

OTC EXCHANGE OF INDIA
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2018

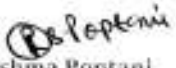
Amount in Rs.

Particulars	Note No.	As At March 31, 2018	As At March 31, 2017
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	100,000,000	100,000,000
Reserves and Surplus	3	378,025,384	372,495,989
		478,025,384	472,495,989
Guarantee Funds			
	4	66,549,842	66,517,587
		66,549,842	66,517,587
Non Current Liabilities			
Other long term liabilities	5	1,000,000	1,000,000
Long-term provisions	6	1,101,657	665,263
		2,101,657	1,665,263
Current Liabilities			
Other current liabilities	7	75,126,393	81,608,261
Short term provisions	8	11,065,095	9,370,713
		86,191,408	90,978,974
Total		632,868,371	631,657,813
ASSETS			
Non Current Assets			
Fixed assets			
Tangible assets	9	17,710,878	21,701,068
Intangible		11,619	11,619
Earmarked investments of guarantee & protection fund	10	70,148,735	72,798,418
Long term loans and advances	11	1,330,086	1,830,086
Other non current assets	12	68,542,004	63,737,760
		157,743,323	160,078,951
Current Assets			
Current investments	13	41,977,451	104,631,469
Trade receivables		-	-
Cash and bank balances	14	424,875,200	355,593,764
Short-term loans and advances	15	54,000	184,776
Other current assets	16	8,218,397	11,168,853
		475,125,048	471,578,862
Total		632,868,371	631,657,813
Significant accounting policies and other notes			
	1		

Notes referred to above form an integral part of the financial statements

As per our report attached

For ADV & Associates
Chartered Accountants
Firm Registration No -128045W


Reshima Poptani
Partner
Membership No. 121838
Mumbai, June 19, 2018



For and on behalf of Board of Directors


S C Bhargava
Chairman


Sujata D'costa
Chief Financial Officer


Munesh Kumar Goel
Company Secretary

OTC EXCHANGE OF INDIA
CONSOLIDATED STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2018

Amount in Rs

Particulars	Note No.	Year ended March 31, 2018	Year ended March 31, 2017
Revenue from operations			
Other income	17	43,632,484	47,668,990
Total		43,632,484	47,668,990
Expenses:			
Employer benefits expense	18	11,325,904	12,463,954
Finance cost	19	912	790
Depreciation	9	4,096,223	4,073,276
Other expenses:	20	12,073,343	7,427,269
Total		27,496,380	23,964,797
Surplus on account of income over expenses before Extraordinary Items & tax		16,136,104	23,704,193
Prior Period items		-	-
Surplus on account of income over expenses before tax		16,136,104	23,704,193
Tax expense:	21	10,011,829	9,419,851
(a) Current Tax		5,517,420	3,077,510
(b) Tax Expenses of Earlier Years		4,494,409	5,542,341
Surplus on account of income over expenses for the year		6,124,275	14,284,342
Earnings per equity share [Face value Rs.10 (Previous year Rs.10) each]			
Basic [Refer Note 24]	24	0.63	1.43

Significant accounting policies and other notes

Notes referred to herein form an integral part of the financial statements

As per our report attached
 For ADV & Associates
 Chartered Accountants
 Firm Registration No - 120045/W

 Reshma Poptani
 Partner
 Membership No. 121038
 Mumbai, June 19, 2018



For and on behalf of Board of Directors

S C Bhargava
 Chairman

Sujata D'Costa
 Chief Financial Officer

Munesh Kumar Goel
 Company Secretary

OTC EXCHANGE OF INDIA
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

(All amounts in Indian rupees)

1 BACKGROUND

OTC Exchange of India ('the Exchange') was incorporated in India on September 25, 1990 under Section 25 of the Companies Act, 1956 ('the Act') to promote, assist, regulate and control, in the public interest, dealings in securities of any nature issued by Indian limited liability companies. As there was no turnover on the platform of the Exchange, the Board in its meeting held on January 03, 2014, has agreed for voluntary exit. The members of OTCEI, in the Extra Ordinary General Meeting held on February 18, 2014, granted their consent for voluntary surrender of recognition granted under section 4 of the SCRA by SEBI, in terms of SEBI's Exit Policy for De-recognised/Non-operational Stock Exchanges issued vide Circular No.CIR/MRD/DSA/14/2012 dated May 30, 2012. Accordingly, the Exchange vide letter dated February 18, 2014, informed the same to SEBI.

