



MANGAL

CREDIT & FINCORP LIMITED

(FORMERLY KNOWN AS "TAK MACHINERY AND LEASING LTD.")

Date: 03.10.2016

To,
The General Manager,
Department of Corporate Services,
BSE Limited,
Floor 1, P J Tower, Dalal Street,
Mumbai-400 001.

Script Code: 505850

Sub: Submission of Annual Report 2015-16 under the Regulation 34 of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 34 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015, we are enclosing the Annual Report,for the Financial Year 2015-16 as required.

We hereby confirm that Annual Report 2015-16 was approved and adopted at 54th Annual General Meeting(AGM) of the Company held on 30th September, 2016 for the Financial Year 2015-16.

You are requested kindly to take on your record.

Thanking you,

Yours faithfully,

For MANGAL CREDIT AND FINCORP LIMITED


Meghraj Jain

Managing director

DIN:01311041

Encl: Annual Report 2015-16



CIN No.: L65990MH1961PLC012227

1701/1702, 17th Floor, 'A' Wing, Lotus Corporate Park, Western Express Highway,
Goregaon (E), Mumbai - 400 063.

Tel : 022-42461300 • Website : www.mangalfincorp.com • Email : info@mangalfincorp.com



MANGAL CREDIT AND FINCORP LIMITED
(FORMERLY KNOWN AS “TAK MACHINERY AND LEASING LIMITED”)

54th ANNUAL REPORT 2015-2016

FIFTY FORTH ANNUAL REPORT 2015 - 2016**BOARD OF DIRECTORS**

Mr. Meghraj Sohanlal Jain
 Mr. Sandeep Maloo
 Mrs. Neeta Maloo
 Mr. Sunil Ramachandran Nair
 Mrs. Nirupama Dattatray
 Mr. Bhagwan Shrinivas Sarda (*Resigned on 15/01/2016*)
 Mr. Ramasubramanian Shankaran (*Resigned on 15/01/2016*)
 Mr. Pankaj Dinesh Jain (*Resigned on 15/01/2016*)
 Mr. Ajitkumar Sohanlal Jain (*Resigned on 15/01/2016*)
 Mr. Shyamkumar Madanlal Agrawal (*Appointment on 15/01/2016*)
 Mrs. Swati Sharma (*Appointment on 15/01/2016*)

AUDITOR

M/S MGB & Co. LLP,
 Chartered Accountants

BOARD COMMITTEE***Audit Committee***

Mr. Sandeep Maloo
 Mr. Sunil Ramachandran Nair
 Mr. Ramasubramanian Shankaran
 Mr. Shyamkumar Madanlal Agrawal

BANKERS

The Bharat Co-operative Bank
 Axis Bank

Stakeholders Relationship Committee

Mr. Sandeep Maloo
 Mr. Sunil Ramachandran Nair
 Mr. Ramasubramanian Shankaran
 Mr. Shyamkumar Madanlal Agrawal

REGISTERED & CORPORATE OFFICE

Office No- 1701/1702, 17th Floor, A
 Wing, Lotus Corporate Park,
 Graham Firth Steel Compound,
 Western Express Highway, Goregaon
 East), Mumbai-400063

Remuneration Committee

Mr. Sandeep Maloo
 Mr. Sunil Ramachandran Nair
 Mr. Ramasubramanian Shankaran
 Mr. Shyamkumar Madanlal Agrawal

REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.,
 C-13, Pannalal Silk Mills
 Compound, L.B.S. Marg,
 Bhandup (W), Mumbai-400078

KEY MANAGERIAL PERSONNEL

Mr. Sandeep Maloo, Chief Financial Officer
 Ms. Madhuri Prakash Survase, Whole Time Company Secretary and Compliance Officer

LISTING ON THE STOCK EXCHANGES

The Company's shares are listed on:

1. Bombay Stock Exchange Limited
2. Ahemdabad Stock Exchange Limited

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Chairman's Message

Dear Shareholders,

I welcome you all to the 54th Annual General Meeting of your Company, **Mangal Credit and Fincorp Limited**. The Indian economy finished on satisfied note even after challenging world economy in the fiscal year 2015-2016.

We have great pleasure to present before you the performance of your Company for the financial year 2015-16. The geographical expansion undertaken by the Company will help in improving in the coming years also.

During the year 2015-16, your Company reported consolidated revenue of Rs. 14341.52 lacs as compared to the previous year's consolidated revenue of Rs. 23777.87 lacs. This resulted in a consolidated Profit of Rs. 140.80 lacs vis--vis a consolidated Profit of Rs. 195.89 Lac in FY 2014-15.

Economic Outlook

I'll restrict myself to a couple of issues that have brightened the outlook for the finance sector. India today presents a credible picture of an economy on the mend, facilitated by the renewed thrust on reforms. While our fiscal and current account deficits together with a weakening rupee are a major concern, the outcome of reforms, assuming the momentum is sustained, will take some time to reflect in the real economy.

Performance

A Strong performance of any organization is always enabled by the aspiration, will and efforts of its employees, Mangal Credit and Fincorp Limited and its employees are committed to building a bigger, bolder and smarter company which never loses sight of its customers. I am Happy to share that the initiatives during the year review demonstrated this bigger, bolder and smarter thinking which is based on strong customer insight.

Fiscal year 2015-16 was challenging as the Company has to reduce investment and loans and advances given to the subsidiary Companies. As the Company is required to maintain CRAR as per the RBI Guidelines of NBFC-ND-SI. Apart from such challenges the company has maintained its profitability level. Consequently, profit after tax stood at Rs. 109.77 Lacs as compared to Rs. 92.77 Lacs in the previous year.

As a responsible company, Mangal group has substantially increased its community initiatives with various projects by involving its employees as well.



Looking Forward

Mangal Group of Company looking forward to adopt innovative business model especially in the areas of building development, infrastructure development, entertainment, expansion in the business of manufacturing industries through its subsidiaries or through its associate Companies. Your Company also laid down the foundation for a robust ecommerce plan to drive the sales of its products and solutions.

I began with a reference to our resilience. Recent challenges have helped us evolve into a more risk-focused and resilient organization and with the recent experiences in mind, we will continue to operate with caution and prudence.

I am indebted to all our stakeholders—the distinguished shareholders, employees, our lending banks and financial institutions, our foreign and domestic investors, the regulatory bodies, and the government—for their support and guidance.

MANGAL has put its best efforts towards expansion of business activities from the funds raised through preferential issue and also planning to utilize the maximum resources available with the Company to improve financial ratios of the Company.

Powered by the contributions and good wishes of all its stakeholders, MANGAL is well positioned to achieve its true potential in the years to come.

Corporate Governance:

I also express my thanks to all our Directors for their invaluable contribution through their guidance and encouragement, which have been critical for the success of the Company. Finally, I thank each and every shareholder, large and small, for your support and trust. I assure you that each one of us is committed to build a company that is high on corporate governance, is of great value for society and is a company that you will be proud of.

With Best Wishes,

Sd/-

Meghraj Jain

Chairman & Managing Director

Place: Mumbai

Date: 30th May, 2016

MANGAL CREDIT AND FINCORP LIMITED

Office No- 1701/1702, 17th Floor, A Wing, Lotus Corporate Park, Graham Firth Steel Compound,
Western Express Highway, Goregaon (East), Mumbai-400063

CIN: L65990MH1961PLC012227

NOTICE

Notice is hereby given that the Fifty Fourth Annual General Meeting of the shareholders of **Mangal Credit and Fincorp Limited** will be held on Friday, 30th September 2016 at the Premises no.A304, Oberoi Chambers, Commercial Premises Co Op Soc Ltd, Plot C-34, New Link Road, Andheri E, Mumbai-400053 10.00 a.m., to transact the following business:

Ordinary Business

To consider and if thought fit, to pass with or without modifications, the following resolution as ORDINARY RESOLUTION-

1. **“RESOLVED THAT** the audited balance sheet of the Company as at 31st March 2016 and statement of profit and loss for the year ended on that date and reports of the directors and auditors thereon, as placed before the meeting be and are hereby adopted.”
2. **“RESOLVED THAT** Mr. Sandeep Maloo (DIN 01145616), a director in the Company, who retires at this meeting by rotation and being eligible, has offered himself for re-appointment, be and is hereby appointed as director of the Company.”
3. **“RESOLVED THAT** Mr. Meghraj S. Jain (DIN 01311041), a director in the Company, who retires at this meeting by rotation and being eligible, has offered himself for re-appointment, be and is hereby appointed as director of the Company.”
4. **“RESOLVED THAT** in accordance with the provisions of Sections 139, 141, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 framed there under, as amended from time to time, is accorded to ratify the reappointment of M/s MGB & Co. LLP, Chartered Accountants, (FRN: 101169W/W-100035) be and is hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting, until the conclusion of 56th Annual General Meeting at such remuneration plus service tax, out-of pocket, travelling and living expenses, etc., as may be agreed upon by mutual consultation.

Special Business

5. **TO REGULARIZE THE APPOINTMENT OF Mrs. SHYAMKUMAR MADANLAL AGRAWAL AS A DIRECTOR OF THE COMPANY:**

To consider and if thought fit, to pass, with or without modification (s), the following resolution as a Ordinary Resolution.

“RESOLVED THAT Mrs. Shyamkumar Madanlal Agrawal who was appointed by the Board of Directors as an Additional Director of the Company and who holds the office upto the date of this Annual General Meeting of the Company (“the Act”), in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a member under section 160 of the Act, proposing his candidature for the office of Director of

the Company be and is hereby appointed as a Director of the Company, whose period of office will be liable to retire by rotation.”

“RESOLVED FURTHER THAT, the Board of Directors of the Company be and are hereby authorized to take all necessary or desirable steps for the purpose of giving effect to this appointment and matters incidental thereto.”

6. TO REGULARIZE THE APPOINTMENT OF MRS. SWATI SHARMA AS A DIRECTOR OF THE COMPANY:

To consider and if thought fit, to pass, with or without modification (s), the following resolution as a Ordinary Resolution.

“RESOLVED THAT Mrs. Swati Sharma who was appointed by the Board of Directors as an Additional Director of the Company and who holds the office upto the date of this Annual General Meeting of the Company (“the Act”), in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a member under section 160 of the Act, proposing her candidature for the office of Director of the Company be and is hereby appointed as a Director of the Company, whose period of office will be liable to retire by rotation.”

“RESOLVED FURTHER THAT, the Board of Directors of the Company be and are hereby authorized to take all necessary or desirable steps for the purpose of giving effect to this appointment and matters incidental thereto.”

**By order of the Board
For Mangal Credit and Fincorp Limited**

**Sd/-
(Mr. Meghraj S Jain)
Chairman & Managing Director
DIN: 01311041**

Place: Mumbai
Date: 30th May, 2016

NOTES

A. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

- B. The Register of Members and Share Transfer Books of the Company will be closed from 23th September, 2016 to 30th September, 2016 (both days inclusive).
- C. Members are requested to intimate immediately any change in their address to Company's Registrars and Share Transfer Agents, M/s. Link Intime India Pvt Ltd., C-13, Pannalal Silk Mills Compound, L.B.S.Marg, Bhandup (West), Mumbai - 400 078.
- D. Members are requested to bring the copy of the Annual Report and the Attendance Slip duly filled in for attending the Annual General Meeting;
- E. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions to the Company at the registered office address so as to reach at least seven days before the date of the Meeting, to enable the information required to be made available at the Meeting, to the best extent possible.
- F. Members/beneficial Owners are requested to quote their full name as per Company's record, Folio No. / DP and Client ID Nos. as the case may be, in all correspondence with the company.
- G. In case of Joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- H. Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board resolution authorizing their representatives to attend and vote at the Annual General Meeting.
- I. Voting through electronic means

Pursuant to Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, the Company is providing its members with the option of voting by electronic means the Board of Directors have appointed **Mr. Vijay Tiwari, Practising Company Secretary**, who shall scrutinize the electronic voting process at the Fifty Fourth Annual General Meeting.

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 25th September, 2016 (9.00 A.M.) and ends on 27th September, 2016 (5.00 PM). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 22nd September, 2016, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID

- a) For CDSL: 16 digits beneficiary ID,
- b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c) Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) 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.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the serial number (printed on the address label) in the PAN field.
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.

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then directly reach 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.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant MANGAL CREDIT AND FINCORP LIMITED on which you choose to vote.
- (xii) 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.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) 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.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.

(xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

xix. 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.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

EXPLANATORY STATEMENT

(Pursuant to section 102 of the Companies Act, 2013)

Item No.4

Hence, the Board of Directors has appointed Mr. Shyamkumar Madanlal Agrawal as an Additional Director of the Company with effect from 15th January, 2016.

It was necessary to expand the existing business activities of the Company with the help of expert marketing candidate.

According to provision of Section 161 of the Companies act 2013, the above Director holds office up to the date of the Annual General Meeting and his appointment needs to be regularized in the ensuing annual general Meeting. As required by Section 160 of the Companies Act, 2013 a notice has been received from a Member signifying his intention to propose the appointment of Mr. Shyamkumar Madanlal Agrawal as Director in the forthcoming Annual General Meeting.

Hence, necessary resolution is placed before the Meeting for member's approval.

None of the Director is interested in the resolution.

Directors recommend the resolution as proposed in the Notice for member's approval.

Item No.5

Hence, the Board of Directors has appointed Mrs. Swati Sharma as an Additional Director of the Company with effect from 15th January, 2016.

It was necessary to expand the existing business activities of the Company with the help of expert marketing candidate.

According to provision of Section 161 of the Companies act 2013, the above Director holds office up to the date of the Annual General Meeting and her appointment needs to be regularized in the ensuing annual general Meeting. As required by Section 160 of the Companies Act, 2013 a notice has been received from a Member signifying her intention to propose the appointment of Mrs. Swati Sharma as Director in the forthcoming Annual General Meeting.

Hence, necessary resolution is placed before the Meeting for member's approval.

None of the Director is interested in the resolution.

Directors recommend the resolution as proposed in the Notice for member's approval.

ANNEXURE TO THE NOTICE

Pursuant to Regulation 36(3) of the SEBI(Listing Obligation and Disclosure Requirement) Regulation, 2015

Brief details in respect of the Directors seeking re-appointment at the Annual General Meeting:

Names of Directors	Mr. SANDEEP MALOO	Mr. MEGHRAJ SOHANLAL JAIN
Date of Birth	11/09/1975	25/06/1970
Date of Appointment	23/03/2011	14/08/2013
Qualifications	C.A	B.COM
Profession	Business	Business
Other Directorships	1. Bansiwala Real Estates Private Limited	1. Mangal Royal Jewels Private Limited
	2. E-Ally Consulting (India) Private Limited	2. Swarn Bhavya Mangal Jewels Private Limited
	3. Indtrans Container Lines Private Limited	3. Shree Mangal Abhushan Private Limited
	4. Harileela Projects & Investments Private Limited	4. Dhakad Properties And Financial Services Private Limited
	5. Standard Infra-Developers Private Limited	5. Shree Ratna Mangal Jewels Private Limited
	6. E-Ally Equities (India) Private Limited	6. Mangal Compusolution Private Limited
	7. Chakshu Realtors Private Limited	7. Chakshu Realtors Private Limited
	8. Scarled Computech Private Limited	8. Shree Mangal Jewels Private Limited
	9. E-Ally Commodities (India) Private Limited	9. Shwet Developers Private Limited
	10. Mangal Recycling Private Limited	10. Mangal Buildhome Private Limited
	11. Mangal Meta Forging Private Limited	11. Indtrans Container Lines Private Limited
	12. Mangal Compusolution Private Limited	12. Vijay Dwellers Private Limited
	13. Mangal Synnove Energies Private Limited	13. Satco Capital Markets Limited
	14. Mangal Entertainment Private Limited	14. Harileela Projects & Investments Private Limited
	15. Viraasat Gems & Jewels (Retail) Private Limited	
	16. Ally Insurance Broker Private Limited	

MANGAL CREDIT AND FINCORP LIMITED

Office No- 1701/1702, 17th Floor, A Wing, Lotus Corporate Park, Graham Firth Steel Compound,
Western Express Highway, Goregaon (East), Mumbai-400063.

CIN: L65990MH1961PLC012227

DIRECTORS' REPORT

To,

The Members

Mangal Credit and Fincorp Limited

Your directors have pleasure in presenting the 54th Annual Report of the Company for the year ended 31st March, 2016.

Financial Results

The performance of the Company for the financial year ended 31st March, 2016 is summarized as under:

(Rs. In Lacs)

PARTICULARS	STANDALONE		CONSOLIDATED	
	F.Y.	F.Y.	F.Y.	F.Y.
	2015-16	2014-15	2015-16	2014-15
Revenue From Operation	664.46	1166.80	14340.52	23339.09
Other Income	254.46	214.97	579.07	781.43
Total Income	918.92	1381.77	14919.59	24120.52
Profit Before Depreciation, Extra Ordinary Items & Tax	186.57	211.02	1047.60	967.31
Less: Depreciation & Amortisation	51.84	72.19	712.53	566.86
Profit Before Extra Ordinary Items & Tax	134.73	138.83	335.07	400.45
Less: Extra Ordinary Items	Nil	Nil	Nil	NIL
Profit Before Tax	134.73	138.83	335.07	400.45
Provision for Current Taxation	69.00	57.00	161.01	139.64
Deferred Tax Expenses/(Income)	(8.490)	(10.75)	30.25	1.71
Prior Period Tax Adjustment	(1.20)	(0.19)	(35.10)	0.02
Mat Credit Entitlement	(34.28)	Nil	(11.82)	(9.33)
Less: Minority Interest	Nil	Nil	49.92	72.51
Less: Share in Profit/(Loss) of Associates	Nil	Nil	NIL	Nil
Net Profit After Tax	109.72	92.77	140.81	195.89
Balance Brought forward	860.42	794.69	1113.15	996.41
Amount Available for Appropriation	970.14	887.46	1253.96	1192.30

(Rs. In Lacs)

PARTICULARS	STANDALONE		CONSOLIDATED	
	F.Y. 2015-16	F.Y. 2014-15	F.Y. 2015-16	F.Y. 2014-15
Appropriations :				
Proposed Dividend	0.00	7.04	0.00	7.04
Dividend Tax	0.00	1.44	0.00	1.44
Transfer to General Reserve	Nil	Nil	Nil	Nil
Transfer to Statutory Reserve Fund	21.94	18.56	22.49	18.55
Loss of Standard Medserve brought Forward	Nil	Nil	Nil	Nil
Minority losses in excess of their Equity	Nil	Nil	(43.32)	50.04
Fixed assets traf. to retained earnings			0.00	2.06
Balance Carried forward	948.20	860.42	1274.78	1113.15

Review of Operations

During the year under review, the finance division has performed well. Accordingly, the Company has achieved total revenue of Rs.918.92 Lacs and net profit after tax is Rs.109.72 lacs for the current year against the previous year total revenue of Rs.1381.77 lacs and net profit after tax Rs.92.77.

Dividend

Your Directors have not recommended payment of dividend for the financial year ended March 31, 2016 since it is proposed to retain the same in the business.

Fixed Deposits

The Company has not accepted any deposits during the year under review and it continues to be a Non-deposit and Non Banking Financial Company in conformity with the guidelines of the Reserve Bank of India and Companies (Acceptance of Deposits) Rules, 1975.

Directors and Key Managerial Personnel

Your Board comprises of efficient and able directors who have vast experience in this line of business. Mr. Meghraj S. Jain & Mr. Sandeep Maloo retires at the ensuing Annual General Meeting by rotation and being eligible, offers themselves for re-appointment as Director.

During the year under review there is change in Key Managerial Personnel of the Company as follows:

S r. No	Name of Director	Date of Resignation	Date of Appointment
1	Mr. Bhagwan Shrinivas Sarda	15/01/2016	-
2	Mr. Ramasubramanian Shankaran	15/01/2016	-
3	Mr. Pankaj Dinesh Jain	15/01/2016	-
4	Mr. Ajitkumar Sohanlal Jain	15/01/2016	-
5	Mr. Shyamkumar Madanlal Agrawal	-	15/01/2016
6	Mrs. Swati Sharma	-	15/01/2016

The brief details of all members of Board are annexed to this report.

The following persons are Key Managerial Personnel of the Company

1. Mr. Sandeep Maloo - Managing Director
2. Mr. Meghraj Jain - Managing Director
3. Mrs. Neela Maloo - Director
4. Ms. Madhuri Prakash Survase - Company Secretary

Remuneration and other details of Key Managerial Personnel for the year ended 31st March, 2016 are stated in the extract of the Annual Return.

Declaration From Independent Directors

The Company has received necessary declaration from Independent Directors of the Company under Section 149(7) of the Companies Act, 2013 that the Independent Directors of the Company meet with the criteria of their Independence laid down in Section 149(6).

Share Capital

During the year company has increased the Authorised Share Capital of the Company From Rs. 2,00,00,000/- to Rs. 25,00,00,000/-.

Issued, Subscribed And Paid-Up Capital

During the year Company has allotted 70,44,075 fully paid up Equity shares of face value Rs. 10/- each during the quarter ended December 31, 2015 pursuant to a bonus issue approved by the shareholder in Extra Ordinary General Meeting held on 9th December, 2015 in the ratio of 5 (Five) Bonus Equity Shares of Rs. 10/- (Rupees Ten only) each, for every 1 (One) fully paid-up Equity Share of Rs. 10/- (Rupees Ten only) each held by Member and that the Bonus Shares so distributed shall, for all purposes as and when issued and fully paid rank pari passu with the existing equity shares.

Preferential Allotment

In order to expansion of business and to reduce interest cost burden on borrowed capital of the Company, the Company has issued 73,61,096 equity shares to promoters and non promoters category, constituting 46.55% of the post issue share capital of the company through preferential allotment at a price of Rs. 36.45 per share aggregating to 2683.12 lac. The proceeds of the preferential allotment were utilised towards the repayment of equivalent debt in accordance with their objective of the preferential allotment i.e. "To augment the resources of the Company primarily for expansion and for future growth of the business"

Directors' Responsibility Statement

Pursuant to Section 134 (3) (c) of the Companies Act, 2013, your Directors state that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2016 and the profit for the year ended on that date;

- The directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting fraud and other irregularities;
- The directors have prepared the annual accounts on a going concern basis;
- The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- The Directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating efficiently.

Disclosure as per the sexual harassment of women at workplace (prevention, prohibition and redressal) Act, 2013:

The Company has zero tolerance towards sexual harassment at the workplace. The Company has been employing 10 women employees in various cadres as on 31st March, 2016. The Company has in place an Internal Complaint Committee in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules made thereunder for reporting and conducting inquiry into the complaints made by the victim on the harassments at the work place. During the FY 2015 - 2016, the Company has not received any complaint regarding sexual harassment as on 31st March, 2016.

Particulars of Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished here under.

SN	Particulars	Disclosure
1.	Conservation of Energy and Power consumption	The company continued to accord priority to conservation of energy and is continuing its efforts to utilise energy more efficiently.
2.	Technology Absorption and Research & Development	The company has not absorbed any technology nor any research & development work has been carried out.
3.	Foreign Exch. - Earnings	Nil
4.	Outgo	Nil

Particulars Of Employees

There are no employees of the category specified in under Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Auditors and Audit Report

M/s. MGB & Co. LLP, Chartered Accountants, (FRN: 101169W/W-100035) who are the Statutory Auditor of the Company hold the office until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them to examine and audit the accounts of the Company for three years to hold the office from the conclusion of this AGM till the conclusion of the Fifty Sixth Annual General Meeting subject to ratification of their appointment at every Annual General Meeting. The Company has received the Certificate under Section 139(1) of the Companies Act, 2013 read with Companies (Audit and Auditors), Rules, 2014 from the Auditor.

Auditors' Observation/Comments

The Director's report, Corporate Governance Report, Secretarial Audit report, management discussion analysis have addressed most of the issues and observations and the comments of the Auditors are self-explanatory.

Audit Committee

The Composition of Audit Committee was changed from time to time. The present composition of Audit Committee consists of the following members:

Mr. Sunil Ramachandran Nair	- Chairman
Mr. Sandeep Maloo	- Member
Mr. Ramasubramanian Shankaran	- Member (Resigned on 15/01/2016)
Mr. Shyamkumar Madanlal Agrawal	- Member (Appointed on 15/01/2016)

The above composition of the Audit Committee, inter alia, consists of independent Directors viz., Mr. Sunil Ramachandran Nair and Mr. Sandeep Maloo who forms the majority. The Company has established a vigil mechanism to oversee through the committee, the genuine concerns expressed by the employees and other Directors. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of the company employees and the Company. The more details of the Audit Committee are stated under Corporate Governance Report.

Stakeholders Relationship Committee

The Share Transfer Committee constituted was renamed as The Share Transfer and Investors Grievances Committee. To comply with the requirements of the Companies Act, 2013 and the listing agreement with the Stock Exchanges, the name of the Committee was further changed to Stakeholders Relationship Committee.

The Composition of Committee is as under:

Mr. Sunil Ramachandran Nair	- Chairman
Mr. Sandeep Maloo	- Member
Mr. Ramasubramanian Shankaran	- Member (Resigned on 15/01/2016)
Mr. Shyamkumar Madanlal Agrawal	- Member (Appointed on 15/01/2016)

Nomination and Remuneration Committee

Pursuant to the provisions of Section 178 of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2014 framed there under, every listed company and prescribed class of companies, shall constitute Nomination and Remuneration Committee (NRC) of the Board consisting of 3 or more non – executive directors out of which not less than ½ shall be independent director.

The Composition of NRC was changed from time to time.

The present composition of NRC consists of the following members:

Mr. Sandeep Maloo
Mr. Sunil Ramachandran Nair
Mr. Ramasubramanian Shankaran (Resigned on 15/01/2016)
Mr. Shyamkumar Madanlal Agrawal (Appointed on 15/01/2016)

The above composition of the Nomination and Mr. Sunil Ramachandran Nair and Mr. Sandeep Maloo, who forms the majority. The Remuneration Committee have formulated a policy as prescribed under the Act which, interalia, includes criteria for determining qualification, positive attributes and independence of a director and recommended to the Board for adoption of the Policy. The Policy also covers recommendation to the Board on the remuneration to the Board of Independent Directors, Key Managerial Personnel and other employees.

Corporate Social Responsibility Committee

Corporate Social Responsibility is not applicable. Hence, the company has not made any provisions for Corporate Social Responsibility.

Extract Of Annual Return

The details forming part of the extract of the Annual Return in Form MGT 9 is annexed herewith as “**Annexure A**”.

Secretarial Audit:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made there under, M/s Vijay S. Tiwari & Associates, Company Secretaries in Whole-time practice (ACS no. 33084, CP No.12220), was appointed to conduct Secretarial Audit for the year ended 31st March, 2016.

M/s Vijay S. Tiwari & Associates, Practising Company Secretaries has submitted Report on the Secretarial Audit which is attached as “**Annexure B**” and forms a part of this report. There are some Qualifications or observations or remarks made by the Secretarial Auditor in the Report.

Company’s Policy Relating To Directors Appointment, Payment Of Remuneration And Discharge Of Their Duties

The Company has a Policy relating to appointment of Directors, payment of Managerial remuneration, Directors’ qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 and under the provisions of Listing Agreement.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Regulations of the Listing Agreement, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and Compliance Committees, which covers 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. 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 who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

Related Party Transactions

All the Related Party Transactions have been approved by the Audit Committee and also by the Board. The transactions with Mangal group of the Company were approved by the shareholders at the AGM held on 30th September, 2015 and the approval is valid for a period of five years.

Transactions with related parties during the financial year under review are at arm's length and in the ordinary course of business and confirming to the requirements of Companies Act, 2013. Omnibus approvals from Audit Committee were taken for the transactions that are foreseen and of repetitive in nature. Form AOC-2 as required under Section 134 (3) (h) of the Companies Act, 2013, read with Rule 8 (2) of the Companies (Accounts) Rules, 2014, is enclosed as “**Annexure C**”.

Corporate Governance

The Company has complied with the provisions pertaining to Corporate Governance as per the SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 requirements of the Stock Exchanges and necessary disclosures have been made in this regard in the Report on Corporate Governance is annexed as “**Annexure-D**” along with a certificate from a Practising Company Secretary confirming compliance of the same.

Number Of Board Meetings Conducted During The Year Under Review

The Company had 10 (Ten) Board meetings during the financial year under review. The details of the Board meetings and the attendance of the Directors are provided in the Corporate Governance Report.

