

Independent Auditor's Report

To the Members of Escorts Securities Limited

Report on the Ind AS Financial Statements

We have audited the accompanying Indian Accounting Standards (Ind AS) financial statements of **Escorts Securities Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS prescribed under section 133 of the Act.

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

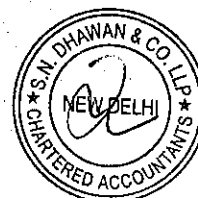
Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

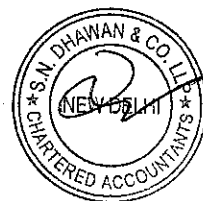
We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the aforesaid Ind AS 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 including the Ind AS, of the state of affairs of the Company as at March 31, 2018, and its losses (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

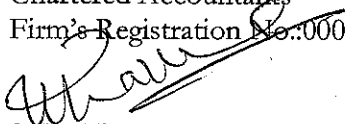
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Ind AS Financial Statements dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2018, 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 its branches which are companies incorporated in India 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 has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 29 to the Ind AS financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.N. Dhawan & Co LLP
(Formerly S. N. Dhawan & Co.)
Chartered Accountants
Firm's Registration No.: 000050N/N500045


S. K. Khattar
Partner
Membership No.: 084993

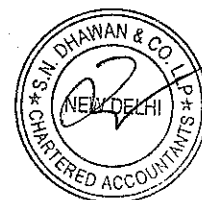


Place: New Delhi
Date: 11 May 2018

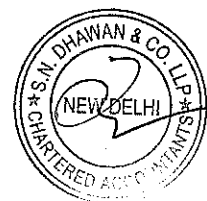
Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditor's Report of even date to the members of **Escorts Securities Limited** on the financial statements as of and for the year ended March 31, 2018)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) The Property, Plant and Equipment have been physically verified by the management during the year and according to the information and explanation given to us, no material discrepancies were noticed on such verification between book records and the physical inventories. In our opinion, the frequency of verification of the Property, Plant and Equipment is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and the records examined by us, the Company does not hold any immovable property. Accordingly, the provisions of clause 3(i)(c) of the Order are not applicable.
- (ii) In our opinion and according to the information and explanations given to us inventory comprises of shares have been physically verified by the management at reasonable intervals. Further no discrepancies were noticed on physical verification of inventory as compared to books of accounts.
- (iii) According to the information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clauses 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans, investments, guarantees, and security.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year and had no unclaimed deposits at the beginning of the year within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.



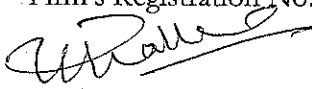
- (vii)(a) According to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax, cess Goods and Service Tax and other material statutory dues, as applicable, to the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no dues in respect of income-tax, sales-tax, service tax, Goods and Service Tax, duty of customs, duty of excise and value added tax that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has no loans or borrowings payable to a financial institution or a bank or government and no dues payable to debenture-holders during the year. Accordingly, the provisions of clause 3(viii) of the Order are not applicable.
- (ix) In our opinion and according to the information and explanations given to us, the Company did not raise money by way of initial public offer or further public offer (including debt instruments) and did not have any term loans outstanding during the year. Accordingly, the provisions of clause 3(ix) of the Order are not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the period covered by our audit.
- (xi) In our opinion and according to the information and explanations given to us, managerial remuneration has been paid by the Company in accordance with the requisite approvals mandated by the provisions of Section 197 of the Act read with Schedule V to the Act.
- (xii) According to the 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) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, during the year, the company has made private placement of shares. In respect of the same, in our opinion, the company has complied with the requirement of Section 42 of the Act and the Rules framed there under. Further, in our opinion, the amounts so raised have been used for the purposes for which the funds were raised. During the year, the company did not



make any preferential allotment of shares and also did not issued any convertible debentures.

- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with the directors or persons connected with them. Accordingly, provisions of clause 3 (xv) of the Order are not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Therefore, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For S.N. Dhawan & Co LLP
(Formerly S. N. Dhawan & Co.)
Chartered Accountants
Firm's Registration No.:000050N/N500045



S. K. Khattar
Partner
Membership No.: 084993



Place: New Delhi
Date: 11 May 2018

Annexure "B" to the Independent Auditor's Report of even date to the members of Escorts Securities Limited, on the financial statements for the year ended March 31, 2018

Annexure "B"

Independent Auditor's 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 **Escorts Securities Limited** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on Internal financial controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company's 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 Act.

Auditors' Responsibility

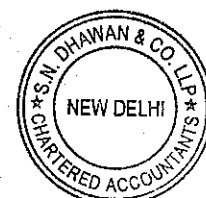
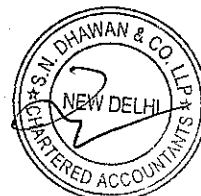
Our responsibility is to express an opinion on the Company's Internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal financial controls over financial reporting (the "Guidance Note") and the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 were 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 over financial reporting and their operating effectiveness. Our audit of Internal financial controls over financial reporting included obtaining an understanding of Internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's Internal financial controls 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



Annexure "B" to the Independent Auditor's Report of even date to the members of Escorts Securities Limited, on the financial statements for the year ended March 31, 2018

company's Internal financial controls 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.

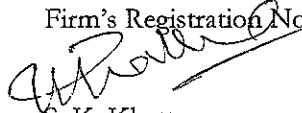
Inherent Limitations of Internal Financial Controls over Financial Reporting

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 Internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on Internal financial controls 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.

For **S.N. Dhawan & Co LLP**
(Formerly S. N. Dhawan & Co.)
Chartered Accountants
Firm's Registration No.:000050N/N500045


S. K. Khattar
Partner
Membership No.: 084993

Place: New Delhi
Date: 11 May 2018



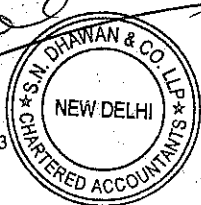
Escorts Securities Limited
CIN - U74899DL1994PLC062140
Balance Sheet as at 31 March, 2018

Particulars	Note No.	As at 31 March, 2018	As at 31 March, 2017
Assets			
1 Non-current assets			
a. Property, plant and equipment	3	5,180,479	2,606,048
b. Other intangible assets	4	619,713	1,041,413
c. Financial assets			
i. Investments	5	3,151,150	4,406,824
ii. Other financial assets	6	111,607,231	123,364,242
d. Deferred tax assets (net)	7	8,076,805	8,623,524
e. Income tax assets (net)	8	2,981,268	2,852,853
f. Other non-current assets	9	758,237	193,411
		<u>132,374,882</u>	<u>143,088,315</u>
2 Current assets			
a. Stock-in-trade	10	23,147,626	42,501,206
b. Financial assets			
i. Trade receivables	11	66,855,356	210,344,164
ii. Cash and cash equivalents	12	34,457,875	13,584,009
iii. Other bank balances	13	20,375,000	-
iv. Other financial assets	6	11,755,245	8,626,222
c. Other current assets	9	4,218,730	3,565,719
		<u>160,809,832</u>	<u>278,621,320</u>
Total assets		<u>293,184,715</u>	<u>421,709,635</u>
Equity and liabilities			
1 Equity			
a. Equity share capital	14	70,000,000	40,000,000
b. Other equity			
i. Equity component of preference shares	14	39,321,799	24,556,681
ii. Retained earnings	15	14,300,552	13,524,322
Total equity		<u>123,622,351</u>	<u>78,081,003</u>
2 Liabilities			
Non-current liabilities			
a. Financial liabilities			
i. Borrowings	16	10,353,577	17,451,850
ii. Other financial liabilities	17	1,188,049	1,313,049
b. Provisions	18	5,576,183	5,054,068
c. Other non-current liabilities	19	-	-
		<u>17,117,809</u>	<u>23,818,967</u>
Current liabilities			
a. Financial liabilities	20		
i. Trade payables		87,711,636	125,050,730
ii. Other financial liabilities		62,843,972	192,645,974
b. Provisions	18	819,055	350,174
c. Other current liabilities	19	1,069,892	1,762,787
		<u>152,444,555</u>	<u>319,809,665</u>
Total liabilities		<u>169,562,364</u>	<u>343,628,632</u>
Total equity and liabilities		<u>293,184,715</u>	<u>421,709,635</u>

