

Globe Capital Market Limited
Standalone Statutory Audit
For the year ended 31 March 2018

**Independent Auditors' Report
To the Members of Globe Capital Market Limited**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Globe Capital Market Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditors' Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give 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 are also responsible to conclude on the appropriateness of management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditors' report. However, future events or conditions may cause an entity to cease to continue as a going concern.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2018, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditors' Report) Order, 2016 ('Order'), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we enclose in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the said Order.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as at 31 March 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 read with Companies (Audit and Auditors) Amendment Rule, 2017, 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 – Refer Note 2.24 to the financial statements;
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
- (iv) The disclosures in the financial statements regarding holding as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made since they do not pertain the financial year ended 31 March 2018. However, amounts as appearing in the audited financial statements for the year ended 31 March 2018 have been disclosed – Refer Note 2.33 of the financial statements.

For B S R & Co. LLP
Chartered Accountants
Firm Registration No.: 101248W/ W-100022

Jiten Chopra
Jiten Chopra
Partner
Membership No.: 092894



Place: Gurugram
Date: 28 April 2018

For P.C. Bindal & Co.
Chartered Accountants
Firm Registration No.: 003824N

K. C. Gupta
K. C. Gupta
Partner
Membership No.: 088638



Place: New Delhi
Date: 28 April 2018

Annexure A to the Independent Auditors' Report

(Referred to in our report of even date)

- i.
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified annually. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and from our examination of books of account and other documents, the title deeds of immovable properties owned by the Company are held in the name of the Company.
- ii. As informed to us, the inventory, which is in the nature of securities, has been physically verified by the management during the year, either by actual inspection or on the basis of statement received from depository participants in respect of shares held as inventory. In our opinion, the frequency of such verification is reasonable. No material discrepancies have been noticed on physical verification of such inventories.
- iii. During the year, the Company had granted an unsecured loan, repayable on demand, to one of its subsidiaries covered in the register maintained under Section 189 of the Act.
 - (a) According to the information and explanations given to us and examination of books of account, the terms and conditions of the unsecured loan given by the Company are, prima facie, not prejudicial to the interests of the Company.
 - (b) As mentioned above, the loan granted by the Company to its subsidiary is repayable on demand. According to the information and explanations given to us, the group company had repaid the loan during the year. Further, there have been no defaults in the interest payments.

Further, the Company has not granted any loans, secured or unsecured to other parties covered in the register maintained under Section 189 of the Act except for as mentioned above. Further, there no limited liability partnerships or firms which are covered in the register maintained under Section 189 of the Act.
- iv. According to the information and explanations given to us, in respect of loans, investments, guarantees and securities, the Company has complied with the provisions of Section 185 and 186 of the Act, to the extent applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public as mentioned in the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder.
- vi. The Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the services rendered by the Company. Hence, the provisions of paragraph 3(vi) of the Order is not applicable.



- vii. (a) According to the information and explanations given to us and on the basis of our examination of records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Service tax, Goods and Service tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Value added-tax, Sales-tax, Cess, Duty of excise and Duty of customs.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Provident Fund, Service tax, Good and Service tax and other material statutory dues were in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues on account of Income-tax, Goods and service tax, Provident Fund and Service tax which have not been deposited with the appropriate authorities on account of dispute as at 31 March 2018.

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to any banks and financial institutions. The Company did not have any outstanding loans or borrowings from the Government and did not have any dues to debenture holders during the year.

- ix. According to the information and explanations given to us and our examination of the records of the Company, the term loans obtained by the Company during the year have been applied for the purposes for which they were raised. Further, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments).

- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

- xi. According to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Hence, the provisions of paragraph 3(xii) of the Order is not applicable.

- xiii. According to the information and explanations given to us, and on the basis of our examination of the records of the Company, there are no transactions with the related parties which are not in compliance with Section 177 and 188 of the Act and the details 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 on an examination of the records maintained by the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, paragraph 3(xiv) of the Order is not applicable.



- xv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. According to the information and explanations given to us, the Company is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934.

For BSR & Co. LLP
Chartered Accountants
Firm Registration No.: 101248W/W-100022



Jiten Chopra
Partner
Membership No.: 092894

Place: Gurugram
Date: 28 April 2018

For P.C. Bindal & Co.
Chartered Accountants
Firm Registration No.: 003824N



K. C. Gupta
Partner
Membership No.: 088638

Place: New Delhi
Date: 28 April 2018

Annexure B to the Independent Auditors' Report
(Referred to in our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the internal financial controls over financial reporting of Globe Capital Market Limited ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being



made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting


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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For BSR & Co. LLP
Chartered Accountants
Firm Registration No.: 101248W/ W-100022

Jiten Chopra
Jiten Chopra
Partner
Membership No.: 092894



Place: Gurgaon
Date: 28 April 2018

For P.C. Bindal & Co.
Chartered Accountants
Firm Registration No.: 008824N

K. C. Gupta
K. C. Gupta
Partner
Membership No.: 088638



Place: New Delhi
Date: 28 April 2018

Globe Capital Market Limited
Balance Sheet as at 31 March 2018
(All amounts are in Indian rupees)

	Note	As at 31 March 2018	As at 31 March 2017
Equity and liabilities			
Shareholders' funds			
Share capital	2.1	262,500,000	291,125,000
Reserves and surplus	2.2	7,032,684,330	7,093,694,092
Non-current liabilities			
Long-term borrowings	2.3	1,028,585,526	833,750,000
Long-term provisions	2.4	36,057,652	28,852,240
Current liabilities			
Short-term borrowings	2.5	3,144,661,614	2,927,909,871
Trade payables	2.6		
(a) Total outstanding dues of micro enterprises and small enterprises		-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		35,429,534	23,090,610
Other current liabilities	2.7	7,089,887,968	5,966,689,445
Short-term provisions	2.8	12,996,110	56,770,827
		18,642,802,734	17,221,882,085
Assets			
Non-current assets			
Fixed assets	2.9		
Property, plant and equipment		31,911,753	35,010,935
Intangible assets		-	-
Non-current investments	2.10	2,673,625,035	2,829,114,257
Deferred tax assets (net)	2.11	33,149,179	7,227,555
Long-term loans and advances	2.12	120,488,290	104,875,610
Other non-current assets	2.13	1,861,985,980	1,481,524,160
Current assets			
Inventories	2.14	1,970,743,687	2,227,090,784
Trade receivables	2.15	3,195,251,456	1,553,486,834
Cash and bank balances	2.16	7,848,133,477	5,877,803,493
Short-term loans and advances	2.17	104,515,411	3,048,579,541
Other current assets	2.18	802,998,466	57,168,916
		18,642,802,734	17,221,882,085

Significant accounting policies and notes to the financial statements 1, 2

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
Firm Registration No.: 101248W/W-100022

