

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 1: Share Capital**

Particulars	As at 31st March 2016		As at 31st March 2015	
	Number of Shares	Amount	Number of Shares	Amount
(a) Authorised Equity shares of ` 10 each each with voting rights	55,00,000	5,50,00,000	55,00,000	5,50,00,000
(b) Issues, Subscribed and fully paid up Equity shares of ` 10 each each with voting rights	45,82,900	4,58,29,000	45,82,900	4,58,29,000
<b>Total</b>	<b>45,82,900</b>	<b>4,58,29,000</b>	<b>45,82,900</b>	<b>4,58,29,000</b>

**(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:**

Particulars	Opening Balance	Fresh issue	Closing Balance
Equity shares with voting rights Year ended 31 March, 2016			
- Number of shares	45,82,900	-	45,82,900
- Amount (`)	4,58,29,000	-	4,58,29,000
Year ended 31 March, 2015			
- Number of shares	45,82,900	-	45,82,900
- Amount (`)	4,58,29,000	-	4,58,29,000

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

<b>(ii) Details of shares held by each shareholder holding more than 5% shares:</b>				
<b>Class of shares / Name of shareholder</b>	<b>As at 31st March 2016</b>		<b>As at 31st March 2015</b>	
	<b>Number of shares held</b>	<b>% holding in that class of shares</b>	<b>Number of shares held</b>	<b>% holding in that class of shares</b>
<b>Equity shares with voting rights:</b>				
Mr T Sockalingam	4,65,450	10.16%	4,65,450	10.16%
Mr TR Ramanathan	3,22,850	7.04%	3,22,850	7.04%
M/s Prakala Wealth Management Pvt Ltd	4,36,150	9.52%	4,36,150	9.52%
Ms Sockalingam Vallikannu	4,65,000	10.15%	4,65,000	10.15%
Ms Subramanian Vallikannu	3,30,000	7.20%	3,30,000	7.20%
Mr A Baskar	3,30,000	7.20%	3,30,000	7.20%
M/s Kuvera Real Assets and Consulting Pvt Ltd	6,53,500	14.26%	6,53,500	14.26%
Mr A.Chandrasekar	2,68,500	5.86%	2,68,500	5.86%
Ms V.Devikala	9,26,500	20.22%	9,26,500	20.22%

**Note 2: Reserves & Surplus**

<b>Particulars</b>	<b>As at 31st March 2016</b>	<b>As at 31st March 2015</b>
<b>(a) Securities premium account</b>		
Opening Balance	45,29,600	45,29,600
Additions during the year	-	-
Utilisation for the year	-	-
<b>Closing Balance</b>	<b>45,29,600</b>	<b>45,29,600</b>
<b>(b) Surplus/(Deficit) from Statement of Profit and Loss</b>		
Opening balance	70,95,480	46,95,004
Add : Net Profit Transferred from Statement of Profit & Loss	66,71,428	57,50,200
	1,37,66,908	1,04,45,204
Less: Transfer to Statutory Reserve	13,34,286	11,50,040
Less: Proposed Dividend	22,91,450	18,33,160
Less: Dividend Distribution Tax Payable	4,58,155	3,66,524
<b>Closing Balance</b>	<b>96,83,017</b>	<b>70,95,480</b>
<b>(c) Statutory Reserve</b>		
Opening balance	21,68,816	10,18,776
Add : Transfer from Surplus in Profit & Loss Statement for the year	13,34,286	11,50,040
<b>Closing Balance</b>	<b>35,03,102</b>	<b>21,68,816</b>
<b>Total</b>	<b>1,77,15,719</b>	<b>1,37,93,896</b>

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 3: Long Term Borrowings**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>Secured, Considered Good</b>		
Shriram City Union Finance Limited	78,72,565	45,24,674
Inter Corporate Deposits from Kuvera Real Assets P Ltd., - Unsecured, Considered Good	-	50,00,000
<b>Unsecured, Considered Good</b>		
Loans and advances from Directors and Relatives	53,22,754	21,25,284
<b>Total</b>	<b>1,31,95,319</b>	<b>1,16,49,958</b>

