

FINOVA CAPITAL PRIVATE LIMITED

55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021
CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132



NOTICE

NOTICE is hereby given that the 1st Annual General Meeting of the members of **FINOVA CAPITAL PRIVATE LIMITED** will be held at the registered office of the company at 55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021 on Tuesday, 27th September 2016 at 11:00 A.M. to transact the following business :

ORDINARY BUSINESS :-

1. To receive, consider and adopt the audited Balance Sheet as on 31st March, 2016, the Statement of Profit And Loss and the Cash Flow for the period ended on that date and the reports of the Directors and Auditors.
2. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED that pursuant to the provisions of Section 139 and all other applicable provisions of the Companies Act, 2013 (the “Act”) read with Rule 3(7) of the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the Company hereby appoints M/s Rajvanshi & Associates, Chartered Accountants, Jaipur as Auditors of the Company for 5 years and to hold office from the conclusion of this Annual General Meeting to the conclusion of the Annual General Meeting to be held in year 2021 and to fix their remuneration.”

PLACE : J AIPUR
DATED: 01/09/2016

for and on behalf of the board of Director
For FINOVA CAPITAL PRIVATE LIMITED

(Mohit Sahney)
(Director)
DIN-07280918

(Sunita Sahney)
(Director)
DIN-02395354

NOTES:

- (i) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself. Such proxy need not be a member of the company. The proxy form should be lodged with the company at its registered office at least 48 hours before the time of the meeting.
- (ii) A copy of Balance Sheet and Statement of Profit & Loss for the year ended 31st March 2016 and as on that date together with the Directors and Auditors Report thereon is enclosed herewith.

FINOVA CAPITAL PRIVATE LIMITED

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DIRECTOR'S-REPORT

TO
THE MEMBERS
FINOVA CAPITAL PRIVATE LIMITED,
55 GRENADA MARG, PRATAP NAGAR,
KHATIPURA ROAD, VAISHALI NAGAR,
JAIPUR-302021,
RAJASTHAN

Your Directors are pleased to submit the 1st Annual Report together with the Audited Statement of Accounts for the year ended on 31st March 2016.

FINANCIAL RESULTS:

The company was incorporated on 24-09-2015 and duly registered as Non-Banking Financial Corporation by R.B.I and started its activities in March 2016 only; hence there are less activities in the F.Y 2015-16. The financial performance of the company for the year ended March 31, 2016 is summarized below:

Particulars	2015-16
Net Profit before depreciation and Tax	120950
Depreciation	14805
Net Profit before tax	106145
Current Tax	20226
Deferred Tax Liability	47741
Minimum Alternate Tax Credit	20226
Net Profit after Tax	58404

(Amount In Rs.)

DIVIDEND

The Company has not declared any dividend during the current financial year.

AUDITORS & AUDITOR'S REPORT:-

M/s Rajvanshi & Associates, Chartered Accountants, were appointed as First Statutory Auditors of the Company in the board meeting of the company dated 19th October, 2015. Your Directors recommended their reappointment for five years from the conclusion of the forthcoming Annual General Meeting till the conclusion of the Annual General Meeting to be held in the year 2021 of the Company subject to ratification of their appointment at every Annual General Meeting by the shareholders. M/s Rajvanshi & Associates have furnished a certificate to the effect that their appointment would be in accordance with the provisions of Sections 139 and 141 of the Act. The Auditors' Report is annexed hereto and forms part of the Annual Report. The Auditors' report does not contain any qualifications, reservations or adverse remarks. The auditor's report is self-explanatory and does not call for any explanation.

PUBLIC DEPOSIT

The Company has neither accepted nor renewed any deposit from the public during the year.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013

For the financial year ended 31st March, 2016, the Company is not proposed to carry any amount to General Reserve account. The company has transferred 20% of the profit to Special Reserve as per NBFC Rules.

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PARTICULARS OF EMPLOYEES

Information in accordance with all applicable provisions of the Companies Act, 2013 to the extent applicable is NIL

Also the company is not liable for disclosure of any information in respect of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed herewith for your kind perusal and information.