Investor Services

As the members are aware, your company's shares are tradable compulsorily in electronic form and your company has established connectivity with both the depositories viz. National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL). In view of the numerous advantages offered by the Depository system, members are requested to avail of the facility of de-materialization of Company's shares on either of the Depositories as aforesaid.

Wholly Owned Subsidiary

The Company has M/s Satco Commodities Private Limited and M/s Shree Ratnamangal Jewels Private Limited as wholly owned subsidiary company.

Human Resources

Your Company considers people as one of the most valuable resources. It believes in the theme that success of any organization depends upon the engagement and motivation level of employees. All employees are committed to their work and proactively participate in their area of operations. The Company's HR philosophy is to motivate and create an efficient work force as manpower is a vital resource contributing towards development and achievement of organisational excellence.

Internal Controls

The Company has an adequate system of internal checks on its day to day affairs, which acts as a internal control system commensurate with its size and the nature of its business.

The internal controls system of the Company are monitored and evaluated and reviewed by Management and Audit Committee of the Board of Directors. Auditor's observations in confirmation to policy in force has also been received.

Statement Concerning Development and Implementation of Risk Management Policy of the Company

Pursuant to the requirement of Listing Agreement, the Company has constituted a Risk Management Committee. Business Risk Evaluation and Management is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risk as also identify business opportunities.

The objectives and scope of the Risk Management Committee broadly comprises:

- Oversight of risk management performed by the executive management;
- Reviewing the Risk Management Policy and Framework in line with Local legal requirements and SEBI guidelines
- Reviewing risks and evaluate treatment including initiating mitigation actions and ownership as per a pre-defined cycles.
- Defining framework for identification, assessment, monitoring, mitigation and reporting of risk.

Within its overall scope as aforesaid, the Committee shall review risk trends, exposure, potential impact analysis and mitigation plan.

Acknowledgements

The Board wishes to place on record their appreciation for the sincere efforts of the Director, employees and the co-operation extended by the Bankers, Shareholders, clients & associates for their continue support towards the conduct of the Company.

For and on behalf of the Board of Directors
Mangal Credit and Fincorp Limited
 Sd/-

(Mr. Meghraj Jain)
Chairman & Managing Director
DIN: 01311041

Place: Mumbai
Date: 30th May, 2016

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on March 31, 2016

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- L65990MH1961PLC012227
- ii) Registration Date:- 29/12/1961
- iii) Name of the Company:- MANGAL CREDIT AND FINCORP LIMITED
- iv) Category / Sub-Category of the Company:- Company limited by shares / Indian Non Government Company
- v) Address of the registered office and contact details:- Office No- 1701/1702, 17th Floor, A Wing, Lotus Corporate Park, Graham Firth Steel Compound, Western Express Highway, Goregaon (East), Mumbai - 400063.
Tel No:- (022) 42461300, Fax No:- (022) 42461310
Email:- compliance@mangalfincorp.com Website: www.mangalfincorp.com
- vi) Whether listed company:- Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent:

Link Intime India Pvt. Ltd.,
C-13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup (W), Mumbai-400078
Tel No:- 022 2596 3838. Fax No:- 022-25946969
Email: rnt.helpdesk@linkintime.co.in Website: www.linkintime.co.in

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:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Finance (including NBFCs)	65923	99%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sr. No	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	Chakshu Realtors Private Limited	U45202MH2010PTC210396	Subsidiary	99.99%	Section 2(87)

2.	Indtrans Container Lines Private Limited	U63010MH2010PTC199252	Subsidiary	60.00%	Section 2(87)
3.	Mangal Buildhome Private Limited	U45201MH2010PTC259841	Subsidiary	74.99%	Section 2(87)
4.	Mangal Bullion Private Limited	U36911MH2009PTC197801	Subsidiary	59.99%	Section 2(87)
5.	Mangal Compusolution Private Limited	U72900MH2011PTC216111	Subsidiary	99.99%	Section 2(87)
6.	Mangal Entertainment Private Limited	U74999MH2012PTC230698	Subsidiary	99.99%	Section 2(87)
7.	Mangal Global Marbles Private Limited	U14200RJ1998PTC014672	Subsidiary	60.00%	Section 2(87)
8.	Mangal Synnove Energies Private Limited	U37100MH2011PTC224733	Subsidiary	99.02%	Section 2(87)
9.	Mangal Timber And Laminate Private Limited	U20299MH2010PTC204406	Subsidiary	99.99%	Section 2(87)
10	Satco Capital Markets Limited	U65990MH1989PLC051506	Subsidiary	53.61%	Section 2(87)
11.	Indtrans Container Lines (Singapore) PTE Ltd	NA	Subsidiary	100.00%	Section 2(87)
12.	Standard Infra Developers Private limited (formerly known as Standard Medserve Tpa Pvt Ltd)	U45200RJ2010PTC032261	Subsidiary	99.00%	Section 2(87)
13.	Satco Commodities Private Limited	U70101MH1987PTC045107	Subsidiary	100.00	Section 2(87)
14.	Scarled Computech Private Limited	U72300MH2010PTC210514	Associate	50%	Section 2(6)
15.	Goldcrest Realty	NA	Joint Ventures	90%	Section 2(6)
16.	Student Films Festivals	NA	Joint Ventures	55.00%	Section 2(6)
17.	Bliss Entertainment	NA	Joint Ventures	50.00%	Section 2(6)
18.	Mangal Accad Synnove Energy	NA	Joint Ventures	50.00%	Section 2(6)
19.	Digital Edge Technologies	NA	Joint Ventures	50.00%	Section 2(6)

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									
a) Individual/ HUF	476539	13300	489839	34.7696	3048258	0	3048258	19.2757	-15.4939
b) Central Govt	0	0	0	0	0	0	0	0	
c) State Govt (s)	0	0	0	0	0	0	0	0	
d) Bodies Corp.	434850	0	434850	30.8664	2609100	0	2609100	16.4987	-14.3677
e) Banks / FI	0	0	0	0	0	0	0	0	
f) Any Other....	0	0	0	0	0	0	0	0	
Sub-total (A) (1):-	911389	13300	924689	65.6359	5657358	0	5657358	35.7744	-29.8615
(2) Foreign									
a) NRIs -									
Individuals	0	0	0	0	0	0	0	0	
b) Other –	0	0	0	0	0	0	0	0	
Individuals									
c) Bodies Corp.	0	0	0	0	0	0	0	0	
d) Banks / FI	0	0	0	0	0	0	0	0	
e) Any Other....	0	0	0	0	0	0	0	0	
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	911389	13300	924689	65.6359	5657358	0	5657358	35.7744	-29.8615
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	
b) Banks / FI	0	250	250	0.0177	0	1500	1500	0.0095	-0.0082
c) Central Govt	0	0	0	0	0	0	0	0	
d) State Govt(s)	0	0	0	0	0	0	0	0	
e) Venture Capital Funds	0	0	0	0	0	0	0	0	
f) Insurance Companies	0	0	0	0	0	0	0	0	
g) FIIs	0	0	0	0	0	0	0	0	

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	
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	
i) Others (specify)	0	0	0	0	0	0	0	0	
Sub-total (B)(1):-	0	250	250	0.0177	0	1500	1500	0.0095	-0.0082
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	0	0	0	0	0	0	0	0	
ii) Overseas	0	0	0	0	0	0	0	0	
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	100301	160560	260861	18.5163	352063	905050	1257113	7.9494	-10.5669
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	202411	0	202411	14.3675	848614	7378496	8227110	52.0243	37.6568
c) Others (specify)									
Hindu Undivided Family	0	0	0	0	235898	0	235898	1.4917	1.4917
Non Resident Indians (Non Repat)	130	400	530	0.0376	780	2400	3180	0.0201	-0.0175
Non Resident Indians (Repat)	50	0	50	0.0035	1550	0	1550	0.0098	0.0063
Clearing Member	540		540	0.0383	96037		96037	0.6073	0.5690
Bodies Corporate	18864	620	19484	1.3830	330520	3720	334240	2.1136	0.7306
Sub-total (B)(2):-	322296	161580	483876	34.3463	1865462	8289666	10155128	64.2161	29.8698
Total Public Shareholding (B)=(B)(1)+(B)(2)	322296	161830	484126	34.3641	1865462	8291166	10156628	64.2256	29.8615
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Grand Total (A+B+C)	1233685	175130	1408815	100	7522820	8291166	15813986	100	

(ii) Shareholding of Promoters

Sr. No.	Shareholder's 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 shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Mr. Meghraj S Jain	325449	23.1009	--	2063418	13.0481	--	-10.0528
2	M/s Eally Consulting India Pvt Ltd	279950	19.8713	--	1679700	10.6216	--	-9.2497
3	Mr. Ajit S Jain	164040	11.6438	--	984240	6.2239	--	-5.4199
4	M/s Shree Jaisal Electronics & Industries Limited	154900	10.9951	--	929400	5.8771	--	-5.1180
5	Mr. Labh Chand Maloo	150	0.0106	--	0	0.00	--	-0.0106
6	Mrs. Neeta Maloo	100	0.0071	--	600	0.0038	--	-0.0033
	Total	924689	65.6359		5657358	35.7744		-29.8615

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

Sr. No	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	Date Of Transaction	No. of Shares	No Of Shares Held	% of Total Shares of The Company
1. Name: MEGHRAJ SOHANLAL JAIN						
a) At the beginning of the year	343903	2.1747	-	-	343903	2.1747
b) Changes during the year						
Transfer			25/09/2015	18454	362357	2.2914
Transfer			30/09/2015	(18454)	343903	2.1747

Sr. No	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	Date Of Transaction	No. of Shares	No Of Shares Held	% of Total Shares of The Company
Transfer			08/01/2016	1528991	1872894	11.8433
Transfer			22/01/2016	190524	2063418	13.0481
Transfer			19/02/2016	(190524)	1872894	11.8433
Transfer			04/03/2016	190524	2063418	13.0481
Transfer			31/03/2016	(1872894)	190524	1.2048
c) At the End of the year					2063418	13.0481
2. EALLY CONSULTING INDIA PRIVATE LIMITED						
a) At the beginning of the year	279950	1.7703			279950	1.7703
b) Changes during the year Transfer			22/01/2016	1399750	1679700	10.6216
c) At the End of the year					1679700	10.6216
3. AJIT S JAIN						
a) At the beginning of the year	164040	1.0373			164040	1.0373
b) Changes during the year			08/01/2016	820200	984240	6.2239
c) At the End of the year					984240	6.2239
4. SHREE JAISAL ELECTRONICS AND INDUSTRIES LIMITED						
a) At the beginning of the year	154900	0.9795			154900	0.9795
b) Changes during the year			08/01/2016	774500	929400	5.8771
c) At the End of the year					929400	5.8771
5. LABH CHAND MALOO						
a) At the beginning of the year	150	0.0009			150	0.0009
b) Changes during the year			10/07/2015	(150)	0	0
c) At the End of the year					0	0

Sr. No	Shareholding at the beginning of the year		Transactions during the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	Date Of Transaction	No. of Shares	No Of Shares Held	% of Total Shares of The Company
6. NEETA MALOO						
a) At the beginning of the year	100	0.0006			100	0.0006
b) Changes during the year			08/01/2016	500	600	0.0038
c) At the End of the year					600	0.0038

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

Sr No	For Each of the Top 10 Shareholders	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	Name: KISHOR PUNAMCHAND OSTWAL				
	a) At the beginning of the year	0	0	0	0
	b) Changes during the year 31/12/2015 31/03/2016	63000 315000	0.3984 2.3903	63000 378000	0.3984 2.3903
	c) At the End of the year	0	0	378000	2.3903
2	Name: ARG MANAGEMENT SOLUTIONS PRIVATE LIMITED				
	a) At the beginning of the year	0	0	0	0
	b) Changes during the year 30/10/2015 08/01/2016 31/03/2016	31500 157500 (189000)	0.1992 0.9959 0.00	31500 189000 0	0.1992 1.1951 0.00
	c) At the End of the year	0	0	0	0.00
3	Name: B N MITTAL				
	a) At the beginning of the year	0	0.00	0	0.00
	b) Changes during the year 06/11/2015 08/01/2016 31/03/2016	22784 113920 (136704)	0.1441 0.7203 0.00	22784 136704 0.00	0.1441 0.8644 0.00

	c) At the End of the year	0	0.00	0.00	0.00
4	Name: YOGITA MANOJ MITTAL				
	a) At the beginning of the year	0	0.00	0	0.00
	b) Changes during the year				
	30/10/2015	16200	0.1024	16200	0.1024
	06/11/2015	(1)	0	16199	0.1024
	15/01/2016	80995	0.5122	97194	0.6146
	c) At the End of the year	0	0.00	97194	0.6146
5	Name: PAWAN PAGARIA				
	a) At the beginning of the year	0	0.00	0.00	0.00
	b) Changes during the year				
	27/11/2015	10000	0.0632	10000	0.0632
	22/01/2016	50000	0.3162	60000	0.3794
	04/03/2016	(110)	(0.0007)	59890	0.3787
	c) At the End of the year	0	0.00	59890	0.3787
6	Name: CHOICE EQUITY BROKING PRIVATE LIMITED				
	a) At the beginning of the year	0	0.00	0	0.00
	b) Changes during the year				
	06/11/2015	10000	0.0632	10000	0.0632
	22/01/2016	50000	0.3162	60000	0.3794
	31/03/2016	(8500)	(0.0537)	51500	0.3257
	c) At the End of the year	0	0.00	51500	0.3257
7	Name: SHILPA MILIND DESAI				
	a) At the beginning of the year	0	0.00	0	0.00
	b) Changes during the year				
	10/04/2015	6257	0.0396	6257	0.0396
	17/04/2015	210	0.0013	6467	0.0409
	15/01/2016	32335	0.2045	38802	0.2454
	c) At the End of the year	0	0.00	38802	0.2454
8	Name: DINESH SURYAKANT SHETH				
	a) At the beginning of the year	5592	0.0354	44533	0.2816
	b) Changes during the year				
	01/01/2016	27894	0.1763	33486	0.2117
	c) At the End of the year	0	0.00	33486	0.2117
9	Name: PUSHPA VINOD KUMARJI DHAKAR				
	a) At the beginning of the year	4762	0.0301	23810	0.1807
	b) Changes during the year	No Change During The Year			
	c) At the End of the year	0	0.00	28572	0.1807

10	Name: BP EQUITIES PRIVATE LIMITED				
	a) At the beginning of the year	0	0.00	0	0.00
	b) Changes during the year				
	15/05/2015	16	0.00	16	0
	22/05/2015	(16)	(0.00)	0	0.00
	30/06/2015	10	0.00	10	0.00
	03/07/2015	10	0.00	20	0.00
	10/07/2015	(10)	0.00	10	0.00
	17/07/2015	(10)	0.00	0	0.00
	23/10/2015	5	0.00	5	0.00
	30/10/2015	4	0.00	9	0.00
	06/11/2015	71004	0.4490	71013	0.4490
	13/11/2015	126	0.0195	71139	0.4685
	20/11/2015	(2614)	(0.0352)	68525	0.4333
	27/11/2015	28	0.0001	68553	0.4334
	04/12/2015	1023	0.0064	67530	0.4270
	11/12/2015	(1)	0	67529	0.4270
	18/12/2015	(2)	0	67527	0.4270
	31/12/2015	(63000)	(0.3984)	4527	0.0286
	22/01/2016	340263	2.1516	344790	2.1802
	29/01/2016	3000	0.019	347790	2.1992
	05/02/2016	(612)	(0.0039)	347178	2.1953
	12/02/2016	(400)	(0.0026)	347578	2.1979
	04/03/2016	955	0.006	348533	2.2039
	11/03/2016	575	0.0036	349108	2.2075
	18/03/2016	500	0.0032	349608	2.2107
	25/03/2016	(952)	(0.006)	348656	2.2047
	31/03/2016	(320384)	(2.026)	28272	0.1787
	c) At the End of the year	0	0.00	28272	0.1787

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	For Each of the Directors and KMP	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	Name: Meghraj Sohanlal Jain				
	a) At the beginning of the year	343903	2.1747	343903	2.1747
	b) Changes during the year				
	Transfer (25/09/2015)	18454	0.1167	362357	2.2914
	Transfer (30/09/2015)	(18454)	0.1167	343903	2.1747
	Transfer (08/01/2016)	1528991	9.6686	1872894	11.8433
	Transfer (22/01/2016)	190524	1.2048	2063418	13.0481
	Transfer (19/02/2016)	(190524)	1.2048	1872894	11.8433
	Transfer (04/03/2016)	190524	1.2048	2063418	13.0481
	Transfer (31/03/2016)	(1872894)	11.8433	190524	1.2048
	c) At the End of the year	0	0.00	2063418	13.0481
2	Name: Ajit S Jain				
	a) At the beginning of the year	1,64,040	1.0373	1,64,040	1.0373
	b) Changes during the year				
	Transfer (08/01/2016)	820200	5.1866	984240	6.2239
	c) At the End of the year	0	0.00	984240	6.2239
3	Name: Sandeep Maloo				
	a) At the beginning of the year	100	0.0006	100	0.0006
	b) Changes during the year	0	0	0	0
	Transfer (08/01/2016)				
	c) At the End of the year	0	0.00	600	0.0038
4	Name: Neeta Maloo				
	a) At the beginning of the year	100	0.0006	100	0.0006
	b) Changes during the year				
	Transfer (08/01/2016)	500	0.0032	600	0.0038
	c) At the End of the year	0	0.00	600	0.0038

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year i.e. 01.04.2015	Nil	Nil	Nil	Nil
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	2231759	462595201	0	464826960
iii) Interest accrued but not due	0	110824145	0	110824145
Total (i+ii+iii)	2231759	573419346	0	575651105
Change in Indebtedness during the financial year	Nil	Nil	Nil	Nil
i) Addition	0	0	0	0
ii) Reduction	1818186	457671675	0	459489861
Net Change	1818186	457671675	Nil	459489861
Indebtedness at the end of the financial year i.e 31.03.2016	Nil	Nil	Nil	Nil
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	413573	30143912	0	30557485
iii) Interest accrued but not due	0	85603750	0	85603750
Total (i+ii+iii)	413573	115747671	0	116161244

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sl. No	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Meghraj Sohanlal Jain	Ajit S Jain	Sandeep Maloo	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	720000	360000	720000	18,00,000
	(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				

Sl. No	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Meghraj Sohanlal Jain	Ajit S Jain	Sandeep Maloo	
2	Stock Option	Nil	Nil		
3	Sweat Equity	Nil	Nil		
4	Commission - as % of profit - others, specify...	Nil	Nil		
5	Others, please specify	Nil	Nil		
	Total (A)	720000	360000	720000	1800000
	Ceiling as per the Act				

B. Remuneration to other directors:

S r. No	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		Mr. Sunil Ramachandran Nair	Mrs. Neeta Maloo	Mr. Shyamkumar Madanlal Agrawal	Mrs. Swati Sharma	
3.	Independent Directors • Fee for attending board / committee meetings • Commission • Others, please specify	2000	2000	2000	2000	8000/-
	Total (1)	2000	2000	2000	2000	8000/-
4.	Other Non-Executive Directors • Fee for attending board / committee meetings • Commission • Others, please specify					
	Total (2)	Nil	Nil	Nil	Nil	0/-
	Total (B)=(1+2)	2000	2000	2000/-	2000	8000/-
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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	NA	NA	NA	
2	Stock Option	Nil	Nil		
3	Sweat Equity	Nil	Nil		
4	Commission as % of profit others, specify...	Nil	Nil		
5	Others, please specify	Nil	Nil		
	Total (A)				
	Ceiling as per the Act				

VII. 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 (give Details)
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

ANNEXURE B

Form No. MR-3

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies
(Appointment and Remuneration) Rules, 2014]

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

To,

The Members,

Mangal Credit and Fincorp Limited

Office No- 1701/1702, 17th Floor, A Wing,
Lotus Corporate Park, Graham Firth Steel Compound,
Western Express Highway, Goregaon (East), Mumbai-400063

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s MANGAL CREDIT AND FINCORP LIMITED** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

On the basis of verification of the secretarial compliance and on the basis of secretarial audit of Company's books, papers, minutes books, forms and returns filed and other records maintained by the company as given in **Annexure I** 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 my opinion, the company has, during the audit period covering the financial year ended on **31st March, 2016**, complied with the statutory provisions listed hereunder and also that the company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (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.
- (v) The 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;
 - 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 (Listing Obligations and Disclosure Requirements) Regulations, 2015 & Listing Agreements entered with the BSE Limited
- (vi) As informed to us, the following Regulations and Guidelines prescribed under the Reserve Bank of India Act, 1934, applicable to Non-Banking Financial Companies (Deposit Taking) are specifically applicable to the Company:
- a. Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998;
 - b. Non-Banking Financial (Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007;
 - c. Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 2008;
 - d. Guidelines for investment in unencumbered approved securities;
 - e. Reserve Bank of India (Non-Banking Financial Companies) Returns Specifications, 1997;
 - f. Guidelines for Asset Liability Management (ALM) system in Non-Banking Financial Companies;
 - g. Frauds- Future Approach towards monitoring of Frauds in Non-Banking Financial Companies;
 - h. Know Your Customer (KYC) Guidelines - Anti Money Laundering Standards;
 - i. Fair Practice Code;
 - j. Non-Banking Financial Companies Corporate Governance (Reserve Bank) Directions, 2015;
 - k. Regulation of excessive interest charged by NBFCs;
 - l. Miscellaneous Instructions to all Non-Banking Financial Companies;
 - m. Revised Regulatory Framework for NBFC.

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

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

During the year under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except to the as mentioned below:

- 1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.

Adequate notice is given to all directors to schedule the board meetings, agenda and detailed notes on agenda were 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.

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

However during the financial year there was changes in the composition of the Board of Directors due to resignation of Mr. Bhagwan Shrinivas Sarda, Mr. Ramasubramanian Shankaran, Mr. Pankaj Dinesh Jain and Mr. Ajitkumar Sohanlal Jain w.e.f 15/01/2016 from the Non-Executive Directorship.

I further report that

2. The company has formulated a code of conduct for Insider Trading as provided in the SEBI Regulations however the Company is in the process to upload the formulated code of conduct in the website of the company.
3. During the Financial Year the company has failed to appoint internal auditor of the company as per section 138 of the Companies Act 2013 and Rule 13(1) Internal Audit provisions in Companies (Accounts) Rules 2014.
4. According to section 203(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 every listed company have Key Managerial Personnel, however company is in process of appointing Whole Time Company Secretary and Chief Financial Officer.
5. The company has received several notices from RBI for maintaining CRAR under the NBFC ND-SI guidelines and the Company has taken necessary action to comply with the said provisions.
6. The Company has delayed in depositing unpaid dividend to Investor Education Protection Fund account.

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

We further report that during the audit period the company has following events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above:

For Vijay S. Tiwari & Associates
Company Secretary

Sd/-
(VijayKumar Tiwari)
ACS No: 33084
COP No: 12220

Place : Mumbai
Date : 30/05/2016

ANNEXURE TO SECRETARIAL AUDIT REPORT

LIST OF DOCUMENTS VERIFIED

1. Memorandum & Articles of Association of the Company.
2. Annual Report for the financial year ended 31st March, 2016.
3. Minutes of the meetings of the Board of Directors, Audit Committee, Remuneration Committee, Stakeholders' Relationship Committee, and Independent Directors along with Attendance Register held during the financial year under report.
4. Minutes of the Board and its Committee meetings, General Body Meetings and resolutions passed through E-voting and Poll held during the financial year under report.
5. Maintenance of various Statutory Registers viz.
 - Register of Directors & KMP.
 - Register of Directors' Shareholding.
 - Register of Investment.
 - Register of Contracts.
6. Agenda papers submitted to all the directors / members for the Board Meetings and Committee Meetings.
7. Declarations received from the Directors of the Company pursuant to the provisions of 184 of the Companies Act, 2013.
8. Intimations received from Directors and Senior management under the prohibition of Insider Trading Code and Company information on opening and closing of trading window as per policy in place.
9. All statutory forms filed by the Company from time-to-time, under applicable provisions of the Companies Act, 1956 and Companies Act, 2013 and attachments thereof during the financial year under report.
10. Intimations / documents / reports / returns filed with the Stock Exchanges pursuant to the provisions of Listing Agreement during the financial year under report.

For Vijay S. Tiwari & Associates
Company Secretary

Sd/-
(VijayKumar Tiwari)
ACS No: 33084
COP No: 12220

Place : Mumbai
Date : 30/05/2016

ANNEXURE C

FORM AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in Section 188 (1) of the Companies Act, 2013, including certain arm's length transactions under third proviso thereto

- 1) Details of contracts or arrangements or transactions not at arm's length basis:

All transactions entered into by the Company during the year with related parties were on an arm's length basis.

- 2) Details of material contracts or arrangement or transactions at arm's length basis:

The transactions entered into by the Company during the year with related parties on an arm's length basis, were not material in nature.

**For and on behalf of the Board of Directors
Mangal credit and Fincorp Limited**

**Sd/-
(Mr. Meghraj Jain)
Chairman & Managing Director
DIN: 01311041**

**Place: Mumbai
Date: 30th May, 2016**

REPORT ON CORPORATE GOVERNANCE

Corporate Governance is most often viewed as both the structure and the relationships which determine corporate direction and performance. The Board of Directors is typically central to Corporate Governance. Its relationship to the other primary participants, typically shareholders and management, is critical. Additional participants include employees, customers, suppliers, and creditors. The Corporate Governance framework also depends on the legal, regulatory, institutional and ethical environment of the community.

The Corporate Governance report is pursuant to Regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and contains the details of Corporate Governance systems and practices at Mangal Credit & Fincorp Limited (MCFL).

1. Company's Philosophy

Mangal Credit & Fincorp Limited (MCFL or the 'Company') believes that timely disclosures, transparent accounting policies and a strong and independent Board go a long way in maintaining good corporate governance, preserving shareholders' trust and maximizing long-term corporate value.

The Company's philosophy on Corporate Governance focuses on the attainment of the highest standards of transparency, accountability, ethics and equity with management flexibility, empowerment and responsiveness in the interest of shareholders, customers, employees, business associates and the society at large.

2. Board of Director

There are Seven Directors on the Board all having expertise in financial services sector. As prescribed in the Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has an optimum combination of executive and non-executive directors with Five Independent Directors. As per Section 149 (1) of the Companies Act, 2013, and Regulation 17 (1) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mrs. Swati Sharma is appointed to the Board as Woman Independent Director.

The composition and category of Directors on the Board of the Company for the FY 2015-2016 were as under:

Name of the Director	Category	Attendance		Other Director-ships	Committee Positions in other companies *	
		Board Meeting	AGM/ EGM		As Member	As Chairman
Mr. Meghraj Jain	C/ED	10	Yes	Yes	Yes	Yes
Mr. Sandeep Maloo	ED	10	Yes	Yes	Yes	Yes
Mrs. Neeta Maloo	NED	10	Yes	Yes	No	No

Mrs. Nirupama Dattatray	NED& IND	8	0	Yes	No	No
Mr. Ajitkumar Sohanlal Jain (Resigned on 15/01/2016)	ED	5	Yes	Yes	No	No
Mr. Sunil Ramachandran Nair	NED& IND	5	1	Yes	Yes	No
Mr. Bhagwan Shrinivas Sarda (Resigned on 15/01/2016)	NED& IND	4	0	Yes	No	No
Mr. Ramasubramanian Shankaran (Resigned on 15/01/2016)	NED& IND	4	0	No	No	No
Mr. Pankaj Dinesh Jain (Resigned on 15/01/2016)	NED& IND	4	0	No	No	No
Mr. Shyamkumar Madanlal Agrawal (Appointment on 15/01/2016)	NED& IND	3	0	Yes	Yes	No
Mrs. Swati Sharma (Appointment on 15/01/2016)	NED& IND	2	0	No	No	No

Remarks:

- Public companies except foreign companies and section 25 companies.
- NED = Non Executive Director; ED = Executive Director; C = Chairman; IND = Independent Director.
- Total 10 board meetings held on 30.05.2015, 14.08.2015, 29.08.2015, 05.11.2015, 14.11.2015, 19.12.2015, 15.01.2016, 15.02.2016, 23.02.2016 and 03.03.2016. Brief resumes of the directors are displayed on the website of the Company.
- Mr. Ajitkumar Sohanlal Jain, Mr. Bhagwan Shrinivas Sarda, Mr. Ramasubramanian Shankaran and Mr. Pankaj Dinesh Jain resigned from directorship w.e.f 15/01/2016.