**Note 3: Long-term borrowings (contd.)**

Particulars					
Notes:					
(i) Details of terms of repayment for the long-term borrowings and security provided in respect of the secured long-term borrowings:					
Particulars	Terms of repayment and security	As at 31st March 2016		As at 31st March 2015	
		Secured	Unsecured	Secured	Unsecured
<b>a) Loans and advances from related parties</b>					
Loan From Chokkalingam Palaniappan(MD)	Repayable after 5 years - interest rate 16% p a	-	2,56,000	-	2,56,000
Loan From RM Palaniyappan	Repayable after 5 years - interest rate 15% p a	-	31,319	-	-
Loan From RM PL Meenakshi	Repayable after 5 years - interest rate 15% p a	-	60,527	-	10,00,000
Loan From SV Sundaram	Repayable after 5 years - interest rate 16% p a	-	6,19,535	-	5,00,000
Meenakshi Panayappan	Repayable after 5 years - interest rate 15% p a	-	3,73,843	-	-
Meenakshi RMPL	Repayable after 5 years - interest rate 16% p a	-	12,510	-	10,000
S.Vallikannu Loan	Repayable after 5 years - interest rate 15% p a	-	25,10,250	-	-
Vasantha	Repayable after 5 years - interest rate 13% p a	-	10,00,000	-	-
V Sundaram	Repayable after 5 years - interest rate 13% p a	-	4,58,770	-	3,59,284
<b>Total- Loans and Advances from Related Party</b>		-	<b>53,22,754</b>	-	<b>21,25,284</b>
<b>b) Term Loans other parties</b>					
Shiram City Union Finance Limited Rs 200 lacs	The loan is secured by Hypothecation of receivables on exclusive First charge basis. The average rate of Interest is 21 % and repayable in 36 monthly instalments.	78,72,565	-	-	-
<b>Total Term Loans from other parties</b>		<b>78,72,565</b>	-	-	-

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 4: Deferred Tax Liabilities**

Particulars	As at 31st March 2016	As at 31st March 2015
Deferred Tax Asset	-	(14,564)
Deferred Tax Liability	1,68,421	1,70,132
<b>Total</b>	<b>1,68,421</b>	<b>1,55,568</b>

**Note 5: Long Term Provisions**

Particulars	As at 31st March 2016	As at 31st March 2015
Provision for Standard Assets	9,22,300	9,22,300
Provision for NPA	45,587	-
<b>Total</b>	<b>9,67,887</b>	<b>9,22,300</b>

**Note 6: Short Term Borrowing**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>Secured , Considered Good</b>		
Overdrafts with Banks	2,18,78,656	-
Working capital facility from Shriram City Union Finance Ltd.,	1,00,00,000	1,00,00,000
<b>Total</b>	<b>3,18,78,656</b>	<b>1,00,00,000</b>

Note 6: Short-term borrowings (contd.)

Particulars					
Notes:					
(i) Details of terms of repayment for the short-term borrowings and security provided in respect of the short term borrowings:					
Particulars	Terms of repayment and security	As at 31st March 2016		As at 31st March 2015	
		Secured	Unsecured	Secured	Unsecured
<b>a) Overdrafts from Banks</b>					
ICICI Bank - Rs. 9 lakhs	The loan is secured by deposit. The average rate of interest is 18%.	1,552	-	-	-
Lakshmi Vilas Bank - Rs. 300 lakhs	The loan is primarily secured by receivables and collaterally by Mortgage of Properties of the Directors. The average rate of interest is 18%.	2,18,77,104	-	-	-
		<b>2,18,78,656</b>	-	-	-
<b>b) Working Capital Facility from other parties</b>					
Shriram City Union Finance Limited Rs 100 lacs	The loan is secured by Hypothecation of Receivables. The average rate of interest is 18 % and repayable in 12 months.	1,00,00,000	-	1,00,00,000	-
<b>Total Term Loans from other parties</b>		<b>1,00,00,000</b>	-	<b>1,00,00,000</b>	-

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 7: Trade Payables**

Particulars	As at 31st March 2016	As at 31st March 2015
Sundry Creditors	1,67,200	1,72,653
Outstanding Liabilities	2,60,080	8,23,856
<b>Total</b>	<b>4,27,280</b>	<b>9,96,509</b>

**Note 8: Other current liabilities**

Particulars	As at 31st March 2016	As at 31st March 2015
Interest Accrued on Secured Loans	2,57,828	-
Income received in advance	43,40,815	40,33,992
Statutory Liabilities Payable	1,23,142	98,468
Payables on purchase of fixed assets	-	27,150
Current maturities of long-term borrowings	80,81,233	17,74,665
Others	2,84,628	-
<b>Total</b>	<b>1,30,87,646</b>	<b>59,34,275</b>