See accompanying notes to the financial statements

In terms of our report attached
For S.N. Dhawan & Co LLP
(Formerly S. N. Dhawan & Co.)
Firm Registration No.: 000050N/NS00045
Chartered Accountants

S. K. Khattar
Partner
Membership No. 084993



For and on behalf of the Board of Directors

Ashok K. Aggarwal
Whole Time Director
DIN: 00046836

Girish Behari Mathur
Director
DIN: 00043352

Rupinder Kaur
Company Secretary

Place: New Delhi
Date: 11 May, 2018

Escorts Securities Limited
CIN - U74899DL1994PLC062140
Statement of profit and loss for the year ended 31 March, 2018

(All amounts in INR unless stated otherwise)

Particulars	Note No.	For the year ended 31 March, 2018	For the year ended 31 March, 2017
I Revenue from operations	21	65,218,296	47,812,891
II Other income	22	21,142,857	20,095,056
Total income (III)		86,361,153	67,907,947
IV Expenses			
Employee benefits expense	23	24,504,518	21,611,396
Depreciation and amortisation expense	24	2,323,126	-
Finance cost	25	4,829,521	5,689,859
Other expenses	26	56,354,824	44,692,698
Total expenses (IV)		88,011,989	71,993,953
V Profit/(Loss) before tax (III-IV)		(1,650,836)	(4,086,006)
VI Tax expense			
Current tax	27	215,222	-
Deferred tax charge/(credit)	7	(599,634)	-
		(384,412)	-
VII Profit/(loss) for the year (V-VI)		(1,266,424)	(4,086,006)
VIII Other comprehensive income			
A. Items that will not be reclassified to profit or loss			
i. Re-measurement of defined benefit plans		407,165	116,817
ii. Income tax relating to items that will not be reclassified to profit or loss	7	(140,912)	(40,428)
		266,253	76,389
Other comprehensive income for the year, net of tax		266,253	76,389
IX Total comprehensive income for the year (VII+VIII)		(1,000,171)	(4,009,617)
X Earning per equity share			
Equity shares of face value Rs. 10 each			
Basic	28	(0.18)	(1.02)
Diluted	28	(0.18)	(1.02)

See accompanying notes to the financial statements

In terms of our report attached

For S.N. Dhawan & Co LLP

(Formerly S. N. Dhawan & Co.)

Firm Registration No.: 000050N/N1500045

Chartered Accountants

S. K. Khattar

Partner

Membership No. 084993



For and on behalf of the Board of Directors

(Signature)

Ashok K. Aggarwal

Whole Time Director

DIN: 00046836

(Signature)

Girish Bekari Mathur

Director

DIN: 00043352

Rupinder Kaur

Company Secretary

Place: New Delhi

Date: 11 May, 2018

Escorts Securities Limited
CIN - U74899DL1994PLC062140
Statement of Cash Flow for the year ended 31 March, 2018

Particulars	(All amounts in INR unless stated otherwise)	
	For the year ended 31 March, 2018	For the year ended 31 March, 2017
A. Cash flow from operating activities		
Profit/(loss) after tax	(1,266,424)	(4,086,006)
Adjustments for :		
Income tax expense recognised in profit or loss	(384,412)	-
Depreciation of plant, property and equipment	2,323,126	-
Interest on bank deposits	(5,805,493)	(6,407,205)
Dividend income	(164,256)	(168,528)
Liabilities / provisions no longer required written	-	(1,883,007)
Interest cost on fair valuation	1,595,142	912,494
Bad debts	-	340
	<u>(3,280,617)</u>	<u>(11,631,912)</u>
Changes in assets and liabilities		
(Increase)/decrease in stock-in trade	19,353,580	(15,207,908)
(Increase)/decrease in other financial assets	8,627,988	(19,366,477)
(Increase)/decrease in trade receivables	143,488,808	(166,317,428)
(Increase)/decrease in current tax assets	128,415	(141,579)
(Increase)/decrease in other assets	(1,217,837)	920,802
(Increase)/decrease in other bank balance	(20,375,000)	14,289,757
Increase/(decrease) in provisions	990,996	2,886,721
Increase/(decrease) in trade payable	(37,339,094)	76,286,848
Increase/(decrease) in other financial liabilities	(129,226,889)	128,957,473
Increase/(decrease) in other liabilities	(692,895)	583,164
Cash generated from operating activities	<u>(19,542,545)</u>	<u>11,259,461</u>
Income taxes paid	-	141,579
Net cash generated from operating activities	<u>(19,542,545)</u>	<u>11,401,040</u>
B. Cash Flow from Investing Activities		
Purchase of property, plant and equipment	(4,475,857)	(1,340,017)
Sale proceeds of property, plant and equipment	-	-
Investment made	1,255,674	(2,916,771)
Dividend income	164,256	168,528
Interest on bank deposits	5,805,493	6,407,205
Net cash generated from/(used in) investing activities	<u>2,749,566</u>	<u>2,318,945</u>
C. Cash flows from financing activities		
Borrowing taken/(repaid)	(7,098,273)	(5,643,354)
Increase/(decrease) in share capital	44,765,118	(1,000,000)
Net cash generated from/(used in) financing activities	<u>37,666,845</u>	<u>(6,643,354)</u>
Net increase/(decrease) in cash and cash equivalents (A+B+C)	<u>20,873,866</u>	<u>7,076,630</u>
Cash and cash equivalents at the beginning of year	<u>13,584,009</u>	<u>6,507,378</u>
Cash and cash equivalents at the end of year	<u><u>34,457,875</u></u>	<u><u>13,584,008</u></u>

- 1) The statement of cash flow has been prepared under the indirect method as set out in Ind AS 7 on statements of cash flow.
2) Figures in brackets indicate cash outflow.