Brief Details of Directors Seeking Appointment at the Annual General Meeting:

Name of Director	Date of Birth	Qualification	Expertise in specific Functional Area	Shares Held in the Company (%)
Mr. Meghraj Jain	25/06/1970	B.Com	Business Admin	13.0481
Mr. Sandeep Maloo	11/09/1975	C.A	Finance Advisor, Accounts & Admin	0.01
Mrs. Neeta Maloo	15/04/1976	M.B.A	Accounts & Admin	0.0038
Mrs. Nirupama Dattatray	30/07/1965	M.B.A	Business Administrative	Nil

Mr. Sunil Ramachandran Nair	05/05/1972	C.A	Accounts & Admin	Nil
Mr. Ajitkumar Sohanlal Jain (Resigned on 15/01/2016)	07/05/1978	B. Com	Administrative	6.2239
Mr. Bhagwan Shrinivas Sarda (Resigned on 15/01/2016)	08/01/1960	C.A	Technical Support / Advisor	Nil
Mr. Ramasubramanian Shankaran (Resigned on 15/01/2016)	04/06/1953	B.Com	Accounts	Nil
Mr. Pankaj Dinesh Jain (Resigned on 15/01/2016)	30/04/1980	L.L.B	Corporate Legal & Finance	Nil
Mr. Shyamkumar Madanlal Agrawal	08/07/1981	M.B.A	Corporate Legal & Finance	Nil
Mrs. Swati Sharma	21/07/1971	B.Com	Accounts	Nil

3. Code Of Conduct Board Members And Senior Management Of The Company

Applicability – To all members of the Board of Directors & Key Managerial Personnel.

Code – All the above named persons have agreed to – (a) act ethically, diligently and in the best interests of the Company; (b) maintain confidentiality of information, transparency in dealings and avoid conflict of interests, during & after termination of association with the Company; (c) abide by applicable laws including insider trading policy; (d) not to cause any harm, directly or indirectly, to the Company or its reputation or its employees; (e) assist the management to review & upgrade this policy periodically.

Declaration – All the board members and senior personnel have affirmed compliance with the above code of conduct for 2014-15 and this Code is posted on the Company's website.

4. Code For Prevention Of Insider Trading

In accordance with the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015, as amended in January 2015, the Board of Directors of the Company has formulated the code of conduct for prevention of insider trading in shares of the Company by its Directors and employees.

5. CEO and CFO Certification

In accordance with the requirement of Corporate Governance Clause 49(IX) of the Listing Agreement, the Board of Directors of the Company have been furnished with the requisite certificate from the CEO i.e. Managing Director and Chief Financial Officer (CFO) of the Company.

6. Audit Committee

Terms of Reference – The primary objective of this Committee is to supervise the financial reporting, audit and internal controls processes, with a view to ensure accurate and timely disclosures. Details pertaining to composition, meetings and attendance during the year are:

*Name of Director	*Status	Meetings Held	Meetings Attended
Mr. Sunil Ramachandran Nair	Chairman	4	4
Mr. Sandeep Maloo	Member	4	4
Mr. Ramasubramanian Shankaran	Member	4	3
Mr. Shyamkumar Madanlal Agrawal	Member	4	1

Remarks

- Total 4 committee meetings held on 30.05.2015, 14.08.2015, 14.11.2015 & 15.02.2016
- The Committee has powers to formulate policies, prepare & review financial statements & internal control system, interact with the statutory/internal auditors, quarterly & annual reporting and seek information internally or externally as needed.

7. Remuneration Committee

Terms of Reference – The purpose of the Committee is advising the board and formulation of remuneration or compensation policies for the Company's management and key personnel. Details pertaining to composition, meetings, attendance & remuneration are:

*Name of Director	*Status	Meetings	
		Held	Attended
Mr. Sunil Ramachandran Nair	Chairman	4	4
Mr. Sandeep Maloo	Member	4	4
Mr. Ramasubramanian Shankaran	Member	4	3
Mr. Shyamkumar Madanlal Agrawal	Member	4	1

Remarks :

- Total 4 committee meetings held on 30.05.2015, 14.08.2015, 14.11.2015 and 23.02.2016
- The Committee reviews the performance and makes recommendations for the remuneration package of the senior management.

8. REMUNERATION TO DIRECTORS

Directors	Sitting Fees for Per Board Meeting	Salary & Perks	Total
Mr. Meghraj Sohanlal Jain	0.00	720000	720000/-
Mr. Sandeep Maloo	0.00	720000	720000/-
Mrs. Neeta Maloo	2000	0.00	2000/-
Mr. Ajitkumar Sohanlal Jain (Resigned on 15/01/2016)	0.00	360000	360000/-
Mr. Sunil Ramachandran Nair	2000	0.00	2000/-
Mr. Bhagwan Shrinivas Sarda (Resigned on 15/01/2016)	2000	0.00	2000/-

Mr. Ramasubramanian Shankaran (Resigned on 15/01/2016)	2000	0	2000/-
Mr. Pankaj Dinesh Jain (Resigned on 15/01/2016)	2000	0	2000/-
Mrs. Nirupama Dattatray	2000	0	2000/-
Mr. Shyamkumar Madanlal Agrawal	2000	0	2000/-
Mrs. Swati Sharma	2000	0	2000/-

9. Shareholders / Investor's (Grievance) Committee

The committee has the mandate to review, assess and redress shareholder's grievances and expedite the share transfer process. The statistical details of the committee are –

Name of Director	Status	Meetings Held	Meetings Attended
Mr. Sandeep Maloo	Chairman	4	4
Mr. Atul Jain	Member	4	4
Mr. Ramasubramanian Shankaran	Member	4	3
Mr. Shyamkumar Madanlal Agrawal	Member	4	1

Remarks:

- Total 4 committee meetings held on 30.05.2015, 14.08.2015, 14.11.2015 and 14.02.2015
- During the year, no investor complaints were received.
- The duty of addressing investor complaints is jointly shared by the Committee & the Registrars.

10. Independent Directors Meeting

Name of Director	Status	Meetings Held	Meetings Attended
Mr. Sandeep Maloo	Chairman	1	1
Mr. Sunil Ramachandran Nair	Member	1	1

11. Number Of Board Meetings And Board Procedures

Your Company's Board met 10 times during the period and details of the meetings are highlighted below. Agenda papers along with explanatory notes were circulated to the Directors well in advance of the meeting. The senior management personnel were invited to participate in matters of interest, importance and relevance. The Board has access to any information within your Company and every effort is made to ensure that the information is adequate and appropriate to enable the Board to take considered decisions on issues. Your Company has placed all relevant information before the Board as per Clause 49 of the Listing Agreement.

Name of Director	Status	Meetings Held	Meetings Attended
Mr. Meghraj Sohanlal Jain	Chairman	10	10
Mr. Sandeep Maloo	Director	10	10
Mrs. Neeta Maloo	Director	10	10
Mrs. Nirupama Dattatray	Director	10	8

Mr. Ajitkumar Sohanlal Jain (Resigned on 15/01/2016)	Director	10	5
Mr. Sunil Ramachandran Nair	Director	10	5
Mr. Bhagwan Shrinivas Sarda (Resigned on 15/01/2016)	Director	10	4
Mr. Ramasubramanian Shankaran (Resigned on 15/01/2016)	Director	10	4
Mr. Pankaj Dinesh Jain (Resigned on 15/01/2016)	Director	10	4
Mr. Shyamkumar Madanlal Agrawal	Director	10	3
Mrs. Swati Sharma	Director	10	2

12. General Body Meetings

Year	Date	Venue	Time	Special Resolutions Passed
2014-15	30.09.2015	AIPMA House, A-52, 3 rd Floor, Street No. 1, M.I.D.C. Marol, Andheri (East), Mumbai-400093	10.00 A.M.	--
2013-14	04.08.2014	Auditorium Room, Ground Floor, Lotus Corporate Park, Near Raheja Titanium, Graham firth Steel Compound, Jay Coach Lane, Jogeshwari (East), Mumbai - 400 063	11.00 A.M	--
2012-13	26.09.2013	Auditorium Room, Ground Floor, Lotus Corporate Park, Near Raheja Titanium, Graham firth Steel Compound, Jay Coach Lane, Jogeshwari (East), Mumbai - 400 063	11.30 A. M.	--

13. Disclosure Regarding Directors' Appointment And Re-Appointment

The personal information about the Directors being appointed / reappointed is already mentioned in the Directors Report and in the notice of the meeting convening Annual General Meeting and therefore is not separately mentioned in this report.

14. Disclosures

Related Party Transactions – The details of related party transactions are furnished under Notes to the Accounts and these have been placed before the Audit Committee who is of the opinion that there are no materially significant transactions that had conflict with the interest of the Company.

Accounting Code – Disclosures relating to accounting policies and accounting standards followed are provided in the board's report and Note to the accounts. The cash flow statement specifies the details of inflow, outflow and utilization of funds & generation (if any) of funds through issue of securities.

Non-compliance – There was no non-compliance during the year and no penalties were imposed

on the Company by the Stock Exchange, SEBI or any other statutory authority. The Company obtained a certificate from the statutory auditor of the Company with respect to compliance with the conditions of corporate governance and annexed the certificate with the Directors' Report and sent the same to all the shareholders of the Company and to all the concerned Stock Exchanges along with the annual reports filed by the Company.

Risk Management – The Audit Committee has formulated informal risk assessment policies in consultation with the management and professionals along with measures for periodic review of these policies.

15. CEO / CFO Certification

The Chairman/MD and a director, in charge of the finance function, have given their certificate to the board which forms part of this report.

16. Meaning of Communication

Periodic financial results and official releases were displayed on the Company's website www.mangalfincorp.com. No presentations were made to institutional investors or to analysts during the year.

17. General Shareholders Information

AGM – date, time & venue	Friday, 30 th September 2016 at 10.00 a.m., Premises no.A304, Oberoi Chambers, Commercial Premises Co Op Soc. Ltd, Plot C-34, New Link Road, Andheri E, Mumbai-400053
Financial year	1 st April, 2015 to 31 st March, 2016
Date of book closure	Friday, 23 rd September 2016 to Friday 30 th September 2016 (both days inclusive).
Dividend payment date	NA
Listings on Stock Exchanges & Stock Code	Bombay Stock Exchanges; Code – 505850
ISIN Code (Demat)	INE545L01013
Registrars & Transfer Agents	Link Intime India Pvt. Ltd. , C-13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai-400078
Share Transfer System	The shares transfers (physical or demat) requests are processed by the Registrars, under the control of the Shareholder's Committee, within minimum time lag provided the lodgements are valid & error free.
Correspondence details	www.mangalfincorp.com . Email : compliance@mangalfincorp.com

18. Market Price Data

Table below gives the monthly high and low prices and volumes of trading of Equity Shares of the Company at Bombay Stock Exchange Limited (BSE) for the year 2015-16:

Month	High	Low	Volume (No. Of Share Traded)
Apr-15	210.00	162.20	9076
May-15	199.00	153.00	597
Jun-15	192.00	155.00	397
Jul-15	210.00	169.00	790
Aug-15	190.00	147.20	184
Sep-15	154.40	139.10	1658
Oct-15	195.00	140.20	174648
Nov-15	240.00	204.70	63740
Dec-15	240.00	40.00	786
Jan-16	50.00	42.00	11202
Feb-16	50.00	50.00	8384
Mar-16	50.00	45.30	98273

Distribution of shareholding:

Range of shares	No. of Shareholders	(%) of Shareholders	No. of Shares	(%) of Shareholding
0 – 5000	2719	98.4431	1238034	7.8288
5001-10000	12	0.4345	83743	0.5296
Above 10001	31	1.1224	14492209	91.6417

Shareholding Pattern as on 31-3-2016:

Category	No. of Shares	(%) to total
Corporate Bodies (Promoters Co.)	2609100	16.4987%
Clearing Member	96037	0.6073%
Other Bodies Corporate	334240	2.1136%
Hindu Undivided Family	235898	1.4917%
Nationalized Banks	1500	0.0095%
Non Resident Indians	1550	0.0098%
Non Resident (Non Repatriable)	3180	0.0201%
Public	9484223	59.9736%
Promoters	3048258	19.2757%
TOTAL	15813986	100.00%

CEO / CFO Certificate for Compliance of Corporate Governance Code

To

Board of Directors

Mangal Credit and Fincorp Limited,

We, the Chairman/MD and the Director/CFO/CEO of Mangal Credit and Fincorp Limited, to the best of our knowledge and belief, certify that –

- (a) We have reviewed the financial statements, read with the cash flow statement of Mangal Credit and Fincorp Limited for the year ended 31st March, 2016 and that to the best of our knowledge and belief, we state that –
 - 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, wherever applicable, to the Auditors and the Audit Committee that –
 - i. There are no significant changes in the internal control over financial reporting during the year;
 - ii. There are no significant changes in accounting policies made during the year, and that the same have been disclosed in the notes to the financial statements; and
 - iii. There are no 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.

**For and on behalf of Board of Directors
Mangal Credit and Fincorp Limited**

Sd/-
(Mr. Meghraj Jain)
Managing Director
DIN:01311041

Place: Mumbai

Date: 30th May, 2016

**DECLARATION REGARDING COMPLIANCE BY BOARD
MEMBERS AND SENIOR MANAGEMENT PERSONNEL
WITH THE COMPANY'S CODE OF CONDUCT**

To

The Members

Mangal Credit and Fincorp Limited

Dear Sirs,

This is to affirm that the Board of Directors of Mangal Credit and Fincorp Limited has adopted a Code of Conduct for its Directors and Senior Management Personnel in Compliance with the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Board Members and Senior Management Personnel and Independent Directors of the Company have confirmed the compliance of provisions of the said code for the financial year ended 31st March, 2016.

**For and on behalf of Board of Directors
Mangal Credit and Fincorp Limited**

**Sd/-
(Mr. Meghraj Jain)
Managing Director
DIN:01311041**

Place: Mumbai

Date: 30th May, 2016

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of Mangal Credit and Fincorp Limited

We have examined the compliance of conditions of Corporate Governance by **Mangal Credit and Fincorp Limited** (the Company), for the year ended on 31st March 2016, as stipulated in Clause 49 of the Listing Agreement of the said Company with the stock exchanges for the period April 01, 2015 to November 30, 2015 and as per the relevant provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") for the period December 01, 2015 to March 31, 2016.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the 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, and based on the representations made by the Directors and the management we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the aforesaid listing Agreement/Listing Regulations, as applicable.

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

For Vijay S. Tiwari & Associates
Practicing Company Secretary

Place : Mumbai
Date : 30/05/2016

Sd/-
(Vijay Tiwari)
ACS No: 33084
COP No: 12220

MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW

The Management Discussion and Analysis Report (MDA) is an integrated part of Company's annual financial statements. The purpose of the MDA is to provide a narrative explanation, through the eyes of management, of how the Company has performed in the past, its financial condition, and its future prospects. This report contains a description of the year gone by and some of the key factors that influenced the business of the Company during the year, as well as a fair and unbiased overview of the Company's past, present, and future. There are forward looking statements mentioned in this report which may involve risks and uncertainties, including but not limited to the risk inherent to the Company's growth strategy, change in regulatory norms, economic conditions and other incidental factors. Actual results could differ materially from those expressed or implied.

Industry Structure & Development – Non-Banking Financial Companies continue to face competition from the local and multinational players in the market. The Non- Banking Financing Industry grew despite several constraints. These problems relate to the inadequacy of funding, insufficient tax benefits, multiplicity of taxes and the absence of specific legislation governing lease transactions. Frequent changes in law affect Non- Banking Finance operations substantially.

NBFCs (NBFC-D) in India with balance sheet sizes of Rs. 14,166 billion and Rs. 1,925 billion, respectively. NBFCNDs have posted a balance sheet growth of more than 15% in 2015 over 2014. A study by the Boston Consulting Group², states that in the 10 year period between 2005 and 2015, the share of NBFCs in credit rose from 10% to 13%. It pointed out that in narrower product segments, such as home loans and commercial vehicle loans, their presence was larger and had grown faster. The share NBFCs in the home loan segment has increased from 26% to 38% between FY09 and FY15. The growth is not only observed in traditional NBFC domains but also in products like mortgages where commercial banks are active.

According to an RBI report¹, the role of the NBFC sector in the Indian financial system has become critical in terms of its size, spread and niche areas of operation. Many larger NBFCs have become significant contributor to the overall financial system in India. In FY15, there were 11,622 Non-Deposit-taking NBFCs (NBFC-ND) and 220 Deposit-taking has been the key for creating higher shareholders' value.

To grow the Non- Banking Financing Industry, it is necessary for the Government to initiate tax incentives. But, due to regular changes in the RBI policies it is difficult to identify the market situation, which results in volatile market and companies' financial position gets affected adversely.

Large professionally managed independent Non- Banking Finance companies demonstrated an ability to succeed and grow. The Finance market has not developed commensurately with the growth of Non- Banking Finance companies. This has led to competition and as a result several Non-Banking Finance companies, lacking in profession expertise, were forced to exit.

Mangal Credit and Fincorp Limited with its 54 years of record has been able to run its business operations in a profitable manner and generate adequate funds to meet its financial obligations to banks and other credit grantors.

Opportunities & Threats – According to the management, the MCFL has been financing reliable & loyal clients who have good potential to generate returns. And with respect to its businesses, the

company is having excellent market in Mumbai and it has achieved the necessary target during the financial year 2015-16.

In the Financial year 2015-16 it is observed that the MCFLs performance is better than the last year. Accordingly, the net profit of the Company is increased marginally.

Further, there is a general concern regarding the interest rate fluctuations, fiscal & monetary policies, which might affect the profitability of the company. However MCFL remains upbeat about the India economic growth, especially the finance sector. The company will anticipate & counter the economic fluctuations to the best of its capacity. The company in such a business always faces the risk of default or non-payment. The company so far has managed to keep its NPA at zero, and will work to keep it that way. MCFL will continue to adopt strategies to register significant increase in business volumes.

The market in which MCFL mainly operates is growing slowly. There are new players entering the semi urban and rural markets. This is likely to increase the competition.

Performance – During the year ended 31st March, 2016, the Income of the Company by way of interest and other income has stood at Rs. 25446263 as compared to Rs. 21497382 during the previous year. Net Profit after tax stood at Rs. 10972004 as compared to Rs. 9136994 during the previous year.

Outlook – MCFL envisages strong growth in the near-term as economic growth has picked up and the RBI is promoting investment and consumption by reducing rates and infusing liquidity. The Company envisages good growth on the horizon too as the sectors that it caters to are not only large but growing and are still quite underpenetrated from the perspective of financing. Continuous innovations in terms of product space leveraging technology and changing consumer behaviour and demographics have opened up new horizons for growth. To ready itself for this take-off in growth, the Company has put in place robust internal risk-management systems and processes and supportive technology.

NBFC INDUSTRY- Over the years NBFC sector has become a crucial part of the financial services sector. The growth rate of the industry is itself sufficient to indicate the impact of the industry in the financial sector. The sector has been dynamically evolving over period of time and has been witnessing constant regulatory changes. RBI has recognised the impact that the NBFCs have on the society at large and have been constantly implementing new policies for tighter controls and providing new avenues for growth.

Risk & Concerns – As an NBFC, Mangal Credit and Fincorp Limited is exposed to credit risk, liquidity risk and interest rate risk. The Company have put in place a Risk Management Policy to ensure that all the current and future material risk exposures of the Company are identified, assessed, quantified, appropriately mitigated, minimized and managed. The main objective of this policy is to ensure sustainable business growth with stability and to promote a proactive approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management, in order to guide decisions on risk related issues. In the opinion of the Board there exist no risk, which may threaten the existence of the Company. MCFL's conservative approach to portfolio management and its rigorous portfolio review mechanism has enabled it to get early stress signals of investment in various sector like Jewellery Industry, Solar Power Industry, Entertainment Industry, Capital Market Business, Real Estate sector etc. MCFL ended the year with a net NPA of NIL % which is amongst the lowest in the industry.

Internal Control Systems & Adequacy – Effective internal controls are necessary for building up an efficient organization. Our Company has adequate internal control systems in place to ensure accuracy, transparency and accountability in its operations. A dedicated concurrent audit team functioning within the Company supported by an out sourced concurrent audit team confirms that the activities are in compliance with its policies and occurrences of deviations are reported to the Management. The Company has further strengthened its internal audit function by investing in domain specialists to increase effectiveness of controls. The audit committee of the Board of Directors reviews the internal audit reports and the adequacy and effectiveness of internal controls.

Fulfilment Of RBI's Norms And Standards-- The Company has taken necessary steps to comply with the RBI norms accordingly the company has reduced the holding of subsidiary Companies, which results in reduction in total assets size of the Company below 100 cr. and the Company is exempted from the various regular compliance as per RBI norms.

Asset Liability Management (ALM)-- MCFL has a total borrowing of Rs. 3,02,54,836 as on 31 March 2016. The Company's asset /liability committee (ALCO), set-up in line with the guidelines issued by the RBI, monitors asset/ liability mismatches to ensure that there are no imbalances or excessive concentrations on either side of the balance sheet. MCFL continued to raise shorter tenor borrowings in FY 2017 as well.

Financial & Operational Performance – Please refer to the Board's Report for performance review.

Human Resources/Industrial Relations – The Company continues to lay emphasis on people, its most valuable resource. In an increasingly competitive market for human resources, it seriously focuses on attracting and retaining the right talent. It provides equal opportunity to employees to deliver results.

Cautionary Statements: The statements made in this report describe the Company's objectives and projections that may be forward looking statement within the meaning of applicable laws and regulations. The actual result might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors which are beyond the control of the Company. The Company is not under any obligation to publicly amend, modify or revise any forward looking statements on the basis of any subsequent developments, information or events.

**For and on behalf of Board of Directors
Mangal Credit and Fincorp Limited**

**Sd/-
(Mr. Meghraj S Jain)
Chairman & Managing Director
DIN: 01311041**

**Place: Mumbai
Date: 30th May, 2016**

STANDALONE FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

To the Members of Mangal Credit & Fincorp Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Mangal Credit & Fincorp Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, 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 Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to the following matters in the Notes to the financial statements:

1. Note No 23.1 to the Financial Statements stating the fact of non-provision of liability of Rs. 49,41,750/- arising on Income Tax Assessment for the A.Y 2008 to 2014 consequent upon search & seizure operations in the case of company on 01/10/2013.
2. Note No 23.2 to the Financial Statements stating non provision of any liability that may arise in respect of show cause notice of SEBI for alleged delay in complaints under regulation 8(3) of SAST Regulation, 1997 in the years 2002, 2003, 2005 to 2011.

Our opinion is not modified in respect of the above matters.

Report on Other Legal and Regulatory Requirements

1. As required by 'the Companies (Auditor's Report) Order, 2016', ('the order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the 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 appears from our examination of those books.
 - c) the Balance Sheet, the 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 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B", and
 - g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to our best of our information and according to the explanations given to us :

- i. The company has disclosed the impact of pending litigations on its financial position in its financial statements in Note 24 to the financial statements.
- ii. We have not come across any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. An amount of Rs. 1,23,480/- due to be transferred to Investor Education and Protection Fund on or before 25/10/2015 has been so transferred on 26/05/2016.

For MGB & Co. LLP
Chartered Accountants
FRN:101169W/W-100035

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Place: Mumbai
Date : 30th May, 2016

Annexure to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Standalone Financial Statements for the year ended 31 March 2016, we report that:

1. a. The Company has maintained proper records showing full particulars, including quantitative details and situation, of fixed assets.
- b. The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification 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 on the basis of examination of the records of the company, the title deeds of immovable properties are held in the name of the Company.
2. The company is a NBFC Company, primarily engaged in rendering loans services. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the order is not applicable to the Company.
3. The Company has granted loan to 23 body corporates covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
 - a. In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.
 - b. In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
 - c. There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.
4. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public.
6. The Central Government has not prescribed the maintenance of cost records under Section 148(1) Act, for any of the services rendered by the Company.
7. a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
 According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.
- b. According to the information and explanations given to us, there are no material dues of duty of customs which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following

dues of income tax, sales tax, duty of excise, service tax and value added tax have not been deposited by the Company on account of disputes:

Name of the statute	Nature of dues	Amount (in Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax & Interest	30,78,810	A.Y. 2014-15	CIT(A)
Income Tax Act, 1961	Income Tax & Interest	9,96,790	A.Y. 2013-14	CIT(A)
Income Tax Act, 1961	Income Tax & Interest	7,60,810	A.Y. 2012-13	CIT(A)
Income Tax Act, 1961	Income Tax & Interest	42,570	A.Y. 2011-12	CIT(A)
Income Tax Act, 1961	Income Tax & Interest	62,590	A.Y. 2010-11	CIT(A)

8. According to the records of the company examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institutions, bank, and Government or Debenture holder as at the balance sheet date.
9. According to the records of the company examined by us and the information and explanations given to us, the money raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which they were obtained.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. 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 mandated by the provisions of section 197 read with Schedule V of the Act.
12. In our opinion and according to the information and explanations given to us, the company is not a nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. The company has made preferential allotment or private placement of shares during the year and all the requirements of Section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purpose for which the funds was raised.
15. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order is not applicable.
16. The company is registered under section 45-IA of the Reserve Bank of India Act, 1934.

For MGB & Co. LLP
Chartered Accountants
FRN: 101169W/W-100035

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Place: Mumbai
Date : 30th May, 2016

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 Mangal Credit & Fincorp Limited ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures

that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, 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 2016, 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.

For MGB & Co. LLP
Chartered Accountants
FRN:101169W/W-100035

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Place: Mumbai
Date : 30th May, 2016

Auditor's Additional Report

The Board of Directors

Mangal Credit & Fincorp Limited

1701-1702, A Wing, Lotus Corporate Park
Ram Mandir Road, Western Express Highway
Goregaon East
Mumbai -400063

Dear Sirs

We have audited the balance sheet of Mangal Credit & Fincorp Limited (The Company) as at 31st March 2016 and related statement of profit and loss and the cash flow statement for the year ended on that date, issued our report dated 30th May 2016.

In addition to the report made under section 143 of the Companies Act, 2013 on the financial statements of the Company for the year ended 31 March 2016 and as required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 vide circular No. DNBS (PD) CC No.382/ 03.02.001/2014-15 dated 1 July 2014 ('the Directions'), we are required to report on the matters specified in paragraph 3 and 4 of the aforesaid directions to the extent applicable.

Management's Responsibility for the financial statements

The Company's management is responsible for the preparation of the financial statements that give a true and fair view of the financial position, the financial performance and the cash flows of the company in accordance with the accounting standards referred to in section 133 of 'the Companies Act, 2013' ('the Act'). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Management is also responsible for ensuring compliance with the applicable provisions of the RBI Act, 1934 and RBI directions and guidelines specified in the Directions.

Auditor's Responsibility

Pursuant to the requirements of the aforesaid directions it is our responsibility to examine the books and records of the company and report on the matters specified in the directions to the extent applicable to the Company.

Report

Based on our examination of the books and records of the Company and according to the information and explanations given to us, we report that:-

(A) In the case of all Non-Banking Financial Companies

- a. The Company is engaged in the business of non-banking financial institution and has obtained a certificate of registration from the reserve bank of India dated 11/03/1998, in pursuance of section 45-IA, of the RBI Act, 1934.
- b. The Company is entitled to continue to hold such certificate of registration in terms of its asset/income pattern as at 31 March 2016.

- c. Based on the criteria set forth by the Bank in Company Circular No. DNBS.PD. CC No. 85 / 03.02.089 /2006-07 dated December 6, 2006 for classification of NBFCs as Asset Finance Company (AFC), the Company has not been classified as an AFC as defined in Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 with reference to the business carried on by it during the applicable financial year.
- d. Based on the criteria set forth by the Bank in the Notification viz; Non - Banking Financial Company- Micro Finance Institutions (Reserve Bank) Directions, 2011 dated December 02, 2011 for classification of NBFCs as NBFC-MFIs, the company has not been classified as NBFC-MFI as defined in the said Directions with reference to the business carried on by it during the applicable financial year.

