



**Alankit LIMITED**

(Formerly known as Euro Finmart Limited)

**10<sup>th</sup> August, 2016**

**The Manager (Listing)**  
**The Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers,  
25<sup>th</sup> Floor, Dalal Street,  
Mumbai - 400001

**Ref: Scrip Code: 531082**

**Subject: Submission of Annual Report as per Regulation-34 of Listing Agreement**

Dear Sir,

Please find enclosed herewith 27<sup>th</sup> Annual Report of the Company for the year 2015-2016 in due compliance of regulation 34 of Listing Agreement.

You are requested to kindly take it in your record.

Thanking you,

Yours Faithfully,  
**FOR ALANKIT LIMITED**

**PREETI PURI**  
**COMPANY SECRETARY**

**Encl: As above**

# Alankit

Health & Wealth, We Manage Both



## ANNUAL REPORT

2015-16



# ALANKIT LIMITED

[www.alankit.in](http://www.alankit.in)

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Ankit Agarwal	-	Managing Director
Mr. Alok Kumar Agarwal	-	Director
Mr. Pradip Kumar Banerji	-	Independent Director
Mr. Yash Jeet Basrar	-	Independent Director
Mr. Shyam Kishore Lal	-	Independent Director
Ms. Preeti Puri	-	Whole Time Director

BOARD LEVEL COMMITTEES

I AUDIT COMMITTEE

Mr. Yash Jeet Basrar	Chairman
Mr. Shyam Kishore Lal	Member
Ms. Preeti Puri	Member

II STAKEHOLDER RELATIONSHIP COMMITTEE

Mr. Yash Jeet Basrar	Chairman
Mr. Pradip Kumar Banerji	Member
Mr. Shyam Kishore Lal	Member
Ms. Preeti Puri	Member

III NOMINATION & REMUNERATION COMMITTEE

Mr. Yashjeet Basrar	Chairman
Mr. Alok Kumar Agarwal	Member
Mr. Pradip Kumar Banerji	Member
Mr. Shyam Kishore Lal	Member

IV MANAGEMENT COMMITTEE

Mr. Ankit Agarwal	Chairman
Mr. Yashjeet Basrar	Member
Mr. Alok Kumar Agarwal	Member
Ms. Preeti Puri	Member

COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. Preeti Puri

REGISTERED AND CORPORATE OFFICE

205-208, Anarkali Complex, Jhandewalan Extension, New Delhi-110055

Tel: 91-11-41540028, Fax: 91-11-41540028

Website: [www.alankit.in](http://www.alankit.in)

Investor Helpdesk: [investor@alankit.com](mailto:investor@alankit.com)

STATUTORY AUDITORS

M/s Krishan K. Gupta & Company

Chartered Accountants

1/3-10196, Devi Mandir Lane,

Jhandewalan, New Delhi – 110055

REGISTRAR & SHARE TRANSFER AGENT

Alankit Assignments Limited

“Alankit Heights”, 1E/ 13, Jhandewalan Extension,

New Delhi - 110055, Tel: 91-11-42541234

DIRECTORS' REPORT

To  
The Members,  
Alankit Limited  
New Delhi

The Directors have pleasure in placing before you the 27th Annual Report of the Company along with the Audited Balance Sheet and Profit & Loss Account for the year ended 31st March, 2016.

**FINANCIAL RESULTS**

The Financial results of the Company for the year under review along with figures for the previous year are as follows:

Particulars	Stand Alone (In Rs.)		Consolidated (In Rs.)	Consolidated (In Rs.)
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Net Sales/Income from Operations	301,616,176	39,812,500	302,737,497	25,214,920
Other Income	1,036,062	-	4,655,114	17,768,391
Total Income	302,652,238	39,812,500	307,392,610	42,983,311
Profit before Depreciation & Tax	84,715,956	10,843,613	86,504,830	10,859,531
Less: Depreciation	34,064,279	621,656	34,084,680	997,083
Profit before Tax	50,651,677	10,221,957	52,420,150	9,862,448
Less: Provision for current year Income-tax	10,563,917	1,838,756	10,929,103	1,894,286
Less: Mat Credit Receivable	10,563,917	1,838,756	10,913,943	1,838,756
Add: Deferred Tax	(15,445,931)	(6,479,404)	(15,441,581)	(6,365,650)
Net Profit after tax	35,205,746	3,742,553	36,963,409	3,441,268
Less: Provision for earlier year taxation	-	41,690	-	41,690
Net Profit after tax and adjustments	35,205,746	3,700,863	36,963,409	3,399,577
Add: Opening Balance	11,311,161	16,187,364	11,316,991	16,187,364
Less: Paid Interim & Proposed Dividend	14,295,810	7,147,905	14,295,810	7,147,905
Less: Corporate Dividend Tax	2,910,290	1,429,161	2,910,290	1,429,161
Less: Profit transferred to General Reserve	-	-	-	307,116
Balance carried to the Balance Sheet	29,310,807	11,311,161	31,074,300	11,316,991
EPS (Basic)	0.99	0.61	1.03	0.61
(Diluted)	0.99	0.58	1.03	0.58

**REVIEW OF OPERATIONS**

The Company started e-Governance business w.e.f. 27th September, 2015 by acquiring at Rs. 27 Crores. from Alankit Assignments Limited. The cost of acquisition is reflected in the goodwill account. The resolution for acquisition was passed by the shareholders by way of postal ballot on 14th October, 2015. The Company also started the business of Distribution of LED Bulbs among various states of India and sale of e-Governance products. Turnover of the Company increased from Rs. 3.98 Cr. to Rs. 30.26 Cr. which represents 660% growth and profit from Rs. 37.42 Lacs to Rs. 352.03 Lacs which represents 840% growth.

## DIVIDEND

The Board of Directors has recommended a final dividend of Rs.0.20/- per Equity Share (Face value Rs. 2 per equity share) for 2015-2016, amounting to Rs. 7,147,905/-. This is in addition to the interim dividend of Rs. 0.20 per equity share already paid. The total dividend for 2015-16 aggregates to Rs. 0.40/- per equity share, amounting to Rs. 14,295,810/-.

## INTERNAL FINANCIAL CONTROLS

The Directors had laid down internal financial controls to be followed by the Company and such policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

## TRANSFER TO THE INVESTOR EDUCATION AND PROTECTION FUND

In terms of Section 125 of the Companies Act, 2013, the company is not required to transfer any amount to the Investor Education and Protection Fund.

## SERVICES PROVIDED

- TIN Facilitation Centre & PAN Centre
- Sale of e-Governance Products
- Aadhaar Enrolment
- Printing of PVC Aadhaar Card
- Business Correspondent (BC)
- Atal Pension Yojana (APY)
- Manpower Services
- Distribution Agency for LED Bulbs
- Aadhaar Seeding Agency
- National Insurance Repository (NIR)
- Distribution of ID Card Printers.
- P2F(Paper to Follow)
- Authentication User Agency (AUA)
- KYC User Agency (KUA)
- National Skills Registry (NSR)
- Scanning and Digitization of Medical Records

## RESERVES

There was no transfer to General reserves during the financial year ended 31st March, 2016.

## MATERIAL CHANGES, IF ANY, AFTER THE END OF FINANCIAL YEAR

The members of the Company have passed Special Resolutions in respect of Amendment in Articles of Association of the Company for the insertion of Clause- Chairman Emeritus and approval of related party transactions with the group companies by postal ballot vide notice dated 23rd February, 2016. Shareholders

approved both the resolutions and the result of the same was declared on 6th April, 2016.

Your Company has been registered under small category with Ministry of Micro, Small and Medium Enterprise on 26.02.2016. Further, your Company also filed an application for registration under NSIC, which was approved and Government Purchase Enlistment Certificate awarded on 30.03.2016.

#### SUBSIDIARIES COMPANIES

The Company is having 4 subsidiary companies namely Europlus Financial Services Limited, Euro Global Brokers Limited, Alankit Technologies Limited and Faith Business Advisors Limited.

#### PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARIES

The statement containing the salient features of the financial statements of subsidiaries under the first proviso to sub-section (3) of section 129 is being attached with the Directors Report in Form AOC-1 annexed to and forming part of the Directors' Report.

#### SHARE CAPITAL

##### Sub-division of Shares

The Shareholders in the Annual General Meeting held on 10.08.2015 approved the sub-division of each equity share of the Company having face value of Rs. 10 each fully paid up into 5 equity shares of the face value of Rs. 2 each fully paid up w.e.f 24th September, 2015.

#### DIRECTORS

The Board consists of executive and non-executive directors including independent directors who have wide and varied experience in different disciplines of corporate functioning. Mr. Alok Kumar Agarwal was appointed as Additional Director in the Board Meeting held on 31st August, 2015. He vacates his office as on date of Annual General Meeting and being eligible offers himself for re-appointment. Notice has been received from a member of the Company under Section 160 of the Companies Act, 2013 for his appointment as a Director of the Company. Mr. Ankit Agarwal retires as Director to meet the requirement of Section 152 of the Companies Act, 2013 and being eligible, offers himself for re-appointment at the ensuing Annual General Meeting.

Mr. Yash Jeet Basrar, retires at the conclusion of the AGM, being eligible offers himself for re-appointment, be and is hereby re-appointed as Independent Director of the Company for the period of five years.

Mr. Kamal Narain Gupta, Company Secretary and Compliance Officer of the Company who was appointed on 22nd June, 2015 resigned from the office with effect from 20th October, 2015 and Ms. Preeti Puri was appointed as Company Secretary w.e.f. 20th October, 2015. She was earlier appointed as Additional director of the Company w.e.f 11th July, 2015 and Whole Time Director of the Company w.e.f 20th October, 2015 subject to the approval of members.

Mr. Rajeshwar Prasad Agarwal resigned from Directorship of the Company with effect from 31st August, 2015. Mrs. Anju Miglani, Chief Financial Officer of the Company resigned from the office with effect from 14th March, 2016. Mr. Atul Kumar, CA has been appointed as Chief Financial Officer of the Company with effect from 28th May, 2016.

The Board of Directors placed on record their sincere appreciation for the valuable contribution made by Mr. Rajeshwar Prasad Agrawal, Mr. Kamal Narain Gupta and Mrs. Anju Miglani.

#### DECLARATION BY INDEPENDENT DIRECTORS

The Independent Directors of your Company have given Declaration confirming that they meet the criteria of Independence as prescribed both under the Companies Act and the Listing Regulations.



## STATUTORY AUDITORS AND THEIR REPORT

Comments of the Auditors in their report and the notes forming part of the Accounts are self explanatory and need no comments.

The tenure of the present Statutory Auditors of the Company, M/s Krishan K. Gupta & Co., Chartered Accountants, is expiring at the conclusion of AGM. They have resigned as per the provisions of Section 139 of the Companies Act, 2013. M/s Maheshwari Rajiv & Co. having FRN no. 007115NR is proposed to be appointed as Statutory Auditor of the Company.

## SECRETARIAL AUDIT AND THE APPOINTMENT OF THE SECRETARIAL AUDITORS

The Company appointed M/s R. Shaw & Associates, Practicing Company Secretaries to conduct the Secretarial Audit for the financial year 2015-16 and the Secretarial Audit report is being attached with the Directors Report which is self explanatory and needs no comments.

## BOARD MEETINGS

The Board of Directors duly met Six (6) times respectively on 14th April, 2015, 11th July, 2015, 31st August, 2015, 20th October, 2015, 11th January, 2016 and 23rd February, 2016 and in respect of which proper notices were given and the proceedings were properly recorded.

## INSURANCE & RISK MANAGEMENT

A statement about the implementation & development of the Risk Management Policy of the company were made available to employees.

## PUBLIC DEPOSITS

During the year, your Company had not accepted any Deposit under Schedule V of the Companies Act, 2013, read with Companies (Acceptance of Deposits) Rules, 2014. There are no small depositors in the Company.

## PERSONNEL

The Company continued to have cordial relations with its employees.

## LISTING WITH STOCK EXCHANGES

Equity Shares of the Company are listed on Bombay Stock Exchange Limited (BSE) and National Stock Exchange Limited (NSE). The Company is regular in paying Annual Listing Fees and custodian fees to both the depositories.

## CODE OF CONDUCT

The Company continues to place emphasis on inclusive growth and has adopted a voluntary code of conduct for affirmative action.

## EVALUATION OF PERFORMANCE OF BOARD OF DIRECTORS

The Directors of your Company are in a fiduciary position, empowered to oversee the management functions with a view to ensure its effectiveness and enhancement of stakeholders' value.

Independent Directors are appointed keeping in view their diverse skills and experience as to provide strategic direction, guidance and constructive support to the management. The Board of Directors is at the core of your company's corporate governance practice and oversees how the management serves and protects the long term interests of the stakeholders.

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under the provisions of Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:



- i) in the preparation of the annual accounts for the year ended March 31, 2016, the applicable accounting standards, have been followed and there are no material departures from the same;
- ii) 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 as at March 31, 2016 and of the profit of the Company for the year ended on that date;
- iii) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) the Directors had prepared the Annual Accounts of the Company on a 'going concern' basis.
- v) the Directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively. "Internal financial controls" means the policies and procedures adopted by the company for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of records, and the timely preparation of reliable financial information.
- vi) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### CORPORATE GOVERNANCE

In terms of Regulation 34 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter "Listing Regulations"), a Report on Corporate Governance along with Compliance Certificate issued by Statutory Auditors of the Company is attached as Annexure and forms integral part of this Report (hereinafter "Corporate Governance Report")

#### CFO CERTIFICATION

The Chief Financial Officer has duly given a certificate to the board as contemplated in Regulation 17 (viii) of the listing agreement.

#### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges in India, is included in a separate section annexed to and forming part of the Director's Report.

#### CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

##### A. Conservation of Energy

The Company is engaged in providing e-governance services and e-governance products and such operations do not account for substantial Electricity, Gas & Steam, Power, Water or any other kind of energy consumption. However, the company is taking all possible measures to conserve the energy.

Your company is continuously looking for new ways of conservation of energy and wastes minimization for the protection of environment. The eco-friendly initiatives adopted by your company are:

- Implementing energy conservation schemes.
- Awareness programmes for employees at all levels and for community.
- Promoting the use of alternative fuels and materials.

##### B. Technology Absorption and Research & Development

Since the Company is not involved in manufacturing activity, hence the research & development and technology absorption is not applicable.

The Company has not incurred any expenditure on Research & Development. Your company has not imported technology during the last 8 years reckoned from the beginning of the financial year.

## C. Foreign Exchange Earnings and Outgo

1. The company is not involved in activities relating to exports.
2. During the year, the Company has not earned anything in Foreign Exchange.
3. During the year, the Company has spent Rs. 29,268,462 on import of E-Governance Products.

## PARTICULARS OF EMPLOYEES

None of the employee including managerial personnel draw in excess of the limits prescribed under Section 197(12) read with rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 which needs to be disclosed in the Directors' report.

