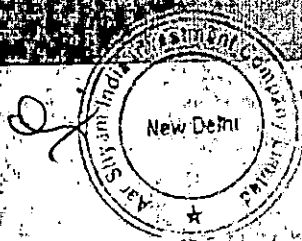


AAR Shyam India
Investment Company
Limited

(Annual Report 2017-18)



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Vision

To be a leading
Financial services provider,
admired and respected
for
Ethics, Values and Corporate
Governance.

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

Regd. off: L-7, Menz. Floor, Green Park Extension, New Delhi - 110 016

Ph. & Fax No. 011-46067801

CIN: L67120DL1983PLC015266

Email ID: info@aarshyam.in Website: www.aarshyam.in

NOTICE

NOTICE is hereby given that 35th Annual General Meeting of the members of AAR Shyam India Investment Company Limited will be held at La'ola Boutique Hotel, D-55, East of Kailash, Opposite Sapna Cinema, New Delhi- 110065 on Friday, 28th September, 2018 at 2:00 p.m. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Financial Statements of the Company for the financial year ended 31st March, 2018
"RESOLVED THAT the audited Financial Statements of the Company for the financial year ended 31st March, 2018 together with Directors' Report and Auditors thereon, be and are hereby received, considered and adopted.
2. To appoint a Director in place of Ms. Beenu Agarwal (DIN: 00056062), who retires by rotation and being eligible, offers herself for re-appointment.
"RESOLVED THAT Ms. Beenu Agarwal (DIN: 00056062), who retires by rotation and being eligible, offers herself for re-appointment, be and is hereby re-appointed as Director of the company liable to retire by rotation.

By Order of the Board
For AAR Shyam India Investment Company Limited

Sd/-
(Princy Anand)
Company Secretary

Regd. Office:
L-7, Menz. Floor,
Green Park Extension
New Delhi - 110016

Dated: 30.08.2018
Place: New Delhi

NOTES:

1. A member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and on a poll to vote instead of himself. The proxy need not be a member of the company. A blank form of proxy is enclosed and if intended to be used, it should be deposited duly completed at the registered office of the company not less than forty eight hours before the scheduled time of the meeting.

A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the meeting are requested to send the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.

3. In case of joint shareholder attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.

4. Information required under SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 (relating to Corporate Governance) with respect to the Directors retiring by rotation and, being eligible, seeking re-appointment is given in the Corporate Governance Report annexed to this Annual Report.

5. The Registers of Members and Share Transfer Books of the Company will remain closed from Saturday, the 22nd September, 2018 to Friday, September 28th, 2018 (both days inclusive).

6. Relevant documents referred to in the accompanying Notice and the Statement is open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.

7. In terms of Section 72 of the Companies Act, 2013, the shareholders of the Company may nominate a person on whom the shares held by him/them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit nomination in SH-13.

8. The Company has entered into agreements with CDSL and NSDL to offer depository services to the Shareholders. Shareholders can open account with any of the depository participant registered with CDSL and NSDL.

9. Any member requiring further information on the Accounts at the meeting is requested to send the queries in writing to the Company Secretary by 20th September, 2018.

10. Members are requested to bring their copies of Annual Report at the meeting, as extra copies will not be supplied.

11. Pursuant to the requirement of the listing agreement, the Company declares that its equity shares are listed on the Calcutta stock exchange. The Company has paid the annual listing fee for the year 2017-18 and advance fees for 2018-19 to the above stock exchange.

12. In respect of the matters pertaining to Bank details, ECS mandates, nomination, power of attorney, change in name/address etc., the members are requested to approach the Company's Registrars and Shares Transfer Agents, in respect of shares held in physical form and the respective Depository Participants, in case of shares held in electronic form. In all correspondence with the Company/Registrars and Share Transfer Agents, members are requested to quote their account/folio numbers or DP ID and Client ID for physical or electronic holdings respectively.

13. Only registered members carrying the attendance slips and the holders of valid proxies registered with the Company will be permitted to attend the meeting.

14. As a part of "Green initiative in the Corporate Governance", The Ministry of Corporate Affairs vide its circular nos. 17/2011 and 1/2011 dated 21.04.2011 and 29.04.2011, respectively, has permitted the companies to serve the documents, namely, Notice of General Meeting, Balance Sheet, Statement of Profit & Loss, Auditors' Report, Directors' report, etc., to the members through e-mail. The shareholders holding shares in physical form are requested to register their e-mail address with the Registrar & Share Transfer Agents by sending duly signed request letter quoting their folio no., name and address. In case of shares held in demat form, the shareholders may register their e-mail addresses with their DPs (Depository Participants).

15. Members may also note that the Notice of the Annual General Meeting and the Annual Report for 2017-18 will also be available on the Company's website www.aarshyam.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office in New Delhi for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: info@aarshyam.in

16. Voting through electronic means

A. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (LODR), regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be

transacted through e-Voting Services The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM (“remote e-voting”) will be provided by Central Depository Services Limited (CDSL).

B. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.

C. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

D. The remote e-voting period commences on Tuesday, September 25th, 2018 (09:00 am) and ends on Thursday, September 27th, 2018 (05:00 pm). During this period, members of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date of September 21st, 2018, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

The procedure and instructions for members for remote e-voting are as under:

(i) Log on to the e-voting website www.evotingindia.com

(ii) Click on “Shareholders” tab.

(iii) Now, select the “COMPANY NAME - AAR SHYAM INDIA INVESTMENT COMPANY LIMITED” from the drop down menu and click on “SUBMIT”.

(iv) Now, enter your User ID as given overleaf in the box.

(v) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given below.

(vi) Now, fill up the following details in the appropriate boxes:

PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat account shareholders as well as physical shareholders) as given overleaf in the box.
DOB*	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Bank Details*	Enter the Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

*Please enter any one of the details in order to login. In case both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

(vii) After entering these details appropriately, click on "SUBMIT" tab.

(viii) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(x) Click on the EVSN for AAR SHYAM INDIA INVESTMENT COMPANY LIMITED to vote.

(xi) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xii) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.

xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xvi) If Demat account holder has forgotten the changed password then enter the User ID and Captcha Code and click on Forgot Password & enter the details as prompted by the system.

(xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporate. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

General Instructions:

(A) The e-voting period commences on 25th September, 2018 (09.00 a.m.) and ends on 27th September, 2018 (5.00 p.m.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Friday, 21st September, 2018, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(B) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com .

(C) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cutoff date (record date) of Friday, 21st September, 2018.

(D) Mr. Kundan Agrawal, Practicing Company Secretary (Membership No. FCS - 8325), has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

(E) The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.aarshyam.in and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the CSE Limited.

By Order of the Board
For AAR Shyam India Investment Company
Limited

Sd/-
(Princy Anand)
Company Secretary

Regd. Office:
L-7, Menz. Floor,
Green Park Extension
New Delhi - 110016

Dated: 30.08.2018
Place: New Delhi

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

Regd. off: L-7, Menz. Floor, Green Park Extension, New Delhi - 110 016

CIN: L67120DL1983PLC015266

Email ID: info@aarshyam.in , Website: www.aarshyam.in

ATTENDANCE SLIP

Annual General Meeting on 28th September 2018

Regd. Folio No./ *DP ID/* Client ID	
No. of Equity Shares held	
Name of the Shareholder(s)	
Joint Holder 1	
Joint Holder 2	

I/We hereby record my / our presence at the Annual General Meeting of the members of the Company held on Friday, 28th Day of September, 2018 at 2.00 P.M. at **La'ola Boutique Hotel, D-55, East of Kailash, Opposite Sapna Cinema, New Delhi- 110065.**

.....
Signature of Member/Proxy

Notes:

- a) Only member/proxy can attend the Meeting. No minors would be allowed at the meeting.
- b) Member/proxy wish to attend the meeting must bring this attendance slip to the meeting and handover at the entrance duly filled in and signed.
- c) Members are informed that no duplicate attendance slips shall be issued at the meeting.

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED
Regd. off: L--7, Menz. Floor, Green Park Extension, New Delhi - 110 016
CIN: L67120DL1983PLC015266
Email ID: info@aarshyam.in, Website: www.aarshyam.in

FORM MGT-11
PROXY FORM

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

Name of the member(s): Registered address: Email Id: _____ Folio No./Client Id: _____ DP ID: _____
--

I/We, being the member (s) of.....shares of the above named company, hereby appoint

1.	Name Address: E-mail Id: Signature:
2.	Name Address: E-mail Id: Signature:
3.	Name Address: E-mail Id: Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual general meeting of the company to be held on September 28th, 2018 at 02.00 am at La'ola Boutique Hotel, D-55, East of Kailash, Opposite Sapna Cinema, New Delhi- 110065 and at nay adjournment thereof in respect of such resolutions as are indicated below:

Resolution no.	Particulars	For	Against
Ordinary Business			
1	To receive, consider and adopt the audited Financial Statements of the Company for the financial year ended 31st March, 2018		
2	To appoint a Director in place of Ms. Beenu Agarwal (DIN: 00056062), who retires by rotation and being eligible, offers herself for re-appointment.		

Signed this..... day of..... 2018

Signature of shareholder: _____

Signature of Proxy holder(s) _____

Affix Revenue Stamp

Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

2. A proxy need not be a member of the company. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than 10% of the total share capital of the company. Members holding more than 10% of the total share capital of the company may appoint a single person as a proxy, who shall not act as proxy for any other member.

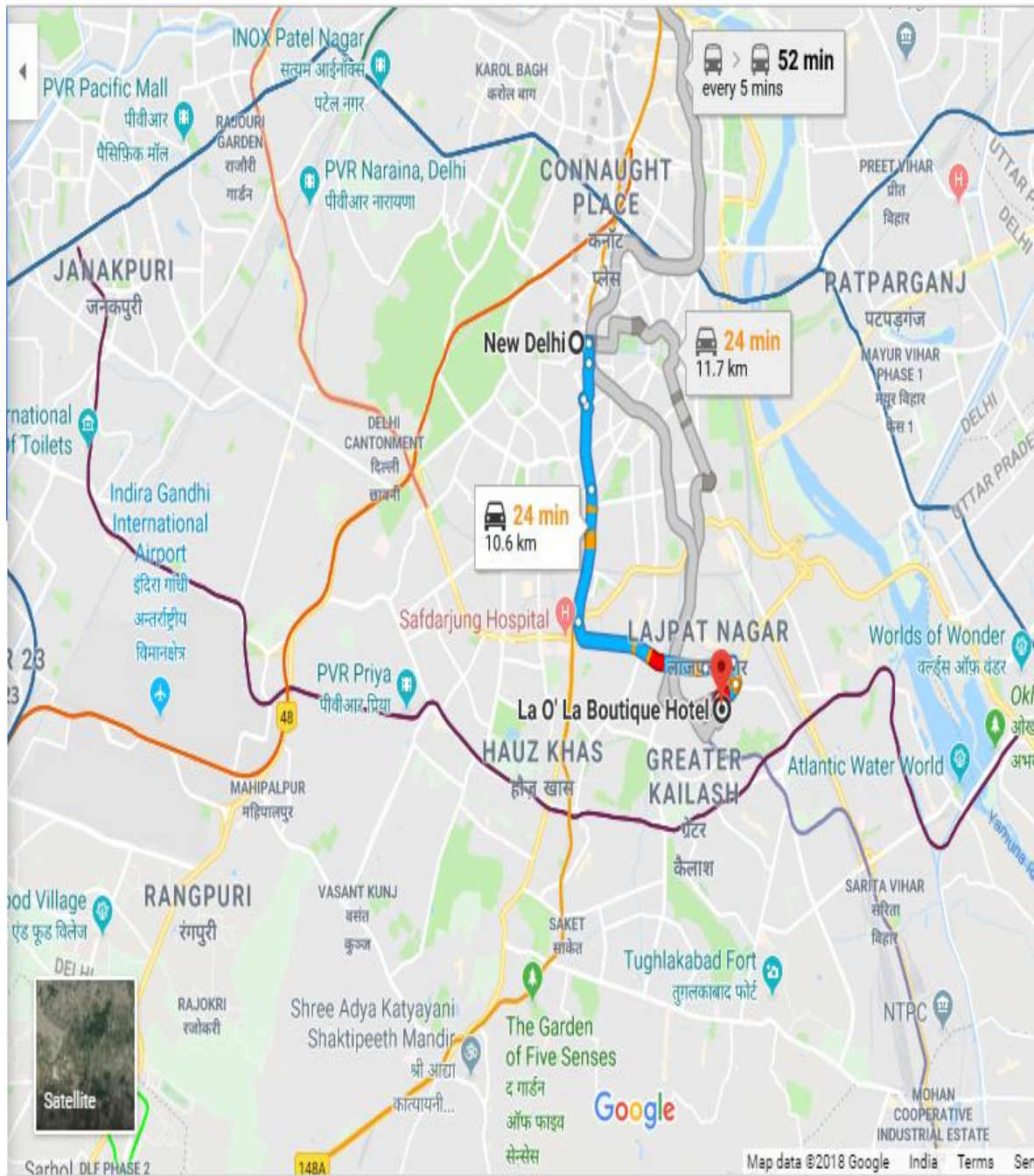
3. It is optional to put a (✓) in the appropriate column against the resolutions indicated in the box. If you leave the 'For' or 'against' column blank against any or all resolutions. Your proxy may vote as he/she thinks appropriate.