(B) In the case of a non-banking financial company accepting/holding public deposits – Not Applicable

(C) In the case of a non-banking financial company not accepting public deposits

- a. The Board of Directors has passed a resolution dated 30/05/2016 for non- acceptance of any public deposits.
- b. The company has not accepted any public deposits during the year ended 31.03.2016
- c. The company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015;

(D) In the case of a company engaged in the business of non-banking financial institution not required to hold CoR subject to certain conditions – Not Applicable

Restrictions on use

This report is issued pursuant to our obligations under Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2008 to submit a report on exceptions noted while issuing our report dated 30/05/2016 on additional matters as stated in directions to the RBI and may not be suitable for any other purpose. Accordingly, our report should not be quoted or referred to in any other document made available to any other person or persons without our prior written consent.

For MGB & Co. LLP
Chartered Accountants
FRN:101169W/W-100035

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Place: Mumbai
Date : 30th May, 2016

BALANCE SHEET AS AT MARCH 31, 2016

Particulars	Notes	As at 31.03.2016	As at 31.03.2015
		Rupees	Rupees
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	158,139,860	14,088,150
Reserves and Surplus	3	431,832,560	296,600,316
Money Received Against Warrants	4	46,929,375	-
		636,901,795	310,688,466
Share Application Money Pending Allotment		-	-
Non Current Liabilities			
Long Term Borrowings	5	110,924	371,745
Current Liabilities			
Short-Term Borrowings	6	30,143,912	463,690,019
Trade Payables		-	-
Other Current Liabilities	7	99,364,271	126,943,342
Short-Term Provisions	8	5,571,269	3,372,610
		135,079,452	594,005,971
TOTAL		772,092,172	905,066,182
ASSETS			
Non-Current Assets			
Fixed Assets	9		
Tangible Assets		11,065,294	14,905,077
Non-Current Investments	10	163,629,646	256,121,095
Deferred Tax Assets	11	2,281,745	1,432,021
Long-Term Loans and Advances	12	32,765,574	30,719,675
		209,742,260	303,177,868
Current Assets			
Inventory		-	-
Trade Receivables		-	-
Cash and Bank Balances	13	13,002,140	43,134,476
Short-Term Loans and Advances	14	524,039,496	522,933,071
Other Current Assets	15	25,308,275	35,820,768
		562,349,912	601,888,314
TOTAL		772,092,172	905,066,182
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 31		

In terms of our audit report of even date

FOR MGB & Co. LLP

Chartered Accountants

FRN: 101169W/W-100035

For and on behalf of the board of directors

Mangal Credit & Fincorp Ltd

Sd/-

Sandeep Jhanwar

Partner

M.No. 078146

Place: Mumbai

Date : 30th May, 2016

Sd/-

Meghraj Jain

Managing Director

DIN: 01311041

Sd/-

Sandeep Maloo

Managing Director

DIN: 01145616

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2016

Particulars	Notes	For the Year Ended 31.03.2016	For the Year Ended 31.03.2015
		Rupees	Rupees
Revenue from Operations	16	66,445,999	116,679,823
Other Income	17	25,446,263	21,497,382
Total Revenue		91,892,262	138,177,205
Expenses:			
Purchases of Stock-in-Trade		-	-
Purchase Returns		-	(17,118,518)
Changes in Inventories	18	-	20,135,734
Employee Benefit Expenses	19	4,673,722	4,465,426
Finance Costs	20	43,053,528	90,996,359
Depreciation and Amortization	9	5,184,592	7,219,441
Other Expenses	21	25,507,373	18,595,388
Total Expenses		78,419,215	124,293,831
Profit before extraordinary items and tax		13,473,047	13,883,374
Prior Period Item expense / (income)		-	-
Profit before Tax		13,473,047	13,883,374
Tax Expense:			
(a) Current year		6,900,000	5,700,000
(b) Short / (Excess) provision for tax relating to prior years		(120,655)	(18,953)
(c) Net Current Tax Expense		6,779,345	5,681,047
(d) Deferred tax (credit) / charge		(849,724)	(1,074,878)
(e) MAT Credit		(3,428,578)	
Profit (Loss) for the period from continuing operations		10,972,004	9,136,994
Profit (Loss) from discontinuing operations		-	202,911
Tax expense of discontinuing operations		-	62,700
Profit(Loss) from Discontinuing operations (after tax)		-	140,211
Profit for the Period		10,972,004	9,277,205
Earnings per ordinary share:			
Basic		1.19	1.10
Diluted		1.14	1.10
Nominal Value of each ordinary share is Rs.10/-			
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 31		

In terms of our audit report of even date

FOR MGB & Co. LLP

Chartered Accountants

FRN: 101169W/W-100035

For and on behalf of the board of directors

Mangal Credit & Fincorp Ltd

Sd/-

Sandeep Jhanwar

Partner

M.No. 078146

Place: Mumbai

Date : 30th May, 2016

Sd/-

Meghraj Jain

Managing Director

DIN: 01311041

Sd/-

Sandeep Maloo

Managing Director

DIN: 01145616

CASH FLOW STATEMENT FOR THE YEAR ENDED, 31ST MARCH, 2016

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
A) CASH FLOW FROM OPERATING ACTIVITIES	13,473,047	13,883,374
Net Profit before tax and extraordinary items		
Adjustments for :		
Depreciation	5,184,592	7,219,441
Interest Expenses - Unsecured Loan	42,054,684	89,977,837
Interest Expenses - Secured Loan	104,702	250,176
Interest Expenses - Margin funding	196,897	46,465
Share Capital Increase Expenses	2,345,050	-
Interest Income	-66,445,999	-112,684,293
(Profit) / loss on sale of Fixed Assets	-	-504,290
(Profit)/loss from Capital Gain on sale of shares	-12,358,694	-7,685,420
Provision for Standard Loans	-52,708	-1,311,027
Provision for Sub Standard Loans	1,400,000	1,250,000
Provision for Doubtful Assets	1,700,000	
Dividend on Investments	-67,569	
	-25,939,045	-
	-12,465,998	-9,557,737
Operating profit before working capital changes		
Movement in Working Capital :		
(Increase)/Decrease in Inventories	-	20,135,734
(Increase)/Decrease in Trade Receivables	-	179,130
(Increase)/Decrease in Other Current Assets	-7,351,363	29,002
(Increase)/Decrease in Unpaid Dividend Bank Account Balance	-79,567	101,934
(Increase)/Decrease in Short Term Loans & Advances - Loans	-500,219	485,961,503
(Increase)/Decrease in Short Term Loans & Advances - Others	-606,206	-79,611
Increase/(Decrease) in Trade payables	-	-24,828,060
Increase/(Decrease) in Other Current Liabilities	-1,955,706	-52,487,123
(Increase)/Decrease in Other Long Term Loans & Advances	108,338	108,796
(Increase)/Decrease in Interest Accrued on Fixed Deposites	-	378,047
"Increase/ (Decrease) in Short Term Provision (Other Than Provision for Tax)"	-	-
	-10,384,723	429,499,351
Cash generated/ (Utilised) in Operations	-22,850,721	419,941,615
Interest Paid	-67,576,669	-33,095,493
Interest Received	84,309,855	102,316,109
Cash seized by Income Tax Authority	-	-
Income Tax Paid (Net of Refund)	-5,454,254	
	11,278,932	-9,161,158
	-11,571,789	480,001,073
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase Of Fixed Assets	-1,344,810	-181,767
Sale Of Fixed Assets	-	1,011,329
Investment In Shares Of Subsidiary & Associates	-2,860,000	-
Sale of Investments in Share of Subsidiary (net of receivable)	100,387,143	111,812,850
(Increase)/Decrease in Fixed Deposites With Bank on lien	-	250,000,000
Purchase of Other Investments	-	-
Sale of Other Investments	-	-
Security Deposit Given	-50,750	-
Security Deposit Received	-	60,000
Dividend Received on Investments	67,569	
	96,199,152	-
Net Cash Generated/(Used) in Investing Activities -B.	96,199,152	362,702,412

CASH FLOW STATEMENT FOR THE YEAR ENDED, 31ST MARCH, 2016

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from Long Term Borrowings	-1,818,186	-25,884
Proceed from Short Term Borrowings	-432,451,289	-604,507,859
Proceed from Short Term Borrowings - Bank Overdraft	-	-205,077,456
Increase in Share Capital & Security Premium (Net)	268,311,950	-
Money Received against Share Warrant	46,929,375	-
Share Capital Increase Expenses	-2,345,050	-
Dividend Distribution Tax Paid	-144,226	-478,856
Dividend Paid	-644,840	-2,817,630
Net cash used in financing activities	-122,162,266	-812,907,686
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	-37,534,903	29,795,800
Cash and cash equivalents:		
Opening balance as at the beginning of the year	42,301,140	12,505,340
Closing balance as at the end of the year	12,089,237	42,301,140
Reconciliation of cash and cash equivalents as above with cash and bank balance as shown in balance sheet		
Cash & cash equivalent as at the end of the year as above	12,089,237	42,301,140
Add: Balance in Unpaid Dividend Account	912,903	833,336
Add: Fixed Deposits with Bank	-	-
Add: Fixed Deposits with Bank under lien	-	-
Cash and Bank Balance as shown in balance sheet	13,002,140	43,134,476

Notes:

- The above cash flow statement has been prepared under "Indirect Method" set out in AS-3, issued by Institute of Chartered Accountants of India.
- Figures in negative indicates cash outgo.
- Previous year's figures have been re-grouped and reclassified wherever necessary.

In terms of our audit report of even date

FOR MGB & Co. LLP

Chartered Accountants

FRN: 101169W/W-100035

Sd/-

Sandeep Jhanwar

Partner

M.No. 078146

Place: Mumbai

Date : 30th May, 2016

For and on behalf of the board of directors

Mangal Credit & Fincorp Ltd

Sd/-

Meghraj Jain

Managing Director

DIN: 01311041

Sd/-

Sandeep Maloo

Managing Director

DIN: 01145616

NOTES FORMING PART OF FINANCIAL STATEMENT

Corporate Information

Mangal Credit & Fincorp Limited (the company) is a public company domiciled in India and incorporated under the Companies Act, 1956. The company had obtained its license from Reserve Bank of India to operate as a Non Banking Financial Company (NBFC) on March 11, 1998 vide certificate of registration no. 13.00329. The Company is Non Systemically Important Non Deposit Taking NBFC (NBFC-ND-Non SI) vide circular no. RBI/2015-16/23DNBS (PD) CC No.044/ 03.10.119/2015-16 dated 1 July 2015. It's shares are listed on Bombay Stock Exchange (BSE) and Ahmadabad Stock Exchange (ASE).

Note 1: Significant Accounting Policies

i. Basis of preparation of accounts

The financial statements have been prepared and presented under the historical cost convention, on an accrual basis of accounting and in accordance with the generally accepted accounting principles and in compliance with the relevant provisions of the Companies Act, 2013. Further, the Company follows directions issued by the Reserve Bank of India ("RBI") as applicable.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 read with RBI Directions as aforesaid. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/ non-current classification of assets and liabilities.

ii. Use of Estimates

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

iii. Revenue Recognition

- i) Interest income from financing activities is recognized on an accrual basis except in the case of non-performing assets, where it is recognised on realisation, as per the prudential norms of the RBI.
- ii) Dividend from investments is accounted for as income when the Company's right to receive dividend is established.
- iii) Income from Interest on Fixed Deposits with Banks is recognized on accrual basis.
- iv) Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of sales tax and sales returns.

iv. Fixed Assets

a. Tangible Assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Subsequent expenditures related to an item of tangible assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

b. Intangible Assets

Intangible Assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the enterprise and the cost of the assets can be measured reliably. Intangible assets are recorded at cost and carried at cost less accumulated depreciation and accumulated impairment losses, if any.

NOTES FORMING PART OF FINANCIAL STATEMENT

v. Depreciation

Depreciation is provided on written down value Method, at the rates so calculated by useful life as specified in Schedule II of the Companies Act, 2013. Depreciation is provided on pro-rata basis on the assets acquired, sold or disposed off during the year.

vi. Investments

- a. Investments are classified into Long Term Investments and Current Investments.
- b. Investments which are by nature readily realisable and intended to be held for not more than one year from the date of acquisition are classified as Current Investments and Investments other than Current Investments are classified as Long Term Investments.
- c. Long Term Investments are accounted at cost and any decline in the carrying value other than temporary in nature is provided for.
- d. Current Investments are valued at lower of cost and market value. In case of mutual funds, the net asset value of the units declared by the Mutual Funds is considered as the market value.

vii. Inventories

Stock is valued at weighted average cost. Cost of inventory comprises of all cost of conversion and other cost incurred in bringing them to their respective present location and condition.

viii. Leased Assets

- i) Assets acquired under Leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating Leases. The rentals and all the other expenses of assets under operating lease for the period are treated as revenue expenditure.
- ii) Assets given on operating leases are included in fixed assets. Lease income is recognized in the statement of profit and loss on straight line basis over the lease term. Operating costs of leased assets, including depreciation are recognized as an expense in the statement of profit and loss. Initial direct cost such as legal costs, brokerages etc. are charged to Statement of Profit and Loss as incurred.

ix. Impairment of Assets

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable amount. An impairment loss is charged to the statement of profit & loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in estimate of the recoverable amount.

x. Taxes on Income

- i) Current tax is determined based on the amount of tax payable in respect of taxable income for the year.
- ii) Deferred tax asset is recognized with regard to all deductible timing differences to the extent that it is probable that taxable profit will be available against which deductible timing differences could be utilized.
- iii) Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.
- iv) Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

NOTES FORMING PART OF FINANCIAL STATEMENT

xi. Provisions, Contingent Liabilities and Contingent Assets

- i) A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.
- ii) Contingent liabilities are not recognized but disclosed in the financial statement when there is a:
 - Possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or
 - Present obligation that arises from past events where it is either not probable that an outflow of resources will be required to be settled or a reliable estimate of the amount cannot be made.
- iii) Contingent assets are neither recognized nor disclosed in the financial statements.
- iv) Provision on Standard assets is made @ 0.25% of standard loans in accordance with the directions issued by RBI for NBFC.
- v) Provision for non-performing assets is made in accordance with the directions issued by RBI for NBFC.

xii. Earnings Per Share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. For the purpose of calculating Diluted earnings per share the net profit for the year attributable to equity shareholders and weighted average number of shares outstanding during the reporting year is adjusted for the effects of all dilutive potential equity shares. In considering whether potential equity shares are dilutive or anti dilutive, each issue or series of potential equity shares is considered separately rather than in aggregate.

NOTES FORMING PART OF FINANCIAL STATEMENT

2. SHARE CAPITAL

2.1 Share Capital

(Amount in Rupees)

Share Capital	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	Amount	Number of Shares	Amount
Authorised				
Equity Shares of Rs.10/- each	25,000,000	250,000,000	2,000,000	20,000,000
Issued, Subscribed and Paid up				
Equity Shares of Rs.10/- each	15,813,986	158,139,860	1,408,815	14,088,150
Total	15,813,986	158,139,860	1,408,815	14,088,150

2.2 Reconciliation of the number of shares outstanding at the beginning and at the end of Financial Year 2015-16

(Amount in Rupees)

Particulars	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares outstanding at the beginning of the year	1,408,815	14,088,150	1,408,815	14,088,150
Bonus shares issued during the year	7,044,075	70,440,750	-	-
Equity Shares issued during the year				
- on preferential allotment to the promoters/non-promoters	7,361,096	73,610,960	-	-
Equity Shares outstanding at the end of the year	15,813,986	158,139,860	1,408,815	14,088,150

2.3 Rights attached to equity Shares

The Company has only one class of equity shares having face value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share.

Every share is entitled to receive dividends in Indian Rupees, if declared.

In the event of liquidation of the Company, the shareholders of equity shares will be entitled to receive remaining assets of the company after distribution of the preferential amounts.

The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTES FORMING PART OF FINANCIAL STATEMENT

2.4 Details of shares held by each shareholder holding more than 5% equity shares

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Meghraj S Jain	2,372,894	15.00	325,449	23.10
Ajit S Jain	1,484,240	9.39	164,040	11.64
M/s E-ally Consulting (I) Pvt. Ltd	1,669,700	10.62	279,950	19.87
M/s Shree Jaisal Electronics and Inds. Ltd	929,400	5.88	154,900	11.00

- 2.5 The company has allotted 70,44,075 fully paid up equity shares of face value Rs. 10/- each during the quarter ended December 31, 2015 pursuant to a bonus issue approved by the shareholders through a postal ballot. The record date fixed by the Board of Directors was December 19, 2015 where 5 bonus equity share for every one existing equity share held were issued.

2.6 Preferential Allotment

During the year ended March 31, 2016 the Company has issued 7361096 equity shares to promoters and non promoters category, constituting 46.55% of the post issue share capital of the Company, through preferential allotment at a price of Rs. 36.45 per share aggregating to 2683.12 lac. The proceeds of the preferential allotment were utilised towards the repayment of equivalent debt in accordance with their objective of the preferential allotment. i.e. "To augment the resources of the company, primarily for expansion and for future growth of the business".

2.7 Shares reserved for issue under options

- For details of shares reserved for share warrants, refer note 4.

2.8 Aggregate number and class of shares allotted as fully paid up pursuant to share swap contract(s) without payment being received in cash:

4,76,189 equity shares @ Rs. 210 per share amounting to Rs. 9,99,99,690/- issued under share swap basis. The detail of shares received is as under:

Name of Company	No. of Shares Acquired	Price Per Share	Total Value
Mangal Royal Jewels Pvt Ltd	2500000	9.99	24,997,000
Shree Mangal Jewels Pvt Ltd	699960	39.77	27,837,409
Mangal Bullion Pvt Ltd	350000	98.94	34,628,000
Shree Ratnamangal Jewels Pvt Ltd	109000	100.10	10,911,000
Swarn Bhavya Mangal Jewels Pvt Ltd	1260000	9.89	12,459,510
Shree Radhey Mangal Gold Chain Pvt Ltd	3000000	9.86	29,576,000
Mangal Timber Pvt Ltd	150010	39.81	5,972,273
Mangal Buildhome Pvt Ltd	2000000	9.94	19,888,000
Total			166,269,192
Less: Cash Paid			66,269,502
Shres Issued for Balance Amount			99,999,690

NOTES FORMING PART OF FINANCIAL STATEMENT

3. RESERVES AND SURPLUS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Securities Premium		
Opening Balance	141,984,050	141,984,050
Add: Premium received during the year on account of Preferential allotment to the promoters/non-promoters	194,700,990	-
Less: Amount utilised for issuance of bonus shares (Refer note 2.5)	70,440,750	-
Closing Balance	266,244,290	141,984,050
General Reserve		
Opening Balance	36,500,000	36,500,000
Closing Balance	36,500,000	36,500,000
Contingency Reserve	2,500,000	2,500,000
Investment Reserve	700,000	700,000
Statutory Reserve Fund		
Opening Balance	28,863,441	27,008,000
Add: Transferred from Statement of Profit and Loss	2,194,401	1,855,441
Closing Balance	31,057,842	28,863,441
Capital Reserve	10,425	10,425
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	86,042,400	79,469,268
Add: Profit for the year	10,972,004	9,277,205
Less: Proposed Dividend	-	704,408
Tax on Proposed Dividend	-	144,226
Transferred To : Statutory Reserve Fund	2,194,401	1,855,441
: General Reserve	-	-
Closing Balance	94,820,003	86,042,400
Total	431,832,560	296,600,316

DIVIDEND

No dividend has been recommended for the FY 2015-16 (Dividend of Rs. 0.5 per share on face value of Rs. 10/- per share was provided in FY 2014-15).

4. MONEY RECEIVED AGAINST SHARE WARRANTS

Money received against share warrants represents amounts received towards warrants which entitles the warrant holders, the option to apply for and be allotted equivalent number of equity shares of the face value of Rs. 10 each.

During the current year, the Company issued to its promoters/non-promoters 10,50,000 warrants dtd. 23.02.2016 and 41,00,000 warrants dtd. 03.03.2016 of a face value of Rs. 10 each, having option to apply for and be allotted an equivalent number of equity shares of a face value of Rs. 10 each at a premium of Rs. 26.45 each determined in accordance with Regulation 76 of SEBI (Issue of Capital & Disclosure Requirements) Regulations, 2009 ('SEBI ICDR Regulations'). The holder of the warrants would need to exercise the option to subscribe to shares before 22.08.2017 and 02.09.2017 upon payment of the balance amount of Rs. 14,07,88,125/-.

NOTES FORMING PART OF FINANCIAL STATEMENT

5. LONG TERM BORROWINGS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured		
Term Loans	413,573	1,136,941
Less: Current Maturities(Refer Note No. 7)	302,650	765,196
Total	110,924	371,745

- 5.1 Term Loans represents term loans against hypothecation of vehicles. These term loans carry interest of 14% to 17% p.a. and are payable in 36 to 60 monthly installments from the date of loan.

6. SHORT TERM BORROWINGS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured		
From NBFC	-	1,094,818
Unsecured		
Inter-Corporate Loans	14,100,000	440,250,000
Loan from Directors	-	4,421,974
Related Parties	16,043,912	17,923,227
Total	30,143,912	463,690,019

7. OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Current maturities of long term debt (Refer Note No. 5)	302,650	765,196
Interest accrued and due on borrowings	85,603,759	110,824,145
Unpaid Dividends*	892,903	833,336
Excess share application money - refund	2,259,900	-
Other Payables		
Security Deposits	5,000,000	5,000,000
Duties and Taxes	3,993,891	8,840,630
Creditors for Expenses & Others	1,311,168	680,035
Total	99,364,271	126,943,342

* An amount of Rs. 1,23,480/- is due to be deposited in Investor Education and Protection Fund .

8. SHORT TERM PROVISIONS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Provision on Standard Assets	1,221,269	1,273,977
Provision on Sub Standard Assets	2,650,000	1,250,000
Provision on Doubtful Assets	1,700,000	-
Proposed Dividend on Equity Shares	-	704,408
Corporate Dividend Tax on Proposed Dividend	-	144,226
Total	5,571,269	3,372,610

NOTES FORMING PART OF FINANCIAL STATEMENT

9. FIXED ASSETS

(Amount in Rupees)

A. Tangible assets	Gross block			Accumulated depreciation and impairment				Net Block	
	Balance as at 1 April, 2015	Additions	Deductions	Balance as at 31 March, 2016	upto 31 March, 2015	Depreciation / amortisation for the period.	Eliminated on deductions of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Plant and Equipment	2,699,920	-	-	2,699,920	648,551	374,625	-	1,023,176	2,051,369
(b) Furniture and Fixtures	15,897,670	-	-	15,897,670	5,342,822	2,783,687	-	8,126,508	10,554,849
(c) Vehicles	4,467,125	-	-	4,467,125	3,182,798	503,783	-	3,686,581	1,284,327
(d) Office equipment	3,845,516	1,344,810	-	5,190,326	2,830,984	1,522,498	-	4,353,482	1,014,532
Total	26,910,231	1,344,810	-	28,255,041	12,005,154	5,184,592	-	11,065,294	14,905,077
Previous year	27,822,978	181,767	1,094,514	26,910,231	5,373,188	7,219,441	587,475	14,905,077	22,449,790

Notes:

- 1 Vehicles represent 5 cars purchased by Company and leased to another company.

NOTES FORMING PART OF FINANCIAL STATEMENT

10. NON CURRENT INVESTMENT

Particulars

(Amount in Rs.)

	As At 31.03.2016			As At 31.03.2015		
	No. of Shares	Face Value	Amount	No. of Shares	Face Value	Amount
A) Investment in Land			13,979,720			13,979,720
			13,979,720			13,979,720
Sub Total (A)						
B) Investment in Shares						
i) Unquoted, Long Term (valued at cost)						
a) Investment in Subsidiaries (Group Concerns)						
Chakshu Realtors Pvt Ltd	9,999	10	99,990	9,999	10	99,990
Mangal Buildhome Pvt Ltd	1,491,799	10	14,917,990	1,499,999	10	14,917,990
Mangal Bullion Pvt Ltd	3,067,633	10	30,676,329	1,199,999	10	30,676,329
Mangal Compusolution Pvt Ltd	2,074,994	10	20,749,940	1,999,999	10	20,749,940
Mangal Entertainment Pvt Ltd	249,975	10	2,499,750	9,999	10	2,499,750
Mangal Royal Jewels Pvt Ltd.	-	-	-	1,874,999	10	18,753,240
Mangal Timber & Laminat Pvt Ltd	637,183	10	6,371,834	159,999	10	6,371,834
Shree Mangal Jewels Pvt Ltd	-	-	-	524,999	10	20,879,219
Shree Radhey Mangal Gold Chain Pvt Ltd	-	-	-	2,199,999	10	21,687,990
Shree Ratnamangal Jewels Pvt Ltd	-	-	-	65,399	10	6,546,500
Ekadanta Builders Pvt Ltd	-	-	-	1,485,000	10	14,850,000
Indtrans Container Lines Pvt Ltd	600,000	10	6,000,000	600,000	10	6,000,000
Mangal Globle Marble Pvt Ltd	15,000	10	150,000	15,000	10	150,000
Mangal Synnove Energies Pvt Ltd	500,198	10	5,001,980	495,099	10	5,001,980
Satco Capital Markets Ltd	6,303,311	10	63,033,113	4,291,755	10	60,173,113
Signature Sports & Entertainment Pvt Ltd	-	-	-	7,500	10	75,000
Standard Medserve Tpa Pvt Ltd	9,900	10	99,000	9,900	10	99,000
Swam Bhavya Mangal Jewels Pvt Ltd	-	-	-	1,999,999	10	12,459,510
Virasat Gems & Jewels (Retail) Pvt Ltd	-	-	-	9,999	10	99,990
Total Investment in equity shares of subsidiaries (a)			149,599,926			242,091,375
b) Investment in Associates (Group Concerns)						
Scarfed Computech Private Limited	5,000	10	50,000	5,000	10	50,000
Total Investment in equity shares of others (b)			50,000			50,000
Total Investment in unquoted equity shares (a) + (b)			149,649,926			242,141,375.00
TOTAL INVESTMENT (A) + (B)	14,964,993		163,629,646	18,464,642		256,121,095

NOTES FORMING PART OF FINANCIAL STATEMENT

11. Deferred Tax Assets

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Deferred Tax Liability :		
Difference between wdv as per book & IT Act	-	-
Provision for Standard Assets	17,394	-
Deferred Tax Assets :		
Difference between wdv as per book & IT Act	1,276,139	613,117
Provision for Standard Assets	-	413,342
Provision for Sub Standard Assets	462,000	405,563
Provision for Doubtful Assets	561,000	-
Net Deferred Tax Asset (DTA)	2,281,745	1,432,021
Incremental DTA taken to Profit & Loss Account	849,724	1,432,021

12. LONG-TERM LOANS & ADVANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Unsecured, considered good		
Security Deposits	20,050,750	20,000,000
Other Loans and advances		
-Balances with Revenue Authorities*	750,000	858,338
-Advance Tax/TDS (Net of provision for taxation)	11,964,824	9,861,337
Total	32,765,574	30,719,675

* Balance with revenue authorities includes cash of the Company seized by the Income Tax Authorities on 01.10.2013 from the residence of director of the company. (Refer Note 25)

13. CASH AND BANK BALANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
A. Cash and Cash Equivalents		
(a) Cash in hand	670,258	2,760,789
(b) Balances with banks in current account	11,418,979	39,540,351
	12,089,237	42,301,140
B. Other Bank Balances		
(a) Unpaid Dividend Account	912,903	833,336
	912,903	833,336
Total	13,002,140	43,134,476

NOTES FORMING PART OF FINANCIAL STATEMENT

14. SHORT TERM LOANS AND ADVANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured, considered good		
Other Loans	60,542,987	95,000,000
(a)	60,542,987	95,000,000
Unsecured, considered good		
Loans and Advances to Subsidiaries	75,369,976	81,909
Loans and Advances to Related Parties other than Subsidiaries	1,882,378	9,650,000
Other Loans	384,795,650	417,358,863
(b)	462,048,004	427,090,772
Other Advances		
Balance with Revenue Authorities	1,365,700	760,262
Prepaid Expenses	64,805	68,037
Advance to Staff	18,000	14,000
(c)	1,448,505	842,299
Total (a+b+c)	524,039,496	522,933,071

15. OTHER CURRENT ASSETS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Unsecured, considered good		
Interest accrued and due on lending	17,932,705	35,796,561
Others Receivables	7,375,570	24,207
Total	25,308,275	35,820,768

16. REVENUE FROM OPERATION

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
A. Interest Income		
on Loans to Subsidiary	8,168,198	29,635,655
on Loans to Others	58,277,801	83,048,638
on Fixed Deposits	-	342,892
	66,445,999	113,027,185
B. Sale of Gold Jewellery	-	3,652,638
	-	3,652,638
Total	66,445,999	116,679,823

