



MANGAL
CREDIT & FINCORP LIMITED

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

52nd ANNUAL REPORT 2013-14

DIRECTORS

SHRI MEGHRAJ S. JAIN
SHRI AJIT S. JAIN
SHRI SANDEEP MALOO
SMT NEETA MALOO
SHRI LABH CHAND MALOO
SHRI ATUL JAIN
SHRI SUNIL NAIR
SHRI BHAGWAN SARDA
SHRI R S SHANKARAN

*Chairperman & Managing Director
Wholetime Director
Managing Director & CFO*

(Resigned on 19th April 2014)

BANKERS

THE BHARAT CO-OPERATIVE BANK
STANDARD CHARTERED BANK
AXIS BANK

AUDITORS

M/s MGB & CO.
Chartered Accountants

**REGISTERED & CORPORATE
OFFICE**

A-1701-1702, LOTUS CORPORATE PARK
WESTERN EXPRESS HIGHWAY
GOREGAON (EAST),
MUMBAI-400063
TEL: +022-42461300
WESBSITE:www.mangalfincorp.com
E-MAIL:info@mangalfincorp.com

**REGISTRARS AND SHARE
TRANSFER AGENTS**

LINK INTIME INDIA PRIVATE LIMITED
C/13, Pannalal Silk Mills, Compound,
L.B.S. Marg, Bhandup (West)
MUMBAI – 400 078

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52nd ANNUAL GENERAL MEETING
DAY : Monday
DATE : 4th August, 2014
TIME : 11:00 AM
PLACE : Auditorium Room,
Ground Floor,
Lotus Corporate Park, Ram
Mandir Road, Off Western
Express Highway,
Goregaon – E,
Mumbai - 400063

CHAIRMAN MESSAGE

I am privileged to present to you our 52nd Annual Report for the year ended March 31, 2014. MCFL is continuously moving ahead with the intention to one of the prominent company in Non-banking finance sector. Our Company was moving into a phase of consolidation after years of growth. It was clear even then that the market conditions had changed and that the environment for finance business was not as conducive to growth as before. Our profits have declined and our business volumes have stagnated. Even though the profits of the Company not increased as compared to last year and also the Company has invested its funds in different sectors to capture to market at larger scale. But the good thing that deserves mention is that having endured hardship, we are now more resilient and better positioned to face future challenges

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

Fiscal year 2013-14 was challenging as it was the year in which our Company boosted its core business of financing & also invested in various sectors by way of acquiring subsidiaries. Apart from such challenges the company has maintained its profitability level & enhanced its volume of loan. Consequently, profit after tax stood at Rs. 87.14 Lacs as compared to 93.48 Lacs in the previous year. Accordingly, the interim dividend of 2.00 per share (of face value of 10.00) declared in March 2014, is now proposed as the final dividend for the year, subject to approval by shareholders in the forthcoming AGM.



MEGHRAJ S JAIN
CHAIRMAN

Looking Forward

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.

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.

With Best Wishes

Meghraj Jain

Chairman & Managing Director

Date: 30th May, 2014

MANGAL CREDIT & FINCORP LIMITED
(FORMERLY KNOWN AS TAK MACHINERY & LEASING LIMITED)

Registered Office: 1703/04, A-Wing, Lotus Corporate Park,
 Western Express Highway, Goregaon-E, Mumbai – 400 063

NOTICE TO MEMBERS

NOTICE is hereby given that the Fifty second Annual General Meeting of the Members of **Mangal Credit and Fincorp Limited** (Formerly known as TAK Machinery & Leasing Ltd) will be held at Auditorium Room, Ground Floor, Lotus Corporate Park, Near Raheja Titanium, Graham firth Steel Compound, Jay Coach Lane, Jogeshwari (East), Mumbai - 400 063 on Monday, 4th August, 2014 at 11:00 AM to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31.03.2014 and the Profit & Loss Account for the year ended 31.03.2014 together with the Directors' Report and Auditors' Report thereon.
2. To declare dividend on ordinary shares.
3. *To consider and, If thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolutions.*
"RESOLVED THAT Ms. Neeta Maloo, who retire by rotation as director pursuant to the provisions of Section 152 of the Companies Act, 2013 be and is hereby re-appointed as a Director of the Company."
4. *To consider and, If thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolutions.*
"RESOLVED that Mr. Sunil Nair, who retire by rotation as director pursuant to the provisions of Section 256 of the Companies Act, 1956 be and is hereby re-appointed a Director of the Company"
5. *To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolutions.*
"RESOLVED THAT M/s. MGB & Co. , Chartered Accountants, Mumbai be and are hereby re-appointed to act as a Statutory Auditors for the Financial Year 2014-15 of the Company to hold office from the conclusion of this AGM up to the Sixth Annual General Meeting as per the provisions of New Companies Act, 2013 on such remuneration in addition to the reimbursement of traveling and other out of pocket expenses incurred/ may be incurred which are ancillary or incidental to their functions, as may be agreed between the Board of Directors of the Company and the Auditors and that the Board of Directors of the Company be and are hereby authorized to make any alteration in the remuneration as may be required."

SPECIAL BUSINESS

6. *To consider and if thought fit, to pass, with or without modification (s), the following Resolution as a Special Resolution:*

To regularize the appointment of Mr. Bhagwan Sarda as a Director of the Company:

"RESOLVED THAT, Mr. Bhagwan Sarda who was appointed by the Board of Directors as an Additional Director of the Company and who holds the office up to 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 or the Company Secretary 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."

7. *To consider and if thought fit, to pass, with or without modification (s), the following Resolution as a Special Resolution:*

To regularize the appointment of Mr. Ramasubramanian Shankaran as a Director of the Company:

"RESOLVED THAT, Mr. Ramasubramanian Shankaran who was appointed by the Board of Directors as an Additional Director of the Company and who holds the office up to 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 or the Company Secretary 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 of Directors
Mangal Credit & Fincorp Limited**

Sd/-

**Place: Mumbai
Date: 2nd July, 2014**

**Meghraj S Jain
Chairman & Managing Director**

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 25th July, 2014 to 1st August, 2014 (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. If the dividend on shares is passed at the Meeting, payment of such dividend will be made on or before 3rd September, 2014 to those members whose names appears on the Company's Register of Members as on 24th July, 2014.
- J. Voting through electronic means

Pursuant to Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and Clause 35B of the Listing Agreement with the Stock Exchanges, 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 Second Annual General Meeting.

The instructions for members for voting electronically are as under:-

In case of members receiving e-mail/ physical copy

- a. Log on to the e-voting website www.evotingindia.com
- b. Click on "Shareholders" tab.
- c. Now, select the "COMPANY NAME" from the drop down menu and click on "SUBMIT"
- d. Now Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 Character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.
- e. If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given below.
- f. Now, fill up the following details in the appropriate boxes:

	For Members holding shares in Demat Form	For Members holding shares in 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)	
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.	
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.	

*Members who have not updated their PAN with the Company/Depository Participant are requested to use the Default Value: **MCFLM1234M** in the PAN field. # please enter any one of the details in order to login. In case either of the details are not recorded with the depository please enter the Default Value **MCF123456789012** in the Dividend Bank details field.

- a) After entering these details appropriately, click on “SUBMIT” tab.
- b) Members holding shares in physical form will then reach directly the EVSN selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is 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.
- c) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- d) Click on **MANGAL CREDIT & FINCORP LIMITED** on which you choose to vote.
- e) 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.
- f) Click on the “Resolutions File Link” if you wish to view the entire Resolutions.
- g) 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.
- h) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- i) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.

- j) If Demat account holder has forgotten the changed password then enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.
- k) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- l) The voting period begins on **July 28th, 2014 – 10.00 a.m.** and ends on **July 30th, 2014 – 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 (record date) of **July 4th, 2014**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- m) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

**By Order of the Board of Directors
Mangal Credit & Fincorp Limited**

**Place: Mumbai
Date: 2nd July, 2014**

**Sd/-
Meghraj S Jain
Chairman & Managing Director**

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**Item No.6 & 7**

Mr. Bhagwan Sarda and Mr. Ramasubramanian Shankaran were appointed by the Board of Directors as an Additional Director of the Company with effect from 19th April,2014.

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. Bhagwan Sarda and Mr. Ramasubramanian Shankaran as Director 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**Information pursuant to Clause 49 of the Listing Agreement:-**

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

Names of Directors	Mr. Sunil Nair	Neeta Maloo
Date of Birth	05/05/1972	15/04/1976
Date of Appointment	23/03/2011	22/03/2011
Qualifications	B.Com	M.B.A
Profession	Business	Business
Other Directorships	<ul style="list-style-type: none"> ➤ S G Fintech Private Ltd ➤ Centaurus Financial Services Pvt.Ltd. ➤ Centaurus Equities Pvt,Ltd 	<ul style="list-style-type: none"> ➤ Mayur Abodes Limited

MANAGEMENT DISCUSSION & ANALYSIS REPORT

The Board takes pleasure in presenting your Company's Fifty Second Annual Report for the year 2013-14 along with the compliance report on Corporate Governance. This chapter on Management Discussion and Analysis forms a part of the compliance report on Corporate Governance.

INDUSTRY STRUCTURE AND DEVELOPMENTS

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.

Interest rate volatility affects operating costs, expenses and profitability of the Non-Banking Financing Industry. The indiscriminate entry of new companies into the industry evidenced a need for regulation and the Reserve Bank of India imposed certain restrictions. To grow the Non- Banking Financing Industry, it is necessary for the Government to initiate tax incentives.

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 52 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.

FINANCIAL PERFORMANCE

During the year ended 31st March, 2014, the Income of the Company by way of interest and other income has stood at Rs. 12.05 crore as compared to Rs. 4.51 crore during the previous year. Net Profit after tax stood at Rs. 87.14 Lacs as compared to Rs.93.48 Lacs during the previous year.

NBFC INDUSTRY

Non - Banking Finance Companies (NBFCs) have emerged as important financial intermediaries particularly for the small scale and retail sectors. With simplified sanction procedures, flexibility, low operating cost and focused product presence, NBFCs have an edge over banks in meeting the credit needs of customers.

PREFERENTIAL ISSUE

In order to finance its growth targets and to make an investment in various sector like Jewellery Industry, Solar Power Industry, Entertainment Industry, Capital Market Business, Real Estate sector etc. the Company has issued shares on preferential basis to Mr. Meghraj Jain and Mr. Ajit Jain up to 34% i.e 476189 Equity Shares of total shareholding complying The SEBI (Substantial Acquisition and Shares Takeovers), 2011. However, the Company has further issued 228576 Equity Shares to non-existing shareholders who are not the part of Promoter and Promoter Group. The shares were allotted and have been listed on the Bombay Stock exchanges.

RISK MANAGEMENT AND PORTFOLIO QUALITY

As an NBFC, Mangal Credit and Fincorp Limited is exposed to credit risk, liquidity risk and interest rate risk. The Company has invested in people, processes and technology to mitigate risks posed by external environment and by its borrowers. It has in place a strong risk management team and an effective credit operations structure. Its risk management policies continue to segregate the functions of a Chief Risk Officer and a Chief Credit Officer to focus on portfolio management and underwriting. Sustained efforts to strengthen the risk framework and portfolio quality have yielded significant results over the last few years. 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.

ASSET LIABILITY MANAGEMENT (ALM)

MCFL has a total borrowing of Rs. 127.44 crore as on 31 March 2014. 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 2014 as well.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

MCFL has an independent internal management assurance function which is commensurate with the size and scale of the Company. It evaluates the adequacy of all internal controls and processes and ensures strict adherence to clearly lie down processes and procedures as well as to the prescribed regulatory and legal framework. 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

Due to Preferential Issue and continual exposure in subsidiary companies MCFL has exceeded the limit prescribed under RBI guidelines of NBFC to comply with the requisite provisions, accordingly, the Company has taken necessary step to comply with the said provisions of RBI.

HUMAN RESOURCES

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.

BUSINESS OUTLOOK

MCFL expects to maintain its performance in FY 2015 and hopes to grow at a rate faster than the growth of bank credit. The approach would be to continue the growth momentum while balancing risk. As before, it will continue to invest in strengthening risk management practices; and in maintaining its investment in technology and human resources to consolidate its position as a leading NBFC in India.

OPPORTUNITIES AND 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 2013-14.

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. However, in accordance with new RBI Guidelines for NBFC- ND-SI, due to continual exposure in subsidiary companies, the Company is struggling to maintain CRAR. The management is taking steps to circumvent this situation in coming year.

CAUTIONARY STATEMENT

Statements in this management discussion and analysis describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the industry - global or domestic or both, significant changes in political and economic environment in India, applicable statues, litigations, labour relations and interest costs.

Corporate Governance Report

The detailed report on Corporate Governance, for the Financial year April 1, 2013 to March 31, 2014 as per the format prescribed by SEBI and incorporated in Clause 49 of the Listing Agreement is set out below:

1. COMPANY'S PHILOSOPHY ON THE CODE OF GOVERNANCE

Corporate Governance is a set of systems and practices to ensure that the affairs of the Company are being managed in a way which ensures accountability, transparency, and fairness in all its transactions in widest sense and meet up its stakeholder's aspirations and societal expectations.

The Company has always endeavored to implement the Corporate Governance process in the most democratic form as maximization of shareholders wealth is cornerstone of your company. For the Company the advent of the revised Clause 49 of the Listing Agreement has paved way for sharing with the stakeholders, the corporate governance practices, which are deeply rooted in the corporate culture of the Company. Your Company has been committed in adopting and adhering to global recognised standards of corporate conduct towards its employees, clients and the society at large. The management team of your Company exerts the strict adherence to corporate governance practices in order to cover the entire spectrum of governance activities and benchmark its practices with the prevailing guidelines of Corporate Governance.

2. BOARD OF DIRECTORS

The Board of Company consists of Eight Directors with a fair representation of executive, non-executive and independent directors

i. Composition and category of Directors

Pursuant to the provisions of the Companies Act 1956, Ms. Neeta Maloo & Mr. Sunil Nair retire by rotation and being eligible, offers themselves for re-appointment.

Category	Name of Director
Promoter/Executive Director	Mr. Meghraj Jain Mr. Sandeep Maloo
Promoter/Executive Director	Mr. Ajit Jain
Promoter/Non-Executive Directors	Ms. Neeta Maloo Mr. Labhchand Maloo - Resigned on-19/04/2014
Professional and Non - Executive, Independent Directors	Mr. Atul jain Mr. Sunil Nair Mr. Deepak Arora - Resigned on 30.09.2013

ii. Board Meetings

Attendance of each Director at the Board meetings and the last Annual General Meeting:

The Company holds regular Board Meetings. The detailed agenda along with the explanatory notes is circulated to the Directors well in advance. The Directors can suggest inclusion of any item(s) in the agenda at the Board Meeting.

The Company Held 7 (Seven) Board Meetings during the year ended 31st March, 2014. These were held on 19th April, 2013, 20th May, 2013, 30th May, 2013, 14th August, 2013, 25th October, 2013, 14th November, 2013 and 14th February, 2014.

The attendance of the Directors at the Board Meeting and the Annual General Meeting held during the year ended 31st March 2014 was as follows:

Directors	Board Meetings attended during the year	Whether attended last AGM	Other Directorships/ Board Committees (Numbers)	
			Directorships	Board Committee Membership/ (Chairmanship)
Mr. Meghraj Jain	4	YES	NO	N.A
Mr.Sandeep Maloo	7	YES	YES	MEMBER
Mr.Ajit Jain	4	YES	NO	N.A
Ms. Neeta Maloo	7	YES	NO	N.A
Mr.Labhchand Maloo	3	NO	NO	N.A
Mr. Atul Jain	5	NO	YES	MEMBER
Mr. Sunil Nair	4	NO	YES	MEMBER
Mr.Deepak Arora	1	Yes	NO	MEMBER

iii. Information provided to the Board:

The Board of the Company is presented with all information under the following heads, whenever applicable and materially significant. These are surmised either as part of the agenda will in advance of the Board Meetings or are tabled in the course of the Board Meetings. This, inter-alia, include:

1. Annual operating plans of businesses, capital budgets, updates.
2. Quarterly results of the Company and its operating divisions or business segments.
3. Information on recruitment and remuneration of senior officers just below the Board level, including appointment or removal of Chief Financial Officer and the Company Secretary.
4. Materially important litigations, show cause, demand, prosecution and penalty notices.
5. Fatal or serious accidents.
6. Any material default in financial obligations to and by the Company or substantial non-payment for services rendered by the Company.
7. Details of any joint venture or collaboration agreement or new client win.

8. Any issue, which involves possible public liability claims of substantial nature, including any judgment or order, which, may have passed strictures on the conduct of the Company or taken an adverse view regarding another enterprise that can have negative implications on the Company.
9. Transactions had involved substantial payments towards good-will, brand equity, or intellectual property.
10. Significant development in the human resources front.
11. Sale of material, nature of investments, subsidiaries, assets which is not in the normal course of business.
12. Quarterly details of foreign exchange exposure and the steps taken by management to limit the risks of adverse exchange rate movement.
13. Quarterly update on the return from deployment of surplus funds.
14. Non-compliance of any regulatory or statutory provisions or listing requirements as well as shareholder services as non-payment of dividend and delays in share transfer.
15. Significant labor problems and their proposed solutions. Any significant development in Human Resources /Industrial Relations front like signing of wage agreement, implementation of Voluntary Retirement Scheme etc.

iv. Brief resume of Directors who will be retiring by rotation at this Annual General Meeting of the Company

Ms. Neeta Maloo, aged 38 years, residing at Mumbai has been the Director of Mangal Credit & Fincorp Limited. He has the good no. years of experience in the business of related Industry.

Mr. Sunil Nair aged 42 Years residing at Mumbai has been director of the Mangal Credit & Fincorp Limited. He has experience ranging from the different business industry.

3. AUDIT COMMITTEE/ALCO COMMITTEE

The Audit Committee shall act for ALCO committee and shall have all the powers as Audit committee.

The primary objective of the Audit Committee is to monitor and provide effective supervision of the management's financial reporting progress with a view to ensuring accurate timely and proper disclosures and transparency, integrity and quality of financial reporting.

The Committee oversees the work carried out by the management, internal auditors on the financial reporting process and the safeguards employed by them.

i. Brief description of the terms of reference

The terms of reference of the Audit Committee are as follows:

- (a) To oversee the Company's financial reporting process and the disclosure of its financial information and to ensure that the financial statements are correct, sufficient and credible.
- (b) To recommend the appointment / removal of external auditors, fixing auditors fees and to approve payments for any other services.
- (c) To review with management the annual financial statements before submission to the Board, focusing primarily on:

- Any change in accounting policies and practices.
 - Major accounting entries based on exercise of judgment by management
 - Qualifications in the draft audit report.
 - Significant adjustments arising out of audit.
 - The going concern assumption.
 - Compliance with the accounting standards.
 - Compliance with Stock Exchange and legal requirements concerning financial statements.
 - Any related party transactions i.e. transactions of the Company of material nature, with promoters or the management, their subsidiaries or relative etc. that may have potential conflict with the interests of the Company at large.
 - Matters required to be included in the Directors Responsibility Statement to be included in the Board Report in terms of Clause (2AA) of section 217 of the Companies Act,1956.
- (d) To review and approve annual accounts of the Company and recommended to the Board for consideration or otherwise.
- (e) To review with Management; external and internal auditors, and review the efficacy of internal control systems.
- (f) To review the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- (g) To discuss with internal auditors about any significant findings and follow – up thereon.
- (h) To review the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- (i) To discuss with external auditors before the audit commences the nature and scope of audit as well as have post – audit discussions to ascertain any area of concern.
- (j) To review the Company’s financial and risk management policies.
- (k) To look into the reasons for substantial defaults in the payments to the depositors, debenture holders, shareholders (in case of non- payment of declared dividends) and creditors.

ii. Composition, Name of Members and Chairman

The Audit Committee of the Company consists of three Directors as under.

- | | | | |
|----|-------------------|---|----------------------------|
| 1. | Mr. Sunil Nair | - | Chairman |
| 2. | Mr. Sandeep Maloo | - | Member & Managing Director |
| 3. | Mr. Atul Jain | - | Member & Director |

iii. Meetings and Attendance during the year 2013-14

The Audit Committee met 4 (Four) times during the year and the attendance record is as per the table given below

Date of Meeting	Mr. Sunil Nair	Mr. Sandeep Maloo	Mr. Atul Jain
30.05.2013	√	√	√
14.08.2013	√	√	√
14.11.2013	√	√	√
14.02.2014	√	√	√
Total Meetings attended	4	4	4

iv. Powers of Audit Committee

The audit committee shall have the following powers, which includes the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant with relevant expertise, if it considers necessary.

v. Review of Information by Audit committee

The Audit Committee shall mandatorily review the following information:

1. Management Discussion and analysis of financial condition and results of operations;
2. Statement of related party transactions (As defined by Audit Committee), submitted by Management;
3. Management letters / letters of internal control weakness issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses; and
5. The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee.