ROUTE MAP

Venue of the Annual General Meeting of Aar Shyam India Investment Company Limited
to be held on 28th September, 2018 at 2:00 P.M.

Venue Address: La'ola Boutique Hotel, D-55, East of Kailash, Opposite Sapna Cinema, New
Delhi- 110065

Landmark: Green Park Metro Station



CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Sahib Singh Gusain	Whole-Time Director (w.e.f. 30.08.2017)
Mr. Rakesh Babu	Whole-Time Director (upto 30.08.2017)
Ms. Beenu Aggarwal	Non-Executive Director
Ms. Reena Gupta	Independent Director
Mr. Jitendra Jain	Independent Director (w.e.f. 30.08.2017)
Mr. Soban Singh	Independent Director (upto 30.08.2017)

CHIEF FINANCIAL OFFICER

Mr. Dinesh Kumar

COMPANY SECRETARY

Ms. Princy Anand

STATUTORY AUDITORS

M/s STRG & Associates
348, 1st Floor, Tarun Enclave, Pitampura
New Delhi- 110088

REGISTRAR AND SHARE TRANSFER AGENT

MAS Services Limited
T-34, 2nd Floor, Okhla Industrial Area, Phase-II
New Delhi-110020

REGISTERED OFFICE

L-7, Menz. Floor, Green Park Extension,
New Delhi-110016

INTERNAL AUDITORS

M/s MAKS & CO.
Shop No. 301, 3rd Floor, Vikas Surya Tower,
Sector-12, Dwarka, New Delhi-110075

SECRETARIAL AUDITORS

M/s Kundan Agrawal & Associates
H-23A, 204 Kamal Tower, Near Sai Mandir,
Vikas Marg, Laxmi Nagar, Delhi-110092

DIRECTORS' REPORT

DEAR MEMBERS,

Your Directors have pleasure in presenting the Annual Report of the Company together with audited statements of accounts for the financial year ended 31st March, 2018.

FINANCIAL HIGHLIGHTS

The summarized financial results of the Company for the financial year 2017-18 are given hereunder:

	2017-18	2016-17
Revenue from operations & other income	41,90,181	1,19,10,000
Operating Profit (EBIDTA)	1,05,245	98,00,000
Finance Cost	0.40	0.50
Depreciation & amortization	-	-
Profit before tax	352237	97,50,000
Provision for		
- Current Tax (net)	1,18,723	27,03,000
- Deferred Tax	-	1,91,000
- MAT Credit entitlement	(16,745)	-
- Adjustment for prior period tax/tax on dividend	-	-
Net Profit	2,50,259	69,06,226
Balance b/f from previous year	1,15,25,057	46,03,124
Profit available for appropriation	1,17,75,316	1,15,09,350
Appropriation:-	41,90,181	1,19,10,000
Balance Carried to Balance Sheet	1,05,245	98,00,000

DIVIDEND

In order to meet the future requirements of the Company, your Directors have decided not to recommend dividend for the Financial Year 2017-18.

INCOME FROM OPERATIONS

During the year under review, the revenue from operations was Rs. 41.90 lakhs as compared to Rs. 119.10 lakhs during the previous year.

TRANSFER TO RESERVES

The company transferred Rs. 33.95 lakhs to Statutory reserves in accordance with the provisions of Section 45-IC of the Reserve Bank of India Act, 1934.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

As required under SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of the Listing Agreement entered into with the Stock Exchanges and Circular/Notifications/ Directions issued by Reserve Bank of India from time to time, the Management Discussion and Analysis of the financial condition and result of operations of the Company for the year under review is presented in a separate section forming part of the Annual Report.

CORPORATE GOVERNANCE

The company is committed to maintain the highest standards of Corporate Governance and adhere to the corporate Governance requirements set out by SEBI. A Report on Corporate Governance as required under SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of the Listing Agreement entered into with the Stock Exchanges is attached as Annexure of the Annual Report.

A Certificate from, M/s Kundan Agarwal & Associates, Company Secretaries, confirming compliance with the conditions of Corporate Governance as stipulated under the aforesaid SEBI Regulations 2015, also forms part of the Annual Report.

FINANCE

(i) Share Capital

The paid-up Share Capital as on 31st March, 2018 was Rs. 300 Lakhs. During the year under review, the Company has not issued shares with differential voting rights nor granted stock options nor sweat equity.

(ii) Public Deposits

The Company being a Non-Deposit Accepting Non-Banking Finance Company, has not accepted any deposits from the public during the year under review and shall not accept any deposits from the public without obtaining prior approval of the Reserve Bank of India (RBI).

(iii) Particulars of loans, guarantees or investments

Particulars of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the Notes to the Financial Statements.

RBI GUIDELINES

As a Non Deposit taking Non-Banking Finance Company, your Company always aims to operate in compliance with applicable RBI laws and regulations and employs its best efforts towards achieving the same.

NUMBER OF MEETINGS OF THE BOARD

During the financial year 2017-18, six (6) Board Meetings were held on April 15, 2017, May 15, 2017, August 12, 2017, August 30, 2017, November 14, 2017, and February 14, 2018. And as per companies act, 2013, the maximum interval between any two meetings was not more than 120 days.

COMMITTEES OF THE BOARD

During the year, in accordance with the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of Listing Agreement, the Board re-constituted some of its Committees. The Committees are as follows:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee
- Risk Management Committee

Details of the said Committees along with their charters, composition and meetings held during the year, are provided in the "Report on Corporate Governance", a part of this Annual Report.

CHANGES IN COMPOSITION OF BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

a. Cessation

During the year under review i.e. 2017-18, Mr. Sahib Singh Gusain has been appointed as Whole-Time Director in place of Mr. Rakesh Babu and Mr. Jitendra Jain has been appointed as Independent Director in place of Mr. Soban Singh w.e.f. 30.08.2017.

b. Retire by Rotation

In accordance with Section 152 and other applicable provisions of Companies Act, 2013, Ms. Beenu Agarwal, being Non-executive Director, retires by rotation and being eligible offers herself for reappointment at the ensuing Annual General Meeting. The Board recommends her appointment.

c. Appointment of Women Director

With coming into force of the provisions of Companies Act, 2013, the Board had already appointed Ms. Beenu Agarwal as Women Director of the Company.

d. Appointment of Independent Directors

During the year under review, Mr. Jitendra Jain (DIN: 00641261) was appointed as Additional Director (in capacity of Independent director) of the company w.e.f 30th August, 2017. His appointment was regularized by the members in the subsequent AGM of the company held on 29th September, 2017.

e. Key Managerial Personnel

During the year under review i.e. 2017-18, Mr. Sahib Singh Gusain, Whole Time Director, (DIN: 00649786); Mr. Dinesh Kumar, Chief Financial Officer; and Ms. Princy Anand , Compliance officer & Company Secretary were designated as the Key Managerial Personnel of the Company pursuant to the requirements of the applicable provisions of Companies Act, 2013 read with its Rules, by the Board of Directors and their terms and conditions of the appointment and remuneration was considered by the Board.

f. Board's Independence

Our definition of 'Independence' of Directors is derived from SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and Section 149(6) of the Companies Act, 2013. Based on the confirmation / disclosures received from the Directors and on evaluation of the relationships disclosed, the following Non- Executive Directors are Independent in terms of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of the Listing Agreement and Section 149(6) of the Companies Act, 2013 :-

1. Mr. Jitendra Jain (DIN: 00641261)
2. Ms. Reena Gupta (DIN: 06966728)

DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of the section 134(5) of the Companies Act, 2013:

- (i) that in the preparation of the annual financial statements for the year ended March 31, 2018, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) that such accounting policies, as mentioned in Note 2 of the Notes to the Financial Statements, have been selected and applied consistently and judgments and estimates have been made 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, 2018 and of the profit of the Company for the year ended on that date;
- (iii) that proper and sufficient care has been taken 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) that the annual financial statements have been prepared on a going concern basis;
- (v) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- (vi) that proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION & EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, Policy on Nomination and Remuneration of Directors, Key Managerial Personnel, Senior Management and other employees has been formulated including criteria for determining qualifications, positive attributes, Independence of a Director and other matters as required under the said Act and Listing Agreement.

The evaluation framework for assessing the performance of Directors comprises of the following key areas

- Expertise;
- Objectivity and Independence;
- Guidance and support in context of life stage of the Company;
- Understanding of the Company's business;
- Understanding and commitment to duties and responsibilities;
- Willingness to devote the time needed for effective contribution to Company;
- Participation in discussions in effective and constructive manner;
- Responsiveness in approach;
- Ability to encourage and motivate the Management for continued performance and success;

The evaluation involves Self-Evaluation by the Board Member and subsequently assessment by the Board of Directors. A member of the Board will not participate in the discussion of his / her evaluation. Accordingly a process of evaluation was followed by the Board for its own performance and that of its Committees and individual Directors and also the necessary evaluation was carried out by Nomination and Remuneration Committee and Independent Director at their respective meetings held for the purpose.

RELATED PARTY TRANSACTIONS

No Related Party Transactions were entered into during the financial year 2017-18. All Related Party Transactions entered into in the past were on an arm's length basis and were in the ordinary course of business. There are no materially significant Related Party Transactions made by the Company with promoters, directors, Key Managerial Personnel or other designated persons which may have potential conflict with the interest of the Company at large.

On the recommendation of the Audit Committee, the Board of Directors has adopted a policy on Related Party Transactions. The Policy envisages the procedure governing related party transactions required to be followed to ensure compliance with the applicable laws and regulations as well as to ensure that the Related Party Transactions are managed and disclosed in accordance with the strict legal and accounting requirements.

A statement of all related party transactions, if any, is presented before the Audit Committee on a quarterly basis, specifying the nature, value and terms & conditions of the transactions. The statement is supported by a certificate from the CFO.

None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company.

REMUNERATION OF THE DIRECTORS/KMP/EMPLOYEES:

The information required under Section 197 of the Act read with Rule 5(1), clause (i) and (ii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below.

Sr. No.	Name of Director/KMP and Designation	Ratio of remuneration of each director to the median remuneration of the employees	% increase in remuneration in the FY 2017-18
1	Rakesh Babu (upto 30.08.2017) Whole-Time Director	1:1	Nil
2	Sahib Singh Gusain (w.e.f. 30.08.2017) Whole-Time Director	1:1	Nil
2	Dinesh Kumar Chief Financial Officer	1:1	Nil

Clause Under Rule 5(1)	Prescribed Requirement	Particulars
(iii)	Percentage increase in the median remuneration of employees in the financial year	Nil
(iv)	Number of permanent employees on the rolls of company	3
(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	Nil

	managerial remuneration	
(xii)	Affirmation that the remuneration is as per the remuneration policy of the company	It is hereby confirmed that remuneration paid to Director/KMP and other employees is as per the remuneration policy of the company

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT 9 as per provisions of Section 134(3) is annexed herewith as Annexure 1 to this Director's Report.

STATUTORY AUDITORS & THEIR REPORT

M/s. STRG & Associates, Chartered Accountants, having ICAI Firm Registration No. 014826N auditor of the company, audited the annual accounts of the company.

The Auditor's Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL AUDITORS & THEIR REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rules made thereunder, the Company had appointed M/s. Kundan Agarwal & Associates, Practicing Company Secretaries, to undertake the Secretarial Audit of the Company for the financial year 2017-18. The Secretarial Audit Report for financial year 2017-18, has been appended as Annexure 2 to this Report.

The Auditor's Report does not contain any qualification, reservation or adverse remark. The Board of the Directors at their Meeting held on 14th August, 2018 has appointed M/s. Kundan Agarwal & Associates, Practicing Company Secretaries, to undertake the Secretarial Audit of the Company.

INTERNAL AUDITORS & THEIR REPORT

Pursuant to provisions of Section 138 of Companies Act 2013 and rules made there under, the company had appointed MAKS & Co. as Internal Auditor for the year 2017-18.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, EXPENDITURE ON RESEARCH AND DEVELOPMENT, FOREIGN EXCHANGE INFLOW/OUTFLOW, ETC.

The requirements of disclosure with regard to Conservation of Energy in terms of Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014, are not applicable to the Company since it doesn't own any manufacturing facility.

However, the Company makes all efforts towards conservation of energy, protection of environment and ensuring safety. There are no earnings and outgoing Foreign Exchange during the year under review.