NOTES FORMING PART OF FINANCIAL STATEMENT

17. OTHER INCOME

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Rent Income	11,820,000	11,980,000
Rent from Leasing of Motor Cars	1,200,000	1,200,000
Profit on sale of shares	12,358,694	7,685,420
Profit on sale of Fixed Assets	-	504,290
Misc. Income	67,569	127,672
Total	25,446,263	21,497,382

18. CHANGES IN INVENTORIES

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Inventory at the end of year	-	-
Stock-in-Trade	-	-
Inventory at the beginning of the year	-	0
Stock-in-Trade	-	20,135,734
Total	-	20,135,734

19. EMPLOYEE BENEFITS EXPENSE

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Director's Remuneration	1,800,000	1,800,000
Salaries, Bonus and Allowances	2,636,908	2,370,855
Staff Welfare Expenses	236,814	294,571
Total	4,673,722	4,465,426

20. FINANCE COSTS

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Interest cost:		
On Bank Overdraft	-	417,044
On Car Loan	104,702	250,176
On Inter-Corporate Deposits	42,054,684	89,977,837
Others	894,142	351,302
Total	43,053,528	90,996,359

NOTES FORMING PART OF FINANCIAL STATEMENT

21. OTHER EXPENSES

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
A.G.M Hall charges	4,500	-
Advertisement Expenses	70,648	80,595
Payment to Auditor		
- Statutory Audit Fees	200,000	200,000
- Tax Audit Fees	50,000	50,000
- Others	-	200,000
- Auditor Out of Pocket Expenses	-	62,336
Internal Audit Fees	180,000	180,000
Conveyance Expenses	290,320	419,541
Director's Sitting Fees	-	2,000
Electricity Charges	1,525,806	1,610,169
Insurance	-	86,220
Legal & Prof.Charges	442,589	178,823
Repair & Maintenance	44,011	137,760
Annual Maintenance Charges	99,465	196,964
Miscellaneous Expenses	196,474	205,645
Professional Fees	400,000	-
Listing Fees	479,281	120,860
Penalty	2,247	-
Postage, Courier & Telegrams	91,142	123,764
Printing & Stationery	690,272	455,555
Printing & Designing Charges	1,950	-
Rent, Rates and Taxes	14,400,000	13,470,000
Provision on Standard Assets	(52,708)	(1,311,023)
Provision on Sub Standard Assets	1,400,000	1,250,000
Provision on Doubtful Assets	1,700,000	-
ROC Filling Fee	2209659	-
Stamp Duty Shares Registration	135,391	-
Travelling Expenses	42,835	35,599
Telephone & Internet Charges	903,490	840,581
Total	25,507,373	18,595,388

22. EARNINGS PER EQUITY SHARE

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Number of equity shares outstanding at the beginning of the year	1,408,815	1,408,815
Number of equity shares issued		
- bonus issue	7,044,075	-
- preferential allotment to the promoters/non promoters	7,361,096	-

NOTES FORMING PART OF FINANCIAL STATEMENT

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
Number of equity shares outstanding at the end of the year	15,813,986	1,408,815
Weighted average number of shares		
a) Basic	9,189,444	8,452,890
b) Effect of dilutive equity shares on account of: - share warrants	433,880	-
c) Diluted	9,623,323	8,452,890
Profit/(Loss) after tax	10,972,004	9,277,205
Basic earnings/(loss) per share (Rs.)	1.19	1.10
Diluted earnings/(loss) per share (Rs.)	1.14	1.10
Nominal value per share (Rs.)	10	10

23. CONTINGENT LIABILITIES & COMMITMENTS

Particulars	For the Year ended 31.03.2016	Previous Year ended 31.03.2015
	Rupees	Rupees
(i) Contingent Liabilities		
(a) Claims against company not acknowledged as debt	4,941,750	-
(b) Guarantees	-	-
(c) Other money for which the company is contingently liable"	-	-
(ii) Commitments		
(a) Estimated Amounts of contracts remaining to be executed on capital account and not provided for"	-	-
(b) Uncalled liability on shares and other investment partly paid up	-	-
(c) Other commitments	-	-

23.1 Claims against the company not acknowledged as debts for the year ended 31st March ,2016 include demand from the Income Tax Authorities for payment of tax of Rs.49,41,750/- upon completion of their tax assessment for Assessment Years 2010-11, 2011-12, 2012-13, 2013-14 & 2014-15. The company has filed an appeal with the income tax appellate authorities. The company is contesting the demand and the management including its tax advisors believes that its position will likely be upheld in the appellate process. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the company's financial position and result of operation.

23.2 Company has received as show cause notice by Securities and Exchange Board of India for alleged delay in compliances under regulation 8(3) of SAST Regulation, 1997 in the year 2002,2003,2005 to 2011. No liability has been acknowledged by the company in this respect as any liability in this recoverable from the erstwhile promoters group in view of the terms of Share Purchase Agreement dtd 10th February, 2011.

NOTES FORMING PART OF FINANCIAL STATEMENT

24. Related Party

As required under the Accounting Standard- 18 on Related Party Disclosure issued by the Institute of Chartered Accountants of India, the disclosure of name of related parties & their transactions are as under:

Name of Related Parties and Relationships

24.1 Name of Subsidiary		in %	
S.No.	Particulars	Holding as at March 31	
		2016	2015
1	Chakshu Realtors Pvt Ltd	99.99	99.99
2	Indtrans Container Lines Pvt Ltd	60.00	60.00
3	Mangal Buildhome Pvt Ltd	74.99	74.99
4	Mangal Bullion Pvt Ltd	59.99	59.99
5	Mangal Compusolution Pvt Ltd	99.99	99.99
6	Mangal Entertainment Pvt Ltd	99.99	99.99
7	Mangal Global Marble Pvt Ltd	60.00	60.00
8	Mangal Synnove Energies Pvt Ltd	99.02	99.02
9	Mangal Timber & Laminate Pvt Ltd	99.99	99.99
10	Satco Capital Markets Ltd	53.61	51.00
11	Indtrans Container Lines (Singapore) PTE Ltd ⁽¹⁾	100.00	100.00
12	Satco Commodities Private Ltd ⁽²⁾	100.00	100.00
13	Standard Infra Developers Pvt Ltd (Previously known as Standard Medserve Tpa Pvt Ltd)	99.00	99.00
14	Swarn Bhavya Mangal Jewels Pvt Ltd(upto 30.09.2015) ⁽³⁾	-	63.00
15	Viraasat Gems & Jewels (Retail) Pvt Ltd(upto 01.01.2016) ⁽³⁾	-	99.99
16	Ekadanta Builders Pvt.Ltd(upto 29.02.2016) ⁽³⁾	-	93.69
17	Mangal Royal Jewels Pvt Ltd.(upto 30.09.2015) ⁽³⁾	-	75.00
18	Shree Mangal Jewels Pvt Ltd(upto 30.09.2015) ⁽³⁾	-	74.99
19	Shree Radhey Mangal Gold Chain Pvt Ltd(upto 30.09.2015) ⁽³⁾	-	54.99
20	Shree Ratnamangal Jewels Pvt Ltd(upto 30.09.2015) ⁽³⁾	-	59.99
21	Signature Sports & Entertainment Pvt Ltd(upto 01.01.2016) ⁽³⁾	-	75.00

(1) Wholly-owned subsidiary of Indtrans Container Lines Pvt Ltd

(2) Wholly-owned subsidiary of Satco Capital Markets Ltd

(3) Shares Disposed off during the year

NOTES FORMING PART OF FINANCIAL STATEMENT

Name of Related Parties and Relationships

24.2 Name of Joint Ventures

S.No	Particulars	in % Holding as at March 31	
		2016	2015
1	GoldCrest Realty (Partner of our subsidiary Mangal Buildhome Pvt. Ltd.)	90.00	90.00
2	Student films Festivals (Partner of our subsidiary Mangal Entertainment Pvt. Ltd.)	55.00	55.00
3	Bliss Entertainment (Partner of our subsidiary Mangal Entertainment Pvt. Ltd.)	50.00	50.00
4	Mangal Accad Synnove Energy (Partner of our subsidiary Mangal Synnove Energies Pvt. Ltd.)	50.00	50.00
5	Digital Edge Technology (Partner of our subsidiary Mangal Compusolution Pvt. Ltd.)	50.00	20.00

24.3 Name of Associate

S.No	Particulars	in % Holding as at March 31	
		2016	2015
1	Scarled Computech Pvt Ltd	50.00	50.00

24.4 Companies / Others Under Common Control

S.No	Particulars
1	Ally Insurance Brokers Private Limited
2	Bansiwala Real Estates Private Limited
3	Dhakad Proprieties & Financial Services PL
4	E-Ally Commodities India Private Limited
5	E-Ally Consulting India Private Limited
6	E-Ally Equities India Private Limited
7	E-Ally Research India Private Limited
8	E-Ally Securities India Private Limited
9	Ectech Informatics Private Limited
10	Mangal Meta Forging Private Limited
11	Mangal Recycling Private Limited
12	Shwet Developers Private Limited
13	Vijay Dwellers Private Limited
14	Mangal Charitable Trust
15	Shree Mangal Abhushan Jewels Private Limited

NOTES FORMING PART OF FINANCIAL STATEMENT

- 16 CNX Corporation Limited
- 17 SG Fintech Private Limited
- 18 Centaurus Financial Services Private Limited
- 19 Centaurus Equities Private Limited
- 20 Omicron Power Engineers Private Limited
- 21 Perusal Global Solutions India Private Limited

24.5 Key Management Person

S. No.	Particulars	Relation
1	Sandeep Maloo	Managing Director
2	Meghraj Sohanlal Jain	Managing Director
3	Ajitkumar Sohanlal Jain (resigned as on 15.01.2016)	Whole-time Director
4	Nirupama Dattatray	Independent Director
5	Neeta Maloo	Director
6	Sunil Ramachandran Nair	Director
7	Pankaj Jain (resigned as on 15.01.2016)	Director
8	Bhagwan Sharda (resigned as on 15.01.2016)	Add. Director
9	Ramsubramanian Shankaran (resigned as on 15.01.2016)	Add. Director
10	Shyamkumar Madanlal Agrawal	Add. Director
11	Swati Sharma	Add. Director

24.6 Key Management Person's Relatives

S.No.	Particulars
1	Sohan V Jain (HUF)
2	Seema A Jain
3	Mangal Jewellers
4	Lokesh Devilal Jain
5	Navin Goyal Agarwal

Transaction with Related Parties are Shown in Annexure - A1

NOTES FORMING PART OF FINANCIAL STATEMENT

Note 25

Consequent to the search and seizure proceedings u/s 132 of the Income Tax Act, 1961, assessment of income for the assessment years 2010-11, 2011-12, 2012-13, 2013-14 and 2014-15 have taken place under section 143(3)/153A of the Income Tax Act, 1961. As a result a total demand of Rs. 49,41,750/- has arisen. Aggrieved by the orders so passed, the company has filed appeals before the Commissioner of Income Tax (Appeals) in the respective assessment years. Considering the nature of additions made and recent judicial pronouncements, there are good chances that the additions shall be deleted in the appellate proceedings and therefore no provision in this respect has been made in respect of outstanding demand.

Note 26

The leverage ratio of the Non-Banking Finance Company is less than 7 as per norms prescribed by Reserve Bank of India vide circular no. RBI/2015-16/23 DNBS (PD) CC No.044/ 03.10.119/2015-16 dated 01 July, 2015 for NBFCs-ND.

Note 27

The company has complied with norms prescribed by Reserve Bank of India vide circular no. RBI/2015-16/23 DNBS (PD) CC No.044/ 03.10.119/2015-16 dated 01 July, 2015 for NBFCs-ND.

Note 28

Loan portfolio classification and provision (As per RBI Prudential Norms)

(Rs. in Lacs)

Particulars	Gross Loan Outstanding		Provision For Standard Assets		Net Loan Outstanding	
	March, 2015	March, 2014	March, 2015	March, 2014	March, 2015	March, 2014
Standard Asset	4884.36	5095.91	12.21	12.74	4872.15	5083.17
Sub Standard Asset	265.00	125.00	26.50	12.50	238.50	112.5
Doubtful Asset	85.00	-	17.00	-	68.00	-
Loss Asset	-	-	-	-	-	-
Total	5234.36	5220.91	55.71	25.24	5178.65	5195.67

Note 29

Schedule to the Balance Sheet of Non-Deposit Taking Non-Banking Financial Company

(as required in terms of paragraph 11 of Non-Systematically Important Non-banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015)

(Rs. in Lacs)

S.No.	Particulars	Amount Outstanding	Amount Overdue
Liability side:			
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a)	Debtenture : Secured	-	-
	Unsecured	-	-
	(Other than falling within the meaning of public deposits*)		
(b)	Deferred Credits	-	-
(c)	Term Loans	4.14	-

NOTES FORMING PART OF FINANCIAL STATEMENT

(Rs. in Lacs)

S.No.	Particulars	Amount Outstanding	Amount Overdue
	(d) Inter-Corporate Loans and Borrowings	960.65	-
	(e) Commercial Paper	-	-
	(f) Other Loans;	-	-
	- Bank Overdraft	-	-
	- Loan from Directors	1.14	-
*Please see Note (a) Below			

(Rs. in Lacs)

S.No.	Particulars	Amount Outstanding
Assets Side :		
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :	
	(a) Secured	630.15
	(b) Unsecured	4775.09
(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) Financing Lease	-
	(b) Operating Lease	-
	(ii) Stock on hire including hire charges under sundry debtors:	
	(a) Asset on hire	-
	(b) Repossessed Asset	-
	(iii) Other loans counting towards AFC activities	
	(a) Loans where asset have been repossessed	-
	(b) Loans other than (a) above	-
(4)	Break-up of Investments :	
	Current Investments :	
	1. Quoted	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others	-
	2. Unquoted	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-

NOTES FORMING PART OF FINANCIAL STATEMENT

		(Rs. in Lacs)
S.No.	Particulars	Amount Outstanding
	(v) Others	-
	Long Term Investments :	
	1. Quoted	
	(i) Shares : (a) Equity	-
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others	-
	2. Unquoted	
	(i) Shares : (a) Equity	1496.50
	(b) Preference	-
	(ii) Debentures and Bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others – Investment in Land	139.80

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

Please see Note (b) below

Category	Amount Net of Provisions		
	Secured	Unsecured	TOTAL
1. Related Parties			
(a) Subsidiaries	-	825.94	825.94
(b) Companies in the same group	-	0	0
(c) Other related parties	-	24.15	24.15
2. Other than related parties	589.37	3909.64	4499.01
TOTAL	589.37	4759.73	5349.10

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

Please see Note (c) below

Category	Market Value Break up or fair value or NAV	
	Book Value (Net of Provisions)	
1. Related Parties		
(a) Subsidiaries	1663.20	1496.00
(b) Companies in the same group	-	-
(c) Other related parties	0.50	0.50
2. Other than related parties	-	-
TOTAL	1663.70	1496.50

NOTES FORMING PART OF FINANCIAL STATEMENT

7. Other Information:

	Amount Outstanding
(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	-
Assets acquired in satisfaction of debt	-

Sub Notes:

- As defined in paragraph 2 (1) (xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Systemically Important Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directons, 2015.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.

Note 30

Disclosure required as per clause 32 of Listing Agreement has been set out in a separate **Annexure A2** attached to the financial statement.

Note 31: Previous Year Figures

Previous year figures have also been regrouped, re-arranged and reclassified wherever necessary to confirm to the current year's classification.

In terms of our audit report of even date
FOR MGB & Co. LLP
 Chartered Accountants
 FRN: 101169W/W-100035

For and on behalf of the board of directors
Mangal Credit & Fincorp Ltd

Sd/-
Sandeep Jhanwar
 Partner
 M.No. 078146
 Place: Mumbai
 Date : 30th May, 2016

Sd/-
Meghraj Jain
 Managing Director
 DIN: 01311041

Sd/-
Sandeep Maloo
 Managing Director
 DIN: 01145616

NOTES FORMING PART OF FINANCIAL STATEMENT

Formatting Part of Notes on Accounts Annexure - "A1"					
Name of Related Parties and Their Transaction					
Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Subsidiaries					
Chakshu Realtors Pvt Ltd	Rent Paid	14,400,000	-	13,250,000	-
	Loan Given	4,256,450	1,837,166	9,922,552	-
	Loan Repayment Received	2,409,325	-	12,614,673	-
	Interest Income	100,487	100,487	344,183	-
	Security Deposit Received	-	20,000,000	-	20,000,000
Ekadanta Builders Pvt.Ltd	Loan Given	-	-	-	-
	Loan Repayment Received	-	-	6,350,000	-
	Interest Income	-	-	148,610	133,749
	Rent Income	17,500	-	22,500	-
	Share Disposed	14,850,000	-	-	-
Indtrans Container Lines Pvt Ltd	Loan Given	6,500,000	-	16,551,464	-
	Loan Repayment Received	6,500,000	-	28,068,464	-
	Interest Income	-	-	452,421	407,179
	Rent Income	1,800,000	-	1,800,000	-
Mangal Buildhome Pvt Ltd	Rent Income	360,000	-	360,000	-
	Loan Given	170,624,399	34,408,264	25,070,621	-
	Loan Repayment Received	136,071,084	-	35,545,344	-
	Interest Income	1,450,507	1,450,507	349,533	129,800
Mangal Bullion Pvt Ltd	Contribution to Equity	-	-	-	-
	Loan Given	478,625,000	3,155,500	515,705,500	-
	Loan Repayment Received	478,453,914	-	602,996,301	-
	Interest Income	3,316,016	-	6,300,096	5,670,086
Mangal Compusolution Pvt Ltd	Loan Given	31,191,370	26,652,268	514,449	-
	Loan Repayment Received	4,519,000	-	624,449	-
	Interest Income	201,018	201,018	4,750	4,750
	Purchase of Computer	847,310	84,000	10,815	-
	Reimbursement of Expenses	11,729	-	1,365	-
Mangal Entertainment Pvt Ltd	Rent Income	600,000	-	600,000	-
	Loan Given	39,040,000	6,251,000	17,717,451	-
	Loan Repayment Received	32,789,000	-	29,772,962	-
	Interest Income	252,038	226,834	1,615,979	-

NOTES FORMING PART OF FINANCIAL STATEMENT

Mangal Globle Marble Pvt Ltd	Loan Given	16,823,440	2,129	2,200,000	-
	Loan Repayment Received	17,080,072	-	14,689,509	-
	Interest Income	323,081	288,644	285,147	256,632
Mangal Royal Jewels Pvt Ltd.	Loan Given	6,795,492	-	108,877,836	-
	Loan Repayment Received	6,795,492	-	235,321,259	-
	Interest Income	37,250	33,525	5,237,536	-
	Share Disposed	18,753,240	-		
Mangal Synnove Energies Pvt Ltd	Loan Given	166,078	-	741,988	-
	Loan Repayment Received	166,078	-	2,659,828	-
	Interest Income	10,738	9,664	233,276	45,948
	Rent Income	-	-	100,000	-
Mangal Timber Pvt Ltd	Rent Income	17,500	-	30,000	-
	Loan Given	6,350,802	5,779,051	2,440,000	-
	Loan Repayment Received	571,751	-	5,338,544	-
	Interest Income	75,200	67,680	351,208	316,087
Satco Capital Markets Ltd	Rent Income	4,200,000	-	4,200,000	-
	Loan Given	117,100,000	-	127,019,101	81,909
	Loan Repayment Received	117,100,000	-	131,937,192	-
	Interest Income	1,119,437	1,007,493	2,300,981	2,070,883
	Security Deposit Received	-	5,000,000	5,000,000	5,000,000
	Shares Acquired	2,860,000	-	-	-
Shree Mangal Jewels Pvt Ltd	Loan Given	53,409,628	-	46,983,133	-
	Loan Repayment Received	53,409,628	-	169,027,066	-
	Interest Income	1,200,934	1,080,841	7,280,177	5,952,409
	Shares disposed off	20,879,219	-	-	-
Shree Radhey Mangal Gold Chain Pvt Ltd	Loan Given	851,165	-	829,727	-
	Loan Repayment Received	851,165	-	11,778,972	-
	Interest Income	13,703	12,333	1,062,997	-
	Shares disposed off	21,687,990	-	-	-
Shree Ratnamangal Jewels Pvt Ltd	Loan Given	517,710	-	12,002	-
	Loan Repayment Received	516,710	-	22,370,605	-
	Interest Income	67,790	61,011	958,702	642,000
	Shares disposed off	6,546,500			
Signature Sports & Entertainment Pvt Ltd	Loan Given	-	-	9,344	-
	Loan Repayment Received	-	-	863,254	-
	Interest Income	-	-	3,180	3,180
	Shares disposed off	75,000	-	-	-

NOTES FORMING PART OF FINANCIAL STATEMENT

Standard Medserve Tpa Pvt Ltd	Loan Given	-	-	2,797,920	-
	Loan Repayment Received	-	-	3,097,920	-
	Interest Income	-	36,166	40,185	36,166
	Other Reimbursement	4,501	4,501		
Swarn Bhavya Mangal Jewels Pvt Ltd	Loan Given	-	-	56,902,500	-
	Loan Repayment Received	-	-	56,902,500	-
	Interest Income	-	-	2,666,694	-
	Shares disposed off	12,459,510	-	-	-
	Other Reimbursement	168,345			
Viraasat Gems & Jewels (Retail) Pvt Ltd	Shares disposed off	99,990	-	-	-
	Loan Taken	35,00,000	-	-	-
	Loan Repayment	35,00,000	-	-	-
	Interest Paid	13,810	12,429	-	-
Associates					
Scarled Computech Private Limited	Loan Given	32,378	32,378	-	-
	Loan Repayment Received	-	-	12,000,000	-
	Interest Income	-	-	264,308	-
	Rent Income	17,500	-	22,500	-
Joint Ventures					
GoldCrest Realty	Loan Given	27,657,686	-	33,636,726	-
	Loan Repayment Received	27,657,686	-	33,636,726	-
	Interest Income	145,044	130,539	841,009	756,908
Mangal Accad Synnove Energy	Rent Income	-	-	100,000	-
	Loan Given	-	-	3,177,290	-
	Loan Repayment Received	-	-	3,177,290	-
Digital Edge Technology	Rent Income	17,500	-	-	-
Companies / Others under Common Control					
E-Ally Commodities India Private Limited	Loan Taken	11,318,405	-	43,235,000	-
	Loan Repayment	11,318,405	-	43,585,000	-
	Interest Paid	-	-	589,728	530,755
	Interest Received	386,450	347,805	-	-
	Rent Income	17,500	-	30,000	-
E-Ally Consulting India Private Limited	Loan Taken	20,351,955	16,043,912	17,517,870	17,923,227
	Loan Repayment	18,472,640	-	19,978,363	-
	Interest Paid	3,807,135	3,524,561	2,442,378	2,198,140
	Rent Income	350,000	-	600,000	-
E-Ally Equities India Private Limited	Loan Taken	-	-	7,850,000	-
	Loan Repayment	-	-	8,250,000	-
	Interest Received	-	-	936,910	843,219
	Rent Income	17,500	-	30,000	-

NOTES FORMING PART OF FINANCIAL STATEMENT

E-Ally Reserch India Private Limited	Rent Income	17,500	-	30,000	-
	Loan Given	-	-	10,000,000	-
	Loan Repayment Received	-	-	10,000,000	-
	Interest Received	-	-	113,425	102,085
E-Ally Securities India Private Limited	Rent Income	17,500	-	30,000	-
Ally Insurance Brokers Private Limited	Loan Taken	26,989	-	2,000,000	-
	Loan Repayment	26,989	-	4,000,000	-
	Interest Paid	-	-	283,896	-
Dhakad Proprieties & Financial Services PL	Loan Given	20,275	-	3,360,606	-
	Loan Repayment Received	20,275	-	7,281,443	-
	Interest Received	-	-	113,600	-
	Rent Income	900,000	-	900,000	-
Mangal Meta Forging Private Limited	Loan Given	7,324	-	-	-
	Loan Repayment Received	7,324	-	2,790,000	-
	Interest Received	-	-	63,197	-
	Rent Income	17,500	-	30,000	-
Shwet Developers Private Limited	Loan Given	-	-	8,800,000	3,800,000
	Loan Repayment Received	3,800,000	-	5,000,000	-
	Interest Received	568,438	-	873,124	494,729
Bansiwala Real Estates Private Limited	Loan Given	-	-	-	-
	Loan Repayment Received	-	-	8,200,000	-
	Interest Received	-	-	316,281	-
Mangal Recycling Private Limited	Rent Income	17,500	-	22,500	-
Karishma Metal Industries Private Limited	Loan Given	-	-	-	-
	Loan Repayment Received	-	-	17,150,000	-
	Interest Received	-	-	1,045,096	-
Ecotech Informatics Private Limited	Rent Income	17,500	-	30,000	30,000
Shree Mangal Abhushan Pvt Ltd	Loan Taken	26,000	-	-	-
	Loan Given	26,000	-	-	-
Centaurus Equities Private Limited	Loan Repayment	-	-	1,500,000	-
	Interest Paid	37,171	-	41,301	37171
Key Management Person					
Sandeep Maloo	Directors Remuneration	720,000	-	720,000	-
	Loan Taken	9,700,000	-	227,257,000	4,421,974
	Loan Repayment	15,727,602	-	236,204,091	-
	Interest Paid	126,516	113,864	1,784,031	1,605,628

NOTES FORMING PART OF FINANCIAL STATEMENT

Ajit Jain	Directors Remuneration	360,000	-	360,000	-
	Loan Taken	189,746	-	12,490,807	-
	Loan Repayment	189,746	-	13,013,864	-
	Shares Transferred	42,745,954	-	-	-
Meghraj Jain	Directors Remuneration	720,000	-	720,000	-
	Loan Taken	12,431,000	-	50,076,000	-
	Loan Repayment Received	12,431,000	-	55,760,836	-
	Shares Acquired	48,629,189	-	-	-
Neeta Maloo	Loan Taken	-	-	-	-
	Loan Repayment Received	-	-	3,600,000	-
	Interest Paid	-	-	129,090	-
	Directors Sitting Fees	-	-	2,000	-
Key Management Person's Relatives					
Mangal Jewellers	Loan Given	-	-	14,185	-
	Loan Repayment Received	-	-	14,185	-
Lokesh Devilal Jain	Loan Given	-	850,000	-	1,850,000
	Loan Repayment Received	1,000,000	-	1,500,000	-
	Interest Income	136,070	28,611	406,377	-
Navin Govind Agarwal	Loan Given	-	-	-	4,000,000
	Loan Repayment Received	4,000,000	-	4,000,000	-
	Interest Income	458,190	-	639,453	197,096

NOTES FORMING PART OF FINANCIAL STATEMENT

ANNEXURE A2 REFERRED TO IN NOTE NO 34 OF NOTES FORMATING PART OF THE FINANCIAL STATEMENTS :

Disclosures Required as per Clause 32 of the Listing Agreement :

	Name of Company	Loans And Advances			
		Amount O/s as on	Amount O/s as on	Maxium Balance O/s6	Maxium Balance O/s
		31 March 2016	31 March 2015	31 March 2016	31 March 2015
		₹	₹	₹	₹
	Subsidiaries				
1	Chakshu Realtors Pvt Ltd	1,937,653.00	-	6,810,950.00	5,563,640.00
2	Mangal Buildhome Pvt Ltd	35,858,771.00	129,800.00	59,721,381.00	14,975,783.00
3	Mangal Bullion Pvt Ltd	3,155,500.00	5,670,086.00	61,015,086.00	116,246,424.80
4	Mangal Compusolution Pvt Ltd	26,853,286.00	-	26,853,286.00	622,882.00
5	Mangal Entertainment Pvt Ltd	6,477,834.00	-	9,567,000.00	13,041,740.00
6	Mangal Royal Jewels Pvt Ltd.	33,525.00	-	5,200,000.00	134,227,079.00
7	Mangal Timber & Laminate Pvt Ltd	5,846,731.00	316,087.00	5,860,899.00	4,851,585.00
8	Shree Mangal Jewels Pvt Ltd	1,080,841.00	5,952,409.00	50,552,409.00	122,980,917.00
9	Shree Radhey Mangal Gold Chain Pvt Ltd	12,333.00	-	301,325.00	11,810,062.00
10	Shree Ratnamangal Jewels Pvt Ltd	61,011.00	642,000.00	642,000.00	22,847,328.00
11	Ekadanta Builders Pvt.Ltd	-	133,749.00	19,868.00	7,090,484.00
12	Indtrans Container Lines Pvt Ltd	-	407,179.00	1,494,259.00	12,702,296.00
13	Mangal Globle Marble Pvt Ltd	290,773.00	256,632.00	16,821,311.00	13,008,552.00
14	Mangal Synnove Energies Pvt Ltd	9,664.00	45,948.00	141,000.00	3,177,147.00
15	Satco Capital Markets Ltd	1,007,493.00	2,152,792.00	72,825,312.00	55,481,909.00
16	Signature Sports & Entertainment Pvt Ltd	-	3,180.00	-	870,499.00
17	Standard Infra Developers Pvt Ltd	36,166.00	36,166.00	-	2,700,000.00
18	Swarn Bhavya Mangal Jewels Pvt Ltd	-	-	-	37,985,284.00
19	Virasaat Gems & Jewels Pvt Ltd	12,429.00	-	3,512,429.00	-
20	Satco Commodities Pvt Ltd	-	-	-	-
21	Indtrans Container Lines Pvt Ltd	-	-	-	-
		82,661,581.00	15,746,028.00	317,826,086.00	580,183,611.80
	Associates & Joint Ventures				
21	Scarled Computech Private Limited	32,378.00	-	52,246.00	13,125,493.00
22	GoldCrest Realty	130,539.00	756,908.00	27,773,291.00	14,000,000.00
23	Bliss Entertainment	-	-	-	-

NOTES FORMING PART OF FINANCIAL STATEMENT

24	Mangal Accad Synnove Energy	-	-	-	3,115,317.00
25	Student Films Festivals	-	-	-	-
26	Swarn Mangal Jewels	-	-	-	-
27	Digital Edge Technology	-	-	14,168.00	-
		32,378.00	0.00	52,246.00	13,125,493.00
Companies Under Common Control					
28	Mangal Meta Forging Private Limited	-	-	27,192.00	3,137,286.00
29	Dhakad Proprietries & Financial Services PL	-	-	411,775.00	3,920,837.00
30	E-Ally Reserch India Private Limited	-	102,085.00	121,950.00	10,000,000.00
31	Shwet Developers Private Limited	-	4,294,729.00	4,311,596.00	8,800,000.00
32	Bansiwala Real Estates Private Limited	-	-	-	8,200,000.00
33	E- Ally Equities India pvt ltd	-	843,219.00	1,002,512.00	8,250,000.00
34	Ally Insurance Brokers Private Limited	-	-	-	-
35	E-Ally Commodities India Private Limited	-	-	5,430,000.00	42,224,308.00
36	E-Ally Consulting India Private Limited	19,568,473.00	20,121,367.00	35,555,633.00	21,465,720.00
37	E-Ally Securities India Private Limited	-	-	19,868.00	-
38	Ectech Informatics Private Limited	-	-	-	-
39	Mangal Recycling Private Limited	-	-	19,868.00	-
40	Vijay Dwellers Private Limited	-	-	-	-
41	Mangal Charitable Trust	-	-	-	-
42	Shree Mangal Abhushan Jewels Private Limited	-	-	26,000.00	-
43	CNX Corporation Limited	-	-	-	-
44	SG Fintech Private Limited	-	-	-	-
45	Centaurus Financial Service Private Limited	-	-	-	-
46	Centaurus Equities Private Limited	-	-	-	-
47	Omicron Power Engineers Private Limited	-	-	-	-
48	Perusal Global Solutions India Private Limited	-	-	-	-
		-	-	-	-
		-	5,240,033.00	5,875,025.00	42,308,123.00
		82,693,959.00	20,986,061.00	323,753,357.00	635,617,227.80

CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

To the Members of Mangal Credit & Fincorp Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **MANGAL CREDIT & FINCORP LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") its associates and jointly controlled entities, comprising of the Consolidated Balance Sheet as at 31st March, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates and Jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 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 consolidated financial statements are free from material misstatement.