See accompanying notes to the financial statements

In terms of our report attached
For S.N. Dhawan & Co LLP
(Formerly S. N. Dhawan & Co.)
Firm Registration No.: 000030N/N500045
Chartered Accountants

S. K. Khattar
Partner
Membership No. 084993



For and on behalf of the Board of Directors

Ashok K. Aggarwal
Whole Time Director
DIN: 00046836

Girish Behari Mathur
Director
DIN: 00043352

Rupinder Kaur
Company Secretary

Place: New Delhi
Date: 11 May, 2018

Escorts Securities Limited
CIN - U74899DL1994PLC062140
Statement of changes in equity for the year ended 31 March, 2018

(All amounts in INR unless stated otherwise)

A. Equity share capital

Particulars	No. of shares	Amount
Equity shares of Rs. 100 each issued, subscribed and fully paid		
Balance as at 1 April, 2016	4,000,000	40,000,000
Issue of equity share capital	-	-
Balance as at 31 March, 2017	4,000,000	40,000,000
Issue of equity share capital	3,000,000	30,000,000
Balance as at 31 March, 2018	7,000,000	70,000,000

B. Other equity

Particulars	Retained earnings	Total
Balance as at 1 April, 2016	15,385,763	15,385,763
Profit/(loss) for the year	(4,086,006)	(4,086,006)
Other comprehensive income for the year, net of income tax	76,389	76,389
Ind As adjustments	2,148,176	2,148,176
Balance as at 31 March, 2017	13,524,322	13,524,322
Profit/(loss) for the year	(1,266,424)	(1,266,424)
Other comprehensive income for the year, net of income tax	266,253	266,253
Ind As adjustments	1,776,401	1,776,401
Balance as at 31 March, 2018	14,300,552	14,300,552

See accompanying notes to the financial statements

In terms of our report attached
For S.N. Dhawan & Co LLP
 (Formerly S. N. Dhawan & Co.)
 Firm Registration No.: 000050N/N500045
 Chartered Accountants

S. K. Khattar
 Partner
 Membership No. 084993



For and on behalf of the Board of Directors

Ashok K. Aggarwal
 Whole Time Director
 DIN: 00046836

Girish Behari Mathur
 Director
 DIN: 00043352

Rupinder Kaur
 Company Secretary

Place: New Delhi
 Date: 11 May, 2018

Escorts Securities Limited
CIN - U74899DL1994PLC062140
Notes to Financial Statements

1 Corporate Information

Escorts Securities Limited "the Company" is a limited Company incorporated in India. The registered office of the company is located at P-2/90, 1st floor, P- Block, Connaught Place, New Delhi 110001 India, The Company's CIN is - U74899DL1994PLC062140.

2 Significant Accounting Policies :

2.1 Statement of compliance

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 ("the Companies Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements correspond to the classification provisions contained in Ind AS 1, "Presentation of Financial Statements". For clarity, various items are aggregated in the statements of profit and loss and balance sheet. These items are disaggregated separately in the notes to the financial statements, where applicable.

Accounting policies have been applied consistently to all periods presented in these financial statements.

2.2 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period



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2.3 Basis of preparation and presentation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17 and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

2.4 Use of estimates

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key source of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of valuation of deferred tax assets and provisions and contingent liabilities.

Valuation of deferred tax assets

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period. The policy for the same has been explained under Note 2.9.2.

2.5 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised:

2.5.1 Brokerage income

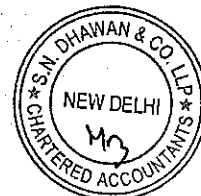
Brokerage and Interest income is recognised on accrual basis.

2.5.2 Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

2.5.3 Dividend income

Dividend is accounted for on accrual basis when the right to receive dividend is established.



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Notes to Financial Statements

2.6 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Finance lease

Assets taken on lease by the Company in its capacity as lessee, where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such leases are capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Operating lease

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating lease. Operating lease payments are recognised on a straight line basis over the lease term in the statement of profit and loss, unless the lease agreement explicitly states that increase is on account of inflation.

2.7 Foreign currencies

The functional currency of the Company is Indian rupee (Rs.).

Income and expenses in foreign currencies are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are translated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss.

2.8 Employee benefits

2.8.1 Defined benefit plans

For defined benefit plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date.

Actuarial gains and losses are recognised in full in the other comprehensive income for the period in which they occur. Past service cost both vested and unvested is recognised as an expense at the earlier of

- (a) when the plan amendment or curtailment occurs; and
- (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

2.8.2 Defined contribution plans

The Company pays provident fund contributions to publicly administered provident funds as per regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

2.8.3 Compensated absences

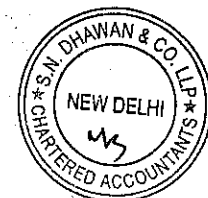
Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date

2.8.4 Short-term and other long term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries including incentive and bonus, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Group in respect of services provided by employees up to the reporting date.



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Notes to Financial Statements

2.9 Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

2.9.1 Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

2.9.2 Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

2.9.3 Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.10 Property plant and equipment

Property plant and equipment and capital work in progress are stated at cost of acquisition or construction net of accumulated depreciation and impairment loss (if any).

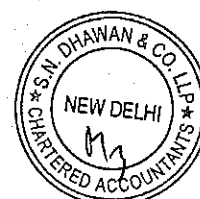
Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to the Statement of Profit and Loss during the financial period in which they are incurred.

Depreciation is computed on Straight Line Method ('SLM') based on useful lives, determined based on internal technical evaluation as follows:

Type of assets	Useful lives (in Years)
Computer	3
Office equipment	5
Furniture and fixtures	10
Leasehold improvements	Over the lease period

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.



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Notes to Financial Statements

2.11 Intangible assets

Intangible assets are recognised at cost and costs associated with maintaining software programmes are recognised as an expense as incurred.

Intangible assets consist of computer software which are amortised over a period of 5 years.

2.12 Impairment of tangible and intangible assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

2.13 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

2.14 Financial Instruments

A. Initial recognition

Financial assets and financial liabilities are recognised when a Company entity becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

B. Subsequent measurement

I. Non-derivative financial instruments

a. Financial assets carried at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b. Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets.



Escorts Securities Limited
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Notes to Financial Statements

c. Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

d. Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

II. Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares and share options are recognised as a deduction from equity, net of any tax effects.

C. Derecognition of financial instruments

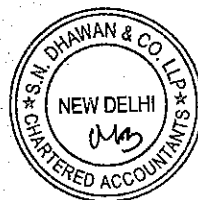
The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

2.15 Fair value of financial instruments

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result in general approximation of value, and such value may never actually be realised.

2.16 Impairment of financial assets (other than at fair value)

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition



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Notes to Financial Statements

3 Tangible assets

Cost	(Amounts in Indian Rupees)					
	As at 1 April, 2016	Additions	Adjustments	Deletions	As at 31 March, 2017	As at 31 March, 2018
Furniture and fixtures	451,222	-	-	-	451,222	451,222
Computers and peripherals	9,085,541	-	-	-	9,085,541	10,602,002
Office equipment	1,498,621	-	-	-	1,498,621	1,690,518
Leasehold Improvements	-	-	-	-	-	2,767,500
Total	11,035,384	-	-	-	11,035,384	15,511,242

Depreciation	(Amounts in Indian Rupees)					
	As at 1 April, 2016	Additions	Adjustments	Deletions	As at 31 March, 2017	As at 31 March, 2018
Furniture and fixtures	15,090	-	-	-	15,090	91,312
Computers and peripherals	8,314,603	-	-	-	8,314,603	8,859,478
Office equipment	99,644	-	-	-	99,644	722,692
Leasehold Improvements	-	-	-	-	-	657,281
Total	8,429,337	-	-	-	8,429,337	10,330,763

Carrying amounts	(Amounts in Indian Rupees)	
	As at 31 March, 2017	As at 31 March, 2018
Furniture and fixtures	436,132	359,910
Computers and peripherals	770,938	1,742,524
Office equipment	1,398,977	967,826
Leasehold Improvements	-	2,110,219
Total	2,606,047	5,180,479



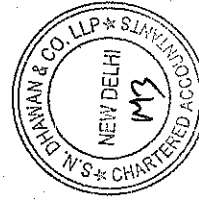
4 Intangible assets

(Amounts in Indian Rupees)

