lakhs. However with market turning favorable, company has made a reversal in Provision for Diminution of shares of Rs.50.56 lakhs. The company earned Interest Income of Rs.124 lakhs along with Dividend Income of 13.54 lakhs in the current financial year. The Company has focused in making investments in good scrips and Companies. The Company has done reconstructing in its entire business activities which has resulted in current year's profit. Your Directors thus expects good turnaround in current financial year also.

SEGMENT-WISE PERFORMANCE

The Company's main business is Investments & Inter Corporate Deposit to the Corporate Sector.

During the year under review, the Company has earned profit of 5.82 lakhs as compared to last year loss of Rs.26.27 lakhs. Your Company has started business of loan against securities during the year under review . Company has disbursed loan of Rs. 4152.31 lakhs during the year under review. This year Company has started making investment in good scrips. Your Directors expects good turnaround in current financial year.



Company's total investments made were Rs.382.81 lakhs . All Investments are made in listed companies (As annexed to Note 7 attached with Balance sheet). During the year the Company has mainly concentrated on Corporate Loans and Investment in Stock Market.

SUBSIDIARY COMPANY

As there are no subsidiaries of the company, investment made in subsidiaries is NIL.

OUTLOOK

At its core, India is facing a difficult economic situation on the growth, asset quality, inflation and fiscal deficit fronts. Growth is estimated to have bottomed, but recovery is predicated upon clarity of policy matters and decision making by the Government, both factors out of the control of private enterprise.

The RBI and the Government have taken notable steps in FY 2013-14 to address the economic headwinds. On the policy front, it introduced a shift in focus to Consumer Price Inflation (CPI) from Wholesale Price Inflation (WPI), and a move towards inflation targeting.

WPI inflation is expected to be around 5.5% during 2014-15, based on forecasts of domestic demand-supply, global commodity prices and the expectation of a normal monsoon. In summary, the prospect of some monetary easing, a normal monsoon and revival of stalled infrastructure projects could pave the way for a turnaround in the economy. But fiscal prudence and clear policy direction remain critical,

The management is of the view that the company will be able to reasonably perform in the context of given economic environment by continuing its efforts to reach new client segment with the service capability.

RISK MANAGEMENT

Your Company, being in the business of finance, has to manage various risks. These risks include credit risk, liquidity risk, interest rate risk and operational risk. The stock market the barometer of Economy is not done well . Further it seems that retail investors are not investing in capital market In today's complex business environment, almost every business decision requires executives and managers to balance risk and reward. Effective risk management is therefore critical to an organization's success. Today's operating environment demands a rigorous and integrated approach to risk management. Timely and effective risk management is of prime importance to our continued success

Increased competition and market volatility has enhanced the importance of risk management in Share Trading business. The sustainability of the business is derived from the following:

- * Identification of the diverse risks faced by the company.
- * The evolution of appropriate systems and processes to measure and monitor them.
- * Risk management through appropriate mitigation strategies within the policy framework.
- * Monitoring the progress of the implementation of such strategies and subjecting them to periodical audit and review.
- * Reporting these risk mitigation results to the appropriate managerial levels.

There is the risk of loss from inadequate or failed systems, processes or procedures. These may be attributed to human failure or technical problems given the increased use of technology and staff turnover.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUENCY

Company's Internal Audit Department has been reviewing all control measures on periodical intervals also recommending improvements wherever necessary. Thus an effort is made for evaluating the effectiveness of Internal Control System.

Such internal control is being managed by highly qualified and experienced personnel and reports



directly to the Audit Committee of the Board. The Audit Committee regularly reviews the audit findings as well as the, an Information Security Assurance Service is also provided by independent external professionals. Based on their recommendations, the Company has implemented a number of control measures both in operational and accounting related areas, apart from security related measures.

FULFILMENT OF RBI NORMS AND STANDARDS

The Company has fulfilled all RBI Norms and complied with it.

CAUTIONARY STATEMENT

This report describing the company's activities, projections about future estimates, assumptions with regard to global economic conditions, government policies, etc may contain "forward looking statements" based on the information available with the company. Forward-looking statements are based on certain assumptions and expectations of future events. These statements are subject to certain risks and uncertainties. The company cannot guarantee that these assumptions and expectations are accurate or will be realized. The actual results may be different from those expressed or implied since the company's operations are affected by the many external and internal factors, which are beyond the control of the management. Hence the company assumes no responsibility in respect of forward-looking statements that may be amended or modified in future on the basis of subsequent developments, information or events.

Company follows all Mandatory Accounting Standards.

For and on behalf of the Board of Directors,
For Abhinav Capital Services Limited

Place: Mumbai

Date: 30th May, 2014

Chetan Karia

Chairman

(DIN No. : 00015113)

**REPORT ON CORPORATE GOVERNANCE****CORPORATE GOVERNANCE PHILOSOPHY**

The Company considers Corporate Governance as an important process for conducting & managing its business activities in a transparent & visible manner in the interest of all its stakeholders, besides keeping important segment of the society adequately informed. Abhinav Capital Services Limited adopted good corporate practices all through its existence & oriented its actions in consonance with them. It has been the endeavor of Abhinav Capital Services Limited to give fair & equitable treatment to all its stakeholders including employees, customers, & shareholders as also to comply with applicable rules & regulations.

Board of Directors

The company has non-executive chairman and number of non-executive directors is more than 50% of total number of directors.

None of the directors on the board of directors on the board is a member of more than 10 committees or chairman of more than 5 committees as specified in the clause 49 of listing agreement. Necessary disclosures regarding committee positions have been made by the directors.

The strength of the board of directors is 3 directors. The board comprised of non-executive chairman, executive director/independent directors.

Name of Director	Executive / Non Executive / Independent	No. Of Outsider Directorship		No. Of outside Committee position held	
		Public	Private	Member	Chairman
Mr. Girish Desai	Independent	-	-	-	-
Mr. Chetan Karia	Executive	-	-	-	-
Mr. Kamlesh Kotak	Independent	-	-	-	-

The senior management has made disclosures to the board confirming that there are no material, financial or commercial transactions between them and the company, which could have potential conflict of interest with company at large.

The board met 4 times during the year i.e. 27th May 2013, 6TH August 2013, 6TH November 2013, and 5TH February 2014.

The following table gives the attendance record of the directors at the board as well as Annual General Meeting.

DIRECTORS	NO. of Board Meetings held	No. of Meeting attended	Attendance at the AGM
Mr. Chetan Karia	4	4	YES
Mr. Girish Desai	4	4	YES
Mr. Kamlesh Kotak	4	4	YES

Notes

- None of the Directors are related to any other director
- None of the Directors holds Directorship in more than 15 public limited Companies nor is a member of more than Ten Committees across all Companies in which he is a Director
- None of the Directors received any loans or advances from Company during the year.

Committees of the Board

The Committees of the Board Constituted when the Code becomes applicable to the Company. The role and the responsibilities of each of the Committee is well defined. The Board has constitutes the following Committees.

AUDIT COMMITTEE:

The company has constituted an audit committee in the year 2006. The role, powers and functions of the audit



committee are as per guidelines stated in the clause 49 of the listing agreements with the stock exchanges read with section 292A of the companies' act 2013. The terms of reference of the audit committee inter-alia are broadly as under:

1. To oversee the company's financial reporting process and the disclosure of its financial information, to ensure that the financial statement is correct, sufficient and credible.
2. To recommend to the board, the appointment and reappointment of statutory auditors, fixation of audit fees and also approval for payment of any other services.
3. To review with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a) Matters required to be included in the director's responsibility statement in boards report, in terms of clause (2AA) of section 217 of companies' act 1956.
 - b) Changes, if any, in accounting policies and practices and reasons for the same.
 - c) Major accounting entries involving estimates based on the exercise of judgment by management.
 - d) Significant adjustments made in financial statement arising out of audit findings.
 - e) Compliance with listing and other legal requirements relating to financial statements.
 - f) Disclosure of related party transactions.
 - g) Qualifications in the draft audit report.
4. To review with the management, the quarterly financial statements before submission to the board for approval.
5. To review with management, performance of statutory and internal auditors and adequacy of the internal control systems.
6. To review the status on utilization of IPO proceeds.
7. To review the adequacy of internal control system, including the structure of internal audit department, staffing of the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors for any significant findings and follow up there on.
9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
11. To review the functioning of whistle blower mechanism, if and when introduced.
12. Carrying out such other function as may be specifically referred to the committee by the board of directors and /or other committee(s) of the directors of the company.