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

Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at 31st March, 2016, and their consolidated profit/loss and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to the following matters in the Notes to the Consolidated Financial statements:

1. Note No 32.3 to the Consolidated Financial Statements stating the fact of non-provision of liability of Rs. 441.14 lakhs arising on Income Tax Assessment for the A.Y. 2010-11, 2011-12, 2012-13, 2013-14 and 2014-15 consequent upon search & seizure operations in the case of company on 01/10/2013.
2. Note No 32.4 to the Consolidated Financial Statements stating non provision of any liability that may arise in respect of show cause notice of SEBI for alleged delay in complaints under regulation 8(3) of SAST Regulation, 1997 in the years 2002, 2003, and 2005 to 2011.
3. Note No 33 to the Consolidate Financial Statements stating the detail of amount attached by Directorate of Enforcement under Prevention of Money Laundering Act in case of one of the subsidiary

Our opinion is not modified in respect of this matter.

Other Matter

We did not audit the financial statements of 20 subsidiaries, and Five jointly controlled entities, whose financial statements reflect total assets of Rs. 1498.94 lacs as at 31st March, 2016, total revenues of Rs. 1368.92 lacs and net cash flows amounting to Rs. 335.04 lacs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit/loss of Rs. 257.03 lacs for the year ended 31st March, 2016, as considered in the consolidated financial statements, in respect of one associate, also whose financial statements have not been audited by us. Apart from above Indtrans Containers Lines (Singapore) PTE Ltd. (Foreign Subsidiary) whose financial statements are yet to be audited and which reflect total amounts of Rs. 21.43 lacs as on 31st March, 2016, total loss of Rs. 0.03 lacs and net cash flows amounting to Rs 16.42 lacs for the year ended on that date. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, jointly controlled entities and associates, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by subsection 3 of section 143 of the Act, we report, to the extent applicable that:

- a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit of the consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors of the Holding Company as on March 31, 2016, taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the group companies, its associate companies and jointly controlled companies in India is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in 'Annexure A'; and
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to our best of our information and according to the explanations given to us :
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group in Note No. 32 to the consolidated financial statements.
 - ii. We have not come across any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. An amount of Rs. 1,23,480/- due to be transferred to Investor Education and Protection Fund on or before 25/10/2015 has been so transferred on 26/05/2016 by the Holding Company.

For MGB & Co. LLP
Chartered Accountants
FRN:101169W/W-100035

Place: Mumbai
Date : 30th May, 2016

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Annexure - A 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")

In conjunction with our audit of the consolidated financial statements as of and for the year ended 31st March 2016 we have audited the internal financial control over financial reporting of Mangal Credit & Fincorp Ltd. (the holding company) and its subsidiary companies which are companies incorporated in India as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the holding company and its subsidiary companies, which are incorporated in India are responsible for establishing and maintaining Internal Financial Controls based on the Internal 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 control 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 business including adherence to company policy, 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.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A

company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the holding company and its subsidiary companies incorporated in India, 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 2016, 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.

For MGB & Co. LLP
Chartered Accountants
FRN:101169W/W-100035

Sd-
Sandeep Jhanwar
Partner
M.No. 078146

Place: Mumbai
Date : 30th May, 2016

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2016

Particulars	Notes	As at 31.03.2016	As at 31.03.2015
		Rupees	Rupees
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	158,139,860	14,088,150
Reserves and Surplus	3	465,639,322	324,056,114
Money Received Against Warrants	4	46,929,375	-
		670,708,557	338,144,264
Share Application Money Pending Allotment		-	-
Minority Shareholder		88,573,042	134,617,973
Non Current Liabilities			
Long Term Borrowings	5	212,715,980	94,514,649
Deferred Tax Liabilities (Net)	6	4,030,343	694,908
Other Long Term Liabilities	7	4,635,375	3,434,145
Long Term Provision	8	2,101,967	2,108,146
		223,483,664	100,751,848
Current Liabilities			
Short-Term Borrowings	9	445,361,415	1,530,364,309
Trade Payables	10	380,787,896	322,392,749
Other Current Liabilities	11	165,017,966	241,599,391
Short-Term Provisions	12	8,469,980	6,852,382
		999,637,257	2,101,208,831
TOTAL		1,982,402,520	2,674,722,916
ASSETS			
Non-Current Assets			
Fixed Assets	13		
Intangible Assets		205,933,370	193,163,517
Intangible Assets		3,278,291	
Goodwill on Consolidation		13,357,596	17,517,618
Non-Current Investments	14	19,923,020	19,606,470
Deferred Tax Assets		-	-
Long-Term Loans and Advances	15	24,708,803	24,623,921
Other Non Current Assets	16	75,459,738	77,242,461
		342,660,818	332,153,987
Current Assets			
Inventory	17	155,877,027	943,968,166
Trade Receivables	18	223,729,963	436,367,021
Cash and Bank Balances	19	351,085,908	239,445,965
Short-Term Loans and Advances	20	874,555,864	662,937,109
Other Current Assets	21	34,492,941	59,850,668
		1,639,741,703	2,342,568,929
TOTAL		1,982,402,520	2,674,722,916

Significant Accounting Policies

Other Notes on Accounts

In terms of our audit report of even date

FOR MGB & Co. LLP

Chartered Accountants

FRN: 101169W/W-100035

Sd/-

Sandeep Jhanwar

Partner

M.No. 078146

Place: Mumbai

Date : 30th May, 2016

1

2 to 37

For and on behalf of the board of directors

Mangal Credit & Fincorp Ltd

Sd/-

Meghraj Jain

Managing Director

DIN: 01311041

Sd/-

Sandeep Maloo

Managing Director

DIN: 01145616

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2016

Particulars	Notes	For the Year Ended 31.03.2016	For the Year Ended 31.03.2015
		Rupees	Rupees
Revenue from Operations	22	1,434,052,205	2,377,787,291
Less : Excise Duty			
Other Income	23	57,907,084	34,264,664
Total Revenue		1,491,959,290	2,412,051,955
Expenses:			
Cost of Material/Services Consumed	24	184,916,392	231,016,205
Purchases of Stock-in-Trade	25	720,475,371	1,817,401,544
Changes in Inventories of Finished Goods, Work in Progress	26	126,146,388	(85,615,483)
Employee Benefit Expenses	27	82,880,020	83,308,980
Finance Costs	28	131,277,437	187,422,205
Depreciation and Amortization	29	71,253,962	56,686,050
Other Expenses	30	141,502,556	81,787,180
Total Expenses		1,458,452,127	2,372,006,681
Profit before extraordinary items and tax		33,507,163	40,045,274
Prior Period Item expense / (income)		-	-
Profit before Tax		33,507,163	40,045,274
Tax Expense:			
(a) Current year		16,101,155	13,964,367
(b) MAT Credit Entitlement		(1,182,000)	(933,559)
(c) Short / (Excess) provision for tax relating to prior years		(3,510,989)	2,589
(d) Net Current Tax Expense		11,408,166	13,033,397
(e) Deferred tax (credit) / charge		3,025,237	171,144
Profit (Loss) for the period from continuing operations		19,073,760	19,449,510
Profit (Loss) from discontinuing operations		-	202,911
Tax expense of discontinuing operations		-	62,700
Profit(Loss) from Discontinuing operations (after tax)		-	140,211
Minority Interest		4,992,824	7,251,012
Profit for the Period		14,080,936	19,589,721
Earnings per ordinary share:			
Basic		1.53	13.91
Diluted		1.46	13.91
Nominal Value of each ordinary share is Rs.10/-			
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 31		

In terms of our audit report of even date
FOR MGB & Co. LLP
Chartered Accountants
FRN: 101169W/W-100035

For and on behalf of the board of directors
Mangal Credit & Fincorp Ltd

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146

Sd/-
Neeta Maloo
Director
DIN: 01160790

Sd/-
Meghraj Jain
Managing Director
DIN: 01311041

Sd/-
Sandeep Maloo
Managing Director
DIN: 01145616

Place: Mumbai
Date : 30th May, 2016

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED, 31ST MARCH, 2016

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	335.07	400.45
Adjustments for :		
Depreciation	711.41	566.86
Provision for Gratuity	1.68	-1.14
Provision for Compensated Expenses	0.31	-2.05
VAT Expense Write-off	2.23	-
(Profit) / loss on sale of Fixed Assets	-5.53	-5.93
(Profit)/loss from Capital Gain on sale of shares	-	-76.85
Provision for Standard Loans	14.00	-13.11
Interest Expenses	1,209.74	1,832.25
Borrowing Cost Capitalized to Project	21.85	15.09
Interest Income on Income Tax Refund	-0.15	-0.27
Interest Income	-934.02	-993.05
Loss Share from Partnership Firm	-	1.10
Share Capital Increase Expense	24.47	-
Interest income from Partnership firm	-0.16	-
(Profit)/loss from Capital Gain on sale of shares	-0.45	-
Preliminary Expenses	0.11	-
Provision for Doubtful Assets	17.00	-
Provision for Sub Standard Loans	-0.53	12.50
Dividend on Investments	-1.15	-0.18
	1,060.80	1,335.21
	1,395.87	1,735.66
Operating profit before working capital changes		
Movement in Working Capital :		
(Increase)/Decrease in Inventories	622.50	-1,121.20
Increase in Trade Receivables & Other Receivable	1,055.67	1,783.93
Increase in Trade DTL	-	-
(Increase)/Decrease in Short Term Loans & Advances	-92.56	351.90
(Increase)/Decrease in Other Current Assets	226.95	727.18
Increase in Other Security Deposits Received	-	-
Increase in Minority Shareholders	-	-
Increase in Trade payables	1,023.33	-2,727.11
Increase / Decrease in unpaid dividend account	-0.80	1.02
Increase / Decrease in Other Loans & Advances	11.74	1.09
Increase / Decrease Interest accrued on Fixed Deposit	-	-
Increase in Other Current Liabilities	157.85	-227.44
Increase in Short Term Provision(Other Than Provision for Tax)	-	3,004.68
	3,004.68	-1,210.63
Cash generated/ (Utilised) in Operations	4,400.55	525.03
Interest Paid	-675.77	-330.95
Interest Received	764.63	715.97
Cash seized by Income Tax Authority	-	-
Income Tax Paid (Net of Refund)	114.08	223.50
Net Cash from Operating Activities -A.	4,375.32	686.54

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED, 31ST MARCH, 2016

Particulars	For the Year Ended 31.03.2016 ₹	For the Year Ended 31.03.2015 ₹
B) CASH FLOW FROM INVESTING ACTIVITIES		
Increase in FA Fixed Assets	-900.45	-687.16
Sale in Investments	1,003.88	1,113.45
Purchase of Investments	-28.60	-
Investment in Partnership Firm (Net)	-9.56	34.27
Increase in Long Term Loans and Advances	-	-
(Increase)/Decrease in Fixed Deposits	-1,549.77	2,017.33
(Increase)/Decrease in Loans & Advances	-1,770.82	-38.97
Increase in other Non-Current Assets	-	-2.55
Interest Received	231.66	134.99
Secutity deposit Given/Refund	-0.01	-
Rent Deposit Received	-	0.60
Dividend Received on Investments	1.15	0.03
Net Cash Generated/(Used) in Investing Activities -B.	-3,022.52	2,571.99
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from Long Term Borrowings	1,189.16	46.34
Proceed from Short Term Borrowings	-5,264.23	-1,973.85
Increase in Share Application / Share Capital & Security Premium (Net)	2,688.03	-
Share Capital Increase Expenses/ Company Inc. Expense	-23.45	-
Money Received against Share Warrant	469.29	-
Interest Paid	-837.15	-749.17
Dividend Distribution Tax Paid	-1.44	-4.79
Dividend Paid	-6.45	-28.18
Net cash used in financing activities - C	-1,786.23	-2,709.63
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	-433.42	548.90
Cash and cash equivalents:		
Opening balance as at the begining of the year	864.55	315.65
Closing balance as at the end of the year	431.13	864.55
Reconciliation of cash and cash equivilants as above with cash and bank balance as shown in balance sheet		
Cash & cash equivilant as at the end of the year as above	431.13	864.55
Add: Fixed Deposits with Bank under lien	3,079.68	1,529.91
Cash and Bank Balance as shown in balance sheet	3,510.81	2,394.46

Notes:

- The above cash flow statement has been prepared under "Indirect Method" set out in AS-3, issued by Institute of Chartered Accountants of India.
- Figures in brackets indicates cash outgo.
- Previous year's figures have been re-grouped and reclassified wherever necessary.

In terms of our audit report of even date
FOR MGB & Co. LLP
 Chartered Accountants
 FRN: 101169W/W-100035

For and on behalf of the board of directors
Mangal Credit & Fincorp Ltd

Sd/-
Sandeep Jhanwar
 Partner
 M.No. 078146
 Place: Mumbai
 Date : 30th May, 2016

Sd/-
Meghraj Jain
 Managing Director
 DIN: 01311041

Sd/-
Sandeep Maloo
 Managing Director
 DIN: 01145616

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Overview

MCFL (Mangal Credit & Fincorp Limited, formerly known as TAK Machinery & Leasing Limited) was incorporated on December 29, 1961 as “Tak Machinery Limited”. The name of the Company was changed to “Tak Machinery and Leasing Limited” and a fresh certificate of incorporation was issued on December 18, 1985. The name of the Company was changed again to “Mangal Credit & Fincorp Limited” and a fresh certificate of incorporation was issued on May 10 2013. The Corporate Identity No. is L65990MH1961PLC012227. The Company has granted certificate of registration to carry on the business of Non-Banking Financial Institution by Reserve Bank of India, vide certificate no. 13.00329 dated March 11, 1998 which has been revised in the name of “Mangal Credit & Fincorp Ltd.” and fresh certificate is reissued on May 3, 2016. The Company is Non Systemically Important Non Deposit Taking NBFC (NBFC-ND-Non SI) vide circular no. RBI/2015-16/23 DNBS (PD) CC No.044/ 03.10.119/2015-16 dated 1 July 2015.

The Company is incorporated in India and listed on Bombay stock exchange Limited and Ahmedabad Stock Exchange in India. The company has invest in various subsidiary companies. It has also invested into certain Associated Enterprises and Joint Ventures. As per the requirement of clause 41 of Equity Listing Agreement, the company having subsidiaries should also submit annual consolidated financial results to the stock exchange. Hence the consolidated financial statements are presented in accordance with Accounting Standard – 21 - ‘Consolidated Financial Statements’, Accounting Standard-23, and Accounting Standard-27 specified in the Companies (Accounting Standards) Rules, 2006.

1. SIGNIFICANT ACCOUNTING POLICIES

i. Basis of Preparation

The consolidated financial statement of Mangal Credit Fincorp Limited (“the Company”) and its subsidiaries and joint venture (the Company, its subsidiaries and its jointly controlled entity constitute “the Group”) are prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 2013.

ii. Basis for Consolidation

The Consolidated Financial Statements comprise the individual financial statements of the Company, its subsidiaries, its jointly controlled entities and its associates as on March, 31 2016 and for the year ended on that date. The consolidated financial statements have been prepared on the following basis:-

- a. The financial statements of the Company and its **subsidiaries** have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intragroup balances and intra group transactions resulting in unrealised profits or losses in accordance with the Accounting Standard 21 on “Consolidated Financial Statements” as notified by the Companies (Accounting Standards) Rules, 2006.
- b. The financial statements of **jointly controlled entities** have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra group balances and intra group transactions resulting in unrealised profits or losses in accordance with the Accounting Standard 27 on “Financial Reporting of Interest in Joint Ventures” as notified by the Companies (Accounting Standards) Rules, 2006 using the “proportionate consolidation” method.
- c. The Consolidated financial statements include the share of profit / (loss) of **associated companies**, which are accounted under the “Equity Method” in accordance with Accounting Standard (AS) 23 on ‘Accounting for Investments in associates in consolidated financial statements’ as notified by the companies (Accounting Standards) Rules, 2006, the share of profit / (loss) of the associated company has been added / deducted to the cost of investment. An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a jointly controlled entity.
- d. The financial statements of the subsidiaries, joint ventures and the associates used in the consolidation are drawn upto the same **reporting date** as that of the Company, i.e. March 31, 2016.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

- e. The financial statements of the subsidiaries disposed off during the year used in the consolidation are drawn upto the date of disposal.
- f. Investments in subsidiaries are eliminated and differences between the cost of investment over the net assets on the date of investment in subsidiaries are recognised as **Goodwill or Capital Reserve**, as the case may be.
- g. **Minority Interest's share of net profit or loss** of subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to the Equity Shareholders of the Company.
- h. **Minority Interest's share of net assets** of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet as a separate item from liabilities and the Shareholders' Equity.
- i. The Consolidated Financial Statements are prepared using **uniform Accounting Policies** for like transactions and other events in similar circumstances and are presented in the same manner as the standalone financial statements of the Company.

The Subsidiaries, Joint Venture and Associate considered in the Consolidated Financial Statements are as under:

Name of the entity	Proportion of ownership interest March 31, 2016	Proportion ownership interest March 31, 2015	Country of Incorporation
(a) Subsidiaries/sub-subsidiaries			
Mangal Royal Jewels Private Limited	-	69.99%	India
Ekadanta Builders Private Limited	-	93.69%	India
Swarn Bhavya Mangal Jewels Private Limited	-	63.00%	India
Mangal Compusolution Private Limited	99.99%	99.99%	India
Shree Ratna Mangal Jewels Private Limited	-	59.99%	India
Shreeradhey Mangal Gold Chain Private Limited	-	54.99%	India
Shree Mangal Jewels Private Limited	-	74.99%	India
Mangal Timber and Leminat Private Limited (Formerly known as Mangal Timber Private Limited)	99.99%	99.99%	India
Mangal Entertainment Private Limited	99.99%	99.99%	India
Mangal Synnove Energies Private Limited	99.02%	99.02%	India
Signature Sports and Entertainment Private Limited	-	75.00%	India
Standard Infra Developers Pvt. Ltd. (Formerly Standard Medserve TPA Private Limited)	99.00%	99.00%	India
Indtrans Container Lines Private Limited	60.00%	60.00%	India
Viraasat Gems & Jewels (Retail) Private Limited	-	99.99%	India
Mangal Bullion Private Limited	59.99%	59.99%	India
Chakshu Realtors Private Limited	99.99%	99.99%	India
Mangal Buildhome Private Limited	74.99%	74.99%	India
Mangal Globle Marble Private Limited	60.00%	60.00%	India
Satco Capital Markets Limited	53.61%	51.00%	India
Satco Commodities Private Limited	100.00%	100.00%	India
Indtrans Containers Lines (Singapore) PTE Ltd.	100.00%	100.00%	Singapore

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

iii. Use of Estimates

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

iv. Revenue Recognition

- i) Interest income from financing activities is recognized on an accrual basis except in the case of non-performing assets, where it is recognised on realisation, as per the prudential norms of the RBI.
- ii) Dividend from investments is accounted for as income when the Group's right to receive dividend is established.
- iii) Income from Interest on Fixed Deposits is recognized on accrual basis.
- iv) Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of sales tax and sales returns.
- v) Revenue from brokerage activities is accounted for on the trade date of transaction.
- vi) Revenue from delayed payment charges from customers is recognized on a monthly basis up to the last day of accounting period.
- vii) Commission on mutual fund is recognized on accrual basis.

v. Income from arbitrage and trading in securities and derivatives comprises profit/ loss on sale of securities held as stock in- trade and profit/ loss on equity derivative instruments and Other income recognition

Profit/loss on equity derivative transactions is accounted for as explained below:-

- a.) Initial and additional margin paid over and above initial margin, for entering into contracts for Equity Index/Stock Futures and or equity Index/stock options which are released on final settlement/squaring-up of underlying contracts are disclosed under Current Assets, Loans and advances. "Mark-to-market margin- Equity Index/ Stock Futures" representing the amounts paid in respect of mark to market margin is disclosed under Loans and Advances and amount received is shown under current liabilities.
- b.) "Equity Index/Stock Option Premium Account" represents premium paid or received for buying or selling the options, respectively.
- c.) On final settlement or squaring up of contracts for equity index/ stock futures, the realized Profit or loss after adjusting the unrealized loss already accounted, if any, is recognized in the Statement of Profit and Loss . On settlement or squaring up of equity index/ stock options before expiry, the premium prevailing in "Equity Index/ Stock Option Premium Account" on that date is recognized in the Statement of Profit and Loss. When more than one contract in respect of the relevant series of equity index/ stock futures or equity index/ stock options contract to which the squared-up contract pertains is outstanding at the time of the squaring-up of the contract, the contract price of the contract so squared-up is determined using the weighted average cost method for calculating the Profit/loss on squaring-up. As at the balance sheet date, the mark to market on all hedged transactions comprising of Securities and Equity Derivatives positions is determined on a Portfolio basis with net unrealized losses being recognized in the Statement of Profit and Loss. Unrealized gains (on portfolio basis) are not recognized in the Statement of Profit and Loss on grounds of prudence as enunciated in Accounting Standard - 1, Disclosure of Accounting Policies. In respect of other transactions, the unrealized losses on equity derivatives determined on scrip-basis are recognized in Statement of Profit and Loss and unrealized gains are ignored; and in case of securities (shares, etc) the net unrealized losses are recognized in Statement of Profit and Loss and net unrealized gains are ignore.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Other income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

vi. Fixed Assets

a. Tangible Assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Subsequent expenditures related to an item of tangible assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

b. Intangible Assets

Intangible Assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the enterprise and the cost of the assets can be measured reliably. Intangible assets are recorded at cost and carried at cost less accumulated depreciation and accumulated impairment losses, if any.

vii. Depreciation

Depreciation is provided on written down value Method, at the rates so calculated by the useful lives as specified in Schedule II of the Companies Act, 2013. Depreciation is provided on pro-rata basis on the assets acquired, sold or disposed off during the year. Software Development Charges/Software Purchases are written off over a period of 10 Years. Intangible assets namely Exchange Membership is amortized as provided under Income Tax Rules.

viii. Investments

- a. Investments are classified into Long Term Investments and Current Investments.
- b. Investments which are by nature readily realisable and intended to be held for not more than one year from the date of acquisition are classified as Current Investments and Investments other than Current Investments are classified as Long Term Investments.
- c. Long Term Investments are accounted at cost and any decline in the carrying value other than temporary in nature is provided for.
- d. Current Investments are valued at lower of cost and market value. In case of mutual funds, the net asset value of the units declared by the Mutual Funds is considered as the market value.

ix. Inventories

Stock is valued at weighted average cost. Cost of inventory comprises of all cost of conversion and other cost incurred in bringing them to their respective present location and condition.

Stock in trade comprising of securities held for the purpose of trading is valued at lower of cost and market value.

x. Employee Benefits

Employee benefits include provident fund, gratuity fund, compensated absences and post-employment benefits.

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plans and is charged as an expense as they fall due based on the amount of contribution required to be made.