**Note 9: Short Term Provisions**

Particulars	As at 31st March 2016	As at 31st March 2015
Provision for Taxation(Net of Taxes paid and TDS)	(2,74,985)	1,88,237
Proposed Dividend	22,91,450	18,33,160
Dividend Distribution Tax Payable	4,58,155	3,66,524
<b>Total</b>	<b>24,74,620</b>	<b>23,87,921</b>

**Navarathna Financial Services Ltd**

Notes forming part of the Financial Statements for the year ended 31st March 2016

**Note 10: Fixed Assets**

Particulars Description	Gross Block		Depreciation Block		Net Block	
	As on 01.04.2015	Additions	As on 31.03.2016	Upto 31.03.2015 For the Year	Upto 31.03.2016	As on 31.03.2016 As on 31.03.2015
Computers	2,45,000	1,31,301	3,76,301	1,06,652	1,83,221	1,38,348
Electrical Fittings	36,322	-	36,322	6,288	9,569	30,034
Furniture & Fittings	7,52,736	2,26,120	9,78,856	1,35,433	2,06,760	6,17,303
Office Equipment	2,06,100	1,69,993	3,76,093	1,03,481	1,70,129	1,02,619
<b>Total</b>	<b>12,40,158</b>	<b>5,27,414</b>	<b>17,67,572</b>	<b>3,51,854</b>	<b>5,69,679</b>	<b>11,97,893</b> <b>8,88,304</b>

Previous year's figures

8,79,020      3,61,138      12,40,158      1,88,858      1,62,996      3,51,854      8,88,304



**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 11: Non Current Investments**

Particulars	As at 31st March 2016		As at 31st March 2015	
	No of Units	Amount	No of Units	Amount
<b>UNQUOTED</b>				
Investment in Equity Shares of Navarathna Housing Finance Limited (Face Value Rs. 10 each fully paid)	8,00,000	80,00,000	-	-
<b>Total</b>	<b>8,00,000</b>	<b>80,00,000</b>	<b>-</b>	<b>-</b>

**Note 12: Long Term Loans & Advances**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>Secured, considered good:</b>		
Loans against security of jewellery	86,200	1,26,600
Loans against other securities	1,99,37,726	1,02,62,183
	<b>2,00,23,926</b>	<b>1,03,88,783</b>
<b>Unsecured, considered good:</b>		
Unsecured loans	6,30,667	-
Rental Deposits	11,97,000	10,58,000
Other Deposits	3,565	2,220
	<b>18,31,232</b>	<b>10,60,220</b>
<b>Total</b>	<b>2,18,55,158</b>	<b>1,14,49,003</b>

Long Term Loans & Advances includes Non-Performing Assets of Rs. 4,55,858/-

**Note 13: Current Investments**

Particulars	As at 31st March 2016		As at 31st March 2015	
	No of Units	Amount	No of Units	Amount
<b>UNQUOTED</b>				
HDFC Liquid Fund-Growth (units acquired during the year is 242693.98 sold during the year is 251879.29)	-	-	9,185.31	2,52,531
Sundaram Flexi Fund STP Bonus Option (No units have been acquired nor sold during the year)	50,356.98	4,95,204	50,356.98	4,95,204
<b>Total</b>		<b>4,95,204</b>		<b>7,47,735</b>

**Navarathna Financial Services Ltd**

Notes forming part of the Financial Statements for the year ended 31st March 2016

**Note 14: Cash & Bank Balances**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>i) Cash and Cash Equivalents</b>		
Cash in Hand	10,88,811	14,59,756
Balance in Banks		
-in current accounts	20,46,244	11,02,137
-in deposit accounts	10,91,214	10,00,000
<b>Total</b>	<b>42,26,269</b>	<b>35,61,893</b>

**Note 15: Short Term Loans and Advances**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>Secured, considered good:</b>		
Loans against security of jewellery	4,64,60,383	5,01,26,002
Loans against other securities	2,28,25,802	2,45,10,224
Unsecured Loans Considered good	1,92,50,282	-
<b>Total</b>	<b>8,85,36,467</b>	<b>7,46,36,226</b>

**Note 16: Other current assets**

Particulars	As at 31st March 2016	As at 31st March 2015
<b>Unsecured considered good:</b>		
Interest Accrued On Other Loans	13,60,552	1,49,559
Interest Accrued On FD	-	9,102
Commission receivable	-	1,173
Advances recoverable in cash or in kind or for value to be received	73,005	2,26,432
<b>Total</b>	<b>14,33,557</b>	<b>3,86,266</b>