LOANS, GUARANTEES AND INVESTMENTS

The Company is a Non-Banking Financial Company registered with Reserve Bank of India hence providing loan is Ordinary course of business and Sec 185 & 186 is not applicable.

RISK MANAGEMENT POLICY

Risk management is attempting to identify and then manage threats that could severely impact or bring down the organization. Generally, this involves reviewing operations of the organization, identifying potential threats to the firm and the likelihood of their occurrence, and then taking appropriate actions to address the most likely threats. In order to tackle such risks emanating during the course of business operation, Company has appropriate development and implementation of a risk management policy and management keeps watch on it regularly.

CONSERVATION OF ENERGY RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The particulars regarding foreign exchange and expenditure were NIL. The other particulars relating to conservation of energy; research and development activities and technological absorption are not applicable. However, the management has taken all the necessary steps to conserve the resources to the extent possible.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013 with respect to Directors responsibility Statement, it is hereby confirmed that:

- (A) The applicable accounting standards have been followed in the preparation of the annual accounts and proper explanations have been furnished, relating the material departures.
- (B) Accounting policies have been selected and applied consistently and reasonably, and prudent judgments and estimates have been made so as to give a true and fair view of the State of Affairs of the Company and of Statement of Profit and Loss of the Company for the financial period ended 31st March, 2016.
- (C) Proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of this Act 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.
- (E) The proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.
- (F) The proper internal financial controls were laid down and that such internal financial controls are adequate and were operating effectively.

FINOVA CAPITAL PRIVATE LIMITED

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RBI GUIDELINES: -

The Company continues to comply with all the requirements prescribed by the Reserve Bank of India, from time to time as applicable to it.

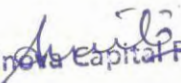
ACKNOWLEDGEMENT :-

Your Directors place on record their sincere appreciation for the contribution made by the employees through their dedication, hard work and commitment. We acknowledge the support and wise counsel extended to us by the banks and government agencies. We look forward to get the same support in our future endeavors.

PLACE: J A I P U R
DATED: 01/09/2016

BY ORDER OF THE BOARD
for FINOVA CAPITAL PRIVATE LIMITED


For Finova Capital Pvt. Ltd.
(Mohit Sahney)
(Director)
DIN-07280918
Director


For Finova Capital Pvt. Ltd.
(Sunita Sahney)
(Director)
DIN-02395354
Director

FINOVA CAPITAL PVT. LTD.

RAJVANSHI & ASSOCIATES

CHARTERED ACCOUNTANTS

H-15, CHITRANJAN MARG, C-SCHEME, JAIPUR - 302 001
TELE: (O) 0141- 2363340, 2363341, 2363342 FAX: 0141- 4003398,
MOBILE: 9314668454, E-mail:- vikasrajvanshi.jaipur@gmail.com

Independent Auditor's Report

To
The Members of
Finova Capital Private Limited

Report On the Financial Statements

We have audited the accompanying financial statements of **Finova Capital Private Limited** which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements and for Internal Financial Controls over Financial Reporting

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The Company's management is responsible for establishing and maintaining internal financial controls based on the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and to express an opinion on the Company's internal financial controls over financial reporting based on our audit.

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and the Guidance Note on Audit of Internal Financial Controls over Financial Reporting. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement and whether adequate internal financial



controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements and adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial

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

Opinion

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

Report On Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:



(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The Company do not have any branch offices and hence provisions of Section 143(8) are not applicable.

(d) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;

(e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(f) On the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act; and

(g) In our opinion considering nature of business, size of operation and organizational structure of the entity, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as reported to be NIL.

ii. The Company does not have any long term contracts including derivative contracts, Hence there were no any material foreseeable losses as reported to us. NIL.

iii. The company is not required to transfer any amount to the Investor Education and Protection Fund account. NIL.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 & 4 of the Order.