Defined benefit plans

The Company has unfunded defined benefit plans namely long term compensated absences and gratuity for all

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

the employees, the liability for which is determined on the basis of an actuarial valuation at the end of the year using the Projected Unit Credit Method. Actuarial gains and losses comprise experience adjustments and the effects of change in actuarial assumptions and are recognised in Profit and Loss account as income or expenses.

xi. Leased Assets

- i) Assets acquired under Leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating Leases. The rentals and all the other expenses of assets under operating lease for the period are treated as revenue expenditure.
- ii) Assets given on operating leases are included in fixed assets. Lease income is recognized in the statement of profit and loss on straight line basis over the lease term. Operating costs of leased assets, including depreciation are recognized as an expense in the statement of profit and loss. Initial direct cost such as legal costs, brokerages etc. are charged to Statement of Profit and Loss as incurred.

xii. Impairment of Assets

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable amount. An impairment loss is charged to the statement of profit & loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in estimate of the recoverable amount.

xiii. Foreign Currency Transaction

- i) All monetary assets & liabilities in foreign currencies are translated in Indian rupee at exchange rates prevailing at the balance sheet date as notified by the Foreign Exchange Dealers Association of India (FEDAI).
- ii) All the non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.
- iii) Items of income and expenditure relating to foreign exchange transaction are recorded at exchange rate prevailing on the date of transaction.
- iv) Exchange differences arising on the settlement of monetary items or on reporting at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or expenses in the year in which they arise.

xiv. Taxes on Income

- i) Current tax is determined based on the amount of tax payable in respect of taxable income for the year.
- ii) Deferred tax asset is recognized with regard to all deductible timing differences to the extent that it is probable that taxable profit will be available against which deductible timing differences could be utilized.
- iii) Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Group re-assesses unrecognised deferred tax assets, if any.
- iv) Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

xv. Provisions, Contingent Liabilities and Contingent Assets

- i) A provision is recognized when the Group has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.
- ii) Contingent liabilities are not recognized but disclosed in the financial statement when there is a
 - Possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Group or
 - Present obligation that arises from past events where it is either not probable that an outflow of resources will be required to be settled or a reliable estimate of the amount cannot be made.
- iii) Contingent assets are neither recognized nor disclosed in the financial statements.
- iv) Provision on standard assets is made @ 0.25% of standard loans in accordance with the directions issued by RBI for NBFC.
- v) Provision for non-performing assets is made in accordance with the directions issued by RBI for NBFC.

xvi. Service tax input credit

Service tax liability on transactions/trades is accounted on accrual basis. Service tax credit has been utilized on payment basis.

xvii. Segment Reporting

The Group's reportable segment consists of Financing Activity, Jewellery Activity & Event/ Entertainment Activity. Revenue and expenses directly attributable to segments are reported under each reportable segment. All other expenses are disclosed as unallocable expenses. Similarly assets and liabilities directly attributable to segments are reported under each reportable segment. All other assets and liabilities are disclosed as unallocable.

xviii. Earnings Per Share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. For the purpose of calculating Diluted earning per share the net profit for the year attributable to equity shareholders and weighted average number of shares outstanding during the reporting year is adjusted for the effects of all dilutive potential equity shares. In considering whether potential equity shares are dilutive or anti dilutive, each issue or series of potential equity shares is considered separately rather than in aggregate.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

2. SHARE CAPITAL

2.1 Share Capital

(Amount in Rupees)

Share Capital	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	Amount	Number of Shares	Amount
<u>Authorised</u>				
Equity Shares of Rs.10/- each	25,000,000	250,000,000	2,000,000	20,000,000
<u>Issued, Subscribed and Paid up</u>				
Equity Shares of Rs.10/- each	15,813,986	158,139,860	1,408,815	14,088,150
Total	15,813,986	158,139,860	1,408,815	14,088,150

2.2 Reconciliation of the number of shares outstanding at the beginning and at the end of Financial Year 2015-16

(Amount in Rupees)

Particulars	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares outstanding at the beginning of the year	1,408,815	14,088,150	1,408,815	14,088,150
Bonus shares issued during the year	7,044,075	70,440,750	-	-
Equity Shares issued during the year				
- on preferential allotment to the promoters/non-promoters	7,361,096	73,610,960	-	-
Equity Shares outstanding at the end of the year	15,813,986	158,139,860	1,408,815	14,088,150

2.3 Rights attached to equity Shares

The Company has only one class of equity shares having face value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share.

Every share is entitled to receive dividends in Indian Rupees, if declared.

In the event of liquidation of the Company, the shareholders of equity shares will be entitled to receive remaining assets of the company after distribution of the preferential amounts.

The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

2.4 Details of shares held by each shareholder holding more than 5% equity shares

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	% of Holding	Number of Shares	% of Holding
Meghraj S Jain	2,372,894	15.01	325,449	23.10
Ajit S Jain	1,484,240	9.39	164,040	11.64
M/s E-ally Consulting (I) Pvt. Ltd	1,679,700	10.62	279,950	19.87
M/s Shree Jaisal Electronics and Inds. Ltd	929,400	5.88	154,900	11.00

- 2.5 The company has allotted 70,44,075 fully paid up equity shares of face value Rs. 10/- each during the quarter ended December 31, 2015 pursuant to a bonus issue approved by the shareholders through a postal ballot. The record date fixed by the Board of Directors was December 19, 2015 where 5 bonus equity share for every one existing equity share held were issued.

2.6 Preferential Allotment

During the year ended March 31, 2016 the Company has issued 7361096 equity shares to promoters and non promoters category, constituting 46.55% of the post issue share capital of the Company, through preferential allotment at a price of Rs. 36.45 per share aggregating to 2683.12 lac. The proceeds of the preferential allotment were utilised towards the repayment of equivalent debt in accordance with the objective of the preferential allotment.

2.7 Shares reserved for issue under options

‘ - For details of shares reserved for share warrants, refer note 4.

2.8 Aggregate number and class of shares allotted as fully paid up pursuant to share swap contract(s) without payment being received in cash:

4,76,189 equity shares @ Rs. 210 per share amounting to Rs. 9,99,99,690/- issued under share swap basis. The detail of shares received is as under:

Name of Company	No. of Shares Acquired	Price Per Share	Total Value
Mangal Royal Jewels Pvt Ltd	2500000	9.99	24,997,000
Shree Mangal Jewels Pvt Ltd	699960	39.77	27,837,409
Mangal Bullion Pvt Ltd	350000	98.94	34,628,000
Shree Ratnamangal Jewels Pvt Ltd	109000	100.10	10,911,000
Swarn Bhavya Mangal Jewels Pvt Ltd	1260000	9.89	12,459,510
Shree Radhey Mangal Gold Chain Pvt Ltd	3000000	9.86	29,576,000
Mangal Timber Pvt Ltd	150010	39.81	5,972,273
Mangal Buildhome Pvt Ltd	2000000	9.94	19,888,000
Total			166,269,192
Less: Cash Paid			66,269,502
Shres Issued for Balance Amount			99,999,690

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

3. RESERVES AND SURPLUS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Securities Premium		
Opening Balance	141,984,050	141,984,050
Add: Premium received during the year on account of Preferential allotment to the promoters/non-promoters	194,700,990	-
Less: Amount utilised for issuance of bonus shares (Refer note 2.5)	70,440,750	-
Closing Balance	266,244,290	141,984,050
General Reserve		
Opening Balance	36,500,000	36,500,000
Closing Balance	36,500,000	36,500,000
Contingency Reserve	2,500,000	2,500,000
Investment Reserve	700,000	700,000
Statutory Reserve Fund		
Opening Balance	28,863,441	27,008,000
Add: Transferred from Statement of Profit and Loss	2,249,801	1,855,441
Closing Balance	31,113,242	28,863,441
Capital Reserve on Consolidation	986,022	2,182,876
Capital Reserve	10,425	10,425
Foreign Currency Translation Reserve	106,668	-
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	111,315,322	99,641,600
Add: Profit for the year	14,080,936	19,589,722
Less: Proposed Dividend	-	704,408
Tax on Proposed Dividend	-	144,226
Transferred To : Statutory Reserve Fund	2,249,801	1,855,441
: General Reserve	-	-
Fixed Asset Balance Transferred to Retained Earning		206,943
Minority Interest due to change in shareholding	4,332,218	5,004,983
Closing Balance	127,478,675	111,315,322
Total	465,639,322	324,056,114

DIVIDEND

No Dividend has been recommended for the FY 2015-16 (Dividend of Rs. 0.5 per share on face value of Rs. 10/- per share was provided in FY 2014-15)

4. MONEY RECEIVED AGAINST SHARE WARRANTS

Money received against share warrants represents amounts received towards warrants which entitles the warrant holders, the option to apply for and be allotted equivalent number of equity shares of the face value of Rs. 10 each.

During the current year, the Company issued to its promoters/non-promoters 10,50,000 warrants dtd. 23.02.2016 and 41,00,000 warrants dtd. 03.03.2016 of a face value of Rs. 10 each, having option to apply for and be allotted an equivalent number of equity shares of a face value of Rs. 10 each at a premium of Rs. 26.45 each determined in accordance with Regulation 76 of SEBI (Issue of Capital & Disclosure Requirements) Regulations, 2009 ('SEBI ICDR Regulations'). The holder of the warrants would need to exercise the option to subscribe to shares before 22.08.2017 and 02.09.2017 upon payment of the balance amount of Rs. 14,07,88,125/-.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

5. LONG TERM BORROWINGS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured		
Term Loans from RIICO Ltd (Ref#3.1)	791,900	3,959,500
From NBFC's	121,763,750	371,745
Term Loan - The Bharat Co-Operative Bank (Mumbai)Ltd (Ref#3.2)	90,160,330	90,183,404
Total	212,715,980	94,514,649

5.1 Term Loan represents term loan against mortgage of leasehold land. This term loan carry interest of 12% and are payable in 16 quarterly installments from the date of loan.

(Nature of Security : Secured by way of Equitable Mortgage of Leasehold Land)

5.2 Term Loans represents term loans against hypothecation of vehicles, fixed Assets & Debtors. These term loans carry interest of 12% to 17% p.a. and are payable in 36 to 180 monthly installments from the date of loan.

Nature of Security

- A. Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of office at Lotus Corporate Park - A-1701/1702(Period of defaults: NIL, No defaults in repayment of Interest
- B. Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of director's & Group company's office) (Period of defaults: Nil, No defaults in repayment of Interest
- C. Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of office at Lotus Corporate Park - A-1701/1702 (Period of defaults: 2 Month's C.Y. & 6 Month's P.Y., However same has already been regularised)
- "D: Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of director's residence & Group company's office) (Guaranteed by Directors - Sanctioned Limit Rs. 4.35 Crore) (Period of defaults Nil, No default in repayment of interest)"

6. DEFERRED TAX LIABILITY

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Deferred Tax Liability:		
Difference between wdv as per book & IT Act	7,070,663.87	5,211,710
Provision for Standard Assets		
Deferred Tax Assets:		
Difference between wdv as per book & IT Act	2,034,715.18	4,516,802
Provision for Standard Assets	(17,394.00)	
Provision for Sub Standard Assets	462,000.00	
Provision for Doubtful Assets	561,000.00	
Net Deferred Tax Liability (Net)	(4,030,342.69)	(694,908.00)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

7. OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Unsecured		
Security Deposit from Branches	4,635,375	3,434,145
Total	4,635,375	3,434,145

8. LONG TERM PROVISIONS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Unsecured		
Provision for Gratuity	1,795,110	1,798,046
Provision for Compensated Absences	306,857	310,100
Total	2,101,967	2,108,146

9. SHORT TERM PROVISIONS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured		
From Schedule Bank	-	-
Cash Credit facility from Bank	177,106,777	343,488,602
Bank Overdraft against FD (Refer Note 6.1)	12,680,000	42,203,935
From NBFC (Refer Note 6.2)	-	1,094,818
Unsecured		
Bank Overdraft	-	20,206,751
Inter-Corporate Loans	135,380,624	951,022,040
Loan from Directors	100,625,540	154,424,936
Related Parties	19,568,473	17,923,227
Total	445,361,415	1,530,364,309

Note 6.1

Bank Overdraft carry an interest of 12.00% p.a. secured against lien of fixed deposits as margin money with bank.

Note 6.2

Nature of Security : First charge by way of Equitable Mortgage by depositing of title deeds of immovable properties owned by directors & Group company.

Guaranteed by Directors - Rs.19 Crore (Sanctioned limit)

(Period of defaults: Nil, No defaults in repayment of Interest)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

10. TRADE PAYABLE

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Payable for Goods	104,875,418	322,392,749
Payable for Expenditure	275,912,477	-
	<u>380,787,896</u>	<u>322,392,749</u>

11. OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Current maturities of long term debt (Refer Note No. 4)	16,829,010	16,684,113
Interest accrued and due on borrowings	95,600,752	134,418,407
Unpaid Dividends*	892,903	833,336
Excess Share Application to be refunded	2,259,900	-
Other Payables		
Advance against Property	6,010,000	25,665,000
Security Deposits	-	-
Duties and Taxes	16,075,231	27,879,709
Creditors for Expenses & Others	17,670,806	17,494,815
Equity Index / Stock Option / Currency Option Premium Account	754,954	6,547,042
Advance from Customers	8,869,416	12,076,969
Others	54,995	-
Total	<u>165,017,966</u>	<u>241,599,391</u>

* An amount of Rs. 1,23,480 is due to be deposited in Investor Education and Protection Fund.

12. SHORT TERM PROVISIONS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Provision on Standard Assets	1,221,269	1,273,977
Provision on Sub Standard Assets	2,650,000	1,250,000
Provision on Doubtful Assets	1,700,000	-
Proposed Dividend on Equity Shares	-	704,408
Corporate Dividend Tax on Proposed Dividend	-	144,226
Provision for Income Tax	2,083,679	2,865,389
Provision for Bonus	612,000	543,800
Provision for Gratuity	189,585	57,466
Provision for Compensated Absences	13,447	13,116
Total	<u>8,469,980</u>	<u>6,852,382</u>

NOTES FORMING PART OF FINANCIAL STATEMENT

13. FIXED ASSETS

A. Tangible Assets	Gross Block					Accumulated Depreciation and Impairment				Net Block	
	Balance as at 1 April, 2015	Additions	Other Adjustment during the year	Disposals	Balance as at 31 March, 2016	Balance as at 1 April, 2015	Depreciation / amortisation for the period.	other Adjustment during the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 1 April, 2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Plant and Equipment	11,388,112	890,295	448,766	948,014	10,881,627	4,484,971	1,204,214	-	235,882	5,453,302	6,903,141
(b) Furniture and Fixtures	19,570,522	74,000	-	647,905	18,996,617	6,970,598	3,237,128	-	201,785	10,005,941	12,599,924
(c) Vehicles	13,375,412	-	-	2,722,256	10,653,156	6,035,039	1,938,103	48,331	1,317,008	6,656,133	7,388,704
(d) Computer & Printers	112,512,399	93,085,949	-	13,686,727	191,911,621	52,002,888	59,820,645	7,382	8,322,322	103,508,593	60,515,476
(e) Land & Building	81,512,689	-	-	-	81,512,689	5,902,891	3,692,246	-	-	9,595,137	75,609,798
(f) Capital Work in Progress	-	-	-	-	-	-	-	-	-	-	-
(g) Leasehold Land & Building	24,827,659	961,499	-	-	25,789,158	902,743	152,991	-	-	1,055,734	23,924,916
Sub Total (A)	263,186,792	95,011,743	448,766	18,004,902	339,744,867	76,299,130	70,045,325	55,713	10,076,997	203,518,358	186,941,958
B Intangible Assets											
(a) Computer Software	9,725,234	-	-	-	9,725,234	3,555,618	476,313	-	-	4,031,931	6,169,616
(b) BSE Membership Card	-	-	-	-	-	-	-	-	-	-	-
(b) Other Intangible Asset	51,941	-	-	51,941	-	-	-	-	-	-	51,941
(c) Goodwill on Consolidation	17,517,618	-	4,160,022	-	13,357,596	-	-	-	-	13,357,596	17,517,618
Sub Total (B)	27,294,793	-	4,160,022	51,941	23,082,830	3,555,618	476,313	-	-	4,031,931	23,739,175
Total	290,481,585	95,011,743	4,608,788	18,056,843	362,827,697	79,854,748	70,521,638	55,713	10,076,997	222,569,257	210,681,133
Previous year	298,273,469	67,797,980	1,750,162	73,839,702	290,481,585	55,698,524	56,513,623	637,309	32,360,239	210,681,133	178,269,438

NOTES FORMING PART OF FINANCIAL STATEMENT

14. NON CURRENT INVESTMENT

Particulars	As At 31.03.2016			As At 31.03.2015		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Investments At Cost						
a) Investment in Land	-	-	19,763,020	-	-	18,974,870
b) Investment in Equity Instruments of Other Companies						
(iii) 11,000(As at 31 March, 2015: 11300) Shares Of Rs. 10 each fully paid up in The Bharat Co-Operative Bank Ltd Shares	-	110,000	110,000	-	113,000	113,000
(iv) 5,000 (As at 31 March, 2015: 5000) Shares Of Rs. 10 each fully paid up in Scarled Computech Private Limited Shares	-	50,000	50,000	-	50,000	50,000
(iv) 10,000 (As at 31 March, 2015: 10000) Shares fully paid up in Indrans Container Lines (Singapore) Pte Ltd Shares		-	-		467,600	467,600
(v) 100(As at 31 March, 2015: 100)Shares Of Rs. 10 each fully paid up in Thane Bharat Sahakari Bank Ltd Shares		-	-		1,000	1,000
Total - Non Trade Investment	-	160,000	19,923,020	-	631,600	19,606,470

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

15. LONG-TERM LOANS & ADVANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Unsecured, considered good		
Security Deposits	566,150	1,175,707
Other Loans and advances		
-Balances with Revenue Authorities*	910,511	11,695,988
-MAT Credit Entitlement*	732,854	-
-Advance Tax/TDS (Net of provision for taxation)	22,499,288	11,752,226
Total	24,708,803	24,623,921

*Balance with revenue authorities includes cash of the Company seized by the Income Tax Authorities on 01.10.2013 from the residence of director of the company. (Refer Note 27)

16. OTHER NON CURRENT ASSETS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Rent Deposit	7,986,437	4,123,750
Deposit with The Jt. Director, Director Enforcement, Chennai	46,094,826	46,094,826
Fixed Deposit	-	-
Share Capital Increase Expenses	22,400	72,800
Preliminary Expenses	1,800	-
Deposit with Stock Exchange & Clearing Member	21,062,284	22,159,284
Other Deposit	291,991	4,791,801
Total	75,459,738	77,242,461

17. INVENTORY

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Inventory	155,877,027	943,968,166
Total	155,877,027	943,968,166

18. TRADE RECEIVABLES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Trade receivables outstanding for a period exceeding six months	14,133,289	57,625,048
Other debts	209,596,675	378,741,973
Total	223,729,963	436,367,021

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

19. CASH AND BANK BALANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
A. Cash and Cash Equivalents		
(a) Cash in hand	6,387,984	12,881,793
(b) Balances with banks in current account	35,817,264	72,739,546
	42,205,247	85,621,339
B. Other Bank Balances		
(a) Unpaid Dividend Account	912,903	833,336
	912,903	833,336
C. Fixed Deposit with Bank	307,967,758	152,991,290
Total	351,085,908	239,445,965

20. SHORT TERM LOANS AND ADVANCES

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Secured, considered good		
Other Loans	60,542,987	95,000,000
(a)	60,542,987	95,000,000
Unsecured, considered good		
Loans and Advances to Subsidiaries	91,438	-
Loans and Advances to Related Parties other than Subsidiaries	1,882,378	9,650,000
Other Loans	782,119,184	450,332,687
(b)	784,092,999	459,982,687
Other Advances		
Balance with Revenue Authorities	23,572,251	18,922,862
Prepaid Expenses	4,141,840	3,768,468
Advance to Staff	237,500	218,000
Advance to Customer	793,247	210,726
Loans & Advances Others	-	83,946,629
Security Deposit	-	322,648
Receivable from Stock Exchange	1,175,040	565,089
(c)	29,919,878	107,954,422
Total (a+b+c)	874,555,864	662,937,109

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

21. OTHER CURRENT ASSETS

Particulars	As at 31.03.2016	As at 31.03.2015
	Rupees	Rupees
Advance to Vendor	8,000,000	30,735,000
Unsecured, considered good		
Interest accrued and due on lending	16,794,036	22,164,814
Interest on Deposit	2,124,999	2,267,253
Others Receivables	7,375,636	4,669,601
Preliminary Expenses	6,840	14,000
Share Capital Increase Expenses	22,400	-
Deposits	169,030	-
Total	34,492,941	59,850,668

22. REVENUE FROM OPERATIONS

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	Rupees	Rupees
A. Interest Income	58,195,060	82,634,622
B. Sale of Product	977,227,377	1,914,851,846
C. Sale of Services	396,507,028	380,300,823
D. Other Operating Revenue	2,122,741	-
	1,434,052,205	2,377,787,291
Total	1,434,052,205	2,377,787,291

23. OTHER INCOME

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	Rupees	Rupees
Commission Income	18,000	-
Dividend Income	114,785	17,588
Discount Received	206,670	-
Rent Income	5,215,250	4,813,500
Rent from Leasing of Motor Cars	1,200,000	1,200,000
Profit on sale of shares	25,792,905	2,350,000
Profit on sale of Fixed Assets	552,746	592,830
Other Misc. Income	1,227,961	550,817
Gain on sale of Subsidiary	44,974	5,335,420
Gain from Foreign Exchange Fluctuations	-	1,677,579
Insurance Charges Received	29,600	677,847
Interest on Unsecured Loan	2,997,050	17,021,823
Interest on FD	19,960,165	-
Interest on IT Refund	102,749	27,260
Interest on Partner's Capital	15,920	-
Profit/Loss on Trading	428,309	-
Total	57,907,084	34,264,664

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

24. COST OF MATERIAL/SERVICES CONSUMED

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	Rupees	Rupees
Cost of Material Consumed/Services Consumed	184,916,392	231,016,205
Total	184,916,392	231,016,205

25. PURCHASE OF STOCK IN TRADE

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	Rupees	Rupees
Purchase of Stock in Trade	720,475,371	1,817,401,544
Total	720,475,371	1,817,401,544

26. CHANGES IN INVENTORIES

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	Rupees	Rupees
Inventory at the end of year		
Stock-in-Trade	815,366,687	939,917,465
	815,366,687	939,917,465
Inventory at the beginning of the year		
Stock-in-Trade	941,513,075	854,301,982
	941,513,075	854,301,982
Total	126,146,388	(85,615,483)

27. EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
Director's Remuneration	12,346,633	-
Salaries, Bonus and Allowances	67,224,472	81,239,692
Staff Welfare Expenses	1,841,742	2,069,288
Contribution to Provident & Other Funds	1,337,990	-
Gratuity	129,183	-
Total	82,880,020	83,308,980

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

28. FINANCE COSTS

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
Interest cost:		-
On Bank Loan	58,745,577	66,725,626
On Car Loan	104,702	250,176
On Loan from Financial Institutions	735,768	-
On Unsecured Loan	60,998,180	112,253,976
Others - On Late Payment of Statutory Dues	1,841,727	8,192,427
Other Borrowing Cost :		
Bank Guarantee Fee	3,445,743	-
Bank Charges	897,624	-
Loan Processing Charges	4,508,116	-
Total	131,277,437	187,422,205

29. DEPRECIATION & AMORTISATION EXPENSES

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
Depreciation	71,141,008	56,465,290
Share capital increase expenses written off	101,814	220,760
Preliminary Expenses written off	11,140	-
Total	71253962.39	56686050

30. OTHER EXPENSES

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
A.G.M Hall charges	4,500	-
Advertisement Expenses	23,924,110	8,476,287
Payment to Auditor	1,061,627	1,519,322
Bad Debts	277,024	639,603
Business Promotion Expenses	23,599,259	2,434,028
Credit Card Swap Service Charges	59,846	-
Conversion Cost	138,900	-
Commission Paid	48,013	62,538
Discount Allowed	351,855	-
Internal Audit Fees	180,000	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
Conveyance Expenses	-	-
Commission Expenses	87,205	-
Director's Sitting Fees	-	2,000
Decrease in Value of Stock	57,697	286,816
Donation	633,830	1,400,700
Electricity Charges	5,248,562	4,831,111
Exhibition Expenses	387,981	446,375
Exchange Expenses	4,115,325	2,399,326
Event Management Expenses	12,486,576	901,910
Food & Beverage Expenses	2,876,940	-
Freight Expenses	416,790	665,771
Hall Rental Charges	3,000,000	-
Insurance	781,617	1,078,492
Legal & Prof. Charges	8,124,547	5,049,983
Labour Charges	8,655,877	15,689,500
Lodging & Boarding Expenses	21,176	-
office Expenses	578,983	1,418,043
Overtime - Outstation working Pay	66,256	-
Luxury Tax	37,600	-
Marketing Expenses	1,072,000	-
Membership fee	1,039,174	743,517
Motor Car Expenses	720,000	720,000
Repair & Maintenance	5,850,656	6,926,360
Software Development Expenses	240,361	-
Miscellaneous Expenses	1,850,160	3,908,809
Listing Fees	479,281	120,860
Foreign Exchange Gain/Loss	4,268,639	-
Penalty	2,247	-
Postage, Courier & Telegrams	1,319,182	958,853
Printing & Stationery	2,007,561	1,989,490
Property Tax	427,516	456,350
Rent, Rates and Taxes	10,694,782	9,987,220
Society Maintenance Charges	14,610	-
Provision on Standard Assets	(52,708)	(1,311,023)
Provision on Sub Standard Assets	1,400,000	1,250,000
Provision on Doubtful Assets	1,700,000	-
ROC Filling Fee	2,312,403	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
Stamp Duty Shares Registration	135,391	-
SWACHH BHARAT CESS F.Y-15-16	115,409	-
Travelling & Conveyance Expenses	4,028,117	4,187,357
Telephone & Internet Charges	4,403,078	3,601,488
Website Design Expenses	36,600	-
Security Deposit Contribution	216,000	-
Solar Project Expenses	-	550,000
Loss on Trading	-	396,094
Total	141,502,556	81,787,180

31. Earnings per Share		
Particulars	For the year ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
Number of equity shares outstanding at the beginning of the year	1408815	1408815
Number of equity shares issued		
- bonus issue	7,044,075	0
- preferential allotment to the promoters/non promoters	7,361,096	0
Number of equity shares outstanding at the end of the year	15,813,986	1,408,815
Weighted average number of shares		
a) Basic	9,189,443.68	1,408,815
b) Effect of dilutive equity shares on account of:		
- share warrants	433,879.78	0
c) Diluted	9,623,323.46	1,408,815
Profit/(Loss) after tax	14,080,936.32	19,589,721.76
Basic earnings/(loss) per share (Rs.)	1.53	13.90
Diluted earnings/(loss) per share (Rs.)	1.46	13.90
Nominal value per share (Rs.)	10	10

32. Contingent Liabilities & Commitments		(In Lacs)
Particulars	For the Period ended 31.03.2016	Previous year ended 31.03.2015
	Rupees	Rupees
(i) Contingent Liabilities		
(a) Claims against company not acknowledged as debt (Refer Note 32.1)"	441.14	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

(b) Guarantees (Refer Note 32.2)	1,500	1,250
(c) Other money for which the company is contingently liable	0	-
(ii) Commitments	0	
(a) Estimated Amounts of contracts remaining to be executed on capital account and not provided for"	0	-
(b) Uncalled liability on shares and other investment partly paid up	0	-
(c) Other commitments	0	-

- 32.1** "Claims against the Company not acknowledged as debts for the year ended March 31, 2016 included demand from the Indian income tax authorities for payment of tax Rs. 441.14 Lacs. Demands included addition u/s 68 of the Income tax Act, 1961. The addition arose on account of contention of the Id. A.O. by way of treating unsecured loan from Praveen Kumar Jain Group as cash credit. The matter is pending before Commissioner of Income Tax – Appeals-47, Mumbai. The company is contesting the demand and the Management including its tax advisors believes that its position will likely be upheld in the appellate process. The management believes that the ultimate outcome of these proceedings will not have any adverse effect on the Company's financial position and results of operations."

Name of the Company

(In Lacs)

	Amount as on 31.03.2016	For the Period
Mangal Credit & Fincorp Ltd	30.7881	A.Y. 2014-15
	9.9679	A.Y. 2013-14
	7.6081	A.Y. 2012-13
	0.4257	A.Y. 2011-12
	0.6259	A.Y. 2010-11
Mangal Buildhome Pvt.Ltd.	160.65	A.Y.2013-14
Mangal Bullion Pvt.Ltd.	222.38	A.Y.2010-11
		A.Y.2011-12
		A.Y.2014-15
Mangal Entertainment Pvt.Ltd.	8.69	A.Y.2013-14
	441.1357	

- 32.2** "The Subsidiary Chakshu Realtors Pvt.Ltd. has given co-guarantee against Cash credit facility taken by the company Indtrans Container Lines Private Limited of Rs. 400 Lacs. If the Company fail to repaid loan than liability may be incurred. The company has given co-guarantee against Term Loan taken by the company Mangal Compusolutions Private Limited of Rs. 1100 Lacs. If the Company fail to repaid loan than liability may be incurred."

- 32.3** Consequent to the search and seizure proceedings u/s 132 of the Income Tax Act, 1961, assessment of income for the assessment years 2008-09 to 2013-14 have taken place under section 143(3)/153A of the Income Tax Act, 1961. As a result a total demand of Rs. 4,41,13,750/- has arisen. Aggrieved by the orders so passed, the company has filed appeals before the Commissioner of Income Tax (Appeals) in the respective assessment years. Considering the nature of additions made and recent judicial pronouncements, there are good chances that the additions shall be deleted in the appellate proceedings and therefore no provision in this respect has been made in respect of outstanding demand.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

32.4 Company has received as show cause notice by Securities and Exchange Board of India for alleged delay in compliances under regulation 8(3) of SAST Regulation, 1997 in the year 2002,2003,2005 to 2011. No liability has been acknowledged by the company in this respect as any liability in this recoverable from the erstwhile promoters group in view of the terms of Share Purchase Agreement dtd 10th February, 2011.