4. REMUNERATION COMMITTEE

The terms of reference of the remuneration committee in brief pertain to inter-alia, determining the Companies policy on and approve specific remuneration packages for executive director (s)/Manager under the Companies Act, 1956 after taking in to account the financial position of the Company, trend in the industry, appointees qualification, experience, past performance, interest of the Company and members. The Committee also acts a nomination Committee, as per circular of RBI dated 08 May, 2007, to ensure 'fit and proper' status of the Directors appointed / reappointed and recommend their appointment / reappointment to the Board of Directors.

During the year the Remuneration Committee met on 14th August, 2013 and 11th January, 2014 respectively.

Composition of the Committee as on 31st March, 2014.

Name of Director	Category	Meetings Attended
Atul Jain	Chairman, Non-Executive and Independent	2
Sunil Nair	Non- executive and Independent	2
Sandeep Maloo	Promoter, Executive	2

Remuneration of directors

Pecuniary relationship or transactions of non- executive directors

During the year under review, there were no pecuniary relationships and transactions of any non- executive director with the Company.

Criteria of making payments to non- executive directors

Non-executive directors of the Company play a crucial role in the independent functioning of the Board. They bring in an external perspective to decision-making and provide leadership and strategic guidance while maintaining objective judgment. They also oversee corporate governance framework of the Company.

Sitting Fees to Non-executive directors

All non-executive directors are paid sitting fees as separately stated in this report.

The Company currently has no stock option plan for any of its directors. During the year under review, none of the directors was paid any performance-linked incentive. In F.Y.2014, the Company did not advance any loans to any of the non-executive directors. Table 4 gives details of the remuneration paid or payable to directors during F.Y.2014.

Table 4: Remuneration/ Sitting fees paid/payable to directors during FY2014

Name Of Director	Relationship with Other Directors	Sitting Fees/ Remuneration
Mr. Sunil Nair	N.A	Rs.8000/- (4 meetings)
Mr.Atul Jain	N.A	Rs.10000/- (5 meetings)
Mr.Labhchand Maloo	Father of sandeep Maloo	Rs. 6000/- (3meetings)
Mr.Deepak Arora	N.A	Rs.2000/- (1 meeting)
Mr.Meghraj Jain	Brother of Ajitkumar Jain	Rs.454839/-
Mr.Ajitkumar Jain	Brother of Meghraj Jain	Rs.227420/-
Mr.Sandeep Maloo	Son of Labhchand Maloo	Rs.113100/-
Ms. Neeta Maloo	wife of Sandeep Maloo	Rs.421000/-

Details of shares and convertible instruments held by non-executive directors as on 31 March 2014.

Name of director	Number of shares
Atul jain	100 Shares
Sunil Nair	100 Shares
Labhchand Maloo	150 Shares
Deepak Arora	100 Shares

5. MANAGEMENT

i. Management discussion and analysis

This is given as a separate chapter in this annual report.

ii. Disclosure of material transactions

Pursuant to clause 49 of the listing agreement, senior management members have given disclosures to the Board that there are no material, financial and commercial transactions where they had (or were deemed to have had) personal interest that might have been in potential conflict with the interest of the Company.

6. SHAREHOLDERS

i. Appointment/Reappointment

Appointment and/or re-appointment of directors According to the Companies Act, 1956, at least two-third of the Board should consist of retiring directors. Of these, one-third is required to retire every year and, if eligible, may seek re-appointment by the shareholders.

Accordingly Ms. Neeta Maloo & Mr. Sunil Nair retire from Board by rotation this year and, being eligible, have offered their candidature for re-appointment. Their candidature has been recommended by the remuneration and nomination committee to the Board, which in turn has recommended the same for approval of the shareholders.

Brief profiles of the directors proposed to be re-appointed are given in the notice convening the ensuing annual general meeting of the Company.

ii. Communication to shareholders

Quarterly, half yearly and annual financial results are published in Free Press Journal (Mumbai editions) and Navshakti (Mumbai edition) along with the official press release.

The Company has a website *www.mangalfincorp.com* which contains all important public domain information including presentations made to the media, analysts and institutional investors. The website also contains information on matters concerning the shareholders and details of the corporate contact persons. All financial and other vital official news releases are also communicated to the concerned stock exchanges, besides being placed on the Company's website.

The Company also files the following information, statements and reports on *www.mangalfincorp.com* as specified by SEBI:

Full version of the annual report including the balance sheet, statement of profit and loss, cash flow statement, directors' report and auditors' report and quarterly financial statements

1. Corporate governance report
2. Shareholding pattern

5. SHAREHOLDERS'/ INVESTORS GRIEVANCE COMMITTEE

The shareholders/investors grievance committee has been constituted to specifically look into the shareholders/investors complaints on matters relating to transfer of shares, non-receipt of annual report, non-receipt of dividend etc.

i. Scope of the Committee

The scope of the Shareholders Grievance Committee is to review and address the grievance of the shareholders in respect of share transfers, transmission, non-receipt of annual report, non-receipt of dividend etc, and other related activities. In addition, the Committee also looks into matters which can facilitate better investor's services and relations.

ii. Composition of the Committee

- The Committee is headed by Mr. Atul Jain, (Non-Executive Director).
- Other members of the Committee includes
 1. Mr. Sandeep Maloo
 2. Mr. Sunil Nair

iii. Compliance Officer

NAME OF THE COMPLIANCE OFFICER	Mr. Mahek Gehani
CONTACT DETAILS	A-1701-1702, Lotus Corporate Park, western Express Highway, Goregaon (East), Mumbai-400063
E- MAIL ID	info@mangalfincorp.com

6. GENERAL BODY MEETINGS

i. Location and time, where last three AGMs were held

Following table details the particulars of the last Three Annual General Meetings of the Company

Financial Year	Date & Time	Venue
2010- 2011	15 th September, 2011 at 11.30 a.m	Kilachand Conference Room, Indian Merchants chamber marg, churchgate ,Mumbai-400020
2011- 2012	20 th September, 2012 at 11.30 a.m.	Kilachand Conference Room, Indian Merchants chamber marg, churchgate ,Mumbai-400020

2012-2013	26 th September, 2013 at 11.30 a.m	Auditorium Room, Ground Floor, Lotus Corporate Park, Western Express Highway, Goregaon (East), Mumbai-400063
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ii. Details of the Special Resolutions passed in the previous three AGMs

There were special resolutions were passed in the previous 3 AGMs held on 15-09-2011, 20-09-2012, and 26-09-2013.

- 1) There were special resolution passed on 26th September,2013 to appoint Mr. Meghraj Jain as Managing Director and Mr. Ajitkumar Jain as Wholetime Director.
- 2) There was Extra Ordinary General Meeting held on 07th February, 2014 to appoint Mr. Sandeep Maloo as Managing Director and to appoint M/s. MGB & Co. as statutory auditor for the financial year 2013-14.
- 3) There were special resolution passed on 15th March,2013 through postal ballot for approval of Preferential Allotment, change of name and main object clause of the Company.

7. DISCLOSURES

i. Disclosures regarding materially significant related party transactions

No transaction of material nature has been entered into by the Company with its Promoters or Directors or management or relatives etc. that may have potential conflict with the interest of the Company.

All transactions with the Related Parties were in the ordinary course of business and at arms length.

ii. Disclosure of non-compliance by the Company

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.

iii. Prevention of Insider Trading

In compliance With the Securities and Exchange Board of India (Prevention of Insider Trading) Regulations 1992, as amended till date on prevention of Insider Trading, the Company has a comprehensive code of conduct and the same is being strictly adhered by its management staff and relevant business associates. The code expressly lays down the guidelines and the procedure to be followed and disclosures to be made while dealing with shares of the company and cautioning them on the consequences on non-compliance thereof.

The Company follows quiet periods (closure of trading window) prior to its publication of unpublished price sensitive information. During the quiet period, the Company has set

up a mechanism where the management and relevant staff and business associates of the Company are informed not to trade in Company's securities.

The company also affirms that no personnel has been denied access to the audit committee.

iv. Code of conduct

In terms of Clause 49 of the Listing Agreement(s), the Company has adopted a Code of Conduct for the board of Directors and Senior Management Personnel of the Company. The same has been posted on the Company's website. The Declaration by the Chairman and Managing Director of the Company forms part of this Report.

v. Details of Compliance with Clause 49 of the Listing Agreement

The Company has complied with the provisions of Clause 49 of the Listing Agreement.

8. MEANS OF COMMUNICATION

(a) The Company placed all the quarterly results and annual results in daily newspaper in Marathi and English.

(b) The Management Discussion and Analysis (MDA) report has been included in this Annual Report.

9. SHAREHOLDER INFORMATION

i. Forth Coming Annual General Meeting

The forthcoming Annual General Meeting of the Members of Mangal Credit and Fincorp Limited will be held at Auditorium Room, Ground Floor, Lotus Corporate Park, Near Raheja Titanium, Graham firth Steel Compound, Jay Coach Lane, Jogeshwari (East), Mumbai - 400 063 on Monday, 4th August, 2014 at 11.00 a.m.

ii. Financial Year of the Company

Financial year of the Company is 1st April to 31st March every year.

iii. Date of Book Closure

Share Transfer Books of the Company will be closed from 25th July, 2014 to 1st August, 2014 (both days inclusive).

iv. Listing on Stock Exchange

- The Bombay Stock Exchange Limited, Mumbai
- Ahmedabad Stock Exchange, Ahmedabad

v. Stock Code

Bombay Stock Exchange – 505850

vi. The ISIN NO. in NSDL and CDSL

INE545L01013

vii. 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 2013-14:

Month	High	Low	Volume (No. Of Share Traded)
Apr-13	216.60	200.05	2927
May-13	225.20	205.30	2143
Jun-13	270.65	216.00	3399
Jul-13	237.30	205.00	5855
Aug-13	231.00	209.05	706
Sep-13	240.45	211.10	647
Oct-13	220.00	201.40	671
Nov-13	210.00	205.00	225
Dec-13	218.45	198.65	337
Jan-14	229.50	201.05	1782
Feb-14	240.25	206.05	1055
Mar-14	229.80	213.80	284

viii. Pattern Of Shareholding By Ownership As On 31st March, 2014

Category	No. of Share	Shareholding %
Corporate Bodies (Promoters Co.)	434850	30.87%
Clearing Member	117	0.01%
Other Bodies Corporate	31780	2.26%
Directors	350	0.02%
Nationalized Banks	250	0.02%
Non Resident Indians	50	0.00%
Non Resident (Non Repatriable)	580	0.04%
Public	446195	31.67%
Promoters	494643	35.11%
TOTAL	1408815	100.00%

viii. Registrar 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

ix. Share Transfer System

Shares sent for transfer in physical form are registered and returned by Registrar and Share Transfer agents within 30 days from the date of receipt of documents, provided the documents are found in order. Share under objection are returned within 21 days.

x. Address for correspondence

For any Query relating to the Shares of the Company:

Mangal Credit & Fincorp Limited
A-1701/1702, Lotus Corporate Park,
Western Express Highway
Goregaon (East), Mumbai-400063

Any other Query:

Secretarial Department
Mangal Credit & Fincorp Limited
A-1701/1702, Lotus Corporate Park,
Western Express Highway
Goregaon (East), Mumbai-400063

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

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

Sd/-
Meghraj S Jain
Chairman & Managing Director

CFO CERTIFICATION

To,
The Board of Directors,
MANGAL CREDIT & FINCORP LIMITED

I hereby certify to the Board that:

a. I have reviewed the Financial Statements and the Cash Flow Statements and the Cash Flow Statements for the year 2013– 2014 and that to the best of my knowledge and belief :

- i) These statements do not contain any materially untrue statement or omit any material fact or contains statements that might be misleading.
- ii) These statements together present a true and fair view of Companies affair and are in Compliance with existing Accounting Standards, Applicable Laws and Regulations.

b. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year, 2013– 2014 which are fraudulent, illegal or violative of the Company's code of conduct.

c. I accept the responsibility for establishing and maintaining the internal controls for the Financial Reporting and that I have evaluated the effectiveness of the internal control systems of the company pertaining to the financial reporting and I have disclosed to the auditors and the audit committee, deficiencies in the design or operations of such internal controls, if any, of which I am aware and steps I have taken or proposed to take to rectify these deficiencies.

For, MANGAL CREDIT & FINCORP LIMITED

**Sd/-
CFO**

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

Directors' Report

Dear Shareholders,

Your Directors are pleased to present the Fifty Second Annual Report on the business operations of the Company together with the Audited Accounts for the financial year ended 31st March, 2014.

FINANCIAL HIGHLIGHTS

The highlights of the performance of the Company for the year ended 31st March, 2014 are summarized below:

(Rs. In Lacs)

PARTICULARS	STANDALONE		CONSOLIDATED	
	F.Y. 2013-14	F.Y. 2012-13	F.Y. 2013-14	F.Y. 2012-13
Revenue From Operation	1108.76	372.49	21458.69	372.48
Other Income	96.80	78.69	337.02	78.69
Total Income	1205.56	451.17	21795.71	451.17
Profit Before Depreciation, Extra Ordinary Items & Tax	150.21	126.54	21,224.60	324.68
Less: Depreciation & Amortisation	39.62	9.81	164.08	9.81
Profit Before Extra Ordinary Items & Tax	110.59	116.73	407.03	116.67
Less: Extra Ordinary Items	2.57	Nil	2.57	Nil
Profit Before Tax	108.02	116.73	404.45	116.67
Provision for Current Taxation	26.79	23.25	95.91	23.25
Deffered Tax Expenses/(Income)	(3.57)	Nil	2.33	Nil
Prior Period Tax Adjustment	(2.34)	Nil	3.50	Nil
Mat Credit Entitlement	Nil	Nil	(0.95)	Nil
Less: Minority Interest	Nil	Nil	14.21	Nil
Less: Share in Profit/(Loss) of Associates	Nil	Nil	Nil	Nil
Net Profit After Tax	87.14	93.48	289.45	93.42
Balance Brought forward	757.95	726.43	757.89	726.43
Amount Available for Appropriation	845.09	819.91	1047.34	819.85
Appropriations :				
Proposed Dividend	28.18	28.18	28.18	28.18
Dividend Tax	4.79	4.79	4.79	4.79
Transfer to General Reserve	Nil	10.00	Nil	10.00
Transfer to Statutory Reserve Fund	17.43	19.00	17.43	19.00
Loss of Standard Medserve brought Forward	Nil	Nil	Nil	(2.29)
Minority losses in excess of their Equity	Nil	Nil	0.53	Nil
Balance Carried forward	794.69	757.95	996.41	755.59

PERFORMANCE

During the year under review, the Finance division has performed satisfactorily during the year under review. Accordingly, the Company has achieved total revenue of Rs.1205.56 Lacs and net profit after tax is Rs.87.14 Lacs for the current year against the previous year total turnover of Rs.451.16 Lacs and net profit after tax Rs. 93.48 Lacs.

DIVIDEND

Your Directors are pleased to recommend a dividend of Rs.2.00 per Equity Share (i.e.20%) for the year ended, 31st March,2014. There will be no deduction of tax at source. The provision for dividend payable is accounted on 1408815 Nos. equity shares.

FIXED DEPOSIT

The Company has not accepted any fixed deposits and is not holding any fixed deposits accepted at the close of the financial year under review.

DIRECTORS

Shri Sunil Nair and Smt Neeta Maloo retire by rotation at this Annual General Meeting and being eligible, offer themselves for re-appointment.

CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your company's philosophy on corporate Governance is attainment of the higher level of transparency, accountability and equity in all spheres of operations, interactions with the shareholders, employees, government and others. The Report of Corporate Governance and Management Discussion and Analysis as stipulated under Clause 49 of the Listing Agreement are given separately and forms part of this Annual Report.

AUDITORS

M/s MGB & Co., Chartered Accountants, Mumbai, the Auditors of the Company are holding office till the conclusion of the 52nd Annual General Meeting of the Company and being eligible, offer themselves for re-appointment.

AUDIT REPORT

The Statutory Auditors in their Report have drawn attention of the members to certain notes to the Financial Statements, as a matter of emphasis also have placed matter of emphasis in their Report on Consolidated Financial statements by drawing attention to a note forming part of Consolidated Financial statements. While the said notes are themselves self explanatory, your Directors offer the following clarifications and further explanations on the same;

1. Para No. 1 of Matter of Emphasis of Auditor's report on standalone financial statement relating to Note No. 29 of Standalone Financial Statement on non-compliance of norms prescribed by Reserve Bank of India relating to maintenance of capital risk adequacy ratio (CRAR), concentration of Advances and Investments by the Company and frequency of interest charges. Your director clarify that the matter is self explanatory & is a matter of record. The company is in process to comply the norms & your directors are endeavouring to maintain the CRAR to the benchmark level.
2. Para No. 2 of Matter of Emphasis of Auditor's report on standalone financial statement relating to Note No. 28 of Standalone Financial Statement & Para No. 2 of Matter of Emphasis of Auditor's report on Consolidate financial statement relating to Note No. 33 of Consolidate Financial Statement describing fact of search and seizure proceedings u/s 132 of the Income Tax Act, 1961. Your director clarify that the matter is self explanatory.

3. Para No. 3 of Matter of Emphasis of Auditor's report on Consolidate financial statement relating to Note No. 32 of Consolidated Financial Statement with regards to the provisional attachment of funds upheld by the Enforcement Directorate (ED), involving balance of one of subsidiary lying in trading account with India Infoline Limited. The matter is sub judice. The attachment order is also contested by the company in the Tribunal. The subsidiary company is confident that the outcome of the case will have no adverse impact on that company and its functioning.

PARTICULARS OF EMPLOYEES

The particulars of employees in accordance with the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended, are not given as none of the employees qualifies for such disclosure.

PARTICULARS REQUIRED TO BE FURNISHED BY THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988:

Information in terms of the provision of section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure Of Particulars In The Report Of Board Of Directors) Rules, 1988, as amended, is given below:

A. Conservation Of Energy:	Nil
B. Technology Absorption:	Not Applicable
C. Foreign Exchange Earning And Outgo:	Earning – Nil Outgo - Nil

LISTING OF SHARES

Equity shares of the Company are listed on Stock Exchanges at Mumbai and Ahmedabad. The Company has paid the listing fees for both the Stock Exchanges for the year 2013-14.

INVESTORS' RELATIONS & GRIEVANCES

Investors' relations have been cordial during the year. There were no investors' grievances pending as on 31st March, 2014. A confirmation to this effect has been received from the Company's Registrar and Share Transfer Agent.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors confirm that:

- in the preparation of the annual accounts, the applicable accounting standards have been followed;
- appropriate accounting policies have been selected and applied consistently, and have made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31st, 2014 and of the profit of the Company for the year ended March 31st, 2014.

- c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the annual accounts have been prepared on a going concern basis;

COMPLIANCE CERTIFICATE

In accordance with the provisions of Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules 2001, the Company has obtained a certificate from Mr. Vijay Tiwari, a Company Secretary in whole time practice and a copy of the said certificate is attached to this report.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation to the Banks, Financial Institutions, Government Authorities, customers and other business associates for their support and co-operation and wish to place on record their gratitude to the shareholders and the investors for their trust, support and confidence in the Company. The Board Also places on record its appreciation for the dedication displayed by employees at all levels.

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

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

Sd/-
**Meghraj S Jain
Chairman & Managing Director**

CIN : L65990MH1961PLC012227

Paid Up Capital: Rs. 14,088,150.00/-

COMPLIANCE CERTIFICATE

To,

The Members,

Mangal Credit And Fincorp Limited

(Formerly known as Tak Machinery & Leasing Limited)

1701/1702, 17TH FLR., 'A' Wing, Lotus Corporate Park,

Western Express Highway, Goregaon (E),

Mumbai - 400 063.

We have examined the registers, records, books and papers of **Mangal Credit And Fincorp Limited (Formerly known as "Tak Machinery & Leasing Limited")** (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31st March, 2014**. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers, as stated in *Annexure 'A'* to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns, as stated in *Annexure 'B'* to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company, being a public limited company, comments pertaining to 'Private Company' is not required.
4. The Board of Directors duly met 7 (Seven) times on 19th April, 2013, 20th May, 2013, 30th May, 2013, 14th August, 2013, 25th October, 2013, 14th November, 2013 and 14th February, 2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. During the year under review, the Company has not passed any circular resolution.
5. The Company has closed its Register of Members from September 19, 2013 to September 26, 2013 and necessary compliance of section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31st March, 2013 was held on 26th September, 2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded and signed, including the circular resolutions passed, in the Minutes Book maintained for the purpose.
7. One Extra Ordinary General Meeting was held on 07th February, 2014.
8. The Company has not advanced any loans to its directors referred to under section 295 of the Act.