Cost	As at		Additions	Adjustments	Deletions	As at		Deletions	As at	
	1 April, 2016	6,554,476				31 March, 2017	6,554,476		31 March, 2018	6,554,476
Computer software		6,554,476	-	-	-	6,554,476	-	-	6,554,476	-
Total		6,554,476	-	-	-	6,554,476	-	-	6,554,476	-

Amortisation	As at		Additions	Adjustments	Deletions	As at		Deletions	As at	
	1 April, 2016	5,513,063				31 March, 2017	5,513,063		31 March, 2018	5,934,763
Computer software		5,513,063	-	-	-	5,513,063	421,700	-	5,934,763	-
Total		5,513,063	-	-	-	5,513,063	421,700	-	5,934,763	-

Carrying amounts	As at		Additions	Adjustments	Deletions	As at		Deletions	As at	
	1 April, 2016	1,041,413				31 March, 2017	1,041,413		31 March, 2018	619,713
Computer software		1,041,413	-	-	-	1,041,413	-	-	619,713	-
Total		1,041,413	-	-	-	1,041,413	-	-	619,713	-



Escorts Securities Limited
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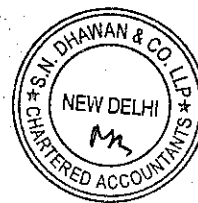
(All amounts in INR unless stated otherwise)

5 Non-current Investments

	As at 31 March, 2018			As at 31 March, 2017		
	Face value per share	No.	Amount	Face value per share	No.	Amount
a) Investments in equity instruments (fully paid)						
Quoted						
Gujarat State Financial Corporation Limited	10	187,200	1,872,000	10	187,200	1,872,000
Shivaka Industries Limited	10	150,000	1,500,000	10	150,000	1,500,000
Teledata Informatics Limited	2	1,043,000	2,086,000	2	1,043,000	2,086,000
Reliance Power Limited		-	-	10	7,749	77,491
GVK Power & Infra Limited		-	-	1	267,750	267,750
Escorts Finance Limited	10	812,500	8,125,000	10	812,500	8,125,000
Total		2,192,700	13,583,000		2,468,199	13,928,241
b) Investments in equity shares (fully paid)						
Unquoted						
Emerald Wealth Management Limited		-	-	5.38	486,430	2,616,993
Total		-	-		486,430	2,616,993
c) Investments in preference shares (fully paid)						
Unquoted						
Escort Assets Management Ltd		-	-		-	-
1% Non cumulative redeemable of Rs.100 each		-	-		-	-
Total		-	-		-	-
Less: Diminution in value of investment			10,431,850			12,138,410
Total			3,151,150			4,406,824
Aggregate book value of quoted investments			3,151,150			1,789,831
Aggregate market value of quoted investments			3,151,150			1,789,831
Aggregate book value of unquoted investments			-			2,616,993
Aggregate market value of unquoted investments			-			2,616,993

6 Other financial assets

	As at 31 March, 2018	As at 31 March, 2017
Non-current		
Deposits with banks	63,866,183	84,241,183
Security deposits	48,031,607	39,413,618
Less: Provisions for doubtful security deposits	(290,559)	(290,559)
	111,607,231	123,364,242
Current		
Security deposits	82,000	32,000
Interest accrued on debentures	-	33,000
Accrued interest on bank deposits	665,136	724,242
Brokerage, PMS fee and depository charges receivable	900,262	435,043
Other Receivables	10,107,847	7,401,937
	11,755,245	8,626,222



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(All amounts in INR unless stated otherwise)

10 Stock-in-trade

	As at 31 March, 2018			As at 31 March, 2017		
	Face value per share	No.	Amount	Face value per share	No.	Amount
a) Investments in equity instruments (fully paid)						
Quoted						
20Th Century Finance Ltd.	1	50	-	1	50	50
3Rd Rock Multimedia Ltd	-	10,400	867,360	-	-	-
Artem Global Life Sc Ltd	-	1,000	97,600	-	-	-
Ashiana Housing Ltd(Ine365D01021)	2	3,000	458,550	2	2,000	444,200
Asian Hotel (East) Ltd	-	-	-	10	2,081	464,167
Bajaj Hindsthan Ltd	-	-	-	1	28,000	196,933
Baroda Rayon	10	3	-	10	3	3
Bcp(Ine905P01010)	-	-	-	1	48,000	-
BfUtilities Limited	5	1,000	382,000	5	1,000	181,308
Bhageeratha Engineering Ltd	10	100	-	10	100	100
Bharti Telecom Ltd	1	40	-	1	40	40
Cairn India Limited	-	-	-	1	-	-
Carbon Everflow Ltd	1	11	-	1	11	11
Cauvery Software	10	100	-	10	100	65
Cephem Milk	1	200	-	1	200	200
Chemox Chemicals Ltd	1	1,300	-	1	1,300	1,300
Corporate Couriers Ltd	-	-	-	10	-	-
Cox & Kings Ltd	-	5,000	1,140,000	-	-	-
Crustel Audio Ltd	1	200	-	1	200	150
Delhi Merchant Bankers Ltd	1	1,900	-	1	1,900	1,900
Dhanuka Commercial Ltd(Ine296Q01012)	10	270,000	1,466,100	10	170,000	-
Diligent Media Corporation Limited	-	2,500	18,750	-	-	-
Electrosteelsteelslri	-	50,000	120,000	-	-	-
Eon Electric Limited	-	-	-	-	-	-
Essar Shipping Ltd-Deb	10	200	-	10	200	200
Esteem Bio Organic Food	-	17,500	333,375	-	-	-
Etp Corporation Ltd.	10	100	-	10	100	100
Forbes Ltd(Forbes Gokak Ltd.)	-	-	-	-	-	-
Frontline Securities	10	100	-	10	100	100
G.K. Textiles Ltd.	1	4,000	-	1	4,000	4,000
Gmr Infrastructure Ltd.	-	-	-	-	-	-
Gokak Textiles	-	8	8	-	-	-
GoldstoneinftratechLtd	4	100	-	4	100	707
Gtl Infrastructures	10	55,000	143,000	10	5,000	7,000
Hb Sotek Ltd.(Ine550B01014)	-	-	-	10	5,298	99,073
Hind Engineering	1	22	-	1	22	22
Hindustan Spinning & Weaving Mills Ltd	1	100	-	1	100	100
Hindustan Dorr Oliver Ltd.	2	40	-	2	40	40
Hindustan Construction(Ine549A01026)	-	-	-	1	15,000	-
Hindustan Finance Mgt. Ltd.	-	-	-	1	4,100	4,100
Hindustan Zinc Ltd(Ine267A01025)	-	-	-	2	4,000	-
Idfc Bank Limited	10	10,000	470,000	10	10,000	482,500
Idfc Limited	10	10,000	490,000	10	10,000	404,000
Indiabulls Venturies Ltd(Ine274G01010)	-	-	-	2	10,000	-
Integrated Capital Ltd.	1	900	-	1	900	900
Iol Chemph	10	50	-	10	50	3,828
Iti Ltd	-	-	-	10	-	-
Jamna Auto Ind. Ltd	-	-	-	5	-	-
Jindal Polyfilms Ltd	-	-	-	-	-	-
Jindal Steel & Power Ltd	1	4,500	-	1	5,000	636,551
L&T Finance-Holding Ltd	-	-	-	-	-	-
Lanco Infra Ltd	1	100,000	110,000	1	100,000	634,000
Mafatlal Dyes Ltd.	10	69	-	10	69	69
Mafatlal Industries Ltd.	10	2	-	10	2	33
Malanpur Steel	1	77	-	1	77	77
Mangalore Refinery & Pet	-	-	-	10	-	-
Mawana Sugars Limited	-	-	-	10	-	-
Metalyt Forgings Ltd	10	10,000	240,000	10	10,000	533,000
Namtech Electro Ltd.	-	-	-	10	200	200
Nirlon Ltd.	-	-	-	10	1,000	193,320
Oil & Natural Gas Corpor	5	1,000	165,123	5	1,200	116,574
Oil India Ltd	10	1,384	299,428	10	1,344	-
Omega Lab Ltd.	1	200	-	1	200	200
Optel Telecom Ltd.	1	100	-	1	100	100
Oracle Financial Ser	-	-	-	-	-	-
Orchid Pharma Ltd	10	11,000	121,000	10	11,000	298,155
Pipavav Shipyard Ltd	-	-	-	-	-	-
Punj Lloyd Limited	2	30,000	507,000	2	30,000	969,400