## COMPOSITION OF VARIOUS COMMITTEES OF THE BOARD

The following Committees of the Board were constituted:

### AUDIT COMMITTEE

- |    |                       |   |          |
|----|-----------------------|---|----------|
| 1. | Mr. Yash Jeet Basrar  | - | Chairman |
| 2. | Mr. Shyam Kishore Lal | - | Member   |
| 3. | Ms. Preeti Puri       | - | Member   |

### SHAREHOLDERS RELATIONSHIP COMMITTEE

- |    |                          |   |          |
|----|--------------------------|---|----------|
| 1. | Mr. Yash Jeet Basrar     | - | Chairman |
| 2. | Ms. Preeti Puri          | - | Member   |
| 3. | Mr. Pradip Kumar Banerji | - | Member   |
| 4. | Mr. Shyam Kishore Lal    | - | Member   |

### NOMINATION AND REMUNERATION COMMITTEE

- |    |                          |   |          |
|----|--------------------------|---|----------|
| 1. | Mr. Yash Jeet Basrar     | - | Chairman |
| 2. | Mr. Pradip Kumar Banerji | - | Member   |
| 3. | Mr. Shyam Kishore Lal    | - | Member   |
| 4. | Mr. Alok Kumar Agarwal   | - | Member   |

### MANAGEMENT COMMITTEE

- |    |                        |   |          |
|----|------------------------|---|----------|
| 1. | Mr. Alok Kumar Agarwal | - | Chairman |
| 2. | Mr. Ankit Agarwal      | - | Member   |
| 3. | Mr. Yash Jeet Basrar   | - | Member   |
| 4. | Ms. Preeti Puri        | - | Member   |

## RELATED PARTY TRANSACTIONS

For Related Party Transactions, please refer note no. 2.24 of Financial Statements of the Company and note no 13

of Annexure-I to the Auditor's report for the financial year 2015-16.

#### VIGIL MECHANISM

A statement about the implementation & development of the Vigil Mechanism Policy of the company were made available to employees.

#### DISCLOSURE OF MANAGERIAL REMUNERATION

The Statement of Disclosure of Remuneration under Section 197 of the Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is appended as Annexure to the Report.

#### DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2015-16:

No. of Complaints received : Nil

No. of Complaints disposed off : Nil

#### ABSTRACT OF THE ANNUAL RETURN

The abstract of the Annual Return in Form MGT-9 for the year 2015-16 is being annexed to and forming part of the Director's Report.

#### COST AUDIT

The provisions of Cost Audit are not applicable to the company.

#### CORPORATE RESPONSIBILITY STATEMENT

The provisions of corporate responsibility statement are not applicable to the company.

#### ACKNOWLEDGEMENT

Your Directors place on record their appreciation for the overwhelming co-operation and assistance received from investors, business associates, SEBI, NSDL, CDSL, UIDAI, NDML, EESL, Other Govt. Departments, Bankers and employees of the Company at all levels, who, through their dedication, co-operation, and support has enabled the Company to achieve rapid growth.

BY ORDER OF THE BOARD OF DIRECTORS

For ALANKIT LIMITED

ALOK KUMAR AGARWAL

CHAIRMAN

DATE: 28th May, 2016

PLACE: New Delhi

## Annexure to Directors' Report

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

31st March, 2016

(Pursuant to section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration Rules, 2014)

## I REGISTRATION AND OTHER DETAILS

- i) CIN : L74900DL1989PLC036860
- ii) Registration Date: 05.07.1989
- iii) Name of the Company: ALANKIT LIMITED
- iv) Category/Sub-Category of the Company : Company Limited by Shares
- v) Address of the Registered office and contact details : 205-208, Anarkali Complex, Jhandewalan Extension New Delhi- 110055. Tel: 011-41540028
- vi) Whether listed company : YES
- vii) Name, Address and Contact details of Registrar and Transfer Agent: Alankit Assignment Ltd. Alankit Heights, 1E/13, Jhandewalan Extension, New Delhi- 110055. Tel No. 011-42541234

## II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated.

S. No.	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the Company
1	E-Governance		88.17
2	E-Governance Products Sale		11.48

## III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and address of the Company	CIN/GLN	holding/ subsidiary/ Associate	% Of Share held	Applicable section
1	Alankit Technologies Limited	U72900DL1992PLC047028	Subsidiary	100	2(87)(ii)
2	Europlus Financial services Limited	U51909DL1994PLC060322	Subsidiary	100	2(87)(ii)
3	Euro Global Brokers Limited	U74999DL2002PLC117807	Subsidiary	100	2(87)(ii)
4	Faith Business Advisors Limited	U74900DL1994PLC057932	Subsidiary	100	2(87)(ii)

## IV SHARE HOLDING PATTERN(Equity Share Capital Breakup as percentage of Total Equity)

## i) Category-wise Share Holding)

Category of Shareholders	No. of Shares held at the beginning of the year 01.04.2015				No. of Shares held at the end of the year 31.03.2016				% change during year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	*Refer Note:1
A. Promoters									
a) Individual/ HUF	118427	0	118427	1.66	956740	0	956740	2.67	1.01
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	1478810		1478810	20.69	7394050	0	7394050	20.69	-
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	1597237		1597237	22.35	8350790		8350790	23.36	1.01
(2) Foreign									
a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-tota(A) (2)	0	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)=(A) (1)+(A) (2)	1597237	-	1597237		8350790	-	8350790	23.36	23.36
B. Public Shareholding									
1. Institutions									
a) Mutual Funds/Banks/FI	-	1450	1450	0.02	-	7250	7250	0.02	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Venture Capital funds	-	-	-	-	-	-	-	-	-
e) Indurance Companies	-	-	-	-	-	-	-	-	-
f) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Companies	-	-	-	-	-	-	-	-	-
Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1) :-	-	1450	1450	0.02	-	7250	7250	0.02	-
2. Non-Institutions									
a) Bodies Corp									
i) India	2188954	3160	2192114	30.67	20637560	15800	20653360	57.79	27.12
ii) Overseas	-	1000	1000	0.01	-	5000	5000	0.01	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakh/ Rs. 2 lakh*	263344	76766	340110	4.76	1398262	377000	1775262	4.97	0.21

ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh/ Rs. 2 lakh*	2997140	-	2997140	41.93	4842425	0.00	4842425	13.55	28.38
c) Others Clearing Members	-	-	-	-	-	-	-	-	-
d) NRI's	3504	15350	18854	0.26	29088	76350	105438	0.30	0.04
e) any other	-	-	-	-	-	-	-	-	-
Sub-total (B) (2):-	5452942	96276	5549218	77.63	6240687	377000	27381485	76.62	1.01
Total Public Shareholding (B)=(B)(1)+(B)(2)	5452942	97726	5550668	77.65	6240687	384250	27388735	76.64	1.01
C. Share held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	7050179	97726	7147905	100.00	14591477	384250	35739525	100.00	-

\*Note: The change in shareholding is due to the splitting of face value of each equity shares from Rs. 10 to Rs. 2 each w.e.f 24th September, 2015

## ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change during the Year *Refer Note:1
		No. of Shares	% of total share of the Co.	% of share pledged/ encumbered to total shares	No. of shares	% of total Shares of Company	% of Share Pledged/ encumbered to total shares	
1.	Alka Agarwal	500	0.01	-	2500	0.01	-	-
2.	Ankit Agarwal	117927	1.65	-	954240	2.67	-	1.02
3.	Alankit Associates Private Limited	78810	1.10	-	394050	1.10	-	-
4.	Alankit Finsec Limited	1400000	19.58	-	7000000	19.58	-	-
	TOTAL	1597237	22.34	NIL	8350790	23.36	NIL	1.02

\*Note: The change in shareholding is due to the splitting of face value of each equity shares from Rs. 10 to Rs. 2 each w.e.f 24th September, 2015

## iii) Change in Promoters' Shareholding (Please specify, if there is no change)-

	Shareholding at the beginning of the yr.		Cumulative shareholding during the year
	No. of Shares	% of total share of the Company	No. of Shares
At the beginning of the year	1597237	0.22	1597237
Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/transfer/bonus/sweat equity etc.	N.A.	N.A.	N.A.
At the End of the year	8350790	0.23	8350790

\*Note: The change in shareholding is due to the splitting of face value of each equity shares from Rs. 10 to Rs. 2 each w.e.f 24th September, 2015

## iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Sl. No.	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the End of the year	
		No. of Share	% of total share of the Company	No. of Shares	% of total share of the Company
1.	Diwakar Commercials Private Limited	0	0.00	6557348	18.38
2.	Mahavir Fincon Private Limited	900000	12.59	4500000	12.59
3.	Newwave Commercials Private Limited	1133359	15.86	6994905	19.56
4.	Vinod Kumar Garg	80874	1.31	900000	2.52
5.	Atoll Vyapaar Private Limited	0	0.00	707885	1.98
6.	Rasraj Marketing Pvt Ltd	0	0.00	706015	1.97
7.	Pack Plast India Pvt Ltd	0	0.00	452545	1.26
8.	Priti Bhala	154800	0.43	384595	1.08
9.	Sudhir Agarwal	0	0.00	338535	0.95
10.	Raghav Agarwal	0	0.00	336075	0.94
	TOTAL	2269033	30.19	21877903	61.23

## v) Shareholding of Directors and Key Managerial Personnel

Sl. No.	NAME OF DIRECTOR/KMP	Shareholding at the beginning of the year		Shareholding at the End of the year
		No. of Shares	% of total share of the Company	No. of Shares
1.	Ankit Agarwal	954240	2.67	954240



## V. INDEBTEDNESS (Rs.in Lakhs)

Indebtedness of the Company including interest outstanding /accrued but not due for payment.

	Secured Loans excl. deposits	Unsecured Loans	Deposits
Indebtedness at the beginning of the financial year	NIL	NIL	NIL
the financial year			
i) Principal Amount			
ii) Interest due but not paid			
iii) Interest accrued but not due			
Total (i+ii+iii)			
Change in Indebtedness during the financial year	NIL	NIL	NIL
Addition			
Reduction			
Net Change Indebtedness			
At the end of the financial year	NIL	NIL	NIL
i) Principal Amount			
ii) Interest due but not paid			
iii) Interest accrued but not due			
Total (i+ii+iii)	NIL	NIL	NIL

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

## A. Remuneration to Managing Director, Whole-time Director and or Manager (In Rs.)

Sl. No.	Particulars of Remuneration	Ankit Agarwal Managing Director	Preeti Puri Whole Time Director
1.	Gross Salary		
	a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961	24,00,000	2,28,761
	b) Value of perquisites u/s 17(2) Income Tax Act, 1961	0.00	0.00
	c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	NIL	NIL
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission	NIL	NIL
	-as % of profit		
	-others, specify		
5.	Other please specify	NIL	NIL
	Total (A)	24,00,000	2,28,761
	Ceiling as per the Act		

\*Ms. Preeti Puri was appointed w.e.f 20.10.2015.

## B. Remuneration to other directors : (Amount in Rs.)

Sl. No.	Particulars of Remuneration	Name of Independent Directors		
		Yash Jeet Basrar	Pradip Kumar Banerji	Shyam Kishore Lal
1.	Independent Directors			
	Fee for attending board/committee meetings	20000/- per meeting	20000/- per meeting	20000/- per meeting
	Commission	0	0.00	0
	Others, please specify	0	0.00	0
	Total (1)	400000	400000	400000
2.	Other Non-Executive Directors			
	Fee for attending board/committee meeting	0	0.00	0
	Commission	0	0.00	0
	Other ,please specify			
	Total (2)	0	0	0
	Total (B)= (1+2)	400000	400000	400000
	Total Managerial Remuneration			
	Overall Ceiling as per Act	Being 11% of the net profits of the company calculated as per section-198 of the Companies Act, 2013.		

## C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD (In Rs.)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel Chief Financial Officer
1.	Gross Salary	
	a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	3,24,000
	b) Value of perquisites u/2 17(2) of Income Tax Act, 1961	0.00
	c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	0
2.	Stock Option	0
3.	Sweat Equity	0
4.	Commission as % of Profit - others, specify	0
5.	Others, please specify	0
	Total-(C)	3,24,000

\*Mrs. Anju Miglani has resigned from the post of CFO w.e.f. 14.03.2016.

VII. PENALTIES/PUNISHMENT /COMPOUNDING OF OFFENCES:

There are no penalties/punishments/compounding of offences under any sections of the Companies Act, 2013 against the Company or its Directors or other Officers in default, if any, during the year.

On behalf of Board of Directors

Alok Kumar Agarwal  
Chairman

Date: 28th May, 2016  
Place: New Delhi

## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### AN OVERVIEW

The Company mainly is in the business of E-governance and E-Governance products. The Company has been empanelled as Enrolment Agency under UIDAI for enrolment of residents all across the country. The Company has also been registered as Authentic User Agency (AUA) wherein Aadhaar number along with other attributes (demographic / biometrics / OTP) is submitted to UIDAI for verification. The Company is one of the entities shortlisted by UIDAI for Aadhaar Seeding by which Aadhaar Numbers are included in the service delivery database of service providers for enabling de-duplication of database. The Company is also providing services to policyholders as National Insurance Repository (NIR). The Company is providing services of National Skills Registry, a unique initiative by NASSCOM. The Company is offering services for establishing and managing the Paper to Follow (P2F) process as a Business Associate of NSDL Database Management Ltd. (NSDL). Record Xpert is another area where the company is active.

The Company acquired the business of e-governance w.e.f 27th September, 2015 from Alankit Assignments Limited and started providing services such as Acceptance of Fresh PAN applications, acceptance of change in PAN particulars, acceptance of e-TDS/ e-TCS returns in electronic mode from corporate and Non-Corporate Assesses, Digitization of paper returns filed with Income Tax Dept. Alankit has been appointed as CRA-FC (Central Record Keeping Agency) appointed by NSDL for processing the applications for allotment of permanent retirement account number (PRAN) and extending various services to both Govt. Employees and Un-organized sector. Alankit Limited has also been appointed as Business Correspondent by State Bank of India, to provide services as Business Correspondent to them. The company is also in the business of Manpower Outsourcing, Data Digitization & Scanning. The Company also started the business of Distribution of LED Bulbs among various states of India and sale of e-Governance products.

### INDUSTRIAL OVERVIEW

E-governance industry is growing fast.

### OUTLOOK

Your Company's activities are guided by the principles of adequate safety, security and prudence and the Company would continue to achieve good results within this ambit. The Company regularly focuses on increasing productivity, cut expenses and profitable lines of business. The Company has to use its resources optimally and work persistently.

Alankit Limited is making efforts to grow and expand its operations by undertaking new projects as well as to overcome all its weaknesses and threats.

### RISK MANAGEMENT

We are having three key elements for risk management, these are:

- Risk Identification

It includes identify and categorize risks that could affect the project and steps includes documentation of risks.

- Risk Mitigation

It covers efforts taken to reduce either the probability or consequences of a threat. It is also called Risk reduction.

➤ Risk Monitoring and Control

It is the process for tracking identified risks, monitoring residual risks, identifying new risks, executing risk response plans, and evaluating their effectiveness.

## INTERNAL CONTROL SYSTEM

The Company has developed a system which helps the Company to achieve its objectives efficiently and effectively. Our Internal control systems are adequate and provide reasonable assurance against misuse or loss of company's assets and provide optimum utilization of available resources of the Company.