VIGIL MECHANISM

Your Company has established a 'Whistle Blower Policy and Vigil Mechanism' for directors and employees to report to the appropriate authorities concerns about unethical behavior, actual or suspected, fraud or violation of the Company's code of conduct policy and provides safeguards against victimization of employees who avail the mechanism and also provide for direct access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There have been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

RISK MANAGEMENT POLICY AND INTERNAL CONTROL

The Company has adopted a Risk Management Policy duly approved by the Board and also has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Risk Management Committee, Audit Committee and the Board of Directors of the Company. The Company's internal control systems are commensurate with the nature of its business and the size and complexity.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT 2013 READ WITH RULES

Pursuant to the requirements of Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act 2013 read with Rules there under, the Company has not received any complaint of sexual harassment during the year under review.

ACKNOWLEDGEMENT

We are grateful to the Government of India, the Reserve Bank of India, the Securities and Exchange Board of India, the Stock Exchanges, and other regulatory authorities for their valuable guidance and support and wish to express our sincere appreciation for their continued co-operation and assistance. We look forward to their continued support in future.

We wish to thank our bankers, investors, rating agencies, customers and all other business associates for their support and trust reposed in us. Your Directors express their deep sense of appreciation for all the employees whose commitment, co-operation, active participation, dedication and professionalism has made the organization's growth possible.

Finally, the Directors thank you for your continued trust and support.

For and on behalf of
AAR Shyam India Investment Company Limited

Sd/-
Beenu Aggarwal
Director
(DIN: 00056062)

Sd/-
Sahib Singh Gusain
Director
(DIN: 00649786)

Date: 30.08.2018
Place: New Delhi

MANAGEMENT DISCUSSION AND ANALYSIS

GLOBAL ECONOMY

FY 2017-18 has been an important year for the Indian Economy. After the impact of Demonetization in November 2016 and implementation of GST in July 2017, the economy has gradually recovered, and seems back on growth track. Government took number of key structural initiatives to build strength across macro-economic parameters for sustainable economic growth.

Emerging market and developing economies have become increasingly important in the global economy in recent years. They now account for more than 75 percent of global growth in output and consumption, almost double the share of just two decades ago. The external environment has been important for this transformation. Terms of trade, external demand, and, in particular, external financial conditions are increasingly influential determinants of medium-term growth in these economies as they become more integrated into the global economy. The still-considerable income gaps in these economies vis-à-vis those in advanced economies suggest further room for catch-up, favoring their prospects of maintaining relatively strong potential growth over the medium term.

Indian Economy has been the driving force in the global economy followed by China. India economy grew by 7.3% and expected to grow by 7.5% in 2018. India is closely followed by China where the real GDP growth was 6.5% in 2017 and it is expected to be 6.3% in 2018. The Rest of World Economy is expected to be 3.2 % in year 2018.

INDIAN ECONOMY

The economy of India is the sixth-largest in the world measured by nominal GDP and the third-largest by purchasing power parity (PPP). The country is classified as a newly industrialized country, and one of the G-20 major economies, with an average growth rate of approximately 7% over the last two decades.

The long-term growth prospective of the Indian economy is positive due to its young population, corresponding low dependency ratio, healthy savings and investment rates, and increasing integration into the global economy. The Indian economy has the potential to become the world's 3rd-largest economy by the next decade, and one of the two largest economies by mid-century. And the outlook for short-term growth is also good as according to the IMF, the Indian economy is the "bright spot" in the global landscape. India also topped the World Bank's growth outlook for 2015-16 for the first time with the economy having grown 7.6% in 2015-16. According to the International Monetary Fund (IMF), India's growth is expected to rebound to 7.3 per cent in the 2017-18 fiscal and 7.7 per cent in 2018-19.

INDUSTRY OVERVIEW

Indian Financial services Industry

India's financial services sector consists of the capital market, insurance sector, Banking Sector, Co-operative Banks and Non-Banking Financial Companies (NBFCs). Further, the RBI has given license to various companies to set-up of payments bank that is expected to revolutionise the financial sector in India as it focuses to conduct banking activities primarily through mobile phones. As a step forward for the financial inclusion, the Reserve Bank has also given license to various micro-finance companies to setup Small Finance Bank. Banks with a small finance bank license can provide basic banking service of acceptance of deposits and lending. The aim behind these to (Source: PWC report "The World in 2050") provide financial inclusion to sections of the economy not being served by other banks, such as small

business units, small and marginal farmers, micro and small industries and unorganised sector entities. The Government of India has introduced several reforms to liberalise, regulate and enhance this industry. The Government and Reserve Bank of India (RBI) have taken various measures to facilitate easy access to finance for Micro, Small and Medium Enterprises (MSMEs). These measures include launching Credit Guarantee Fund Scheme for Micro and Small Enterprises, issuing guideline to banks regarding collateral requirements and setting up a Micro Units Development and Refinance Agency (MUDRA). With a combined push by both government and private sector, India is undoubtedly one of the world's most vibrant capital markets.

NBFC Sector (Non Banking Finance Company) Industry:

Indian Financial sector is very diversified and comprises of Commercial banks, Non Banking Financial Companies, Cooperatives, Insurance Companies among others. During the year the Government took several measures to strengthen the financial service sector which includes the New Bankruptcy law, Jan Dhan campaign for financial inclusion, liberalization of Foreign Direct Investment, gold monetization scheme and much more.

There are 11,682 Non-Banking Financial Companies (NBFCs) registered with the Reserve Bank of India out of which a lion's share of 98% are non-deposit accepting with the balance 2% being deposit accepting NBFCs. Around 220 non-deposit accepting NBFCs have been classified as systemically important. NBFCs are present in the competing fields of vehicle financing, housing loans, hire purchase, lease and personal loans. NBFCs have emerged as key financial intermediaries particularly for small-scale and retail sectors. With easier sanction procedures, flexibility, low operating cost and focus on core business activity, NBFCs stand on a surer footing vis-a-vis banks.

Non-Banking Financial Companies (NBFC) in India made a humble beginning way back in the 1960's to serve the need of the investor whose financial requirements were not sufficiently covered by the existing banking system in India. The NBFCs began to invite fixed deposit from investor and work out leasing deal for big industrial firms. Initially, they operated on a limited scale and could not make a significant impact on the financial system. However, between 1980's and 1990's, NBFCs gained good ground and started to inveigle a huge number of investors owing to them customer friendly reputation. India Ratings expects NBFCs to account for over 17% of the total credit in the country by FY 2019, compared to 13.1% at the end of the FY 2015 & 9.4% in the FY 2006. Until some years ago, NBFCs were a small part of the financial services business with a small resource base. Today, the equity of leading NBFCs is comparable with or larger than many mid-sized banks. The combined market capitalisation of the top 10 NBFCs is now twice that of mid and small-sized public sector banks.

Expected credit growth in the NBFC sector:

Considering the strong rising trend in credit growth from the NBFCs, its share as a percentage of GDP is expected to grow strongly in the medium term scenario. In case 1, if the share of NBFC credit grows from the current 13% to 33% by 2020 then the compounded growth in the credit during 2016-20 would be 27%. While in case 2, if the share of NBFC credit grows from the current 13% to 25% by 2020 then the compounded growth in the credit during 2016-20 would be 20%.

(Source: Indian Brand Equity Foundation, IBEF)

ANNEXURE "1" TO DIRECTORS' REPORT
Form No. MGT-9 (EXTRACT OF ANNUAL RETURN)
as on the financial year ended on **31.03.2018**

[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 : **L67120DL1983PLC015266**
- ii) Registration Date : 24/02/1983
- iii) Name of the Company : **AAR SHYAM INDIA INVESTMENT COMPANY LIMITED**
- iv) Category / Sub-Category of the Company : Public Company
- v) Address of the Registered office and contact details : L-7, Mezn Floor, Greenpark Extension, New Delhi, Delhi 110016
- vi) Whether listed company : Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : **Mas Services Limited**
T-34, 2nd Floor, Okhla Industrial Area, Phase - II
New Delhi - 110 020
Tel. No.: 011-26387281/82/83
Fax No.: 011-26387384

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.	Other Credit Granting	64920	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and Address of the company	CIN	% of shares held	Applicable Section
1.	Not Applicable	Not Applicable		

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				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	

A. Promoters									
1. Indian									
1. Individual/ HUF	-	-	-	-	-	-	-	-	-
2. Central Govt	-	-	-	-	-	-	-	-	-
3. State Govt(s)	-	-	-	-	-	-	-	-	-
4. Bodies Corp.	257440	-	257440	8.581	257440	-	257440	8.581	-
5. Banks / FI	-								
6. Any Other	-								
Sub-total (A) 1	257440	-	257440	8.581	257440	-	257440	8.581	-
2. Foreign									
a. NRIs- Individuals		--		--	--	--	--	--	--
b. Other- Individuals		--	--	--	--	--	-	--	--
c. Bodies Corp.		--	--	--	--	--	--	--	--
d. Banks / FI		--	--	--	--	--	--	--	--
e. Any Other									
Sub-total (A) 2		--	--	--	--	--	--	--	--

B. Public Shareholding									
1. Institutions									
a. Mutual Funds									
b. Banks/FI									
c. Central Govt.	--	--	--	--	--	--	--	--	--
d. State Govt (s)									
e. Venture Capital Funds									
f. Insurance Companies									
g. FII									
h. Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i. Others (specify)									
	--	--	--	--	--	--	--	--	--

Sub-total (B) 1									
2. Non-Institutions									
a. Bodies Corp.	1720060	-	1720060	57.34	1920060	-	1920060	64.00	6.66
b. Individuals									
i. Individual shareholders holding nominal share capital upto Rs.1 lakh	-	15000	15000	0.50	-	15000	15000	0.50	0.000
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	1007500	-	1007500	33.58	807500	-	807500	26.92	(6.66)
c. Others	--	--	--	--	--	--	--	--	--
i. NRI									
ii. Clearing Members									
iii. Trust									
Sub-total (B) 2	2727560	15000	2742560	91.42	2727560	15000	2742560	91.42	0.000
Total Public Shareholding (B) = (B) 1+(B) 2	2727560	15000	2742560	91.42	2727560	15000	2742560	91.42	0.000
C. Shares held by Custodian for GDRs & ADRs		--	--	--	--	--	--	--	--
Grand Total (A+B+C)	2985000	15000	3000000	100	2985000	15000	3000000	100	--

ii) Shareholding of Promoters

S. No.	Shareholders Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	

				shares				
1.	K. K. Modi Investment & Fin Serv. Pvt. Ltd.	2,57,440	8.581	--	2,57,440	8.581	-	-

iii) Change in Promoters' Shareholding (please specify, if there is no change)

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.					
	At the beginning of the year	2,57,440	8.581	2,57,440	8.581
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)	No change during the year			
	At the End of the year	2,57,440	8.581	2,57,440	8.581

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

S. No.		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the Company
	For each of Top 10 Shareholders				
1.	Shivmani Vinimay Private Limited	-	-	7,12,560	23.752
2.	Plus Corporate Ventures Pvt. Ltd.	-	-	3,50,000	11.667
3.	Eirene Business Solution Pvt Ltd	3,50,000	11.667	-	-
4.	Nugget Steel Trading Pvt Ltd	3,50,000	11.667	-	-
5.	Vyaas Vyapaar Pvt Ltd	3,50,000	11.667	3,50,000	11.667
6.	Swapan Kumar Ghosh Huf	2,00,000	6.667	2,00,000	6.667
7.	Maninagar Agencies Private Limited	-	-	2,00,000	6.667
8.	Deepa Agarwal	2,00,000	6.667	2,00,000	6.667
9.	Murari Mohan Bania	2,00,000	6.667	2,00,000	6.667
10.	Puspa Lahari	2,00,000	6.667	-	-
11.	Sanjib Bera	1,60,000	5.333	1,60,000	5.333
12.	Chandrika Infrastructure	1,42,560	4.752	-	-
13.	Venera Property Pvt Ltd	1,42,500	4.750	1,42,500	4.750
14.	Kalyani Barter Pvt Ltd.	-	-	1,25,000	4.167

v) **Shareholding of Directors and Key Managerial Personnel**

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1.	Sahib Singh Gusain Whole-Time Director (w.e.f. 30.08.2017)	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)	NIL			
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
2.	Rakesh Babu Whole-Time Director (upto 30.08.2017)	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	--	--	--	--
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)	NIL			
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
3.	Jitendra Jain Independent Director (w.e.f. 30.08.2017)	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)	NIL			
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
4.	Soban Singh Independent Director (upto 30.08.2017)	No. of shares	% of total shares of the company	No. of shares	% of total shares of company

	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)	NIL			
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
5.	Beenu Agarwal Non-Executive Director				
	At the beginning of the year	NIL			
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)				
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
6.	Reena Gupta Independent Director				
	At the beginning of the year	NIL			
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)				
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
7.	Mr.Dinesh Kumar Chief Financial Officer				
	At the beginning of the year	NIL			
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)				
	At the End of the year				

SI. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
8.	Ms. Princy Anand Company Secretary				
	At the beginning of the year	NIL			
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity, etc.)				
	At the End of the year				