SEBI, vide letter No. MRD/DSA/OW/ 9637/2015 dated April 01, 2015, had issued an exit order dated 31st March 2015 in respect of OTCEI in terms of SEBI's Exit Policy for De-recognised/Non-operational Stock Exchanges issued vide Circular No.CIR/MRD/ DSA/14/2012 dated May 30, 2012.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention, on the accrual basis of accounting, in accordance with the accounting standards prescribed in the companies (accounting standards) rules, 2006 and the relevant provision of the act. The significant accounting policies are as follows:

In case of the subsidiary - OTCEI Securities Ltd., the financial statements have not been prepared with an assumption of going concern but have been prepared on liquidation basis.

(a) Reserves and funds

(i) Admission fees [including admission fees for dealing in permitted securities ('permitted segment fees')] and additional-counter fees being one-time, non-refundable fees received from members (other than shareholders), sponsors and dealers of the Exchange, are credited directly to Capital Reserve when received.

(ii) The Settlement Guarantee Fund includes interest earned from its deployment during the year.

(b) Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation. The Exchange capitalises all costs relating to the acquisition and installation of fixed assets.

Depreciation is provided on the straight-line method, pro rata to the period of use of assets, at the rates prescribed in Company Act, 2013.

(c) Investments

The Exchange classifies its investments into long-term and current investments.

Long-term investments are valued at cost. Where in the opinion of the management there is a decline, other than temporary, in the value of long-term investments, appropriate provisions are made.



Current investments are valued at the lower of cost and market/realisable value.

(d) Income recognition

Dividend income on investments in mutual fund units is accounted for in the year in which the same is declared in the Annual General Meeting and Company's right to receive / payment is established

Profit or loss on sale of investments is determined on the basis of the weighted average cost method.

Provision for Doubtful Debts

The Audit Committee, in its meeting, held on December 30, 2016, decided that the Company should write off those trade receivables of annual listing fees, annual membership/dealership fees and technology fees which are more than three years old.

(e) Retirement benefits for employees

Retirement benefits to employees comprise gratuity, leave encashment and provident fund as per the approved schemes of the Exchange. Gratuity liability is defined benefit obligation for employees. The company has taken Group Gratuity-cum-Life Insurance policy from Life Insurance Corporation of India (LIC). Accordingly, the company accounts for liability for future gratuity benefits based on actuarial valuation carried out at the end of each financial year and the contribution by way of premium paid to LIC of India was charged to Profit/Loss Account. However, provision for gratuity amount has been made in the books of accounts this year on the basis of actual gratuity payable as on 31st March, 2018 keeping in mind that the Company plans to go for voluntary liquidation.

Liability for leave encashable at the credit of each employee has been provided in full at the year end encashable salary rates of the respective employees.

(f) Software costs

Software costs are charged to the income and expenditure statement in the year in which the software is purchased. Software development costs are charged to the income and expenditure statement in the year in which development is completed.