Jiten Chopra
Jiten Chopra
Partner
Membership No.: 003894



Place: Gurugram
Date: 28 April 2018

For P.C.Bindal & Co.
Chartered Accountants
Firm Registration No.: 003824N

K. C. Gupta
K. C. Gupta
Partner
Membership No.: 088638



Place: New Delhi
Date: 28 April 2018

For and on behalf of Board of Directors of
Globe Capital Market Limited

Yashpal Mendiratta
Yashpal Mendiratta
Managing Director
DIN: 00004185

Dhiraj Jaiswal
Dhiraj Jaiswal
Company Secretary

Place: New Delhi
Date: 28 April 2018

Ashok Kumar Agarwal
Ashok Kumar Agarwal
Whole-time Director
DIN: 00003988

Amit Kumar Singhal
Amit Kumar Singhal
Chief Financial Officer

Globe Capital Market Limited
Statement of Profit and Loss for the year ended 31 March 2018
 (All amounts are in Indian rupees)

	Note	For the year ended 31 March 2018	For the year ended 31 March 2017
Revenue			
Revenue from operations	2.19	3,132,496,190	2,939,013,575
Other income	2.20	263,671	12,128,517
Total revenue		3,132,759,861	2,951,142,092
Expenses			
Employee benefits expense	2.21	498,388,269	447,753,415
Other expenses	2.22	699,550,920	559,323,644
Finance cost	2.23	618,203,609	465,588,779
Depreciation and amortisation	2.9	6,155,308	6,228,887
Total expenses		1,822,298,106	1,478,894,725
Profit before tax		1,310,461,755	1,472,247,367
Tax expense			
Current income-tax		321,930,000	445,570,000
Deferred tax (credit)/ charge		(25,921,624)	12,782,822
Prior year tax adjustment		-	367,629
Profit after tax for the year		1,014,453,379	1,013,526,916
Earnings per equity share (par value Rs. 10 per share)			
Basic and diluted earnings per share (Rs.)	2.32	36.65	33.12
Significant accounting policies and notes to the financial statements	1, 2		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For **BSR & Co. LLP**
 Chartered Accountants
 Firm Registration No.: 101248W/W-100022

Jiten Chopra
Jiten Chopra
 Partner
 Membership No.: 092894



For **P.C.Bindal & Co.**
 Chartered Accountants
 Firm Registration No.: 003824N

K. C. Gupta
K. C. Gupta
 Partner
 Membership No.: 088638



For and on behalf of Board of Directors of
Globe Capital Market Limited

Yashpal Mendiratta
Yashpal Mendiratta
 Managing Director
 DIN: 00004185

Dhiraj Jaiswal
Dhiraj Jaiswal
 Company Secretary

Ashok Kumar Agarwal
Ashok Kumar Agarwal
 Whole-time Director
 DIN: 00003988

Amit Kumar Singhal
Amit Kumar Singhal
 Chief Financial Officer

Place: Gurugram
 Date: 28 April 2018

Place: New Delhi
 Date: 28 April 2018

Place: New Delhi
 Date: 28 April 2018

Globe Capital Market Limited
Cash Flow Statement for the year ended 31 March 2018
 (All amounts are in Indian rupees)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Cash flow from operating activities		
Profit before tax	1,310,461,755	1,472,247,367
Add:		
Depreciation and amortisation	6,155,308	6,228,887
Provision for doubtful debts	23,507,808	-
Loss on sale of property, plant and equipment (net)/ written-off	24,338	-
Processing fees on term-loan	24,250,000	38,000,000
Discount on issuance of commercial paper (included in other borrowing cost)	96,646,934	67,157,189
Interest expense on loans and bank overdrafts	248,999,037	140,999,388
Less:		
Gain on sale of investments (net)	(155,949,791)	(53,679,023)
Interest on income-tax refund	-	(11,825,212)
Profit on sale of property, plant and equipment (net)	-	(50,945)
Dividend income on non-current investments	(28,222,737)	(37,636,342)
Provision/ liabilities no longer required written-back	(298,953)	(301,253)
Operating profit before working capital changes	1,525,573,699	1,621,140,056
Adjustments for:		
(Increase)/ decrease in inventories	256,347,097	(410,352,764)
(Increase)/ decrease in trade receivables	(1,665,272,430)	(522,151,792)
(Increase)/ decrease in loans and advances (refer note 2 below)	2,911,497,049	(2,801,192,026)
(Increase)/ decrease in other current assets	(745,829,551)	876,522,974
(Increase)/ decrease in other bank balances (refer note 3 below)	(1,963,021,838)	(968,475,001)
Increase/ (decrease) in trade payables	12,637,877	8,621,812
Increase/ (decrease) in other current liabilities and provisions (refer note 2 below)	1,007,079,770	626,913,379
Cash generated from operations	1,339,011,673	(1,568,973,362)
Income taxes paid (gross)	(365,134,552)	(364,276,353)
Interest on income-tax refund	-	11,825,212
Net cash from/ (used in) operating activities (A)	973,877,121	(1,921,424,503)
Cash flow from investing activities		
Purchase of property, plant and equipment	(3,155,807)	(15,709,956)
Proceeds from sale of property, plant and equipment	75,346	238,212
Purchase of investments	(6)	(28,470,205)
Purchase of equity shares in subsidiary	-	(109,999,940)
Proceeds from disposal of investments	311,439,020	112,755,965
Proceeds from redemption of preference shares in subsidiary	-	498,300,000
Dividend on long-term investments	28,222,737	37,636,342
Net cash from investing activities (B)	336,581,290	494,750,417
Cash flow from financing activities		
Interest paid on loans and bank overdrafts	(248,999,037)	(140,999,388)
Processing fees on term-loan	(24,250,000)	-
Proceeds from term loans (net of processing fees) (refer note 2 below)	2,473,750,900	1,175,285,788
Repayment of term loans	(2,147,532,895)	(114,535,788)
Proceeds from commercial paper (net of discount on issue)	5,711,914,617	4,368,893,270
Repayment of commercial paper	(5,850,000,000)	(3,710,000,000)
Payment for equity shares buyback	(1,104,088,142)	(1,117,400,000)
Proceeds from/ (repayment of) - bank overdrafts (net)	258,190,192	1,364,561,470
Net cash (used in)/ from financing activities (C)	(931,015,265)	1,825,805,352
Net increase in cash or cash equivalents (A+B+C)	379,443,146	399,131,266
Cash and cash equivalent at the beginning of the year (refer Note 2.16)	429,054,492	29,923,226
Cash and cash equivalent at the end of the year (refer Note 2.16)	808,497,638	429,054,492

Notes:

- The Cash Flow Statement has been prepared in accordance with the 'Indirect Method' specified in Accounting Standard 3, Cash Flow Statement, as per Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- Include both long-term and short-term assets/ liabilities.
- Fixed deposits and related interest income have been included in the operating activities, since these are directly attributable to the primary revenue generating operations of the Company. Interest expense on others and other borrowing cost (excluding discount on commercial paper) has been included in operating activities.