The Audit Committee was constituted with Two independent Non Executive Director and One executive director viz

<p>Mr. Chetan Karia Mr. Kamlesh Kotak Mr. Girish Desai</p>	<p>Chairman Member Member</p>	<p>Executive Director Independent Non Executive Director Independent Non Executive Director</p>
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Meeting and attendance during the year

During the year under report four meetings of the Committee were held and all the directors were present in all the meeting.

During the year under report, the Audit Committee reviewed the quarterly and annual financial results before the Board took the same on record. The Committee also reviewed internal audit report and internal control systems and procedures and recommended desired improvements to the Board to strengthen the same. As a measure of good corporate governance, representatives of statutory Auditors were regularly invited to the meeting of the audit Committee and made significant contribution to the deliberations at the Committee meetings

INVESTOR GRIEVANCE & SHARE TRANSFER COMMITTEE

The composition of the Committee is as under



1.	Mr. Chetan Karia	Chairman	Non -Independent Executive Director
2.	Mr. Kamlesh Kotak	Member	Independent Non Executive Director
3.	Mr. Girish Desai	Member	Independent Non Executive Director

During the year under report the Committee met two times in a year Mr. Chetan Karia act as a Compliance officer and has been regularly interacting with the Share Transfer Agents to ensure that the complaints of the investors are attended to without undue delay and where deemed expedient the complaints are referred to the Committee or discussed at the meetings. The Company has not received any complaint during the year.

Composition / Remuneration committee.

The company has constituted compensation/remuneration committee in the year 2007. The scope of the activities of the compensation/remuneration committee is to recommend the remuneration payable to the managing director and executive director of the company, payment of commission and sitting fees to non-executive directors. During the year under review, the committee met once.

The details of the composition of the committee and attendance at its meeting are given below.

1	Mr. Chetan Karia	Member	Executive Director	
2	Mr. Girish Desai	Member	Independent Non Executive Director	

The Company is not paying any remuneration or compensation or commission to any of the Director of the Company except sitting fees for the attending Board meeting.

DISCLOSURE: During the year no material transactions with the Directors or the management. Their subsidiaries or relatives etc have taken place, which have potential conflict with the interest of the Company

DISCLOSURES ON RELATED PARTY TRANSACTIONS

No materially significant related party transactions were entered by the Company with its promoters or directors, which could be deemed to be potentially conflicting with the interests of the Company. There were some transactions with related parties in the ordinary course of the business of the Company. The register of contracts contains details of transaction in which directors are interested & the same is placed before the meeting of the Board. The details of such transactions are disclosed in the Notes to Accounts.

Disclosure of Accounting Treatment

The financial statements are prepared on accrual basis of accounting and company complied with the Accounting standards referred to in section 2(2) of the companies act, 2013

Board Disclosures-Risk Management

The company has laid down the requisite procedures to inform the board members about the risk assessment and minimization procedures.

Your company is not in speculative trade and is investors friendly and hence market risk is eliminated. The volatile movements in the stock market are natural and your company had to cope with the situation. This they wish to achieve by prudent and frugal deployment of available funds to minimize loss and risk in the market.

Code of conduct for prevention of insider trading practices.

In compliance with the SEBI (prohibition of insider trading) regulations, 1992, as amended the company has formulated, adopted and implemented "code of conduct for prevention of insider trading"

CEO/CFO certification

A certificate from chairman on the financial statements of the company was placed before the board as per the requirement of clause 49(V) of the listing agreement.

Compliance with non-mandatory requirements of clause 49 of the listing agreement.

The company has voluntarily complied with the non-mandatory requirements relating to remuneration committee.

Management discussion and analysis.

Management discussion and analysis is given as a separate section in the annual report.

Cash flow statement for the period from 1st April 2013 to 31st March 2014.

Cash flow from operating activities: enclosed

**DEPOSITORY SYSTEM****Dematerialization of shares**

Shares in the company can be held and traded in electronic form and SEBI has made it compulsory for the company to deliver in dematerialization form only. Majority of companies shares are in dematerialized form only.

Share Transfer System

The Shares lodged for transfer & dematerialization are processed by the Registrar & Share Transfer Agent on a weekly basis & generally registered & returned within a period of two weeks from the date of receipt. If the documents are complete in all the respect.

The Company has been obtaining half yearly certificates from a Company Secretary in Practice within 30days from the close of the relevant period with regard to compliance of share transfer formalities as per the requirement of clause 47(c) of the Listing Agreement of the stock exchanges, where the securities of the company are listed.

Means of communication

The quarterly / half-yearly / annual financial results of the company are announced within the stipulated period and are normally published in English and Marathi newspapers.

1. OTHER DISCLOSURE RECOMMENDED BY THE COMMITTEE

Detail of Annual General Meetings

Year	Type	Location	Date	Time
2013	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	30th September 2013	11.00 AM
2012	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	29th September 2012	11.00 AM
2011	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	30th September 2011	11.00 AM
2010	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	30th September 2010	11.00 AM
2009	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	14th September 2009	11.00 AM
2008	A G M	Athena House, Row House No. 4, Rajnigandha, Gokuldhham, Goregaon (East), Mumbai 400 063	25th August 2008	11.00 AM

Whether special resolutions were put through postal ballot last year?

No.

Are votes proposed to be conducted through postal ballot this year?

No.

Statutory compliances

The Company has not received any Notice or complaint from the statutory authorities. The Company is regular in Complying with various compliances under the various statutory authorities

Name and Address of the Share Transfer Agents of the Company:

Adroit Corporate Services Private Limited

19, Jaferbhoy Industrial Estate, Makwana Road,

Marol Naka, Andheri (East), Mumbai 400 059.

Tel No. 2850 3748/28590942

Fax No. 56924438

**Listing Details:**

The Shares of the Company are listed at Mumbai and Ahmedabad Stock Exchange.

Book closure dates 26th September 2014 to 29th September 2014 (Both days inclusive)

Distribution Schedules as on 31.03.2014

No. Of Equity Shares	Share holders		No. of Shares	
	Number	% of Holders	Number	% of Shares
Up to 500	221	84.67	32940	0.48
501-1000	7	2.68	4722	0.07
1001-2000	8	3.07	12950	0.19
2001-3000	1	0.38	2200	0.03
3001-4000	0	0	0	0
4001-5000	0	0	0	0
5001-10000	0	0	0	0
10001-999999	24	9.2	6871788	99.24
TOTAL	261	100.00	6924600	100

Categories of Shareholders as on 31.03.2014

Category	% Of Shareholding	No. Of Shares
Promoters	71.48%	4949708
Individuals	18.70%	1294730
Domestic Companies	8.17	565962
FIs, Mutual Funds & Bank	-	0
FIIIs, OCBs & NRI	1.65	114200
TOTAL	100	6924600

**Auditors' Report**

To
**The Members of
Abhinav Capital Services Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of Abhinav Capital Services Limited ('the Company') which comprise the Balance Sheet as at 31st March 2014, the Profit and Loss Statement and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

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

- a) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2014;
- b) In the case of the Profit and Loss Statement, of the Profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanation which to best of our knowledge and belief were necessary for the purpose of audit;
 - b) In our opinion proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit and Loss Statement and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit and Loss Statement and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956; and
 - e) On the basis of written representation received from the directors as on 31st March 2014, and taken on record by the Board Of Directors, none of the directors are disqualified as on 31st March 2014, from being appointed as a director in terms of clause (g) of sub-section(1) of section 274 of the Companies Act, 1956.