For Rajvanshi & Associates

Chartered Accountants

ICAI Firm Regn. No.: 005069C

Abhinav Rajvanshi

Partner

Membership No.: 426357

Place : Jaipur

Date : 01.09.2016



RAJVANSHI & ASSOCIATES

CHARTERED ACCOUNTANTS

H-15, CHITRANJAN MARG, C-SCHEME, JAIPUR - 302 001

TELE: (O) 0141- 2363340, 2363341, 2363342 FAX: 0141- 4003398,

MOBILE: 9314668454, E-mail:- vikasrajvanshi.jaipur@gmail.com

Annexure-A to the Independent Auditor's Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March 2016, we report that:

- (i) In respect of Fixed Assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, fixed assets have been physically verified by the management in a phased periodical manner which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification, as per the explanations provided to us.
 - c) According to the information and explanations given to us the company did not have any property. Hence, the question of title deed in the name of company does not exist.
- (ii) In respect of Inventories:

The Company is in the business of financing and consequently does not hold inventories and accordingly, the requirements under clause 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us by the management of the company, the Company has granted one loan amounting to Rs. 25,58,796 during the year, loan due to parties covered in the Register maintained under Section 189 of the Companies Act, 2013 is NIL. Therefore, the provisions of clause 3(iii), (iii) (a), (iii) (b) and (iii)(c) of the said Order are not applicable to the Company.
- (iv) In our opinion, and according to the information and explanations given to us, the Company is a NBFC (Non Banking Finance Company) hence provisions of Sec 185 & 186 of The Companies Act, 2013 are not applicable on the company. Therefore, clause 3(iv) of the said Order is not commented upon.
- (v) As informed and explanation given to us the Company has not accepted any deposits from the public during the year, hence no compliance is required. No order of CLB/NCLT or RBI or any court has been passed.
- (vi) As informed to us, Company is not required to maintain the cost records pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended and prescribed by the Central Government under Section 148(1) of the Companies Act 2013 for the products of the Company.
- (vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion:-
 - a) The payment in respect of undisputed statutory dues, including Income Tax, Tax deducted at sources, Cess, and other material statutory dues applicable to it have been regularly deposited during the year by the Company with the appropriate authorities. Nothing material statutory dues in arrears were outstanding as at 31 March, 2016 for a period of more than six months from the date they became payable.
 - b) There were no disputed dues of amounts payable in respect of Income-tax, Cess, TDS and other material statutory dues in arrears were outstanding as at 31 March, 2016.
- (viii) According to the information and explanations given to us, the Company do not have any dues to the financial institution during the year, hence question of default in repayment of loan does not

arise.

- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, clause 3(ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit nor have we been informed of any such case by the Management.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, clause 3 (xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made allotment of fully paid Equity Shares through private placement during the year. The utilisation of the said funds has been made as per purposes for which it has been raised.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.
- (xvi) The Company is required to & already registered as NBFC under section 45-1A of the Reserve Bank of India Act 1934.

For Rajvanshi & Associates

Chartered Accountants

ICAI Firm Regn. No.: 005069C

Abhinav Rajvanshi

Partner

Membership No.: 426357

Place: Jaipur

Date: 01.09.2016



FINOVA CAPITAL PRIVATE LIMITED

REG OFFICE : 55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021
 Corporate office : 702,7th floor,Unique Aspire at P.no 13-14,Cosmo colony Amrapali Marg ,Vaishali Nagar,Jaipur
 CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132

BALANCE SHEET AS AT 31st March 2016

(Amount in Rs.)

PARTICULARS	NOTES	AS AT 31-Mar-2016
I EQUITY AND LIABILITIES		
1) SHARE HOLDERS FUNDS		
(a) Share Capital	1	37,500,000
(b) Reserves & Surplus	2	58,404
		37,558,404
2) Non-current liabilities		
(a) Long-term borrowings	3	100,000
(b) Deferred Tax Liabilities	4	47,741
		147,741
3) Current liabilities		
(a) Other current liabilities	5	81,226
(b) Short-term provisions	6	37,676
(c) Sundry Creditors	7	390,325
		509,227
TOTAL		38,215,373
II ASSETS		
1) Non-current assets		
(a) Fixed Assets		
Tangible Assets	8	1,396,537
Intangible Assets		113,698
(b) Long-term loans and advances	9	2,470,618
		3,980,853
2) Current assets		
(a) Cash and cash equivalents	10	890,508
(b) Short-term loans and advances	11	479,678
(b) Current investments	12	32,298,272
(c) Other Current Assets	13	566,062
		34,234,520
TOTAL		38,215,373

Significant Accounting Policies
and Notes on accounts

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FINOVA CAPITAL PVT. LTD.