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

<b>Note 17: Revenue from operations</b>		
<b>Particulars</b>	<b>For the year ended 31st March 2016</b>	<b>For the year ended 31st March 2015</b>
Interest Income from Financing Operations	2,39,18,060	1,47,56,925
Other Incidental Income from Financing Operations	9,21,293	9,64,720
Gain on sale of current investments	59,804	5,32,124
Interest on FD	91,236	10,114
<b>Total</b>	<b>2,49,90,393</b>	<b>1,62,63,883</b>

**Note 18: Other Income**

<b>Particulars</b>	<b>For the year ended 31st March 2016</b>	<b>For the year ended 31st March 2015</b>
Commission Received	8,602	8,454
Miscellaneous Income	18,313	-
<b>Total</b>	<b>26,915</b>	<b>8,454</b>

**Note 19: Employee benefit expense**

<b>Particulars</b>	<b>For the year ended 31st March 2016</b>	<b>For the year ended 31st March 2015</b>
Salaries and Wages	39,73,035	30,57,700
Staff Welfare Expenses	1,40,994	93,882
<b>Total</b>	<b>41,14,029</b>	<b>31,51,582</b>

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 20: Finance Costs**

Particulars	For the year ended 31st March 2016	For the year ended 31st March 2015
Interest paid on Term Loans	48,64,803	18,94,925
Interest paid on working capital borrowings	12,03,975	-
Other Borrowing Cost	4,37,084	-
<b>Total</b>	<b>65,05,862</b>	<b>18,94,925</b>

**Note 21: Other Expenses**

Particulars	For the year ended 31st March 2016	For the year ended 31st March 2015
Power and Fuel	82,011	52,926
Legal and Professional	1,69,885	1,25,500
Rent	7,55,645	5,00,800
Audit Fees		
- For Audit	1,83,200	1,54,467
- For Taxation matters	30,915	-
Communication Expenses	1,87,209	1,47,208
Credit Rating Fees	45,600	-
Travelling Expenses	3,74,205	2,11,237
Printing & Stationery	80,080	73,846
Insurance	1,35,807	1,28,280
Jewel Loan Auction Charges	38,789	-
Loss on Auction of Jewellery	1,22,779	-
Repairs and maintenance - Buildings	3,25,300	2,000
Repairs and maintenance - Computers	35,650	11,981
Repairs and maintenance - Others	78,113	32,922
Miscellaneous Expenses	2,65,925	2,81,376
<b>Total</b>	<b>29,11,113</b>	<b>17,22,543</b>

**Navarathna Financial Services Ltd**

**Notes forming part of the Financial Statements for the year ended 31st March 2016**

**Note 22: Provisions and Write Off**

<b>Particulars</b>	<b>41,14,029</b>	<b>31,51,582</b>
Bad Debts written off	15,06,678	38,806
Provision for Non Performing Assets	45,587	-
Provision for Standard Assets	-	6,37,799
<b>Total</b>	<b>15,52,265</b>	<b>6,76,605</b>

## NAVARATHNA FINANCIAL SERVICES LIMITED

---

### Notes forming part of the financial statements

#### **Note 23: Corporate Information**

Navarathna Financial Services Limited (NFSL) is a public limited company incorporated under Indian Companies Act, 1956 with the primary object of carrying on money lending business. Accordingly, the company had applied for registration with Reserve Bank of India (RBI) as Non-Banking Financial Institution during the financial year 2012-13 and has obtained the Certification of Registration on 15<sup>th</sup> May 2012.

#### **Note 24: Significant Accounting Policies**

##### **a. Accounting Convention**

The financial statements have been prepared on the historical cost convention and in accordance with the mandatory accounting standards. These financial statements have been prepared in accordance with Generally Accepted Accounting Principles and in accordance with the Accounting Standards as prescribed by the Institute of Chartered Accountants of India and referred to in section 133 of the Companies Act 2013.

The company follows the prudential norms for income recognition, asset classification and provisioning as prescribed by Reserve Bank of India for Non-Deposit taking Non-Banking Financial Companies.

##### **b. Use of Estimates**

The preparation of financial statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of the financial statements and the reported income and expenses during the reporting year. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results may vary from these estimates.

c. **Revenue Recognition:**

Interest income including overdue interest is recognized on accrual basis. Expenditures are generally accounted on accrual as they are incurred.

d. **Fixed Assets and Depreciation:**

Fixed Assets are stated at Cost less depreciation. Depreciation on Tangible assets is provided on Straight Line Method over the Useful lives of assets as prescribed under Part C of Schedule II to the Companies Act, 2013.

e. **Investments:**

Current Investments are stated at lower of cost or market value or net asset value. Profit / (Loss) on Sale of Investments is recognized based on average cost of investment.

f. **Related Party Disclosures:**

Information on transactions with related parties has been provided in the format specified by ASI-13. Disclosure is made party wise, in respect of material related party transactions as specified in ASI-13.

g. **Taxation:**

**Income Tax:**

The current charge for income taxes is calculated in accordance with the relevant tax regulations.