## HUMAN RESOURCES

The Company believes that in Service Sector the employees are the backbone of the Company. The Company is providing an equal opportunity to all the employees to utilize their full potential and grow with the organization. Over the years we have developed strong Human Resource practices aimed at ensuring that our employees are provided with an enabling environment for growth and higher levels of contribution.

## FUTURE PROSPECTIVE

The Company is planning to enhance its e-governance business in India and Abroad by adding various lines of business.

## CAUTIONARY STATEMENT

Statements in Management Discussion and Analysis are reporting the company's objectives, projections, estimates and expectation may be 'forward looking' within the meaning of applicable laws and regulations. Actual results might differ materially from those expressed or implied.

## CORPORATE GOVERNANCE REPORT

A detailed report on Corporate Governance for the Financial Year 2015-16 is given below:

### COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is a set of systems and practices to ensure that the affairs of the Company are being managed in a way which ensures accountability. Alankit Limited believes in maintaining high standards of Corporate Governance as a part of its legacy and constitution. Further the Company is also based on the philosophy of fairness, transparency, accountability and dissemination of information which are the basics of Corporate Governance.

The Company is trying to uphold and nurture these core values of Corporate Governance in all respects of its operations. We have undertaken several initiatives towards maintaining the highest standards of Governance.

### BOARD OF DIRECTORS

The Board of Directors of the Company are well-qualified, experienced and competent professionals.

#### Composition of Board of Directors

The Company's Board comprises of 6 (Six) Directors, out of these 3 (Three) are Independent. The Company has also constituted/re-constituted four committees namely Audit Committee, Nomination & Remuneration Committee, Stakeholder Relationship Committee and Management Committee.

#### Appointment & Tenure

Director liable to retire by rotation step down at the Annual General Meeting each year and, if eligible, offer themselves for re-election, in accordance with the Article of Association of the Company.

#### Board Meetings, Attendance and Directorships of Directors

During the financial year under review, the Board of Directors met 6 (Six) times on 14th April, 2015, 11th July, 2015, 31st August, 2015, 20th October, 2015, 11th January, 2016 and 23rd February, 2016 and the attendance of each of the Director in the Board Meetings is as follows:

S. No.	Name of Directors	Category	No. of Board Meetings attended	Number of Directorship in other Companies
1.	Alok Kumar Agarwal	Non-Independent, Non-Executive	3 <sup>^</sup>	9
2.	Shyam Kishore Lal	Independent, Non-Executive	3	Nil
3.	Rajeshwar Prasad Agarwal	Non-Independent, Non-Executive	3 <sup>*</sup>	Nil
4.	Yash Jeet Basrar	Independent, Non-Executive	5	9
5.	Ankit Agarwal	Non-Independent Executive	6	4
6.	Pradip Kumar Banerji	Independent Non-Executive	6	1
7.	Preeti Puri	Non-Independent Executive	5 <sup>#</sup>	Nil

\* Resigned w.e.f. 31st August, 2015

<sup>^</sup> Appointed as Additional Director w.e.f. 31st August, 2015

<sup>#</sup> Appointed as Additional Director w.e.f. 11th July, 2015

Brief Profile of Mr. Ankit Agarwal who is to be re-appointed at Annual General Meeting:

Mr. Ankit Agarwal has 6 years of experience in the field of Finance, Accounting, Process Enhancements, Liaisoning & Co-ordination as well as Research activities.

## Board Support

The Company Secretary being principal officer of the company is coordinating with the Board of Directors and to see that the decision taken by the Board are implemented. The Company Secretary facilitates the holding Board and various committee meetings, preparation of agenda, minutes, holding AGM/EGM etc.

## COMMITTEES OF THE BOARD

Your Company has Four Committees:

1. Audit Committee
2. Nomination & Remuneration Committee
3. Stakeholder Relationship Committee
4. Management Committee

### 1. Audit Committee:

Audit Committee of the Board is constituted to provide the assistance in financial and other allied matters to the Board of Directors of the Company. The Committee was re-constituted w.e.f. 31st August, 2015. The Audit Committee consists of following members:

Name	Category
Mr. Yashjeet Basrar	Chairman
Mr. Pradip Kumar Banerji	Member
Mr. Preeti Puri	Member

### Objective of Audit Committee

The Objective of the Audit Committee is to oversee the financial reporting process and to ensure that the financial statement of the Company is correct, sufficient and credible. The roles and powers of the Audit Committee is prescribed in Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Agreement with the Stock Exchanges. The terms of reference of the Audit Committee are broadly as follows:

The terms of reference of Audit Committee are as follows:

- o the recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- o review and monitor the auditor's independence and performance, and effectiveness of audit process;
- o examination of the financial statement and the auditors' report thereon;
- o approval or any subsequent modification of transactions of the company with related parties;
- o scrutiny of inter-corporate loans and investments;
- o valuation of undertakings or assets of the company, wherever it is necessary;
- o evaluation of internal financial controls and risk management systems;
- o monitoring the end use of funds raised through public offers and related matters.
- o Establish and Monitor Vigil Mechanism.
- o Monitor Compliance Mechanism.
- o Compliance of Internal Financial Controls and Risk Management.



**Meetings of the Audit Committee:**

The Audit Committee met 5 times during the year on 14.04.2015, 11.07.2015, 31.08.2015, 20.10.2015 and 23.02.2015. The gap between two meetings was not more than 4 months. The attendance record of the members is as follows:

S. No.	Name	Category	No. of Board Meetings Held	No. of Meetings Attended
1.	Yashjeet Basrar	Chairman	5	4
2.	Pradip Kumar Banerji	Member	5	5
3.	Preeti Puri	Member	5	2#
4.	Rajeshwar Prasad Agrawal	Member	5	3*

\* Resigned w.e.f. 31.08.2015

# Appointed as Member of Audit Committee w.e.f. 31st August, 2015

**2. Nomination & Remuneration Committee:**

The Remuneration Committee was reconstituted on 31.08.2015. It consists of following:

Name	Category
Mr. Yashjeet Basrar	Chairman
Mr. Pradip Kumar Banerji	Member
Mr. Preeti Puri	Member

The Nomination & Remuneration Committee met 3 times during the year on 14.04.2015, 10.06.2015 and 20.10.2015.

The terms of reference of Nomination & Remuneration Committee are as follows:

- The Committee shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
- It shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.

**3. Stakeholder Relationship Committee:**

Shareholders'/Investor Grievance committee of the Board of Directors of the Company was reconstituted and name of the Committee was changed to comply with the provisions of Section 178(5) of the Companies Act, 2013. The Committee was constituted to ensure the transfer of shares within the stipulated time period and to redress shareholders' complaints such as transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends, etc. The Stakeholder Relationship Committee consists of the following:

Name	Category
Mr. Yash Jeet Basrar	Chairman
Mr. Shyam Kishore Lal	Member
Mr. Pradip Kumar Banerji	Member
Ms. Preeti Puri	Member

During the year, 3 complaints were received from shareholders and investors. All the complaints have been resolved to the satisfaction of the complainants and no investor complaint was pending at the beginning or at the end of the year. The Company has acted upon all valid requests for share transfer received during 2016 and no such transfer is pending.

Meetings of the Share Transfer and Shareholders'/Investors' Grievance Committee (named earlier):

The Committee did not meet in the financial year 2015-16 as the shares are held in demat form and the investor grievances are being handled by the Registrar and Share Transfer Agent of the Company.

#### 4. Management Committee

Management committee of the Board of Directors of the Company was constituted by the Board of Directors in their meeting dated 31.08.2015.

The management committee consists of the following:

Name	Category
Mr. Ankit Agarwal	Chairman
Mr. Alok Kumar Agarwal	Member*
Mr. Yashjeet Basrar	Member
Ms. Preeti Puri	Member

\*Appointed as an Additional Director w.e.f 31.08.2015

#### GENERAL BODY MEETINGS

Details of last three Annual General Meetings of the Company are as follows:

Description of Meetings	Date	Venue of AGM	Time	No. of Special resolution passed
26th AGM	10.08.2015	Mohan Vilas, Main G.T. Karnal Road, Delhi-110036	10:00 AM	6
25th AGM	05.07.2014	2nd Floor, Vikas Surya Plaza, Mangalam Place, Sector-3, Rohini, New Delhi-110085	10:00 AM	5
24th AGM	30.09.2013	3E/9, 1st Floor, Jhandewalan Extension, New Delhi – 110 055	10.30 A.M.	0

- The Special Resolution was passed for amendment Articles of Association for the insertion of clause-Chairman Emeritus and to consider and approve the Related Party Transactions through postal ballot vide notice dated 23.02.2016.

#### DISCLOSURE

- Related Parties Transactions as required under Accounting Standard (AS-18) are furnished as Note No 2.24 and attached to & forming part of Balance Sheet & Statement of Profit & Loss for the financial year ended on 31st March, 2016.
- The Company has complied with all the legal provisions of the Companies Act, 2013 and no penalty has been imposed by the stock exchanges on the Company during the last 3 years. However, SEBI vide order dated 11.02.2014 imposed a penalty of Rs. 6 Lakhs on the company for non compliance with the Regulation 8(3) of the Takeover Regulations for previous years.

3. There is no pecuniary relationship or transaction with Independent/Non executive Director.
4. None of transactions with any of related parties were in conflict with the interest of the Company.
5. The Company has fulfilled the following Discretionary requirements as prescribed in Part-E of Schedule II of Corporate Governance of the Listing Agreements entered into with the Stock Exchanges:
  - (a) The Company has adopted a Whistle Blower Policy and has established the necessary mechanism for employees to report concerns about unethical behavior.
  - (b) The Statutory Financial Statements of the Company are unqualified.

#### INTERNAL CONTROLS AND RISK MANAGERMENTS

The Company has systems for corporate risk assessment and mitigation. Business risk assessment procedures have been set in place for self-assessment of business risks, operating controls and compliance with Corporate Policies. There is an ongoing process to track the evolution of the risks and delivery of mitigating action plans. The procedures adopted provide the Management an assurance on the internal processes and systems.

#### MEANS OF COMMUNICATION

Effective communication of information is an essential component of corporate governance. It is the process of sharing information, ideas, thoughts, opinions and plans to all stakeholders which promotes managements-shareholders relations. The Company regularly interacts with shareholders through multiple channels of communication such as results announcement, annual report, media releases, Company's website and subject specific communications.

The quarterly, half yearly and annual results of the Company's performance are published in newspapers. These results are also made available on the website of the Company, viz. <http://www.alankit.in/>.

#### CODE OF CONDUCT

Code of conduct for the Directors and senior management was adopted by the Board. This code has been laid down with a view to promote good corporate governance and is applicable to all the Directors and Senior Management of the Company. This code of conduct is also available on the website of the Company, viz., <http://www.alankit.in/>.

#### CFO CERTIFICATION

Pursuant to Regulation-17 (viii) of the Listing Agreement with the Stock Exchanges, Directors has signed a Certificate accepting responsibility for the financial statement and confirming the effectiveness of the internal control system, which is given separately herewith.

#### COMPLIANCES UNDER LISTING AGREEMENT

Company is regularly complying with the provisions of the Listing Agreement. Information's, certificates and returns as required under Listing Agreement are sent to the stock exchanges within the prescribed time.

#### INFORMATION ON DEVIATION FROM ACCOUNTING STANDARDS, IF ANY

There has been no deviation from the Accounting Standards in preparation of annual accounts for the financial year 2015-16.

#### CERTIFICATE ON CORPORATE GOVERNANCE BY PRACTISING COMPANY SECRETARY

The Certificate on compliance of the Listing Agreement relating to Corporate Governance by a Practising Company Secretary has been obtained.

#### GENERAL SHAREHOLDERS INFORMATION

i	Annual General Meeting Day, Date, Time & Venue	Monday, 08th August, 2016 at 10.00 AM
ii	Financial Year	2015-16
iii	Date of Book Closure	1st August, 2016 to 6th August, 2016
iv	Dividend Payment	Interim Dividend was paid on 11.01.2016 @ Rs 0.20 on each equity share of Rs. 2 each.
v	Listing on Stock Exchange	The Bombay Stock Exchange Limited and National Stock Exchange
vi	Scrip Code	531082
	Scrip ID	ALANKIT
	ISIN	INE914E01032

#### SHARE TRANSFER SYSTEM

The Board of Directors have delegated the power of approving the transfer, transmission of shares and other matters like consolidation of share certificates, issue of duplicate share certificates, dematerialization / rematerialisation of shares, to registrar & share transfer agents of the Company. All the matters are approved by RTA regularly.

Presently, the share transfer instruments which are received in physical form are being processed by R&T Agent, Alankit Assignments Limited and the share certificates are dispatched within a period of 30 days from the date of receipt thereof, subject to documents being complete and valid in all respects. The request for dematerialization of shares are also processed by R&T Agent within stipulated period of 21 days and uploaded with the concerned depositories.

The Company obtains half-yearly certificate of compliance related to the share transfer formalities from Company Secretary in practice as required under the Listing Agreement with Stock Exchanges and files a copy of certificate with Stock Exchanges on or before due date.