For B Y & Associates
Firm Registration No.: 123423W
Chartered Accountants

CA Bhavesh Vora
Partner
Membership No.: 043908

Place: Mumbai
Date: 30th May, 2014

**ANNEXURE TO THE AUDITOR REPORT**

(Referred to in our Report of even date on Accounts for the year ended 31st March 2014 of Abhinav Capital Services Limited)

In our opinion, and on the basis of such checks of the books and records as we considered appropriate and according to the information and explanations given to us during the normal course of audit, which were necessary to the best of our knowledge and belief, we report that:

- (i) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. The Management has physically verified certain assets during the year in accordance with a programme of verification, which in our opinion provides for physical verification of the fixed assets at reasonable intervals. According to the information and explanations given to us no material discrepancies were noticed on such verification. During the year, Company has not disposed of any substantial / major part of fixed assets.
- (ii) In our opinion and according to the information and explanation given to us, the procedures of physical verification of shares and commodities held as stock-in-trade followed by the management are reasonable and adequate in relation of the size of the Company and the nature of its business.
- (iii) According to the information and explanation given to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. The company has not taken any loans secured and unsecured from companies, firm or other parties covered in the register maintained U/s. 301 of the Companies Act, 1956. As the company is NBFC, Loan and advances given in the normal course of business have not been considered here for reporting.
- (iv) In our opinion and according to information and explanations given to us, the internal control system for purchase of fixed assets and for sanction, disbursements and recovery of loans given by the company are adequate and commensurate with the size of the company and present nature of its business. During the course of our audit, no major weakness has been noticed in the internal control system.
- (v) Based on the audit procedures applied by us and the information and explanations provided by the management, we are of the opinion that there were no transactions during the year that need to be entered in the register maintained under section 301 of the Companies Act, 1956.
- (vi) Based on our scrutiny of the company's records and according to the information and explanations provided by the management, in our opinion, the company has not accepted any public deposits so far up to 31st March 2014. Hence provision of section 58A and 58AA or any relevant provisions of the Act and the rules framed there under are not applicable.
- (vii) In our opinion, the company has an adequate internal audit system commensurate with the size and the nature of the business.
- (viii) The Central Government has not prescribed the maintenance of cost records by the company under section 209(1) (d) of the Companies Act, 1956 for any of its products.
- (ix) According to the records of the company and information and explanations given to us in respect of statutory and other dues, the company has been generally regular in depositing undisputed statutory dues including Income Tax and other statutory dues with the appropriate authorities during the year. According to the records of the company and information and explanations given to us, there are no disputed statutory dues



- (x) The company does not have accumulated losses at the end of the year, the company has not incurred cash losses in the financial year under report, however there was cash loss in the immediately preceding financial year
- (xi) According to records of the company, the company has not borrowed funds from financial institutions or banks or issued debentures till 31st March 2014. Hence, in our opinion, the question of reporting on default in repayment of dues to financial institutions or banks or debenture holders does not arise.
- (xii) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund / Societies are not applicable to the company.
- (xiv) On the basis of our examination of the company's records we are of the opinion that the company is maintaining adequate records regarding transactions and contracts regarding its investment activities in shares and securities and other investment and timely entries have been made in these records. All the investment at the close of the year is held in the name of the Company.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by other from banks or financial institutions.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, the company has not availed any term loan during the year.
- (xvii) According to the records examined by us and according to the information and explanations given to us, on overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- (xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act during the year.
- (xix) The company has not issued any Debentures.
- (xx) During the year, the company has not raised any money by public issues.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

For B Y & Associates
Firm Registration No.: 123423W
Chartered Accountants

Place: Mumbai
Date: 30th May, 2014

CA Bhavesh Vora
Partner
Membership No.: 043908



**AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE
TO THE MEMBERS OF ABHINAV CAPITAL SERVICES LIMITED**

We have examined the compliance of condition of Corporate Governance by Abhinav Capital Services Limited, for the year ended on 31st March, 2014 as stipulated in Clause 49 of the Listing Agreement of the said Stock Exchange.

The Compliance of conditions of the Corporate Governance is the responsibility of the management. Our examination was limited to review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we report as under:

We certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company as per the record maintained by the Shareholders/Investor Grievance Committee.

We further state that such compliance is neither an assurance as to the further viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For B Y & Associates
Firm Registration No.: 123423W
Chartered Accountants**

**Place: Mumbai
Date: 30th May, 2014**

**CA Bhavesh Vora
Partner
Membership No.: 043908**

CHAIRMAN'S DECLARATION ON CODE OF CONDUCT

As Required by Clause 49 of the Listing Agreement, the chairman's declaration for code of conduct is given below:

To,
The Members of

Abhinav Capital Services Limited

I Chetan Karia, Chairman of the Company declare that all Board Members and Senior Management of the Company have affirmed compliance of code of conduct.

**For and on behalf of the Board of Directors,
For Abhinav Capital Services Limited**

**Place: Mumbai
Date: 30th May 2014**

**Chetan Karia
Chairman
(DIN No. : 00015113)**

**SIGNIFICANT OF ACCOUNTING POLICIES :****A. Basis of Preparation of Financial Statements:**

The accounts have been prepared on the historical cost basis and on the principles of a going concern and also in accordance with the standards on accounting issued by Institute of Chartered Accountants of India referred to in section 211 (3C) of the Companies Act, 1956, unless specifically stated to be otherwise.

All assets and liabilities have been classified as current and non – current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule VI of the Companies Act, 1956. Based on the nature 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 and noncurrent classification of assets and liabilities.

Further, the Company follows prudential norms for Income Recognition, assets classification and provisioning for Non-performing assets as well as contingency provision for Standard assets as prescribed by The Reserve Bank of India (RBI) for Non-Banking Financial Companies. The accounting standards are followed insofar as they are not inconsistent with the Prudential Norms prescribed by Reserve Bank of India (RBI).

Accounting policies, unless specifically stated to be other wise, are consistent and are in accordance with generally accepted accounting principles.

B. Fixed Assets:

- (i) Assets are stated at their Cost less Accumulated Depreciation. Addition to Fixed Assets represents cost of acquisition, incidental expenses related to such acquisition and installation.
- (ii) Depreciation is provided on written down value basis in the manner and at the rates prescribed by Schedule XIV of the Companies Act, 1956.
- (iii) In respect of additions to Fixed Assets the Depreciation is provided on prorata basis for the year.

C. Inventory Valuation:

Shares and Securities are valued at cost. The figures of stock (if any) in the accounts are based on the physical inventory taken, valued and certified by the directors.

D. Investment:

The Company being regulated as a Non-Banking Financial Company (NBFC) by the RBI, investments are classified under two categories i.e. Current and Long Term (Non-Current) and are valued in accordance with the RBI guidelines and the Accounting Standard (AS) 13 on 'Accounting for Investments' issued by the Institute of Chartered Accountants of India.

'Long Term Investments' (Non-Current Investments) are stated at cost. However, when there is a decline other than temporary in the market value (Realisable value) of Non-Current investment, the carrying amount is reduced to recognize the decline. Market Value of Quoted Investments are valued at closing price of BSE.

'Current Investments' are carried at lower of cost or market value on an individual investment category basis.

E. Recognition of Income and Expenditure :

Income and expenses is accounted on accrual basis.

- a) Incomes including interest/discount or any other charges on Non-Performing Assets are recognised only when it is actually realised. Any such income recognised before the asset became non-performing and remaining unrealised are reversed.
- b) Income from dividend on shares of corporate bodies and units of mutual funds are taken into account on cash basis. The income from dividend on shares of corporate bodies are taken into account on accrual basis when such dividend has been declared by the corporate body in its annual general meeting and the company's right to receive payment is established.

F. Taxes on Income :

- a) Current Tax: Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.



b) **Deferred Tax Provision:** Deferred Tax is recognized on timing differences being the differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period(s). The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

G. Retirement Benefits :

Since it is not possible to ascertain with reasonable certainty the quantum of retirement benefits, the same are accounted for on actual payment basis.

H. Foreign Exchange Transactions :

Foreign Exchange transactions (if any) are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss account.

Monetary assets and liabilities (if any) denominated in foreign currencies as at the balance sheet date are translated at year end rates. The resultant exchange differences are also recognized in the profit and loss account.

I. Miscellaneous Expenditure:

Preliminary Expenses are amortized over period of ten years.

J. Research and Development:

Revenue Expenditure on research and development (if any) is charged to profit and loss account in the year in which it is incurred. Capital Expenditure, if any, on research and development is included in addition to fixed assets.

K. Borrowing Cost:

Borrowing cost (if any) that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. The amount of other borrowing cost (if any) is recognized as an expense in the period in which they are incurred.

L. Provisions, Contingent Liabilities and Contingent Assets

Provision are recognized for liabilities that can be measured only by using substantial degree of estimation, if

1. the company has a present obligation as a results of past event,
2. a probable outflow of resource is expected to settle the obligation and
3. the amount of the obligation can be reliably estimated

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- a. a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation
- b. a possible obligation, unless the probability of outflow of resources is remote.