As per our report of even date attached

For BSR & Co. LLP
 Chartered Accountants
 Firm Registration No.: 101248W/W-100022

 Jiten Chopra
 Partner
 Membership No.: 092894


For P.C. Bindal & Co.
 Chartered Accountants
 Firm Registration No.: 093824N

 K. C. Gupta
 Partner
 Membership No.: 088635


For and on behalf of Board of Directors of
Globe Capital Market Limited


 Yashpal Mendiratta
 Managing Director
 DIN: 00004185

 Dhiraj Jaiswal
 Company Secretary


 Ashuk Kumar Agarwal
 Whole-time Director
 DIN: 00003988

 Amit Kumar Singhal
 Chief Financial Officer

Place: Gurugram
 Date: 28 April 2018

Place: New Delhi
 Date: 28 April 2018

Place: New Delhi
 Date: 28 April 2018

1. Significant accounting policies

(i) Basis of preparation

The financial statements are prepared on a going concern basis under the historical cost convention on the accrual basis of accounting, in accordance with the Indian Generally Accepted Accounting Principles (GAAP) and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, to the extent applicable, as adopted consistently by the Company.

(ii) Current/ non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realised within 12 months after the reporting date; or
- d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- a) It is expected to be settled in the company's normal operating cycle;
- b) It is held primarily for the purpose of being traded;
- c) It is due to be settled within 12 months after the reporting date; or
- d) The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on the above definition, the Company has ascertained its operating cycle as 12 months for the purpose of current/ non-current classification of assets and liabilities.

(iii) Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Adjustments as a result of differences between actual results and estimates are recognized prospectively.



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

(iv) Revenue recognition

- i. Revenue from broking activities is accounted for on an accrual basis on the trade date of transaction and includes related charges recovered from customers.
- ii. Income from trading in securities and derivatives and arbitrage comprises profit/ loss on sale of securities held as inventories and profit/ loss on equity and derivatives instruments. Profit/ loss on sale of securities are determined on First-In-First-Out ('FIFO') cost of the securities sold and are accounted for on the trade date of transaction. Profit/ loss on equity derivatives transactions is accounted for as explained below:

Equity index and derivatives

- 1 'Initial margin' representing initial margin paid, and 'margin deposits', representing additional margin over and above initial margin, for entering into contracts for equity index/ stock futures, which are released on final settlement/ squaring-up of underlying contracts, are disclosed under 'short-term loans and advances'.
- 2 Equity index/ stock futures are marked-to-market on a daily basis. Debit or credit balance disclosed under 'short term loans and advances' or 'other current liabilities', respectively, in the 'Mark-to-Market Margin–Equity Index/ Stock Futures Account', represents the net amount paid or received on the basis of movement in the prices of index/ stock futures till the Balance Sheet date.
- 3 As at the Balance Sheet date, profit/ loss on open positions in index/ stock futures are accounted for as follows:
 - Credit/ debit balance in the 'Mark-to-Market Margin–Equity Index/ Stock Futures Account', being anticipated profit/ loss, is adjusted in the Statement of Profit and Loss.
 - On final settlement or squaring-up of contracts for equity index/ stock futures, the profit or loss is calculated as the difference between settlement/ squaring-up price and contract price. Accordingly, debit or credit balance pertaining to the settled/ squared-up contract in 'Mark-to-Market Margin–Equity Index/ Stock Futures Account' is recognized in the Statement of Profit and Loss. When more than one contract in respect of the relevant series of equity index futures contract to which the squared-up contract pertains is outstanding at the time of the squaring-up of the contract, the contract price of the contract so squared-up is determined using FIFO method for calculating profit/loss on squaring-up.
- iii. Income from interest on fixed deposit is recognized on a time proportion basis, based on applicable interest rates.
- iv. Dividend from investments is accounted for as income when the right to receive dividend is established.
- v. Income from depository and portfolio management services is accounted for on an accrual basis.
- vi. In respect of other heads of income, the Company follows the practice of recognizing income on an accrual basis.

(v) Fixed assets and related depreciation/ amortisation

All Property, plant and equipment (including intangible assets) are stated at historical cost less any accumulated depreciation/ amortisation. Cost includes original cost of acquisition and incidental expenses related to such acquisition.

Depreciation on property, plant and equipment other than intangible assets is provided on the straight-line basis over the estimated useful life of each asset as determined by the management. Depreciation is provided at the following rates which are in line with the corresponding rates prescribed in Schedule II of the Companies Act, 2013:



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

Assets Category	Useful life of asset
Building	60 years (1.67%)
Furniture and fittings	10 years (10%)
Office equipment	5 years (20%)
Computers	3 years (33.33%)
Computer server	6 years (16.67%)
Vehicles	8 years (12.50%)

Amortisation of intangible assets comprising computer software has been provided at straight-line basis over a period of five years, which in the opinion of the management represents the best estimate of useful life of these assets.

The appropriateness of depreciation/ amortisation is reviewed by the management in each financial year.

Losses arising from retirement or gains or losses arising from disposal of property, plant and equipment which are carried at cost are recognised in the Statement of Profit and Loss.

(vi) Impairment

The carrying amounts of assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated. For assets that are not yet available for use, the recoverable is estimated at each Balance Sheet date. An impairment loss is recognized whenever the carrying amount of an asset or cash-generating unit exceeds its recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

(vii) Investments

Investments are classified into non-current investments and current investments based on intent of management at the time of making the investment. Investments which are intended to be held for more than one year are classified as non-current investments and those which are intended to be held for less than one year are classified as current investments. Long-term investments are valued at cost unless there is diminution, other than temporary, in their value. Diminution is considered other than temporary based on criteria that include the extent to which cost exceeds the market value, the duration of the market decline and the financial health of and specific prospects for the issuer. Diminution in value of non-current investments when considered to be other than temporary is fully provided for and reflected as a provision for diminution in investment. Current investments are valued at lower of cost and market value. Market value for quoted shares is determined after adjusting quoted price of shares for management estimate of impact of market parameters affecting the actual sale value e.g. volume of sale, frequency of sale etc.

(viii) Inventories

Inventories or stock-in-trade is valued at lower of cost and net realizable value on a category-wise basis (equity shares, preference shares, mutual funds, bonds etc.). Cost comprises expenditure incurred in the normal course of business in bringing such stock to their location and conditions and includes appropriate overheads. Stock-in-trade includes stock pledged, if any, against secured loans from banks and kept as margin/ securities with the stock exchanges and does not include stocks held on behalf of clients/ constituents. Cost is calculated on FIFO basis.



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(ix) Employee benefits

The Company's obligation towards various employee benefits is recognized as follows:

Short-term employee benefits

All employee benefits payable/ available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognized in the Statement of Profit and Loss in the year in which the employee renders the related service.

Employee entitlements to annual leave are recognized when they accrue to the eligible employees. An accrual is made for the estimated liability for annual leave as a result of services rendered by the eligible employees up to the Balance Sheet date.

Defined contribution plan

Provident fund is a defined contribution plan. The contribution towards provident fund has been deposited with Regional Provident Fund Commissioner and is charged to the Statement of Profit and Loss.

Defined benefit plan

The Company pays gratuity to employees who retire or resign after a minimum period of five years of continuous service. The gratuity liability as at year end is determined by an independent actuary appointed by the Company. Actuarial valuation of gratuity liability is calculated based on certain assumptions regarding rate of interest, salary growth, mortality and staff attrition as per the Projected Unit Credit Method. Actuarial gains and losses are recognized immediately in the Statement of Profit and Loss. Gains or losses on the curtailment or settlement of any defined benefit plan are recognized when the curtailment or settlement occurs.