9. The Company has entered into contracts falling within the purview of section 297 of the Act & the provision of the act has been duly complied.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The duly constituted Committee of Directors has approved the issue of duplicate share certificates.
13. (i) The Company has delivered all the certificates on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act. The Company has issued **7,04,765 Equity Shares** during the financial year under review.
(ii) The Company has deposited the amount of dividend declared in a separate bank account, within five days from the date of declaration of such dividend.
(iii) The Company has paid/posted warrants for dividends to all the members within a period of 30 (thirty) days from the date of declaration and that all unclaimed/unpaid dividend has been transferred to the Unpaid Dividend Account of the Company with Corporation Bank, Nariman Point Branch, Mumbai within the stipulated time limit.
(iv) The Company has transferred the amount in unpaid dividend account, which has remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund. During the year under review there is no application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
(v) The Company has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and the appointments of directors have been duly made.
15. The appointment of Managing Director and Whole-time Director has been made in compliance with the provisions of section 269 read with schedule XIII to the Act and approval of the Central Government was not required to be obtained in respect of any such appointment.
16. The Company has not appointed any sole selling agent during the financial year under review.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year under review.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has issued **7,04,765 Equity Shares** during the financial year under review.

20. The Company has not bought back any shares during the financial year under review.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the Company to keep in abeyance the rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
24. The borrowings of the company are within the prescribed limits as mentioned in 293(1)(d) during the financial year ended 31st March, 2014.
25. The Company has made investments in other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
27. The Company has altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has altered its Articles of Association during the financial year under scrutiny.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year under review.
33. The Company has not deducted any contribution towards Provident Fund during the financial year under review.

**For N.V. ASSOCIATES
Company Secretaries**

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

Sd/-
**Nisha Verma
Proprietor
C.P. No. 09037**

ANNEXURE - A

Registers as maintained by the Company

1. Register of Charges (section 143).
2. Register of Members and Index of Members (sections 150 & 151).
3. Minutes Books for Minutes of Meetings of the Board and Shareholders.
4. Books of Account (section 209).
5. Register of Contracts in which Directors are Interested (section 301).
6. Register of Directors, Managing Directors etc. (section 303).
7. Register of Directors' Shareholding (section 307).
8. Register of Fixed Assets [the Manufacturing and Other Companies (Auditors' Report) Order, 1988].
9. Register of Investments (section 372A).
10. Register of Transfer/Transmission of Shares.
11. Register of Duplicate Share Certificates.
12. Register of Directors' Attendance.
13. Register of Directors' Attendance for Share Transfer Committee.
14. Register of Members' Attendance.
15. Register of Proxies.

**For N.V. ASSOCIATES
Company Secretaries**

Sd/-

**Nisha Verma
Proprietor
C.P. No. 09037**

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

ANNEXURE - B

Forms and returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2014.

Sr. No.	Form No. / Return	Under relevant section of the Act	Date of Filing	Whether filed within prescribed time Yes/No	If delay in filing, whether requisite additional fee paid Yes/No
1.	Form-23	192	18/03/2014	Yes	No
2.	Form-32	303(2)	03/03/2014	Yes	No
4.	Form-25C	269(2)	24/12/2013	Yes	No
5.	Form-25C	269(2)	24/12/2013	Yes	No
6.	Form-32	303(2)	28/10/2013	Yes	No
7.	Form-32	303(2)	24/10/2013	Yes	No
8.	Form-23	192	24/10/2013	Yes	No
9.	Form-18	146	12/09/2013	Yes	No
10.	Form-32	303(2)	27/08/2013	Yes	No
11.	Form-3	75(1)	18/06/2013	Yes	No
12.	Form-2	75(1)	18/06/2013	Yes	No
13.	Form-23	192	07/05/2013	Yes	No
14.	Form-66 for 31/03/2013	383A	22/10/2013	Yes	No
15.	Form-23AC&ACA for 31/03/2013	220	25/10/2013	Yes	No
16.	Form-20B for 31/03/2013	159(1)	25/11/2013	Yes	No

**For N.V. ASSOCIATES
Company Secretaries**

Sd/-

**Nisha Verma
Proprietor
C.P. No. 09037**

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

**STANDALONE
FINANCIAL
STATEMENT**

INDEPENDENT AUDITORS' REPORT**To the Members of Mangal Credit & Fincorp Limited****Report on the Financial Statements**

We have audited the accompanying financial statements of Mangal Credit & Fincorp Limited (the "Company") (formerly known as "Tak Machinery & Leasing Limited), which comprise the Balance Sheet as at March 31, 2014, 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, which we have signed under reference to this report.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the accompanying 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, 2014;
- 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

1. We draw attention to Note No. 29 to the financial statements which describes non-compliances of norms prescribed by Reserve Bank of India vide circular no. RBI/2013-14/35 DNBS (PD) CC No.333/ 03.02.001 / 2013-14 dt. 01.07.2013 relating to maintenance of capital risk adequacy ratio (CRAR), Concentration of Advances and Investments by the Company and frequency of interest charged.
2. We draw attention to Note No 28 to the financial statement which describes the fact of search and seizure proceedings u/s 132 of the Income Tax Act, 1961.

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

Report on Other Legal and Regulatory Requirements

As required by 'the Companies (Auditor's Report) Order, 2003', as amended by 'the Companies (Auditor's Report) (Amendment) Order, 2004', issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

As required by section 227(3) of the Act, we report 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.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;

- e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

**For MGB & Co.
Chartered Accountants
FRN 101169W**

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

**Sd/-
Sandeep Jhanwar
Partner
M. No. 078146**

Annexure to the Independent Auditors' Report

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

1. In respect of the fixed assets
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - b. The fixed assets are physically verified by the Management in accordance to a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c. Fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of fixed assets of the company and such disposal has, in our opinion, not affected the going concern status of the Company.
2. In respect of the Inventory
 - a. As explained to us, inventories had been physically verified by the management at the end of the year.
 - b. In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company had maintained proper records of inventories. As explained to us, no material discrepancies noticed on physical verification of inventories as compared to book records.
3.
 - a. The Company has granted loan to 25 companies covered in the registered maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 60.88 crores and the year end balance of loans granted to such parties was Rs. 47.16 crores.
 - b. In our opinion, the rate of interest and other terms and conditions of such loans are not, prima facie, prejudicial to the interest of the Company.
 - c. The parties have repaid the principle amounts as stipulated and have also been regular in the payment of interest to the Company.
 - d. There is no overdue amount in excess of Rs. 1 lakh in respect of loans granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

- e. The Company has taken loan from 8 parties covered in the register maintained under section 301 of the Companies Act 1956. The maximum amount involved during the year was Rs. 8.24 crores and the year-end balance of loans taken from such parties was Rs. 4.63 crores.
 - f. In our opinion, the rate of interest and other terms and conditions on which loans have been taken from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the Company.
 - g. The Company is regular in repaying the principle amounts as stipulated and has been regular in the payment of interest.
4. In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
- 5.
- a. According to the information and explanation given to us, we are of the opinion that the particulars of all contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under during the period covered by our report.
7. In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.
8. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Company's Act 1956 for any of the products of the Company.

9. According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of provident fund, service tax, income tax and other material statutory dues though there has been a slight delay in a few cases, as applicable, with the appropriate authorities.

There were no disputed / undisputed amounts payable in respect of income tax, service tax that were outstanding, as at March 31, 2014 for a period of more than 6 months from the date they became payable.

10. The company does not have accumulated losses at the end of the financial year and it has not incurred any cash losses in the current and immediately preceding financial year.
11. 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 institution or bank or debenture holders as at the balance sheet date.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of Clause 4(xii) of the Order are not applicable to the Company.
13. As the provisions of any special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to the Company, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
14. In our opinion, proper records have been maintained of the transactions and contracts of dealing or trading in shares, securities, debentures and other investments. All the shares, securities, debentures and other securities have been held by the company in its own name except to the extent of the exemption granted under section 49 of the Act.
15. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
16. In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the total current assets of the Company are stated at Rs. 131.84 crores which are less than total current liabilities of the Company stated at Rs.

142.55 crores. The difference of Rs. 10.71 crores, in our opinion, has been used in Non-Current Assets.

18. The Company has made preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year. In our opinion and according to the information and explanations given to us shares have been issued at a price which is not prejudicial to the interest of the company.
19. According to the information and explanations given to us, during the year, the company has not issued any debentures during the year. Accordingly, the clause 4(xix) of Companies (Auditors Reports) Order, 2003 is not applicable to the company.
20. The Company has not raised any money by public issue of shares during the year. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

**For MGB & Co
Chartered Accountants
FRN 101169W**

**Sd/-
Sandeep Jhanwar
Partner
M. NO. 078146**

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

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

BALANCE SHEET AS AT MARCH 31, 2014

Particulars	Notes	As at	As at
		31.03.2014	31.03.2013
		Rupees	Rupees
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	1,40,88,150	70,40,500
Reserves and Surplus	3	28,81,71,743	14,18,01,670
		<u>30,22,59,893</u>	<u>14,88,42,170</u>
Share Application Money pending allotment		-	1,10,00,000
Non Current Liabilities			
Long Term Borrowings	4	11,78,760	22,57,644
Current Liabilities			
Short-Term Borrowings	5	1,27,21,80,516	20,09,00,000
Trade Payables	6	2,48,28,060	2,30,06,110.00
Other Current Liabilities	7	12,26,67,102	1,42,75,121.00
Short-Term Provisions	8	58,81,486	32,96,486.00
		<u>1,42,55,57,164</u>	<u>24,14,77,717</u>
TOTAL		<u>1,72,89,95,818</u>	<u>40,35,77,531</u>
ASSETS			
Non-Current Assets			
Fixed Assets	9		
Tangible Assets		2,24,49,790	60,42,746
Non-Current Investments	10	36,02,48,525	1,96,52,599
Deferred Tax Assets	11	3,57,143	-
Long-Term Loans and Advances	12	2,75,10,291	1,56,11,668
		<u>41,05,65,749</u>	<u>4,13,07,013</u>
Current Assets			
Inventory	13	2,01,35,734	2,08,88,330
Trade Receivables	14	1,79,130	6,61,500
Cash and Bank Balances	15	26,38,18,657	3,21,90,989
Short-Term Loans and Advances	16	1,00,87,32,926	29,14,60,000
Other Current Assets	17	2,55,63,623	1,70,69,699
		<u>1,31,84,30,069</u>	<u>36,22,70,518</u>
TOTAL		<u>1,72,89,95,818</u>	<u>40,35,77,531</u>
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 34		

In terms of our audit report of even date
FOR MGB & Co.
Chartered Accountants
FRN 101169W

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, 2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

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

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31ST MARCH 2014

Particulars	Notes	For the	Previous
		Period Ended 31.03.2014	Year Ended 31.03.2013
		Rupees	Rupees
Revenue from Operations	18	11,08,76,016	3,78,49,544
Other Income	19	96,80,395	72,66,891
Total Revenue		12,05,56,411	4,51,16,435
Expenses:			
Purchases of Stock-in-Trade		94,39,212	1,60,41,983
Changes in Inventories	20	7,52,596	(63,88,329)
Employee Benefit Expenses	21	37,22,787	36,09,912
Finance Costs	22	7,31,65,461	1,40,58,509
Depreciation and Amortization	9	39,62,170	9,81,098
Other Expenses	23	1,84,54,897	51,39,888
Total Expenses		10,94,97,123	3,34,43,061
Profit / (Loss) before extraordinary items and tax		1,10,59,287	1,16,73,374
Prior Period Item expense / (income)		2,57,461	-
Extraordinary items/ Income		-	-
Profit before Tax		1,08,01,826	1,16,73,374
Tax Expense:			
(a) Current year		26,79,000	23,25,000
(b) Short / (Excess) provision for tax relating to prior years		(2,33,590)	-
(c) Net Current Tax Expense		24,45,410	23,25,000
(b) Deferred tax (credit) / charge		(3,57,143)	-
Profit for the Period		87,13,559	93,48,374
Earnings per ordinary share:			
Basic		6.63	13.28
Diluted		6.63	13.28
Nominal Value of each ordinary share is Rs.10/-			
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 34		

In terms of our audit report of even date
FOR MGB & Co.
Chartered Accountants
FRN 101169W

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, 2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

MANGAL CREDIT & FINCORP LIMITED

CASH FLOW STATEMENT
For the year ended, 31st March, 2014

	Current Year 2013-14	Previous Year 2012-13
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	₹ 1,10,59,287	₹ 1,16,73,375
Adjustments for:		
Depreciation	₹ 39,62,170	₹ 9,81,098
Interest Expenses - Unsecured Loan	₹ 6,51,65,918	₹ 1,34,51,612
Interest Expenses - Secured Loan	₹ 3,90,189	₹ 2,32,630
Share Capital Increase Expenses	₹ 1,38,761	₹ 4,58,398
Interest Income	₹ -8,91,10,715	₹ -2,59,35,105
(Profit) / loss on sale of Fixed Assets	₹ 14,028	₹ -
(Profit)/loss from Capital Gain on sale of shares	₹ 36,57,740	₹ -57,85,660
Provision for Standard Loans	₹ 25,85,000	₹ -
Dividend on Investments	₹ -1,00,290	₹ -63,314
	₹ -22,37,912	₹ -49,86,966
Operating profit before working capital changes		
Movement in Working Capital:		
(Increase)/Decrease in Inventories	₹ 7,52,596	₹ -63,88,329
(Increase)/Decrease in Trade Receivables	₹ 4,82,370	₹ -6,61,500
(Increase)/Decrease in Other Current Assets	₹ 17,50,252	₹ -14,90,749
(Increase)/Decrease in Unpaid Dividend Bank Account Balance	₹ 1,02,580	₹ -97,530
(Increase)/Decrease in Short Term Loans & Advances - Loans	₹ -71,65,92,275	₹ -17,97,10,000
(Increase)/Decrease in Short Term Loans & Advances - Others	₹ -1,41,732	₹ -
Increase/(Decrease) in Trade payables	₹ 18,21,950	₹ 60,79,054
Increase/(Decrease) in Other Current Liabilities	₹ 6,49,38,965	₹ 15,84,844
(Increase)/Decrease in Other Long Term Loans & Advances	₹ 63,478	₹ -2,80,613
(Increase)/Decrease in Interest Accrued on Fixed Deposits	₹ 1,50,906	₹ -5,28,953
Increase/(Decrease) in Short Term Provision (Other Than Provision for Tax)	₹ -	₹ -18,14,93,777
Cash generated/ (Utilised) in Operations	₹ -64,89,08,822	₹ -18,64,80,743
Interest Paid	₹ -2,19,75,840	₹ -36,19,349
Interest Received	₹ 7,88,66,539	₹ 1,18,64,192
Cash seized by Income Tax Authority	₹ -7,50,000	₹ -
Income Tax Paid (Net of Refund)	₹ -83,50,511	₹ -30,44,742
Net Cash from Operating Activities -A.	₹ -60,11,18,634	₹ -18,12,80,641
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase Of Fixed Assets	₹ -2,11,87,622	₹ -60,48,186
Sale Of Fixed Assets	₹ 8,000	₹ -
Investment In Shares Of Subsidiary & Associates	₹ -24,61,70,115	₹ -99,000
(Increase)/Decrease in Fixed Deposits With Bank on lien	₹ -24,00,00,000	₹ -1,00,00,000
Purchase of Other Investments	₹ -1,05,274	₹ -24,69,40,818
Sale of Other Investments	₹ 20,21,413	₹ 25,47,48,448
Security Deposit Given	₹ -58,10,000	₹ -1,47,53,000
Security Deposit Received	₹ 5,03,000	₹ 32,320
Dividend Received on Investments	₹ 1,00,290	₹ 63,314
Net Cash Generated/(Used) in Investing Activities -B.	₹ -51,06,40,308	₹ -2,29,96,892
C) CASH FLOW FROM FINANCING ACTIVITIES		
Share Application Money Received	₹ -	₹ 1,10,00,000
Proceed from Long Term Borrowings	₹ -9,38,871	₹ 51,96,515
Proceed from Short Term Borrowings	₹ 86,62,03,060	₹ 20,09,00,000
Proceed from Short Term Borrowings - Bank Overdraft	₹ 20,50,77,456	₹ -
Increase in Share Capital & Security Premium (Net)	₹ 3,70,00,960	₹ -
Share Capital Increase Expenses	₹ -3,03,443	₹ -2,93,716
Dividend Distribution Tax Paid	₹ -4,78,856	₹ -2,92,335
Dividend Paid	₹ -29,20,210	₹ -16,62,595
Net cash used in financing activities	₹ 1,10,36,40,096	₹ 21,28,47,869
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	₹ -81,18,846	₹ 85,70,335
Cash and cash equivalents:		
Opening balance as at the beginning of the year	₹ 2,06,24,186	₹ 1,20,53,851
Closing balance as at the end of the year	₹ 1,25,05,340	₹ 2,06,24,186

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	₹	1,25,05,340	₹	2,06,24,186
Add: Balance in Unpaid Dividend Account	₹	9,35,270	₹	10,37,850
Add: Fixed Deposits with Bank	₹	-	₹	1,05,28,953
Add: Fixed Deposits with Bank under lien	₹	25,03,78,047	₹	-
Cash and Bank Balance as shown in balance sheet	₹	26,38,18,657	₹	3,21,90,989

Notes:

- Total purchase consideration for acquisition of Subsidiaries has been Rs. 34,61,69,805 of which a Sum of Rs. 24,61,70,115 only has been discharged through Cash & Cash Equivalents. Balance consideration of Rs. 9,99,99,960 has been discharged through Swap of Equity Shares which has not been included under the headings "Investment in Shares of Subsidiaries and Associates" and "Increase in Share Capital and Security Premium" in the above Cash Flow Statement.
- 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.
Chartered Accountants
FRN : 101169W

For and on behalf of the board
MANGAL CREDIT & FINCORP LIMITED

Sd/-
Sandeep Jhanwar
Partner
M.No. 078146
Place : Mumbai
Dated : 30/05/2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

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 has become a systemically Important Non Deposit Taking NBFC (NBFC-ND-SI) during the year. Apart from financing activity the Company is also engaged in activity of trading in jewellery. 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, 1956. 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 VI to the Companies Act, 1956 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.

Notes Forming Part of Financial Statement

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.

v. Depreciation

Depreciation is provided on written down value Method, at the rates specified in Schedule XIV of the Companies Act, 1956 or the rates based on useful lives of the assets as estimated by the management, if such useful life is lower than prescribed in schedule XIV of the Companies Act, 1956. Depreciation is provided on pro-rata basis on the assets acquired, sold or disposed off during the year. Individual assets costing up to Rs. 5,000 are fully depreciated in the year of acquisition.

Notes Forming Part of Financial Statement

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.

Notes Forming Part of Financial Statement

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.

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.

Notes Forming Part of Financial Statement

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 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 Financial Statement

2. SHARE CAPITAL**a) Share Capital**

(Amount in INR)

Share Capital	As at 31 March 2014		As at 31 March 2013	
	Shares	Amount	Shares	Amount
Authorised				
Equity Shares of Rs.10/- each	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Issued, Subscribed and Paid up				
Equity Shares of Rs.10/- each	14,08,815	1,40,88,150	7,04,050	70,40,500
Total	14,08,815	1,40,88,150	7,04,050	70,40,500

*Forfeited amount of Rs. 10,425/- transferred to Capital Reserve in FY 2013-14

b) Reconciliation of the number of shares outstanding at the beginning and at the end of Financial Year 2013-14

(Amount in INR)

Particulars	As at 31 March 2014		As at 31 March 2013	
	Shares	Amount	Shares	Amount
Equity Shares outstanding at the beginning of the year	7,04,050	70,40,500	7,04,050	70,40,500
Equity Shares issued during the year	7,04,765	70,47,650	-	-
Equity Shares outstanding at the end of the year	14,08,815	1,40,88,150	7,04,050	70,40,500

c) 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.