#### SHAREHOLDING PATTERN

As on 31st March, 2016, the Authorized Share Capital of the Company is Rs. 10,00,00,000/- (Rupees Ten Crores only) divided into 5,00,00,000 (five crores only) Equity Shares of Rs.2/- each. The shareholding pattern of the Company as on 31st March, 2016 is as follows:

Category	No. of Shares Held	Percentage of Shareholding
A. Promoters Holding Indian		
1. Individual	9,56,740	2.67
2. Body Corporate	7,394,050	20.69
Sub-Total	8,350,790	23.36
B. Non-Promoter's Holding		
3. Institutional Investors		
a. Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions/Non-Government Institutions)	7,250	0.02
4. Non Institutional Investors		
a. Bodies Corporate	20,653,360	57.79

b. Individuals	66,17,687	18.52
c. NRIs	1,05,438	0.30
d. OCBs	5,000	0.01
Sub-Total	2,73,88,735	76.64
GRAND TOTAL	3,57,39,525	100.00

## DISTRIBUTION OF EQUITY SHARES

Total Number of Equity Shares	-	35,739,525
Paid up value per share	-	Rs. 2/- each

## DISTRIBUTION OF SHAREHOLDINGS AS ON 31ST MARCH, 2016

Shareholding (No. of Shares)	Shareholders Number	Amount		
		%		%
1 to 100	794	42.12	32,138	0.09
101 to 500	701	37.19	2,03,261	0.57
501 to 1000	122	6.47	96,655	0.27
1001 to 5000	172	9.12	3,67,805	1.03
5001 to 10000	26	1.38	1,94,890	0.54
10001 to 20000	10	0.53	1,47,448	0.41
20001 to 30000	10	0.53	2,51,937	0.71
30001 to 40000	4	0.21	1,33,692	0.37
40001 to 50000	9	0.47	4,26,988	1.19
50001 to 100000	9	0.47	6,71,176	1.88
100001 to 500000	19	1.00	4,893,142	13.69
500001 to Above	9	0.47	2,83,20,393	79.24
<b>TOTAL</b>	<b>1885</b>	<b>100.00</b>	<b>3,57,39,525</b>	<b>100.00</b>

## MARKET PRICE DATA – BSE (Figures in Rs.)

MONTH	OPEN	HIGH	LOW	CLOSE	TOTAL TURNOVER
April	214.50	240.30	213.10	225.00	38,63,06,437
May	224.70	226.90	213.30	221.00	38,17,90,918
June	220.40	226.10	195.00	224.30	48,38,22,851
July	224.10	230.90	212.80	223.40	39,87,97,501
August	222.80	229.90	200.20	216.80	15,65,72,335
September	217.00	219.40	40.00	46.80	12,95,91,135
October	47.00	55.40	46.60	51.55	13,64,64,457
November	51.30	54.00	47.25	49.00	14,58,78,937
December	49.30	62.80	46.35	62.20	21,24,09,898
January	62.70	86.35	58.00	85.70	36,03,73,616
February	85.90	93.50	75.25	89.65	57,49,14,701
March	90.10	107.20	89.80	101.15	79,98,51,204

## DEMATERIALIZATION OF SHARES

The Shareholders of the Company have the option to dematerialize their shares. Company has an agreement with NSDL & CDSL for Dematerialization of Shares. Status of Issued Share Capital as on 31.03.2016 is as follows:

Total Issued Capital	No. of Shares	% of Total Capital
Demat Form	3,52,58,125	98.65
Physical Form	4,81,400	1.35
Total	3,57,39,525	100.00

### REGISTERED OFFICE:

205-208, Anarkali Complex,  
Jhandewalan Extension,  
New Delhi-110055

### REGISTRAR AND SHARE TRANSFER AGENT:

Alankit Assignments Limited  
1E/13, Jhandewalan Extension,  
New Delhi-110055  
PhNo.011-42541234  
Fax: 011-42541967

### INVESTOR CORRESPONDENCE MAY BE ADDRESSED TO:

Preeti Puri  
Company Secretary  
Alankit Limited  
205-208, Anarkali Complex,  
Jhandewalan Extension,  
New Delhi-110055  
PhNo. 011-41540028  
Fax: 011-41540028  
E-mail id: investor@alankit.com  
Website: <http://www.alankit.in/>

On behalf of the Board of Directors

ALOK KUMAR AGARWAL

CHAIRMAN

DATE: 28.05.2016  
PLACE: NEW DELHI

CERTIFICATE  
TO THE MEMBERS OF ALANKIT LIMITED

We have examined the compliance of regulations of Corporate Governance by Alankit Limited for the Financial Year ended March 31, 2016, as stipulated in regulations Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the regulations of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

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

For KRISHAN K. GUPTA & CO.  
Chartered Accountants

(K. K GUPTA)  
Proprietor  
Membership No. 8311

DATED: 28.05.2016

PLACE: New Delhi



CERTIFICATION PURSUANT TO REGULATION- 17 (VIII) OF THE LISTING AGREEMENT

I, Atul Kumar, Chief Financial Officer (CFO) of the Company, certify to the board that:

- a) I have reviewed the Balance Sheet, the statement of Profit and Loss and the Cash Flow Statement for the financial year ended on 31st March, 2016 and to the best of my knowledge and belief:
  - I. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - II. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) They are, to the best of my knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violate the company's code of conduct.
- c) Further, I accept the responsibility to establish and maintain the internal control systems for financial reporting and accordingly, I have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee whenever applicable:
  - I. Deficiencies in the design or operation of the internal controls, if any, of which I am aware and the steps have been taken or propose to be taken to rectify these deficiencies.
  - II. Significant changes in the internal control over the financial reporting during the period.
  - III. Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements;
  - IV. Instances of significant fraud of which I became aware and involvement therein, if any, of the management or an employee having a significance in the Company's internal control system.

For ALANKIT LIMITED

DATE: 28th May, 2016  
PLACE: New Delhi

ATUL KUMAR  
CHIEF FINANCIAL OFFICER

## SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members

ALANKIT LIMITED

(Previously known as "EURO FINMART LIMITED")

205-208, Anarkali Complex,

Jhandewalan Extension,

New Delhi – 110055

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Alankit Limited (Previously known as "EURO FINMART LIMITED") (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the Audit period covering the Financial Year ended on March 31, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance - mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year ended on March 31, 2016 according to the provisions of:-

- i) The Companies Act, 2013 and the Rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) The Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and external Commercial Borrowings;
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeover) Regulations, 2011;
  - b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2009;
  - e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (Not Applicable to the Company during the Audit period);
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not Applicable to the Company during the Audit period);

- g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
- h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not Applicable to the Company during the Audit period); and
- i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not Applicable to the Company during the Audit period).

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Mr. Alok Kumar Agarwal was appointed as an Additional Director in the Board Meeting held on August 31, 2015.

Ms. Preeti Puri was appointed as an Additional Director of the Company w.e.f. July 11, 2015 and Whole Time Director of the Company w.e.f. October 20, 2015 subject to the approval of members in the upcoming Annual General Meeting.

Mr. Rajeshwar Prasad Agarwal resigned from Directorship of the Company with effect from August 31, 2015. The changes in the composition of the Board of Directors during the period under review was carried in accordance with the provisions of the Companies Act, 2013.

Adequate notice has been given to all Directors of the scheduled Board Meetings. Agenda and detailed notes on Agenda were sent at least seven days in advance. A system exists for seeking and obtaining further information and clarifications on the Agenda items before the meeting and for a meaningful participation at the meeting.

Majority decision is carried through while the dissenting member's views are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that the face value per share has been sub-divided from Rs. 10/- to Rs. 2/- each w.e.f. 24th September, 2015.

For R Shaw & Associates  
Company Secretaries

Ritika Shaw  
Proprietor

ACS No.: 36589

C.P.No.: 13615

Date: May 27, 2016

Place: New Delhi

ANNEXURE 'A'

To  
The Members  
ALANKIT LIMITED  
(Previously known as "EURO FINMART LIMITED")  
205-208, Anarkali Complex,  
Jhandewalan Extension,  
New Delhi – 110055

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For R Shaw & Associates  
Company Secretaries

Ritika Shaw  
Proprietor

ACS No.: 36589  
C.P. No.: 13615

Date: May 27, 2016  
Place: New Delhi

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

(Information in respect of each subsidiary to be presented with amounts in Rs)

SI. No.	Name of Subsidiaries	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Turnover	Profit After Tax	Percentage of Shareholding of Alankit Limited.
1.	ALANKIT TECHNOLOGIES LIMITED	10,000,000	11,209,853	23,073,647	23,073,647	1,127,106	16,291	100%
2.	EUROPLUS FINANCIAL SERVICES LIMITED	19,900,000	181,931	20,424,452	20,424,452	2,665,822	1,665,933	100%
3.	EURO GLOBAL BROKERS LIMITED	20,000,000	172,527	20,187,846	20,187,846	908,692	50,348	100%
4.	FAITH BUSINESS ADVISORS LIMITED	999,200	27,052	1,037,903	1,037,903	40,000	25,091	100%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs )

1. Sl.No.	-	1
2. Name of the subsidiary	-	ALANKIT TECHNOLOGIES LIMITED
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	NO
4. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	-	N.A.
5. Share capital	-	Rs 10,000,000
6. Reserves & surplus	-	Rs 11,209,853
7. Total assets	-	Rs 23,073,647
8. Total Liabilities	-	Rs 23,073,647
9. Investments	-	NIL
10. Turnover	-	1,127,106
11. Profit before taxation	-	Rs 27,101
12. Provision for taxation	-	Rs. 15,160
13. Profit after taxation	-	Rs 16,291
14. Proposed Dividend	-	NIL
15. % of shareholding	-	ALANKIT LIMITED- 100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations
2. Names of subsidiaries which have been liquidated or sold during the year.

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs )

1. Sl.No.	-	2
2. Name of the subsidiary	-	EURO GLOBAL BROKERS LIMITED.
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	NO.
4. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	-	NA.
5. Share capital	-	Rs 20000000
6. Reserves & surplus	-	Rs 172,527
7. Total assets	-	Rs 20,187,846
8. Total Liabilities	-	Rs 20,187,846
9. Investments	-	NIL
10. Turnover	-	Rs. 908,692
11. Profit before taxation	-	Rs 50,348
12. Provision for taxation	-	NIL
13. Profit after taxation	-	Rs 50,348
14. Proposed Dividend	-	NIL
15. % of shareholding	-	ALANKIT LIMITED – 100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations
2. Names of subsidiaries which have been liquidated or sold during the year.



Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1. Sl.No.	-	3
2. Name of the subsidiary	-	EUROPLUS FINANCIAL SERVICES LIMITED.
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	NO.
4. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	-	NIL.
5. Share capital	-	Rs 19,900,000
6. Reserves & surplus	-	Rs 181,931
7. Total assets	-	Rs 20,424,452
8. Total Liabilities	-	Rs 20,424,452
9. Investments	-	NIL.
10. Turnover	-	Rs 2,665,822
11. Profit before taxation	-	Rs 1,665,933
12. Provision for taxation	-	Rs
13. Profit after taxation	-	Rs 1,665,933
14. Proposed Dividend	-	NIL.
15. % of shareholding	-	ALANKIT LIMITED – 100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations
2. Names of subsidiaries which have been liquidated or sold during the year.

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs )

1. Sl.No.	-	4
2. Name of the subsidiary	-	FAITH BUSINESS ADVISORS LIMITED.
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	NO.
4. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	-	NIL
5. Share capital	-	Rs 999,200
6. Reserves & surplus	-	Rs 27,052
7. Total assets	-	Rs 1,037,903
8. Total Liabilities	-	Rs 1,037,903
9. Investments	-	NIL
10. Turnover	-	Rs 40,000
11. Profit before taxation	-	Rs 25,091
12. Provision for taxation	-	NIL
13. Profit after taxation	-	Rs 25,091
14. Proposed Dividend	-	NIL
15. % of shareholding	-	ALANKIT LIMITED- 100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations
2. Names of subsidiaries which have been liquidated or sold during the year.

## ANNEXURE - A

Statement of Disclosure of Remuneration under Section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- i. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year :

Name of the Director	Designation	Ratio to median remuneration of the employees
Mr. Ankit Agarwal	Managing Director	39:1
Ms. Preeti Puri	Whole Time Director	11:1

- ii. The % increase in remuneration of each director, Chief Financial Officer or Company Secretary, if any , in the financial year:

Designation	Name of Employee	% increase in remuneration
Managing Director	Mr. Ankit Agarwal	No increment
CFO	Mrs. Anju Miglani*	Not applicable
Company Secretary	Mr. Kamal Narain Gupta**	Not applicable
Company Secretary	Ms. Preeti Puri#	Not applicable

\* Appointed as CFO with effect from 14th April, 2015 and ceased to be CFO with effect from 14th March, 2016.

\*\*Appointed as Company Secretary with effect from 22nd June, 2015 and ceased to be Company Secretary with effect from 20th October, 2015.

#Appointed as Company Secretary with effect from 20th October, 2015.

- iii. The % increase in the median remuneration of employees in the financial year: 23.91%
- iv. The number of permanent employees on the rolls of the Company: 618
- v. The explanation on the relationship between average increase in remuneration and Company's performance: The salary increases due to increase in number of employees during the financial year.
- vi. Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company:

Total Remuneration to Key Managerial Personnel (KMP) for the year 2015-16 (Rs.)	35,52,761
Total Income (Rs.)	302,652,238
Total Remuneration of KMP as % to Revenue	1.17%
Profit before Tax (PBT) (Rs.)	50,651,677
Total Remuneration of KMP as % of PBT	7.01%

- vii. a) Variations in the market capitalization of the Company: The market capitalization of the Company as at the closing date of the current financial year and previous financial year has increased by 207.68 crores.
- b) Price Earnings Ratio of the Company: 102.17 as at 31st March, 2016 and 97.82 as at 31st March, 2015.
- c) Percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer: The closing share price of the Company at BSE Limited on 31st March, 2016 being Rs 101.15 per equity share of face value of Rs. 2 each has grown 98.6% times since the last public offer by the Company, which was made in the year 1996.

- viii. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: There has been significant increase in the salaries of employees because of increase in number of employees and there is no increase in the managerial remuneration from the last financial year.
- ix. Comparison of the each remuneration of the Key Managerial Personnel against the performance of the Company:

Particulars	Amount (Rs.)
Total Revenue	302,652,238
Profit before Tax	50,651,677

Particulars	Mr. Ankit Agarwal Managing Director	Ms. Anju Miglani* CFO	Mr. Kamal Narain Gupta** Company Secretary	Ms. Preeti Puri# WTD
Remuneration of KMP for the year 2015-16 (Rs.)	24,00,000	3,24,000	6,00,000	2,28,761
Remuneration of KMP as % to Revenue	0.79%	0.11%	0.20%	0.07%
Remuneration of KMP as % of PBT	4.74%	0.64%	1.18%	0.45%

\* Appointed as CFO with effect from 14th April, 2015 and ceased to be CFO with effect from 14th March, 2016.

\*\*Appointed as Company Secretary with effect from 22nd June, 2015 and ceased to be Company Secretary with effect from 20th October, 2015.

#Appointed as WTD & Company Secretary with effect from 20th October, 2015.

- x. The key parameters for any variable component of remuneration availed by the directors: No variable component of remuneration was availed by the directors.
- xi. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid directors during the financial year: Not applicable
- xii. It is hereby affirmed that the remuneration is as per the Remuneration policy of the Company.

## INDEPENDENT AUDITORS' REPORT

To the Members of Alankit Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Alankit Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss for the year then ended, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information,

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid

standalone financial statements give the information required by the Act in the manner sorequired and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit for the year ended on that date.

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
    - iii. No amounts were required to be transferred to the Investor Education and Protection Fund by the Company.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016

“Annexure 1” to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including Quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The Management has conducted the Physical verification of Inventory at reasonable intervals.
- (b) The Discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has granted loans unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act:-
  - (a) According to the information and explanation given to us terms and conditions of the grant is not prejudicial to the company's interest.
  - (b) The Scheduled repayment of principal and payment of interest has been stipulated and repayment and receipts are regular.
  - (c) According to the information and explanation given to us the amount overdue for more than 90 Days, the company has taken reasonable steps for recovery of Principal and Interest.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.



- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016



## “Annexure 2” Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Alankit Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and

expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

#### Opinion

According to the information and explanation given to us, the Company has not established its internal financial control over financial reporting on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2016. We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company, and the disclaimer does not affect our opinion on the standalone financial statements of the Company.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016

## Standalone Balance Sheet as at 31 March 2016

Particulars	Note	Balance As at 31 March 2016 (₹)	Balance as at 31 March 2015 (₹)
<b>EQUITY AND LIABILITIES</b>			
Shareholders' funds			
Share capital	2.1	71,479,050	71,479,050
Reserves and surplus	2.2	262,730,272	244,730,626
Non Current liabilities			
Deferred Tax Liabilities (Net)	2.3	10,514,157	-
Other Long Term Liability	2.4	136,683,000	-
Long Term Provisions	2.5	631,877	52,786
Current liabilities			
Trade Payable	2.6	3,125,867	127,191
Other current liabilities	2.7	12,560,163	234,840
Short-term provisions	2.8	19,172,280	10,420,587
<b>TOTAL</b>		<b>516,896,666</b>	<b>327,045,080</b>
<b>ASSETS</b>			
Non-current assets			
Fixed assets	2.9		
Tangible assets		36,870,407	10,512,971
Intangible assets		245,921,918	-
Non Current Investments	2.10	62,899,200	76,939,852
Deferred Tax Assets (Net)	2.3	-	4,931,774
Other Non Current Assets	2.11	1,704,619	2,063,607
Current assets			
Inventories	2.12	17,550,328	8,963,531
Trade receivables	2.13	56,955,507	6,119,176
Cash and Bank Balances	2.14	59,638,502	60,952,639
Short-term loans and advances	2.15	35,356,185	156,561,530
<b>TOTAL</b>		<b>516,896,666</b>	<b>327,045,080</b>

Significant Accounting Policies 1

Notes to the Financial Statements 2

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholetime Director  
Membership No. A29183

## Standalone Statement of profit and loss for the year ended 31 March 2016

Particulars	Note	For the year ended 31 March 2016 (₹)	For the year ended 31 March 2015 (₹)
Revenue from operations			
e-Governance Business		266,851,215	37,556,352
e-Governance Products Sale		34,764,961	160,594
Other Income		1,036,062	2,095,554
Total revenue		302,652,238	39,812,500
Expenses			
e-Governance Products Purchase	2.16	38,153,944	-
Changes in Inventories	2.17	(8,586,796)	3,013,150
Employee benefits expense	2.18	61,104,304	9,874,178
Depreciation & Amortisation Expenses	2.9	34,064,279	621,656
Other expenses	2.19	127,264,830	16,081,559
Total expenses		252,000,561	29,590,543
Profit before tax		50,651,677	10,221,957
Tax expense			
Income Tax Provision for Current Year		10,563,917	1,838,756
MAT Credit Receivable		(10,563,917)	(1,838,756)
Deferred tax	2.3	(15,445,931)	(6,479,404)
Profit After Tax		35,205,746	3,742,553
Appropriations			
Income Tax Adjustments earlier years		-	41,690
Profit for the year		35,205,746	3,700,863
Earnings per equity share	2.22		
Basic		0.99	0.61
Diluted		0.99	0.58

Significant Accounting Policies 1

Notes to the Financial Statements 2

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholtime Director  
Membership No. A29183

## Standalone Cash Flow Statement For the year ended on 31 March, 2016

Particulars	For the year ended 31 March, 2016 ( ` )	For the year ended 31 March, 2015 ( ` )
<b>A. Cash Flow from Operating Activities</b>		
Net Profit before Tax	50,651,677	10,221,957
Add : Adjustments for Depreciation	34,064,279	621,656
Gratuity Expenses	584,222	52,968
Preliminary Expenditure written off	358,988	367,641
<b>Total</b>	<b>85,659,166</b>	<b>11,264,222</b>
Less: Interest Received	-	12,726,714
Gain on sale of Investments	895,672	1,470,977
Dividend Income	140,390	624,578
<b>Operating Profit before Working Capital changes</b>	<b>84,623,104</b>	<b>(3,558,046)</b>
Adjustments for change in Working Capital		
Decrease/ (Increase) in Trade & Other Receivables	(52,599,151)	(13,429,817)
Decrease / (Increase) in Inventories	(8,586,796)	3,013,151
Increase/ (Decrease) in Trade & Other Payables	152,006,999	78,741
Cash generated from operations	175,444,156	(13,895,971)
Direct Taxes paid	(6,677,828)	(1,802,882)
<b>Net Cash from Operating Activities</b>	<b>168,766,329</b>	<b>(15,698,853)</b>
<b>B. Cash Flow from Investing Activities</b>		
Dividend Income	140,390	624,578
Purchase of Fixed Assets	(306,343,633)	(11,134,627)
Interest Received	-	12,726,714
Purchases of Investments	-	(75,419,359)
Sale of Investments	14,936,324	30,010,979
<b>Net Cash from Investing Activities</b>	<b>(291,266,919)</b>	<b>(43,191,716)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds\ (repayment) against Working Capital Borrowings	-	-
Proceeds from issue of Share Capital	-	253,000,000
Proceeds from Unsecured Loans	-	-
Unsecured Loans given to Corporate bodies	138,366,570	(138,366,570)
Dividend paid	(17,180,116)	-
Interest paid	-	-
<b>Net Cash from Financing activities</b>	<b>121,186,454</b>	<b>114,633,430</b>
Net Increase/ (Decrease) in cash or cash equivalents	(1,314,137)	55,742,862
Cash or cash equivalents (Opening balance)	60,952,639	5,226,702
Cash or cash equivalents (Closing balance)	59,638,502	60,969,564

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholetime Director  
Membership No. A29183

## Note 1. Significant Accounting Policies

### a. Company Overview

Alankit Limited ("the Company") is a Listed Company. It is incorporated under the Indian Companies Act, 1956 and previously known as "Euro Finmart Limited". The Company is primarily engaged in enrolment agency for e-Governance service business and e-Governance products trading.

### b. Basis of Preparation of Financial Statement

The financial statements have been prepared and presented on the accrual basis of accounting and comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013, the relevant provisions of the Companies Act, 2013 and other accounting principles in accordance with Generally Accepted Accounting Principles (GAAP), to the extent applicable.

### c. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Actual results in future could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

### d. Fixed Assets

#### 1. Tangible Assets

Tangible fixed assets are carried at cost of acquisition less accumulated depreciations and/or accumulated impairments loss, if any. The cost of an item of tangible fixed asset comprises its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use; any trade discount and rebates are deducted in arriving at the purchase price. Subsequent expenditures related to an item of tangible fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Exchange difference pertaining to long term foreign currency monetary items that are related to acquisition of depreciable assets are recognized as an expense in the Statement of Profit and Loss.

#### 2. Intangible Assets

According to Accounting Standard 26 on "Intangible Assets" prescribed under the Companies (Accounting Standards) Rules 2006, in case of an expenditure incurred by the company which may provide future economic benefits to the company, however an intangible asset in the form of Goodwill has been acquired during the year that can be recognized, the amortization expense is recognized as an expense in the statement of Profit and Loss.

### e. Depreciation

Depreciation on tangible fixed assets is calculated on a Written Down Value (WDV) basis using the rates arrived at based on the useful life estimated by the management or those prescribed under the Schedule II of the Act whichever is lower. If the management's estimate of the useful life of a tangible fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the Management's estimate of the useful life and remaining useful life. The Company has used the following rates to provide depreciation on its fixed assets:

1.

Asset Class	Rate of Depreciation	Useful Life (Year)
Buildings Factory	9.50%	30
Office Building	9.50%	60
Plant & Machinery	18.10%	15
Office Equipment	45.07%	5
Furniture and Fixture	25.89%	10
Computers	63.16%	3
Vehicle	31.23%	8

2. Fixed assets costing Rs. 5,000/- on less are fully depreciated over a period of twelve months. Depreciation is provided on a pro-rata basis i.e. from the date on which asset is ready for use. Depreciation for the year is recognized in the Statement of Profit and Loss. The useful lives are reviewed by the Management at each financial year-end and revised, if appropriate. In case of a revision, the unamortized depreciable amount is charged over the revised remaining useful life. A tangible fixed asset is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Losses arising from retirement or gains or losses arising from disposal of fixed assets which are carried at cost are recognized in the Statement of Profit and Loss.

f. Amortization Of Intangible Asset

Intangible assets are amortized over the respective individual estimated useful lives (Mentioned Below) on Straight Line Method basis, commencing from the date the asset is available to the company, further amortization is done on a pro rata basis i.e. from the date on which the intangible asset is acquired.

Intangible Asset Class	Estimated Useful Life (Year)
Software	3
Goodwill	5

g. Inventories

Inventories are valued at lower of Cost or estimated realizable value as per the requirements of Accounting Standard - 2 "Valuation of Inventory", prescribed under the Companies (Accounting Standards) Rule 2006.

h. Foreign Currency Transactions:

1. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction.
2. Monetary assets & liabilities denominated in foreign currencies, exchange differences arising out of settlement are recognized in statement of profit and loss. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the exchange rates on that date, the resultant exchange differences are recognized in the statement of profit and loss.
3. Non monetary foreign currency items are carried at cost.
4. Any income or expenses on account of exchange difference either on settlement or on translation is recognized in the statement of profit and loss except in case of long term liabilities, where they relate to acquisition of fixed assets, in which they are adjusted to the carrying cost of such assets.



## i. Revenue Recognition

1. Revenue from sale of goods/products are recognized in accordance with Accounting Standard-9 viz, when the seller has transferred to the buyer, the property in the goods for a price and/or significant risk and rewards of ownership have been transferred to the buyer, and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sales of good and regarding its collection.
2. The amount recognized as revenue is exclusive of sales tax, valued added tax (VAT) and service tax and is net of return, trade discount and quantity discounts, but inclusive of excise duty.
3. Dividend Income is recognized when the Company's right to receive dividend is established by the reporting date.
4. Interest Income is recognized on a time proportionate basis taking into account the amount outstanding and the applicable interest rate, Interest Income is included under the head " other income" in the Statement of profit and loss.
5. Revenue from services is recognized on rendering of services to the customers based on contractual arrangements. The revenue is recorded exclusive of service tax.

## j. Employee Benefits:

### 1. Short term employee benefits-

Short term employee benefits payable within twelve months of receiving employee services such as salary/wages/bonus and exgratia are recognized as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered by employees.

### 2. Post-employment benefits-

#### i) Provident and family pension fund-

The eligible employees of the company are entitled to receive post employment benefits in respect of provident and family pension fund in which both the employee and the company make monthly contribution at a specified percentage of the employee's eligible salary (currently 12% of the employee's eligible salary). The contributions are made to Regional Provident Fund Commissioner (RPFC) which are charged to the statement of profit and Loss as incurred.

#### ii) Gratuity.

The Company has an obligation towards gratuity a defined retirement plan covering eligible employees. The plan provides a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of six month. Vesting occurs upon completion of five years of service. Separate actuarial valuations is carried out for gratuity liability using the projected unit credit method. Actuarial gains and losses for the gratuity liability are recognized full in the period in which they occur in the statement of profit and loss.

## k. Provisions, Contingent Liabilities And Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources, Contingent Liabilities are not recognised but are disclose in the financial statements. Contingent Assets are neither recognised nor disclosed in the financial Statements.



## l. Taxation

1. Provision for current taxation is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income Tax Act, 1961
2. Deferred tax is recognized, subject to the consideration of prudence on timing difference being the differences between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods.
3. Minimum alternative tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay income tax computed under MAT, during the period that MAT is permitted to be set off under the Income Tax Act, 1961 (Specified period). In the year, in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the guidance note issued by the Institute of Chartered Accountants of India (ICAI), the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay income tax higher than MAT during the specified period.

## m. Impairment Of Assets

The carrying amount of assets are reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factors, an impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

## n. Investments

Long-term investments are stated at the cost, net of amount written-off, less provision for diminution in value other than temporary. Investments, that are readily realized and intended to be held for not more than a year from the date of investment are classified as current investments. Current investments are stated at lower of cost and fair value computed script wise.

## o. Cash Flow Statement

Cash Flows are reported using the indirect method as set out in the Accounting Standard - 3 on "Cash flow Statement" prescribed under the companies (Accounting Standards) Rules, 2006, whereby net profit before tax is adjusted for the effects of the transactions of non-cash nature and any deferrals or accruals of the past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated, Cash and cash equivalents for the purpose of "Cash Flow Statement" comprise cash at bank and in hand, funds in transit and demand deposits with banks having maturity of less than 3 Months. The cash flows from regular revenue generating, investing and financing activities of the company are segregated.

## p. Share issue expenses

Expenses related to issue of equity and equity related instruments are charged to Profit and Loss as a proportion of 1/10th of the total issue expense each year starting from the year in which expense occur.

## q. Earnings Per Share

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

For the Purpose of calculation of diluted earning per share, the net profit or loss for the period attributable to equity shareholders and the weighted number of equity shares outstanding during the period are adjusted for the effects of all potentially dilutive equity shares.

## Note 2.1 : SHARE CAPITAL

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
2.1.1 Authorised 5,00,00,000 equity shares of Rs.2/- each (Previous year 1,00,00,000 equity shares of Rs. 10 each)	100,000,000	100,000,000
	100,000,000	100,000,000
2.1.2 Issued, subscribed and paid up Equity shares of Rs. 2 each fully paid up 3,57,39,525 Equity Shares of Rs.2/- each (Previous Year 71,47,905 Equity Shares of Rs.10/- each)	71,479,050	71,479,050
	71,479,050	71,479,050

2.1.3 The Company has issued only one class of shares referred to as equity shares having a par value of Rs. 2/- each. Each holder of equity share is entitled to one vote per share.

2.1.4 There are no special rights, preferences and restrictions attached to any share.

2.1.5 No shares are reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.

2.1.6 Reconciliation of share capital outstanding as at the beginning and at the end of the period

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Amount (`)	No. of shares	Amount (`)
Equity shares of Rs. 2 each fully paid up Balance at the beginning of the year	7,147,905	71,479,050	4,847,905	48,479,050
Add: Equity Shares issued on conversion of Convertible Warrant	-	-	2,300,000	23,000,000
Add: Equity Shares on split of share	28,591,620	-	-	-
Balance as at the end of the year	35,739,525	71,479,050	7,147,905	71,479,050

2.1.7 Detail of each shareholder holding more than 5% shares at the year ending

Name of shareholder	As at 31 March 2016		As at 31 March 2015	
	% of holdings	No. of shares held	% of holdings	No. of shares held
Equity shares of Rs. 2 each fully paid up				
(i) Alankit Finsec Limited	19.59	7,000,000	19.59	1,400,000
(ii) Mahavir Fincon Private Limited	12.59	4,500,000	12.59	900,000
(iii) Newwave Commercial Private Limited	19.99	7,144,905	16.11	1,151,859
(iv) Diwakar Commercials Private Limited	18.35	6,557,348	-	-

2.1.8 Disclosure pursuant to note 6(A) (i) (B) of Part I of Schedule III to the Companies Act, 2013.

Particulars	Year (aggregate no. of shares)				
	2015-16	2014-15	2013-14	2012-13	2011-12
Fully paid up by way of bonus shares	-	-	-	-	3878324*

\*Equity Shares of Rs. 10 each fully paid up

## Notes forming part of Financial Statements

## Note 2.2 RESERVES AND SURPLUS

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Securities Premium	233,368,805	3,368,805
Add : During the year	-	230,000,000
	233,368,805	233,368,805
Profit & Loss Account		
Opening balance	11,311,161	16,187,364
Add: Net profit for the year	35,205,746	3,700,863
	46,516,907	19,888,227
Less : Interim Dividend Paid	7,147,905	-
Less : Proposed Dividend	7,147,905	7,147,905
Less : Tax on Paid/Proposed Dividend	2,910,290	1,429,161
Closing balance	29,310,807	11,311,161
General Reserve	50,660	50,660
	50,660	50,660
Total	262,730,272	244,730,626

## Note 2.3 DEFERRED TAX LIABILITIES (Net)

Particulars	As at 31 March 2015 (`)	Tax effect during the year	As at 31 March 2016 (`)
<u>Deferred tax Assets</u>			
Business Loss	(4,877,205)	(2,604,798)	(2,272,408)
<u>Deferred tax Liability</u>			
Fixed Assets	(38,202)	(13,005,291)	12,967,089
<u>Deferred tax Assets</u>			
Gratuity Provision	(16,367)	164,158	(180,525)
DEFERRED TAX LIABILITIES (Net)	(4931774)	(15,445,931)	10,514,157

## Note 2.4 Other Long Term Liability

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Security Deposits	136,683,000	-
Total	136,683,000	-

## Note 2.5 Long Term Provisions

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Provision for employees benefit Gratuity (refer to Note 2.19)	631,877	52,786
Total	631,877	52,786

## Notes forming part of Financial Statements

## Note 2.6 TRADE PAYABLES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Trade Payables	3,125,867	127,191
Total	3,125,867	127,191

## Note

- a) The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures in relation to amounts unpaid as at the year end together with interest paid/payable under this Act have not been given.
- b) There are no specific claims from supplier under the “interest on delayed payments to Small Scale and Ancillary Industrial Undertakings Act, 1993.”