NOTE 2
SHARE CAPITAL

Share Capital	[Amount in Rs.]	
	As at March 31, 2018	As at March 31, 2017
Authorized 200,00,000 Equity Shares of Rs.10/- each (Previous year: 2,00,00,000) Equity Shares of Rs.10/- each	200,000,000	200,000,000
Issued, subscribed & paid up 100,00,000 (Previous year: 100,00,000) Equity Shares of Rs.10/- each	100,000,000	100,000,000
Total	100,000,000	100,000,000

NOTE 2.1
Reconciliation of Number of Shares

Equity Shares	As at March 31, 2018		As at March 31, 2017	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	10,000,000	1,00,000,000	10,000,000	1,00,000,000
Shares issued during the year				
Shares outstanding at the end of the year	10,000,000	1,00,000,000	10,000,000	1,00,000,000

NOTE 2.2

The Company is incorporated/registered under section 23 of the Companies Act, 1956 (now section 4 of the Companies Act, 2013) and has only one class of ordinary equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. In the event of winding up of the Company, the remaining asset of the company after distribution of all preferential amount, shall not be distributed among the members of the company but shall be given or transferred to such other company having object similar to the objects of this Company.

NOTE 2.3
Details of Shareholders holding more than 5% shares in the company

Name of Shareholders	As at March 31, 2018		As at March 31, 2017	
	Number of Shares	% of Holding	Number of Shares	% of Holding
ICICI Bank Limited	2,000,000	20%	2,000,000	20%
Administrator of Specified Undertaking of Unit Trust of India	2,000,000	20%	2,000,000	20%
ICICI Bank Limited	1,700,000	17%	1,700,000	17%
SBI Capital Markets Limited	1,100,000	11%	1,100,000	11%
DFJ Limited	800,000	8%	800,000	8%
Life Insurance Corporation of India	800,000	8%	800,000	8%
Central Bank Limited	800,000	8%	800,000	8%

NOTE 3

Reserves and Surplus	[Amount in Rs.]	
	As at March 31, 2018	As at March 31, 2017
Capital Reserve		
Balance as at the beginning of the year	896,406,881	896,406,881
Add: Fees received during the year	160,000	2,000,000
Less: Fees returned during the year (Provision made)		
Balance as at the end of the year	896,566,881	898,406,881
Debit balance in the statement of profit and loss		
Balance as at the beginning of the year	(323,910,892)	(338,106,719)
Add: Surplus for the current year	6,124,275	14,204,347
Add: MAT Credit recognized during the year	5,320	
Less: Transferred from fund assets		8,320
Balance as at the end of the year	(317,761,497)	(323,910,892)
Total	378,805,384	374,495,989

NOTE 4

Guarantee Funds	[Amount in Rs.]	
	As at March 31, 2018	As at March 31, 2017
Settlement Guarantee Fund [Refer 4.1]		
Balance as at the beginning of the year	66,517,587	66,478,768
Add: Interest income for the year	32,255	38,022
Balance as at the end of the year	66,549,842	66,517,587
Total	66,549,842	66,517,587

NOTE 4.1

Settlement Guarantee Fund (SGF) was created based on SEBI Regulations. The objective of SGF is to guarantee settlement of all transactions of the members of the exchange inter-se through the stock exchange. In the event of a member failing to honour his settlement commitments, the SGF will undertake to fulfil the requirement of that member and will complete the settlement without affecting the normal settlement process. As SEBI has issued an order to the Exchange on 31.03.2015, treatment of the balance held in this account will be done as per Rules and Regulations of SEBI/OTCEI including the provisions mentioned in SEBI Exit Circular No. CH/MMD/ISS/14/2012 dated May 30, 2012.

NOTE 5

Other Long term liabilities	[Amount in Rs.]	
	As at March 31, 2018	As at March 31, 2017
Security deposit from LIC towards lease	1,000,000	1,000,000
Total	1,000,000	1,000,000

NOTE 6

Long term provisions	[Amount in Rs.]	
	As at March 31, 2018	As at March 31, 2017
Provision for employee benefits		
Gratuity (Actual Annual Valuation)	1,091,657	665,263
Total	1,091,657	665,263