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

Name of Shareholder	As at 31 March 2014		As at 31 March 2013	
	Number of	% of Holding	Number of	% of Holding
Meghraj S Jain	3,43,903	24.41	-	-
Ajit S Jain	1,64,040	11.64	-	-
M/s E-ally Consulting (I) Pvt Ltd	2,79,950	19.87	2,79,950	39.76
M/s Shree Jaisal Electronics and Inds Ltd	1,54,900	11.00	1,54,900	22.00

e) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being

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	Price Per Share	Total Value
Mangal Royal Jewels Pvt Ltd	2500000	10.00	2,49,97,000
Shree Mangal Jewels Pvt Ltd	699960	39.77	2,78,37,409
Mangal Bullion Pvt Ltd	350000	98.94	3,46,28,000
Shree Ratnamangal Jewels Pvt Ltd	109000	100.10	1,09,11,000
Swarn Bhavya Mangal Jewels Pvt Ltd	1260000	9.89	1,24,59,510
Shree Radhey Mangal Gold Chain Pvt Ltd	3000000	9.86	2,95,76,000
Mangal Timber Pvt Ltd	150010	39.81	59,72,273
Mangal Buildhome Pvt Ltd	2000000	9.94	1,98,88,000
		Total	16,62,69,192
		Less: Cash Paid	6,62,69,502
		Shres Issued for Balance Amount	9,99,99,690

Notes Forming Part of Financial Statements

3. RESERVES AND SURPLUS

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
Securities Premium		
Opening Balance	10,31,050	10,31,050
Add: Securities Premium on issue of Equity Shares during the year	14,09,53,000	-
Closing Balance	14,19,84,050	10,31,050
General Reserve		
Opening Balance	3,65,00,000	3,55,00,000
Add: Transferred from surplus in Statement of Profit and Loss	-	10,00,000
Closing Balance	3,65,00,000	3,65,00,000
Contingency Reserve	25,00,000	25,00,000
Investment Reserve	7,00,000	7,00,000
Statutory Reserve Fund		
Opening Balance	2,52,65,000	2,33,65,000
Add: Transferred from Statement of Profit and Loss	17,43,000	19,00,000
Closing Balance	2,70,08,000	2,52,65,000
Capital Reserve	10,425	10,425
Surplus / (Deficit) In Statement of Profit and Loss		
Opening Balance	7,57,95,195	7,26,43,306
Add: Profit for the year	87,13,559	93,48,375
Less: Proposed Dividend	28,17,630	28,17,630
Tax on Proposed Dividend	4,78,856	4,78,856
Transferred To : Statutory Reserve Fund	17,43,000	19,00,000
: General Reserve	-	10,00,000
Closing Balance	7,94,69,268	7,57,95,195
Total	28,81,71,743	14,18,01,670

DIVIDEND

Dividend of Rs. 2 per share on Face Value of Rs. 10/- per share has been recommended for the FY 2013-14 (Dividend of Rs. 2 per share on face value of Rs. 10/- per share was provided in FY 2012-13)

4. LONG TERM BORROWINGS

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
Secured		
Term Loans	22,57,644	31,96,515
Less: Current Maturities(Refer Note No. 7)	10,78,884	9,38,871
Total	11,78,760	22,57,644

4.1 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.

Notes Forming Part of Financial Statements

5. SHORT TERM BORROWINGS

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
Secured		
Bank Overdraft	20,50,77,456	-
Unsecured		
Inter-Corporate Loans	1,02,07,92,382	19,50,50,000
Loan from Directors	2,31,76,958	-
Related Parties	2,31,33,720	58,50,000
Total	1,27,21,80,516	20,09,00,000

5.1 Bank Overdraft carry an interest of 8.75% to 11.00% p.a. secured against lien of fixed deposits as margin money with bank.

6. TRADE PAYABLES

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
- Total outstanding dues of Micro Enterprises and Small Enterprises	-	-
- Total outstanding dues of creditors other than Micro and Small Enterprises	2,48,28,060	2,30,06,110
Total	2,48,28,060	2,30,06,110

6.1 The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence discloses, if any, relating to amounts unpaid as at the end of the year together with interest paid / payable as required under the said Act have not been furnished.

7. OTHER CURRENT LIABILITIES

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
Current maturities of long term debt (Refer Note No. 4)	10,78,884	9,38,871
Interest accrued and due on borrowings	5,36,45,160	1,00,64,893
Advance against sale of shares	5,97,00,000	3,13,500
Unpaid Dividends*	9,35,270	10,37,850
Other Payables		
Statutory Dues (TDS Payable)	62,88,460	14,51,117
Duties and Taxes	2,772	79,349
Creditors for Expenses	7,80,467	3,89,541
Creditors for Others	2,36,089	-
Total	12,26,67,102	1,42,75,121

* There are no amounts due and outstanding to be credited to Investor Education and Protection Fund.

8. SHORT TERM PROVISIONS

Particulars	As at	As at
	31.03.2014	31.03.2013
	Rupees	Rupees
Provision on Standard Assets	25,85,000	-
Proposed Dividend on Equity Shares	28,17,630	28,17,630
Corporate Dividend Tax on Proposed Dividend	4,78,856	4,78,856
Total	58,81,486	32,96,486

Notes Forming Part of Financial Statements

9. FIXED ASSETS

A.	Tangible assets	Gross block				Accumulated depreciation and impairment				Net Block		
		Balance as at 1 April, 2013	Additions	Prior Period Adjustment	Disposals	Balance as at 31 March, 2014	Balance as at 1 April, 2013	Depreciation / amortisation for the period.	Prior Period Adjustment	Eliminated on disposal of assets	Balance as at 31 March, 2014	Balance as at 1 April, 2013
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
(a)	Plant and Equipment	3,01,312	26,96,920	-	-	29,98,232	50,801	2,22,950	-	-	27,74,481	2,50,511
(b)	Furniture and Fixtures	14,82,345	1,51,17,828	-	-	1,66,00,173	2,24,568	15,96,168	-	-	1,47,79,437	12,57,777
(c)	Vehicles	50,36,044	-	5,38,919	30,000	44,67,125	7,03,930	13,98,702	7,972	2,57,461	21,15,004	43,32,114
(d)	Office equipment	3,84,574	33,72,875	-	-	37,57,449	1,82,230	7,44,350	-	-	28,30,869	2,02,344
	Total	72,04,275	2,11,87,622	5,38,919	30,000	2,78,22,978	11,61,529	39,62,170	7,972	2,57,461	2,24,49,790	60,42,746
	Previous year	11,56,119	60,48,156	-	-	72,04,275	1,80,431	9,81,098	-	-	11,61,529	60,42,746

Notes:

- 1 Vehicles represent 5 cars purchased by Company and leased to another company.
- 2 Adjustment of Rs. 5,38,919/- in the gross Block of vehicles has been made in respect of erroneous capitalisation of Value Added Tax (VAT) on purchase of Motor Cars since the Company is entitled to claim set off of Input Tax Credit against Lease Rentals. Correspondingly Prior Period Adjustment has been made in the amount of depreciation of Rs. 2,57,461/- charged on the said amount of VAT paid on purchase in the preceding financial years.

Notes Forming Part of Financial Statements

10. NON CURRENT INVESTMENT

Particulars	As At 31.03.2014		As At 31.03.2013		Amount
	No. of Shares	Face Value	No. of Shares	Face Value	
A) Investment in Land					
		1,39,79,720		1,39,79,720	1,39,93,180
Sub Total (A)		1,39,79,720			1,39,93,180
B) Investment in Shares					
i) Unquoted, Long Term (valued at cost)					
a) Investment in Subsidiaries (Group Concerns)					
Chakshu Realtors Pvt Ltd	9999	10		99,990	-
Mangal Buldhorne Pvt Ltd	1999999	10		1,98,87,990	-
Mangal Bullion Pvt Ltd	1999999	10		5,11,27,899	-
Mangal Compusolution Pvt Ltd	1999999	10		2,07,49,940	-
Mangal Entertainment Pvt Ltd	9999	10		24,99,750	-
Mangal Royal Jewels Pvt Ltd	2499999	10		2,49,96,990	-
Mangal Timber & Laminate Pvt Ltd	159999	10		63,71,834	-
Mangal Jewels Pvt Ltd	6999999	10		2,78,38,969	-
Shree Radhey Mangal Gold Chain Pvt Ltd	2999999	10		2,95,75,990	-
Shree Raimangal Jewels Pvt Ltd	108999	10		1,09,10,960	-
Etadanta Builders Pvt Ltd	148600	10		1,48,50,000	-
Indranis Container Lines Pvt Ltd	990000	10		99,00,000	-
Mangal Marble Pvt Ltd	15000	10		1,50,000	-
Mangal Synnove Energies Pvt Ltd	495099	10		50,01,990	-
Mayur Abodes Limited	652750	10		4,93,50,000	-
Satco Capital Markets Ltd	4291755	10		6,01,73,113	-
Signature Sports & Entertainment Pvt Ltd	7500	10		75,000	-
Standard Medicine Tpa Pvt Ltd	9900	10		99,000	-
Swarn Bhavya Mangal Jewels Pvt Ltd	1999999	10	9,900	1,24,59,510	99,000
Vraasat Gems & Jewels (Retail) Pvt Ltd	9999	10		99,990	-
Total investment in equity shares of subsidiaries (a)		10		34,62,18,805	99,000
b) Investment in Associates (Group Concerns)					
Scarfed Computech Private Limited	5,000	10		50,000	-
Total investment in equity shares of others (b)				50,000	-
Total investment in unquoted equity shares (a) + (b)				34,62,68,805	99,000.00
ii) Quoted, Long Term (valued at cost)					
a) Investment in Subsidiaries (Group Concerns)					
	-	-		-	-
Total investment in equity shares of subsidiaries (a)					
b) Investment in Others (Non Group Concerns)					
ACI Infocom Limited	-	-		-	17,66,773
Gujarat Sidhee Cement Limited	-	-		-	38,93,648
Total investment in equity shares of others (b)					56,60,419
Total investment in quoted equity shares (a) + (b)					56,60,419
Sub Total (B)				34,62,68,805	57,59,419
TOTAL INVESTMENT (A) + (B)	2,11,14,492	210	9,900	35,02,48,525	1,96,52,599

Notes Forming Part of Financial Statements

11 Deferred Tax Assets

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
Deferred Tax Liability :		
Difference between book and tax depreciation	4,81,560	-
Deferred Tax Assets :		
Provision for Standard Assets	8,38,703	-
Net Deferred Tax Asset (DTA)	3,57,143	-
Incremental DTA taken to Profit & Loss Account	3,57,143	-

12 LONG-TERM LOANS & ADVANCES

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
Unsecured, considered good		
Security Deposits	2,00,60,000	1,47,53,000
Other Loans and advances		
-Balances with Revenue Authorities	9,67,135	2,80,613
-Advance Tax/TDS (Net of provision for taxation)	64,83,156	5,78,055
Total	2,75,10,291	1,56,11,668

Balance with revenue authorities includes cash of the Company seized by the I.T. Authorities dt. 01.10.2013 from the residence of director of the company. (Refer Note 28)

13 INVENTORIES

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
- Stock in Trade - Gold Jewellery	2,01,35,734	2,08,88,330
Total	2,01,35,734	2,08,88,330

Notes Forming Part of Financial Statements

14. TRADE RECEIVABLES

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
Unsecured, considered good		
Trade receivables outstanding for a period exceeding six months	-	-
Other debts	1,79,130	6,61,500
Total	1,79,130	6,61,500

15. CASH AND BANK BALANCES

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
A. Cash and Cash Equivalents		
(a) Cash in hand	50,62,698	19,67,938
(b) Balances with banks in current account	74,42,642	1,86,56,249
	1,25,05,340	2,06,24,186
B. Other Bank Balances		
(a) Fixed Deposit held as margin money for Bank Overdraft Facility		
(i) With Maturity upto 3 months	12,71,04,244	-
(ii) With Maturity more than 3 months and upto 12 months	-	1,05,28,953
(iii) With Maturity more than 12 months	12,32,73,803	-
(b) Unpaid Dividend Account	9,35,270	10,37,850
	25,13,13,317	1,15,66,803
Total	26,38,18,657	3,21,90,989

16. SHORT TERM LOANS AND ADVANCES

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
Secured, considered good		
Loans and Advances to Subsidiaries	-	-
Loans and Advances to Related Parties other than Subsidiaries	-	-
Other Loans	11,40,00,000	4,95,00,000
(a)	11,40,00,000	4,95,00,000
Unsecured, considered good		
Loans and Advances to Subsidiaries	43,57,85,163	49,00,000
Loans and Advances to Related Parties other than Subsidiaries	3,58,60,837	-
Other Loans	42,24,06,275	23,70,60,000
(b)	89,40,52,275	24,19,60,000
Other Advances		
Balance with Revenue Authorities	6,80,651	-
(c)	6,80,651	-
Total (a+b+c)	1,00,87,32,926	29,14,60,000

17. OTHER CURRENT ASSETS

Particulars	As at 31.03.2014 Rupees	As at 31.03.2013 Rupees
Unsecured, considered good		
Interest accrued and due on lending	2,54,28,377	1,51,84,201
Prepaid Expenses	59,682	1,98,021
Capital Advances For Office Interior	-	16,55,567
Others current Assets	30,749	16,909
Advance to Staff	44,815	15,000
Total	2,55,63,623	1,70,69,699

Notes Forming Part of Financial Statements

18. REVENUE FROM OPERATIONS

Particulars	For the Year ended 31.03.2014	Previous Year ended 31.03.2013
	Rupees	Rupees
A. Interest Income		
on Loans to Subsidiary	2,04,92,876	-
on Loans to Others	6,86,17,839	2,59,35,105
on Fixed Deposits	84,03,624	6,02,086
	<u>9,75,14,339</u>	<u>2,65,37,191</u>
B. Sale of Gold Jewellery	<u>1,33,61,677</u>	<u>1,13,12,353</u>
	<u>1,33,61,677</u>	<u>1,13,12,353</u>
Total	<u><u>11,08,76,016</u></u>	<u><u>3,78,49,544</u></u>

19. OTHER INCOME

Particulars	For the Year ended 31.03.2014	Previous Year ended 31.03.2013
	Rupees	Rupees
Dividend Income	1,00,290	63,314
Profit from Trading of Bonds	22,77,500	-
Rent Income	59,83,750	-
Rent from Leasing of Motor Cars	12,00,000	6,00,000
Profit on sale of shares	-	57,85,660
Profit from F&O Transactions	-	6,03,095
Misc. Income	1,18,855	2,14,822
Total	<u><u>96,80,395</u></u>	<u><u>72,66,891</u></u>

20. CHANGES IN INVENTORIES

Particulars	For the Year ended 31.03.2014	Previous Year ended 31.03.2013
	Rupees	Rupees
Inventory at the end of year		
Stock-in-Trade	<u>2,01,35,734</u>	<u>2,08,88,330</u>
	<u>2,01,35,734</u>	<u>2,08,88,330</u>
Inventory at the beginning of the year		
Stock-in-Trade	<u>2,08,88,330</u>	<u>1,45,00,001</u>
	<u>2,08,88,330</u>	<u>1,45,00,001</u>
	<u><u>7,52,596</u></u>	<u><u>(63,88,329)</u></u>

Notes Forming Part of Financial Statements

21. EMPLOYEE BENEFITS EXPENSE

Particulars	For the Period ended 31.03.2014 Rupees	Previous Year ended 31.03.2013 Rupees
Salaries and Allowances	19,26,884	21,29,722
Director's Remuneration	14,61,359	12,48,000
Bonus	87,500	34,000
Staff Welfare Expenses	2,47,044	1,98,190
Total	37,22,787	36,09,912

22. FINANCE COSTS

Particulars	For the Period ended 31.03.2014 Rupees	Previous Year ended 31.03.2013 Rupees
Interest cost:		
On Bank Overdraft	76.05.833	3.71.862
On Car Loan	3.90.189	2.32.630
On Inter-Corporate Deposits	6.51.65.918	1.34.51.612
Others	3.521	2.405
Total	7,31,65,461	1,40,58,509

23. OTHER EXPENSES

Particulars	For the Period ended 31.03.2014 Rupees	Previous Year ended 31.03.2013 Rupees
Advertisement Expenses	2,35,074	2,55,655
Payment to Auditor		
- Statutory Audit Fees	2,00,000	1,00,000
- Certification Fees	-	7,500
Conveyance Expenses	1,68,962	1,61,373
Capital Loss on sale of shares	36,57,740	-
Director's Sitting Fees	33,000	12,000
Donation	32,000	5,00,000
Electricity Charges	7,78,560	2,17,468
Insurance	1,20,811	2,67,684
Legal & Prof. Charges	5,94,268	7,06,272
Miscellaneous Expenses	10,08,633	13,41,969
Office Inauguration Expenses	3,21,061	-
Postage, Courier & Telegrams	1,22,254	57,594
Printing & Stationery	4,37,396	2,09,015
Loss on sale of Fixed Assets	14,028	-
Rent, Rates and Taxes	75,22,340	10,67,970
Provision on Standard Assets	25,85,000	-
Travelling Expenses	1,61,485	36,018
Telephone & Internet Charges	4,62,285	1,99,370
Total	1,84,54,897	51,39,888

Notes Forming Part of the Financial Statements

24. Earnings per Equity Share

Particulars	For the Period ended 31.03.2014 Rupees	Previous Year ended 31.03.2013 Rupees
(i) Net Profit (adjusted) available for Equity Shareholders	87,13,559	93,48,374
(ii) Weighted Average number of equity shares for Basic EPS (Number)	13,14,203	7,04,050
(iii) Nominal Value of shares	10	10
(iv) Earning per Equity Share		
Basic (in Rs.)	6.63	13.28
Diluted (in Rs.)	<u>6.63</u>	<u>13.28</u>

25. Contingent Liabilities & Commitments

Particulars	For the Period ended 31.03.2014 Rupees	Previous Year ended 31.03.2013 Rupees
(i) Contingent Liabilities		
(a) Claims against company not acknowledged as debt	-	-
(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	<u>-</u>	<u>-</u>

Notes Forming Part of the Financial Statements

26. Related Party

As required under the accounting standard of Related Party Disclosure (AS 18) issued by the Institute of Chartered Accountants of India, the disclosure of Related Party name & their transactions are as under:

Name of Related Parties and Relationships

S. No. Related Parties

A. Subsidiaries

- 1 Chakshu Realtors Pvt Ltd
- 2 Ekadanta Builders Pvt.Ltd
- 3 Indtrans Container Lines Pvt Ltd
- 4 Mangal Buildhome Pvt Ltd
- 5 Mangal Bullion Pvt Ltd
- 6 Mangal Compusolution Pvt Ltd
- 7 Mangal Entertainment Pvt Ltd
- 8 Mangal Globle Marble Pvt Ltd
- 9 Mangal Royal Jewels Pvt Ltd.
- 10 Mangal Synnove Energies Pvt Ltd
- 11 Mangal Timber Pvt Ltd
- 12 Mayur Abodes Ltd.
- 13 Satco Capital Markets Ltd
- 14 Shree Mangal Jewels Pvt Ltd
- 15 Shree Radhey Mangal Gold Chain Pvt Ltd
- 16 Shree Ratnamangal Jewels Pvt Ltd
- 17 Signature Sports & Entertainment Pvt Ltd
- 18 Standard Medserve Tpa Pvt Ltd
- 19 Swarn Bhavya Mangal Jewels Pvt Ltd
- 20 Viraasat Gems & Jewels (Retail) Pvt Ltd

B Associates

- 1 Scarled Computech Private Limited
- 2 GoldCrest Realty
- 3 Student films Festivals
- 4 Bliss Entertainment
- 5 Mangal Accad Synnove Energy
- 6 Swarn Mangal Jewels

C Companies / Others Under Common Control

- 1 Ally Insurance Brokers Private Limited
- 2 Bansiwala Real Estates Private Limited
- 3 Dhakad Proprietries & 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 Karshma Metal Industries Private Limited
- 11 Mangal Meta Forging Private Limited
- 12 Mangal Recycling Private Limited
- 13 Shwet Developers Private Limited
- 14 Vijay Dwellers Private Limited
- 15 Mangal Charitable Trust

D Key Management Person

1 Sandeep Maloo	Directors
2 Ajit Jain	Directors
3 Meghraj Jain	Directors
4 Labh Chand Maloo	Directors
5 Neeta Maloo	Directors
6 Sunil Ramachandran Nair	Directors
7 Atul Jain	Directors

Transaction with Related Parties are Shown in Annexure - A1

Notes forming part of Financial Statement

Note 27: Segment Reporting

The Company has two business segments i.e. finance activity and trading in jewellery activity. The segment information is being presented in consolidated financial statements.

Note 28

During the year the premises of the company was subjected to search and seizure proceedings u/s 132 of the Income Tax Act, 1961 alongwith the similar proceedings at the residential premises of the directors and also the premises of certain other group concerns. Cash of Rs.7,50,000/- belonging to the company was seized during such proceedings, besides certain other papers, documents, books, electronic data which, according to management, does not contain any incriminating material. Accordingly, the management is of the view that no additional tax liability shall arise as a result of such proceedings.