FOR RAJVANSHI & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg. No:005069C

(ABHINAV RAJVANSHI)
PARTNER

Membership No.: 426357

PLACE : JAIPUR

DATED : 01.09.2016



FOR FINOVA CAPITAL PRIVATE LIMITED.

(Signature)
Director

(Mohit Sahney)

DIRECTOR

DIN: 07280918

(Signature)
Director

(Sunita Sahney)

DIRECTOR

DIN: 02395354

FINOVA CAPITAL PRIVATE LIMITED

REG OFFICE : 55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021

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STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2016

(Amount in Rs.)

PARTICULARS	NOTES	For the year ended on 31-Mar-2016
<u>INCOME</u>		
Revenue from operations	14	66,320
Other Income	15	657,283
TOTAL (I)		723,603
<u>EXPENSES</u>		
Employee benefit expense	16	329,828
Depreciation & Amortisation Expenses	8	14,805
Provision for Standard Assets	6	7,676
Other Expenses	17	265,149
Total (II)		617,458
Profit Before Exceptional, Extraordinary Items & Tax(I-II)		106,145
Less: Exceptional Items		-
Profit Before Extraordinary Items & Tax		106,145
Extraordinary Items		-
Profit Before Tax		106,145
Less: Tax expense		
Current Tax		20,226
Deferred Tax Liabilities	4	47,741
Minimum Alternate Tax credit(Entitlement)		(20,226)
Profit for the Year		58,404
Earnings per equity share	18	
Basic		0.03
Diluted		0.03

Significant Accounting Policies
and Notes on accounts

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I to 18

In term of our report of even date
FOR RAJVANSHI & ASSOCIATES
CHARTERED ACCOUNTANTS


Firm Reg. No:005069C

(**ARHINAV RAJVANSHI**)
PARTNER

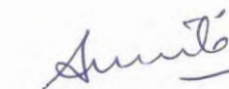
Membership No.: 426357
PLACE : JAIPUR
DATED : 01.09.2016



FOR FINOVA CAPITAL PRIVATE LIMITED


(**Mohit Sahney**)
DIRECTOR
DIN: 07280918

Director


(**Sunita Sahney**)
DIRECTOR
DIN: 02395354

Director

FINOVA CAPITAL PRIVATE LIMITED

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NOTES TO ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH 2016

(Amount in Rs.)

AS AT 31-Mar-2016	
Notes to Accounts - 1	
Share Capital	
Authorised Share Capital	50,000,000
50,00,000 Equity Share of Rs.10/-each	
Issued, Subscribed & Paid up Capital	37,500,000
37,50,000 Equity Share of Rs.10/-each	
	37,500,000
a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period	
AS AT 31-Mar-2016	
Equity Shares	
<i>(In No's)</i>	
At the beginning of the period	-
Issued during the year	3,750,000
Total at the end of the year	3,750,000
b) Term /rights attached to equity shares	
The company has only one class of equity shares having a par value of Rs. 10 per share.	
Each equity share holder is entitled to one vote per share.	
In the event of liquidation of the company, the holders of equity shares will be entitled to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.	
c) Share held by the holding/ultimate holding company and /of their subsidiaries/associates:- Nil	
d) Aggregate number of issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:- Nil	
e) Details of shareholders in the company	
Equity shares of Rs. 10/- each fully paid	No. of share %holding
Mohit Sahney	2500000 66.67%
Prashant Gupta	400000 10.67%
Ravinder Singh	400000 10.67%
Sunita Sahney	275000 7.33%
Laxmi Narayan	175000 4.67%
Notes to Accounts - 2	
AS AT 31-Mar-2016	
Reserves and Surplus	
(a) Special Reserve (As per Section 45-1C of RBI Act, 1934)	
Opening Balance	-
Add: Transferred during the year	11,681
Closing Balance	11,681
(b) Surplus in the statement of P&L:-	
Balance as per last financial statements	
Profit for the year	58,404
Less: Transfer to Reserve Fund	11,681
Add: Recognition of MAT Credit Entitlement	-
Balance as per Last Date	46,723
	58,404