NOTE 7

Other current liabilities	[Amount in Rs]	
	As at March 31, 2018	As at March 31, 2017
Subscriptions received in advance	12,245	25,790
Other payables		
(i) Deposit of Members/Dealers/Linked Companies		
Base Minimum Capital	2,068,331	6,209,831
Loose Cash Deposit	114,494	201,457
Settlement Deposit	319,466	631,300
(ii) Deposit of Strike off Members/Dealers/Linked Companies		
Base Minimum Capital	150,562	
Loose Cash Deposit	20,000	
Settlement Deposit	10,513	
Liability towards sanctioned members/dealers	180,296	480,296
Deposit of defaulter members		832,339
Advances from Members/Dealers	7,832	8,781
Advances from Linked Companies	130,505	478,651
Statutory dues payable	5,306	18,678
Other Liabilities (Dividend of Balance)	17,069	10,929
Liability towards members/dealers	880,000	-
Liability towards		
Settlement Guarantee Fund	69,660,576	72,338,878
Outstanding Expenses Payable	54,000	71,830
Base Deposit		242,610
Total	75,326,393	81,608,261

NOTE 8

Short term provisions	[Amount in Rs]	
	As at March 31, 2018	As at March 31, 2017
Provision for employee benefits		
Leave Encashment	4,916,909	5,056,387
Provision for Leave Travel allowance	-	30,000
Provision for gratuity liability	-	10,279
Others		
Provision for Expenses	630,766	396,537
TDS Payable	-	-
Provision for Tax	5,517,420	1,077,530
Total	11,065,095	6,470,713

Note 9 - Fixed Assets

Refer Note related to Fixed Assets

NOTE 10

Fair market Investments of Settlement Guarantee Fund	[Amount in Rs]	
	As at March 31, 2018	As at March 31, 2017
Non-current investments - Long Term		
a) Settlement Guarantee Fund		
in saving account	26,282	21,084
in deposit account	450,000	309,153
Accrued interest on deposits	11,877	194,303
Settlement Guarantee Fund (Receivable)	69,660,576	72,338,878
Total	70,148,735	72,798,418

NOTE 11

Long term loans and advances	[Amount in Rs]	
	As at March 31, 2018	As at March 31, 2017
(Unsecured, considered Good)		
Secured deposits	1,330,086	1,330,086
Deposits with NSE/NSCL		
(Unsecured)		
Margin Adjustable Base Deposit (NSCL)	-	500,000
Non Margin Adjustable Base Deposit	#REF!	-
Advance Income tax	-	-
Total	#REF!	1,830,086

NOTE 12

Other non-current assets	[Amount in Rs]	
	As at March 31, 2018	As at March 31, 2017
Others		
(Unsecured, considered Good)		
Interest Accrued on Fixed Deposits having Maturity of more than 12 Months	41,590,349	38,311,671
Advance Tax and Tax Deducted at source (tax)	12,313,165	10,876,089
Income Tax Deposit (A.Y. 2010-2011, 2011-2012, 2012-2013, 2013-14 & 2014-15)	14,630,490	14,600,000
Total	68,542,004	63,787,760



Sr. No	Particulars	Useful Life	Gross Block					Depreciation			Transfer to Residual Assets	Net Block	
			As at 01.04.2017	Additions	Deletions	As at 31.03.2018	As at 30.03.2017	For the year	Deduction	As at 30.03.2018		As at 31.03.2018	As at 31.03.2017
1	Buildings	50	21,08,649	-	-	6,70,619	9,27,942	49,54,27	-	46,29,495	27,73,664	11,79,689	
2	Director's Office	10	5,95,894	-	-	6,07,486	5,27,113	3,801	3,244,014	7,572	16,579		
3	Computer Hardware equipments	4	2,66,292	1,08,128	1,234,182	1,177,273	2,527,252	41,919	2,570,717	1,79,873	56,544		
4	Industrial & IT Assets	10	1,18,628	-	27,211	2,89,079	5,161,799	1,156	2,89,631	2,89,631	4,881		
5	Vehicles	5	61,216	1,398	19,402	61,276	4,77,748	91,138	4,86,526	1,14,846	1,84,618		
6	Office Equipment	5	2,27,529	1,09,167	19,402	2,59,071	1,98,096	62,914	2,00,282	1,78,731	2,45,261		
7	Intangible Intangible Assets	-	1,14,119	-	-	63,104,416	43,40,427	4,07,623	61,71,137	12,21,879	21,71,090		
						11,619	-	-	-	-	12,619		
			65,116,984	709,147	1,938,096	63,196,019	83,40,427	4,60,623	63,676,533	37,72,408	24,724,687		
	Provisional Year		65,117,144	708,747	1,938,096	63,176,965	83,40,427	4,60,623	63,676,277	37,72,407	24,724,687		