Note 29

Non Compliance as to following norms prescribed by Reserve Bank of India vide circular no. RBI/2013-14/35 DNBS (PD) CC No.333/ 03.02.001 / 2013-14 dt. July 1, 2013 for systemically important Non-Deposit Accepting NBFC's (NBFC-ND-SI) which have become applicable on the Company during the year:-

- (i) The Capital Risk Adequacy Ratio (CRAR) of 15% is required to be maintained. As against this the CRAR of the Company as on 31.03.2014 is (-) 67.24%.
- (ii) The Company is required to maintain exposure to single party / Group within the prescribed percentage of owned funds. As against this the Concentration of Advances and Investments as on 31.03.2014 is as under:-

(Rs. in Lacs)		
S No.	Description	Value
1	Total of Loans and advances including off-balance sheet exposures to any single party in excess of 15 per cent of owned fund of the non-banking financial company	4082.78
2	Total of Loans and advances including off-balance sheet exposures to a single group of parties in excess of 25 per cent of owned fund of the non-banking financial company	4829.96
3	Total of Investments in single companies in excess of 15 per cent of the owned fund of the non-banking financial company	1606.51
4	Total of Investments in the shares issued by a single group of companies in excess of 25 per cent of the owned fund of the non-banking financial company	3462.69
5	Total of Loans, advances to (including debentures/bonds and off-balance sheet exposures) and investment in the shares of single parties in excess of 25 per cent of the owned fund of the non-banking financial company	4397.42
6	Total of Loans, advances to (including debentures/bonds and off-balance sheet exposures) and investment in the shares of single group of parties in excess of 40 per cent of the owned fund of the non-banking financial company	8291.65

Notes forming part of Financial Statement

- (iii) The Company charged interest on monthly / by-monthly / quarterly / or annually as per the terms decided with the respective borrowers. Accordingly it is not complying with the norms regarding charging of interest on monthly / quarterly basis in certain cases.

Note 30

Additional disclosures as required by circular no DNBS (PD). CC.No.125 / 03.05.002 /2008-2009 dated August 1, 2008 issued by the Reserve Bank of India:

a) Capital to Risk Assets Ratio (CRAR)

Particulars	March 31, 2014	March 31, 2013
CRAR (percent)	(-) 67.24%	N.A.
CRAR - Tier I Capital (percent)	(-) 67.24%	N.A.
CRAR - Tier II Capital (percent)	0.000	N.A.

b) Exposure to Real Estate Sector

(Rs. in Lacs)

Exposure to Real Estate Sector		Current year	Previous Year
Category			
a)	Direct exposure		
(i)	Residential Mortgages -		
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs.15 lakh may be shown separately)	-	-
(ii)	Commercial Real Estate -		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	246.62	234.74
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures -		
	a. Residential,	-	-
	b. Commercial Real Estate	-	-
b)	Indirect Exposure		
	Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	-	-

Notes forming part of Financial Statement

c) Asset liability management

Maturity pattern of certain items of assets and liabilities as at March 31, 2014:-

(Rs. in Lacs)

Particulars	1 day to 30/31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
Borrowings from banks	0	0	0	0	2050.77	0	0	0	2050.77
Market borrowings	790.68	0.85	309.55	1725.25	7855.48	11.79	0	0	10693.6
Total	790.68	0.85	309.55	1725.25	9906.25	11.79	0	0	12744.37
Assets									
Advances	530.28	376.4	577.35	3506.84	5089.65				10080.52
Investments								3462.69	3462.69
Total	530.28	376.4	577.35	3506.84	5089.65	0	0	3462.69	13543.21

Sub Notes

- These disclosures are given only for certain items of assets and liabilities from the Balance sheet as required by the above circular and is not a complete depiction of the asset liability maturity position of the Company as at March 31, 2014
- The asset maturity pattern are based on expected collections pattern of the Company based on past experience.
- The requirement of ALM has become applicable to the Company for the first time on becoming "Systemically Important" in the F.Y. 2013-14.

Note 31

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

(INR in Lacs)

Particulars	Gross Loan Outstanding		Provision For Assets		Net Loan Outstanding	
	March, 2014	March, 2013	March, 2014	March, 2013	March, 2014	March, 2013
Standard Asset	10334.81	3066.44	25.85	-	10308.96	3066.44
Sub Standard Asset	-	-	-	-	-	-
Doubtful Asset	-	-	-	-	-	-
Loss Asset	-	-	-	-	-	-
Total	10334.81	3066.44	25.85	-	10308.96	3066.44

Notes forming part of Financial Statement

Note 32**Schedule to the Balance Sheet of Non-Deposit Taking Non-Banking Financial Company**

(as required in terms of paragraph 13 of Non-banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

(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) Debenture : Secured	-	-
	Unsecured	-	-
	(Other than falling within the meaning of public deposits*)		
	(b) Deferred Credits	-	-
	(c) Term Loans	22.58	-
	(d) Inter-Corporate Loans and Borrowings	10966.39	-
	(e) Commercial Paper	-	-
	(f) Other Loans;	-	-
	- Bank Overdraft	2050.77	-
	- Loan from Directors	241.10	-

*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	1171.15
	(b) Unsecured	9163.66
(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	-

Notes forming part of Financial Statement

	(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	-
	(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	3462.69
	(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

(Rs. In '000)

Category	Amount Net of Provisions		
	Secured	Unsecured	TOTAL
1. Related Parties **			
(a) Subsidiaries	-	4525.38	4525.38
(b) Companies in the same group	-	0	0
(c) Other related parties	-	493.60	493.60
2. Other than related parties	1171.15	4144.67	5315.83
TOTAL	1171.15	9163.66	10334.81

(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

(Rs. In Lacs)

Category	Market Value Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties **		
(a) Subsidiaries	3478.33	3462.19
(b) Companies in the same group	-	-

Notes forming part of Financial Statement

(c) Other related parties	0.50	0.50
2. Other than related parties	-	-
TOTAL	3478.83	3462.69

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:

- a. As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- b. Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directons, 2007.
- c. 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 33: Disclosure required as per clause 32 of Listing Agreement has been set out in a separate annexure A2 attached to the financial statement.

Note 34: 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.
Chartered Accountants,
FRN 101169W**

**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, 2014**

**Sd/-
Ajit Jain
Whole Time Director**

**Sd/-
Meghraj Jain
Chairman**

**Sd/-
Sandeep Maloo
Managing Director**

Notes forming part of Financial Statements

Annexure - A1					
Related Party Transaction					
Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		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	71,50,000	-	-	-
	Loan Given	47,76,640	26,92,121	-	-
	Loan Repaid	20,84,519	-	-	-
	Interest Income	75,519	67,967	-	-
	Security Deposit Received	57,50,000	2,00,00,000	1,42,50,000	1,42,50,000
Ekadanta Builders Pvt.Ltd	Loan Given	93,50,000	63,50,000	-	-
	Loan Repaid	30,00,000	-	-	-
	Interest Income	8,22,760	7,40,484	-	-
Indrans Container Lines Pvt Ltd	Contribution to Equity	99,00,000	-	-	-
	Loan Given	2,57,67,000	1,15,17,000	10,00,000	10,00,000
	Loan Repaid	1,52,50,000	-	-	-
	Interest Income	13,16,996	11,85,296	-	-
	Rent Income	9,75,000	-	-	-
Mangal Buildhome Pvt Ltd	Rent Income	1,95,000	-	-	-
	Loan Given	5,25,87,723	1,04,74,723	-	-
	Loan Repaid	4,21,13,000	-	-	-
	Interest Income	4,28,956	3,86,060	-	-
Mangal Bullion Pvt Ltd	Contribution to Equity	1,65,00,000	-	-	-
	Loan Given	26,71,54,279	8,72,90,801	-	-
	Loan Repaid	17,98,63,478	-	-	-
	Interest Income	26,39,582	23,75,624	-	-
Mangal Compusolution Pvt Ltd	Contribution to Equity	1,98,50,000	-	-	-
	Loan Given	2,52,95,000	1,10,000	-	-
	Loan Repaid	2,51,85,000	-	-	-
	Interest Income	5,69,869	5,12,882	-	-
Mangal Entertainment Pvt Ltd	Rent Income	3,25,000	-	-	-
	Loan Given	3,34,80,511	1,20,55,511	-	-
	Loan Repaid	2,14,25,000	-	-	-
	Interest Income	5,79,144	5,21,229	-	-
Mangal Globle Marble Pvt Ltd	Loan Given	1,24,89,509	1,24,89,509	-	-
	Interest Income	5,76,715	5,19,043	-	-
	Contribution to Equity	1,50,000	-	-	-

Notes forming part of Financial Statements

Related Party Transaction		Annexure - A1			
		2013-14		2012-13	
Name of the Related Parties & Nature of Relationships	Nature of Transaction	Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Mangal Royal Jewels Pvt Ltd.	Loan Given	13,47,73,944	12,64,43,423	-	-
	Loan Repaid	83,30,521	-	-	-
	Interest Income	85,34,618	76,81,156	-	-
Mangal Synmova Energies Pvt Ltd	Loan Given	6,32,53,850	19,17,840	-	-
	Loan Repaid	6,13,36,010	-	-	-
	Interest Income	6,43,675	5,79,307	-	-
	Contribution to Equity	49,00,000	-	-	-
	Rent Income	3,25,000	-	-	-
Mangal Timber Pvt Ltd	Rent Income	16,250	-	-	-
	Loan Given	31,29,937	29,38,544	-	-
	Loan Repaid	1,91,393	-	-	-
	Interest Income	94,490	85,041	-	-
Satco Capital Markets Ltd	Rent Income	22,75,000	1,79,130	-	-
	Loan Given	5,50,00,000	50,00,000	-	-
	Loan Repaid	5,00,00,000	-	-	-
	Interest Income	1,25,343	1,12,808	-	-
Shree Mangal Jewels Pvt Ltd	Loan Given	13,72,78,015	12,20,43,933	-	-
	Loan Repaid	1,52,34,082	-	-	-
	Interest Income	10,41,094	9,36,984	-	-
Shree Radhey Mangal Gold Chain Pvt Ltd	Loan Given	1,15,31,840	1,09,49,245	-	-
	Loan Repaid	5,82,595	-	-	-
	Interest Income	67,575	60,817	-	-
Shree Ratnamangal Jewels Pvt Ltd	Loan Given	2,23,76,428	2,23,58,603	-	-
	Loan Repaid	17,825	-	-	-
	Interest Income	5,43,028	4,88,725	-	-
Signature Sports & Entertainment Pvt Ltd	Loan Given	9,79,500	8,53,910	-	-
	Loan Repaid	1,25,590	-	-	-
	Interest Income	18,433	16,589	-	-
	Contribution to Equity	75,000	-	-	-
Standard Medserve Tpa Pvt Ltd	Rent Income	2,00,000	-	-	-
	Loan Given	3,00,000	3,00,000	60,00,000	49,00,000
	Loan Repaid	49,00,000	-	11,00,000	-

Notes forming part of Financial Statements

Annexure - A1					
Related Party Transaction	Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13
			Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value
	Swarn Bhavya Mangal Jewels Pvt Ltd	Loan Given	6,43,19,718	-	-
		Loan Repaid	6,43,19,718	-	-
		Interest Income	7,78,657	4,82,784	-
	Virasat Gems & Jewels (Retail) Pvt Ltd	Contribution to Equity	99,990	-	-
Associates					
	Scarled Computech Private Limited	Loan Given	1,20,00,000	1,20,00,000	-
		Interest Income	12,50,548	11,25,493	-
	Bliss Entertainment	Rent Income	2,75,000	-	-
	Mangal Accad Synrove Energy	Rent Income	3,25,000	-	-
Companies / Others Under Common Control					
	E-Ally Commodities India Private Limited	Loan Repaid	57,56,233	-	4,32,00,000
		Loan Taken	61,06,233	3,50,000	4,32,00,000
		Interest Paid	-	-	23,48,630
		Interest Received	61,205	55,084	1,13,767
		Rent Income	16,250	-	-
	E-Ally Consulting India Private Limited	Loan Repaid	5,36,43,445	-	35,73,00,000
		Loan Taken	7,01,77,165	2,03,83,720	36,11,50,000
		Interest Paid	9,95,227	8,95,704	28,78,911
		Rent Income	3,25,000	-	-
	E-Ally Equities India Private Limited	Loan Taken	52,00,000	-	-
		Loan Repaid	56,00,000	4,00,000	-
		Interest Received	21,962	19,766	-
		Rent Income	16,250	-	-
	E-Ally Reserch India Private Limited	Rent Income	16,250	-	-
	E-Ally Securities India Private Limited	Rent Income	16,250	-	-
	Ally Insurance Brokers Private Limited	Loan Taken	-	20,00,000	20,00,000
		Interest Paid	3,00,000	2,70,000	1,86,753
	Dhakad Proprietries & Financial Services PL	Loan Given	90,03,229	39,20,837	-
		Loan Repaid	50,82,392	-	-
		Interest Received	46,919	42,227	-

Notes forming part of Financial Statements

Related Party Transaction		Annexure - A1			
		2013-14	2012-13		
Name of the Related Parties & Nature of Relationships	Nature of Transaction	Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Mangal Meta Forging Private Limited	Loan Given	47,75,000	-	-	-
	Loan Repaid	19,85,000	27,90,000	-	-
	Interest Received	3,85,874	3,47,286	-	-
	Rent Income	16,250	-	-	-
Karshma Metal Industries Private Limited	Loan Given	1,59,50,000	-	60,00,000	60,00,000
	Loan Repaid	48,00,000	1,71,50,000	-	-
	Interest Received	20,17,360	3,37,446	24,247	21,822
Ectech Informatics Private Limited	Rent Income	16,250	-	-	-
Mangal Charitable Trust	Donation Paid	32,000	-	-	-
Key Management Person Sandeep Maloo	Directors Remuneration	1,07,100	-	-	-
	Loan Repaid	7,26,30,935	-	4,70,00,000	-
	Loan Taken	8,60,00,000	1,33,69,065	4,70,00,000	-
	Interest Paid	9,73,233	8,75,909	8,32,417	7,49,175
	Directors Sitting Fees	6,000	-	6,000	-
	Directors Remuneration	2,27,420	1,00,000	-	-
Ajit Jain	Loan Repaid	33,60,000	-	-	-
	Loan Taken	38,83,057	5,23,057	-	-
	Directors Sitting Fees	-	-	3,000	-
	Shares Acquired	12,50,000	-	-	-
Meghraj Jain	Directors Remuneration	4,54,839	-	-	-
	Loan Repaid	4,29,73,712	-	-	-
	Loan Taken	4,86,58,548	56,84,836	-	-
	Shares Acquired	20,50,790	-	-	-
Deepak Arora	Directors Sitting Fees	2,000	-	-	-
Labh Chand Maloo	Directors Sitting Fees	6,000	-	-	-
	Loan Repaid	-	-	-	-
Neeta Maloo	Loan Taken	36,00,000	36,00,000	-	-
	Interest Paid	63,082	56,774	-	-
	Directors Remuneration	4,20,000	-	7,80,000	-
	HRA	2,52,000	-	4,68,000	-
Sunil Ramchandran Nair Atul Jain	Directors Sitting Fees	1,000	-	-	-
	Directors Sitting Fees	4,00,000	-	3,000	-
	Directors Sitting Fees	8,000	-	-	-
	Directors Sitting Fees	10,000	-	-	-

Notes forming part of Financial Statements

ANNEXURE A2 REFERRED TO IN NOTE NO 33 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	Maximum Balance O/s	
	31 March 2014	31 March 2013	31 March 2014 31 March 2013
<u>Subsidiaries</u>			
1 Chakshu Realtors Pvt Ltd	₹ 2,692,121.00	₹ -	₹ 3,117,428.00
2 Mangal Buildhome Pvt Ltd	₹ 10,474,723.00	₹ -	₹ 20,480,000.00
3 Mangal Bullion Pvt Ltd	₹ 87,290,800.80	₹ -	₹ 89,666,424.80
4 Mangal Compusolution Pvt Ltd	₹ 110,000.00	₹ -	₹ 15,365,000.00
5 Mangal Entertainment Pvt Ltd	₹ 12,055,511.00	₹ -	₹ 13,308,511.00
6 Mangal Royal Jewels Pvt Ltd.	₹ 126,443,423.00	₹ -	₹ 134,124,579.00
7 Mangal Timber & Laminate Pvt Ltd	₹ 2,938,544.00	₹ -	₹ 3,091,157.00
8 Shree Mangal Jewels Pvt Ltd	₹ 122,043,933.00	₹ -	₹ 122,980,917.00
9 Shree Radhey Mangal Gold Chain Pvt Ltd	₹ 10,949,245.00	₹ -	₹ 11,010,062.00
10 Shree Ratnamangal Jewels Pvt Ltd	₹ 22,358,603.00	₹ -	₹ 22,847,328.00
11 Ekadanta Builders Pvt.Ltd	₹ 6,350,000.00	₹ -	₹ 9,350,000.00
12 Indtrans Container Lines Pvt Ltd	₹ 11,517,000.00	₹ 1,000,000.00	₹ 23,617,000.00
13 Mangal Globle Marble Pvt Ltd	₹ 12,489,509.00	₹ -	₹ 13,008,552.00
14 Mangal Synnove Energies Pvt Ltd	₹ 1,917,840.00	₹ -	₹ 23,742,840.00
15 Mayur Abodes Limited	₹ -	₹ -	₹ -
16 Satco Capital Markets Ltd	₹ 5,000,000.00	₹ -	₹ 35,000,000.00
17 Signature Sports & Entertainment Pvt Ltd	₹ 853,910.00	₹ -	₹ 870,499.00
18 Standard Medserve Tpa Pvt Ltd	₹ 300,000.00	₹ 4,900,000.00	₹ 4,900,000.00
19 Swarn Bhavya Mangal Jewels Pvt Ltd	₹ -	₹ -	₹ 19,200,000.00
	₹ 435,785,162.80	₹ 5,900,000.00	₹ 565,680,297.80
			₹ 7,000,000.00

Notes forming part of Financial Statements

ANNEXURE A2 REFERRED TO IN NOTE NO 33 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	Maxium Balance O/s
	31 March 2014	31 March 2014
	31 March 2013	31 March 2013
<u>Associates</u>		
20 Scarled Computech Private Limited	₹ 12,000,000.00	₹ -
	₹ 12,000,000.00	₹ 12,000,000.00
		₹ 0.00
<u>Companies Under Common Control</u>		
21 Mangal Meta Forging Private Limited	₹ 2,790,000.00	₹ -
22 Karshma Metal Industries Private Limited	₹ 17,150,000.00	₹ -
23 Dhakad Proprieties & Financial Services PL	₹ 3,920,837.00	₹ -
24 E-Ally Commodities India p Ltd	₹ -	₹ -
25 E- Ally Equities India pvt ltd	₹ -	₹ 4,000,000.00
	₹ 23,860,837.00	₹ -
	₹ 23,860,837.00	₹ 31,154,000.00
	₹ 471,645,999.80	₹ 5,900,000.00
	₹ 471,645,999.80	₹ 608,834,297.80
		₹ 7,000,000.00

CONSOLIDATED FINANCIAL STATEMENT

INDEPENDENT AUDITORS' REPORT

To The Board Of Directors Of Mangal Credit & Fincorp Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements (the "Consolidated Financial Statements") of Mangal Credit & Fincorp Limited ("the Company") (formerly known as "Tak Machinery & Leasing Limited") and its subsidiaries, its jointly controlled entities and associate company; hereinafter referred to as the "Group", which comprise the consolidated Balance Sheet as at March 31, 2014, and the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

Management's Responsibility for the Consolidated Financial Statements

The Company's Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgement, 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 auditors consider internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements 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 Management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

1. We report that the Consolidated Financial Statements have been prepared by the Company's Management in accordance with the requirements of Accounting Standard (AS) 21 – Consolidated Financial Statements, Accounting Standard (AS) 23 – Accounting for Investments in Associates in Consolidated Financial Statements, and Accounting Standard (AS) 27 – Financial Reporting of Interests in Joint Ventures notified under Section 211(3C) of the Companies Act, 1956.
2. Based on our audit and on consideration of reports of other auditors on separate financial statements and to the best of our information and according to the explanations given to us, in our opinion, the accompanying consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) in the case of the consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
 - b) in the case of the consolidated Statement of Profit and Loss, of the profit of the group for the year ended on that date; and
 - c) in the case of the consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

1. We draw attention to Note No. 34 to the Consolidated Financial Statements which describes non-compliances of norms prescribed by Reserve Bank of India vide circular no. RBI/2013-14/35 DNBS (PD) CC No.333/ 03.02.001 / 2013-14 dt. 01.07.2013 relating to maintenance of capital risk adequacy ratio (CRAR), Concentration of Advances and Investments by the Company and frequency of interest charged.
2. We draw attention to Note No. 33 to the Consolidate Financial Statement which describes the fact of search and seizure proceedings u/s 132 of the Income Tax Act, 1961. Our opinion is not qualified in respect of these matters.
3. We draw attention to Note No. 32 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 qualified in respect of these matters.

Other Matter

We did not audit the financial statements of Twenty One subsidiaries, one associates and three joint ventures, which constitute total assets of Rs.2,16,56,81,737 and net assets of Rs.44,34,47,232 as at March 31, 2014, total revenue of Rs.2,75,95,31,105, net profit of Rs.1,57,19,585 and net cash inflows amounting to Rs.1,09,49,371 for the year then ended. These

financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion on the consolidated financial statements to the extent they have been derived from such financial statements is based solely on the report of such other auditors.