**Deferred Tax:**

Deferred tax resulting from timing differences between taxable and accounting income is accounted for using the tax rates and laws that are enacted or

substantively enacted as on the balance sheet date. The deferred tax asset is recognized when there is virtual certainty that the asset will be realized in future.

**h. Earnings Per Share**

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 - Earnings Per Share. Basic earnings per share is computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. The Company does not have any outstanding securities convertible into equity shares of the Company and hence there is no dilution in the Earnings per share.

**i. Provisions and Contingent Liabilities**

- i. The Company creates a provision where there is a present obligation as a result of a past event, which could be reliably estimated, and it is probable that an outflow of resources embodying economic benefits will be required for its settlement.
- ii. Disclosures for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources.

Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

**Note 25: Earnings Per Share – Basic and Diluted**

	2015-2016	2014-2015
(a) Profit/(Loss) for the year after taxation (in Rs.)	66,71,428	57,50,200
(b) Weighted Average No. of equity shares of face value of Rs. 10/- each (in numbers)	45,82,900	45,82,900
(c) Basic and diluted Earnings Per Share (in Rs.)	1.46	1.25



**Note 26: Deferred Tax Liability comprises of the following:**

(Amount in Rs.)		
	31.03.2016	31.03.2015
a) Deferred Tax Liability		
Relating to depreciation	20,045	21,756
Relating to Short Term Capital Loss	1,48,376	1,48,376
b) Deferred Tax Asset		
Relating to Preliminary Expenses	-	(14,564)
<b>Net Deferred Tax (Asset)/Liability</b>	<b>1,68,421</b>	<b>1,55,568</b>

**Note 27: Contingent Provisions against Standard Assets:**

The company has made provisions against Standard Assets @ 0.50% on Loans against gold jewellery and 1.00% on Loans against other securities as against the statutory requirement of 0.25% provision on all Loans.

**Note 28: Related Party Disclosure:**

The following are the list of related parties as envisaged in Accounting Standard 18 issued by Institute of Chartered Accountants of India (ICAI) pertaining to related party disclosures:

<u>Name of the Related Party</u>	<u>Nature of Relationship</u>
Chokkalingam Palaniappan	Key Management Personnel
C. Meenakshi	Relative of KMP
Meenakshi Panayappan	Relative of KMP
RM PL Meenakshi	Relative of KMP

(Amount in Rs.)		
<b>Nature of Transactions</b>	<b>Transactions for the year</b>	<b>Year-end balance</b>
Director's Remuneration (KMP)	5,20,000 (3,25,000)	(-) (-)
Unsecured Loan (KMP)	(-) 2,56,000	2,56,000 (2,56,000)

Unsecured Loan (Relative of KMP)	4,39,000 (-)	4,78,199 (-)
Interest Paid (KMP)	40,960 (18,067)	(-) (-)
Professional Charges (Relative of KMP)	(-) 94,500	(-) (-)

**Note 29: Disclosure pursuant to "Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015":**

(Amount in Rs.)

Sl No.	Particulars		
	<b>Liabilities Side:</b>	<b>Amount Outstanding</b>	<b>Amount Overdue</b>
(1)	Loans and Advances availed by the NBFC inclusive of interest accrued thereon but not paid:		
	(a) Debentures		
	- Secured	- (-)	- (-)
	- Unsecured (other than falling within the meaning of public deposits)	- (-)	- (-)
	(b) Deferred Credits	- (-)	- (-)
	(c) Term Loans (from financial institutions)	1,59,53,798 (62,99,339)	- (-)
	(d) Inter Corporate loans and borrowing	- (50,00,000)	- (-)
	(e) Commercial Paper	- (-)	- (-)
	(f) Other Loans –		
	(i) Unsecured loans from directors and their relatives	53,22,754 (21,25,284)	- (-)
	(ii) Overdraft from Banks	2,18,78,656 (-)	(-) (-)
	(iii) Working Capital loan from financial Institution	1,00,00,000 (1,00,00,000)	(-) (-)
	<b>Assets Side:</b>		
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:		
	(a) Secured	9,06,70,663	