Contingent Assets are neither recognized, nor disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet Date.

M. Impairment of Assets:

As at each Balance Sheet date, the carrying amount of assets is tested for impairment so as to determine,

1. The provision for impairment loss, if any, required or
2. The reversal, if any, required of impairment loss recognized in previous periods Impairment loss is recognised when the carrying amount of an assets exceeds its recoverable amount.

Recoverable amount is determined,



1. in the case of an individual assets, at the higher of the net selling price and the value in use
2. in the case of a cash generating unit (a group of assets that generates identified independent cash flows) at the higher of the cash generating unit's net selling price and the value in use.

(Value in use is determined as the present value of estimated future cash flows from the continuing use of an asset and from its disposal at the end of its useful life).

Notes Forming Integral Part of the Financial Statement:

20) The Company has obtained the registration as a Non-Banking Finance Company from Reserve Bank of India duly approved through its letter dated 16th May, 1998 having registration number as 13.00685

21) **Debtors:**

The Debtors are stated at Book Value and the same are subject to confirmation and reconciliation, if any.

22) **Foreign Exchange Transactions:**

The company has not entered into any foreign exchange transactions during the year.

23) Credit balances of creditors as also the Loans and Advances are shown as appearing in the accounts and are subject to confirmation.

24) **Borrowing Cost:**

“NIL” amount of borrowing cost is capitalized during the year.

25) In the opinion of the Board, all the Current Assets, Loans and Advances are approximately of the values stated, if realized in the ordinary course of business.

26) **Managerial Remuneration to Directors:**

	For 2013-2014	For 2012-2013
	Rs. NIL	Rs. NIL

Profit / (loss) computed in accordance with Section 349 & 350 of the Companies Act, 1956.

	(Amounts in Rs)	
	For 2013-2014	For 2012-2013
Net profit/ (loss) before Tax	41,95,946	(21,41,895)
Less: Directors' Remuneration	NIL	NIL
Profit / (Loss)	41,95,946	(21,41,895)

27) **Related Party Transactions:**

The related party transaction has incurred during the reporting period: NIL

28) There is only one segment as required by Accounting Standard 17 and accordingly the figures stated in the balance sheet and profit and loss account pertains to segment results only. Hence the same are not reported separately.

29) **Deferred Tax:**

As per Accounting Standard (AS-22) on accounting for taxes on income issued by the Institute of Chartered Accountants of India, the provision for deferred tax Income for the year 2013-14 has been computed at Rs. 46,736/- (Previous Year Rs. 13,949/-) and is credited to Statement of Profit & Loss A/c. The Deferred Tax Assets as at 31st March, 2014 comprises of the following:

Particulars	2013-14	2012-13
a. Deferred Tax Assets		
Related to Fixed Assets	216,126	169,390
b. Deferred Tax Liabilities		
Related to Fixed Assets	--	--
c. Provision for Deferred Tax Assets/ (Liabilities)	216,126	169,390



30) Impairment of Assets:
There is only one class of asset i.e. Office Equipments.

The amount of impairment losses recognizes in the statement of profit and loss during the period and the line item(s) of the statement of profit and loss in which those impairment losses are included:	NIL
The amount of reversals of impairment losses recognizes in the statement of profit and loss during the period and the line item(s) of the statement of profit and loss in which those impairment losses are reversed:	NIL
The amount of impairment losses recognized directly against revaluation surplus during the period:	NIL
The amount of reversals of impairment losses recognized directly in revaluation surplus during the period:	NIL

31) Contingent Liabilities:

There are no Contingent Liabilities.

- 32) The Company has not appointed company secretary throughout the year under review, according to the provision of sec 383 A (1) of the Companies Act, 1956 due to the unavailability of Company Secretary. The Company has written a letter to the Institute of Company Secretaries of India for giving the names of suitable candidate for appointment of Company Secretary of India. However company has continued to avail services of practicing company secretary.
- 33) Disclosure of details as required by Revised Para 13 of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007, earlier Para 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998. :
-As per Separate Annexure Attached
- 34) Previous year's figures have re-grouped and re-arranged wherever necessary.

For B Y & Associates
Firm Registration No.: 123423W
Chartered Accountants

For and on behalf of the Board of
Abhinav Capital Services Limited

CA Bhavesh Vora
Partner
Membership No. 043908
Place: Mumbai
Date: 30th May 2014

Chetan Karia
Chairman
Place: Mumbai,
Date: 30th May 2014

Kamlesh Kotak
Director

**CASHFLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH 2014**

(Amount in Rs.)

Particulars	Year Ended 31.03.2014		Year Ended 31.03.2013	
A. Cash Flow from Operating Activities				
Net Profit before Taxation and Extraordinary activities		4,195,945		(2,141,895)
Adjustments for :				
Trf for Contingent Reserve	67,697		118,650	
Depreciation	322,941		222,623	
Loss/(Profit) on sale of Investments	10,691,190		4,040,513	
Diminution in Value of Investments	1,952,495		5,056,723	
Loss on sale of asset	111,622		-	
Reversal of previous year Diminution in Value of Investments	(5,056,723)		-	
Dividend Income	(1,354,950)		(1,065,064)	
		6,734,272		8,373,445
Operating Profit before Working Capital changes		10,930,216		6,231,550
Decrease/(Increase) in Sundry Debtors	(27,078,931)		(47,385,850)	
Increase/(Decrease) in Sundry Creditors	46,105		(12,583,534)	
Increase/(Decrease) in Provisions	(929,981)		(7,124)	
Decrease/(Increase) in Loans & Advances	15,614		(802,737)	
		(27,947,193)		(60,779,245)
Cash Generated / (Utilised) in Operations		(17,016,976)		(54,547,694)
Income Tax Paid		1,500,000		500,000
Cashflow before extraordinary Items		(18,516,976)		(55,047,694)
Extraordinary Items		-		-
Net Cash from Operating Activities (A)		(18,516,976)		(55,047,694)
B. Cash Flow from Investing Activities				
Purchase of Fixed Assets	(1,755,631)		-	
Sale of fixed asset	100,000			
Purchase of Investments	(459,775,394)		(177,743,007)	
Sale of Investments	470,188,854		240,206,979	
Dividend Received	1,354,950		1,065,064	
Net Cash from Investing Activities (B)		10,112,779		63,529,037
C. Cash Flow From Financing activities				
		-		-
Net Increase / (Decrease) in Cash and Cash Equivalents		(8,404,197)		8,481,342
Cash and Cash Equivalents as on at the beginning of the year		8,760,304		278,962
Cash and Cash Equivalents as on at the end of the year		356,107		8,760,304
Net Increase / (Decrease) in Cash and Cash Equivalents		(8,404,197)		8,481,342

As per our report of even date
For **BY & Associates**
Firm Registration No.: 123423W
Chartered Accountants

CA Bhavesh Vora
Partner
M. No. 043908
Place: Mumbai
Date: 30th May 2014

For and on behalf of the Board of
M/s. Abhinav Capital Services Ltd.

Chetan Karia
Chairman

Kamlesh Kotak
Director

Place: Mumbai,
Date: 30th May 2014



CIN : L65990MH1994PLC083603

COMPUTATION OF AUDITED NET OWNED FUND (NOF) AS ON 31.03.2014 (Amount in Rs.)

Sr. No.		Particulars	AMOUNT	AMOUNT
1		a) Paid-up Equity Capital	69,246,000.00	
		b) Paid-up preference shares which are compulsorily convertible into equity	-	
	(A)	c) Free Reserves	80,041,348.41	149,287,348.41
2	Add:-	a) Accumulated balance of loss	-	
		b) Deferred revenue expenditure	-	
	(B)	c) Other intangible assets	-	-
3	(C)	Deduct (B) from (A)		149,287,348.41
4	Add :-	a) Investment in shares of		
		- subsidiaries	-	
		- companies in the same group	-	
		- all other NBFCs	-	
		b) Book Value of debentures, bonds, outstanding loans and advances (including hire-purchase and lease finance) made to		
		- subsidiaries	-	
		- companies in the same group	-	
		c) Deposit with		
		- subsidiaries	-	
	(D)	- companies in the same group	-	-
5	(E)	If (D) is less than 10% of (C), no adjustment is necessary. If (D) exceeds 10% of (C), find out the excess		-
6		The NOF for purposes of the Deposits Norms will be (C) minus (E)		149,287,348.41

As per our report of even date
For **BY & Associates**
Firm Registration No.: 123423W
Chartered Accountants

For and on behalf of the Board of
M/s. Abhinav Capital Services Ltd.