Our Opinion is not qualified in respect of this matter.

**For MGB & Co.
Chartered Accountants
FRN 101169W**

**Sd/-
Sandeep Jhanwar
Partner
M.No. 078146**

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

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

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2014

Particulars	Notes	As at	
		31.03.2014	31.03.2013
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	₹ 14,088,150	₹ 7,040,500
Reserves and Surplus	3	₹ 311,586,056	₹ 141,566,554
		₹ 325,674,206	₹ 148,607,054
Share Application Money pending allotment		₹ -	₹ 11,300,000
Minority Shareholders		₹ 70,960,354	₹ 1,000
Non Current Liabilities			
Long Term Borrowings	4	₹ 90,651,770	₹ 2,257,644
Deferred Tax Liabilities (Net)	5	₹ 701,078	-
Other Long term Liabilities	6	₹ 3,730,988	-
Long term Provisions	7	₹ 2,702,429	-
		₹ 97,786,266	₹ 2,257,644
Current Liabilities			
Short-Term Borrowings	8	₹ 1,780,247,269	₹ 200,951,000
Trade Payables	9	₹ 581,407,373	₹ 24,106,110
Other Current Liabilities	10	₹ 163,315,300	₹ 14,280,121
Short-Term Provisions	11	₹ 8,760,310	₹ 3,296,486
		₹ 2,533,730,252	₹ 242,633,717
TOTAL		₹ 3,028,151,078	₹ 404,799,415
ASSETS			
Non-Current Assets			
Fixed Assets	12		
Tangible Assets		₹ 221,297,864	₹ 6,042,746
Intangible Assets		₹ 21,277,081	-
Non-Current Investments	13	₹ 14,143,720	₹ 25,601,950
Deferred Tax Assets		-	-
Long-Term Loans and Advances	14	₹ 24,989,892	₹ 15,611,668
Other Non-Current Assets	15	₹ 22,757,410	-
		₹ 304,465,967	₹ 47,256,364
Current Assets			
Current Investments		₹ -	₹ -
Inventory	16	₹ 841,836,968	₹ 20,888,330
Trade Receivables	17	₹ 641,812,130	₹ 661,500
Cash and Bank Balances	18	₹ 382,215,904	₹ 32,363,523
Short-Term Loans and Advances	19	₹ 731,583,832	₹ 286,560,000
Other Current Assets	20	₹ 126,236,276	₹ 17,069,698
		₹ 2,723,685,111	₹ 357,543,051
TOTAL		₹ 3,028,151,078	₹ 404,799,415
Significant Accounting Policies	1		
Other Notes on Accounts	2 to 38		

In terms of our audit report of even date
FOR MGB & Co.
Chartered Accountants
FRN 101169W

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, 2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

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

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2014

Particulars	Notes	For the Year Ended 31.03.2014		Previous Year Ended 31.03.2013	
I Revenue from Operations	21	₹	2,14,58,68,720	₹	3,72,47,979
Less : Excise Duty			-		-
		₹	2,14,58,68,720	₹	3,72,47,979
II Other Income	22	₹	3,37,02,011	₹	78,68,925
III Total Revenue (I+II)		₹	2,17,95,70,731	₹	4,51,16,904
IV Expenses:					
Cost of Material/Services Consumed	23	₹	2,13,61,351	₹	-
Purchases of Stock-in-Trade		₹	2,11,46,35,090	₹	1,60,41,983
Changes in Inventories of finished goods, work-in-progress and	24	₹	-25,96,53,540	₹	-63,88,329
Employee Benefit Expenses	25	₹	2,55,62,855	₹	36,56,093
Finance Costs	26	₹	11,94,10,762	₹	1,40,57,553
Depreciation and Amortization	27	₹	1,64,07,887	₹	9,81,098
Project Expenses	28	₹	1,72,84,913	₹	-
Other Expenses	29	₹	8,38,58,852	₹	51,01,086
Total Expenses			2,13,88,68,171		3,34,49,484
V Profit before exceptional and extraordinary items and tax (III-IV)		₹	4,07,02,560	₹	1,16,67,420
VI Exceptional Items					
VII Prior Period Item expense / (income)		₹	2,57,461		
VIII Extraordinary items/ Income			-		-
IX Profit before Tax from Continuing Op (V-VI-VII-VIII)		₹	4,04,45,099	₹	1,16,67,420
X Tax Expense:					
Current Tax					
for the year		₹	95,90,837	₹	23,25,000
for earlier years		₹	3,50,352		
Deferred Tax		₹	2,32,907		
MAT Credit Entitlement		₹	-94,503		
XI Profit after tax from Continuing Operations (IX-X)		₹	3,03,65,507	₹	93,42,420
XII Share of Profit of Associates					
XIII Minority Interest		₹	14,20,533	₹	-
XIV Profit for the year		₹	2,89,44,974	₹	93,42,420
XV Earnings per ordinary share:	30				
Basic			22.02		13.27
Diluted			22.02		13.27
Nominal Value of each ordinary share is Rs.10/-					
Significant Accounting Policies	1				
Other Notes on Accounts	2 to 38				

In terms of our audit report of even date
FOR MGB & Co.
Chartered Accountants
FRN 101169W

For and on behalf of the board
MANGAL CREDIT & FINCORP LIMITED

Sd/-
Sandeep Jhanwar
Partner
M.No.078146
Place : Mumbai
Dated : 30th May, 2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

MANGAL CREDIT & FINCORP LIMITED

CONSOLIDATED CASH FLOW STATEMENT
 For the year ended, 31st March, 2014

	RS. IN LACS	
	Current Year 2013-14	Previous Year 2012-13
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	407.03	116.67
Adjustments for :		
Depreciation	164.08	9.81
Provision for Gratuity	22.89	-
Provision for Compensated Expenses	5.29	-
Provision for Bnus	4.61	-
(Profit) / loss on sale of Fixed Assets	1.31	-
(Profit)/loss from Capital Gain on sale of shares	(10.94)	(57.86)
Sundry Balance Written Back	-	0.02
Provision for Standard Loans	25.85	-
Dividend on Investments	(1.03)	-
	212.07	(0.63)
	619.10	68.01
Operating profit before working capital changes		
Movement in Working Capital :		
(Increase)/Decrease in Inventories	(8,209.49)	(63.88)
Increase in Trade Receivables	(6,411.51)	(6.93)
Increase in Trade DTL	7.01	-
(Increase)/Decrease in Short Term Loans & Advances	(4,450.24)	-
(Increase)/Decrease in Other Current Assets	(1,091.67)	-
Increase in Other Security Deposits Received	37.31	-
Increase in Minority Shareholders	695.39	-
Increase in Trade payables	5,573.01	288.36
Increase in Other Current Liabilities	1,490.35	-
Increase in Short Term Provision (Other Than Provision for Tax)	32.96	-
	(12,326.86)	217.55
Cash generated/ (Utilised) in Operations	(11,707.76)	285.56
Cash seized by Income Tax Authority	(31.80)	-
Income Tax Paid (Net of Refund)	(77.77)	(31.87)
Net Cash from Operating Activities -A.	(11,817.34)	253.69
B) CASH FLOW FROM INVESTING ACTIVITIES		
Increase in FA Fixed Assets	(2,532.07)	(60.48)
Decrease in Non-Current Investments	125.52	17.45
Increase in Long Term Loans and Advances	(61.98)	-
Increase/(Decrease) in Fixed Deposits	(3,401.22)	(105.28)
Increase in other Non-Current Assets	(227.57)	-
Dividend Received on Investments	1.03	0.63
	(6,096.31)	(147.68)
Net Cash Generated/(Used) in Investing Activities -B.	(6,096.31)	(147.68)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from Long Term Borrowings	883.94	-
Proceed from Short Term Borrowings	15,792.96	-
Increase in Share Application / Share Capital & Security Premium (Net)	1,367.01	-
Dividend Distribution Tax Paid	(4.79)	-
Dividend Paid	(28.18)	(17.60)
	18,010.95	(17.60)
Net cash used in financing activities	18,010.95	(17.60)
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	97.30	88.41
Cash and cash equivalents:		
Opening balance as at the beginning of the year	218.35	129.94
Closing balance as at the end of the year	315.65	218.35
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	₹ 315.65	218.35
Add: Fixed Deposits with Bank under lien	₹ 3,506.51	105.28
Cash and Bank Balance as shown in balance sheet	₹ 3,822.16	₹ 323.63

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.

Chartered Accountants

FRN : 101169W

 For and on behalf of the board
 MANGAL CREDIT & FINCORP LIMITED

 Sd/-
 Sandeep Jhanwar
 Partner

M.No. 078146

Place : Mumbai

Dated : 30/05/2014

 Sd/-
 Ajit Jain
 Whole Time Director

 Sd/-
 Meghraj Jain
 Chairman

 Sd/-
 Sandeep Maloo
 Managing Director

Notes Forming Part of Consolidated Financial Statements

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 was 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. The status of the company as on 31.03.2014 is NBFC-ND-SI (Non Banking Financial Company Non deposit Accepting Systemically Important).

The Company is incorporated in India and listed on Bombay stock exchange Limited and Ahmedabad Stock Exchange in India. The company has invested 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, 1956.

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 2014 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,

Notes Forming Part of Consolidated Financial Statements

income and expenses, after eliminating intra group 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, 2014.
- e. 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.
- f. **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.
- g. **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.
- h. 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.

Notes Forming Part of Consolidated Financial Statements

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, 2014	Proportion of ownership interest March 31, 2013	Country of incorporation
(a). Subsidiaries/ sub-subsidiaries			
Mangal Royal Jewels Private Limited	99.99%	-	India
Ekadanta Builders Private Limited	93.69%	-	India
Swarn Bhavya Mangal Jewels Private Limited	63.00%	-	India
Mangal Compusolution Private Limited	99.99%	-	India
Shree Ratna Mangal Jewels Private Limited	99.99%	-	India
Shreeradhey Mangal Gold Chain Private Limited	74.75%	-	India
Shree Mangal Jewels Private Limited	99.99%	-	India
Mangal Timber and Laminate Private Limited (formerly known as Mangal Timber Private Limited)	99.99%	-	India
Mangal Entertainment Private Limited	99.99%	-	India
Mangal Synnove Energies Private Limited	99.02%	-	India
Signature Sports and Entertainment Private Limited	75.00%	-	India
Standard Medserve TPA Private Limited	99.00%	99.00%	India
Indtrans Container Lines Private Limited	99.00%	-	India
Virrasat Gems & Jewels (Retail) Private Limited	99.90%	-	India
Mangal Bullion Private Limited	99.99%	-	India
Chakshu Realtors Private Limited	99.99%	-	India
Mangal Buildhome Private Limited	99.99%	-	India
Mangal Globle Marble Private Limited	60.00%	-	India
Mayur Abodes Limited	97.26%	-	India
Satco Capital Markets Limited	51.00%	-	India
Satco Commodities Private Limited (formerly known as Pursons Commodities Private Limited)	100.00%	-	India
(b) Associates			
Scarled Computech Private Limited	50.00%	-	India
(c) Joint Ventures			

Notes Forming Part of Consolidated Financial Statements

Bliss Entertainment	50.00%	-	India
Gold Crest Realty	89.99%	-	India
Mangal Accade Synnove Energy	49.51%	-	India

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 and 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.

Notes Forming Part of Consolidated Financial Statements

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.

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.

Notes Forming Part of Consolidated Financial Statements

vii. Depreciation

Depreciation is provided on written down value Method, at the rates specified in Schedule XIV of the Companies Act, 1956 or the rates based on useful lives of the assets as estimated by the management, if such useful life is lower than prescribed in schedule XIV of the Companies Act, 1956. Depreciation is provided on pro-rata basis on the assets acquired, sold or disposed off during the year. Individual assets costing up to Rs. 5,000 are fully depreciated in the year of acquisition.

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.

Notes Forming Part of Consolidated Financial Statements

Defined benefit plans

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

Notes Forming Part of Consolidated Financial Statements

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.

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.

Notes Forming Part of Consolidated Financial Statements

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**a) Share Capital**

(Amount in INR)

<u>Share Capital</u>	As at 31 March 2014		As at 31 March 2013	
	Shares	Amount	Shares	Amount
Authorised				
Equity Shares of Rs. 10/- each	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Issued, Subscribed and Paid up				
Equity Shares of Rs. 10/- each	14,08,815	1,40,88,150	7,04,050	70,40,500
Total	14,08,815	1,40,88,150	7,04,050	70,40,500

*Forfeited amount of Rs. 10,425/- transferred to Capital Reserve in FY 2013-14

b) Reconciliation of the number of shares outstanding at the beginning and at the end of Financial Year 2013-14

(Amount in INR)

Particulars	As at 31 March 2014		As at 31 March 2013	
	Shares	Amount	Shares	Amount
Equity Shares outstanding at the beginning of the year	7,04,050	70,40,500	7,04,050	70,40,500
Equity Shares issued during the year	7,04,765	70,47,650	-	-
Equity Shares outstanding at the end of the year	14,08,815	1,40,88,150	7,04,050	70,40,500

c) 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.

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

Name of Shareholder	As at 31 March 2014		As at 31 March 2013	
	Number of	% of Holding	Number of	% of Holding
Meghraj S Jain	3,43,903	24.41	-	-
Ajit S Jain	1,64,040	11.64	-	-
M/s E-ally Consulting (I) Pvt Ltd	2,79,950	19.87	2,79,950	39.76
M/s Shree Jaisal Electronics and Inds.Ltd	1,54,900	11.00	1,54,900	22.00

e) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being

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	Price Per Share	Total Value
Mangal Royal Jewels Pvt Ltd	2500000	10.00	2,49,97,000
Shree Mangal Jewels Pvt Ltd	699960	39.77	2,78,37,409
Mangal Bullion Pvt Ltd	350000	98.94	3,46,28,000
Shree Ratnamangal Jewels Pvt Ltd	109000	100.10	1,09,11,000
Swarn Bhavya Mangal Jewels Pvt Ltd	1260000	9.89	1,24,59,510
Shree Radhey Mangal Gold Chain Pvt Ltd	3000000	9.86	2,95,76,000
Mangal Timber Pvt Ltd	150010	39.81	59,72,273
Mangal Buildhome Pvt Ltd	2000000	9.94	1,98,88,000
Total			16,62,69,192
		Less: Cash Paid	6,62,69,502
		Shres Issued for Balance Amount	9,99,99,690

Notes Forming Part of Consolidated Financial Statements

3. RESERVES AND SURPLUS

Particulars	As at 31.03.2014	As at 31.03.2013
Securities Premium		
Opening balance	₹ 10,31,050	10,31,050
Add: Securities Premium on issue of Equity Shares during the year	₹ 14,09,53,000	-
Closing Balance	₹ 14,19,84,050	₹ 10,31,050
General Reserve		
Opening Balance	₹ 3,65,00,000	3,55,00,000
Add: Transferred from surplus in Statement of Profit and Loss	-	10,00,000
Closing Balance	₹ 3,65,00,000	₹ 3,65,00,000
Contingency Reserve	₹ 25,00,000	25,00,000
Investment Reserve	₹ 7,00,000	7,00,000
Statutory Reserve Fund		
Opening Balance	₹ 2,52,65,000	2,33,65,000
Add: Transferred from Statement of Profit and Loss	₹ 17,43,000	19,00,000
Closing Balance	₹ 2,70,08,000	2,52,65,000
Capital Reserve	₹ 10,425	10,425
Capital Reserve on Consolidation	₹ 32,41,980	-
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	₹ 7,57,89,299	7,26,43,306
Add: Profit for the year	₹ 2,89,44,973	93,42,420
Less: Minority losses in excess of their Equity	₹ 53,186	
Less: Dividends proposed to be distributed to equity shareholders	₹ 28,17,630	28,17,630
Tax on Dividend	₹ 4,78,856	4,78,856
Transferred To : Statutory Reserve Fund	₹ 17,43,000	19,00,000
: General Reserve	₹ -	10,00,000
Loss of Standard Medserve Brought Forward	₹ -	2,29,161
Closing Balance	₹ 9,96,41,600	₹ 7,55,60,079
Total	₹ 31,15,86,056	₹ 14,15,66,554

DIVIDEND

Dividend of Rs. 2 per share on Face Value of Rs. 10/- per share has been recommended for the FY 2013-14 (Dividend of Rs. 2 per share on face value of Rs. 10/- per share was provided in FY 2012-13;

Notes Forming Part of Consolidated Financial Statements

4 LONG TERM BORROWINGS

Particulars	As at 31.03.2014	As at 31.03.2013
Secured		
From Co-operative Banks (Refer Note 4.1)	₹ 8,23,45,910	₹ -
Secured Term Loan - Long Term Maturity (Refer Note 4.1)	₹ 4,96,64,268	
Term Loan from - The Bharat Co-Operative Bank Ltd (Refer Note 4.2)	₹ 3,26,81,642	
From Financial Institutions (Refer Note 4.2)	₹ 71,27,100	₹ -
Term Loan from RIIICO Ltd (Refer Note 4.3)	₹ 71,27,100	
From NBFC's (Refer Note 4.3)	₹ 11,78,760	₹ 22,57,644
Term Loan (Refer Note) (Refer Note 4.4)	₹ 22,57,644	₹ 31,96,515
Less: Current Maturities	₹ 10,78,884	₹ 9,38,871
	₹ 9,06,51,770	22,57,644

4.1 The amounts are net of current maturities presented in Note No.10.

4.2 Secured by Equitable Mortgage by depositing of title deeds of immovable properties of office at Lotus Corporate Park - A-1701/1702 and residential premises of directors. The Loans are repayable in 60 to 90 installments and carries rate of interest from 13.75% to 14.50%.

4.3 Secured by Equitable Mortgage of Leasehold Land. The loan is repayable in 19 installments and carries 12% rate of interest.

4.4 Term Loans represents term loans against hypothecation of 4 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.

5. DEFERRED TAX LIABILITIES

Particulars	As at 31.03.2014	As at 31.03.2013
Deferred Tax Assets		
Opening Balance	₹ 78,564	₹ -
Add: Created During the year	₹ 38,53,058	₹ -
Less: Reversed During the year	₹ 1,224	₹ -
	₹ 39,30,398	₹ -
Deferred Tax Liabilities		
Opening Balance	₹ 5,16,285	₹ -
Add: Created During the year	₹ 41,39,815	₹ -
Less: Reversed During the year	₹ 24,623	₹ -
	₹ 46,31,476	₹ -

6. OTHER LONG TERM LIABILITIES

Particulars	As at 31.03.2014	As at 31.03.2013
Unsecured , considered good		
Security Deposit	₹ 37,30,988	₹ -
	₹ 37,30,988	₹ -

7 LONG TERM PROVISIONS

Particulars	As at 31.03.2014	As at 31.03.2013
Provision for Gratuity	₹ 22,01,161	₹ -
Provision for Compensated Absences	₹ 5,01,268	₹ -
	₹ 27,02,429	₹ -

Notes Forming Part of Consolidated Financial Statements

8 SHORT - TERM BORROWING

Particulars	As at 31.03.2014	As at 31.03.2013
Secured		-
Cash Credit facility (Refer Note 8.1)	₹ 286,784,498	₹ -
Bank Overdraft against Fixed Deposits (Refer Note 8.2)	₹ 264,292,576	₹ -
Unsecured		
Inter-Corporate Loans	₹ 1,048,677,893	₹ 195,050,000
Loan from Directors, Shareholders & their relatives	₹ 157,358,582	₹ -
Related Parties	₹ 23,133,720	₹ 5,901,000
Loan From Others	₹ -	₹ -
	₹ 1,780,247,269	₹ 200,951,000

8.1 Bank Cash credit facility carry an interest of 13.75% p.a. secured by Equitable Mortgage by depositing of title deeds of immovable properties of director's residence and office premises situated at A-1701/1702, Lotus Corporate Park, Ram Mandir Road, Off. Western Express Highway, Goregaon(East), Mumbai and also by personal guarantee of directors. Total sanction limit is Rs.31.50 Crores.

8.2 Bank Overdraft carry an interest of 8.75% to 11.00% p.a. and secured against lien of fixed deposits as margin money with bank.

9 TRADE PAYABLES

Particulars	As at 31.03.2014	As at 31.03.2013
- Total outstanding dues of Micro Enterprises and Small Enterprises		-
- Total outstanding dues of creditors other than Micro and Small Enterprises	₹ 581,407,373	₹ 24,106,110
- Goods purchase/ Service Rendered	₹ 480,350,042	
- Others	₹ 101,057,331	₹ 24,447,842
	₹ 581,407,373	₹ 24,106,110

9.1 The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence discloses, if any, relating to amounts unpaid as at the year ended together with interest paid / payable as required under the said act have not been furnished.