(x) Current and deferred tax

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the Income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets.

Deferred tax assets are reviewed as at each Balance Sheet date and written down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realized.

(xi) Foreign currency transactions

Foreign currency transactions are accounted for at the exchange rate prevailing on the date of the transaction. Exchange difference arising due to the differences in the exchange rate between the transaction date and the date of settlement of any monetary items is recognized in the Statement of Profit and Loss.

Monetary assets and monetary liabilities denominated in foreign currency are translated at the exchange rate prevailing at the date of Balance Sheet and resultant gain/ loss, if any, is recorded as an income or expense in the period in which they arise.

(xii) Leases

Lease payments under operating lease are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

(xiii) Provision, contingent liabilities and contingent assets

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When 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.

Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognized in the financial statements. However, contingent asset are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

(xiv) Earnings per share

Basic earnings per share are computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity and dilutive potential equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

(xv) Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

(xvi) Commercial paper

In respect of commercial papers issued, the difference between the redemption value and acquisition value of commercial paper is amortized over the tenure of the instrument. The liability as at the Balance Sheet date in respect of such instruments is recognized at face value net of unamortized discount.



Globe Capital Market Limited
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(All amounts are in Indian Rupees)

2. Notes to the financial statements

	As at 31 March 2018	As at 31 March 2017
2.1(a): Share capital		
Authorised		
50,500,000 (previous year 50,500,000) equity shares of Rs. 10 each	505,000,000	505,000,000
500,000 (previous year 500,000) 10% non-cumulative redeemable preference shares of Rs. 10 each	5,000,000	5,000,000
Issued, subscribed and fully paid-up:		
26,250,000 (previous year 29,112,500) equity shares of Rs. 10 each *	262,500,000	291,125,000
	262,500,000	291,125,000

* refer to Note 2.29 (c)

2.1(b): Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

	As at 31 March 2018		As at 31 March 2017	
	Number	Amount	Number	Amount
At the beginning of the year	29,112,500	291,125,000	32,812,500	328,125,000
Add: Issued during the year	-	-	-	-
Less: Bought back during the year *	2,862,500	28,625,000	3,700,000	3,700,000
Outstanding at the end of the year	26,250,000	262,500,000	29,112,500	291,125,000

* refer to Note 2.29 (b) & (c)

2.1(c): Rights, preferences and restrictions attached to share capital

The Company has one class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The paid-up equity shares of the Company rank *pari-passu* in all respects including dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.1(d): Shares held by shareholders holding more than 5% shares

Name of the shareholder	Number of shares as at 31 March 2018	Number of shares as at 31 March 2017
Ashok Kumar Agarwal	5,775,000	5,775,000
Yashpal Mendiratta	5,772,900	5,772,900
Alka Agarwal	2,100,000	2,100,000
Alka Mendiratta	2,100,000	2,100,000
Lakshya Impex Private Limited	2,625,000	2,625,000
Rolex Finvest Private Limited	2,625,000	2,625,000
Client Rosehill Limited (formerly known as CVCIGP II Client Rosehill Limited)	-	1,826,907
A to Z Consultants Private Limited	1,575,000	1,575,000

2.1(e): Details of shares bought back (during 5 years immediately preceding 31 March 2018):

	31 March 2018	31 March 2017	31 March 2016	31 March 2015	31 March 2014
Equity shares bought back by capitalisation of securities premium account and general reserve *	2,862,500	3,700,000	-	-	-

* refer to Note 2.29 (b) & (c)

2.2: Reserves and surplus

	As at 31 March 2018	As at 31 March 2017
Capital redemption reserve		
Opening balance	42,000,000	5,000,000
Add: Addition during the year *	28,625,000	37,000,000
	70,625,000	42,000,000
Securities premium account		
Opening balance	216,924,960	1,334,324,960
Less: Utilised during the year *	216,924,960	1,117,400,000
	-	216,924,960
General reserve		
Opening balance	2,900,000,000	2,650,000,000
Less: Utilised during the year *	680,182,539	-
Less: Dividend distribution tax *	206,980,642	-
Add: Addition during the year	250,000,000	250,000,000
	2,262,836,819	2,900,000,000
Surplus		
Opening balance	3,934,769,132	3,171,242,216
Add: Transfer from Statement of Profit and Loss	1,014,453,379	1,013,526,916
	4,949,222,511	4,184,769,132
Less: Transfer to general reserve	250,000,000	250,000,000
	4,699,222,511	3,934,769,132
	7,032,684,330	7,093,694,092

* refer to Note 2.29 (b) & (c)



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	As at 31 March 2018	As at 31 March 2017
2.3: Long-term borrowings		
Secured		
Term loans		
- from banks *	350,000,000	490,000,000
- from others	678,585,526	343,750,000
	<u>1,028,585,526</u>	<u>833,750,000</u>

* refer to Note 2.7 for current maturities and Note 2.31 for terms of borrowings

2.4: Long-term provisions		
Provision for gratuity #	36,057,652	28,852,240
	<u>36,057,652</u>	<u>28,852,240</u>

refer to Note 2.26

2.5: Short-term borrowings		
Secured		
From banks		
- loans repayable on demand (overdrafts) *	2,041,033,617	1,942,493,425
- term loan #	159,650,000	-
Unsecured		
Commercial paper ##	943,977,997	985,416,446
	<u>3,144,661,614</u>	<u>2,927,909,871</u>

* Rs. 1,041,546,052 (previous year Rs. 942,237,318) are secured against fixed deposits pledged, interest rate varies from 6.95% to 8.00% per annum (previous year 8.25% to 9.25% per annum) and Rs. 999,487,565 (previous year 1,000,256,107) are secured against all current assets (excluding specifically earmarked for others), interest rate 9.35% per annum (previous year 9.35%).

Rs. 159,650,000 (previous year Rs. Nil) are secured against fixed deposits pledged, interest rate varies from 8.15% to 8.35% per annum (previous year Nil).

Detail of repayment, interest rate and installment due for the year ended 31 March 2018:

Particulars	As at 31 March 2018	Date of redemption
8.00% HDFC Bank (INE081J14644)	260,000,000	07 June 2018
8.50% HDFC Bank (INE081J14651) issued on 19 March 2018	260,000,000	14 June 2018
8.50% HDFC Bank (INE081J14651) issued on 21 March 2018	260,000,000	14 June 2018
8.50% HDFC Bank (INE081J14669)	180,000,000	25 June 2018
Total	960,000,000	

Detail of repayment, interest rate and installment due for the year ended 31 March 2017:

Particulars	As at 31 March 2017	Date of redemption
8.00% HDFC Bank (INE081J14446)	250,000,000	26 May 2017
8.00% HDFC Bank (INE081J14461)	240,000,000	07 June 2017
8.00% HDFC Bank (INE081J14453)	260,000,000	13 June 2017
8.00% HDFC Bank (INE081J14479)	250,000,000	16 June 2017
Total	1,000,000,000	

2.6: Trade payables

Payables against goods and services		
(a) Total outstanding dues of micro enterprises and small enterprises *	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	35,429,534	23,090,610
	<u>35,429,534</u>	<u>23,090,610</u>

* The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on information received and available with the Company, there are no amounts payable to Micro and Small Enterprises as at 31 March 2018 and 31 March 2017.