CA Bhavesh Vora
Partner
M. No. 043908
Place: Mumbai
Date: 30th May 2014

Chetan Karia
Chairman
Place: Mumbai,
Date: 30th May 2014

Kamlesh Kotak
Director



Abhinav Capital Services Limited

Registered Office:

ATHENA HOUSE, ROW HOUSE NO 4, RAJNIGANDHA, GOKULDHAM, GOREGAON (EAST), MUMBAI - 400 063.

PROXY FORM

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014

Name of the Member(s): _____

Registered Address: _____

Email ID: _____

Folio No./DP ID and Client ID: _____

I/We.....

of..... being Member(s) of ABHINAV CAPITAL SERVICES

LIMITED hereby appoint:

1. Name:..... Email ID

Address:..... Signature or failing him/her

2. Name:..... Email ID

Address:..... Signature or failing him/her

3. Name:..... Email ID

Address:..... Signature or failing him/her

4. Name:..... Email ID

Address:..... Signature or failing him/her

as my / our proxy to attend and vote for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on 29th day of September, 2014 at Athena House, Row House No.4, Rajnigandha, Gokuldham, Goregaon (E), Mumbai - 400 063.



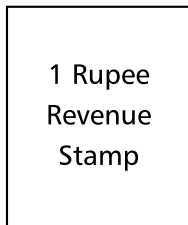
and at any adjournment thereof in respect of such resolutions as indicated below.

S.No	Resolutions
Ordinary Business	
1.	To receive, consider and adopt the Audited Financial Statement of the company including the Audited Balance sheet as at 31st March, 2014 , Audited Profit and Loss Account for the year ended on 31st March 2014 and the report of Directors and Auditors thereon
2.	To appoint a Director in place of Mr. Kamlesh Kotak who retires by rotation and being eligible, offers him for re-appointment
3.	To appoint M/s. B Y & Associates, Chartered Accountants, retiring auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration

Signed thisday of....., 2014.

Signature of Shareholder

Signature of Proxy holders(S)



Notes:

This form of Proxy in Order to be effective should be duly completed and deposited at the Registered Office of the Company, not later than 48 hours before the commencement of the Annual General Meeting.



Abhinav Capital Services Limited

Registered Office:

ATHENA HOUSE, ROW HOUSE NO 4, RAJNIGANDHA, GOKULDHAM, GOREGAON (EAST), MUMBAI - 400063

ATTENDANCE SLIP

(To be handed over at the time of Entry)

I/We hereby record my/our/ presence at the Annual General Meeting of the Equity Shareholders of Abhinav Capital Services Limited held on Monday, the 29th day of September, 2014 at 11.00 a.m. at Athena House, Row House No.4, Rajnigandha, Gokuldhama, Goregaon (E), Mumbai - 400063.

Name of the Equity Shareholder/ Proxy

Regd. Folio No./DP ID/ Client ID

No. of Shares Held

Signature of Equity Shareholder/ Proxy

Note : Please fill up this attendance slip and hand it over the entrance of the meeting hall.
Members are requested to bring their copies of the Annual Report to the meeting

**Abhinav Capital Services Ltd.**

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063

CIN : L65990MH1994PLC083603

Audited Financial Result for the Year ended 31st March 2014

(Rs. In Lacs)

Particulars	Quarter Ended			Year Ended	
	31.03.2014 (Audited)	31.12.2013 (Unaudited)	31.03.2013 (Audited)	31.03.2014 (Audited)	31.03.2013 (Audited)
1 (a) Net Sales / Income from operations	35.30	46.03	0.81	81.33	48.48
(b) Other Operating Income	-	-	-	-	-
2 Expenditure	-	-	-	-	-
a. Increase/Decrease in stock in trade and work in progress	-	-	-	-	-
b. Consumption of Raw Materials	-	-	-	-	-
c. Purchase of traded goods	-	-	-	-	-
d. Employees Cost	2.65	1.22	4.22	3.87	6.28
e. Depreciation	2.33	0.90	1.66	3.23	2.23
f. Other Expenditure	26.33	5.82	57.97	32.15	61.23
g. Total	31.31	7.93	63.85	39.25	69.74
3 Profit from Operations before Other Income, Interest & exceptional Items (1-2)	3.99	38.10	(63.05)	42.08	(21.26)
4 Other Income	-	-	-	-	-
5 Profit before interest and exceptional items (3+4)	3.99	38.10	(63.05)	42.08	(21.26)
6 Interest	0.01	0.00	0.16	0.01	0.16
7 Profit after interest but before Exceptional items (5-6)	3.98	38.09	(63.20)	42.07	(21.42)
8 Exceptional items	-	-	-	-	-
9 Profit (+)/Loss (-) from Ordinary Activities before tax (7+8)	3.98	38.09	(63.20)	42.07	(21.42)
10 Tax Expenses	14.00	14.36	4.94	36.53	4.86
11 Net Profit (+)/ Loss (-) from ordinary Activities after tax (9-10)	(10.02)	23.73	(68.15)	5.54	(26.28)
12 Extraordinary items (net of tax expenses)	-	-	-	-	-
13 Net Profit (+)/ Loss (-) for the period (11-12)	(10.02)	23.73	(68.15)	5.54	(26.28)
14 Paid-up equity share capital (Face Value of the shares Rs.10 each)	692.46	692.46	692.46	692.46	692.46
15 Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year	794.99	794.99	822.14	771.26	822.14
16 Basic & Diluted Earning Per Share (EPS) (not annualised)	(0.14)	0.34	(0.98)	0.60	(0.38)
17 Public Shareholding					
- Number of Shares	1,974,892.00	1,974,892.00	1,974,892.00	1,974,892.00	1,974,892.00
- Percentage of Shareholding	28.52	28.52	28.52	28.52	28.52
18 Promoters and Promoter Group Shareholding					
(a) Pledged / Encumbered					
Number of Shares	NA	NA	NA	NA	NA
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA	NA
Percentage of Shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA
(b) Non-encumbered					
Number of Shares	4,949,708.00	4,949,708.00	4,949,708.00	4,949,708.00	4,949,708.00
Percentage of Shares (as a % of the total shareholding of promoter & prom group)	100.00	100.00	100.00	100.00	100.00
Percentage of Shares (as a % of the total share capital of the company)	71.48	71.48	71.48	71.48	71.48

Note:

- 1) The above Audited Financial Result were reviewed & approved at the meeting of the Board of Directors held on 30th May 2014
- 2) The Company does not have more than one activity hence segment wise reporting is not separately given, as per the Accounting Standard on Segment Reporting (As-17).
- 3) Status of Investor Grievances -Opening-0, Received During the quarter-0, Grievances Redressed-0, Pending - 0
- 4) All the above data are in lacs, except the details of EPS, No. of Shares, and Percentage of Shareholding.
- 5) The figures for the previous year/period are regrouped/rearranged wherever necessary.

By Order of the Board
For Abhinav Capital Services Ltd.

Place : Mumbai
Date : 30th May 2014

Director



Abhinav Capital Services Ltd.