Notes to Accounts - 3	AS AT 31-Mar-2016
Long Term Borrowings	
From Director, Shareholders and their relatives	
Loan from Directors	100,000
	100,000
Notes to Accounts - 4	
DTL calculation as per AS-22 of ICAI	
Closing Balance as per books	1,510,235
Closing Balance as per IT books	1,355,733
Difference	154,502
DTL as on 31.3.2016	47,741
Opening Balance of DTL	-
<i>DTL Balance to be Created</i>	<i>(47,741)</i>
DTL to be Created	47,741
Notes to Accounts - 5	AS AT 31-Mar-2016
Other Current Liabilities	
TDS for Contractor	7,150
TDS for Salary	74,076
	81,226
Notes to Accounts - 6	AS AT 31-Mar-2016
Short Term Provision	
Audit Fees Payable	30,000
Provision for Standard Assets	7,676
	37,676
<i>* Provision on standard assets is made as per the notification DNBR (PD) CC.No. 002/03.10.001/2014-15 issued by Reserve Bank of India</i>	
Notes to Accounts - 7	AS AT 31-Mar-2016
Sundry Creditors	
Sundry Creditors for Expenses	330,282
Insurance amount Payable to ICICI Lombard & HDFC Life Insurance	58,796
Outstanding Electricity Expense	991
Swachh Bharat Cess payable	256
	390,325
Notes to Accounts - 9	AS AT 31-Mar-2016
Long Term Loans & Advances	
Security Deposit for Rental Office	94,500
Loans and Advances Stock (Mortgage) <i>(To the extent secured, considered good)</i>	2,376,118
	2,470,618
Notes to Accounts - 10	AS AT 31-Mar-2016
Cash & Cash Equivalents	
Balance with ICICI Banks A/C no 02350551575	666,654
Balance with ICICI Banks A/C no 023505007384	223,741
Cash balance	113
	890,508
Notes to Accounts - 11	AS AT 31-Mar-2016
Short-term loans and advances	
Loans and Advances Stock (Mortgage) <i>(To the extent secured, considered good)</i>	182,678
Advance to creditors	297,000
	479,678
Notes to Accounts - 12	AS AT 31-Mar-2016
Current investments	
Fixed Deposit at ICIC Bank A/C no 023510003467	7,190,941
Fixed Deposit at ICICI Bank A/C no 02310003448	13,385,142
ICICI Prudential Mutual Fund	11,722,189
	32,298,272



FINOVA CAPITAL PVT. LTD.

Notes to Accounts - 13	AS AT 31-Mar-2016
Other Current Assets	
CENVAT Credit	15,080
Prepaid Insurance Expenses	3,057
Prepaid Staff Insurance Expenses	16,787
TDS Receivable F.Y 2016	43,784
Preliminary Expenses to be written off in 5 years	4,67,128
Mat Credit Entitlement	20,226
	5,66,062

Notes to Accounts - 14	For the year ending March 31, 2016
Revenue from Operations	
Pre EMI Interest	15,144
Processing Fees Mortgage	51,176
	66,320

Notes to Accounts - 15	For the year ending March 31, 2016
Other Income	
Capital Gain from Mutual Fund	17,190
Interest on FDR	6,40,093
	6,57,283

Notes to Accounts - 16	For the year ending March 31, 2016
Employee Benefit Expenses	
Staff Welfare expenses	9,539
Director's Remuneration	2,61,290
Salaries	58,999
	3,29,828

Notes to Accounts - 17	For the year ending March 31, 2016
Other Expenses	
Audit Fees	25,000
Tax Consultant and Filing	5,000
CIBIL Expenses	550
Conveyance expenses	31,032
Courier & Stamp Exp	40
Electricity Expenses	991
Printing & Stationery	110
Guest Welfare	14,165
Office Expense	6,989
Telephone Expenses	2,669
Tours & Travels Exp	7,580
Swach Bharat Cess	794
Repair & Maintenance	18,450
Consultancy Expenses	25,000
Incorporation Expense one-fifth written off	1,16,782
ROC Filing Fees	3,900
Office Rent	6,097
	2,65,149