V. INDEBTEDNESS

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

(Amount in Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	39,45,000	-	39,45,000
ii) Interest due but not paid	-		-	-
iii) Interest accrued but not due	-		-	-
Total (i+ii+iii)	--	39,45,000	-	39,45,000
Change in Indebtedness during the financial year				
• Addition	--	-	-	
• Reduction		5,45,000		5,45,000
Net Change	--	5,45,000	-	5,45,000
Indebtedness at the end of the financial year				
i) Principal Amount	--	34,00,000	-	34,00,000
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	--	34,00,000	-	34,00,000

REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-Time Director and/or Manager

S. No.	Particulars of Remuneration	Name of CEO/MD/WTD/Manger		Total Amount (in Rs.)
		Rakesh Babu Whole-Time Director (upto 30.08.2017)	Sahib Singh Gusain Whole-Time Director (w.e.f. 30.08.2017)	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	99,355	1,41,290	2,40,645
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity			
4.	Commission			
	• As a % of profit	-	-	-
	• Others, specify			
5.	Others			
	TOTAL (A)	99,355	1,41,290	2,40,645
	Ceiling as per the Act			

B. Remuneration to other Directors Independent Directors

S. No.	Particulars of Remuneration	Name of Directors	Total Amount (in Rs.)
1.	<ul style="list-style-type: none"> • Fee for attending Board/Committee Meetings • Commission • Others, please specify 	No Director is drawing any remuneration from the Company	
	TOTAL 1		

Other Non-Executive Directors

S. No.	Particulars of Remuneration	Name of Directors	Total Amount (in Rs.)
2.	<ul style="list-style-type: none"> • Fee for attending Board/Committee Meetings • Commission • Others, please specify 	No Director is drawing any remuneration from the Company	

	TOTAL (B) = 1+2	
	Total Managerial Remuneration	
	Overall Ceiling as per the Act	

C. Remuneration To Key Managerial Personnel other Than MD/Manager/WTD

S. No.	Particulars of Remuneration	Company Secretary	Chief Financial Officer
		Princy Anand	Dinesh Kumar
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,80,000	2,40,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--
2.	Stock Option	--	--
3.	Sweat Equity	--	--
4.	Commission		
	• As a % of profit	--	--
	• Others, specify	--	--
5.	Others, please specify	--	--
	TOTAL	1,80,000	2,40,000

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made, if any
A. COMPANY					
Penalty			None		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			None		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			None		
Punishment					
Compounding					

Annexure 2 to Directors' Report

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
M/S AAR SHYAM INDIA INVESTMENT COMPANY LIMITED
L-7, Mezn Floor, Greenpark Extension
New Delhi South Delhi 110016 India

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Aar Shyam India Investment Company 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.

We report that:

- a) 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.
- b) 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. We have not verified the correctness and appropriateness of the financial records and Books of the Company.
- c) Where ever required, we have obtained the Management representation about the compliances of laws, rules and regulations and happening of events etc. The compliance of the provisions of the Corporate and other applicable laws, rules, regulations, standards is the responsibility of management.

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 31st March, 2018 ('Audit Period') 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 31st March, 2018 according to the provisions of:

(Secretarial Audit Report for F.Y 2017-2018 for M/s Aar Shyam India Investment Company Limited)

- (i) The Companies Act, 2013 (the Act) 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) 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 Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
- (vi) Indian Stamp Act, 1899;
- (vii) Indian Contract Act, 1872;
- (viii) Income Tax Act, 1961 and indirect tax laws;
- (ix) Applicable Labour Laws; and
- (x) Other applicable Laws;

Having regard to the compliance system prevailing in the Company and on the basis of presentation and Reports made by Compliance Auditors of the Company, we further report that the Company has adequate system to ensure the compliance of the other applicable laws specifically to the Company.

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

- Secretarial Standards issued by The Institute of Company Secretaries of India.
- Listing Agreements with Stock Exchanges in India.

During the period under review the Company has complied with the provisions of the Act, Rules,

Regulations, Guidelines, Standards, etc.

(Secretarial Audit Report for F.Y 2017-2018 for M/s Aar Shyam India Investment Company Limited)

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. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. But some documents, registers, files are needed to be maintained in more improvised and updated manner. Further improvements will be appreciated.
- All decisions at Board Meetings and Committee Meetings are carried out by majority as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that based on the information received and records maintained 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.

**For Kundan Agrawal & Associates
Company Secretaries
FRN: S2009DE113700**

**Place: Delhi
Date: 18/08/2018**

**Kundan Agrawal
Company Secretary
Membership No.:- 7631
C.P. No. 8325**

REPORT ON CORPORATE GOVERNANCE

Introduction

In terms of Regulation 34(3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, a report on Corporate Governance for the year ended 31st March, 2018 is presented below:

Company's philosophy on Code of Corporate Governance

The principles of Corporate Governance and the Code of Business Conduct & Ethics are the cornerstones of your Company. Your Company has consistently striven to implement best corporate governance practices reflecting its strong value system and ethical business conduct. The Company's philosophy on Corporate Governance envisages attainment of highest levels of transparency, accountability and integrity in the functioning of the Company with a view to create value that can be sustained continuously for the benefit of its stakeholders. All employees are bound by a Code of Conduct that sets forth Company's policies on important issues including our relationship with consumers, shareholders and Government.

Board of Directors

The Board of Directors includes the Executive, Non-Executive and Independent Directors so as to ensure proper governance and management.

The Corporate Governance principles of the Company have been formulated to ensure that the Board remains informed, independent and participates actively in the affairs of the Company. The Company also strives to enhance stakeholders' value by taking measures to continuously improve Corporate Governance standards.

The Directors at Aar Shyam India Investment Company Limited possess the highest personal and professional ethics, integrity and values and are committed to represent the long-term interest of the stakeholders.

The Company's Corporate Governance framework is based on having a composition wherein a majority of Directors are Independent Board Members. Further, the constitution of Board Committee meet all statutory requirements of various regulatory authorities including the Reserve Bank of India, SEBI and MCA, and committees are chaired by Independent Directors, wherever required by law. Committees have been suitably constituted for significant and material matters and also have a blend of Executive Management Members to assist the Committees.

The Board plays an effective supervisory role through the above governance framework.

Composition of the Board

During the year under review, the Board of Directors of the Company had an optimum combination of Professional and Independent Directors with excellent knowledge and experience in various fields relating to the business activities of the Company.

As at March 31st, 2018, the Board of Directors of the Company consisted of two Independent Directors, one Whole-time director and one Non-Executive Director.

None of the Directors hold directorship in more than ten public limited companies or act as an Independent Director in more than seven Listed Companies. None of the Directors acts as a member of

more than ten or Chairman of more than five Committees as on March 31, 2018 across all public limited companies in which they are Directors.

The details of the number of Board and General Meeting(s) attended by each Director during the year 2017-18 and Directorship and/or Membership/Chairmanship of the Committees of Board (except private companies, Non Profit companies and foreign companies) held by each of them as on March 31, 2018, are given below:

(a) Composition of the Board:

Name of Director	Category	No. of Board Meetings during 2017-18		Whether attended the last AGM	No. of Directorship in other public companies	No. of committees membership including Chairmanship
		Held during tenure	Attended			
Ms. Beenu Aggarwal	Non-Executive Director	6	4	No	3	3
Mr. Rakesh Babu (upto 30.08.2017)	Executive Director	4	4	No	-	-
Mr. Sahib Singh Gusain (w.e.f. 30.08.2017)	Executive Director	2	2	Yes	-	-
Mr. Soban Singh (upto 30.08.2017)	Independent, Non-Executive	4	4	No	-	2
Mr. Jitendra Jain (w.e.f. 30.08.2017)	Independent, Non-Executive	2	2	Yes	-	3
Ms. Reena Gupta	Independent, Non-Executive	6	6	Yes	1	2

(b) Number of Board Meetings:

During the financial year 2017-18, six meetings of the Board of Directors were held on following days: April 15, 2017, May 15, 2017, August 12, 2017, August 30, 2017, November 14, 2017, and February 14, 2018 with the time gap between any two consecutive Meetings being not more than one hundred and twenty days at any point in time.

(c) Information supplied to the Board:

The Board of Directors has complete access to any information within the Company. At the Board Meetings, directors are provided with all relevant information on important matters, working of the Company as well as all related details that require deliberations by the members of the Board.

Information regularly provided to the Board inter-alia include:

- Annual operating plans, budgets & updates;
- Expansion/capital expenditure plans & updates;
- Production, sales & financial performance data;
- Business-wise operational review;
- Quarterly and annual financial results with segment-wise information;
- Minutes of the meetings of the Audit and other committees as well as circular resolutions passed;
- Significant initiatives and developments relating to labour/human resource relation and/or problems and their proposed solutions;
- Information on recruitment and remuneration of senior officers just below the Board level, including appointment or removal of Chief Financial Officer and Company Secretary;
- Materially important show cause/demand/prosecution/penalty notices and legal proceedings by or against the Company;
- Fatal or serious accidents or dangerous occurrences;
- Material default in financial obligations to and by the Company or substantial non-payment for goods sold by the Company;
- Non-compliances of any regulatory or statutory provision or listing requirement on non-payment of dividend or delay in share transfers;
- Compliance reports of all laws applicable to the Company;
- Details of any joint-venture or collaboration agreement;
- Transactions that involve substantial payment towards goodwill, brand equity or intellectual property;
- Proposals for investments, divestments, loans, guarantees, mergers and acquisitions;
- Sale of material nature of investments, subsidiaries and assets which is not in the normal course of business;
- Quarterly details of foreign exchange exposure and the steps taken by the management to limit the risk of adverse exchange rate movement;
- Any other information which is relevant for decision-making by the Board.

(d) Induction & Familiarization Programs for Independent Directors:

On appointment, the concerned Directors is issued a letter of Appointment setting out in detail, the terms of appointment, duties and responsibilities. Each newly appointed Independent Director is taken through a familiarization programme. The programs aim to familiarize the Directors with the Company, their role and responsibilities, business model of the Company etc.

(e) Performance Evaluation:

In compliance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of the Listing Agreement, the Board during the year adopted a formal mechanism for evaluation of its performances as well as that of its committees and individual Directors, including the Chairman of the Board. A structured questionnaire was prepared after taking

into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders, etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

(f) Independent Directors' Meeting:

In compliance with Section 149 (8) of the Companies Act, 2013, read along with Schedule IV of the Companies Act, 2013 and the listing agreement with the stock exchange, the Independent Directors met on March 28, 2018, inter alia, to discuss:

- a) Evaluation of the performance of non- Independent Directors and the Board as a whole;
- b) Evaluation of the performance of the Chairperson of the company, taking into account the views of executive directors and non-executive directors;
- c) Evaluation of the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All the Independent Directors were present at the meeting.

(g) Code of Conduct:

The Board of Directors of the Company has adopted Code of Business Conduct & Ethics. This Code is based on three fundamental principles, viz. good corporate governance, good corporate citizenship and exemplary conduct and is applicable to all the Directors and senior management personnel.

In terms of the requirements of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, the Code of Business Conduct & Ethics, as approved by the Board of Directors, has been displayed at the website of the company, www.aarshyam.in. All the members of the Board and senior management personnel have affirmed compliance with the Code for the year ended 31st March, 2018.

(h) Declaration regarding compliance of Code of Conduct:

All the Board Members and senior management personnel of the Company have affirmed compliance of the Code of Conduct for the year ended 31st March, 2018. A declaration to that effect signed by the Chairman & Managing Director is attached and forms part of the Annual Report of the Company.

Committees of the Board

Under the aegis of the Board of Directors, several committees have been constituted which have been delegated powers for different functional areas. The Audit Committee, Stakeholder Relationship Committee, Nomination and Remuneration Committee and Corporate Social Responsibility (CSR) Committee have been constituted pursuant to and in accordance with the provisions of SEBI (Listing

Obligation and Disclosure Requirements) Regulation 2015, rules & regulations prescribed by Reserve Bank of India read with requirements of the Companies Act, 2013 and other applicable laws.

(a) Audit Committee

Terms of Reference

The terms of reference of the Audit Committee has been revised in compliance with Companies Act, 2013 and revised SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 of Listing Agreement as amended from time to time. In addition to the matters provided in SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and requirements of Section 177 of the Companies Act, 2013 and Reserve Bank of India, the Committee reviews the reports of the Internal Auditors, periodically meets the Statutory Auditors of the Company and discusses their findings observations, suggestions, scope of audit etc. and also reviews internal control systems and accounting policies followed by the Company. The Committee also reviews the financial statements with the management, before their submission to the Board.

The terms of reference of the Audit Committee of the Board of Directors of the Company, inter alia includes;

1. Overseeing the Company's financial reporting process and reviewing with the management, the financial statement before submission to the Board for approval;
2. Recommending to the Board the appointment, re-appointment and replacement of the Statutory Auditor and fixing their fees;
3. Reviewing the internal audit function of the Company; and
4. Such other matters as specified under SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and requirements of Section 177 of the Companies Act, 2013 and Reserve Bank of India or as may be delegated by the Board of Directors of the Company.