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	As at 31 March 2018	As at 31 March 2017
2.7: Other current liabilities		
Advance/ margin received from:		
- customers	5,354,050,923	4,710,115,953
- related parties #	106,642,654	718,039,885
Payable to exchanges	1,134,985,053	150,951,189
Salary, bonus and other employee payables	56,539,076	74,410,050
Current maturities of long term debt *	396,381,579	265,000,000
Income received in advance	10,430,204	6,582,369
Book overdrafts	354,887	-
Withholding and other taxes payable	30,503,592	41,589,999
	<u>7,089,887,968</u>	<u>5,966,689,445</u>
# refer to Note 2.27		
* refer to Note 2.31		
2.8: Short-term provisions		
Provision for income-tax	-	51,832,131
[net of advance tax Rs. Nil (previous year 393,737,869)]		
Provision for gratuity #	12,996,110	4,938,696
	<u>12,996,110</u>	<u>56,770,827</u>
# refer to Note 2.26		



Globe Capital Market Limited

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2.9: Fixed assets

Particulars	Gross block			Accumulated depreciation/ amortisation				Net block		
	As at 1 April 2017	Additions during the year	Deletions during the year	As at 31 March 2018	As at 1 April 2017	Depreciation charge for the year	Deletions during the year	As at 31 March 2018	As at 31 March 2018	As at 31 March 2017
Property, plant and equipment										
Building	11,478,000	-	-	11,478,000	24,616	191,169	-	215,785	11,262,215	11,453,384
	-	(11,478,000)	-	(11,478,000)	-	(24,616)	-	(24,616)	(11,453,384)	
Furniture and fittings	3,926,295	506,966	230,436	4,202,825	2,701,734	288,097	224,216	2,765,615	1,437,210	1,224,560
	(3,898,107)	(220,763)	(192,575)	(3,926,295)	(2,620,404)	(266,577)	(185,246)	(2,701,735)	(1,224,560)	
Computers	74,950,083	961,939	416,625	75,495,397	67,906,463	2,175,988	385,669	69,696,782	5,798,615	7,043,620
	(72,423,735)	(2,901,398)	(375,050)	(74,950,083)	(66,086,621)	(2,194,892)	(375,050)	(67,906,463)	(7,043,620)	
Office equipment	16,066,134	1,686,902	1,251,231	16,501,805	12,794,666	1,353,504	1,188,725	12,959,445	3,542,360	3,271,468
	(16,198,698)	(1,109,795)	(1,242,359)	(16,066,134)	(12,348,401)	(1,508,685)	(1,062,420)	(12,794,666)	(3,271,468)	
Vehicles	17,371,400	-	-	17,371,400	5,353,497	2,146,550	-	7,500,047	9,871,353	12,017,903
	(18,072,320)	-	(700,920)	(17,371,400)	(3,820,300)	(2,234,117)	(700,920)	(5,353,497)	(12,017,903)	
Total (I)	123,791,912	3,155,807	1,898,292	125,049,427	88,780,976	6,155,308	1,798,610	93,137,674	31,911,753	35,010,935
	(110,592,860)	(15,709,956)	(2,510,904)	(123,791,912)	(84,875,726)	(6,228,887)	(2,323,636)	(88,780,977)	(35,010,935)	
Intangible assets										
Software	6,275,062	-	-	6,275,062	6,275,062	-	-	6,275,062	-	-
	(6,275,062)	-	-	(6,275,062)	(6,275,062)	-	-	(6,275,062)	-	-
Total (II)	6,275,062	-	-	6,275,062	6,275,062	-	-	6,275,062	-	-
	(6,275,062)	-	-	(6,275,062)	(6,275,062)	-	-	(6,275,062)	-	-
Grand total (I+II)	130,066,974	3,155,807	1,898,292	131,324,489	95,056,038	6,155,308	1,798,610	99,412,736	31,911,753	35,010,935
<i>Previous year total</i>	<i>(116,867,922)</i>	<i>(15,709,956)</i>	<i>(2,510,904)</i>	<i>(130,066,974)</i>	<i>(91,150,788)</i>	<i>(6,228,887)</i>	<i>(2,323,636)</i>	<i>(95,056,039)</i>	<i>(35,010,935)</i>	

figures in brackets relates to previous year



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	As at 31 March 2018	As at 31 March 2017
2.10: Non-current investments (non-trade, at cost)		
A. Investment in equity instruments		
Quoted		
Fully paid up of face value Rs. 10 each		
14,699 (previous year 19,114) shares of Kothari Products Limited	343,998	447,321
102,917 (previous year 121,261) shares of Jayshree Chemicals Limited	1,543,754	1,818,914
20,419 (previous year 55,419) shares of Muradeshwar Ceramics Limited	408,380	1,108,380
Nil (previous year 600) shares of Thejo Engineering Limited	-	120,600
6,625 (previous year 6,625) shares of Narayana Hrudayalaya Limited	1,656,250	1,656,250
2,589,874 (previous year 3,657,874) shares of Rural Electrification Corporation Limited	295,503,988	417,362,525
118,074 (previous year 135,900) shares of Goodyear India Limited	56,701,414	65,261,803
337,147 (previous year 385,000) shares of Deccan Gold Mine Limited	11,552,578	13,192,295
20,000 (previous year 80,670) shares of Bombay Burmah Trading Corporation	7,328,664	29,560,166
Fully paid up of face value Rs. 5 each		
120,000 (previous year 60,000) shares of Castrol India Limited	2,762,463	2,762,457
Fully paid up of face value Rs. 2 each		
694 (previous year 694) shares of East India Hotels Limited	45,804	45,804
Unquoted		
Fully paid up of face value Rs. 10 each		
In subsidiary companies (wholly owned)		
2,670,000 (previous year 2,670,000) shares of Globe Commodities Limited	152,570,475	152,570,475
6,678,375 (previous year 6,678,375) shares of Globe Fincap Limited	618,540,000	618,540,000
50,000 (previous year 50,000) shares of Globe Derivatives and Securities Limited	500,000	500,000
10,928,799 (previous year 10,928,799) shares of Globe Capital (IFSC) Limited	109,999,940	109,999,940
In other companies		
771 (previous year 771) shares of Gujrat NRE Coke Limited	100,000	100,000
159 (previous year 159) shares of Sistema Shyam Teleservices Limited	1,590	1,590
31,338 (previous year 31,338) shares of Tamilnadu Mercantile Bank Limited	4,065,812	4,065,812
B. Investment in preference shares		
In wholly owned subsidiaries		
7,764,705 (previous year 7,764,705) 12% non cumulative redeemable preference shares of Rs. 10 each fully paid of Globe Fincap Limited	659,999,925	659,999,925
3,000,000 (previous year 3,000,000) 12% non cumulative redeemable preference shares of Rs. 10 each fully paid of Globe Derivatives and Securities Limited	750,000,000	750,000,000
	<u>2,673,625,035</u>	<u>2,829,114,257</u>
Aggregate market value of quoted investments	522,982,016	896,621,847
Aggregate book value of quoted investments	377,847,293	533,336,515
Aggregate book value of unquoted investments	2,295,777,742	2,295,777,742