Notes to Accounts - 18	For the year ending March 31, 2016
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	58,404
Weighted Average number of equity Shares used as denominator for calculating EPS	21,38,889
Basic Earnings per share	0.03
Diluted Earnings Per Share	0.03
Face Value per equity Share	10



Notes to Accounts - 19

Related Party Disclosure & Transaction

Enterprises having same Key Management Personnel and/or their relatives as the reporting enterprise:

Nil

Key Management Personnel

1. Mohit Sahney
2. Prashant Gupta
3. Ravinder Singh
4. Sunita Sahney
5. Laxmi Narayan

Related Party Transactions

As At March 31, 2016

a) Outstanding Unsecured Loans Taken

Key Management Personnel	100,000
Other Related Parties	-

For the year ended March 31, 2016

b) Managerial Remuneration

Key Management Personnel	261,290
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c) Reimbursement of Conveyance expense

Key Management Personnel	31,032
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FOR RAJVANSHI & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg. No:005069C

(**ABHINAV RAJVANSHI**)

PARTNER

Membership No.: 426357

PLACE : JAIPUR

DATED : 01.09.2016



FOR FINOVA CAPITAL PRIVATE LIMITED

FINOVA CAPITAL PVT. LTD.

For Finova Capital Pvt. Ltd.

(**Mohit Sahney**)
DIRECTOR

DIN: 07280918

Director

(**Sunita Sahney**)
DIRECTOR

DIN: 02395354

Director

FINOVA CAPITAL PRIVATE LIMITED

REG OFFICE : 55 GRENADA MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021

CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132

NOTE 8: FIXED ASSETS

PARTICULARS OF DEPRECIATION ALLOWABLE AS PER SCHEDULE II OF COMPANIES ACT,2013 AS ON 31-03-2016 AS PER SLM

S.No.	Name of Assets	GROSS BLOCK			DEPRECIATION					
		Balance as on 01-04-2015	Addition	Deletion	Balance as on 31-03-16	Upto 01-04-2015	During the year 2015-16	Deductions	Up to 31-03-16	As On 31-03-16
1	Air Conditioners	-	310,000	-	310,000	-	3,608	-	3,608	306,392
2	Computer & Accessories	-	224,890	-	224,890	-	4,107	-	4,107	220,783
3	Furniture and fittings	-	857,350	-	857,350	-	6,231	-	6,231	851,119
4	CCTV Camera	-	18,300	-	18,300	-	57	-	57	18,243
	TOTAL	-	1,410,540	-	1,410,540	-	14,003	-	14,003	1,396,537

PARTICULARS OF AMORTIZATION ON INTANGIBLE ASSETS

S.No.	Name of Assets	GROSS BLOCK			DEPRECIATION					
		Balance as on 01-04-2015	Addition	Deletion	Balance as on 31-03-16	Upto 01-04-2015	During the year 2015-16	Deductions	Up to 31-03-16	As On 31-03-16
1	ERP Software	-	114,500	-	114,500	-	802	-	802	113,698
	TOTAL	-	114,500	-	114,500	-	802	-	802	113,698

FOR RAJVANSHI & ASSOCIATES
 CHARTERED ACCOUNTANTS
 Firm Reg. No:005069C

(ABHINAV RAJVANSHI)
 PARTNER
 Membership No.: 426357
 PLACE : JAIPUR
 DATED : 01.09.2016



In term of our report of even date
FINOVA CAPITAL PRIVATE LIMITED
 FINOVA CAPITAL PVT. LTD.

(Signature)
 (Mohit Sahney)
 DIRECTOR
 DIN: 07280918
 For Finova Capital Pvt. Ltd.

Director

(Signature)
 (Sunita Sahney)
 DIRECTOR
 DIN: 02593354
 For Finova Capital Pvt. Ltd.

Director

FINOVA CAPITAL PRIVATE LIMITED

REG OFFICE : 55 GRENADA MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR, JAIPUR-302021
CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132

Cash Flow Statement For the Period 01 April 2015 to 31st March 2016

(Amount in Rs.)