Composition and Attendance of Meeting:

The Audit Committee comprises of following three Members and two of them are Independent Directors:

- Ms. Reena Gupta - Chairman
- Mr. Soban Singh (upto 30.08.2017) - Member
- Mr. Jitendra Jain (w.e.f. 30.08.2017)- Member
- Ms. Beenu Aggarwal - Member

All the Members of the Committee have vast experience and knowledge of finance, accounts and corporate laws; and possess finance, accounting and taxation related expertise. The quorum for the Meeting of the Audit Committee is as per applicable laws. During the financial year 2017-18, Audit Committee met four (4) times and the attendance of the Directors on the above meetings was as follows:-

Director	No. of meetings held during tenure	No. of meetings attended
Ms. Reena Gupta	4	4
Mr. Soban Singh upto 30.08.2017	2	2
Mr. Jitendra Jain w.e.f. 30.08.2017	2	2
Ms. Beenu Aggarwal	4	4

The Managing Director, Executive Director and other senior executives (when required) are invited to the meetings. Representatives of the statutory auditors and internal auditors are also invited to the meetings, when required. All the meetings are attended by the statutory auditors.

The Company Secretary acts as the Secretary of the Committee.

All the recommendations of the Audit Committee during the year were accepted by the Board of Directors.

Whistle Blower Policy

The Company has been formulated Whistle Blower Policy to establish a Vigil Mechanism for directors and employees of the Company.

This Policy covers malpractices and events which have taken place, suspected to have taken place, misuse or abuse of authority, fraud or suspected fraud, violation of company rules, manipulations, negligence causing danger to public health and safety, misappropriation of monies and other matters or activity on account of which the interest of the company is affected and formally reported by whistle blowers. This Policy is intended to encourage and enable employees to raise serious concerns within the Company prior to seeking resolution outside the company.

The purpose and objective of this Policy is to provide a framework to promote responsible and secure whistle blowing. It protects the employees wishing to raise a concern about serious irregularities within the Company. The Company encourages its directors and employees who have genuine concern about suspected misconduct to come forward and express these concerns without fear of punishment or unfair treatment. A Vigil (Whistle Blower) mechanism provides a channel to the employees and directors to report to the management concerns about unethical behavior, actual or suspected fraud or violation of the Code of Conduct or policy. The mechanism provides for adequate safeguards against victimization of employees and directors to avail of the mechanism and also provide for direct access to the Chairperson of the Audit Committee in exceptional cases.

This policy, however, neither releases employees from their duty of confidentiality in the course of their work nor can it be used as a route for raising malicious or unfounded allegations against people in authority and/ or colleagues in general. It is affirmed that no personnel has been denied access to the Audit Committee.

The Whistle Blower Policy of the Company has been uploaded and can be viewed on the Company's website www.aarshyam.in

(b) Nomination and Remuneration Committee:

In compliance with Section 178 of the Companies Act, 2013, read along with the applicable Rules thereto and Regulation 19 of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, the Board has constituted "Nomination and Remuneration Committee" consisting of Non-Executive Directors with two members, including Chairman, as Independent Directors.

The objective of this Policy is to lay down a framework and set standards in relation to nomination, remuneration and evaluation of Directors, Key Managerial Personnel (KMP) and such other senior management personnel as may be prescribed so as to achieve a balance of merit, experience and skills in the organization.

The terms of reference of the committee inter alia, include the following:

- a) To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and senior management personnel;
- b) To evaluate the performance of the members of the Board as well as Key Managerial Personnel and senior management personnel and to provide rewards linked directly to their efforts, performance, dedication and achievement relating to Company's operations;
- c) To recommend to the Board on remuneration payable to the Directors, Key Managerial Personnel and senior management personnel;
- d) Assessing the independence of Independent Directors;
- e) To make recommendation to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of the Managing/Whole-Time Directors, subject to the provision of law and their service contract;
- f) To retain, motivate and promote talent and to ensure long term sustainability of talented management personnel and create competitive advantage;
- g) To devise a policy on Board diversity;
- h) To develop a succession plan for the Board and to regularly review the plan.

The Nomination & Remuneration Committee comprised of the following directors of the Company:

Name	Designation	Whether Non-Executive/Independent
Mr. Jitendra Jain (w.e.f. 30.08.2017)	Chairman	Independent
Mr. Soban Singh (upto 30.08.2017)	Chairman	Independent
Ms. Reena Gupta	Member	Independent
Ms. Beenu Agarwal	Member	Non-Executive

During the financial year 2017-18, the Nomination & Remuneration Committee met once, on 17th October, 2017. The attendance of the members of the Committee was as follows:-

Director	No. of meetings held	No. of meetings attended
Mr. Jitendra Jain (w.e.f. 30/08/2017)	1	1
Mr. Soban Singh (upto 30/08/2017)	0	0
Ms. Beenu Agarwal	1	1
Ms. Reena Gupta	1	1

Appointment & Remuneration Policy:

A. Policy for appointment and removal of directors, KMP and senior management personnel

(i) Appointment Criteria and Qualifications

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as director, KMP or senior management personnel and recommend to the Board his/her appointment.

b) A person should possess adequate qualifications, expertise and experience for the position he/she is considered for appointment. The Committee has discretion to decide whether qualifications, expertise and experience possessed by a person is sufficient/satisfactory for the concerned position.

c) The Company shall not appoint or continue the employment of any person as Managing/Whole-time Director who has attained the age of seventy years, provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of the shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

(ii) Term/Tenure

a) Managing Director/Whole-time Director

The Company shall appoint or re-appoint any person as its Non-Executive Chairman, Managing Director or Whole-time Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto a maximum of five years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director, provided that the Independent Director shall not, during the said period of three years be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director, it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

c) Evaluation

The Committee shall carry out evaluation of performance of every Director, Key Managerial Personnel and senior management personnel at regular intervals.

(iii) Removal

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, Rules & Regulations thereunder, the Committee may recommend to the Board with reasons recorded in writing, removal of a Director, Key Managerial Personnel or senior management personnel subject to the provisions and compliance of the said Act, Rules & Regulations.

(iv) Retirement

The Directors, KMP and senior management personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP and senior management personnel in the same position/remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

B. Policy for remuneration to directors, KMP and senior management personnel

(i) Remuneration to Managing/Whole-time Directors, KMP and senior management personnel

The remuneration/ compensation/ commission etc. to be paid to Managing/Whole-time Directors shall be governed as per provisions of the Companies Act, 2013 and Rules made there under or any other enactment for the time-being in force.

(ii) Remuneration to Non-Executive/ Independent Director

The non-executive Independent /Non-Independent Director may receive remuneration/ compensation/ commission as per the provisions of the Companies Act, 2013. The amount of sitting fees shall be subject to ceiling/limits as provided under the Companies Act, 2013 and Rules made thereunder or any other enactment for the time being in force.

C. Details of remunerations paid to the Directors during the financial year 2017-18:

Remuneration paid to the Director(s) forms part of the extract of Annual Return, which forms part of Directors' report.

(c) Stakeholders Relationship Committee:

The Board of Directors of the Company reconstituted Shareholders Grievance Committee consisting of the following Directors:

- Ms. Beenu Agarwal(Chairman)
- Mr. Jitendra Jain (Member)

The role of the Committee is to consider and resolve the grievances of the security holders of the Company, including complaints relating to transfer and transmission of securities, non-receipt of dividends, and such other grievances as may be raised by the security holders from time to time.

One meeting of the Committee was held during the year on November 14, 2017. Details of Meeting have been given below.

Director	No. of meetings held	No. of meetings attended
Ms. Beenu Agarwal	1	1
Mr. Jitendra Jain	1	1

Annual General Meetings

The last three Annual General Meetings of the Company were as under:

Financial Year	Date	Time	Place
2014-15	30.09.2015	10.00 a.m.	L-7, Menz. Floor, Green Park Extn., New Delhi - 110 016
2015-16	30.09.2016	10.00a.m.	L-7, Menz. Floor, Green Park Extn., New Delhi - 110 016
2016-17	29.09.2017	02:00 p.m.	L-7, Menz. Floor, Green Park Extn., New Delhi - 110 016

Disclosures

(i) There were no transactions of material nature with the directors or the management or their subsidiaries or relatives etc. during the year that had potential conflict with the interests of the Company at large. The details of related party transactions have been reported in the Notes to Accounts.

(ii) The financial statements have been prepared in compliance with the requirements of the Companies Act, 2013 and in conformity, in all material respects, with the generally accepted accounting principles and standards in India. The estimates/judgments made in preparation of these financial statement are consistent, reasonable and on prudent basis so as to reflect true and fair view of the state of affairs and results/operations of the Company.

(iii) The Company has formulated Whistle Blower Policy to establish a Vigil Mechanism for directors and employees of the Company and the details are provided at page 45 of this report.

(iv) The Company has well-defined Risk Management Policies for each of the businesses, duly approved by the Board, which are periodically reviewed to ensure that the executive management controls risk by means of a properly defined framework.

(v) The Company has not raised any funds from the capital market (public/rights/preferential issues etc.) during the financial year under review.

(vi) There was no instance of non-compliance of any matter relating to the capital markets by the Company. No penalties or strictures have been imposed on the Company by the stock exchanges, SEBI or any other statutory authorities on any matter relating to the capital market during the last three years.

(vii) The details of the equity shares of the Company held by the Directors as on 31st March, 2018 are as under:

S.No.	Name of the Director	No. of shares held
1	Mr. Jitendra Jain	Nil
2	Mr. Sahib Singh Gusain	Nil
3	Ms. Beenu Aggarwal	Nil
4	Ms. Reena Gupta	Nil

(viii) The Company is complying with all mandatory requirements of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015.

Means of communication

The Quarterly, Half Yearly and Annual Results are communicated to the Calcutta Stock Exchange Limited, where the Company's shares are listed as soon as they are approved and taken on record by the Board of Directors of the Company. Further, the quarterly and half-yearly results are published in leading newspapers such as 'Mint (English) and 'Haribhoomi' (Hindi). The results are not sent individually to the shareholders. The financial results are also displayed on the web-site of the Company at www.aarshyam.in. Pursuant to circular no. CIR/CFD/DIL/10/2010 dated 16th December, 2010 issued by Securities & Exchange Board of India (SEBI), the Company has maintained website namely www.aarshyam.in providing the basic information about the Company such as details of our business, financial information, shareholding pattern, compliance with corporate governance, company policies, contact information of the designated officials of the Company who are responsible for assisting and handling investor grievances, etc. The information provided on the website is being updated regularly.

The Company has an Investor Grievance Cell in the Share Department to redress the grievances/queries of the shareholders. In order to redress shareholders' queries and grievances, the Company has a separate e-mail ID info@aarshyam.in

Auditors' Certificate on Corporate Governance

A certificate has been obtained from the Auditors of the Company regarding compliance with the provisions relating to Corporate Governance laid-down in SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015. The same is annexed to this report.

CEO/CFO Certification

The CEO and the CFO have issued certificate pursuant to the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 certifying that the financial statements do not contain any untrue statements and these statements represent a true and fair view of the Company's' affair. The said certificate is annexed and forms part of the Annual Report.

GENERAL SHAREHOLDERS INFORMATION

• Annual General Meeting:

Date	28 th September, 2018
Time	02.00 p.m.
Venue	La'ola Boutique Hotel, D-55, East of Kailash, Opposite Sapna Cinema, New Delhi- 110065

• Listing:

Sl. No.	Name & address of stock exchanges
1	The Calcutta Stock Exchange Ltd 7, Lyons Range, Kolkata - 700 001.

The Company has already paid annual listing fee for the year 2018-19 to the stock exchange.

- **Stock Code:**

- The Calcutta Stock Exchange Ltd, Kolkata : 11600
- Demat ISIN in NSDL and CDSL for equity shares : INE512R01010

- **Share Transfer Agents and Demat Registrar:**

The Company has appointed M/s MAS Services Ltd., New Delhi as the Registrar & Share Transfer Agents for handling both physical share registry work and demat share registry work having their office at:

Mas Services Limited

T-34, 2nd Floor, Okhla Industrial Area,

Phase - II, New Delhi - 110 020

Ph:- 26387281/82/83 Fax:- 26387384

email:- info@masserv.com

website : www.masserv.com

- **Share Transfer System:**

The transfers are normally processed within a period of 15 days from the date of receipt if the documents are complete in all respects. Requests for dematerialization of shares are processed and confirmation is given to the respective depositories i.e. NSDL and CDSL within 15 days. The connectivity with NSDL & CDSL is maintained through M/s MAS Services Ltd. The Shareholders have the option to open account with any of the depository participants registered with CDSL and NSDL. In the case of off-market/private transactions involving transfer of shares in physical form, SEBI has made mandatory for the transferee(s) to furnish copy of PAN card to the company/RTA. The shareholders/investors are advised to comply with the same while filing transfer documents with the company/RTA.