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(All amounts in INR unless stated otherwise)

Punjab National Bank	-	-	-	2	-	-
Pyramid Sai Theat	10	2,000	-	10	2,000	2,000
Rama Phosphates Ltd	10	200	-	10	200	536
Rasoya Proteins Ltd	1	100,000	22,000	1	100,000	22,000
Reliance Communications	5	5,000	110,000	5	5,000	125,000
Reliance Ind Ltd	-	-	-	-	-	-
Rico Auto Indus	-	-	-	1	-	-
Ruchi Soya	-	10,000	159,500	-	-	-
Sanghi Polyster	10	5,000	-	10	5,000	5,000
Satyam Cements Ltd.	1	1,800	-	1	1,800	1,800
Sayaji Hotels Ltd	10	1,900	122,000	10	1,000	61,000
Shivaka Industries Ltd.	1	61,200	-	1	61,200	61,200
Shree Industries Ltd.	1	1,700	-	1	1,700	1,360
Steel Strips & Tube Ltd.	1	100	-	1	100	90
Sumeet Industries Limited	-	200	3,080	-	-	-
Sundaram Investment	10	500	-	10	500	500
Suven Life Sciences	-	4,000	669,600	-	-	-
Tata Motors Ltd New Npp10	2	510	93,330	2	510	147,543
Tata Tea(Tata Global Beverages)	1	37	-	1	37	3,617
Tgb Banquets And Hotels L	-	-	-	10	1,000	69,900
The Oudh Sugar Mills Ltd(Ine594A01014)	-	-	-	10	5,000	181,250
Times Guarantee Ltd.	10	100	-	10	100	100
Transgene Biotek Ltd	10	20	-	10	20	38
Uniply Industries Limited	-	-	-	10	-	-
Unitech India	-	-	-	2	75,000	184,875
Uniworth International	10	50	-	10	50	40
Uniworth Textiles	10	50	-	10	50	50
Vatsa Industries Ltd.	10	1,800	-	10	1,800	1,800
Veer Vardhman Ltd.	10	65,400	-	10	65,400	65,400
Vikas Wsp	-	15,000	186,750	-	-	-
Vimta Labs Limited	-	-	-	2	-	-
Visaka Industries Ltd.	10	150	-	10	150	3,195
Vishwas Steel Ltd.	10	1,100	-	10	1,100	1,100
Welspun Project Ltd	-	-	-	-	-	-
Willard India Ltd	10	15,814	-	10	15,814	15,814
Zee Media Corpo Ltd(Ine966H01019)	-	-	-	1	10,000	199,250
Total			8,795,554			6,833,233
b) Investments in Mutual funds (fully paid)						
ESCORTS MUTUAL FUND	10	1,243,653	14,352,072	10	1,243,653	31,754,823
Total			14,352,072			31,754,823
c) Investments in debentures (fully paid)						
INDIA INFOLINE FINANCE LTD NON CONVERTIBLE DEBENTURES - 934932	-	-	-	100	3,000	2,913,150
INDIA INFOLINE-NCD-OPTION-111-CAT- 111(11.90%) - 934819	-	-	-	100	1,000	1,000,000
Total						3,913,150
Total (a+b+c)			23,147,626			42,501,206



Escorts Securities Limited
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(All amounts in INR unless stated otherwise)

7 Deferred tax assets (net)

Deferred tax assets / (liabilities)

2017-18

Deferred tax (liabilities) / assets in relation to

	<u>Opening Balance</u>	<u>Movement</u>	<u>Closing balance</u>
Property, plant and equipment	(205,044)	-615,937	(820,981)
Employee benefit obligation	2,144,078	225,101	2,369,179
Business loss and capital loss	-	818,609	818,609
On fair valuation	31,215	-	31,215
Tax impact of expenses chargeable in the financial statements but allowable under the Income Tax Act, 1961 in future years	4,920,813	-1,027,407	3,893,406
	<u>6,891,062</u>	<u>-599,634</u>	<u>6,291,428</u>
MAT Entitlement	1,732,462	52,915	1,785,377
	<u>8,623,524</u>	<u>-546,719</u>	<u>8,076,805</u>

8 Income tax assets (net)

Non-current

Advance income tax

	<u>As at 31 March 2018</u>	<u>As at 31 March 2017</u>
Advance income tax	2,981,268	2,852,853
	<u>2,981,268</u>	<u>2,852,853</u>



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(All amounts in INR unless stated otherwise)

9 Other assets	As at 31 March, 2018	As at 31 March, 2017
Non-current		
Prepayments	758,237	193,411
Others	-	-
	758,237	193,411
Current		
Balances with government authorities	209,296	193,929
Prepayments	1,238,251	629,591
Advance to suppliers	3,220,626	3,191,575
Less: Provisions for doubtful advances	(539,908)	(539,908)
Advance to employees	161,621	161,688
Less: Provisions for doubtful advances	(71,156)	(71,156)
Total	4,218,730	3,565,719
11 Trade receivables	As at 31 March, 2018	As at 31 March, 2017
Trade receivables		
i. Secured considered goods	-	-
ii. Unsecured, considered good	66,855,356	210,344,164
iii. Unsecured, considered doubtful	3,786,551	3,786,551
	70,641,907	214,130,715
Less: Allowance for doubtful debts (expected credit loss allowance)	(3,786,551)	(3,786,551)
	66,855,356	210,344,164
Note:		
Receivable from related parties (refer note 33)	-	7,401,937
12 Cash and cash equivalents	As at 31 March, 2018	As at 31 March, 2017
Balances with banks		
- on current accounts	33,670,000	12,762,797
Cash on hand	787,875	821,212
	34,457,875	13,584,009
13 Other bank balances	As at 31 March, 2018	As at 31 March, 2017
Deposits with maturity of more than three months but less than 12 months	20,375,000	-
	20,375,000	-



Escorts Securities Limited
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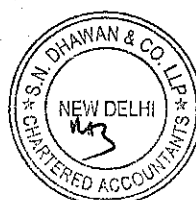
(All amounts in INR unless stated otherwise)