PARTICULARS	2015-2016
(A) NET CASH FLOW FROM OPERATING ACTIVITIES	
Net Profit before tax	1,06,145
Adjustments to reconcile profit before tax to net cash flows	
Depreciation of current year (including impairment)	14,805
Provision for Standard Assets	7,676
Interest Income	(6,55,237)
Profit on sale of Investments	(17,190)
Operating Profit before working capital change	(5,43,801)
Movements in working capital:	
decrease/ (Increase) in short term advances	(4,79,678)
Increase/(decrease) in other current liabilities	5,01,551
Decrease/(increase) in trade receivable	-
Decrease/(increase) in other current assets	(328,64,334)
Decrease/(increase) in short term loans & advances	-
Cash generate from/(used in) operating activities	(333,86,262)
Direct taxes paid	-
NET CASH FLOW FROM OPERATING ACTIVITIES	(333,86,262)
(B) CASH FLOW FROM INVESTING ACTIVITIES	
Net Loans and Advances Given	(24,70,618)
Purchase of Investments	-
Purchase of Fixed Assets	(15,25,040)
Interest Received	6,55,237
Profit on sale of Investment	17,190
NET CASH FLOW FROM INVESTING ACTIVITIES	(33,23,230)
(C) NET CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from issue of share capital (including securities premium)	375,00,000
Net Proceeds from Borrowings	1,00,000
Finance Cost	-
NET CASH FLOW FROM FINANCING ACTIVITIES	376,00,000
Increase in cash & Bank Balances (A+B+C)	8,90,508
Add: Opening cash & Bank Balances	-
Closing cash & Bank Balances	8,90,508

FOR RAJVANSHI & ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Reg. No: 005069C

(ABHINAV RAJVANSHI)

PARTNER

Membership No.: 426357

PLACE : JAIPUR

DATED : 01.09.2016



In term of our report of even date
FOR FINOVA CAPITAL PRIVATE LIMITED

(Signature)

(Mohit Sahney)

For Finova Capital Pvt. Ltd.

DIN: 07280918

Director

(Signature)
For Finova Capital Pvt. Ltd.
(Sunita Sahney)

DIRECTOR

DIN: 02395354

Director

FINOVA CAPITAL PRIVATE LIMITED

55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR,
JAIPUR-302021

CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132

A. SIGNIFICANT ACCOUNTING POLICIES:

1. CORPORATE INFORMATION

Finova Capital Private Limited is a private company domiciled in India and incorporated under the provisions of the Companies Act, 2013. The Company provides finance and other loans. The Company is registered with the Reserve Bank of India (RBI), Ministry of Corporate Affairs. The registration details are as follows:

RBI B-10.00236

Corporate Identification No. (CIN) U65993RJ2015PTC048340

2. Basis of preparation of Financial Statement

The financial statements have been prepared in conformity with generally accepted accounting principles to comply in all material respects with the notified Accounting Standards ('AS') under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the guidelines issued by the Reserve Bank of India ('RBI') as applicable to a Non-Banking Finance Company ('NBFC'). The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except for the change in accounting policies explained below. The complete financial statements have been prepared along with all disclosures. The previous year's figures have been regrouped and rearranged as per the requirement.

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of the products and services and the time between 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 its assets and liabilities.

3. Borrowing Cost

Borrowing costs include interest, fees and other charges incurred in connection with the borrowing of funds. Borrowing costs that are attributable to the acquisition/construction of qualifying assets are capitalized as part of the cost of such asset up to the date when the asset is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to Statement of Profit and Loss.

4. Fixed Assets

Fixed assets are stated at their original cost less: accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their location and working condition and includes all expenses incurred up to the date of commercial utilization.

Subsequent expenditure related to an item of fixed assets is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gain or losses arising from de-recognition of fixed assets are measured as the difference between net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

5. Depreciation

Depreciation on fixed assets is provided to the extent of Depreciable amount on SLM method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Salvage Value of the assets has been taken @5% of Original Cost as prescribed

FINOVA CAPITAL PRIVATE LIMITED

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JAIPUR-302021

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in Schedule II. Some assets are already appearing at their salvage value i.e. @ 5% hence no further depreciation as per schedule II of companies Act 2013 has been provided.