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063

CIN : L65990MH1994PLC083603

Statement of Assets and Liabilities as on 31st March' 2014

(Rs. In Lacs)

Particulars	Figures as at the end of current reporting period 31.03.2014	Figures as at the end of current reporting period 31.03.2013
A EQUITY AND LIABILITIES		
1 Shareholders' Funds:		
(a) Share Capital	692.46	692.46
(b) Reserves and Surplus	800.41	794.99
Sub-totals - Shareholder's Fund	1,492.87	1,487.45
2 Share Application Money Pending Allotment	-	-
3 Minority Interest *		
4 Non- Current Liabilities		
(a) Long Term Borrowings	-	-
(b) Deferred Tax Liabilities (Net)	-	-
(C) Other Long Term Liabilities	-	-
(d) Long Term Provisions	-	-
Sub-totals - Non current Liabilities	-	-
5 Current Liabilities		
(a) Short Term Borrowings	-	-
(b) Trade Payables	1.46	1.00
(c) Other Current Liabilities	0.18	0.20
(d) Short Term Provisions	112.29	74.51
Sub-totals - Non current Liabilities	113.94	75.72
TOTAL - EQUITY & LIABILITIES	1,606.81	1,563.16
B ASSETS		
Non Current Assets		
1 (a) Fixed Assets	20.71	8.50
(b) Non - Current Investment	368.78	528.02
(c) Deferred Tax Assets (Net)	2.16	1.69
(d) Long term Loans & Advances	0.10	-
(e) Other Non - Current Assets	-	-
Sub-totals - Non current Assets	391.75	538.22
2 Current Assets		
(a) Current Investments	14.04	34.80
(b) Inventories	-	-
(c) Trade Receivables	1,093.85	823.06
(d) Cash & Cash Equivalents	3.56	87.60
(e) Short term Loans & Advances	103.61	79.48
(f) Other Current Assets	-	-
Sub-totals - Current Assets	1,215.06	1,024.94
TOTAL - ASSETS	1,606.81	1,563.16

By Order of the Board
For Abhinav Capital Services Ltd.

Place : Mumbai
Date : 30th May 2014

Director

**Abhinav Capital Services Ltd.**

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063

CIN : L65990MH1994PLC083603

BALANCE SHEET AS AT 31st MARCH, 2014

(Amount in Rs.)

Particulars	Refer to Note No.	As at 31st March 2014	As at 31st March 2013
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	69,246,000	69,246,000
(b) Reserves and Surplus	2	80,041,348	79,498,668
(c) Money Received Against Share Warrants		-	-
2 Share Application Money Pending Allotment		-	-
3 Non- Current Liabilities			
(a) Long Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)	29	-	-
(C) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
4 Current Liabilities			
(a) Short Term Borrowings		-	-
(b) Trade Payables	3	146,298	100,193
(c) Other Current Liabilities	4	18,270	19,957
(d) Short Term Provisions	5	11,229,085	7,451,364
Total Equity & Liabilities		160,681,002	156,316,182
II. ASSETS			
Non Current Assets			
1 (a) Fixed Assets			
(i) Tangible Assets	6	2,071,231	850,162
(ii) Intangible Assets		-	-
(iii) Capital work in progress		-	-
(iv) Intangible assets under Development		-	-
(b) Non - Current Investment	7	36,877,529	52,802,476
(c) Deferred Tax Assets (Net)	29	216,126	169,390
(d) Long term Loans & Advances	8	10,220	-
(e) Other Non - Current Assets		-	-
2 Current Assets			
(a) Current Investments	9	1,404,252	3,479,727
(b) Inventories		-	-
(c) Trade Receivables	10	109,384,987	82,306,056
(d) Cash & Cash Equivalents	11	356,107	8,760,304
(e) Short term Loans & Advances	12	10,360,550	7,948,066
(f) Other Current Assets		-	-
Total Assets		160,681,002	156,316,182
Significant Accounting Policies:	A to M		
Notes Forming Integral Part of the Financial Statement:	1 to 34		
This is the Balance Sheet referred to in our Report of even date.			

As per our report of even date
For **BY & Associates**
Firm Registration No.: 123423W
Chartered Accountants

CA Bhavesh Vora
Partner
M. No. 043908
Place: Mumbai
Date: 30th May 2014

For and on behalf of the Board of
M/s. Abhinav Capital Services Ltd.

Chetan Karia
Chairman

Kamlesh Kotak
Director

Place: Mumbai,
Date: 30th May 2014



Abhinav Capital Services Ltd.

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063
CIN : L65990MH1994PLC083603

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31st MARCH 2014

(Amount in Rs.)

Sr. No.	Particulars	Refer to Note No.	For Year Ended 31st March 2014	For Year Ended 31st March 2013
I	Revenue from Operations	13	12,412,634	7,823,296
II	Other Income	14	(4,279,517)	(2,975,449)
III	Total Revenue (I + II)		8,133,117	4,847,847
IV	Expenses :			
	Employee Benefits Expenses	15	386,990	627,890
	Finance Costs	16	12,535	15,907
	Depreciation & Amortisation Expenses	17	322,941	222,623
	Other Administrative Expenses	18	3,214,706	6,123,322
	Total Expenses (IV)		3,937,172	6,989,742
V	Profit before exceptional and extraordinary items and tax	(III-IV)	4,195,945	(2,141,895)
VI	Exceptional Items		-	-
VII	Profit Before Extraordinary Items and Tax	(V - VI)	4,195,945	(2,141,895)
VIII	Extra ordinary items		-	-
IX	Profit Before Tax	(VII - VIII)	4,195,945	(2,141,895)
X	Tax expense:			
	(1) Current Tax		3,700,000	500,000
	(2) Deferred Tax		(46,736)	(13,949)
XI	Profit(Loss) from the period from continuing operations	(IX-X)	542,681	(2,627,946)
XII	Profit/ (Loss) from Discontinuing operations		-	-
XIII	Tax Expenses on Discontinuing Operations		-	-
XIV	Profit/(Loss) from Discontinuing operations	(XII - XIII)	-	-
XV	Profit/ (Loss) for the Period	(XI+XIV)	542,681	(2,627,946)
XVI	Earnings Per Share:			
	(1) Basic	19	0.08	(0.38)
	(2) Diluted	19	0.08	(0.38)
Significant Accounting Policies:		A to M		
Notes Forming Integral Part of the Financial Statement:		1 to 34		
This is the Balance Sheet referred to in our Report of even date.				

As per our report of even date
For **BY & Associates**
Firm Registration No.: 123423W
Chartered Accountants

CA Bhavesh Vora
Partner
M. No. 043908
Place: Mumbai
Date: 30th May 2014

For and on behalf of the Board of
M/s. Abhinav Capital Services Ltd.

Chetan Karia
Chairman

Kamlesh Kotak
Director

Place: Mumbai,
Date: 30th May 2014



Abhinav Capital Services Ltd.

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063
CIN : L65990MH1994PLC083603

Notes Forming Integral Part of the Financial Statement

Note : 1 - Share Capital		(Amount in Rs.)	
Sr. No.	Particulars	As At 31st March 2014	As At 31st March 2013
1	AUTHORIZED CAPITAL 80,00,000 Equity Shares of Rs. 10/- each (Previous Year 80,00,000 Shares of Rs. 10/- each)	80,000,000	80,000,000
		80,000,000	80,000,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL 69,24,600 Equity Shares of Rs. 10/- each (Previous Year 69,24,600 Shares of Rs. 10/- each)	69,246,000	69,246,000
		69,246,000	69,246,000

Note : 1(A) - Reconciliation of no. of Shares outstanding:		(Amount in Rs.)	
Particulars	Equity Shares		
	Number	Amount	
Shares outstanding at the beginning of the year	6,924,600	69,246,000	
Shares Issued during the year	-	-	
Shares bought back during the year	-	-	
Shares outstanding at the end of the year	6,924,600	69,246,000	

Note : 1(B) - Details of shareholders holding of more than 5% shares					
Sr. No.	Name of Shareholder	As at 31 March 2014		As at 31 March 2013	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Bharat H. Biyani HUF	1,047,108	15.12%	1,047,108	15.12%
2	Hardattra B. Biyani HUF	1,320,500	19.07%	1,320,500	19.07%
3	Kailash Hardattra Biyani HUF	1,251,350	18.07%	1,251,350	18.07%
4	Vinod Hardattra Biyani HUF	1,328,550	19.19%	1,328,550	19.19%

Note : 2 - Reserve & Surplus:		(Amount in Rs.)	
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Statutory Reserve Opening balance (+) Addition during the Year (-) Utilised during the Year	5,453,104 108,536 -	5,453,104 - -
	Closing Balance	5,561,640	5,453,104
2	Surplus Opening balance (+) Net Profit/(Net Loss) For the current year (-) Transfer to Statutory Reserve	74,045,564 542,681 108,536	76,673,510 (2,627,946) -
	Closing Balance	74,479,708	74,045,564
	Grand Total	80,041,348	79,498,668



Note : 3 - Trade Payable: (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Sundry Creditors for Trade	-	-
2	Sundry Creditors for Expenses	146,298	100,193
	Total	146,298	100,193