14 Share capital

	As at 31 March, 2018		As at 31 March, 2017	
	No. of shares	Amount	No. of shares	Amount
Authorised share capital				
Equity shares				
Equity shares of Rs. 10 each	8,000,000	80,000,000	4,000,000	40,000,000
Preference shares				
8.5% Non Cumulative Redeemable Preference Shares of Rs. 10 each	1,200,000	12,000,000	1,200,000	12,000,000
7% Non Cumulative Redeemable Preference Shares of Rs. 10 each	1,000,000	10,000,000	1,000,000	10,000,000
7% Non Cumulative Redeemable Preference Shares of Rs. 10 each	1,800,000	18,000,000	1,800,000	18,000,000
	12,000,000	120,000,000	8,000,000	80,000,000
Issued, subscribed and fully paid up				
Equity shares				
Equity shares of Rs. 10 each	7,000,000	70,000,000	4,000,000	40,000,000
Preference shares				
8.5% Non Cumulative Redeemable Preference Shares of Rs. 10 each	1,200,000	12,000,000	1,200,000	12,000,000
7% Non Cumulative Redeemable Preference Shares of Rs. 10 each	900,000	9,000,000	900,000	9,000,000
7% Non Cumulative Redeemable Preference Shares of Rs. 10 each	1,600,000	16,000,000	1,600,000	16,000,000
Total	10,700,000	107,000,000	7,700,000	77,000,000

a. Movement in share capital

	As at 31 March, 2018		As at 31 March, 2017	
	No. of shares	Amount	No. of shares	Amount
Equity share capital				
Balance as at the beginning of the year	4,000,000	40,000,000	4,000,000	40,000,000
Add: Increase during the year	3,000,000	30,000,000	-	-
Balance as at the end of the year	7,000,000	70,000,000	4,000,000	40,000,000
Equity component of preference share				
Balance as at the beginning of the year	3,575,484	24,556,681	3,675,484	25,556,681
Add: Increase/Ind AS adjustment during the year during the year	-	14,765,118	900,000	9,000,000
Less: Redeemed during the year	-	-	1,000,000	10,000,000
Balance as at the end of the year	3,575,484	39,321,799	3,575,484	24,556,681



b. Terms and rights

Terms and rights attached to equity shares

The Company has one class of equity shares having a par value of Rs. 10 per Share. Each Shareholder is eligible for one vote per share held. The dividend proposed (if any) by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend(if any). In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Terms and rights attached to preference shares

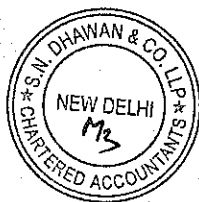
(i) 7% Redeemable Non-Cumulative Preference Shares of Rs. 10/- each for cash at par for a maximum period of 20 years (i.e., November 17, 2036), with an option to review the terms at every 5 years were issued to Allgrow Finance and Investment Private Limited.

(ii) 7% Redeemable Non-Cumulative Preference Shares of Rs 10/- each for cash at par for a maximum period of 20 years (i.e. December 29, 2034) , with an option to review terms of issue after every 5 years were issued to AAA Portfolio Private Limited.

(iii) 8.5% Redeemable Non-Cumulative Preference Shares of Rs 10/- each for cash at par for a maximum period of 20 years (i.e. February 24, 2036) , with an option to review terms of issue after every 5 years were issued to Charak Ayurvedic Treatments Pvt Ltd

c. Shares held by holding Company or their subsidiaries

	<u>As at</u> <u>31 March, 2018</u> No. of shares	<u>As at</u> <u>31 March, 2017</u> No. of shares
Equity shares		
Escorts Limited (the Holding Company) 54,59,300 (31st March, 2017: 19,60,000) Equity shares of Rs. 10 each	5,459,300	1,960,000
Escorts Asset Management Limited (Subsidiary of Holding Company) Nil (31st March, 2017: 1,960,000) Equity shares of Rs. 10 each	-	1,960,000
Escorts Finance Limited (Subsidiary of Holding Company) 1,460,000(31st March, 2017: Nil) Equity shares of Rs. 10 each	1,460,000	-



d. Details of shareholders holding more than 5% shares in the Company

Name of shareholder	As at 31 March, 2018		As at 31 March, 2017	
	No of shares	% holding	No of shares	% holding
Equity shares of Rs. 10 each fully paid				
Escorts Limited	5,459,300	78%	1,960,000	49%
Escorts Finance Limited	1,460,000	21%	-	0%
Escorts Asset Management Limited	-	-	1,960,000	49%
Preference shares of Rs. 10 each fully paid				
Allgrow Finance and Investment Private Limited	900,000	24%	900,000	24%
AAA Portfolios Pvt. Ltd.	1,600,000	43%	-	-
Escorts Asset Management Limited	-	-	1,600,000	43%
Charak Ayurvedic Treatments Pvt Ltd	1,200,000	32%	1,200,000	32%

- e. The Company has not allotted its shares as fully paid up pursuant to contract without payment being received in cash or by way of bonus shares and also not bought back its shares in the period of five years immediately preceding the date at which the Balance Sheet is prepared.



Escorts Securities Limited
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Notes to Financial Statements

(All amounts in INR unless stated otherwise)

15 Retained earnings

	As at 31 March, 2018	As at 31 March, 2017
As at the beginning of the period	13,524,322	15,385,763
Profit/(loss) for the year	(1,266,424)	(4,086,006)
Other comprehensive income for the year, net of tax	266,253	76,389
Retained Earning - Indas Adjustment	1,776,401	2,148,176
Balance at the end of the year	14,300,552	13,524,322

16 Borrowings

	As at 31 March, 2018	As at 31 March, 2017
a. Liability component of preference shares	10,353,577	17,451,850
	10,353,577	17,451,850

17 Other financial liabilities

	As at 31 March, 2018	As at 31 March, 2017
a. Security deposit taken	1,188,049	1,313,049
	1,188,049	1,313,049

18 Provisions

	As at 31 March, 2018	As at 31 March, 2017
Non-current		
Provision for employee benefits		
a. Provision for gratuity	3,220,423	3,091,646
b. Provision for compensated absences	2,355,760	1,962,422
	5,576,183	5,054,068
Current		
Provision for employee benefits		
a. Provision for gratuity	429,531	75,375
b. Provision for compensated absences	389,524	274,799
	819,055	350,174

19 Other liabilities

	As at 31 March, 2018	As at 31 March, 2017
Non-current		
a. Other liabilities	-	-
Current		
a. Statutory dues	1,069,892	1,762,787
b. Advance from customer	-	-
	1,069,892	1,762,787



20 Financial liabilities

	<u>As at</u> <u>31 March, 2018</u>	<u>As at</u> <u>31 March, 2017</u>
i. Trade payable	87,711,636	125,050,730
ii. Other financial liabilities	<u>87,711,636</u>	<u>125,050,730</u>
Repayable margin money	62,461,007	60,508,300
Others	382,965	132,137,674
	<u>62,843,972</u>	<u>192,645,974</u>

Notes:

- i. As at 31 March 2018 and 31 March 2017 there are no outstanding dues to micro and small enterprises. There are no interest due or outstanding on the same.