6. Receivables under financing activity

- a) The Company assesses all receivables for their recoverability and accordingly makes provisions for non-performing assets and delinquent assets not yet NPAs as considered necessary including by accelerating provision to an early stage based on past experience, emerging trends and estimates. However, the Company ensures that the said provisions are not lower than the provisions stipulated in the applicable Reserve Bank of India (RBI) Regulations/Guidelines.
- b) A general provision, as required by RBI Regulations, is also made by the Company on the standard assets outstanding as on 31st March 2016.
- c) If amount is not recoverable then receivables are written off after approval of the board.

7. Revenue Recognition

- a) The company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis as a going concern and duly complied AS-9.
- b) Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- c) Finance Charges or Hire Purchase advances and lease rentals on equipment leasing are recognized on accrual basis to the extent installments fallen due for payments under agreement with the respective parties.
- d) Pre EMI Interest has been booked on actual receipt basis, as the same is deducted from the advance amount, the amount of advance given to the borrower.
- e) Income from contracts is also recognized on accrual basis when the outcome of a contract can be estimated reliably, contract revenue and contract costs are recognized as revenue and expenses respectively by reference to the stage of completion of the contract activity at the balance sheet date. The stage of completion is measured by reference to the proportion of contract costs incurred to date to the estimated total costs for the contract.
- f) Revenue Recognition in respect of assets, which have been identified as NPA, has been on the basis of NBFC Prudential Norms Direction, 1998 & updated directions as laid down by RBI.
- g) Other income is mainly accounted on accrual basis, except in case of significant uncertainties.

8. Current Assets & Loan & Advances & Incorporation Expenditure

In the opinion of the board Current Assets, Loans and Advances are approximate of the value as stated in Balance sheet, if realized in the ordinary course of business and provision of all known liabilities have been made.

The Company has written off Incorporation Expenditure amounting Rs. 1,16,782/- (1/5th of the Expenditure incurred for increase in share capital)

9. Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Investments are classified into current and long-term investments. Current investments are stated at the lower of cost and fair value. A provision for diminution is made to recognize a decline, other than temporary, in the value of long-term investments.

10. Earnings Per Share

The Company reports basic Earnings per Share (EPS) in accordance with Accounting Standard – 03 on Earnings per Share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year.

FINOVA CAPITAL PRIVATE LIMITED

55 GRENADE MARG, PRATAP NAGAR, KHATIPURA ROAD, VAISHALI NAGAR,

JAIPUR-302021

CIN: U65993RJ2015PTC048340 E-MAIL: info@finova.in CONTACT: 0141-5103132

11. Taxes on Income

The accounting is done in accordance with AS-22 "Accounting for taxes on Income". If Company is liable to pay MAT @ 18.5% then Minimum Alternate Tax paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternate Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement". The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period. The company is incorporated in F.Y 2015-16 so it has not utilized MAT Credit Entitlement relating to previous years.

According to AS-22, Income-Tax expense for the year comprises of current tax and deferred tax. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. In View of the Accounting Standard 22 issued by Institute of Chartered Accountants of India, Deferred Tax Liability has been recognized during the year. The deferred tax results from "timing difference" between taxable and accounting income is accounted for using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The deferred tax liability is recognized and carried.

12. Impairment of Assets

An Asset is considered as impaired in accordance with AS 28 on impairment of assets when at Balance Sheet date there are indication of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the Statement of Profit & Loss.

13. Provisions, Contingent Liabilities And Contingent Assets

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the accounts by way of notes. Contingent assets are neither recognized nor disclosed in the financial statements.

14. Segment Reporting

The company is a one segment Company in the business of NBFC.

For Rajvanshi & Associates
Chartered Accountants
Firm Regn. No. : 005069C

Abhinav Rajvanshi
Partner
Membership No. : 426357
Place : Jaipur
Date : 01/09/2016

For FINOVA CAPITAL PRIVATE LIMITED

For Finova Capital Pvt. Ltd. 
Mohit Sainey (Director) DIN: 07280918
For Finova Capital Pvt. Ltd. 
Sumit Sainey (Director) DIN: 02395354

Director