Note : 4 - Other Current Liabilities: (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Statutory Liabilities	15,256	19,957
2	Interest received in advance	3,014	-
	Total	18,270	19,957

Note : 5 - Short Term Provisions:			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Contingent provision on standard asset	273,462	205,765
2	Outstanding Liabilities	15,623	5,599
3	Provision for Taxation	10,940,000	7,240,000
	Total	11,229,085	7,451,364

Note : 8 - Long term loans and advances (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Long term deposit	10,220	-
	Total	10,220	-

Note : 10 - Trade Receivables: (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Secured		
	-Outstanding for more than six months		
	-Consider good	-	-
	-Consider doubtful	-	-
	Less than Six Months	-	-
2	Unsecured		
	-Outstanding for more than six months		
	-Consider good	-	-
	-Consider doubtful	-	-
	-Less than Six Months		
	-Consider good	109,384,987	82,306,056
	-Consider doubtful	-	-
	Total	109,384,987	82,306,056

Note : 11 - Cash & Cash Equivalents: (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Cash in Hand	35,499	35,499
2	Balance with Scheduled banks		
	- in Current Accounts	320,608	8,724,805
	Total	356,107	8,760,304

Note : 12 - Short Terms Loans and Advances: (Amount in Rs.)			
Sr. No	Particulars	As At 31st March 2014	As At 31st March 2013
1	Unsecured & Considered Good		
	- Loans & advances to Staff	63,000	76,154
	- Advance Receivable	12,190	24,870
	- Balances with Revenue Authorities	10,285,360	7,847,042
	Total	10,360,550	7,948,066



Abhinav Capital Services Ltd.

"Athena House", Row House No.4, Rajnighanda Gokuldhara, Goregaon (East), Mumbai - 400 063
CIN : L65990MH1994PLC083603

Notes Forming Integral Part of the Financial Statement

Notes 7 - Non Current investment

Amount in Rs.

Particulars	Quantity / Units	Figures as at 31st March 2014	Quantity / Units	Figures as at 31st March 2013
Quoted Equity Shares				
Linde India Ltd.	20,100	9,115,551	22,600	10,249,326
Bharat Heavy Electricity Limited	-	-	3,000	754,580
Prakash Constrowell Ltd	-	-	830,000	8,300,830
Century Textiles Ltd	-	-	4,000	1,308,760
Rane Madras Ltd	-	-	10,000	1,528,900
Shanthi Gears Ltd	-	-	80,000	4,946,458
Tube Investment Ltd	-	-	500	77,375
Kabra Extrusion Technik Ltd	36,429	1,764,206	36,429	1,764,206
Kirloskar Brothers Investments Ltd	5,001	696,190	5,001	696,190
Kirloskar Brothers Investments Ltd	-	-	700	332,507
Plastiblend India Ltd	3,000	232,890	51,924	4,030,860
Premier Ltd	46,100	4,160,986	48,600	4,386,636
Satra Properties Ind. Ltd	381,347	5,124,490	387,950	5,215,678
Bilcare Ltd	-	-	29,577	5,131,905
Fairfield Atlas Ltd	-	-	3,500	523,503
Fineotex Chemical Ltd	-	-	150,046	8,611,484
Claris Lifesciences Ltd	1,000	184,360	-	-
Mahindra Ugine Stel Ltd	1,843	202,542	-	-
Orient Paper Ltd	587,902	4,709,095	-	-
Shanthi Gears Ltd	80,000	4,946,458	-	-
Smartlink Net Ltd	50,000	2,218,005	-	-
Vikas Globalone Ltd	250,000	5,475,250	-	-
Less : Provision for Diminution in Value of Investments		1,952,495		5,056,723
Market Value Of Quoted Non Current Investment as at 31.03.2014 is Rs. 3,76,16,233/-				
Total		36,877,529		52,802,476

Note : 9 - Current Investments

(Amounts in Rs.)

Particulars	Quantity / Units	Figures as at 31st March 2014	Quantity / Units	Figures as at 31st March 2013
Investment in Mutual Fund				
Invt in Birla Cash Plus Inst. Prem Growth	6,871.298	1,404,252	187.919	3,479,727
Market Value Of Quoted Current Investment as at 31.03.2014 is Rs. 14,14,114/-				
Total		1,404,252		3,479,727

As per our report of even date
For **BY & Associates**
Firm Registration No.: 123423W
Chartered Accountants

For and on behalf of the Board of
M/s. Abhinav Capital Services Ltd.

CA Bhavesh Vora
Partner
M. No. 043908
Place: Mumbai
Date: 30th May 2014

Chetan Karia
Chairman

Kamlesh Kotak
Director

Place: Mumbai,
Date: 30th May 2014

**Abhinav Capital Services Ltd.**

"Athena House", Row House No.4, Rajnighanda Gokuldham, Goregaon (East), Mumbai - 400 063
CIN : L65990MH1994PLC083603

Notes Forming Integral Part of the Financial Statement**Note : 13 - Revenue from Operations:** (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Interest Income	12,400,134	7,767,046
2	Facility Fees	12,500	56,250
	Total	12,412,634	7,823,296

Note : 14 - Other Income: (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Profit / (Loss) on Sale of Investments in Shares / MFs	(10,691,190)	(4,040,513)
2	Dividend	1,354,950	1,065,064
3	Reversal of Provision for diminution in Investment	5,056,723	-
	Total	(4,279,517)	(2,975,449)

Note : 15 - Employment Benefit Expenses: (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Salaries	386,474	543,974
2	Staff Welfare	516	4,859
3	Gratuity	-	79,057
	Total	386,990	627,890

Note : 16 - Financial Costs (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Interest Paid	11,781	14,547
2	Bank Charges	754	1,360
	Total	12,535	15,907

Note : 17 - Depreciation & Amortisation Expenses (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Depreciation	322,941	222,623
	Total	322,941	222,623

Note : 18(A) - Auditors Remuneration: (Amount in Rs.)

Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Statutory Audit fees	33,708	33,708
2	In Other Capacity	62,922	61,871
3	Tax Audit fees	11,236	-
	Total	107,866	95,579



Note : 18 - Other Administrative Expenses:		(Amount in Rs.)	
Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
1	Advertisement Expenses	39,929	39,446
2	Appeal Fees	1,000	10,250
3	Conveyance	1,825	17,590
4	Contingent provision on standard asset	67,697	118,650
5	Demat Charges	-	5,661
6	General Office Expenses	6,922	737
7	Listing Fees	51,698	50,562
8	Legal Fees	20,020	15,000
9	Vehicle Running Expenses	137,331	42,015
10	Membership & Subscription	2,956	3,231
11	Postage & Telegram	4,226	8,133
12	Printing & Stationery	16,369	13,411
13	Professional Fees	128,180	140,157
14	ROC Fees	1,000	1,000
15	Registrar & Transfer Agent Charges	59,415	58,047
16	Rent Rates & Taxes	360,000	360,000
17	Society Charges	7,305	7,980
18	Telephone Expenses	7,477	13,523
19	Water Charges	81,969	46,343
20	Insurance Premium	18,240	18,942
21	Interest paid on delayed TDS	820	342
22	Profession Tax-Self for Co.	28,340	-
23	Loss on Sale of Motor Car	111,622	-
24	Rounded off	3	-
25	Auditors' Remuneration [Refer to Note : 18(A)]	107,866	95,579
26	Provision for Diminution in Value of Investments	1,952,495	5,056,723
	Total	3,214,706	6,123,322

Note : 19- Earnings Per Share (EPS):			
Sr. No	Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
A	Net Profit for the year attributable to equity shareholders (After Tax)	542,681	(2,627,946)
B	Weighted average No. of Equity Shares	6,924,600	6,924,600
C	Basic and Diluted Earnings per share (A/B)	0.08	(0.38)
D	Nominal Value Per Share	10	10

**Abhinav Capital Services Ltd.**

Note : 29 - DEFERRED TAX ASSETS

DEFERRED TAX CALCULATIONS - OPENING BALANCE AS ON 01-04-2013

PARTICULARS	AMOUNT AS PER BOOKS	AMOUNT AS PER I. TAX	DIFFERENCE	DEF. TAX ASSETS / LIABILITIES	DTA /DTL
OPENING W.D.V. AS ON 01/04/13	850,162	1,372,247	522,084	169,390	D.T.A
NOT ALLOWED U/S.40(a)(ia)	-	-	-	-	D.T.L
Total				169,390	D.T.A