(All amounts in INR unless stated otherwise)

21 Revenue from operations

	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Sale of services		
a. Brokerage income	59,298,407	35,072,038
b. Depository operations	2,194,761	4,952,011
c. Portfolio management services	181,753	66,580
Other operating revenue		
a. Profit on sale of stock in trade	3,413,374	7,722,262
b. Professional & Consultancy Income	130,000	-
	<u>65,218,296</u>	<u>47,812,891</u>

22 Other income

	For the year ended 31 March, 2018	For the year ended 31 March, 2017
a. Interest income		
i. Interest on bank deposits	5,805,493	6,407,205
ii. Interest income others	8,360,982	6,738,419
b. Other non-operating income		
i. Dividend income	164,256	168,528
ii. Profit on sale of investment	2,093,050	-
iii. Liabilities / provisions no longer required written	-	1,883,007
iv. Net gain on investment measured at fair value through profit or loss	-	-
v. Other brokerage income	-	123,953
vi. Bad debts earlier written off now recovered	-	-
vii. Transaction charges income	2,871,307	2,774,078
viii. Profit on sale of asset	5,000	-
ix. Miscellaneous income	1,842,770	1,999,866
	<u>21,142,857</u>	<u>20,095,056</u>

23 Employee benefits expense

	For the year ended 31 March, 2018	For the year ended 31 March, 2017
a. Salary, wages and bonus	23,007,980	20,062,997
b. Contribution to provident and other funds	1,052,468	894,875
c. Staff welfare	444,070	653,524
	<u>24,504,518</u>	<u>21,611,396</u>

24 Depreciation and amortisation expense

	For the year ended 31 March, 2018	For the year ended 31 March, 2017
a. Depreciation of plant, property and equipment	1,901,426	-
b. Amortisation of intangible assets	421,700	-
	<u>2,323,126</u>	<u>-</u>

25 Finance cost

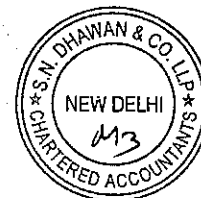
	For the year ended 31 March, 2018	For the year ended 31 March, 2017
a. Interest expense	3,204,790	4,662,365
b. Bank Guarantee Charges	29,589	115,000
c. Interest cost on fair valuation	1,595,142	912,494
	<u>4,829,521</u>	<u>5,689,859</u>

26 Other expenses

	For the year ended 31 March, 2018	For the year ended 31 March, 2017
a. Director's sitting fees	256,000	192,000
b. Legal and professional	10,590,051	7,706,065
c. Travelling and conveyance	337,399	263,835
d. Syndication fee	15,083,954	11,012,110
e. Repair and maintenance - others	2,610,516	1,644,986
f. Bad debts	-	340
g. Provision for doubtful assets	-	-
h. Rates and taxes	3,707,168	3,648,837
i. Payments to auditors (see note T below)	190,000	215,000
j. Security transaction charges	4,013,328	3,536,797
k. Fee & Subscription	608,259	394,564
l. Power and fuel	212,743	351,265
m. Software expense	1,528,359	1,084,186
n. Miscellaneous expenses	3,375,745	2,757,459
o. Loss on derivatives	1,403,455	885,753
p. Provision for stock	5,793,344	3,205,772
q. Printing and stationary	3,007,216	1,826,052
r. Communication cost	810,294	835,335
s. Donation	210,000	-
t. Loss on sale of investment	2,616,993	5,132,342
q. Loss on sale of Property, plant and equipment	-	-
	<u>56,354,824</u>	<u>44,692,698</u>

Note:

Payments to auditors (net of input tax credit)		
(i) Audit Fees	150,000	125,000
(ii) Tax Audit Fees	40,000	20,000
(iii) Other Services	-	65,000
(iv) Out of pocket expenses	-	5,000
	<u>190,000</u>	<u>215,000</u>



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(All amounts in INR unless stated otherwise)

27 Income taxes

	<u>For the year ended 31 March, 2018</u>	<u>For the year ended 31 March, 2017</u>
Current tax		
For current year	263,842	-
Tax adjustment for earlier years	-	-
Mat credit entitlement	-48,620	-
	<u>215,222</u>	<u>-</u>
Deferred tax		
In respect of the current year	(599,634)	(1,190,865)
Tax adjustment for earlier years	-	-
	<u>(599,634)</u>	<u>(1,190,865)</u>
Income tax expense recognised in the statement of profit and loss	(384,412)	(1,190,865)
Other comprehensive income section		
Income tax relating to items that will not be reclassified to profit or loss	(140,912)	(40,428)
Reconciliation of tax expense and the accounting profit multiplied by prevailing income tax rate		
Profit/(Loss) before tax	(1,650,836)	(4,086,006)
Income tax rate	30.900%	0
Calculated income tax expense	(510,108)	(1,262,576)
Others	125,696	1,073,055
Income tax expense	(384,412)	(189,521)

28 Earning per share

	<u>For the year ended 31 March, 2018</u>	<u>For the year ended 31 March, 2017</u>
Net profit attributable to the shareholders	(1,266,424)	(4,086,006)
Weighted average number of outstanding equity shares during the year	7,000,000	4,000,000
Basic earning per share	(0.18)	(1.02)
Diluted earning per share	(0.18)	(1.02)



29 Commitments and contingencies

- a. The estimated amount of contracts remaining to be executed on capital amount and not provided for (net of advances) amount to Rs. Nil (31 March 2017: Rs. Nil).
- b. The Company has other commitments, for purchase of goods and services and employee benefits, in normal course of business. The Company does not have any long term commitments/contracts including derivative contracts for which there will be any material foreseeable losses.
- c. Contingent liabilities
Bank guarantee amounting to Rs 1,00,00,000 (31 March 2017: Rs 1,00,00,000) is provided to National Security Clearing Corporation Limited (NSCCL) for base capital.
- d. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

30 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at balance sheet date together with interest paid / payable under this Act has not been given.

31 Employee benefit plans

a. Defined contribution plans

The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes. Employer's contribution to provident fund and employee's state insurance scheme recognized as expense in the statement of profit and loss for the year are as under:

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Contribution to provident fund & others funds	1,052,468	894,875
Total	1,052,468	894,875

*Included in contribution to provident and other funds under employee benefit expense (refer note 22)



b. Defined benefit plan

The Company has a defined benefit gratuity plan: Employee who have completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme of gratuity is unfunded.

The following table summarizes the components of net benefit expenses recognized in profit and loss account and amounts recognized in balance sheet.

(i) Change in defined benefit obligations

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Present value of obligation at the beginning of the year	3,167,021	2,812,252
Service cost	820,473	316,046
Interest cost	243,505	244,007
Benefits paid	(173,880)	(88,467)
Actuarial (gains)/losses on obligation	(407,165)	(116,817)
Present value of obligation at the end of the year	3,649,954	3,167,021

(ii) Net employee benefit expense in respect of Gratuity (recognised in employee benefits expense):

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Interest cost	243,505	244,007
Service cost	820,473	316,046
Expenses recognized in the Statement of Profit and Loss	1,063,978	560,053

(iii) Net employee benefit expense in respect of Gratuity (recognised in other comprehensive income):

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Actuarial gain / (loss) for the year on PBO	407,165	116,817
Actuarial gain / (loss) for the year on asset	-	-

(iv) Actuarial gain or losses:

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Actuarial gain/(loss) from change in demographic assumptions	-	-
Actuarial gain/(loss) from change in financial assumptions	-	-
Actuarial gain/(loss) from change in experience adjustment	407,165	116,817

(v) Actuarial assumptions

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Discount rate (%)	7.50%	7.00%
Rate of increase in compensation levels (%)	10.00%	10.00%

(vi) Sensitivity analysis of the defined benefit obligation at the year end

Particulars	As at 31 March 2018		As at 31 March 2017	
	Employee Turnover rate	Salary increment	Employee Turnover rate	Salary increment
Impact of change in closing defined benefit obligation				
Impact due to increase of 2 %	3,586,005	3,968,675	3,167,021	3,444,508
Impact due to decrease of 2 %	3,730,099	3,372,983	3,167,021	2,930,832
	Discount rate		Discount rate	
Impact due to increase of 0.25 %		3,608,273		3,126,078
Impact due to decrease of 0.25 %		3,692,599		3,208,969

Sensitivity for significant actuarial assumptions is computed by varying one actuarial assumption used for the valuation of the defined benefit obligation by one percentage, keeping all other actuarial assumptions constant.