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 (All amounts are in Indian Rupees)

	As at 31 March 2018	As at 31 March 2017
2.11: Deferred tax assets (net)		
Deferred tax asset		
Provision for doubtful debts	8,214,569	-
Provision for gratuity	17,141,347	11,694,367
Disallowances u/s 43B of the Income-tax Act, 1961	93,799	160,074
Disallowances on unrealised loss as per Income Computation and Disclosure Standards	6,684,221	-
Difference between carrying cost of fixed assets as per Companies Act, 2013 and Income-tax Act, 1961	1,015,243	1,003,567
Total (A)	33,149,179	12,858,008
Deferred tax liability		
Disallowances on unrealised profit as per Income Computation and Disclosure Standards	-	5,630,453
Total (B)	-	5,630,453
	33,149,179	7,227,555
2.12: Long-term loans and advances (unsecured, considered good, unless otherwise stated)		
Margins/ deposit with stock exchange and others	74,507,146	53,631,376
Income-taxes recoverable	36,792,531	45,420,112
[net of provision for tax Rs. 2,093,220,000 (previous year Rs. 1,325,720,000)]		
Other advances	9,188,613	5,824,122
	120,488,290	104,875,610
2.13: Other non-current assets		
Bank deposits with maturity more than twelve months *		
- placed under lien with banks	1,025,500,000	502,899,000
- pledged with the clearing corporations and stock exchanges as margin	680,479,000	551,439,000
- deposits in hand	144,799,000	424,305,000
	1,850,778,000	1,478,643,000
Interest accrued but not due	11,207,980	2,881,160
	1,861,985,980	1,481,524,160
* refer to Note 2.16		
2.14: Inventories (at lower of cost and net realisable value)		
Stock-in-trade of shares and bonds	1,970,743,687	2,227,090,784
	1,970,743,687	2,227,090,784
2.15: Trade receivables		
Secured		
a) Outstanding for more than six months from due date		
- Considered good	176,986,872	40,124,063
b) Other trade receivables		
- Considered good	2,483,604,965	1,402,096,115
Unsecured		
a) Outstanding for more than six months from due date		
- Considered good	1,322,069	1,185,597
- Considered doubtful	21,375,654	-
b) Other trade receivables		
- Considered good	533,337,550	110,081,059
- Considered doubtful	2,132,154	-
	3,218,759,264	1,553,486,834
Less: Provision for doubtful debts	23,507,808	-
	3,195,251,456	1,553,486,834



Globe Capital Market Limited
Significant accounting policies and notes to the financial statements for the year ended 31 March 2018
(All amounts are in Indian Rupees)

	As at 31 March 2018	As at 31 March 2017
2.16: Cash and bank balances		
Cash and cash equivalents		
Cash in hand	73,076	460,213
Balances with banks:		
- in current accounts	808,424,562	418,594,279
- in deposit accounts	-	10,000,000
	<u>808,497,638</u>	<u>429,054,492</u>
Other bank balances		
Bank deposits with maturity less than twelve months *		
- placed under lien with banks	4,629,800,000	3,846,400,000
- pledged with the clearing corporations and stock exchanges and others as margin	2,023,630,839	1,389,649,001
- deposits in hand	<u>386,205,000</u>	<u>212,700,000</u>
	7,039,635,839	5,448,749,001
Bank deposits with maturity more than twelve months *		
- placed under lien with banks	1,025,500,000	502,899,000
- pledged with the clearing corporations and stock exchanges and others as margin	680,479,000	551,439,000
- deposits in hand	<u>144,799,000</u>	<u>424,305,000</u>
	1,850,778,000	1,478,643,000
Total cash and bank balances	9,698,911,477	7,356,446,493
Less: bank deposits with maturity more than twelve months classified as other non current assets	1,850,778,000	1,478,643,000
	<u><u>7,848,133,477</u></u>	<u><u>5,877,803,493</u></u>

* excludes bank deposits given to exchanges by constituents, as margins, on their behalf amounting to Rs. 6,713,327,283 (previous year Rs. 5,179,711,126)

2.17: Short-term loans and advances (unsecured, considered good)

Margins/ deposit with stock exchange and others *	67,100,000	78,547,770
Advance to related parties	170,123	2,981,699
Receivable from exchanges	8,207,411	2,949,288,329
Other advances	29,037,877	17,761,743
	<u>104,515,411</u>	<u>3,048,579,541</u>

* excludes security deposits given to exchanges by constituents, as margins, on their behalf amounting to Rs. 399,683,413 (previous year Rs. 391,834,657)

2.18: Other current assets

Interest accrued but not due	83,965,367	56,239,156
Receivable from clients *	715,261,999	-
Dividend receivable	3,771,100	929,760
	<u>802,998,466</u>	<u>57,168,916</u>

* As per accounting policy, the accounting is done on trade date basis. This figure represents net receivable from clients, pertaining to trades which are settled in next financial year as per exchange mechanism.



Globe Capital Market Limited
Significant accounting policies and notes to the financial statements for the year ended 31 March 2018
(All amounts are in Indian Rupees)

	For the year ended 31 March 2018	For the year ended 31 March 2017
2.19: Revenue from operations		
Brokerage earned (gross)	1,073,417,305	813,929,996
Income from trading in securities	190,363,322	958,871,065
Income from depository and portfolio management services	32,533,083	25,433,312
Dividend earned	327,816,177	115,100,487
Other operating revenues		
Interest earned	1,323,894,822	933,525,844
Gain on sale of investments (net)	155,949,791	53,679,023
Dividend income on non-current investments	28,222,737	37,636,342
Bad debts recovered	-	536,253
Provisions/ liabilities no longer required written-back	298,953	301,253
	<u>3,132,496,190</u>	<u>2,939,013,575</u>
2.20: Other income		
Interest on income-tax refund	-	11,825,212
Profit on sale of property, plant and equipment (net)	-	50,945
Miscellaneous	263,671	252,360
	<u>263,671</u>	<u>12,128,517</u>
2.21: Employee benefits expense		
Salaries and wages	467,773,168	429,488,877
Contribution to provident fund	8,608,824	7,691,219
Gratuity *	17,234,431	6,025,297
Staff welfare	4,771,846	4,548,022
	<u>498,388,269</u>	<u>447,753,415</u>

* refer to Note 2.26



Globe Capital Market Limited
Significant accounting policies and notes to the financial statements for the year ended 31 March 2018
(All amounts are in Indian Rupees)