## Note 2.7 OTHER CURRENT LIABILITIES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
-Statutory Liabilities	3,744,355	204,840
-Expenses payables	259,150	30,000
<u>Other Current Liabilities</u>		
-Security Deposits	8,456,272	-
-Unpaid Dividends		-
Proposed Dividend FY 2014-15	95,652	
Interim Dividend FY 2015-16	4,734	
Total	12,560,163	234,840

There are no amounts due and outstanding to be credited to investor Education and Protection Fund as on 31 March 2016.

## Note 2.8 SHORT TERM PROVISIONS

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Provision for Gratuity	5,313	182
Provision for Income Tax	10,563,917	1,838,756
Provision for Wealth Tax	-	4,583
Other Provisions		
Proposed Equity Dividend	7,147,905	7,147,905
Tax on Proposed Equity Dividend	1,455,145	1,429,161
Total	19,172,280	10,420,587

## Notes forming part of Standalone Financial Statements

## Note 2.9 FIXED ASSETS

Particulars	Gross Block			DEPRECIATION			NET BLOCK			
	As at 01.04.2015 ( )	Additions during the year ( )	Sales during the year ( )	Total as at 31.03.2016 ( )	Upto 31.03.2015 ( )	For the year ( )	Adjustment for the year ( )	Upto 31.03.2016 ( )	As at 31.03.2016 ( )	As at 31.03.2015 ( )
a) Tangible assets										
Buildings	6,741,500	-	-	6,741,500	79,754	325,345	-	405,099	6,336,401	6,661,746
Motor Vehicle	3,921,327	13,889,914	76,667	17,734,574	463,011	2,668,653	-	3,131,664	14,602,910	3,458,316
Office equipment	471,800	4,709,270	-	5,181,070	78,891	869,160	13,519	934,532	4,246,538	392,909
Computers	-	10,324,452	-	10,324,452	-	663,147	-	663,147	9,661,305	-
Servers etc.	-	2,983,145	-	2,983,145	-	959,892	-	959,892	2,023,253	-
Total A	11,134,627	31,906,781	76,667	42,964,741	621,656	5,486,197	13,519	6,094,334	36,870,407	10,512,971
b) Intangible assets										
Goodwill (e-Governance Business)	-	274,500,000	-	274,500,000	-	28,578,082	-	28,578,082	245,921,918	-
Total B	-	274,500,000	-	274,500,000	-	28,578,082	-	28,578,082	245,921,918	-
Grand Total (A+B)	11,134,627	306,406,781	76,667	317,464,741	621,656	34,064,279	13,519	34,672,416	282,792,325	10,512,971

## Notes forming part of Standalone Financial Statements

## Note 2.10 NON CURRENT INVESTMENTS

Particulars	As at 31 March 2016			As at 31 March 2015		
	No. of Shares/ Units nos.	Face Value Per Share/ Unit	Closing Value of Investments	No. of Shares/ Units nos.	Face Value Per Share/ Unit	Closing Value of Investments
<u>Trade Investments</u>						
In Equity Shares of Other Companies -Quoted, Fully paid up						
Omaxe Limited	-	-	-	119,430	10	14,040,652
<u>Non Quoted Non Trade</u>						
In Equity Shares of Subsidiary Companies - Unquoted, Fully paid up :						
Alankit Technologies Limited	1,000,000	10	22000000	1,000,000	10	22000000
Euro Global Brokers Limited	2,000,000	10	20000000	2,000,000	10	20000000
Euoplus Financial Services Limited	1,990,000	10	19900000	1,990,000	10	19900000
Faith Business Advisors Limited	99,920	10	999200	99,920	10	999,200
Total			62,899,200			76,939,852

## Note 2.10.1 DISCLOSURE PURSUANT TO NOTE NO. 6 (K) (III) OF PART I OF SCHEDULE VI TO THE COMPANIES ACT, 1956

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
<u>Quoted Investments</u>		
Aggregate amount	-	14,040,652
Market value	-	16,146,936
Aggregate amount of provision for diminution	-	-
<u>Unquoted Investments</u>		
Aggregate amount	62,899,200	62,899,200
Aggregate amount of provision for diminution	-	-

## Note 2.11 OTHER CURRENT ASSETS

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
<u>Unamortised portion of:</u>		
Project Promotion Expenses	398086	460942
Less : Written off (10%)	62856	62856
	335230	398086
Preliminary Expenses	360000	8653
Add : During the year	0	450000
	360000	458653
Less : Written off (20%)	90000	98653
	270000	360000
Share Issue Expenses	1305521	1511653
Less : Written off (10%)	206132	206132
	1099389	1305521
Total	1704619	2063607

## Note 2.12 INVENTORIES (E-GOVERNANCE PRODUCTS)

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
e-Governance Products Inventory	17,550,328	-
Others	-	8,963,531
<b>Total</b>	<b>17,550,328</b>	<b>8,963,531</b>

## Note 2.13 TRADE RECEIVABLES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Trade Receivables outstanding for a period less than six months Unsecured, considered good	56,644,902	5,905,808
Trade receivables outstanding for a period exceeding six months Unsecured, considered good	310,605	213,368
<b>Total</b>	<b>56,955,507</b>	<b>6,119,176</b>

\* Balances of Trade Receivables are subject to confirmation and reconciliation, differences if any, shall be accounted for on such reconciliation.

\* Trade receivables are expected to be realised at least to the extent of amount at which they are stated, if realized in the ordinary course of business.

## Note 2.14 CASH AND BANK BALANCES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Cash and Cash Equivalents		
- in current accounts	46,333,882	52,838,007
- Cash in hand	8,059,408	3,346,458
Other Bank Balances		
- FDR (Against Bank Guarantees)	5,144,826	4,768,174
- Unpaid dividend Bank a/c	100,386	-
<b>Total</b>	<b>59,638,502</b>	<b>60,952,639</b>

## Note 2.15 SHORT TERM LOANS &amp; ADVANCES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Unsecured, considered good	-	138,366,570
TDS	6,605,703	1,771,214
Income Tax Refund Due	58,205	-
Security Deposits	9,798,190	2,310,000
MAT credit receivables	14,595,446	4,031,529
Others	4,298,641	10,082,217
<b>Total</b>	<b>35,356,185</b>	<b>156,561,530</b>

## Note 2.16 PURCHASE OF E-GOVERNANCE RPRODUCTS

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
e-Governance Products Purchase*	38,153,944	-
Total	38,153,944	-

## Note 2.17 CHANGES IN STOCK IN E-GOVERNANCE PRODUCTS

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Stock in Trade at the beginning of the year	8,963,531	11,976,681
Stock in Trade at the end of the year	17,550,327	8,963,531
Net (Increase) / Decrease	(8,586,796)	3,013,150

## Note 2.18 EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Salary & Benefits*	55,793,451	9,163,579
Employer Contribution to PF & ESI	3,253,424	68,940
Gratuity Fund (refer to Note 2.18)	584,222	52,968
Staff Welfare Expenses	1,473,207	588,691
Total	61,104,304	9,874,178

\* (i) Managing Director was paid remuneration from 01.04.2015 to 31.03.2016.

(ii) Whole time Director was paid remuneration from 20.10.2015 to 31.03.2016.

(iii) CFO was paid remuneration from 14.04.2015 to 14.03.2016.

Directors' Remuneration was paid as per Schedule "V" of Companies Act, 2013.

## Note 2.19 OTHER EXPENSES

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Bank Charges	320,749	46,699
Telephone & Internet Expenses	981,995	9,425
Postage & Telegram	1,150,792	14,830
Fees and subscriptions	892,916	915,172
Professional Expenses	46,705,652	3,236,523
Conveyance, Tour & Travelling	2,000,682	488,327
Insurance Expenses	144,341	-
Security Expenses	226,422	-
Vehicle Running & Maintenance	435,443	421,017
Computer Running & Maintenance	393,683	-
UPS/Generator Running & Maintenance	174,297	-
Repair & Maintenance	2,459,884	-
Electricity Expenses	2,028,530	-
Office Expenses	197,004	-



Rent	4,389,385	-
Warehousing Expenses	3,890,775	-
Printing and stationary	1,167,714	105,932
Business Promotion	1,779,875	-
Data Management & Digitisation Expenses	36,560,825	9,842,748
Distribution Agency Expenses - EESL	14,007,462	-
PVC UID Card Expenses	2,458,409	-
Charity & Donation	532,651	-
Property Tax	274,626	-
Swachh Bharat Cess	116,682	-
General Expenses	3,155,004	257,346
Wealth Tax	-	4,583
Director sitting fees	400,000	300,000
Directors' Tour & Travelling	30,044	41,316
Auditor's Remuneration		
-Audit Fees	20,000	20,000
-Tax Audit Fees	10,000	10,000
Preliminary Expenses written off	358,988	367,641
<b>Total</b>	<b>127,264,830</b>	<b>16,081,559</b>

#### NOTE 2.20 CONTINGENT LIABILITY

Bank guarantees issued in favour of Oriental Bank of Commerce (for UID Project) Rs.37,75,200/- & in favour of UIDAI Rs.2,00,000/-.(Previous year Rs.37,75,200/- & Rs.2,00,000/- respectively)

#### Note 2.21 Employee Benefit Obligations:

The company is depositing contribution in respect of employees covered under Provident Fund Act, 1952 on monthly accrual basis with the "Statutory Provident Fund" which has been charged to the profit & loss account.

#### Defined Benefit Plan

The present value of Gratuity (non funded) is determined based on actuarial valuation & charged to the Profit & Loss account for the year.

Particulars	2015-16 (₹)	2014-15 (₹)
a) Change in Benefit Obligations		
Projected benefit obligations at the beginning of the period	52,968	-
Interest cost	4,237	-
Current service cost	485,997	52,968
Benefits paid (if any)	-	-
Actuarial (gain)/loss	93,988	-
Projected benefit obligations at the end of the period	637,190	52,968
b) The amount to be recognised in the Balance Sheet		
Present value of the defined benefit obligations	637,190	52,968
Plan assets at end of the period at fair value	-	-
Liability recognised in the Balance Sheet-1) Current Liability	5,313	182
2) Long Term Liability	631,877	52,786
c) Cost for the period		
Interest cost	4,237	-
Current service cost	485,997	52,968

Expected return on plan asset	-	-
Actuarial (gain)/loss	93,988	-
Expenses recognised in the statement of Profit & Loss	584,222	52,968
d) Assumptions		
Salary Escalation	5% p.a.	5% p.a.
Interest for Discount	8% p.a.	8% p.a.

#### Note 2.22 Earning per share

The earning per share has been calculated as specified in Accounting Standard 20 on "Earning Per Share" issued by ICAI and related disclosures are as below :

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Net profit after tax as per profit and loss A/c (Rs.)	35,205,746	3,700,863
Weighted average number of equity shares used as denominator for calculating EPS	35,739,525	4,847,905
Basic earning per share (Rs)	0.99	0.76
Diluted earning per share (Rs)	0.99	0.76
Face Value per equity share (Rs)	2	10

#### Note 2.23 Segment Reporting

##### 1. Business Segment:

- (I) The business segment has been considered as the primary segment.
- (II) The Company's primary business segments are reflected based on principal business activities, the nature of service, the differing risks and returns, the organisation structure and the internal financial reporting system.
- (iii) The Company's primary business comprises of two business segments viz., E- Governance and Financial Activities.
- (iv) Segment revenue, results, assets and liabilities include amounts identifiable to each segments allocated on a reasonable basis.
- (v) The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparation of financial information.

##### Information about the primary segment

Particulars	E-Governance Services	E-Governance Trading	Grand Total
(I) Segment Revenue			
External Segment	267,887,277 (39,651,906)	34,764,961 (160,594)	302,652,238 (39,812,500)
Internal Segment	-	-	-
Total Revenue	267,887,277	34,764,961	302,652,238
(II) Segment Results Profit/(Loss)	79,785,013 (13,696,169)	4,930,943 (-285,255)	84,715,956 (10,843,614)
Less: Depreciation	-	-	34,064,279 (621,656)
Add: Exceptional / Prior period items	-	-	- (41,690)
Less: Income Taxes (Current, Deferred Tax)	-	-	15,456,931 (6,479,404)
Profit/(Loss) After Tax	-	-	35,205,746 (3,700,864)

## Information about the primary segment

Particulars	E-Governance Services	E-Governance Trading	Grand Total
(III) Segment Assets	496,583,048 <i>(318,081,549)</i>	20,313,618 <i>(8,963,531)</i>	516,896,666 <i>(327,045,080)</i>
(IV) Segment Liabilities	180,923,853 <i>(10,835,404)</i>	1,131,614 -	182,055,466 <i>(10,835,404)</i>
(V) Capital Expenditure	306,343,633 -	- -	306,343,633 -
(VI) Depreciation	34,064,279 -	- -	34,064,279 -
(VII) Non Cash Expenditure	943,210 <i>(420,609)</i>	- -	943,210 <i>(420,609)</i>

Note : Figures in respect of previous year are stated in brackets in Italics.

## 2. Geographical Segment :

The Company operates in one Geographic Segment namely "Within India" and hence, no separate information for Geographic Segment wise disclosure is required.