NOTE 13

	(Amount in Rs)	
	As at March 31, 2018	As at March 31, 2017
Current investments (valued at lower of cost and fair value)		
Investment in Mutual Funds (Disquoted, fully paid up)		
40,819,716 units (Previous Year: 47,833,269 units) of UTI Treasury Advantage Fund - Institutional Plan-Direct Plan-Monthly Dividend Reinvestment	41,977,451	104,631,469
Total	41,977,451	104,631,469
Aggregate value of unquoted investments - at book value	41,977,451	104,631,469
Aggregate value of unquoted investments - at repurchase price	42,210,072	105,429,404

NOTE 14

	(Amount in Rs)	
	As at March 31, 2018	As at March 31, 2017
Cash & bank balances		
Cash and cash equivalents		
Cash on hand	20,170	14,223
Other bank balances		
(i) in Current Account	2,650,942	5,560,074
(ii) in Deposit Account	422,214,189	350,019,467
Total	424,875,201	355,593,764

NOTE 15

	(Amount in Rs)	
	As at March 31, 2018	As at March 31, 2017
Short term loans and advances		
Others		
(Unsecured, considered good)		
Loans and Advances to Employees	54,000	123,500
Prepaid Expenses		
Maintenance Charges of Office Premises	-	52,332
Annual Maintenance Charges	-	8,964
Total	54,000	184,796

NOTE 16

	(Amount in Rs)	
	As at March 31, 2018	As at March 31, 2017
Other current assets		
Interest Accrued on Fixed Deposits (have maturity within 12 months)	7,172,100	9,703,537
Sundry receivables	-	-
MAT Credit Entitlement Account	5,120	-
Prepaid expenses	486,308	789,915
Advance Income Tax	554,869	653,401
Total of Other current assets	8,218,397	11,146,853



Other income	Year ended March 31,2018	Year ended March 31,2017
Interest on bank deposits	34,175,979	41,136,828
Dividend from Mutual Fund STT	199,094	-
Profit on sale of current investments (net)	4,296,889	1,673,664
Other non operating income:		
Lease Item	2,645,636	2,177,280
Interest on Employee Loan	-	-
Miscellaneous Income	5,361	12,291
Interest on security deposit with BEST	45,372	54,581
Profit on Sale of Fixed Assets	12,882	20,322
Dividend on Investment	157,639	289,402
Interest on Income Tax refund	13,721	11,722
Written off of Liability	10,401	-
Base Deposit Written off	-	295,000
Total	43,632,404	47,668,990

NOTE 18

(Amount in Rs)

Employee benefit expense	Year ended March 31,2018	Year ended March 31,2017
Salaries, wages and bonus	10,797,278	11,811,386
Contributions to provident fund and other funds	528,626	652,568
Total	11,325,904	12,463,954

Note: 19

Finance Cost	For the year ended 31.03.2018	For the year ended 31.03.2017
Bank Charges	912	298
Total	912	298

NOTE 20

(Amount in Rs)