	For the year ended 31 March 2018	For the year ended 31 March 2017
2.22: Other expenses		
Communication	27,373,884	28,614,051
Travelling and conveyance	17,397,395	18,183,290
Printing and stationery	2,329,508	2,158,735
Rent #	41,904,413	38,389,904
Rates and taxes (net of recoveries)	2,120,808	2,918,813
Fees and subscription	899,307	1,792,021
Bad debts written-off:		
Debts written-off during the year	-	6,524,257
Less: provision made earlier, no longer required written back	-	6,524,257
Provision for doubtful debts	23,507,808	-
Entertainment/ business promotion	3,279,263	2,332,372
Brokerage and commission	265,184,268	202,939,899
Electricity	10,554,136	10,411,765
Depository expenses	8,466,028	7,165,186
Exchange charges	105,755,303	88,601,714
Advertisement	1,535,656	1,816,057
Legal and professional *	14,311,479	14,385,874
Repairs and maintenance - others	10,092,292	9,433,198
Insurance	764,377	795,818
Computer and data processing charges	21,236,968	21,073,994
Donation	784,350	128,500
Contributions towards corporate social responsibility **	20,630,000	14,800,000
Festivity expenses	3,884,802	2,184,284
Security transaction tax	112,170,134	87,197,193
Loss on sale of property, plant and equipments (net)/ written-off	24,338	-
Miscellaneous	5,344,403	4,000,976
	<u>699,550,920</u>	<u>559,323,644</u>

represents rental expense incurred in respect of office space leased by the Company under operating lease arrangements. These leases are cancellable arrangements that extend for a maximum period of 3 years from their respective dates of inception.

* Audit fees includes (excluding service tax):

As auditor	1,960,000	3,200,000
For tax audit	57,500	50,000
For other matters	400,000	1,400,000
Reimbursement of expenses	152,000	428,000
	<u>2,569,500</u>	<u>5,078,000</u>

** refer to Note 2.34

2.23: Finance cost

Interest expense		
- on term loans from bank	136,868,875	52,351,030
- on bank overdrafts	112,130,162	88,648,358
- on others	199,390,300	172,051,833
Other borrowing costs		
- discount on commercial papers	96,646,934	67,157,189
- other	73,167,338	85,380,369
	<u>618,203,609</u>	<u>465,588,779</u>



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

2.24 Contingent liabilities and commitments (to the extent not provided for)

Particulars	As at 31 March 2018	As at 31 March 2017
Contingent liabilities		
Claims against the Company not acknowledged as debt (on account of arbitration filed by client)	45,930,570	49,724,570
On account of stamp duty from office of collector of stamp duty	246,530,566	246,530,566
Commitments		
Guarantee given for borrowing taken by wholly owned subsidiary (refer to Note 2.27)	650,000,000	-

The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.

2.25 Foreign currency expenditure:

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Travelling and conveyance	32,799	2,086,573
Total	32,799	2,086,573

2.26 Employee benefits

(i) The following table sets out the status of un-funded gratuity plan and the amounts recognized in the Company's financial statements as at 31 March 2018 and 31 March 2017:

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
a) Change in present value of obligation		
Present value of obligation at the beginning of the year	33,790,936	30,053,174
Current service cost	6,136,202	4,679,348
Past service cost #	2,411,398	-
Interest cost	2,432,947	2,314,094
Benefit paid	(1,971,605)	(2,287,535)
Actuarial (gain)/ loss on obligation	6,253,884	(968,145)
Present value of obligations at the end of the year	49,053,762	33,790,936
b) Amount recognized in the Balance Sheet		
Present value of obligations at the end of the year	49,053,762	33,790,936
Net liability recognized in the Balance Sheet ##	49,053,762	33,790,936
c) Gratuity cost for the year		
Current service cost	6,136,202	4,679,348
Past service cost #	2,411,398	-
Interest cost	2,432,947	2,314,094
Net actuarial (gain)/ loss recognized in the year	6,253,884	(968,145)
Net gratuity cost/ (gain) recognized in the Statement of Profit and Loss	17,234,431	6,025,297
d) Assumptions used for actuarial valuation		
Discount rate	7.40%	7.20%
Rate of increase in compensation	8.00%	5.00%
Withdrawal rate	20.00%	10.00%
Mortality rate	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)



increase in gratuity liability from Rs. 1,000,000 to Rs. 2,000,000.

includes current portion Rs.12,996,110 (previous year Rs. 4,938,696) and non-current portion Rs.36,057,652 (previous year Rs. 28,852,240).

(ii) Experience adjustments

	For the year ended 31 March 2018	For the year ended 31 March 2017	For the year ended 31 March 2016	For the year ended 31 March 2015	For the year ended 31 March 2014
Present value of obligation	49,053,762	33,790,936	30,053,174	25,418,257	18,942,805
Surplus/ (Deficit)	(49,053,762) *	(33,790,936)	(30,053,174)	(25,418,257)	(18,942,805)
Experience adjustments on plan liabilities	2,425,332	1,250,176	(365,021)	(58,918)	2,323,472

* arising out of change in assumption as set out in 2.26 (i) above.

Explanations to assumptions used for actuarial valuation for gratuity

The estimates of future salary increases, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The discount rate has been chosen by reference to market yields on government bonds as at the date of the valuation with reference to the term that matched the liability.

Defined contribution plan

A sum of Rs. 8,608,824 (previous year Rs. 7,691,219) on account of provident fund is recognized as an expense and included in 'contribution to provident fund' in the Statement of Profit and Loss.

2.27 Related party disclosure

a) List of the related parties:

Subsidiary companies/ step-down subsidiary

Globe Commodities Limited
Globe Fincap Limited
Globe Derivatives and Securities Limited
Globe Capital (IFSC) Limited (w.e.f. 9 December 2016)
Globe Comex International DMCC (Dubai, UAE)

Key management personnel

Yashpal Mendiratta – managing director
Ashok Kumar Agarwal – whole time director

Relatives of key management personnel

Alka Mendiratta
Alka Agarwal
Arpit Agarwal
Ankit Agarwal
Sahil Mendiratta
Nidhi Aggarwal



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

Enterprises in which key management personnel and/ or their relatives have significant influence:

A To Z Venture Capital Limited
 Rolex Finvest Private Limited #
 A To Z Consultants Private Limited #
 M. Agarwal Stock Brokers Private Limited
 Lakshya Impex Private Limited #
 Bolt Synthetic Private Limited
 A M Share Brokers Private Limited
 Yashpal Mendiratta (HUF) #
 Ashok Kumar Agarwal (HUF) #
 Globe Capital Foundation

the above parties are also shareholders of the Company

b) Transactions with related parties

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Brokerage earned		
Globe Commodities Limited	1,240	403,763
Globe Fincap Limited	33,138	492,850
Globe Derivatives and Securities Limited	5,195,699	4,605,684
Others	12,709	52,320
Income from depository services		
Globe Commodities Limited	253,264	431,737
Globe Fincap Limited	414,160	29,029
Globe Derivatives and Securities Limited	12,975	6,013
Others	21,426	23,077
Income from portfolio management services		
M. Agarwal Stock Brokers Private Limited	566,585	277,212
Globe Derivatives and Securities Limited	479,386	267,493
Ankit Agarwal	103,852	41,295
Arpit Agarwal	1,435	-
Interest earned		
Globe Fincap Limited	2,709,795	-
Sale of shares (held in physical form)		
Globe Derivatives and Securities Limited	-	5,961
Remuneration to directors (inclusive of perquisites)		
Ashok Kumar Agarwal	60,927,597	62,777,892
Yashpal Mendiratta	60,927,597	62,777,892
Reimbursement of expenses		
Globe Commodities Limited	304,279	339,488
Globe Derivatives and Securities Limited	63,092	49,785
Globe Fincap Limited	96,590	104,388
Globe Capital (IFSC) Limited	269,415	2,977,251
Others	21,483	20,100
Interest expense		
Globe Derivatives and Securities Limited	-	13,696,089
M. Agarwal Stock Brokers Private Limited	-	849,349
Globe Commodities Limited	-	14,399,321