- **Distribution of Equity Shareholding:**

(a) **Shareholding Pattern as on 31st March, 2018**

Category	No. of shareholders	No. of shares	% of shareholding
Promoter holding			
Individuals/HUF	-	-	-
Bodies Corporate	1	257440	8.581
Total Promoter holding	1	257440	8.58
Non-promoter holding			
Institutions/banks	-	-	-
Bodies Corporate	7	1920060	64.00
Individuals	156	822500	27.42
NRIs/OBCs	-	-	-

Clearing members	-	-	-
Others (if any)	-	-	-
Total Non-promoter holding	163	2742560	91.42
Total	164	3000000	100

(b) **Distribution of shareholding as on 31st March, 2018**

No. of Share held	Shareholders		Share Amount	
	Number	% to Total	In Rupees	% to Total
1 TO 5000	150	91.463	1,40,700	0.469
5001 TO 10000	1	0.610	9,300	0.031
10001 TO 20000	0	0.000	0	0.000
20001 TO 30000	0	0.000	0	0.000
30001 TO 40000	0	0.000	0	0.000
40001 TO 50000	0	0.000	0	0.000
50001 TO 100000	0	0.000	0	0.000
100001 AND ABOVE	13	7.927	2,98,50,000	99.500
Total	163	100	3,00,00,000	100

• **Dematerialization of Shares:**

The Company has entered into an agreement with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Limited to offer depository services to the shareholders. As on March 31, 2018, 29,85,000 equity shares equivalent to 99.50% of the shares of the Company have been dematerialized. All the shares held by the promoters of the Company are in dematerialized form.

Important information for necessary action of shareholders:

It is informed to the shareholders that SEBI vide its circular dated 8th June, 2018 amended the regulations of SEBI (LODR), 2015, pursuant to which transfer of shares shall be possible only when such shares are held in dematerialized form. The circular shall be effective from 180 days from the date of its publication in official gazette i.e. w.e.f. December 05, 2018.

In other words, request for effecting transfer of equity shares held in physical form will not be processed from the effective date i.e. December 5, 2018. It shall be mandatory to convert physical holding into electronic mode i.e. in demat, for transferring shares to another person(s)/entity(s).

In view of the aforesaid, all the shareholders holding shares in physical form are further advised to convert their shareholding from Physical form to Demat form with a Depository Participant of their choice. The following are the few advantages of holding securities in electronic mode i.e. demat:

1. Freedom from physical storage and Contribution to the 'Green Initiative';
2. Elimination of chances of theft, mutilation, defacement etc;
3. There is no need to bear stamp duty for transfer of securities; this brings down the cost of transaction significantly;
4. Easy to carry out any change/ alteration in personal particulars across all companies in which securities are held by making single request with your Depository Participant;
5. Monitoring of securities held in Demat form can be done from anywhere

- **Reconciliation of Share Capital Audit:**

A qualified practicing Company Secretary carried out a Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The Secretarial Audit Report confirms that the total issued / paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

- **Outstanding GDR's/ADR's/Warrants etc.:** Not Applicable

- **Address for correspondence:**

(a) *Regd. Office:*

AAR Shyam India Investment Company Limited,

L-7, Mezzanine Floor, Green Park Extension,

New Delhi-110016

Email : info@aarshyam.in

Website: www.aarshyam.in

(b) *Registrar & Share Transfer Agent:*

Mas Services Limited

T-34, 2nd Floor, Okhla Industrial Area,

Phase - II, New Delhi - 110 020

Ph:- 26387281/82/83 Fax:- 26387384

email:- info@masserv.com

Website: www.masserv.com

Shareholders holding shares in electronic mode should address all their correspondence to their respective Depository Participants.

For and on behalf of

AAR Shyam India Investment Company Limited

Sd/-

Sahib Singh Gusain

Director

DIN: 00649786

AUDITORS' CERTIFICATE REGARDING COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATION 2015

TO THE MEMBERS OF AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

We have examined the compliance of conditions of Corporate Governance by **Aar Shyam India Investment Company Limited** ('the Company'), for the year ended 31 March 2018 as stipulated in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively referred to as "SEBI Listing Regulations, 2015").

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial 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 generally comply with all the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We 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 Kundan Agrawal & Associates
Company Secretaries
FRN: S2009DE113700**

**Place: Delhi
Date: 18/08/2018**

**Kundan Agrawal
Company Secretary
Membership No.:- 7631
C.P. No. 8325**

Declaration Regarding Code of Conduct

I hereby declare that all the Directors and Senior Management Personnel have confirmed compliance with the Code of Conduct as adopted by the Company.

Sd/-

Sahib Singh Gusain

Director

DIN : 00649786

Place : New Delhi

Date : 30.08.2018

M. D./ CFO Certification

The Board of Directors
AAR Shyam India Investment Company Limited

We have reviewed the financial statements and the Cash Flow Statement of AAR Shyam India Investment Company Limited for the year ended 31st March, 2018 and that to the best of our knowledge and belief, we state that;

- (a) (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading;
(ii) these statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations.
- (b) there are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- (c) we accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.
- (d) we have indicated to the Auditors and the Audit Committee:
- i) significant changes, if any, in the internal control over financial reporting during the year.
 - ii) significant changes, if any, in accounting policies made during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Yours sincerely,

Sd/-
Dinesh Kumar
Chief Financial Officer

Sd/-
Sahib Singh Gusain
Whole-Time Director

Place : New Delhi

Date : 30.08.2018



STRG & ASSOCIATES
CHARTERED ACCOUNTANTS

348, 1st Floor, Tarun Enclave, Pitam Pura, New Delhi-110088
Phone : 2701 2828, 2702 2828, 2703 2828 Fax: 2701 2727
Website : www.strggroup.com

Independent Auditor's Report

To the Members of
AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **M/S AAR SHYAM INDIA INVESTMENT COMPANY LIMITED**, which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The management and Board of Directors of the company are 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 Companies (Accounts) Rules, 2014. This responsibility 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 judgements and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are 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.

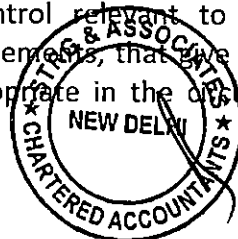
Auditor's Responsibility

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

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

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

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



30 MAY 2018

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 accounting policies used and the reasonableness of the accounting estimates made by Company's management and Board of 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

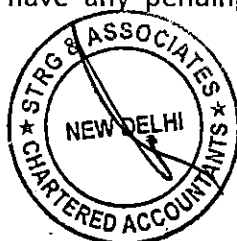
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2018, its profit and its cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters Specified in paragraphs 3 and 4 of the Order.

As required by section 143(3) of the Act, we further report that:

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the aforesaid 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 written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Act
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"
- 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 any pending litigations which would impact its financial position



30 MAY 2018

- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the company for the year ended March 31, 2018.

For STRG & ASSOCIATES
CHARTERED ACCOUNTANTS

FRN/014826N



CA Rakesh Gupta
Partner

M.No: 094040

Place : New Delhi

Date : 30 MAY 2018

“Annexure A” 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 M/S AAR SHYAM INDIA INVESTMENT COMPANY LIMITED for the year ended March 31, 2018:

- (i) The Company does not own any fixed assets; accordingly the provisions of clause 3(i)(a), 3(i)(b) & 3(i)(c) of the Companies Order, 2016 are not applicable to the company
- (ii) The Company does not own any inventory during the year; accordingly the provisions of clause 3(ii) of the Companies Order, 2016 are not applicable to the company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) of the Order are not applicable to the Company.
- (iv) 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.
- (v) The Company has not accepted any deposits during the year. Accordingly, the provisions of clause 3 (v) of the Order are not applicable to the Company.
- (vi) In our opinion, 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.
- (vii) (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; to the extent applicable to the company. 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, 2018 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.
- (viii) 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.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised money 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.



30 MAY 2018

- (x) 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.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandate by the provisions of section 197 read with schedule V to the Act.
- (xii) According to information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- (xiii) As per information & explanations given to us, there are no transactions with the related parties and the company is 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.
- (xiv) 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.
- (xv) 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.
- (xvi) Yes, the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company has obtained the registration.

Place : New Delhi

Date : **30 MAY 2018**

For STRG & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 014826
NEW DELHI
Charakesh Gupta
Partner
M.No: 094040

Annexure - B to the Auditors' Report

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 M/s AAR SHYAM INDIA INVESTMENT COMPANY LIMITED ("the Company") as of 31 March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

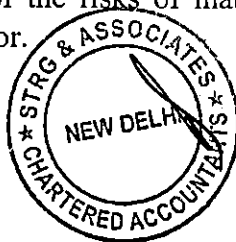
Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



30 MAY 2018

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

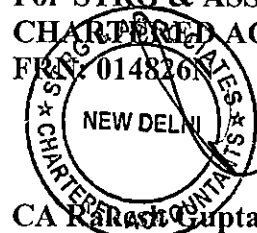
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : New Delhi
Date : 30 MAY 2018

For STRG & ASSOCIATES
CHARTERED ACCOUNTANTS

FRN: 014826



CA Karan Gupta
Partner
M.No: 094040

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

Balance Sheet as at 31st March 2018

(Amount in Rs.)

Particulars	Note	As at 31-03-2018		As at 31-03-2017	
EQUITY AND LIABILITIES					
Shareholders' Funds					
Share capital	3	30,000,000		30,000,000	
Reserves and surplus	4	11,775,316	41,775,316	11,509,350	41,509,350
Non Current Liabilities					
Long Term Borrowings					
Deferred Tax Liability					
Current Liabilities					
Short-term borrowings	5		3,400,000		3,945,000
Trade Payable	6		57,547		259,000
Other current liabilities	7		169,522		2,767,598
Short-term provisions					
TOTAL			45,402,385		48,480,948
ASSETS					
Non-Current Assets					
Fixed Assets	8		23,851,026		11,534,154
Non-current investments	9				
Deferred Tax Assets (Net)					
Long Term Loans & Advances					
Other Non Current Assets					
Current Assets					
Current Investments					
Inventories	10		4,178,349		12,375,801
Trade receivable	11		6,412,284		7,783,369
Cash and cash equivalents	12		10,319,434		16,602,337
Short Term Loan & Advances	13		641,292		185,287
Other current assets					
TOTAL			45,402,385		48,480,948
	1 & 2				

Significant Accounting Policies & notes form part of the financial statements

As per our report of even date
For STRG & Associates
Chartered Accountants
FRN: 014810C



Place : New Delhi

Date : 30 MAY 2018

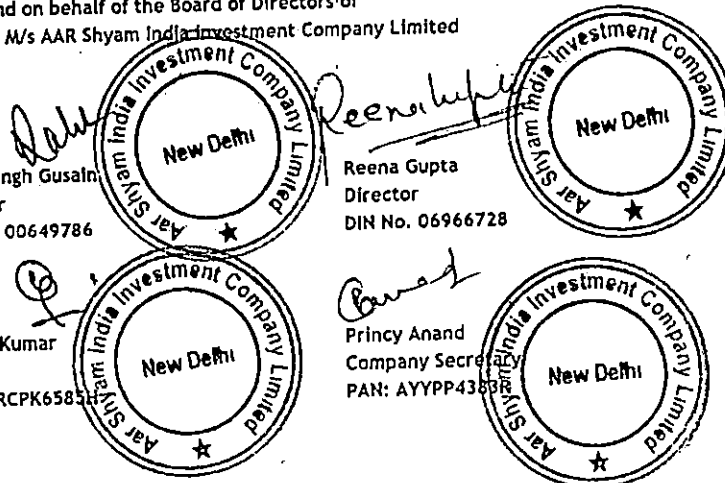
For and on behalf of the Board of Directors of
M/s AAR Shyam India Investment Company Limited

Sahib Singh Gusain
Director
DIN No. 00649786

Dinesh Kumar
CFD
PAN: ARCPK6585H

Reena Gupta
Director
DIN No. 06966728

Princy Anand
Company Secretary
PAN: AYYPP4385B



AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

Statement of Profit and loss for the year ended 31st March 2018

(Amount in Rs.)