Other expenses	Year ended March 31,2018	Year ended March 31,2017
CGST,SGST & IGST Written off	829,331	-
Advertisement	11,970	-
Repairs & Maintenance	4,433,612	38,216
Insurance	47,491	48,798
Rate and Taxes	7,535	10,497
Professional and Legal Charges	1,291,771	520,000
Office Maintenance Expenses	2,095,914	2,899,599
Security Expenses	-	135,466
Filing Fees	4,330	64,152
Vehicle Expenses	344,313	339,967
Telephone Expenses	227,659	162,607
Electricity Charges	549,855	981,583
Maintenance Charges	89,760	355,872
General Office Expenses	288,557	319,883
Postage & Courier Expenses	11,967	9,125
Directors Sitting Fees	360,000	900,000
Salaries Expenses	22,315	6,874
Miscellaneous Expenses	139,722	415,125
Printing & Stationery Expenses	63,744	82,089
Refund of annual fees	25,000	-
Liquidator Remuneration	450,000	-
Auditors Remuneration	130,500	50,000
Conveyance Expenses (Annual)	34,931	28,974
Board meeting expenses	18,851	-
Books & periodicals	4,707	2,150
Service Tax credit write-off	407,706	1,206,038
Loss on sale on investment	7,342	11,175
Interest on admission fees	177,000	19,140
Total	12,873,341	7,427,269



NOTE 21

Prior Years Tax	(Amount in Rs)	
	Year ended March 31, 2018	Year ended March 31, 2017
Tax Paid for Financial Year 2015-16		5,542,541
Provision for Tax	5,517,430	
Tax paid for Financial Year 2016-17	4,994,609	3,877,530
Total	10,011,029	9,419,053

NOTE 22

EMPLOYEE BENEFITS AS REQUIRED BY AS-15:

i. Defined Contribution Plan:

Company's contribution to Provident Fund Rs. 3,80,241 (Previous Year Rs. 3,99,768)

ii. Deferred Benefit Plan: Gratuity (Non-Funded):

Description	(Amount in Rupees)	
	Year ended March 31, 2018	Year ended March 31, 2017
1. Membership Data		
Number of Members	9.00	11.00
Average Age	56.00	46.73
Average Monthly Salary	38,129.22	18,419.54
Average Past Service		
	17.67	15.00
2. Valuation Method	Projected Unit Credit Method	Projected Unit Credit Method
3. Actuarial Assumptions		
Mortality Rate	LIC (2006-08) Ultimate	LIC (2006-08) Ultimate
Withdrawal Rate	1% to 3% depending on age	1% to 3% depending on age
Discount Rate	8%	8% p.a.
Salary Escalation	4%	4%

NOTE 23

RELATED PARTY DISCLOSURES, AS REQUIRED BY ACCOUNTING STANDARD - 18

i. List of Related Parties:

Subsidiary

OYCI Securities Ltd.

Key Management Personnel

Mr. Munam Kumar Gool- Managing Director & Company Secretary

Mrs. Smita Desai- Chief Financial Officer

	Year ended March 31, 2018	Year ended March 31, 2017
ii. Transactions with Related Parties		
Recovery of expenses from Subsidiary	0	1,148,646
Receipts from investment in subsidiary on account of liquidation of subsidiary	32,500,000	
iii. Transactions with Key Management Personnel		
Restoration to Key Management Personnel	4,142,885	4,104,640
iv. Closing Balances of Related Parties		
Payable to Subsidiary		20,824

NOTE 24

OPERATING LEASE

Disclosures of assets given on lease during the year are as follows:

	Year ended March 31, 2018	Year ended March 31, 2017
Gross carrying amount of assets	10,680,000	9,345,000
Accumulated Depreciation	6,438,670	4,989,993
Depreciation for the year	735,821	643,843



NOTE 25

EARNINGS PER SHARE

Basic earnings are calculated by dividing the net surplus attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Particular	Year ended March 31, 2018	Year ended March 31, 2017
	Net Profit attributable to Shareholders	6,124,275
Weighted average number of equity shares	20,000,000	10,000,000
Basic earnings per share (Face value of Rs. 10 each)	0.31	1.42

**OTC EXCHANGE OF INDIA
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

NOTE 26

	Year ended March 31, 2018	Year ended March 31, 2017
REMUNERATION TO AUDITORS		
for Statutory Audit	130,500	130,500
for IAT 18	21,400	15,575
	151,900	146,075

NOTE 27

TAXATION

The exchange is registered as a charitable institution under section 12A of the Income Tax Act, 1961. There are no taxing differences as defined by the Accounting Standard-32 on 'Accounting for taxes on income'.