## Note 2.24 Related Party Disclosure

Key Management Personal	Managing Director	Ankit Agarwal
	Director	Alok Kumar Agarwal (w.e.f. 31.08.2015)
	Director	Rajeshwar Prasad Agrawal (up to 31.08.2015)
	Independent Director	Yash Jeet Basrar
	Independent Director	Pradip Kumar Banerji
	Independent Director	Shyam Kishore Lal
	Whole time Director	Preeti Puri (w.e.f. 20.10.2015)
	Whole time Director	Ishleen Kaur (up to 11.05.2015)
Relatives of Key Management Personal	Alok & Co. LLP	
	Alankit Associates Pvt Ltd	
	Alankit Finsec Limited	
	Alankit Assignments Limited	
Subsidiaries Companies	Alankit Technologies Limited	
	Euro Global Brokers Limited	
	Europlus Financial Services Limited	
	Faith Business Advisors Limited	

## Related party Transactions

Particulars	Key Management Personal & Their Relatives		Subsidiaries Companies	
	Current Year ( <sup>₹</sup> )	Previous Year ( <sup>₹</sup> )	Current Year ( <sup>₹</sup> )	Previous Year ( <sup>₹</sup> )
Sundry Creditors				
Opening Balance	-	-	-	-
Purchase/Services during the year	17,377,066	2,302,030	2,976	744
Purchase of Goodwill	274,500,000	-	-	-
Purchase of Fixed Assets	525,000	4,300,000	-	-
Investments Purchased	-	39,470,000	-	-

Reimbursement of Exp. during the year		450,000	-	-
Amount paid by Associates	3,733,358		-	-
Payment Made on behalf of Associates		312,915		-
Amount paid/adjusted	296,135,424	46,834,945	2,976	744
Closing Balance	-	-	-	-
Sundry Debtors				
Opening Balance	-	-	-	-
Sales/Service during the year	322,024			
Reimbursement of Expenses	536,838			
Amount collected by associates		2,814,265		
Payment received/adjusted	858,862	2,814,265		
Closing Balance	-	-	-	-
Loans & Advances (Assets)				
Opening Balance	-	-	-	-
Amount given	2,126,980	2,226,980		
Amount received/adjusted (including accrued interest)	2,126,980	100,000		
Closing Balance	-	2,126,980		
Income				
Sale/Services Provided	281,244			
Expenditure				
Purchases/Services Received	15,543,686	2,068,033	2,599	662
Investments				
Investments purchased	-	39,470,000		
Fixed Assets				
Goodwill Purchased from Associates	274,500,000			
Assets Purchased from associates during the year	525,000	4,300,000		

Note 2.25

Purchases of goods in foreign exchange current year Rs.2,92,68,462/- (previous year Nil).

Note 2.26

Figures for previous year have been regrouped / rearranged wherever considered necessary.

Note 2.27

Paise have been rounded off to the nearest rupee.

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholetime Director  
Membership No. A29183

## INDEPENDENT AUDITORS' REPORT

To the Members of Alankit Limited

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated financial statements of Alankit Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss for the year then ended, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information,

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid

Consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
    - iii. No amounts were required to be transferred to the Investor Education and Protection Fund by the Company.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016

“Annexure 1” to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including Quantitative details and situation of fixed assets;
  - (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
  - (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The Management has conducted the Physical verification of Inventory at reasonable intervals.
  - (b) The Discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has granted loans unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act:-
  - (a) According to the information and explanation given to us terms and conditions of the grant is not prejudicial to the company's interest.
  - (b) The Scheduled repayment of principal and payment of interest has been stipulated and repayment and receipts are regular.
  - (c) According to the information and explanation given to us the amount overdue for more than 90 Days, the company has taken reasonable steps for recovery of Principal and Interest.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.
  - b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.



- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016



## “Annexure 2” Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Alankit Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and

expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

#### Opinion

According to the information and explanation given to us, the Company has not established its internal financial control over financial reporting on criteria based on or considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2016. We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the consolidated financial statements of the Company, and the disclaimer does not affect our opinion on the consolidated financial statements of the Company.

(K. K. Gupta)  
Proprietor  
M. No. 8311

For and on behalf of  
Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

Place : New Delhi  
Date : 28/05/2016

## Consolidated Balance Sheet as at 31 March 2016

Particulars	Note No.	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
<b>EQUITY AND LIABILITIES</b>			
Shareholders' funds			
Share capital	2.1	71,479,050	71,479,050
Reserves and surplus	2.2	264,490,313	244,736,456
Non Current Liabilities			
Deferred Tax Liabilities (Net)	2.3	10,509,659	-
Other Long Term Liability	2.4	136,683,000	-
Long Term Provisions	2.5	631,877	52,786
Current liabilities			
Trade Payable	2.6	4,858,223	3,031,836
Other current liabilities	2.7	12,695,906	386,066
Short-term provisions	2.8	19,537,466	10,476,117
<b>TOTAL</b>		<b>520,885,494</b>	<b>330,162,311</b>
<b>ASSETS</b>			
Non-current assets			
Fixed assets			
Tangible assets	2.9	36,899,091	10,562,056
Intangible Assets		248,090,598	2,168,680
Non Current Investments			
Deferred Tax Assets (Net)	2.10	216,000	14,040,652
Other Non Current Assets	2.3	-	4,931,922
Long Term Loans and Advances	2.11	1,704,619	2,065,571
	2.12	70,000	70,000
Current assets			
Inventories	2.13	20,627,434	13,451,942
Trade receivables	2.14	58,130,789	7,299,302
Cash and Bank Balances	2.15	118,634,134	109,403,188
Short-term loans and advances	2.16	36,512,830	166,168,998
<b>TOTAL</b>		<b>520,885,494</b>	<b>330,162,311</b>

Significant Accounting Policies 1

Notes to Accounts 2

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholtime Director  
Membership No. A29183

## Statement of Consolidated profit and loss for the year ended 31 March 2016

Particulars	Note No.	For the year ended 31 March 2016 (`)	For the year ended 31 March 2015 (`)
Revenue from operations			
e-Governance Business		266,864,116	23,974,096
e-Governance Products Sale		35,873,381	1,240,824
Other Income		4,655,114	17,768,391
<b>Total revenue</b>		<b>307,392,610</b>	<b>42,983,311</b>
Expenses			
Purchases	2.17	37,546,271	1,948,857
Changes in Inventories	2.18	(7,027,123)	1,902,170
Employee benefits expense	2.19	62,325,106	11,343,480
Depreciation & Amortisation Expenses	2.9	34,084,680	997,083
Other expenses	2.20	128,043,525	16,929,273
<b>Total expenses</b>		<b>254,972,460</b>	<b>33,120,863</b>
<b>Profit before tax</b>		<b>52,420,150</b>	<b>9,862,448</b>
Tax expense			
Current tax		10,929,103	1,894,286
MAT Credit Receivable		(10,913,943)	(1,838,756)
Deferred tax		(15,441,581)	(6,365,650)
<b>Profit After Tax</b>		<b>36,963,409</b>	<b>3,441,268</b>
Appropriations			
Income Tax Adjustments earlier years		-	41,690
Profit & Loss Transfer for Goodwill/ Capital Reserve		-	(307,116)
<b>Profit / (loss) for the year</b>		<b>36,963,409</b>	<b>3,706,694</b>

Significant Accounting Policies

1

Notes to Accounts

2

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholtime Director  
Membership No. A29183

## Cash Flow Statement For the year ended on 31st March, 2016

Particulars	For the year ended 31 March 2016 (`)	For the year ended 31 March 2015 (`)
<b>A. Cash Flow from Operating Activities</b>		
Net Profit before Tax	52,420,150	9,862,448
Add : Adjustments for		
Depreciation	34,084,680	997,083
Gratuity Expenses	584,222	52,968
Preliminary Expenditure written off	360,952	379,607
<b>Total</b>	<b>87,450,004</b>	<b>11,292,106</b>
Less: Interest Received	1,828,689	15,487,573
Gain on sale of Investments	895,672	1,470,977
Dividend Income	173,555	648,971
<b>Operating Profit before Working Capital changes</b>	<b>84,552,088</b>	<b>(6,315,415)</b>
Adjustments for change in Working Capital		
Decrease/ (Increase) in Trade & Other Receivables	(44,162,908)	31,085,472
Decrease/ (Increase) in Inventories	(7,175,492)	1,903,165
Increase/ (Decrease) in Trade & Other Payables	150,819,227	(458,557)
Cash generated from operations	184,032,916	26,214,665
Direct Taxes paid	(6,350,434)	(1,975,470)
<b>Net Cash from Operating Activities</b>	<b>177,682,482</b>	<b>24,239,195</b>
<b>B. Cash Flow from Investing Activities</b>		
Dividend Income	173,555	648,971
Purchase of Fixed Assets	(306,343,633)	(11,134,627)
Interest Received	1,828,689	15,487,573
Purchases of Investments	(216,000)	(75,419,359)
Sale of Investments	14,936,324	30,010,979
<b>Net Cash from Investing Activities</b>	<b>(289,621,065)</b>	<b>(40,406,463)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from issue of Share Capital	-	253,000,000
Unsecured Loans given to Corporate bodies	138,366,570	(138,366,570)
Dividend paid	(17,180,116)	-
<b>Net Cash from Financing activities</b>	<b>121,186,454</b>	<b>114,633,430</b>
Net Increase/ (Decrease) in cash or cash equivalents	9,247,870	98,466,162
Cash or cash equivalents (Opening balance)	109,386,264	10,937,026
Cash or cash equivalents (Closing balance)	118,634,134	109,403,188

Note : Figures in bracket represents cash outflow.

Significant Accounting Policies 1

Notes to Accounts 2

In terms of our report attached.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28.05.2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholtime Director  
Membership No. A29183

## Notes forming parts of Consolidated Financial Statements

## Note no. : 2.1 SHARE CAPITAL

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
<b>2.1.1 Authorised</b>		
5,00,00,000 equity shares of Rs.2/- each (Previous year 1,00,00,000 equity shares of Rs. 10 each)	100,000,000	100,000,000
	100,000,000	100,000,000
<b>2.1.2 Issued, subscribed and paid up</b>		
Equity shares of Rs. 10 each fully paid up 3,57,39,525 Equity Shares of Rs.2/- each (Previous Year 71,47,905 Equity Shares of Rs.10/- each)	71,479,050	71,479,050
	71,479,050	71,479,050

2.1.3 The Company has issued only one class of shares referred to as equity shares having a par value of Rs. 2/- each. Each holder of equity share is entitled to one vote per share.

2.1.4 There are no special rights, preferences and restrictions attached to any share.

2.1.5 No shares are reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.

## Note no. : 2.2 RESERVES AND SURPLUS

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
Securities Premium	233,368,805	3,368,805
Add : During the year	-	230,000,000
	233,368,805	233,368,805
Profit & Loss Account		
Opening balance	11,316,991	16,187,363
Add: Income tax adjustment earlier years	(3,452)	-
Add: Net profit for the year	36,963,409	3,706,694
	48,276,949	19,894,057
Less : Interim Dividend Paid	7,147,905	-
Less : Proposed Equity Dividend	7,147,905	7,147,905
Less : Tax on Proposed Equity Dividend	2,910,290	1,429,161
Closing balance	31,070,849	11,316,991
General Reserve	50,660	50,660
	50,660	50,660
<b>Grand Total</b>	<b>264,490,313</b>	<b>244,736,456</b>

## Note 2.3 DEFERRED TAX LIABILITIES (Net)

Particulars	As at 31 March 2015 (`)	Tax effect during the year	As at 31 March 2016 (`)
<u>Deferred tax Assets</u> Business Loss	(4,877,205)	(2,604,798)	(2,272,408)
<u>Deferred tax Liability</u> Fixed Assets	(38,350)	(13,005,291)	12,962,591
<u>Deferred tax Assets</u> Gratuity Provision	(16,367)	164,157	(180,525)
<b>DEFERRED TAX LIABILITIES (Net)</b>	<b>(4931922)</b>	<b>(15445931)</b>	<b>10509659</b>

## Note 2.4 LONG TERM LIABILITY

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Security Deposits	136,683,000	-
<b>Total</b>	<b>136,683,000</b>	<b>-</b>

## Note no. : 2.5 LONG TERM PROVISIONS

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Provision for employees benefit Gratuity	631,877	52,786
	<b>631,877</b>	<b>52,786</b>

## Note no. :2.6 TRADE PAYABLES

Particulars	As at 31 March 2016 (`)	As at 31 March 2015 (`)
Trade Payables	4,858,223	3,031,836
<b>Total</b>	<b>4,858,223</b>	<b>3,031,836</b>

## Note

- a) The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures in relation to amounts unpaid as at the year end together with interest paid/payable under this Act have not been given.
- b) There are no specific claims from supplier under the "interest on delayed payments to Small Scale and Ancillary Industrial Undertakings Act, 1993."

## Note no. : 2.7 OTHER CURRENT LIABILITIES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
- Statutory Dues	3,835,634	309,653
- Expenses payables	303,615	76,413
Other Current Liabilities		
- Security Deposits	8,456,272	-
- Unpaid Dividends		
Proposed Dividend FY 2014-15	95,652	-
Interim Dividend FY 2015-16	4,734	-
<b>Total</b>	<b>12,695,906</b>	<b>386,066</b>

There are no amounts due and outstanding to be credited to investor Education and Protection Fund as on 31 March 2016.