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated.

(vii) Maturity profile of defined benefit obligation

Particulars	As at 31 March 2018	As at 31 March 2017
Within 1 year	429,531	326,564
Between 1-2 year	426,501	305,851
Between 2-3 year	413,936	294,271
Between 3-4 year	1,504,542	277,755
Between 4-5 year	212,594	801,240
Beyond 5 year	662,850	1,161,339



32 Financial risk management

The Company is exposed to market risk, credit risk and liquidity risk. The Company's focus is to foresee unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. In market risk, company is exposed to only foreign currency risk. The Company's exposure to credit risk is influenced mainly by concentration of risk from the top few customers.

Market risk

The Company operates in India only and so not exposed to foreign exchange risk arising through its sale of services and purchase of services.

Credit risk

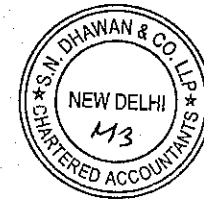
Credit risk refers to the risk of default on its obligation by the counterparty leading to financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to Rs 66,855,356 and Rs 210,344,164 as at 31 March, 2018 and 31 March, 2017 respectively. Credit risk has always been managed through monitoring the credit worthiness of customers in the normal course of business.

The following table gives details in respect of percentage of revenues generated from top customers and top five customers

Particulars	Revenue in %			
	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
Revenue from top customer	15,145,487	25.54%	3,682,813	10.55%
Revenue from top five customer	27,174,958	45.83%	11,262,253	32.26%

The Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables which is based on historical experience.

Credit risk on other financial assets is very limited as it mainly consists cash and cash equivalents where balances is with banking institution with high credit ratings.



Liquidity risk

The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The company has no outstanding bank borrowings. The company believes that the working capital is sufficient to meet its short term funds requirement. Accordingly there is no liquidity risk.

The Company had working capital of Rs 8,365,276 as at 31 March, 2018 (-Rs 41,188,345 as at 31 March, 2017)

Contractual maturities of financial liabilities

	less than 1 year	1 to 5 year	more than 5 year	Total
As at 31 March 2018				
Trade payables	87,711,636	-	-	87,711,636
As at 31 March 2017				
Trade payables	125,050,730	-	-	125,050,730

Capital Management

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through equity and operating cash flows generated.

- 33 The fixed deposits with banks amounting to Rs. 2,03,75,000 (31 March 2017: Rs. Nil) and non-current portion of Rs. 6,38,66,183 (31 March 2017: Rs. 8,42,41,183) lien marked in favour of National Security Clearing Corporation Limited (NSCCL) for Rs 7,55,00,000 (31 March 2017: Rs. 7,55,00,000), HDFC Bank Ltd for Rs.50,00,000 (31 March 2017: Rs.50,00,000), Bombay Stock Exchange Limited for Rs.33,75,000 (31 March 2017: Rs.3,375,000/-) and OTCEI for Rs.366183 (31 March 2017: Rs. 266183)
- 34 Security Deposits with Stock Exchanges & others includes Rs. 18,52,500 (31 March 2017: Rs.18,52,500), Rs. 3,64,19,870 (31 March 2017: Rs.2,59,19,870) Rs.60,00,000 (31 March 2017: Rs. 75,00,000) for membership of OTCEI, Base and Additional Base Capital for National Stock Exchange of India and Bombay Stock Exchange respectively.
- 35 Balances with Banks in Current Account include an amount of Rs. (-92,119)/- (31 March 2017: Rs. 1,08,87,879/-) in accounts designated as "Client Account" as per SEBI guidelines

36 Related party disclosures**(a) Parties with whom control exists:**

Escorts Limited Holding Company

(b) Enterprises under the common control

Escorts Finance Limited Fellow subsidiary

Charak Ayurvedic Treatments Private Limited

Sun & Moon Travels (India) Private Limited

EDDAL Credit Limited

Farmtrac Escorts Europe Sp. (z.o.o) Fellow subsidiary

(c) Key Managerial Personnel

Ritu Nanda Director

Nitasha Nanda Director

Girish Behari Mathur Director

Asish Kumar Bhattacharya Director

Ashok K. Aggarwal Whole Time Director

Rupinder Kaur Company Secretary



Escorts Securities Limited
CIN - U74899DL1994PLC062140
Notes to Financial Statements

37 Segment information

The chief operating decision maker ('CODM') for the purpose of resource allocation and assessment of segment performance focuses on the type of services delivered or provided. The Company's operation predominantly relate to providing services for brokerage, management and consultancy services in India only, hence the reporting requirements for segment disclosure as prescribed by Ind AS 108 are not applicable.

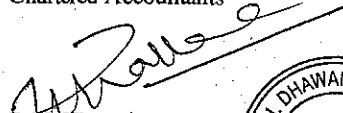
38 Events after the reporting period

There are no event observed after the reported period which have an impact on the Company's operation.

39 Approval of the financial statements

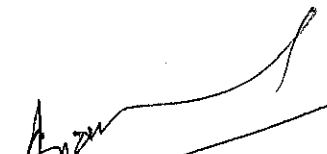
The financial statements were approved for issue by Board of Directors on 11th May, 2018.

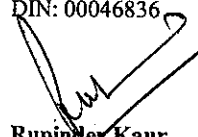
For S.N. Dhawan & Co LLP
(Formerly S. N. Dhawan & Co.)
Firm Registration No.: 000050N/N500045
Chartered Accountants



S. K. Khattar
Partner
Membership No. 084993



For and on behalf of the Board of Directors


Ashok K. Aggarwal
Whole Time Director
DIN: 00046836


Rupinder Kaur
Company Secretary


Gitesh Behari Mathur
Director
DIN: 00043352

Place: New Delhi
Date: 11 May, 2018

Escorts Securities Limited
CIN - U74899DL1994PLC062140
Notes to Financial Statements

(All amounts in INR unless stated otherwise)

(e) Related party transactions:

Particulars	Escorts Finance Limited		Escorts Asset Management Limited		Escorts Limited (Holding Company)		Key Management Personnel	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
Receivables	-	-	10,107,847	7,401,937	-	-	-	-
Receivables	-	-	-	-	-	132,000	-	-
Receivables	-	-	-	-	-	-	-	-
Remuneration:								
Ashok Aggarwal-WTD	-	-	-	-	-	-	3,436,136	3,271,152
Pradeep Kumar jain-CS	-	-	-	-	-	-	1,541,833	1,352,315
Rupinder Kaur - CS *	-	-	-	-	-	-	107,780	-
Sushant Arora	-	-	-	-	-	-	922,168	1,100,000
Sitting Fee:								
Nitasha Nanda	-	-	-	-	-	-	64,000	96,000
Ritu Nanda	-	-	-	-	-	-	48,000	16,000
Asish K. Bhattacharya	-	-	-	-	-	-	48,000	-
Girish Bihari Matur	-	-	-	-	-	-	96,000	80,000