Particulars	Note	For the year ended 31st March 2018	For the year ended 31st March 2017
Income			
Revenue From Operations	14	3,943,189	12,010,904
Other Income	15	246,992	8,309
Total Revenue		4,190,181	12,019,213
Expenses:			
Cost of Material Consumed		-	-
Purchase of Stock In Trade		-	-
Changes In the Inventories		-	-
Employee Benefit Expenses	16	660,645	552,068
Finance Cost	17	40,981	51,212
Depreciation & Amortization Expenses		-	-
Other Expenses	18	3,136,318	1,615,348
Total Expenses		3,837,944	2,218,628
Profit Before Exceptional & Extraordinary Items and tax		352,237	9,800,585
Less:-Exceptional Items		-	-
Profit /(Loss) Before Tax		352,237	9,800,585
Tax Expense:			
Current tax		118,723	2,703,092
MAT Credit		(16,745)	-
Deferred Tax		-	191,267
Profit /(Loss) for the Period		250,259	6,906,226
Earnings per equity share of Rs 10 each:			
(1) Basic		0.08	2.30
(2) Diluted		0.08	2.30
	1 & 2		

Significant Accounting Policies & notes form part of the financial statements

As per our report of even date
For STRG & Associates
Chartered Accountants



Membership No. 094040

Place : New Delhi

Date : 30 MAY 2018

For and on behalf of the Board of Directors of
M/s AAR Shyam India Investment Company Limited

Sahib Singh Gupta
Director
DIN No. 00649788

Reena Gupta
Director
DIN No. 06966728

Dinesh Kumar
CFO
PAN: ARCPK6584H

Princy Anand
Company Secretary
PAN: AYYPR4883R

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Particulars	For the year ended	
	31.03.2018	31.03.2017
	(Rs.)	(Rs.)
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit after Tax	250,259	6,906,226
Add: Provision For Income Tax	118,723	2,703,092
Add: Deferred Tax	0	191,267
Mat Credit	(16,745)	
Net profit before tax	352,237	9,800,585
adjustments for :		
Provision reversed for dimuntion of Investment	-	-
Operating profit before working capital changes	352,237	9,800,585
Ajustments for :		
(Increase)/Decrease in Trade receivable	8,197,452	(12,375,801)
(Increase)/Decrease in short Term Loan & Advances	6,282,903	9,474,802
(Increase)/Decrease in other current assets	(456,005)	(34,612)
Increase/(Decrease) in Trade and other payables	(201,453)	96,145
Increase/ (Decrease) in short term provisions	(2,598,076)	2182380
Cash generated from operations	11,577,058	9,143,499
Direct taxes refund/(paid)	(101,978)	(2,703,092)
Provision For standard Asset Reversed	15,707	(41,506)
Net Cash flow Generated from Operating Activities (A)	11,490,787	6,398,901
B. CASH FLOWS FROM INVESTING ACTIVITIES		
(Purchase)/Sale of Investments	(12,316,872)	-1,720,667
Net Cash Flow Generated from Investing Activities (B)	(12,316,872)	(1720667)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of share capital		45,000
Repayment of unsecured Loan	(545,000)	
Net Cash Generated from Financing Activities (C)	(545,000)	45,000
Net Increase in Cash & Cash Equivalents (A + B + C)	(1,371,084)	4,723,234
Opening cash and cash equivalents	7,783,369	3,060,135
Closing cash and cash equivalents	6,412,284	7,783,369
Cash & Cash equivalents as stated in Balance Sheet		
Cash in Hand	124	124
Cash at Bank	5,436,334	1,365,894
Cheque in hand		5,000,000
FD with Bank	975,827	1,417,351
Cash & Cash equivalents as stated in Balance Sheet	6,412,284	7,783,369


Accompanying notes form part of the financial statements
 In terms of our report of even date attached

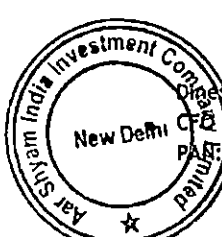
For STRG & Associates
 Chartered Accountants
 FRN : 094026N

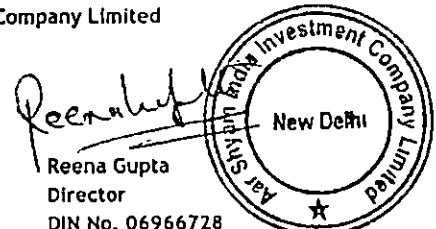
(CA Rakesh Gupta)
 Partner
 Membership No. 094040

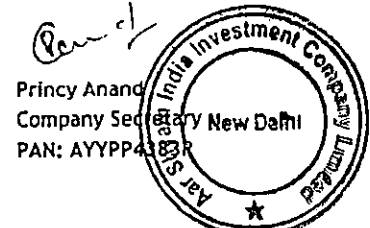
Place : New Delhi
 Date **30 MAY 2018**

For and on behalf of the Board of Directors of
 M/s AAR Shyam India Investment Company Limited


 Sahib Singh Gusain
 Director
 DIN No. 00649786


 Dinesh Kumar
 Director
 PAN: ARCPK6585H


 Reena Gupta
 Director
 DIN No. 06966728


 Princy Anand
 Company Secretary
 PAN: AYYPP4383R

3. Share capital

Particulars	As at 31st March 2018		As at 31st March 2017	
	Number	Amount	Number	Amount
Authorised Capital				
Equity Shares of Rs. 10/- each	3,500,000	35,000,000	3,500,000	35,000,000
	3,500,000	35,000,000	3,500,000	35,000,000
Issued, Subscribed & Paid up Capital				
Equity Shares of Rs.10/- each	3,000,000	30,000,000	3,000,000	30,000,000
Total	3,000,000	30,000,000	3,000,000	30,000,000

Particulars	As at 31 March 2018	As at 31 March 2017
Reconciliation of Number of Shares Outstanding at the Beginning and at the End of the Reporting Period:		
Balance at the beginning of the reporting period	3,000,000	3,000,000
Add: Shares issued during the year		
Balance at the end of the year	3,000,000	3,000,000
Reconciliation of Share Capital Outstanding at the Beginning and at the End of the Reporting Period:		
Balance at the beginning of the reporting period	30,000,000	30,000,000
Add: Share Capital issued during the year		
Balance at the end of the year	30,000,000	30,000,000

(i) The details of shareholder holding more than 5% shares as at March 31, 2018 and March 31, 2017 are set out below

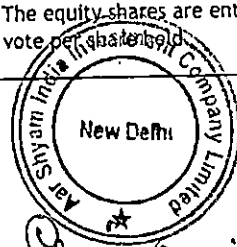
Equity Shareholders

Name of Shareholder	As at 31 March 2018		As at 31 March 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
EIRENE BUSINESS SOLUTION PRIVATE LIMITED			350000	11.67
NUGGET STEEL TRADING PRIVATE LIMITED			350000	11.67
PLUS CORPORATE VENTURES PRIVATE LIMITED	350000	11.67		
SHIVMANI VINIMAY PRIVATE LIMITED	712560	23.75		
VYAAS VYAPAAR PRIVATE LIMITED	350000	11.67	350000	11.67
K K MODI INVESTMENT & FINANCIAL SERVICES PVT LTD	257440	8.58	257440	8.58
MANI NAGAR AGENCIES PRIVATE LIMITED	200000	6.67		
DEEPA AGGARWAL	200000	6.67	200000	6.67
MURARI MOHAN BANIA	200000	6.67	200000	6.67
PUSPA LAHARI			200000	6.67
SWAPAN KUMAR GHOSH (HUF)	200000	6.67	200000	6.67
SANJIB BERA	160000	5.33	160000	5.33

(ii) The company has one class of equity shares having a par value of INR 10/- per share. Accordingly, all equity shares rank equally with regard to dividends and share in the company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. Each shareholder is eligible for one vote per share held.



Rohit
30 MAY 2018



Reena Gupta

4. Reserves and surplus

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Special Reserve		
Opening Balance	50,000	50,000
(+) Current year transfer		
Closing Balance	50,000	50,000
Statutory Reserve *		
Opening Balance	3,274,839	1,314,722
(+) Current Year Transfer	70,447	1,960,117
Closing Balance	3,345,286	3,274,839
Surplus		
Opening balance	8,184,511	3,279,908
Add: Net Profit/(Net Loss) For the current year	250,259	6,906,226
Less: Transfer to Statutory Reserves	70,447	1,960,117
Less: Provision for Standard Assets	(15,707)	41,506
	8,380,030	8,184,511
	11,775,316	11,509,350

5. Short-term borrowings

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
<u>Unsecured:</u>		
Corporate Loans and Advances	3,400,000	3,945,000
Total	3,400,000	3,945,000

6. Other current liabilities

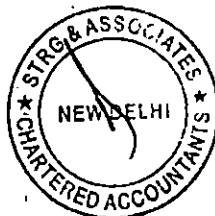
(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
<u>Expenses Payable</u>		
Other	54,547	199,000
Salary		55,000
<u>Duties & Taxes</u>		
TDS Payable	3,000	5,000
Total	57,547	259,000

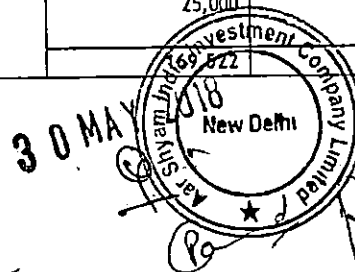
7. Short-term provisions

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Provision for Income tax	118,723	2,703,092
Provision Against Standard Assets	25,799	41,506
Audit fees	25,000	23,000
Total	169,522	2,767,598



Wahid



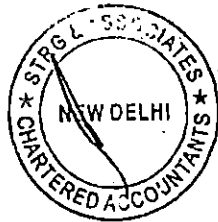
Reenukumar

8 Non Current Investments

(Amount in Rs.)

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Investments - Other		
Quoted		
Investment In Equity Shares Fully paid up	16,151,026	3,834,154
Unquoted-		
Investment in Preference Shares	7,700,000	7,700,000
Total	23,851,026	11,534,154
Less : Provision For diminution in the value of investments		
Total	23,851,026	11,534,154

Particulars	As at 31.03.2018 Rs.	As at 31.03.2017 Rs.
Aggregate amount of quoted Investment	16,151,026	3,834,154
Aggregate amount of unquoted Investment	7,700,000	7,700,000
Total	23,851,026	11,534,154
Market Value of quoted Investments	13,138,632	3,905,050



30 MAY 2018

Rahul



Ramesh

Reemika

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED
Notes forming part of financial statements

Note-9

Deferred Tax

Particulars	As at 31	As at 31
	March 2018	March 2017
	Rs.	Rs.
SHORT TERM CAPITAL LOSS	-	-
TIMING DIFFERENCES	-	-
CLOSING (DTL)/DTA- @ 15.45%	-	-
LESS: OPENING (DTL)/DTA	-	-
(DTL)/DTA TO BE RECOGNIZED	-	-

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10. Trade receivables

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Trade Receivable		
Unsecured, considered good	3,991,105	
outstanding for a period exceeding six months	187,244	12,375,801
Less than 6 months		
	4,178,349	12,375,801

11. Cash and cash equivalents

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Cash in hand	124	124
Balances with banks		
In current accounts	5,436,334	1,365,894
Cheque in hand		5,000,000
In fixed deposits	975,827	1,417,351
	6,412,285	7,783,369

12. Short Term Loan & Advances

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Unsecured, considered good		
Loans and Advances		
-to related parties	10,319,434	16,602,337
-to Others		
	10,319,434	16,602,337

13. Other current assets

(Amount in Rs.)

Particulars	As at 31 March 2018	As at 31 March 2017
Income Tax Refundable	23,370	23,370
Input Gst	455,673	
Mat Credit	16,745	
TDS (AY 2017-18)		161,917
TDS (AY 2018-19)	145,504	
	641,292	185,287

14. Revenue from operations

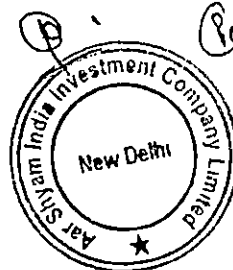
(Amount in Rs.)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Interest Income	1,367,079	1,966,617
Share Profit		8,091,105
Interest on FD	87,958	100,749
MTM Currency (FRR)	104,387	4,823
MTM FO & DO (FRR)	145,831	1,027,278
Profit on Intraday share trading	6,444	9,795
Short Term Gain on Sale of Shares	2,231,490	1,343,205
Long Term Gain on Sale of Shares		-532,669
Total	3,943,189	12,010,904



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30 MAY 2018



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15. Other Income

(Amount in Rs.)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Dividend Income	36,992	4,538
Liability No Longer required written back	210,000	
Miscellaneous Income		3,771
Total	246,992	8,309

16. Employee Benefit Expenses

(Amount in Rs.)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Salary	660,645	552,068
Total	660,645	552,068

17. Finance Cost

(Amount in Rs.)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Interest Expenses On Loan	39,246	50,356
Bank Charges	1,735	856
Total	40,981	51,212

18. Other expenses

(Amount in Rs.)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Advertisement expenses	21,045	24,877
Audit fees	25,600	23,100
bad debts		1,349,364
BSE Processing Fees and Scrutiny Fees	2,559,000	
Broker Expenses & Demat Charges	1,522	2,002
CSE Listing Fees	48,788	
Depository Charges	16,719	10,350
Interest on income tax and Demand	307,544	
Income Tax Receivable Written Off(demand)		5,042
Interest On tds	266	
Misc Expenses	2,400	3,278
Postage expenses	589	1,361
Professional charges	65,755	55,450
Printing & Stationery Expenses	5,000	5,000
ROC expense	17,115	12,200
Rent	60,000	120,000
Server Expenses	5,000	3,000
short & excess	(25)	324
Total	3,136,318	1,615,348

For STRG & Associates
Chartered Accountants
PAN: 014826H

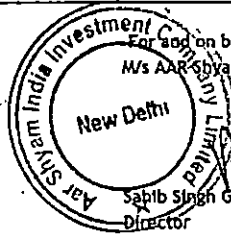


Place : New Delhi

Date :