10 OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2014	As at 31.03.2013
Unclaimed Dividends*	₹ 935,270	₹ 1,037,850
Advance against sale of shares	₹ 59,700,000	₹ 313,500
Current Maturities of Long term loans	₹ 17,920,608	₹ 938,871
Interest Accrued on Loan	₹ 457,864	₹ -
Interest Accrued & Due on Borrowings	₹ 54,346,295	₹ 10,064,893
Advance received from Customers	₹ 4,000,000	₹ -
Other Payables		
- Statutory Dues (TDS Payable)	₹ 6,288,460	₹ 1,451,117
- Duties and Taxes	₹ 7,068,251	₹ 79,349
- Creditors for Expenses	₹ 12,277,463	₹ 394,541
- Creditors for Others	₹ 321,089	₹ -
Other Current Liabilities	₹ -	₹ -
	₹ 163,315,300	₹ 14,280,121

* There are no amounts due and outstanding to be credited to Investor Education and Protection Fund.

11 SHORT TERM PROVISIONS

Particulars	As at 31.03.2014	As at 31.03.2013
Provision for		-
Income Tax	₹ 2,302,236	₹ -
Standard Assets (As per RBI Guidelines)	₹ 2,585,000	₹ -
Proposed Dividend	₹ 2,817,630	₹ 2,817,630
Dividend Distribution Tax on Proposed Dividend	₹ 478,856	₹ 478,856
Bonus	₹ 461,400	₹ -
Gratuity	₹ 87,854	₹ -
Compensated Absences	₹ 27,334	₹ -
	₹ 8,760,310	₹ 3,296,486

Notes Forming Part of Consolidated Financial Statements

12. FIXED ASSETS

Tangible Assets	Gross Block			Accumulated Depreciation and Impairment			Net Block				
	Balance as at 1 April, 2013	Additions	Other Adjustment during the year	Disposals	Balance as at 31 March, 2014	Depreciation / amortisation for the period.	Adjusted during the year	Eliminated on disposal of assets	Balance as at 31 March, 2014	Balance as at 1 April, 2013	
(a) Plant and Equipment	₹ 48,61,370	₹ 33,52,993	₹ 6,48,951	₹ -	₹ 88,63,313	₹ 5,68,343	₹ -	₹ -	₹ 36,37,197	₹ 52,26,116	₹ 17,92,516
(b) Furniture and Fixtures	₹ 41,45,907	₹ 1,52,35,735	₹ 3,76,351	₹ -	₹ 1,97,57,993	₹ 18,67,945	₹ -	₹ -	₹ 36,29,684	₹ 1,61,28,309	₹ 23,84,168
(c) Vehicles	₹ 83,64,912	₹ -	₹ 45,89,368	₹ 33,38,868	₹ 95,95,412	₹ 25,84,135	₹ 2,57,461	₹ 31,04,411	₹ 35,37,555	₹ 60,57,857	₹ 45,64,542
(d) Computer & Printers	₹ 1,80,89,734	₹ 3,79,70,725	₹ 2,23,20,029	₹ -	₹ 7,83,80,488	₹ 1,70,09,942	₹ -	₹ -	₹ 2,65,13,252	₹ 5,18,67,236	₹ 10,79,792
(e) Land & Building	₹ -	₹ 8,15,12,089	₹ 3,78,35,882	₹ -	₹ 11,93,48,571	₹ 20,32,234	₹ -	₹ -	₹ 20,32,234	₹ 11,73,16,337	₹ -
(f) Capital Work in Progress	₹ -	₹ -	₹ 16,64,612	₹ -	₹ 16,64,612	₹ -	₹ -	₹ -	₹ -	₹ 16,64,612	₹ -
(g) Leasehold Land & Building	₹ -	₹ 15,25,241	₹ 2,15,12,156	₹ -	₹ 2,30,37,397	₹ -	₹ -	₹ -	₹ -	₹ 2,30,37,397	₹ -
Sub Total (A)	₹ 3,54,61,923	₹ 13,95,97,382	₹ 8,89,47,348	₹ 33,58,868	₹ 26,06,47,785	₹ 2,56,40,904	₹ 2,57,461	₹ 31,04,411	₹ 3,93,49,921	₹ 22,12,97,864	₹ 98,21,019
B Intangible Assets											
(a) Computer Software	₹ 86,57,904	₹ -	₹ -	₹ -	₹ 86,57,904	₹ 59,15,036	₹ -	₹ -	₹ 67,80,826	₹ 18,77,078	₹ -
(b) BSE Membership Card	₹ 97,00,000	₹ -	₹ -	₹ -	₹ 97,00,000	₹ 95,23,703	₹ 44,074	₹ -	₹ 95,67,777	₹ 1,32,223	₹ -
(c) Goodwill on	₹ -	₹ 1,92,67,780	₹ -	₹ -	₹ 1,92,67,780	₹ -	₹ -	₹ -	₹ -	₹ 1,92,67,780	₹ -
Sub Total (B)	₹ 1,83,57,904	₹ 1,92,67,780	₹ -	₹ -	₹ 3,76,25,684	₹ 1,54,38,739	₹ 9,09,864	₹ -	₹ 1,63,48,603	₹ 2,12,77,081	₹ -
Total	₹ 5,38,19,827	₹ 15,88,65,162	₹ 8,99,47,348	₹ 33,58,868	₹ 29,82,73,469	₹ 4,10,79,643	₹ 2,57,461	₹ 31,04,411	₹ 5,56,98,524	₹ 24,25,74,945	₹ 98,21,019
Previous year	₹ 11,56,119	₹ 60,48,156	₹ -	₹ -	₹ 72,04,275	₹ 1,80,431	₹ -	₹ -	₹ 11,61,529	₹ -	₹ 60,42,746

Notes Forming Part of Consolidated Financial Statements

13. NON CURRENT INVESTMENT

Particulars	As At 31.03.2014		As At 31.03.2013	
	Quoted	Unquoted	Quoted	Unquoted
		Total		Total
Investments At Cost				
a) Investment in Land	₹ -	₹ -	₹ -	₹ -
		1,39,79,720		1,99,41,531
b) Investment in Equity Instruments of Other Companies				
(i) Nil (As at 31 March, 2013: 4,01,145)Shares Of Rs. 10 each fully paid up in Gujarat Sidhee Cement Shares	₹ -	₹ -	₹ 38,93,646	₹ -
(ii) Nil (As at 31 March, 2013: 12,500)Shares Of Rs. 10 each fully paid up in ACI Infocom Shares	₹ -	₹ -	₹ 17,66,773	₹ -
(iii) 11,400(As at 31 March, 2013: Nil)Shares Of Rs. 10 each fully paid up in The Bharat Co-Operative Bank Ltd Shares	₹ -	₹ 1,14,000	₹ -	₹ -
(iv) 5,000 (As at 31 March, 2013: Nil)Shares Of Rs. 10 each fully paid up in Scarlet Computech Private Limited Shares	₹ -	₹ 50,000	₹ -	₹ -
Total - Non Trade Investment	₹ -	₹ 1,64,000	₹ 56,60,419	₹ 2,56,01,950

Notes Forming Part of Consolidated Financial Statements

14. LONG-TERM LOANS & ADVANCES

Particulars	As at 31.03.2014	As at 31.03.2013
Unsecured, Considered good		
Security Deposit	₹ 65,42,588	₹ 1,47,53,000
Other Loans & advances		
Balance with Revenue Authorities	₹ 40,94,097	₹ 2,80,613
Advance Tax/TDS (Net of Provision for taxation)	₹ 1,43,53,207	₹ 5,78,055
Total	₹ 2,49,89,892	₹ 1,56,11,668

14.1 Balance with revenue authorities includes cash of Rs. 31.80 Lacs of the Group Companies included in these Consolidated financial statements seized by the Income Tax Authorities on 01.10.2013 from the various business premises of the group and residence of director of the company.

15. OTHER NON CURRENT ASSETS

Particulars	As at 31.03.2014	As at 31.03.2013
Unsecured, considered good		
Deposit with Stock Exchange	₹ 2,22,38,649	₹ -
Other Deposit	₹ 2,57,291	₹ -
Unmortised Expenses		
Share Capital Increase Expenses	₹ 2,54,000	₹ -
Company Incorporation expenses	₹ 7,470	₹ -
Total	₹ 2,27,57,410	₹ -

16. INVENTORIES

Particulars	As at 31.03.2014	As at 31.03.2013
-Raw Material	₹ -	₹ -
-Work-in-progress	₹ 12,73,28,312	₹ -
-Finished Goods	₹ 5,54,940	₹ -
- Stock in Trade	₹ 71,39,53,716	₹ 2,08,88,330
Less : Stock Reserve	₹ -	₹ -
Total	₹ 84,18,36,968	₹ 2,08,88,330

17. TRADE RECEIVABLES

Particulars	As at 31.03.2014	As at 31.03.2013
Unsecured & Considered good		
Trade receivables outstanding for a period exceeding six months	₹ 8,08,60,821	₹ -
Other Debts	₹ 56,09,51,309	₹ 6,61,500
Total	₹ 64,18,12,130	₹ 6,61,500

Notes Forming Part of Consolidated Financial Statements

18. CASH AND BANK BALANCES

Particulars	As at	
	31.03.2014	31.03.2013
A. Cash and Cash Equivalents		
(a) Cash on hand	₹ 1,36,88,201	21,13,601
(b) Balances with banks		
(i) In current accounts	₹ 1,69,22,740	₹ 1,86,83,119
(iii) In Trading accounts	₹ 18,346	₹ -
B. Other Bank Balances		
(a) Fixed Deposit held as margin money for Bank Overdraft facility		
(i) with maturity upto 3 months	₹ 12,71,04,244	₹ -
(ii) with maturity more than 3 months and upto 12 months	₹ -	₹ 1,05,28,953
(iii) with maturity more than 12 months	₹ 16,51,59,324	₹ -
(b) Fixed Deposits held as other Margin Money		
(i) For Bank Guarantee	₹ 4,62,05,472	₹ -
(ii) Against stock exchange membership	₹ 15,00,000	₹ -
(c) Other Fixed Deposits	₹ 1,06,82,308	₹ -
(d) Unpaid Dividend Bank accounts	₹ 9,35,270	₹ 10,37,850
Total	₹ 38,22,15,904	₹ 3,23,63,523

19. SHORT TERM LOANS AND ADVANCES

Particulars	As at	
	31.03.2014	31.03.2013
Unsecured & considered good		
Loans and Advances to Related Parties	₹ 4,72,10,837	₹ -
Other Loans	₹ 48,72,61,779	₹ 23,70,60,000
	₹ 53,44,72,616	₹ 23,70,60,000
Secured & considered good		
Other Loans	₹ 11,40,00,000	₹ 4,95,00,000
	₹ 11,40,00,000	₹ 4,95,00,000
Unsecured & considered Good		
Loans & Advances to Employees	₹ 3,00,150	₹ -
Prepaid Expenses	₹ 18,31,309	₹ -
Loans & Advances- Others	₹ -	₹ -
Balance with Revenue Authorities	₹ 96,97,352	₹ -
Security Deposit	₹ 8,65,669	₹ -
Receivable From Stock Exchange & Others	₹ 5,08,69,947	₹ -
Advances recoverable in cash or kind	₹ 1,95,46,789	₹ -
Total	₹ 73,15,83,832	₹ 28,65,60,000

20. OTHER CURRENT ASSETS

Particulars	As at	
	31.03.2014	31.03.2013
Advance to Suppliers	₹ 10,62,48,000	
Interest accrued and Due on Borrowings	₹ 86,75,581	₹ 1,51,84,201
Prepaid Expenses	₹ 59,682	₹ 1,98,021
Others current Assets	₹ 11,82,429	₹ 16,909
Interest Accrued on Deposits	₹ 57,70,551	
Fixed Deposits against Membership with Stock Exchange	₹ 41,75,000	
Capital Advances		₹ 16,55,567
Advance to Staff	₹ 1,25,034	₹ 15,000
Total	₹ 12,62,36,276	₹ 1,70,69,698

Notes Forming Part of Consolidated Financial Statements

21 REVENUE FROM OPERATIONS

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Interest Income	₹ 8,05,06,774	₹ 2,59,35,106
Sale of Product	₹ 1,97,92,19,742	₹ 1,13,12,873
Sale of Services	₹ 8,51,70,034	₹ -
Other Operating Revenue	₹ 9,72,170	₹ -
Total	₹ 2,14,58,68,720	₹ 3,72,47,979

22 OTHER INCOME

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Dividend Income	₹ 1,02,729	₹ 63,314
Profit from Trading in Securities	₹ 22,77,500	₹ -
Rent from Premises	₹ 33,47,500	₹ -
Rent from Leasing of Motor Cars	₹ 12,00,000	₹ 6,00,000
Profit from F&O transactions	₹ -	₹ 6,03,095
Miscellaneous Income	₹ 15,80,798	₹ 2,14,770
Profit / (Loss) on sale of Fixed Assets	₹ -1,31,457	₹ -
Gain from Foreign Exchange Fluctuations	₹ 1,86,23,703	₹ -
Interest on Capital - Partnership firm	₹ 38,188	₹ -
Profit on sale of Investments	₹ 10,93,546	₹ 57,85,660
Interest Income	₹ 55,69,504	₹ 6,02,086
	₹ -	
Total	₹ 3,37,02,011	₹ 78,68,925

Notes Forming Part of Consolidated Financial Statements

23 Cost of Material/Services Consumed

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Cost of Material/Services Consumed	₹ 2,13,61,351	-
	₹ 2,13,61,351	-

24 Change in Inventories

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Inventory at the end of year		
Raw Material	₹ -	₹ -
WIP	₹ 13,79,93,972	₹ -
Stock-in-Trade	₹ 71,60,23,342	₹ 2,08,88,330
	₹ 85,40,17,314	₹ 2,08,88,330
Inventory at the beginning of the year		
Raw Material	₹ -	₹ -
WIP	₹ 10,74,16,398	₹ -
Stock-in-Trade	₹ 48,69,47,376	₹ 1,45,00,001
	₹ 59,43,63,774	₹ 1,45,00,001
	₹ -25,96,53,540	₹ -63,88,329

25 Employee Benefit Expenses

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Salaries and Allowances	₹ 2,40,22,345	₹ 34,57,903
Staff Welfare Expenses	₹ 15,40,510	₹ 1,98,190
Total	₹ 2,55,62,855	₹ 36,56,093

26 Finance Cost

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Interest cost:		
Interest on Bank Overdraft	₹ 4,58,87,606	₹ 1,40,57,553
Interest on Car Loan	₹ 3,90,189	₹ -
Interest on Inter-Corporate Deposits	₹ 6,69,82,397	₹ -
Interest-Others	₹ 61,50,570	₹ -
Total	₹ 11,94,10,762	₹ 1,40,57,553

27 Depreciation & Amortisation Expenses

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Depreciation	₹ 1,62,55,397	₹ -
Deferred Revenue Expenditure Written off	₹ 1,52,490	₹ -
	₹ 1,64,07,887	-

Notes Forming Part of Consolidated Financial Statements

28 Project Expenses

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Project Expenses	₹ 1,72,84,913	₹ -
	₹ 1,72,84,913	₹ -

29 Other Expenses

Particulars	For the Period ended 31.03.2014	Previous year ended 31.03.2013
Exchange Expenses	₹ 5,55,661	₹ -
Architect Fees	₹ 9,00,000	₹ -
Advertisement Expenses	₹ 37,49,491	₹ 1,02,854
Audit Fees	₹ 8,13,852	₹ 1,12,500
Conveyance Expenses	₹ 28,58,947	₹ 2,17,893
Donation	₹ 3,96,869	₹ 5,00,000
Electricity Charges	₹ 21,62,812	₹ 2,17,468
Insurance	₹ 10,26,876	₹ 2,67,684
Legal & Prof.Charges	₹ 1,56,63,260	₹ 7,06,272
Miscellaneous Expenses	₹ 43,12,218	₹ 11,93,059
Office Expenses	₹ 8,31,929	₹ -
Office Inaugration Expenses	₹ 3,21,061	₹ -
Postage, Courier & Telegrams	₹ 2,70,542	₹ -
Printing & Stationery	₹ 11,53,405	₹ 5,83,955
Rent, Rates and Taxes	₹ 48,18,403	₹ 10,67,970
Provision on Standard Assets	₹ 25,85,000	₹ -
Telephone & Internet Charges	₹ 12,67,747	₹ -
Labour Charges	₹ 1,10,68,336	₹ 29,785
Repairs & Maintenance Expenses	₹ 17,87,204	₹ 1,01,646
Membership & Subscription	₹ 4,38,365	₹ -
Exhibition Charges	₹ 3,70,710	₹ -
Packaging Charges	₹ 4,08,390	₹ -
Transportation Charges	₹ 2,75,214	₹ -
Event Origination Expenses	₹ 94,28,786	₹ -
Commission Expenses	₹ 9,65,067	₹ -
Spare Parts Expenses	₹ 1,70,899	₹ -
Construction Expenses	₹ 1,54,14,386	₹ -
Project Cost	₹ 1,63,84,913	₹ -
Import Duty Charges	₹ 5,13,381	₹ -
Motor Car Expenses	₹ 2,30,044	₹ -
	₹ 8,38,58,852	₹ 51,01,086

Notes Forming Part of the Consolidated Financial Statements

30. Earnings per Equity Share

Particulars	For the Period ended 31.03.2014	Previous Year ended 31.03.2013
	Rupees	Rupees
(i) Net Profit (adjusted) available for Equity Shareholders	2,89,44,974	93,42,420
(ii) Weighted Average number of equity shares for Basic EPS (Number)	13,14,203	7,04,050
(iii) Nominal Value of shares	10	10
(iv) Earning per Equity Share		
Basic (in Rs.)	22.02	13.27
Diluted (in Rs.)	<u>22.02</u>	<u>13.27</u>

31. Contingent Liabilities & Commitments

Particulars	For the Period ended 31.03.2014	Previous Year ended 31.03.2013
(i) Contingent Liabilities		
(a) Claims against company not acknowledged as debt	-	-
(b) Guarantees	99,00,00,000	-
(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	-	-

32. 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. During the year the premises of the company was subjected to search and seizure proceedings u/s 132 of the Income Tax Act, 1961 alongwith the similar proceedings at the residential premises of the directors and also the premises of certain other group concerns. Cash of Rs.31,80,000/- belonging to the company and its subsidiaries etc. was seized during such proceedings, besides certain other papers, documents, books, electronic data which, according to management, does not contain any incriminating material. Accordingly, the management is of the view that no additional tax liability shall arise as a result of such proceedings.

Notes forming part of Consolidated Financial Statements

34. Non Compliance as to following norms prescribed by Reserve Bank of India vide circular no. RBI/2013-14/35 DNBS (PD) CC No.333/ 03.02.001 / 2013-14 dt. July 1, 2013 for systemically important Non-Deposit Accepting NBFC's (NBFC-ND-SI) which have become applicable on the Company during the year:-

- (i) The Capital Risk Adequacy Ratio (CRAR) of 15% is required to be maintained. As against this the CRAR of the Company as on 31.03.2014 is (-) 67.24%.
- (ii) The Company is required to maintain exposure to single party / Group within the prescribed percentage of owned funds. As against this the Concentration of Advances and Investments as on 31.03.2014 is as under:-

(Rs. in Lacs)

S No.	Description	Value
1	Total of Loans and advances including off-balance sheet exposures to any single party in excess of 15 per cent of owned fund of the non-banking financial company	4082.78
2	Total of Loans and advances including off-balance sheet exposures to a single group of parties in excess of 25 per cent of owned fund of the non-banking financial company	4829.96
3	Total of Investments in single companies in excess of 15 per cent of the owned fund of the non-banking financial company	1606.51
4	Total of Investments in the shares issued by a single group of companies in excess of 25 per cent of the owned fund of the non-banking financial company	3462.69
5	Total of Loans, advances to (including debentures/bonds and off-balance sheet exposures) and investment in the shares of single parties in excess of 25 per cent of the owned fund of the non-banking financial company	4397.42
6	Total of Loans, advances to (including debentures/bonds and off-balance sheet exposures) and investment in the shares of single group of parties in excess of 40 per cent of the owned fund of the non-banking financial company	8291.65

- (iii) The Company charged interest on monthly / by-monthly / quarterly / or annually as per the terms decided with the respective borrowers. Accordingly it is not complying with the norms regarding charging of interest on monthly / quarterly basis in certain cases.