NOTE 28

CONTINGENT LIABILITY

	Year ended March 31, 2018	Year ended March 31, 2017
Liability towards employee dues on closure of operations	21,384,729	10,190,964
Liability towards OSM	47,094,000	66,685,250
Liability towards Legal cases filed for Refund of membership fees	12,740,500	16,856,000
Deputed income tax demand (A.Y. 2010-11)	8,294,458	8,294,410
Deputed income tax demand (A.Y. 2011-12)	10,284,384	10,289,304
Deputed income tax demand (A.Y. 2012-13)	16,029,910	15,829,930
Deputed income tax demand (A.Y. 2013-14)	13,503,000	13,503,000
Deputed income tax demand (A.Y. 2014-15)	18,847,430	10,197,470
Deputed income tax demand (A.Y. 2015-16)	1,408,420	0

As per the order dated 25.3.2013, the AO has denied assessee trust exemption on the grounds that all activities are limited to a particular class of brokers and investors and not investors at large as a result these activities of assessee trust cannot be termed as charitable and that it should not be eligible for claiming its income as exempt under section 11 & 12. The assessee has filed appeal u/s 246A of the Act on 30.04.2013 for the AY 2010-11, for the AY 2011-12 on 09.04.2014 for the AY 2012-13 on 22.04.2015 and for the AY 2013-14 on 14.04.2016 for AY 2014-15 on 30.1.2017 & for AY 2015-16 on 24.01.2018. Income Tax Appellate Tribunal has passed Order on 27.03.2017 for AY 2010-11 & 2011-12 allowing Company to take exemption under section 11 & 12. Following this order, Revenue ITAT passed Order for AY 2012-13 dated 26.04.2018 allowing exemption under section 11 & 12.

Due to the above scrutiny proceedings, liability may arise on similar grounds in respect of prior or future years.

NOTE 29

SETTLEMENT GUARANTEE FUND

	Year ended March 31, 2018	Year ended March 31, 2017
As at 31st March 2018 the assets of the fund has been disclosed as follows:		
Balances with scheduled banks		
in current accounts	26,282	25,808
in deposit accounts	450,000	509,151
Accrued interest on SDF	11,877	134,304
Settlement Guarantee Fund (Securities)	69,660,576	77,318,078
Total earmarked investments towards SDF	79,148,735	78,287,341
Fund deposits pledged by members/debtor with bank *	1,304,000	1,300,000
Matured Fund deposits pledged by members/debtor with bank	569,187	1,269,187
	1,799,187	2,469,187
Total	79,947,922	80,756,528

* Out of the above fund deposits, Rs 75,000/- are marked as bad fund deposits by the bank due to incomplete documents.

NOTE 30

As per the definitions of 'business segment' and 'geographical segment', contained in AS-17 'Segment Reporting', the Management is of the opinion that as the Company's operations consist of only (a) issuing trading in securities and the activities incidental thereto, there is neither more than one reportable business segment nor more than one reportable geographical segment, and, therefore, segment information as per AS-17 is not required to be disclosed.

NOTE 31

The previous year figures have also been reclassified/regrouped to conform to current year's classification.