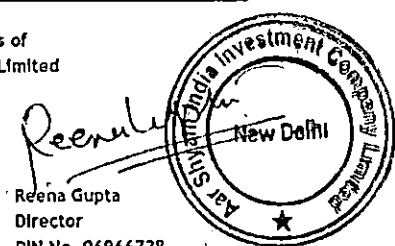
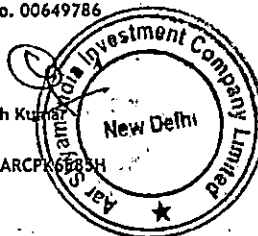
30 MAY 2018

For and on behalf of the Board of Directors of
M/s AAR Shyam India Investment Company Limited

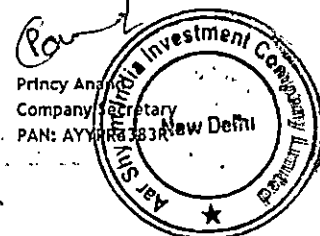


Sabib Singh Gusain
Director
DIN No. 00649786

Dinesh Kumar
CFO
PAN: ARCP6683H



Reena Gupta
Director
DIN No. 06966728

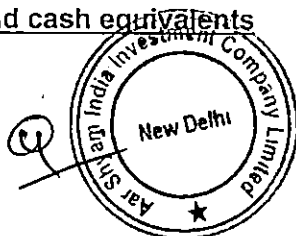


Princy Anand
Company Secretary
PAN: AYYR1383R

AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

NOTE – 1: SIGNIFICANT ACCOUNTING POLICIES

- I. AAR Shyam India Investment Company Limited ("the Company") was incorporated under the Companies Act 1956, on 24th Day of February 1983. The Company is engaged in NBFC's activities. Company is also registered under 45-IA of Reserve Bank of India Act 1934.
- II. Basis of preparation of financial statements:
These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees.
- II. Use of estimates
The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods. The management believes that the estimates made in the preparation of the financial statements are prudent and reasonable.
- III. Income and Expenditure
Income and Expenditure are accounted for on accrual basis except finance charges and interest Income on bad & doubtful debts which is recognized as per IRAC norms of RBI guidelines.
- IV. Tangible Fixed Assets & Depreciation
There are no fixed assets in the company so no depreciation has been provided in the books of accounts.
- V. Investments
Investment has been bifurcated into 'Non Current' and 'current' categories as per RBI Norms. Non Current investment is valued at cost and current investment at cost or market value whichever is lower. However, no provision is required on account of permanent diminution in the value of Non Current investments.
- VI. Inventories
The Company does not have any kind of inventory during the year.
- VII. Loans & Advances
Loans and Advances are classified in accordance with IRAC norms issued by RBI.
- VIII. Dividend
No dividend has been paid or declared by the company during the year.
- IX. Cash and cash equivalents



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Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and Cheque in hand and short term investments with an original maturity of three months or less.

X. Provision, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. There is no Contingent Assets & Liabilities.

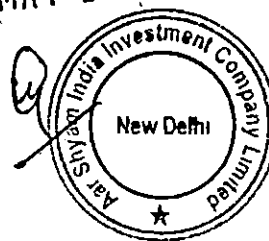
Provision for Non-Performing Assets

In accordance with Prudential Norms, contingent provision at 0.25% has been created on outstanding standard assets which has been shown in balance sheet under the head short-term provision in current liabilities.

XI. Unless specifically stated to be otherwise, these policies are consistently followed.



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AAR SHYAM INDIA INVESTMENT COMPANY LIMITED

OTHER NOTES ON ACCOUNTS

	AS AT 31.03.2018	AS AT 31.03.2017
	<u>(Rs. In Lacs)</u>	<u>(Rs. In Lacs)</u>
19. <u>COMMITMENTS</u>		
a) Estimated amount of contracts Remaining to be executed on Capital Account and not provided for :	NIL	NIL
b) Letters of Credit opened in favour of inland/overseas suppliers	NIL	NIL
20. <u>Contingent Liabilities not provided for :-</u> (excluding matters separately dealt with in other notes)		
a) Counter guarantees issued to Bankers in respect of guarantees issued by them	NIL	NIL
b) Guarantees issued on behalf of Ltd. Co's	NIL	NIL
21. Value of Imports on CIF Basis	NIL	NIL
22. Earning in Foreign Currency	NIL	NIL
23. Expenditure in Foreign Currency	NIL	NIL
24. In the opinion of the Board, all Current Assets, Loans & Advances (Except where indicated otherwise) collectively have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.		
25. Balance confirmation certificates from parties, as appearing in the Balance Sheet under the heads 'Short Term Loans & Advances' on the assets side of the Balance Sheet are subject to confirmations.		
26. Company has not made any Provision for liability of future payment of gratuity in the current year. Further, no provision has been made for leave encashment benefits, as the company does not have a policy of encashing leaves of employees.		
27. The company is engaged in the business of non-banking financial activity. Since all the activities relate to main activity, in the opinion of the management, there is only one business segment in terms of AS-17 on segment reporting issued by ICAI		

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28. Auditors' remuneration

'Auditors' remuneration is as follows: (Excluding Taxes)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Statutory Audit Fees	18,000	15,000
Tax Audit	7,000	5,000

29. Related Party Disclosures:

Related party disclosures as required under Accounting Standard (AS) – 18 "Related party Disclosures", notified by the Government in the Companies (Accounting Standard) Rules 2006, are given in a separate annexure attached herewith:

a) Related parties Disclosures

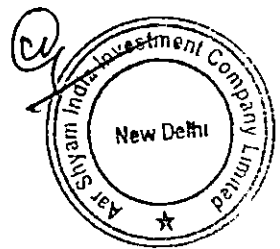
Description of Relationship	Name of Party
Key Management Personnel	
Sahib Singh Gusain (appointed on 30.08.2017)	
Dinesh Kumar (appointed on 28.03.2015)	
Princy Anand (appointed on 14/02/2017)	
Directors	
Beenu Aggarwal (appointed on 10.02.1997)	
Soban Singh (appointed on 14.11.2016 resigned on 30.08.2017)	
Jitender jain (appointed on 30.08.2017)	
Rakesh Babu (appointed on 28.03.2015 resigned on 30.08.2017)	
Reena Gupta (appointed on 10/08/2016)	

(b) Related Party Transactions during the year ending 31st March 2018:

Particulars		As on 31.03.2018	As on 31.03.2017
Name of Party	Particulars	Amount(Rs.)	Amount (Rs.)
Rakesh Babu	Salary	99,355/-	Nil
Dinesh Kumar	Salary	2,40,000/-	Nil
Sahib Singh Gusain	Salary	1,41,290/-	Nil
Princy Anand	Salary	1,80,000/-	Nil

(c) Balance outstanding with the related parties:

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Particulars		As on 31.03.2018	As on 31.03.2017
Name of Party	Particulars	Amount (Rs.)	Amount (Rs.)
Rakesh Babu .	Salary	Nil	Nil
Dinesh Kumar	Salary	Nil	Nil
Sahib Singh Gusain	Salary	Nil	Nil
Princy Anand	Salary	Nil	Nil

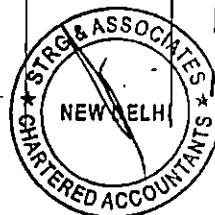
30. Earnings per share (EPS) – The numerators and denominators used to calculate Basic and Diluted Earning per share:

	Year Ended 31.03.2018	Year Ended 31.03.2017
Profit attributable to the Equity Shareholders – (A) (Rs)	2,50,259	69,06,226
Basic/ Weighted average number of Equity Shares outstanding during the year (B)	3,000,000	3,000,000
Nominal value of Equity Shares (Rs)	10	10
Basic/Diluted Earnings per share (Rs) – (A)/(B)	0.08	2.30
Calculation of profit attributable to Shareholders		
Profit Before Tax	3,52,237	98,00,585
Less : Provision for Tax/FBT/Deferred Tax/Mat	1,01,978	28,94,359
Less : Income Tax Adjustment	0	0
Profit attributable to Shareholders	2,50,259	69,06,226

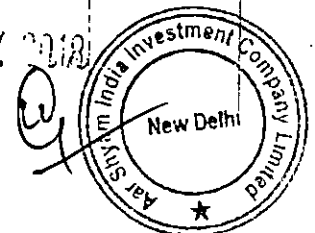
31. Figures for the previous year have been regrouped or rearranged wherever necessary.
32. Disclosure of details as required by revised para 13 of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007, earlier para 9BB of Non- Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.

Liabilities Side:

Particulars		(Rs. In Lacs)			
		Year ending 31.03.2018		Year ending 31.03.2017	
(1)		Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :				
(a)	Debentures : Secured Unsecured (other than falling within the meaning of public deposits)				



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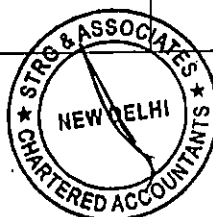
(b)	Deferred Credits	-	-	-	-
(c)	Term Loans	-	-	-	-
(d)	Inter-corporate loans and borrowing	34.00	-	39.45	-
(e)	Commercial Paper	-	-	-	-
(f)	Other Loans (specify nature) - Loans from Bank	-	-	-	-

Assets Side

(Rs. In Lacs)

	Particulars	Amount outstanding	Amount outstanding
(2)	Break-up of loans and advances including bills receivables (other than those included in (4) below :- a) Secured b) Unsecured	102.94	165.6
(3)	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities (i) Lease assets including lease rentals under sundry debtors : (a) Financial lease (b) Operating lease (ii) Stock on hire including hire charges under sundry debtors : (a) Assets on hire (b) Repossessed Assets (iii) Other loans counting towards AFC activities (a) Loans where assets have been repossessed (b) Loans other than (a) above		

(4)	Break-up of Investments : Current Investments : 1. <u>Quoted</u> : (i) Shares : (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of mutual funds (iv) Government Securities (v) Others (please		
	1. <u>Unquoted</u> : (i) Shares : (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of mutual funds (iv) Government Securities (v) Others (please specify)		



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Long Term investments :			
1. Quoted			
(i) Shares :	(a) Equity	161.51	38.34
	(b) Preference	-	-
(ii) Debentures and Bonds		-	-
(iii) Units of mutual funds		-	-
(iv) Government Securities		-	-
(v) Silver		-	-
2. Unquoted :			
(i) Shares :	(a) Equity	77.00	77.00
	(b) Preference	-	-
(ii) Debentures and Bonds		-	-
(iii) Units of mutual funds		-	-
(iv) Government Securities		-	-
(v) Others (please specify)		-	-

(5)

Borrower group-wise classification of assets financed as in (2) and (3) above :-

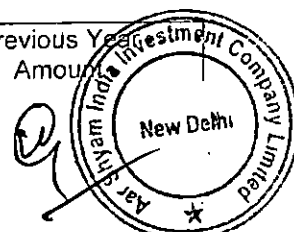
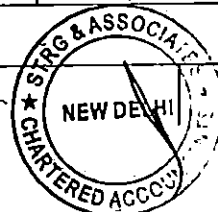
Category	Amount net of provision			Amount net of provision		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
a) Subsidiaries	-	-	-	-	-	-
b) Companies in the same group	-	-	-	-	-	-
c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	102.94	102.94	-	165.60	165.60
Total	-	102.94	102.94	-	165.60	165.60

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :

Category	Current Year		- Previous Year	
	Market Value/ Break-up or fair value or NAV	Book Value (Net of Provisions)	Market Value/ Break-up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	208.39	238.51	116.05	115.34

7 Other Information

Particulars	Current Year Amount	Previous Year Amount
	30 MAY 2018	



(i) Gross Non-Performing Assets		
a) Related parties	-	-
b) Other than related parties	-	-
ii) Net Non-Performing Assets		
a) Related parties	-	-
b) Other than related parties	-	-
iii) Assets acquired in satisfaction of debt	-	-

Note: In case of Investments in unquoted shares, it is assumed that market value is same as book value.

The company has received the following shares consequent upon the demerger of few companies where in the company was holding shares.

Serial No.	Name of Companies	No. of Shares	Remarks
1	Sintex Plastic Technologies Ltd	3900	Received upon demerger of Sintex Industries Ltd.
2	SMS Life Science India Ltd.	140	Received upon demerger of Sms Pharmaceuticals Ltd.
3	Praxis Home Retail Ltd.	100	Received upon demerger of Future Retail Ltd.

As the aforesaid shares are received in demerger scheme and without any consideration given by the company, the shares are having nil cost associated with them, Moreover the market price of these shares as on 31.03.2018 is included in the cost market value of quote shares appearing in note of the financial statements.

33. The Ministry of Micro, Small and Medium Enterprises has issued an office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the confirmations received by the Company, there are no amounts payable to micro and small enterprises as at 31 March 2018.
34. Borrowing Cost: Interest and other cost incurred by the company in connection with the borrowing of funds are recognised as an expense in the period in which they are incurred unless activities that are necessary to prepare the qualifying assets for its intended use are in progress



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