Notes forming part of Consolidated Financial Statement

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.4,01,728/- (Previous year Rs. 4,67,330/-) 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	
	31 March, 2014	31 March, 2013	31 March, 2014	31 March, 2013
1. Present Value of Defined Benefit Obligation as on 31-3-2013	22.39	17.37	6.35	5.57
2. Interest Cost @ (0.0875)	1.85	1.52	0.52	0.49
3. Current Service Cost	2.87	3.20	(0.12)	0.67
4. Benefits Paid during the year ending 31-3-2014	(2.60)	(0.67)	(0.02)	(1.34)
5. Actuarial (Gain)/ loss on Defined Benefit Obligation	(2.52)	0.97	(1.78)	0.96
6. Present Value of Defined Benefit Obligation as on 31-3-2014	21.98	22.39	4.96	6.35

Amounts to be recognised in the Balance Sheet as on 31-3-2014

Particulars	Gratuity (Unfunded)		Compensated Absences	
	31 March, 2014	31 March, 2013	31 March, 2014	31 March, 2013
1. Present Value of the Defined Benefit Obligation:31-3-2014	21.98	22.39	4.96	6.35
2. Fair Value of Plan Assets: 31-3-2014	NIL	NIL	NIL	NIL
3. Liability recognised in Balance Sheet : 31-3-2014	21.98	22.39	4.96	6.35
Long-Term	21.12	22.07	4.69	6.26
Short-Term	0.86	0.32	0.27	0.09

Amounts to be recognised in the statement of Profit & Loss for the year ended 31-3-2014

Particulars	Gratuity (Unfunded)		Compensated Absences	
	31 March, 2014	31 March, 2013	31 March, 2014	31 March, 2013
1. Current Service Cost	2.87	2.90	(0.12)	(1.87)
2. Interest Cost on Obligation	1.85	1.54	0.52	0.80
3. Expected return on plan assets	NIL	NIL	NIL	NIL
4. Net Actuarial (gain)/loss recognised in the year ended 31.3.2014	(2.52)	(5.47)	(1.78)	(2.64)
5. Expenses recognised in the statement of Profit & Loss	2.20	(1.03)	(1.37)	(3.71)

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	31 March, 2014	31 March, 2013
a) Rate of Interest	9.25% per annum	8.75% per annum
b) Salary Growth	7% per annum	7% per annum
c) Withdrawal Rate	1%	1%
d) Mortality Rates	Indian Assures Lives (2006-08) Ultimate Mortality Rates.	LIC (1994-96) Ultimate Mortality Rates.
e) Retirement Age	58 years	58 years

Notes forming part of Consolidated Financial Statements

36. As required under the accounting standard of Related Party Disclosure (AS 18) issued by the Institute of Chartered Accountants of India, The disclosure of Related Party name & their transactions are as under:

Name of Related Parties and Relationships

S. No. Related Parties

A Associates

Scarled Computech Private Limited
GoldCrest Realty
Student films Festivals
Bliss Entertainment
Mangal Accad Synnove Energy
Swarn Mangal Jewels
Pathik Computers
Satguru Enterprises

B Companies / Others Under Common Control

E-Ally Commodities India Private Limited
E-Ally Consulting India Private Limited
E-Ally Equities India Private Limited
Chakshu Realtors Pvt Ltd
Indtrans Container Lines Pvt Ltd
Mangal Buildhome Pvt Ltd
Mangal Bullion Pvt Ltd
Mangal Compusolution Pvt Ltd
Mangal Entertainment Pvt Ltd
Mangal Globle Marble Pvt Ltd
Mangal Royal Jewels Pvt Ltd.
Mangal Synnove Energies Pvt Ltd
Mangal Timber Pvt Ltd
Mayur Abodes Ltd.
Satco Capital Markets Ltd
Shree Mangal Jewels Pvt Ltd
Shree Radhey Mangal Gold Chain Pvt Ltd
Shree Ratnamangal Jewels Pvt Ltd
Signature Sports & Entertainment Pvt Ltd
Standard Medserve Tpa Pvt Ltd
Swarn Bhavya Mangal Jewels Pvt Ltd
Viraasat Gems & Jewels (Retail) Pvt Ltd
Satco Commodities Private Limited
Dhakad Proprieties & Financial Services PL
Mangal Meta Forging Private Limited
Shwet Developers Private Limited

C Companies / Others Under Common Control

E-Ally Commodities India Private Limited
E-Ally Consulting India Private Limited
E-Ally Equities India Private Limited
Dhakad Proprieties & Financial Services PL
Mangal Meta Forging Private Limited
Shwet Developers Private Limited

Notes forming part of Consolidated Financial Statements

D Key Management Personnel

Ajit Jain	Director	Neeta Maloo	Director
Akhilesh Bhatra	Director	Nilambari Singh	Director
Anaheeta R Balsara	Director	Pathik M desai	Director
Aushtosh Mantri	Director	Ram Krishan Kabra	Director
Chintan Valia	Director	Rashid Ali Khan	Director
Dinesh Hiren	Director	Sandeep Maloo	Director
Dinesh Jain	Director	Sohan Lal Jain	Director
Dixit Jain	Director	Udai Singh Shekawat	Director
Fatehlal Kothari	Director	Vijit Singh	Director
Gaurav Kothari	Director	Vinod Mehta	Director
Karan Verma	Director	Rajendra M Babani	Director
Labhchand Maloo	Director	Anoop Babani	Director
Mahipal Bishnoi	Director	S S Bharwani	Director
Manish Lodha	Director	Nitin Raheja	Director
Meghraj Jain	Director	S T Gerela	Director
Naresh Jain	Director	Naresh Tejwani	Director
Navin Govind Agarwal	Director	Sital Motwani	Director

E List of Relatives of Key Managerial Person

Ajit Jain (HUF)
 Indra M Jain
 Seema Jain
 Swarn Mangal Jewels
 Mangal Jewellers
 Satyam Ahuja
 Prashant Poddar

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

Notes forming part of Consolidated Financial Statement

37. SEGMENT INFORMATION :-**A) Information about Business Segments- Primary**

Rs. In Lacs

S. No.	Particulars	Finance	Jewellery	Entertainment	Event/	Others	Elimination	Total
1.	Segment Revenue							
	External Sales	805.07 (335.89)	19,580.17 (115.28)	380.72	-	692.73	-	21,458.69 (451.17)
	Inter Segment Sales	170.08	3,266.05	-	-	67.35	(3,503)	-
	Total Revenue	975.14	22,846.22	380.72	-	760.08	-3,503.48	21,458.69
2.	Segment Result :-							
	Profit / (Loss) Before Taxation	820.94 (253.21)	684.13 (4.10)	52.28	-	211.29	170.08	1,598.56 (257.25)
	<u>Less:-</u>							
	1) Interest	731.65 (140.58)	449.81	11.84	-	170.89	170.08	1,194.11 (140.58)
	2) Other unallocated corporate expenses	-	-	-	-	-	-	-
	Income Tax	20.88	51.62	3.40	-	24.89	-	100.80
	Profit from Ordinary Activity	68.40	182.70	37.05	-	15.51	-	303.66
3.	Other Information :-							
	Segment Assets	8,840.33 (3,656.40)	12,611.11 (390.84)	312.95	-	8,517.12	-	30,281.51 (4,047.24)
	<u>Add:-</u> Unallocated common assets	-	-	-	-	-	-	-
	Total Assets	8,840	12,611	313	-	8,517	-	30,282
	Segment Liabilities	14,015.48 (2,217.43)	7,054.00 (233.72)	115.84	-	5,839.45	-	27,024.77 (2,451.15)
	<u>Add:-</u> Unallocated common liabilities	-	-	-	-	-	-	-
	Total Liabilities	14,015	7,054	116	-	5,839	-	27,024.77
4.	Capital Expenditure during the year :	211.27 (60.40)	4 (0.08)	0	-	1,180	-	1,395.33 (60.48)
5.	Depreciation and amortisation :	16.24 (7.96)	38.15 (1.85)	0.43	-	107.74	-	162.55 (9.81)
6.	<u>Add:-</u> Unallocated Depreciation	-	-	-	-	-	-	-
	Non - Cash Expenditure :	0.84	25.85	0.02	-	0.66	-	27.37

Note: Amount in brackets representation previous year figure.

Notes forming part of Consolidated Financial Statements

37.1 Secondary Segment

The Company has no secondary segment.

37.2 Geographical Segment

The company operates business only in India.

38: 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.
Chartered Accountants,
FRN 101169W**

**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, 2014

Sd/-
Ajit Jain
Whole Time Director

Sd/-
Meghraj Jain
Chairman

Sd/-
Sandeep Maloo
Managing Director

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Associates					
Bliss Entertainment	Rent Income	2,75,000.00	-	-	-
Scarfed Computech Private Limited	Interest Income Loan Given	12,50,548.00 1,20,00,000.00	11,25,493.00 1,20,00,000.00	-	-
Student Film Festival	Capital Introduced Drawings Profit From Firm	11,84,800.00 1,12,400.00 690.00	10,72,400.00 - 690.00		
Common Control					
Ally Insurance Brokers Private Limited	Interest Paid Loan Taken	3,00,000.00 -	2,70,000.00 20,00,000.00	1,85,753.00 20,00,000.00	1,67,178.00 20,00,000.00
Dhaked Properties & financial Services Private Limited	Interest Received Loan Given Loan Repaid Loan Taken	46,919.00 90,03,229.00 53,82,392.00 3,00,000.00	42,227.00 39,20,837.00 -	- - -	- - -
E-Ally Commodities India Private Limited	Interest Paid Interest Received Loan Repaid Loan Taken Rent Income	- 61,205.00 57,56,233.00 61,06,233.00 16,250.00	- 55,084.00 3,50,000.00 -	23,48,630.00 - 4,32,00,000.00 4,32,00,000.00 -	1,13,767.00 - - -
E-Ally Consulting India Private Limited	Interest Paid Loan Repaid Loan Taken Rent Income	9,95,227.00 5,36,43,445.00 7,01,77,165.00 3,25,000.00	8,95,704.00 - 2,03,83,720.00 -	28,78,911.00 35,73,00,000.00 36,11,50,000.00 -	25,91,020.00 38,50,000.00 -

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
E-Ally Equities India Private Limited	Interest Received	21,962.00	19,766.00	-	-
	Loan Repaid	56,00,000.00	4,00,000.00	-	-
	Loan Taken	52,00,000.00	-	-	-
	Rent Income	16,250.00	-	-	-
E-Ally Research India Private Limited	Rent Income	16,250.00	-	-	-
E-Ally Securities India Private Limited	Rent Income	16,250.00	-	-	-
Ectech Informatics Private Limited	Rent Income	16,250.00	-	-	-
Karshma Metal Industries Private Limited	Interest Received	20,17,360.00	3,37,446.00	24,247.00	21,822.00
	Loan Given	1,59,50,000.00	-	60,00,000.00	60,00,000.00
	Loan Repaid	48,00,000.00	1,71,50,000.00	-	-
Mangal Meta Forging Private Limited	Interest Received	3,85,874.00	3,47,286.00	-	-
	Loan Given	47,75,000.00	-	-	-
	Loan Repaid	19,85,000.00	27,90,000.00	-	-
	Rent Income	16,250.00	-	-	-
Shree Jaisal Electronics & Ind. Ltd.	Loan Repaid	3,50,000.00	-	-	-
	Loan Taken	31,95,000.00	1,19,05,000.00	-	-
Shwet Developers Private Limited	Interest Received	18,62,993.18	23,11,219.00	-	-
	Loan Given	1,78,50,000.00	4,16,56,720.00	-	-
	Loan Repaid	42,93,280.00	-	-	-
Virasat Jewels Private Limited	Loan Given	-	1,20,00,000.00	-	-
Chakshu Realtors Pvt Ltd	Rent Paid	4,40,000.00	-	-	-
Indtrans Container Lines Private Limited	Interest Income	11,06,414.39	-	-	-
	Loan Given	2,38,47,000.00	-	-	-

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
	Loan Repaid	28,50,000.00	-	-	-
	Rent Income	7,75,000.00	-	-	-
Mangal Accad Synnove Energy	Drawings	5,24,922.00	5,24,922.00	-	-
	Rent Income	3,25,000.00	-	-	-
Mangal Compusoulation Private Limited	Interest Income	1,00,890.43	-	-	-
	Loan Given	89,50,000.00	-	-	-
	Loan Repaid	75,50,000.00	-	-	-
Mangal Entertainment Pvt. Ltd	Interest Income	46,047.00	-	-	-
	Loan Given	71,18,000.00	-	-	-
	Rent Income	25,000.00	-	-	-
Mangal Globle Marble Pvt. Ltd	Interest Income	5,76,715.00	-	-	-
	Loan Given	1,24,89,509.00	-	-	-
Mangal Synnove Energies Private Limited	Interest Income	18,822.00	-	-	-
	Loan Given	48,00,000.00	-	-	-
	Loan Repaid	2,00,000.00	-	-	-
Safco Capital Market Limited	Rent Income	8,75,000.00	-	-	-
Directors	Directors Remuneration	4,42,628.33	1,00,000.00	-	-
Ajit Jain	Directors Sitting Fees	-	-	3,000.00	-
	Expenses Reimburseme	7,30,564.60	-	-	-
	Loan Repaid	44,10,000.00	-	-	-
	Loan Taken	49,33,057.00	5,23,057.00	-	-
	Reimbursement of Car L	1,50,676.00	-	-	-
	Shares Acquired	12,50,000.00	-	-	-

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
	Sales	1,350.00	-		
Akhlesh Bhatra	Loan Taken		50,000.00		
Anaheeta R Balsara	Directors Remuneration Expenses Reimburseme	76,043.84	-		
		6,030.51	-		
Atul Jain	Directors Sitting Fees	10,000.00	-		
Chintan Vailla	Director's Remuneration Expenses Reimburseme	2,09,712.33	1,84,420.00		
		14,725.80	-		
Deepak Arora	Directors Sitting Fees	2,000.00	-		
Dinesh Jain	Contribution in Equity		-		
	Directors Remuneration	2,58,250.00	20,000.00		
	Loan Repaid	1,42,749.00	1,28,474.00		
	Loan Taken	92,22,518.00	92,22,518.00		
Fatehial Kothari	Directors Remuneration Interest Paid	2,58,250.00	-		
	Loan Taken	1,643.00	1,643.00		
		5,00,000.00	5,00,000.00		
Gaurav Kothari	Directors Remuneration	1,80,000.00	2,03,820.00		
Kanan Verma	Director's Remuneration Expenses Reimburseme	2,09,712.33	2,23,130.00		
		98,702.61	-		
Labh Chand Maloo	Directors Sitting Fees	6,000.00	-		
Lokesh Jain	Interest Paid	68,116.40	-38,659.00		
	Loan Repaid	-	-		
	Loan Taken	-	42,50,000.00		

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Manish Lodha	Directors Remuneration	1,96,270.00	-	-	-
Meghraj Jain	Directors Remuneration	6,09,789.00	-	-	-
	Expenses Reimburseme	1,936.88	-	-	-
	Loan Repaid	4,29,73,712.00	-	-	-
	Loan Taken	4,86,58,548.00	56,84,836.00	-	-
	Rent Paid	2,58,250.00	-	-	-
	Shares Acquired	20,50,790.00	-	-	-
Naresh Jain	Directors Remuneration	1,96,270.00	-	-	-
Neeta Maloo	Directors Remuneration	4,20,000.00	-	7,80,000.00	-
	Directors Sitting Fees	1,000.00	-	-	-
	HRA	2,52,000.00	-	4,68,000.00	-
	Interest Paid	63,082.00	56,774.00	-	-
	Loan Taken	36,00,000.00	36,00,000.00	-	-
	Shares Acquired	4,00,000.00	-	-	-
Pathik M Desai	Interest Paid	6,020.00	5,418.00	-	-
	Loan Taken	3,00,000.00	3,00,000.00	-	-
Rashid Ali Khan	Reimbursement of expen	91,636.00	-	-	-
Sandeep Maloo	Directors Remuneration	1,07,100.00	-	-	-
	Directors Sitting Fees	6,000.00	-	6,000.00	-
	Interest Paid	9,73,233.00	8,75,909.00	8,32,417.00	7,49,175.00
	Loan Repaid	7,26,30,935.00	-	4,70,00,000.00	-
	Loan Taken	8,60,00,000.00	1,33,69,065.00	4,70,00,000.00	-
Sunil Ramachandran Nair	Directors Sitting Fees	8,000.00	-	3,000.00	-
Vinod Mehta	Directors Remuneration	1,96,270.00	-	-	-

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Anoop P Babani	Directors Remuneration	1,25,000.00	-	-	-
Rajendra M Babani	Directors Remuneration	5,00,000.00	-	-	-
Naresh Teiwani	Directors Remuneration	5,00,000.00	-	-	-
S. T. Garela	Directors Remuneration	2,35,000.00	-	-	-
Director's Relatives					
Akhilsh Bhatra	Interest Income	60,550.00	-	-	-
	Loan Given	48,50,000.00	-	-	-
	Loan Repaid	48,50,000.00	-	-	-
Anuradha Bhatra	Loan Repaid	1,50,000.00	-	-	-
	Loan Taken	1,50,000.00	-	-	-
Indra M Jain	Office Deposits		32,50,000.00	-	-
	Rent Paid	4,06,237.58	-	-	-
Lokesh Jain	Interest Income	1,72,541.00	-	-	-
	Loan Given	33,50,000.00	33,50,000.00	-	-
Mangal Charitable Trust	Donation Paid	32,000.00	-	-	-
Mangal Jewellers	Loan Repaid	3,84,23,645.66	-	-	-
	Loan Taken	3,60,60,697.66	1,11,11,401.00	-	-
	Purchase	15,20,83,463.11	25,569.68	-	-
Navin Govind Agarwal	Interest Income	2,46,710.00	2,22,039.00	-	-
	Loan Given	80,00,000.00	80,00,000.00	-	-
Neeta Maloo	Loan Taken	100.00	25,000.00	-	-

Notes forming Part of Consolidated Financial Statements

Annexure - A1

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2013-14		2012-13	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Pathik Computers	Purchase of Computer Sales	1,70,00,000.00 55,32,100.00	- 96,24,094.00		
Ramond Balsara	Expenses Reimburseme Salary Paid	11,031.01 1,14,410.96	- -		
Seema A Jain	Office Deposits Rent Paid	4,06,237.58	12,50,000.00		
Swarn Mangal Jewels	Interest Paid Loan Repaid Loan Taken Purchase of Goods Rent Paid	2,79,082.57 1,73,50,000.00 1,71,50,000.00 1,98,38,221.00 2,58,250.00	- - - - -		

MANGAL CREDIT AND FINCORP LIMITED
(Formerly known as "tak machinery and leasing limited")
 Regd. Office: 1701/1702, , A-Wing, 17th Floor, Lotus Corporate Park,
 Western Express Highway, Goregaon – E, Mumbai – 400 063

ATTENDANCE SLIP

D.P. Id*	
Client Id*	
Master Folio No.	

NAME AND ADDRESS OF THE SHAREHOLDER:.....
 No. of Share(s) Held :.....

I/We hereby record my/our presence at the **Fifty Second Annual General Meeting** of the Company held on Monday, 4th August, 2014 at 11:00 AM at Auditorium Room, Ground Floor, Lotus Corporate Park, Western Express Highway, Goregaon (E), Mumbai – 400 063.

SIGNATURE OF THE ATTENDING MEMBER / PROXY

- NOTES :
- 1 Shareholder/Proxy holder wishing to attend the meeting must bring this Attendance Slip to the meeting and hand it over at the entrance duly signed.
 2. Shareholder/Proxy holder desiring to attend the meeting should bring his copy of the Annual Report for reference at the meeting.
- Cut Here-----

MANGAL CREDIT AND FINCORP LIMITED
(Formerly known as "tak machinery and leasing limited")
 Regd. Office: 1701/1702, , A-Wing, 17th Floor, Lotus Corporate Park,
 Western Express Highway, Goregaon – E, Mumbai – 400 063

Proxy Form

I/We.....in the district ofof.....being a Member/Members of the above named Company, hereby appoint..... of in the district ofor failing him.....of in the district of.....as my/our Proxy to attend and vote for me/us and on My/ our behalf at the Fifty First Annual General Meeting of the Company, to be held on Monday, 4th August, 2014 and at any adjournment thereof.

Signed this day of2014.
 Folio No. : DP ID No*.....
 Client ID No.*
 No. of Shares :

Signature.....

Rupee One Revenue Stamp

This form is to be used.....(In favour of / Against).....the resolution. Unless otherwise instructed, the Proxy will act as he thinks fit.

Signature.....

Applicable for shares held in electronic form
 NOTES : The Proxy must be returned so as to reach the Registered Office of the Company situated at 1701/1702, Lotus Corporate Park, A-Wing, 17th Floor, Western Express Highway, Goregaon – E, Mumbai -400 063, not less than FORTY - EIGHT HOURS before the time appointed for holding the aforesaid meeting.

MANGAL CREDIT & FINCORP LIMITED

(FORMERLY KNOWN AS TAK MACHINERY & 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 – 400 080
MH (INDIA)