ADDITIONAL INFORMATION TO THE CONSOLIDATED FINANCIAL STATEMENT

Name of the Entity in the	Net Assets i.e. total assets-total liabilities		Share in Profit	
	As % of consolidated net assets	Amount Rs.	As % of consolidated Profit	Amount Rs.
Parent				
Subsidiaries				
1. ITCI SECURITIES LIMITED	100	2,092,400	100	178,291
TOTAL	100	2,092,400	100	178,291

As per our report attached
For ADV & Associates
Chartered Accountants
CIN Registration No. 12004330
Deepti Poptani
Deepti Poptani
Partner
Membership No. 121838
Mumbai, June 19, 2018



For and on behalf of Board of Directors
Y.C. Bhargava
Y.C. Bhargava
Chairman

Munish Kumar Gird
Munish Kumar Gird
Company Secretary

Sujata B'canta
Sujata B'canta
Chief Financial Officer

OTC EXCHANGE OF INDIA
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Amount in Rs.

Particulars	Year Ended	
	31.03.2018	31.03.2017
A Cash Flow From Operating Activities		
Net (Loss)/Profit before tax	16,136,104	23,704,193
Adjustments for:		
MAT Credit recognized during the year	5,120	
Depreciation and Amortisation	4,096,223	4,073,276
profit on sale of fixed assets	(12,882)	(20,312)
Dividend Income	(157,639)	(289,302)
Finance cost	912	798
Interest earned on deposits/advances	(34,234,582)	(43,200,131)
Operating Profit before Working Capital changes	(14,166,744)	(15,731,987)
Changes in working capital		
Adjustment for (Increase)/Decrease in Operating Assets		
Other Current Assets		
Short Term Loans & Advances	130,776	44,730
Other Current Assets	2,950,456	6,198,673
current investment	62,654,018	(62,673,664)
Other Non Current Assets	(4,804,244)	21,822,392
Long Term Loans & Advances	500,000	
Adjustments for Increase/(Decrease) in Operating Liabilities		
Trade Payables, Other Current Liabilities and Provisions		
Long term provisions	436,394	(106,265)
Other current Liabilities	(6,481,868)	(7,830,171)
Short term provisions	1,694,382	3,075,146
Cash generated/(used in) from Operations	42,913,170	(50,205,896)
Income Taxes paid/provision (including taxes deducted at source)	(10,011,829)	(9,419,851)
Net Cash generated/(used in) from Operating Activities	32,901,341	(59,625,747)
B Cash Flow from Investing Activities		
Proceeds of sale of Fixed Assets	(93,352)	(111,659)
Decrease in longterm loan & advances	-	-
increase in interest accrued on bank Deposit	-	-
Decrease in Earmarked investments of guarantee & protection fund	2,649,683	1,569,589
Dividend received	157,639	289,302
Interest income on Settlement Guarantee Fund	32,255	38,873
Interest earned on deposits/advances	34,234,582	43,200,130
Net Cash (used in) Investing Activities	36,981,007	44,986,185
C Cash Flow from Financing Activities		
Provision made for fees (net)	(600,000)	-
Fees received during the year	-	(2,000,000)
Finance Cost	(912)	(298)
Net Cash generated from Financing Activities	(600,912)	(2,000,298)
Net Increase in Cash and Cash Equivalents (A+B+C)	69,281,436	(16,639,860)
Cash and Cash Equivalents at the beginning of the year (See note 1)	355,593,764	372,233,624
Add: Cash and bank balance incorporated on Acquisition of subsidiary	-	-
Cash and Cash Equivalents at the end of the year(See note 1)	424,875,200	355,593,764

Significant accounting policies

2

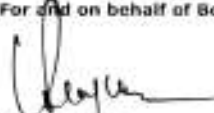
Notes referred to above form an integral part of the financial statements

As per our report attached
For ADV & Associates
 Chartered Accountants
 Firm Registration No - 128045W

Reshma Poptani
 Partner
 Membership No. 121838
 Mumbai, June 19, 2018



For and on behalf of Board of Directors


S C Bhargava
 Chairman


Sujata D'costa
 Chief Financial Officer


Munesh Kumar Goel
 Company Secretary