32.5 The Joint Director, Directorate of Enforcement, Chennai Zonal office vide his attachment order no 07/2013 dated 18.03.2014 has provisionally attached one of the subsidiary's (Mangal Bullion Private Limited) balance lying in trading account with India Infoline Limited amounting Rs. 4,60,94,825.97. Appeal has been filed with Appellate Tribunal under Prevention of Money Laundering Act (PML Act). The appeal is pending before appellate tribunal for PML.

33. Foreign Currency Transaction Particulars

	For the Period ended 31.03.2016	For the Period ended 31.03.2015
i) Value of Imported Components calculated on C.I.F. basis	948.38 Lacs	1452.77 Lacs
ii) Expenditure in Foreign Currency :-		
Freight Expenses	376.46 Lacs	290.08 Lacs
Insurance Expenses	3.67 Lacs	3.98 Lacs
iii) Earning in Foreign Currency	35.73 Lacs	63.53 Lacs
iv) Value of exports on F.O.B basis	Nil	Nil
v) Remittance in foreign currencies on account of dividend to non-resident Share Holders	Nil	Nil
vi) Capital Commitment Outstanding	Nil	Nil

34. The effect of disposal of subsidiaries on the financial position and results as included in the consolidated financial statements as at and for the year ended 31st March, 2016 are given below:

	In Lacs AMOUNT
EQUITY AND LIABILITIES	
Share Capital	948.75
Reserve & Surplus	582.68
Long Term Borrowings	1,010.59
Deferred tax liabilities - Net	0.02
Short Term Borrowings	4,198.47
Trade Payables	536.06
Other Current Liabilities	418.58
Short Term Provisions	8.88
	<u>7,704.05</u>
ASSETS	
Fixed Assets	32.78
Non Current Investments	0.03
Deferred Tax Asset - Net	3.12
Long term Loans and Advances	6.39
Other Non Current Assets	1.78

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Inventories	6,567.43
Trade Receivables	729.49
Cash & Cash Equivalents	110.76
Short Term Loans and Advances	208.57
Other Current Assets	43.67
	<u>7,704.05</u>
REVENUE	
Revenue from Operations	4,474.65
Other Income	4.01
EXPENSES	
Purchases Cost	3,937.86
Changes in Inventory	74.31
Employee Benefits Expense	71.59
Finance Costs	225.74
Depreciation & Amortisation Expenses	6.27
Office & Administrative Expenditure	139.04
PROFIT/(LOSS) BEFORE TAX	23.84

35. Employee Benefits:

“Provident Fund, Gratuity and Long Term Compensated Absences - disclosures as per Accounting Standard (AS) 15 (Revised) - Employee Benefits as notified by the Companies (Accounting Standards) Rules, 2006: Contributions are made to Government Provident Fund and Family Pension Fund and other statutory funds which cover all regular employees eligible under the respective acts. Both the employees and the Company make predetermined contributions to the Provident Fund. The contributions are normally based on a certain proportion of the employee's salary. The Company has recognised an amount of Rs.13,37,990/- (Previous year Rs. 5,08,524/-) towards employer contribution for the above mentioned funds. Provision for Unfunded Gratuity and Long Term Compensated Absences for all employees is based upon actuarial valuation carried out at the end of every financial year. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. Commitments are actuarially determined using the 'Projected Unit Credit' method. Gains and losses on changes in actuarial assumptions are accounted for in the Profit and Loss account. Disclosures in respect of Gratuity and Compensated Absences:”

Changes in the present value of the Defined Gratuity Benefits Obligation representing reconciliation of opening and closing balance thereof:

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2016	31st March, 2015	31st March, 2016	31st March, 2015
1. Present Value of Defined Benefit Obligation as on 31-3-2014	1,793,515	2,198,038	306,803	495,969
2. Interest Cost @ (0.0875)	138,997	203,319	23,777	45,877
3. Current Service Cost	188,692	217,837	-18,776	-61,459
4. Benefits Paid during the year ending 31-3-2015	0	-271,062	-33,419	0

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2016	31st March, 2015	31st March, 2016	31st March, 2015
5. Actuarial (Gain)/ loss on Defined Benefit Obligation	-200,788	-554,617	22,922	-173,584
6. Present Value of Defined Benefit Obligation as on 31-3-2015	1,920,416	1,793,515	301,307	306,803

Amounts to be recognised in the Balance Sheet as on 31-3-2016

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2016	31st March, 2015	31st March, 2016	31st March, 2015
Present Value of the Defined Benefit Obligation:31-3-2016	1,920,416	1,793,515	301,307	306,803
Fair Value of Plan Assets: 31-3-2016	NIL	NIL	NIL	NIL
Liability recognised in Balance Sheet : 31-3-2016	1,920,416	1,793,515	301,307	306,803
Long-Term	1,731,724	1,736,894	288,118	293,911
Short-Term	188,692	56,621	13,189	12,892

Amounts to be recognised in the statement of Profit & Loss for the year ended 31-3-2016

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2016	31st March, 2015	31st March, 2016	31st March, 2015
1. Current Service Cost	188,692	217,837	(18,776)	(61,459)
2. Interest Cost on Obligation	138,997	203,319	23,777	45,877
3. Expected return on plan assets	NIL	NIL	NIL	NIL
4. Net Actuarial (gain)/loss recognised in the year ended 31.3.2016	(200,788)	(554,617)	22,922	(173,584)
5. Expenses recognised in the statement of Profit & Loss	126,901	(133,461)	27,923	(189,166)

The actuarial calculations used to estimate commitments and expenses in respect of unfunded Gratuity and Compensated absences are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expenses:

Particulars	31st March, 2016	31st March, 2015
Rate of Interest	8.00% per annum	9.25% per annum
Salary Growth	7% per annum	7% per annum
Withdrawal Rate	0.01	0.01
Mortality Rates	Indian Assures Lives (2006-08) Ultimate Mortality Rates.	
Retirement Age	58 years	58 years

NOTES FORMING PART OF FINANCIAL STATEMENT

36 SEGMENT INFORMATION :

A) Information about Business Segments- Primary

S. No.	Particulars	Finance	Jewellery	Event/ Entertainment	Renting of Movable Assets	Broking	Others	Elimination	Total
1. Segment Revenue									
	External Sales	918.92	7,668.51	703.33	1,017.42	1,232.27	3,901.40	-522.27	14,919.59
		-1,338.93	-18,164.88	-380.72			-1,574.16	0	-21,458.69
	Inter Segment Sales	-276.13	-103.72	0	-0.36	0	-142.04	522.25	0
		-375.59	-307.39	0			-162.46	845.44	0
	Total Revenue	642.79	7,564.79	703.33	1,017.05	1,232.27	3,759.36	-0.02	14,919.59
2. Segment Result :									
	Profit / (Loss) Before Taxation	433.13	412.39	32.93	253.77	1,82.56	333.05		1,647.85
	Less :	-1,048.86	-852.73	-30.49			-562.55	318.89	-2,175.74
1)	Interest	430.53	523.78	15.44	119.66	1,82.56	123.29	-82.50	1,312.76
		-909.96	-791.88	-28.44			-339.89	294.87	-1,775.3
2)	Other unallocated corporate expenses	0	0	0			0	0	0
	Income Tax	25.01	11.18	3.55	65.82	18.41	20.35	0	144.33
		-46.08	-28.68	-1.12			-56.14	0	-132.02
	Profit from Ordinary Activity	-22.41	-122.57	13.94	68.29	-18.41	189.41	82.50	190.75
3. Other Information :									
	Segment Assets	7,719.11	2,592.52	322.64	2,335.93	4,385.87	5,220.13	0	22,576.23
		-6,250.62	-10,163.67	-321.82			-10,011.11	0	-26,747.22
	Add : Unallocated common assets	0	0	0			0	0	0
	Total Assets	7,719.11	2,592.52	322.64			5,220.13	0	22,576.23
	Segment Liabilities	1,347.32	2,264.46	282.56	2,014.74	3,750.01	4,312.84	0	13,971.96
	Add : Unallocated common liabilities	0	0	0			0	0	0
	Total Liabilities	1,347.32	2,264.46	282.56	2,014.74	3,750.01	4,312.84	0	13,971.96
4. Capital Expenditure during the year :									
		0	0	0			0	0	0
		-1.82	-6.71	0			-664.34	0	-672.87
5. Depreciation and amortisation :									
		51.84	10.416	1.56	570.51	37.56	40.62	0	712.53
		-70.44	-21.41	-1.2			-471.6	0	-564.65
6. Non - Cash Expenditure :									
	Add : Unallocated Depreciation								
		0	0	0			0	0	0

Note: Amount in brackets representation previous year figure.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Note 37 Name of Related Parties and Relationships

S . No.	Related Parties	
A.	Associates	
	Scarled Computech Private Limited	
B.	Comman Directors	
	Ally Insurance Brokers Private Limited	Satguru Enterprises Pvt. Ltd
	Bansiwala Real Estates Private Limited	Shree Jaisal Electronics & Ind. Ltd.
	Dhakad Proprieties & Financial Services PL	Shree Mangal Abhusan Private Limited
	E-Ally Commodities India Private Limited	Shwet Developers Private Limited
	E-Ally Consulting India Private Limited	Mangal Charitable Trust
	E-Ally Equities India Private Limited	Shree Mangal Abhushan Jewels Private Limited
	E-Ally Reserch India Private Limited	CNX Corporation Limited
	E-Ally Securities India Private Limited	SG Fintech Private Limited
	Ectech Informatics Private Limited	Centaurus Financial Services Private Limited
	Karishma Metal Industries Private Limited	Centaurus Equities Private Limited
	Mangal Meta Forging Private Limited	Omicron Power Engineers Private Limited
	Mangal Recycling Private Limited	Perusal Global Solutions India Private Limited
	Premium Financial Services Limited	
	List of Key Managerial Person	
C.	Key Management Personnel	
	Ajit Jain	Neeta Maloo
	Akhilesh Bhatra	Nitin Raheja
	Anaheeta R Balsara	Pathik M desai
	Aushtosh Mantri	Praveenkumar Bansilal Hiran
	Anoop Babani	Rajendra Mahadev Babani
	Chintan Valia	Rakesh Chandrakant Jain
	Dinesh Hiren	Ram Krishan Kabra
	Dinesh Jain	Rashid Ali Khan
	Dixit Jain	Sandeep Maloo
	Fatehlal Kothari	Sohan Lal Jain
	Gaurav Kothari	Srichand Teckchand Gerela
	Harshvardhan Rajendra Birani	S S Bharwani
	Karan Verma	Sital Motwani
	Ketan Nanalal Jain	Vikas Ganeshlal Jain
	Labhchand Maloo	Vinod Mehta

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT**Note 37 Name of Related Parties and Relationships**

S . No.	Related Parties	
	Lokesh Devilal Jain	Vinod Prakashchand Mehta
	Mahipal Bishnoi	Randheer Roy
	Manish Lodha	Dhruv Shah
	Meghraj Jain	Khemchandra
	Naresh Jain	Manit Parikh
	Naresh Madhu Tejwani	Pushkar Shau
	Navin Govind Agarwal	Rakesh Shenoy
	Vikas Jain	Ketan Jain
	Deepak Arora	Sunil Ramachandran Nair
	Shyamkumar Madanlal Agrawal	Nirupama Dattatray
	Pankaj Dinesh Jain	Swati Sharma
D.	List of Relatives of Key Managerial Person	
	Ajit Jain HUF	Rajesh Jain
	Anuradha Bhatra	Ramond Balsara
	Harish S Jain	Sandeep Maloo HUF
	Indra M Jain	Satguru Investment & Finance
	Lata Maloo	Satgurus
	Mangal Chartiable Trust	Seema A Jain
	Mangal Jewellers	Sheela Jain
	Manish Jain	Sohanlal Jain HUF
	Meena Jain	Swarn Mangal Jewels
	Meghraj Jain HUF	Vikas
	Mukesh Jain	Vinod Jain
	Pathik Computers	Bhavna Jain

Note: Transaction from related parties are attached in Annexure - A1 to notes

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Formatting Part of Notes on Accounts Annexure -"A1"

Name of Related Parties and Their Transaction

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Associates					
Scarled Computech Private Limited	Loan Given			0	0
	Interest Income	0		264308	0
	Loan Repaid	0		12000000	0
	Rent Income	17500		22500	0
	Expenses Reimbursement	32378	32378		
Joint Ventures					
Goldcrest Realty	Loan Given	27657686	0	33636726	0
	Loan Repayment Received	27657686	0	33636726	0
	Interest Income	145044	130539	841009	756908
Mangal Accad Synnove Energy	Rent Income	0	0	100000	0
	Loan Given	0	0	3177290	0
	Loan Repayment Received	0	0	3177290	0
Digital Edge Technology	Rent Income	17500	0	0	0
Common Director					
Ally Insurance Brokers Private Limited	Loan Taken	5000000	5000000	2000000	0
	Loan Repaid	0	0	4000000	0
	Interest Paid	0	0	283896	0
Bansiwala Real Estates Private Limited	Loan Repaid	0	0	8200000	0
	Interest Received	0	0	316281	0
Dhakad Proprietries & Financial Services Pl	Loan Given	0	0	3360606	0
	Advance received against Expenses	0	0	480000	0
	Loan Taken	0	0	8000000	0
	Loan Repayment	0	0	15281443	0
	Interest Received	0	0	113600	
	Expenses Reimbursement	21252	0	24170	0
	Rent Income	900000	0	900000	0
E-Ally Commodities India Private Limited	Loan Repayment	11318405	0	43585000	0
	Loan Taken	11318405	0	43235000	0
	Interest Paid			589728	0
	Interest Received	386450	347805	0	0
	Rent Income	17500	0	30000	0
	Trading- Purchase			9961941	-5169
	Trading- Sale			6772	0

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
E-Ally Consulting India Private Limited	Loan Repayment	20351955	0	19978363	0
	Loan Taken	18472640	16043912	17517870	0
	Interest Paid	3807135	0	2442378	0
	Rent Income	350000	0	600000	0
	Trading- Sale			89034	0
E-Ally Equities India Private Limited	Loan Given			14270000	6420000
	Loan Repayment	1720000		8250000	
	Interest Received	0	0	936910	843219
	Interest Paid	570	0	2112	2115
	Rent Income	17500	0	30000	0
E-Ally Reserch India Private Limited	Trading- Sale			4140098	0
	Rent Income	17500	0	30000	0
	Loan Given	0	0	10000000	0
	Loan Repaid	0	0	10000000	0
E-Ally Securities India Private Limited	Interest Received	102085	0	113425	102085
	Rent Income	17500	0	30000	0
Ectech Informatics Private Limited	Rent Income	17500	0	30000	0
Karshma Metal Industries Private Limited	Loan Given	0	0	0	0
	Loan Repayment	0	0	17150000	0
	Interest Received	0	0	1045096	0
Mangal Meta Forging Private Limited	Loan Given	0	0	0	0
	Loan Repayment	0	0	2790000	0
	Interest Received	0	0	63197	0
	Rent Income	17500	0	30000	0
Mangal Recycling Private Limited	Rent Income	17500	0	22500	0
Premium Financial Services Limited	Trading- Purchase			443507	0
	Trading- Sale			327323	0
Satguru Enterprises Pvt. Ltd	Loan Repaid			934725	0
	Loan Taken			934725	0
	Trading- Purchase			270943.25	0
	Trading- Sale			274116.17	0
Shree Jaisal Electronics & Ind. Ltd.	Loan Taken	0	12355000	450000	12355000
	Loan Repayment	0	0	0	0
Shree Mangal Abhusan Private Limited	Purchase			5800000	0
	Sales			38159587.67	15162030.67

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Shwet Developers Private Limited	Loan Taken	25555000	75697939	6175000	50142939
	Loan Repayment			5000000	0
	Interest Received			873124	494729
	Loan Given			8800000	3800000
Directors & Partners					
Ajit Jain	Expenses Reimbursement	972724		582454	0
	Directors Remuneration	900000	0	1350000	0
	Loan Repayment	11996326	0	23270865	0
	Loan Taken	13985000	526088.47	22747808	0
	Share Acquired			0	0
	Sales			0	0
Akhilesh Bhatra	Loan Taken	0	50000	0	50000
	Interest Income			0	0
	Loan Given			0	0
	Loan Repayment			0	0
Anaheeta R Balsara	Expenses Reimbursement	180061		254234	0
	Directors Remuneration	1572000		1215840	0
	Subsidiaries share sale			2096250	0
Atul Jaim	Directors Sitting Fees			0	0
Chintan Vaila	Director's Remuneration	0	0	0	184420
	Expenses Reimbursement	0	0	982	0
Deepak Arora	Directors Sitting Fees			0	0
Vikas Jain	Director's Remuneration	300000	0	0	0
Ketan Jain	Director's Remuneration	240000	0	0	0
Dinesh Jain	Loan Taken	0	0	500000	9069373
	Loan Repayment	800004	9049605	781169	0
	Directors Remuneration	741000	0	600000	0
	Interest Paid	887118	798406	866924	780232
Fatehlal Kothari	Loan Taken	1500000	956003	890000	1006643
	Loan Repayment	1500000	0	385000	0
	Interest Paid	152740	137466	96812	87131
	Directors Remuneration	1140000	0	600000	0
Gaurav Kothari	Directors Remuneration			0	0
Kanan Verma	Director's Remuneration	0	0	0	223130
	Expenses Reimbursement	0	0	33544	0
Labh Chand Maloo	Directors Sitting Fees			0	0
	Trading -Sale			178019	0

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Lokesh Jain	Interest Paid	0	616653	685170	616653
	Interest Received			406377	0
	Loan Taken	700000	0	2500000	3597930
	Loan Given			0	1850000
	Reimbursement of Expenses	207417	0	500	0
	Subsidiaries share Sale			2096250	0
	Loan Repaid	1500000	2797930		
Manish Lodha	Directors Remuneration	480000	0	480000	15000
	Interest Paid	32326	29093	29822	43252
	Loan taken	0	358196	0	314944
Meghraj Jain	Rent	270000	0	300000	0
	Interest Paid	3699901	2972768	1601903	1441712
	Expenses Reimbursement	0	0	45600	0
	Directors Remuneration	900000	0	1560000	0
	Loan Repayment	590734292	-11102000	161671836	0
	Loan Taken	600043920	54395604	183560165	27395000
	Share Acquired			0	0
Naresh Jain	Directors Remuneration	228000	0	228000	76000
	Interest Paid	339244	305320	312967	542234
	Laon Taken	0	3759082	0	3216848
	Subsidiaries share Sale			1359775	0
Navin Govind Agarwal	Loan Given			0	4000000
	Interest Income			639453	197096
	Directors Remuneration	900000	795000	600000	60000
	Loan Repayment	2500000		4000000	0
	Loan Taken	2500000			
Neeta Maloo	Loan Repayment	0	0	3600000	0
	Loan Taken	0	25000	0	25000
	Interest Paid			129090	0
	Directors Remuneration			0	0
	HRA			0	0
	Directors Sitting Fees			2000	0
	Share Acquired			0	0
	Trading - Sale			264631	0
Pathik M Desai	Loan Taken	113598	0	0	150000
	Interest Paid	18200	18200	18798	22337
	Loan Repaid	115418	170517	150000	0
	Director Remuneration	0	0	280000	37000
Rashid Ali Khan	Reimbursement of expenses			0	0

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Sandeep Maloo	Directors Remuneration	600000		720000	0
	Loan Repayment	29854077	1560000	248704091	0
	Loan Taken	17849077		239762000	4426974
	Interest Paid	85973	77376	1784031	1605628
	Directors Sitting Fees			0	0
	Share in Profit/(loss) in partnership Firm	178699		58244	58244
	Trading- Purchase			6964820	4459279
	Trading- Sale			14068386	0
	Withdraw of Capital	68322			
	Capital Introduce		774844		
	Interest on Capital	6223			
	Advance Received	58800	0		
	Salary	900000	810000		
Sunil Ramachandran Nair	Directors Sitting Fees	0	0	0	0
Vinod Mehta	Directors Remuneration	304000	0	228000	0
Anoop P Babani	Directors Remuneration	0	0	0	0
Rajendra M Babani	Directors Remuneration	0	0	1800000	0
	Trading - Purchase	0	0	2463774	0
	Trading - Sale	0	0	2991047	0
Naresh Tejwani	Directors Remuneration	0	0	1500000	0
	Trading - Purchase	0	0	1160125	0
	Trading - Sale	0	0	236035	0
S. T. Garela	Directors Remuneration	0	0	705000	0
	Trading - Purchase	0	0	1160125	0
	Trading - Sale	0	0	263035	0
Harsh Vardan	Interest Paid	0	16510	18345	16510
	Loan Taken	0	200000	200000	200000
	Director Remuneration	540000	0	480000	425500
Pravin Kumar Jain	Interest Paid	0	117173	130192	117173
	Loan Taken	0	1500000	1500000	1500000
	Director Remuneration	0	300000	300000	300000
Rakesh C Jain	Subsidiaries share Sale	0	0	1537500	0
	Director Remuneration	300000	0		
Sohan Lal V Jain	Subsidiaries share Sale	0	0	10007500	0
	Trading - Sale	0	0	3754941	0
	Loan taken	1036226	0	0	0
	Loan repaid	1036226	0	0	0
Randheer Roy	Interest On Capital	0	0	0	0
	Share in Profit/(Loss)	0	0	0	0
	Withdraw of Capital	0	0	306176	0

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Dhurve Shah	Capital Introduced	48981	0	45000	0
	Partner Remuneration	300000	0	60000	48981
	Share in Profit/(Loss)	48695.63	0	381	0
	Withdraw of Capital	88981	0	56400	0
	Interest on Capital	4800	0		
Khemchandra	Capital Introduced	0	0	55000	0
	Partner Remuneration	0	0	72000	0
	Share in Profit/(Loss)	0	0	381	40381
	Withdraw of Capital	40381	0	87000	0
Manit Parikh	Capital Introduced	0	0	205000	0
	Withdraw of Capital	0	0	290000	0
Pushkar Shau	Capital Introduced	0	0	0	0
	Partner Remuneration	0	0	0	0
	Share in Profit/(Loss)	0	0	-409.85	0
	Withdraw of Capital	0	0	15154	0
Rakesh Shenoy	Capital Introduced	0	0	11000	0
	Share in Profit/(Loss)	44675	0	14561.11	14561.11
	Withdraw of Capital	17081	0	5937857	0
	Interest on Capital	1556	0		
Director's Relatives					
Anuradha Bhatra	Loan Taken	0	0	0	0
	Loan Repayment	0	0	0	0
Indra M Jain	Office Deposits	0	3250000	0	3250000
	Rent Paid	394280	0	495508	35392
Mangal Charitable Trust	Donation Paid	317000	0	0	0
Mangal Jewellers	Loan Taken	0	0	28728252	4822971
	Loan Repayment	0	0	35030867	0
	Purchase	0	0	0	0
	Loan Given	0	0	14185	0
	Sales	151035	0		
Pathik Computers	Sales	0	0	0	0
	Purchase Fixed Assets	0	0	9780000	0
	Loan Repaid	800000			
	Loan Given	800000			
Ramond Balsara	Salary Paid	0	0	225000	0
	Expenses Reimbursement	196078	0	161023	0
	Professional & consulting Charge	216000	0	190000	0
	Loan Taken	350000	0		
	Loan Repaid	350000	0		

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENT

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2015-16		2014-15	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Seema A Jain	Office Deposits	0	1250000	0	1250000
	Advance Against Expenses	5000	0		
	Advance Repaid	5000	0		
	Rent Paid	394280	0	495504	35392
	Subsidiaries share Sale	0	0	22200000	0
Harish S Jain	Subsidiaries share Sale	0	0	1566250	0
Mukesh Jain	Subsidiaries share Sale	0	0	1566250	0
Rajesh Jain	Subsidiaries share Sale	0	0	1566250	0
Manish Jain	Subsidiaries share Sale	0	0	1359775	0
Lata Maloo	Trading - Purchase	0	0	0	0
	Trading - Sale	0	0	489999	398968
Meena Jain	Interest Paid	25311	11578	28046	0
	Loan Taken	0	300000	0	311629
Meghraj Jain Huf	Loan Repaid	0	0	6500000	0
	Loan Taken	0	0	6500000	0
	Expenses Reimbursement	0	0	49948	0
	Subsidiaries share Sale	0	0	5125000	0
Sandeep Maloo Huf	Trading - Purchase	0	0	135040	1393984
	Trading - Sale	0	0	823234	0
Satguru Investment & Finance	Loan Repaid	0	0	0	0
	Loan Taken	0	0	5000000	0
	Trading - Purchase	0	0	78383	0
	Trading - Sale	0	0	141807	0
Satgurus	Rent Paid	0	0	2100000	0
	Trading - Purchase	0	0	5556759	0
	Trading - Sale	0	0	5220330	0
Sheela Jain	Interest Paid	16874	7720	18698	0
	Loan Taken	0	200000	0	207753
Sohanlal Jain Huf	Subsidiaries share Sale	0	0	5375000	0
Bhavna Jain	Salary Paid	600000	0	600000	0
Vikas	Subsidiaries share Sale	0	0	1537500	0
Ajit Jain Huf	Subsidiaries share Sale	0	0	1359775	0
Vinod Jain	Subsidiaries share Sale	0	0	1359775	0
Swarn Mangal Jewels	Interest Paid	0	0	0	0
	Loan Repayment	0	0	0	0
	Loan Taken	0	0	0	0
	Purchase of Goods	0	0	0	0
	Expenses Reimbursement	0	0	217501	0
	Payment to Suppliers	3538000	0		
	Rent Paid	270000	0	300000	0

MANGAL CREDIT AND FINCORP LIMITED

CIN:L65990MH1961PLC012227

R.o.: 1701/1702, 17TH FLR., 'A' Wing, Lotus Corporate Park,
Western Express Highway, Goregaon (E), Mumbai- 400063.W: www.mangalfincorp.com, Email: compliance@mangalfincorp.com,
Tel: 022 4246 1300 Fax: 022 4246 1310**Form No. 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) ofshares of the above named company, hereby appoint

1.	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 54th Annual general meeting of the company, to be held on the Friday, 30th September, 2016 at 10:00 a.m. at Premises NO.A304, Oberoi Chambers, Commercial Premises Co Op Soc Ltd, Plot c-34, New Link Road, Andheri E, Mumbai-400053 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Particulars	Type of Resolution	For	Against
1.	To consider and adopt: A. the Audited balance sheet of the Company as at 31st March 2016 and statement of profit and loss for the year ended on that date and reports of the directors and auditors thereon, as placed before the meeting be and are hereby adopted.	Ordinary		
2.	To appoint Mr. Sandeep Maloo (DIN 01145616), a director in the Company, who retires at this meeting by rotation and being eligible, has offered himself for re-appointment, be and is hereby appointed as director of the Company."	Ordinary		
3.	To appoint Mr. Meghraj S. Jain (DIN 01311041), a director in the Company, who retires at this meeting by rotation and being eligible, has offered himself for re-appointment, be and is hereby appointed as director of the Company."	Ordinary		
4.	To ratify the appointment of M/s MGB & Co. LLP, Chartered Accountants, (FRN: 101169W/W-100035) be and is hereby re-appointed as Statutory Auditors of the Company.	Ordinary		
5.	To regularize the appointment of Mr. Shyamkumar Madanlal Agrawal as a Director of the Company:	Ordinary		
6.	To regularize the appointment of Mrs. Swati Sharma as a Director of the Company:	Ordinary		

Signed this.....day of....., 2016

Signature of shareholder

Signature of Proxy holder(s)

Affix ₹ 1/-
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) It is optional to put a "X" in the appropriate column against the Resolution indicated in the box. If you leave the 'For' or 'Against' column blank any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- 3) Please complete all details of Member(s) in the above box before submission.

MANGAL CREDIT AND FINCORP LIMITED

(FORMERLY KNOWN AS "TAK MACHINERY AND LEASING LIMITED")

If undelivered, please return to :
MANGAL CREDIT & FINCORP LIMITED,
1701/02, A-Wing, 17th Floor,
Lotus Corporate Park,
Western Express Highway,
Goregaon - East,
Mumbai - 400 063
MH (INDIA)