		(8,50,25,009)
	(b) Unsecured	1,98,80,949
		(-)
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities.	-
		(-)
	(i) Lease assets including lease rentals under sundry debtors:	(-)
	(a) Financial Lease	-
		(-)
	(b) Operating Lease	-
		(-)
	(ii) Stock on hire including hire charges under sundry debtors:	
	(a) Assets on hire	-
		(-)
	(b) Repossessed Assets	-
		(-)
	(iii) Other loans counting towards AFC activities:	
	(a) Loans where assets have been repossessed	-
		(-)
	(b) Loans other than (a) above	-
		(-)
(4)	<b><u>Break-up of Investments:</u></b>	
	<b><u>Long Term Investments:</u></b>	
	1. <u>Quoted:</u>	
	(i) Shares:	
	(a) Equity	-
		(-)
	(b) Preference	-
		(-)
	(ii) Debentures and Bonds	-
		(-)
	(iii) Units of Mutual Funds	-
		(-)
	(iv) Government Securities	-
		(-)
	(v) Others	-
		(-)
	2. <u>Unquoted:</u>	
	(i) Shares:	
	(a) Equity	80,00,000

		(-)
	(b) Preference	-
		(-)
	(ii) Debentures and Bonds	-
		(-)
	(iii) Units of Mutual Funds	-
		(-)
	(iv) Government Securities	-
		(-)
	(v) Others	-
		(-)
	<u>Current Investments:</u>	
	1. <u>Quoted:</u>	
	(i) Shares:	
	(a) Equity	-
		(-)
	(b) Preference	-
		(-)
	(ii) Debentures and Bonds	-
		(-)
	(iii) Units of Mutual Funds	-
		(-)
	(iv) Government Securities	-
		(-)
	(v) Others	-
		(-)
	2. <u>Unquoted:</u>	
	(i) Shares:	
	(a) Equity	-
		(-)
	(b) Preference	-
		(-)
	(ii) Debentures and Bonds	-
		(-)
	(iii) Units of Mutual Funds	4,95,204
		(7.47,735)
	(iv) Government Securities	-
		(-)
	(v) Others	-
		(-)
(5)	Borrower group-wise classification of assets financed as in (2) and (3) above:	

	Category	Amount Net of Provisions		
		Secured	Unsecured	Total
	1. Related Parties	- (-)	- (-)	- (-)
	(a) Subsidiaries	- (-)	- (-)	- (-)
	(b) Companies in the same group	- (-)	- (-)	- (-)
	(c) Other related parties	- (-)	- (-)	- (-)
	2. Other than related parties	9,06,38,125 (8,50,25,009)	1,98,67,900 (-)	11,05,06,025 (8,50,25,009)
	<b>Total</b>	<b>9,06,38,125 (8,50,25,009)</b>	<b>1,98,67,900 (-)</b>	<b>11,05,06,025 (8,50,25,009)</b>
(6)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):			
	<b>Category</b>	<b>Market Value / Break up or fair value or NAV</b>	<b>Book Value (Net of Provisions)</b>	
	1. Related Parties			
	(a) Subsidiaries	- (-)	- (-)	
	(b) Companies in the same group	80,00,000 (-)	80,00,000 (-)	
	(c) Other related parties	- (-)	- (-)	
	2. Other than related parties	4,95,204 (7,47,735)	4,95,204 (7,47,735)	
	<b>Total</b>	<b>4,95,204 (7,47,735)</b>	<b>4,95,204 (7,47,735)</b>	
(7)	<b>Other Information</b>			
	<b>Particulars</b>	<b>Amount</b>		
(i)	Gross Non-Performing Assets			
	(a) Related Parties	- (-)		
	(b) Other than related parties	4,55,858 (-)		
(ii)	Net Non-Performing Assets			
	(a) Related Parties	- (-)		
	(b) Other than related parties	4,10,271 (-)		
(iii)	Assets acquired in satisfaction of debt	- (-)		

Figures in brackets represents figures as on 31.03.2015

**Note 30: Loan against security of single product:**

Loans against security of single product - Gold Jewellery constitutes 37.02% of total assets as on 31.03.2016.


**Note 31: Regrouping:**

Previous year's figures have been regrouped to conform to current year's classification.

**For Navarathna Financial Services Limited**



**Managing Director**



**Director**

**Place: Chennai  
Date : 20.06.2016**

**For T Selvaraj & Co.,  
Firm Regn. No. 003703S  
Chartered Accountants**



**RM Swaminathan  
Partner  
M. No. 203520**