DEFERRED TAX CALCULATIONS - CLOSING BALANCE AS ON 31-03-2014

PARTICULARS	AMOUNT AS PER BOOKS	AMOUNT AS PER I. TAX	DIFFERENCE	DEF. TAX ASSETS / LIABILITIES	DTA /DTL
W.D.V. AS ON 31/03/14	2,071,231	2,737,360	666,129	216,126	D.T.A
NOT ALLOWED U/S.40(a)(ia)	-	-	-	-	D.T.L
Total				216,126	D.T.A

DEFERRED TAX EXPENSES FOR THE YEAR 2013-14

RELATED TO FIXED ASSETS				46,736	D.T.A
NOT ALLOWED U/S.40(a)(ia)				-	D.T.L
Total				46,736	D.T.A

Notes Forming Integral Part of the Financial Statement
Note : 6 - FIXED ASSETS

Sr. No.	Assets	Rate of Depreciation	GROSS BLOCK				DEPRECIATION				NET BLOCK	
			As at 1st April 2013	Additions	Deductions	As at 31st March 2014	As at 1st April 2013	For the period	Deductions	As at 31st March 2014	At 31st March 2014	As at 31st March 2013
1)	Office Equipments	13.91 %	497,142	-	-	497,142	290,166	28,790	-	318,957	178,185	206,976
2)	Furniture & Fixtures	18.10 %	1,416,797	-	-	1,416,797	1,075,152	61,838	-	1,136,990	279,807	341,645
3)	Motor Car	25.89%	1,340,741	1,755,631	1,340,741	1,755,631	1,065,466	221,806	1,129,120	158,153	1,597,478	275,275
4)	Computer & Software	40%	171,498	-	-	171,498	145,232	10,507	-	155,738	15,760	26,266
	Total		3,426,178	1,755,631	1,340,741	3,841,068	2,576,016	322,941	1,129,120	1,769,837	2,071,231	850,162
	Previous Year		3,426,178	-	-	3,426,178	2,353,393	222,623	-	2,576,016	850,162	1,072,785

Details of Addition of Assets from 1/4/13 to 31/03/14

Asset	Depr. Rate	Dt of Acq.	Amount	Upto Date	Days	Depreciation
Office Equipments	13.91%	01-Apr-13	206,975.64	31-Mar-14	365	28,790.31
Asset	Depr. Rate	Dt of Acq.	Amount	Upto Date	Days	Depreciation
Furniture & Fixtures	18.10%	01-Apr-13	341,645.11	31-Mar-14	365	61,837.76
Asset	Depr. Rate	Dt of Acq.	Amount	Upto Date	Days	Depreciation
Motor Car	25.89%	01-Apr-13	275,275.13	20-Feb-14	326	63,653.72
	25.89%	25-Nov-13	1,755,631.00	31-Mar-14	127	158,152.53
Asset	Depr. Rate	Dt of Acq.	Amount	Upto Date	Days	Depreciation
Computer & Software	40.00%	01-Apr-13	26,266.41	31-Mar-14	365	10,506.56
			-	Total		10,506.56

NOTE OF FIXED ASSET AS PER PROVISION OF IT ACT,1961 AS ON 31.03.2014

Sr. No.	BLOCK OF FIXED ASSETS	WDV AS ON	DATE	ADDITIONS		ADJUSTMENTS/SALES/TFD		DEPRECIATION		WDV AS		
				01.04.2013 TO	30.09.2013 TO	MODVAT	AMT	TOTAL	RATE	ALLOW. AMOUNT	ON	
1	OFFICE EQUIPMENT	89,358								15%	13,404	75,954
2	FURNITURE & FIXTURES	679,532								10%	67,953	611,579
3	MOTOR CAR	598,946	25-Nov-13			21-Feb-14	100,000.00	100,000.00		15%	206,514	2,048,063
4	COMPUTER & SOFTWARE	4,411								60%	2,646	1,764
	TOTAL	1,372,247					100,000.00	100,000.00			290,517	2,737,360



SCHEDULE TO AUDITED BALANCE SHEET AS ON 31.03.2014

Schedule to the Balance Sheet of a Non-Banking Financial Company [as required in terms of paragraph 13 of NBFC Prudential Norms (Reserved Bank) Directions, 2007]

Particulars			
Liabilities Side :			
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid :	Amount Out-Standing	Amount Overdue
	a) Debentures : Secured	-	-
	: Unsecured (Other than falling within the meaning of public deposit*)	-	-
	b) Deferred Credits	-	-
	c) Terms Loans	-	-
	d) Inter-Corporate loans and borrowing	-	-
	e) Commercial Paper	-	-
	f) Other Loans (specify nature)	-	-
	*Please see Note 1 below		
Assets Side :			
		Amount Outstanding	
2	Break-up of Loans and Advances including bills receivable [other than those included in (4) below]:		
	a) Secured	-	
	b) Unsecured (Loans & Advances)	109,470,397	

Schedule to the Balance Sheet of a Non-Banking Financial Company [as required in terms of paragraph 13 of NBFC Prudential Norms (Reserved Bank) Directions, 2007]

3	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities		
	i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial Lease	-	
	(b) Operating Lease	-	
	ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	
	(b) Repossessed Assets	-	
	iii) Other assets counting towards AFC activities:		
	a) Loans where assets have been repossessed		
	b) Loans other than (a) above		
4	Break-up of Investments :		
	Current Investments :		
	1. Quoted :		
	(I) Shares : (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of Mutual Funds	1,404,252	
	(iv) Government Securities	-	
	(v) Others (Please Specify)	-	
	2. Unquoted :		
	(I) Shares : (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of Mutual Funds	-	
	(iv) Government Securities	-	
	(v) Others (Please Specify)	-	
		<u>1,404,252</u>	



Long Term Investments :			
1. Quoted :			
(I) Shares :	(a) Equity	36,877,529	
	(b) Preference	-	
(ii) Debentures and Bonds		-	
(iii) Units of Mutual Funds		-	
(iv) Government Securities		-	
(v) Others (Please Specify)		-	
2. Unquoted :			
(I) Shares :	(a) Equity	-	
	(b) Preference	-	
(ii) Debentures and Bonds		-	
(iii) Units of Mutual Funds		-	
(iv) Government Securities		-	
(v) Others (Please Specify)		-	
		36,877,529	

5	Borrowers group-wise classification of assets financed as in (2) and (3) above: (Please see Note 2 below)			
	Category	Amount net of provisions		
		Secured	Unsecured	Total
	1. Related Parties**			
	a) Subsidiaries	-	-	-
	b) Companies in the same group	-	-	-
	c) Other related parties	-	-	-
	2. Other than related parties	-	109,384,987	109,384,987
	Total		109,384,987	109,384,987

6	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) Please see note 3 below		
	Category	Market Value/ Break-up or fair value or NAV	Book Value (Net of Provision)
	1. Related Parties**		
	a) Subsidiaries	-	-
	b) Companies in the same group	-	-
	c) Other related parties	-	-
	2. Other than related parties	39,030,347	38,281,781
	Total	39,030,347	38,281,781

** As per Accounting Standard of ICAI (Please see Note 3)

7	Other Information		
	Particulars		
	(I) Gross Non-Performing Assets	-	-
	(a) Related Parties		
	(b) Other than related parties		
	(ii) Net Non-Performing Assets	-	-
	(a) Related Parties		
	(b) Other than related parties		
	(iii) Assets acquired in satisfaction of debt	-	-



Abhinav Capital Services Limited

SCHEDULE TO AUDITED BALANCE SHEET AS ON 31.03.2014

Schedule to the Balance Sheet of a Non-Banking Financial Company

[as required in terms of paragraph 13 of NBFC Prudential Norms (Reserved Bank) Directions, 2007]

Notes :

- 1 As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- 2 Provisioning norms shall be applicable as prescribed in Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007
- 3 All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

As per our report of even date

For **BY & Associates**

Firm Registration No.: 123423W

Chartered Accountants

For and on behalf of the Board of

M/s. Abhinav Capital Services Ltd.

CA Bhavesh Vora

Partner

M. No. 043908

Place: Mumbai

Date: 30th May 2014

Chetan Karia

Chairman

Place: Mumbai,

Date: 30th May 2014

Kamlesh Kotak

Director