## Note no. : 2.8 SHORT TERM PROVISIONS

Particulars	Balance as at As at 31 March 2016 (₹)	Balance as at As at 31 March 2015 (₹)
Provision for Gratuity	5,313	182
Provision for Income Tax	10,929,103	1,894,286
Provision for Wealth Tax	-	4,583
<u>Other Provisions</u>		
Proposed Equity Dividend	7,147,905	7,147,905
Tax on Proposed Equity Dividend	1,455,145	1,429,161
<b>Total</b>	<b>19,537,466</b>	<b>10,476,117</b>



## Note 2.9 FIXED ASSETS

Particulars	Gross Block			DEPRECIATION			NET BLOCK			
	As at 01.04.2015 ( $\text{₹}$ )	Additions during the year ( $\text{₹}$ )	Sales during the year ( $\text{₹}$ )	Total as at 31.03.2016 ( $\text{₹}$ )	Upto 31.03.2015 ( $\text{₹}$ )	For the year ( $\text{₹}$ )	Adjustment for the year ( $\text{₹}$ )	Upto 31.03.2016 ( $\text{₹}$ )	As at 31.03.2016 ( $\text{₹}$ )	As at 31.03.2015 ( $\text{₹}$ )
a) Tangible assets										
Buildings	6,741,500	-	-	6,741,500	79,754	325,345	-	405,099	6,336,401	6,661,746
Motor Vehicle	3,921,327	13,889,914	76,667	17,734,574	463,011	2,668,654	-	3,131,665	14,602,910	3,458,316
Office equipment	644,245	4,709,270	-	5,353,515	211,225	887,238	13,519	1,084,944	4,268,571	433,020
Computers	-	10,324,452	-	10,324,452	-	663,147	-	663,147	9,661,306	-
Servers etc.	-	2,983,145	-	2,983,145	-	959,892	-	959,892	2,023,252	-
Furniture & Fixtures	63,891	-	-	63,891	54,917	2,323	-	57,240	6,651	8,974
<b>Total A</b>	<b>11,370,963</b>	<b>31,906,781</b>	<b>76,667</b>	<b>43,201,077</b>	<b>808,907</b>	<b>5,506,598</b>	<b>13,519</b>	<b>6,301,986</b>	<b>36,899,091</b>	<b>10,562,056</b>
b) Intangible assets										
Goodwill (e-Governance Business)	-	274,500,000	-	274,500,000	-	28,578,082	-	28,578,082	245,921,918	-
Goodwill on Consolidation	2,168,680	-	-	2,168,680	-	-	-	-	2,168,680	2,168,680
<b>Total B</b>	<b>2,168,680</b>	<b>274,500,000</b>	<b>-</b>	<b>276,668,680</b>	<b>-</b>	<b>28,578,082</b>	<b>-</b>	<b>28,578,082</b>	<b>248,090,598</b>	<b>2,168,680</b>
<b>Grand Total (A+B)</b>	<b>13,539,643</b>	<b>306,406,781</b>	<b>76,667</b>	<b>319,869,758</b>	<b>808,907</b>	<b>34,084,680</b>	<b>13,519</b>	<b>34,880,068</b>	<b>284,989,689</b>	<b>12,730,736</b>
Previous Year	-	11,134,627	-	11,134,627	-	621,656	-	621,656	10,512,971	-

## Note no.: 2.10 NON CURRENT INVESTMENTS

Particulars	As at 31 March 2016			As at 31 March 2015		
	No. of Shares/ Units nos.	Face Value Per Share/ Unit	Closing Value of Investments	No. of Shares/ Units nos.	Face Value Per Share/ Unit	Closing Value of Investments
<u>Trade Investments</u>						
In Equity Shares of Other Companies- Quoted, Fully paid up Omaxe Limited	-	-	-	119,430	10	14,040,652
Non Quoted Non Trade Athena Multitrade Private Limited	14,400	10	216000	-	-	0
Total			216,000			14,040,652

## Note 2.11 OTHER CURRENT ASSETS

Particulars	As at 31 March 2016 ( )	As at 31 March 2015 ( )
Unamortised portion of : Project Promotion Expenses	398,086	460,942
Less : Written off (10%)	62,856	62,856
	335,230	398,086
Preliminary Expenses	360,000	8,653
Add : During the year	-	450,000
	360,000	458,653
Less : Written off (20%)	90,000	98,653
	270,000	360,000
Share Issue Expenses	1,307,485	1,513,617
Less : Written off (10%)	208,096	206,132
	1,099,389	1,307,485
Total	1,704,619	2,065,571

## NOTE no.: 2.12 LONG TERM LOANS AND ADVANCES

Particulars	As at 31 March 2016 ( )	As at 31 March 2015 ( )
Unsecured, considered good Security deposits	70,000	70,000
Total	70,000	70,000

## Note no.: 2.13 INVENTORIES

Particulars	As at 31 March 2016 ( )	As at 31 March 2015 ( )
e-Governance Products Inventory	17,550,328	1,559,673
Others	3,077,106	11,892,269
Total	20,627,434	13,451,942

## Note no.: 2.14 TRADE RECEIVABLES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
2.14.1 Trade Receivables outstanding for a period less than six months Unsecured, considered good	56,724,563	7,116,494
2.14.2 Trade receivables outstanding for a period exceeding six months Unsecured, considered good	1,406,226	182,808
<b>Total</b>	<b>58,130,789</b>	<b>7,299,302</b>

"\* Balances of Trade Receivables are subject to confirmation and reconciliation, differences if any, shall be accounted for on such reconciliation."

\*Trade receivables are expected to be realised at least to the extent of amount at which they are stated, if realized in the ordinary course of business.

## Note no.: 2.15 CASH AND CASH EQUIVALENTS

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
2.14.1 Trade Receivables outstanding for a period less than six months Cash and Cash Equivalents		
- in current accounts	105,096,156	101,045,927
- Cash in hand	8,292,766	3,369,983
Other Bank Balances		
- FDR (Against Bank Guarantees)	5,144,826	4,987,278
- Unpaid dividend Bank a/c	100,386	
<b>Total</b>	<b>118,634,134</b>	<b>109,403,188</b>

\* Deposit Accounts with more than twelve month maturity - 5,144,826 4,768,174

## Note no.: 2.16 SHORT TERM LOANS &amp; ADVANCES

Particulars	As at 31 March 2016 (₹)	As at 31 March 2015 (₹)
2.16.1 Loan & Advances to Related Parties Unsecured, considered good	103,081	8,990,974.00
2.16.2 Loan & Advances to Others (specify nature) Unsecured, considered good	-	138,366,570
Advance recoverable in cash or in kind	-	9,000
Security Deposits	9,798,190	
Service tax credit receivable	-	-
TDS	6,694,181	1,894,175
MAT credit receivables	14,945,472	
Others	4,298,641	16,406,822
Income tax refund due	673,264	501,457
<b>Total</b>	<b>36,512,830</b>	<b>166,168,998</b>

## Note 2.17 PURCHASE OF E-GOVERNANCE RPRODUCTS

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
e-Governance Products Purchase	37,546,271	1,948,857
Total	37,546,271	1,948,857

## Note no.: 2.18 CHANGES IN STOCK-IN-TRADE

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Stock in Trade at the beginning of the year	10,523,205	12,425,374
Stock in Trade at the end of the year	17,550,328	10,523,204
Net (Increase) / Decrease	(7,027,123)	1,902,170

## Note no.: 2.19 EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Salary & Benefits	56,813,451	10,423,579
Employer Contribution to ESI & PF	3,254,624	68,940
Gratuity Fund (refer to Note 2.18)	584,222	52,968
Staff Welfare Expenses	1,672,809	797,993
Total	62,325,106	11,343,480

## Note no.: 2.20 OTHER EXPENSES

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Bank Charges	329,247	48,758
Telephone Expenses	1,035,645	72,125
Postage & Telegram	1,150,792	14,830
Fees and subscriptions	968,517	932,720
Professional charges	46,806,952	3,247,759
Computer running and maintenance	393,683	5,000
Conveyance, Tour & Travelling	2,253,077	768,335
Insurance Expenses	144,341	
Security Expenses	226,422	
Vehicle Running & Maintenance	435,443	421,017
UPS/Generator Running & Maintenance	174,297	
Repair & Maintenance	2,459,884	
Electricity Expenses	2,028,531	
Office Expenses	408,687	
Rent	4,389,385	60,000
Warehousing Expenses	3,890,775	
Printing and stationary	1,180,724	204,005
Business Promotion	1,779,875	
Data Management & UID Expenses	36,560,825	9,842,748
Distribution Agency Expenses - EESL	14,007,462	
PVC UID Card Expenses	2,458,409	
Charity & Donation	532,651	

Property Tax	274,626	
Swachh Bharat Cess	116,682	
General Charges	3,173,097	524,333
Wealth Tax	-	4,583
-Director sitting fees	400,000	300,000
-Directors' Tour & Travelling	30,044	41,316
Auditor's Remuneration		
-Audit Fees	56,965	56,602
-Tax Audit Fees	17,500	17,500
Preliminary Expenses written off	358,988	367,641
<b>Total</b>	<b>128,043,525</b>	<b>16,929,273</b>

**NOTE NO.: 2.21 CONTINGENT LIABILITY**

Bank guarantees issued in favour of Oriental Bank of Commerce (for UID Project) Rs.37,75,200/- & in favour of UIDAI Rs.2,00,000/-. (Previous year Rs.37,75,200/- & Rs.2,00,000/- respectively)

**Note 2.22 Employee Benefit Obligations:**

The company is depositing contribution in respect of employees covered under Provident Fund Act, 1952 on monthly accrual basis with the "Statutory Provident Fund" which has been charged to the profit & loss account.

**Defined Benefit Plan**

The present value of Gratuity (non funded) is determined based on actuarial valuation & charged to the Profit & Loss account for the year.

Particulars	2015-16 (₹)	2014-15 (₹)
<b>a) Change in Benefit Obligations</b>		
Projected benefit obligations at the beginning of the period	52,968	-
Interest cost	4,237	-
Current service cost	485,997	52,968
Benefits paid (if any)	-	-
Actuarial (gain)/loss	93,988	-
Projected benefit obligations at the end of the period	637,190	52,968
<b>b) The amount to be recognised in the Balance Sheet</b>		
Present value of the defined benefit obligations	637,190	52,968
Plan assets at end of the period at fair value	-	-
Liability recognised in the Balance Sheet-		
1) Current Liability	5,313	182
2) Long Term Liability	631,877	52,786
<b>c) Cost for the period</b>		
Interest cost	4,237	-
Current service cost	485,997	52,968
Expected return on plan asset	-	-
Actuarial (gain)/loss	93,988	-
Expenses recognised in the statement of Profit & Loss	584,222	52,968
<b>d) Assumptions</b>		
Salary Escalation	5% p.a.	5% p.a.
Interest for Discount	8% p.a.	8% p.a.

## Note no.: 2.23. Earning per share

"The earning per share has been calculated as specified in Accounting Standard 20 on "Earning Per Share" issued by ICAI and related disclosures are as below :"

Particulars	For the year ended 31 March 2016 ( ` )	For the year ended 31 March 2015 ( ` )
Net profit after tax as per profit and loss A/c (Rs.)	36,963,409	3,706,694
Weighted average number of equity shares used as denominator for calculating EPS	35,739,525	4,847,905
Basic earning per share (Rs)	1.03	0.61
Diluted earning per share (Rs)	1.03	0.58
Face Value per equity share (Rs)	2	10

## Note 2.24 Segment Reporting

## 1. Business Segment:

- (i) The business segment has been considered as the primary segment.
- (ii) The Company's primary business segments are reflected based on principal business activities, the nature of service, the differing risks and returns, the organisation structure and the internal financial reporting system.
- (iii) The Company's primary business comprises of two business segments viz., E- Governance and Financial Activities.
- (iv) Segment revenue, results, assets and liabilities include amounts identifiable to each segments allocated on a reasonable basis.
- (v) The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparation of financial information."

## Information about the primary segment

Particulars	E-Governance Services	E-Governance Trading	Grand Total
(I) Segment Revenue External Segment	271,519,229 (41,742,487)	35,873,381 (1,240,824)	307,392,610 (42,983,311)
Internal Segment Total Revenue	- 267,887,277	- 34,764,961	- 302,652,238
(II) Segment Results Profit/(Loss)	81,150,598 (13,469,734)	5,354,233 (-2610203)	86,504,830 (10,859,531)
Less: Depreciation	-	-	34,084,680 (997,083)
Add: Exceptional / Prior period items	-	-	- (41,690)
Less: Income Taxes (Current, Deferred Tax)	-	-	15,456,741 (6,421,180)
Profit & Loss Transfer for Goodwill/Capital Reserve	-	-	- (307,116)
Profit/(Loss) After Tax	-	-	36,963,409 (3,706,694)

## Information about the primary segment

Particulars	E-Governance Services	E-Governance Trading	Grand Total
(III) Segment Assets	500,571,876 <i>(321,198,780)</i>	20,313,618 <i>(8,963,531)</i>	520,885,494 <i>(330,162,311)</i>
(IV) Segment Liabilities	183,784,517 <i>(13,946,805)</i>	1,131,614 -	184,916,131 <i>(13,946,805)</i>
(V) Capital Expenditure	306,343,633 <i>(13,303,307)</i>	- -	306,343,633 <i>(13,303,307)</i>
(VI) Depreciation	34,084,680 <i>(997,083)</i>	- -	34,084,680 <i>(997,083)</i>
(VII) Non Cash Expenditure	943,210 <i>(420,609)</i>	- -	943,210 <i>(420,609)</i>

Note : Figures in respect of previous year are stated in brackets in Italics.

## 2. Geographical Segment :

The Company operates in one Geographic Segment namely "Within India" and hence, no separate information for Geographic Segment wise disclosure is required.

## Note no.: 25. Related Party Disclosure

Key Management Personal	Managing Director	Ankit Agarwal
	Director	Alok Kumar Agarwal (w.e.f. 31.08.2015)
	Director	Rajeshwar Prasad Agrawal (up to 31.08.2015)
	Independent Director	Yash Jeet Basrar
	Independent Director	Pradip Kumar Banerji
	Independent Director	Shyam Kishore Lal
	Whole time Director	Preeti Puri (w.e.f. 20.10.2015)
	Whole time Director	Ishleen Kaur (up to 11.05.2015)
	Relatives of Key Management Personal	Alok & Co. LLP
Alankit Associates Pvt Ltd		
Alankit Finsec Limited		
Alankit Assignments Limited		

## Related party Transactions

Particulars	Key Management Personal & Their Relatives	
	Current Year (₹)	Previous Year (₹)
Sundry Creditors		
Opening Balance	-	-
Purchase/Services during the year	17,377,066	2,302,030
Purchase of Goodwill	274,500,000	-
Purchase of Fixed Assets	525,000	4,300,000
Investments Purchased	-	39,470,000
Reimbursement of Exp. during the year		450,000
Amount paid by Associates	3,733,358	-
Payment Made on behalf of Associates	-	312,915
Amount paid/adjusted	296,135,424	46,834,945

Closing Balance	-	-
Sundry Debtors		
Opening Balance	-	-
Sales/Service during the year	322,024	-
Reimbursement of Expenses	536,838	-
Amount Paid on behalf of Associates		-
Amount collected by associates		2,814,265
Margin Money Given (Including Opening Balance)	-	-
Margin Money Received Back	-	-
Payment received/adjusted	858,862	2,814,265
Closing Balance	-	-
Loans & Advances (Assets)		
Opening Balance	-	-
Amount given	2,126,980	2,226,980
Amount received/adjusted (including accrued interest)	2,126,980	100,000
Closing Balance	-	2,126,980
Income		
Sale/Services Provided	281,244	-
Expenditure		
Purchases/Services Received	15,543,686	2,068,033
Investments		
Investments purchased	-	39,470,000
Fixed Assets		
Goodwill Purchased from Associates	274,500,000	-
Assets Purchased from associates during the year	525,000	4,300,000

**Note 2.26**

Purchases of goods in foreign exchange current year Rs.2,92,68,462/- (previous year Nil).

**Note 2.27**

Figures for previous year have been regrouped / rearranged wherever considered necessary.

**Note 2.28**

Paise have been rounded off to the nearest rupee.

For Krishan K. Gupta & Co.  
Chartered Accountants  
FRN No.000009N

K. K. Gupta  
Proprietor  
M. No. 8311

Alok Kumar Agarwal  
Chairman  
DIN:00586047

Ankit Agarwal  
Managing Director  
DIN:01191951

Yash Jeet Basrar  
Independent Director  
DIN:00112857

Place : New Delhi  
Date : 28/05/2016

Atul Kumar  
CFO

Preeti Puri  
Company Secretary & Wholetime Director  
Membership No. A29183





## **Alankit Limited**

205-208, Anarkali Complex  
Jhandewalan Extension  
New Delhi - 110055

**Phone :** +91-11-4254 1234

**E-mail :** [investor@alankit.com](mailto:investor@alankit.com)

**Website :** [www.alankit.in](http://www.alankit.in)

**CIN :** L74900DL1989PLC036860