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Rent		
Ashok Kumar Agarwal (HUF)	745,800	745,800
Yashpal Mendiratta (HUF)	745,800	745,800
Alka Agarwal	150,000	150,000
Alka Mendiratta	150,000	150,000
A to Z Venture Capital Limited	876,120	876,120
A to Z Consultants Private Limited	588,000	588,000
Lakshya Impex Private Limited	866,160	866,160
Contributions towards corporate social responsibility		
Globe Capital Foundation (refer to Note 2.34)	18,630,000	12,800,000
Investment in subsidiary companies		
Globe Capital (IFSC) Limited	-	109,999,940
Redemption of preference shares in subsidiary company		
Globe Commodities Limited	-	498,300,000
Loan given		
Globe Fincap Limited	1,129,250,000	-
Repayment of Loan		
Globe Fincap Limited	1,129,250,000	-
Guarantees given during the year		
Globe Fincap Limited	400,000,000	250,000,000
Balances outstanding as at the year end		
Advance/ margin received from related parties		
Globe Commodities Limited	-	10,371,863
Globe Derivatives and Securities Limited	106,641,666	703,100,538
M. Agarwal Stock Brokers Private Limited	988	745,198
Rolex Finvest Private Limited	-	1,742,957
Ashok Kumar Agarwal	-	2,079,328
Advance/ margin recoverable from related parties		
Globe Capital (IFSC) Limited	-	2,977,251
A to Z Venture Capital Limited	4,754	4,403
Rolex Finvest Private Limited	4,711	-
Lakshya Impex Private Limited	2,388	45
A M Share Brokers Private Limited	59	-
Globe Commodities Limited	158,210	-
Salary, bonus and other payables		
Ashok Kumar Agarwal	8,053,603	18,575,499
Yashpal Mendiratta	8,053,603	18,575,499

Notes:

1. Receivable and payable balances exclude the amount of transactions for the last day trading (except in the case of subsidiaries), if any, settled subsequent to year end and do not include payments made on behalf of constituents.
2. Balances outstanding as at the year-end being advance/ margin received from related parties are presented as net-off debits and credits during the year, being voluminous in nature and in the normal course of business.



2.28 In the opinion of the management, capital market activities comprising brokerage income earned on secondary market transactions done on behalf of clients, services rendered as depository participant and proprietary trading in securities and derivatives is considered as one reportable segment, as envisaged in Accounting Standard 17 'Segment Reporting' specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company.

The Company operates principally within India and does not have operations in economic environments with different risks and returns; hence, it is considered operating in single geographical segment.

2.29 (a) The Board of Directors had earlier decided to delist the Company's equity shares from the Delhi Stock Exchange ('DSE'). Pursuant to SEBI pronouncement on 'Non-Operational Stock Exchanges', DSE vide letter dated 29 September 2014 had sought the Company's decision out of the options available. After evaluating the various options available and on receipt of a letter from DSE, the Company has forwarded them the information as was required for onward submission to the Dissemination Board of BSE. During the previous year, DSE vide its letter dated 18 May 2015 informed the Company that it has been transferred to the Dissemination Board of the Bombay Stock Exchange. Further, it also mentioned that the Company is not required to comply with listing agreement made with DSE and not required to pay the listing fee from 1 April 2015 onwards. The Company has informed SEBI that in its board meeting held on 29 October 2015, the Board has decided not to go for direct listing on any other exchange, and to provide the investors/ public shareholders exit opportunity as mutually agreed in accordance with applicable laws. During the current year, the Company has received a letter dated 8 December 2017 from BSE informing that the name of the company has been removed from Dissemination Board of the Exchange with effect from 11 December 2017.

(b) During the previous year, the Board of Directors in their meeting held on 31 May 2016 had recommended to buy back 3,700,000 equity shares at the rate of Rs. 302/- per share from the public shareholders on proportionate basis and the same had been approved by the share holders in their meeting on 27 June 2016. Consequently, the relevant shareholders had tendered 3,700,000 equity shares through tender offer for Buy Back and after paying off the consideration of Rs. 1,117,400,000 to the shareholders, the Company extinguished the tendered equity share capital.

(c) During the current year, the Board of Directors in their meeting held on 24 August 2017 had recommended to buy back 2,862,500 equity shares at the rate of Rs. 313.40/- per share from the public shareholders on proportionate basis and the same had been approved by the share holders in their meeting on 12 September 2017. Consequently, the relevant shareholders had tendered 2,862,500 equity shares through tender offer for Buy Back and after paying off the consideration of Rs. 897,107,500 to the shareholders, the Company extinguished the tendered equity share capital.

2.30 During the current year, the Company received a show cause notice, regarding the applicability of service tax on income earned on late pay-in charges, amounting to Rs. 129,359,873 relating to 1 July 2012 to 31 March 2017. The Company is in the process of filing the reply against the same. Based upon discussion with its expert counsel, the Company is not expecting any liability on this account.

2.31 Terms of the borrowings

ICICI bank term loan is secured by first pari-passu charge over receivables of the Company, also pledged by part shares held by the Company. Kotak Mahindra Investments Limited term loans is secured by pledge of part of total share capital of the Company, also personal guarantee has been given by two directors.



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

Following are the details of certain pertinent terms and conditions of the borrowings for the year ended 31 March 2018:

Funder	Facility and rate of interest	Amount outstanding		Repayment terms			Interest payment terms
		As at 31 March 2018		Installment	Periodicity	Start date	Periodicity
		Long term maturity	Current maturity				
ICICI Bank	Term loan 9.10%	350,000,000	140,000,000	20	Quarterly	31 Dec 2016	Monthly
Kotak Mahindra Investments Limited	Term loan 9.25%	218,750,000	125,000,000	16	Quarterly	4 Feb 2017	Monthly
Kotak Mahindra Investments Limited	Term loan 8%	459,835,526	131,381,579	20	Quarterly	25 Dec 2017	Monthly
Total		1,028,585,526	396,381,579				

Details of certain pertinent terms and conditions of the borrowings for the and year ended 31 March 2017:

Funder	Facility and rate of interest	Amount outstanding		Repayment terms			Interest payment terms
		As at 31 March 2017		Installment	Periodicity	Start date	Periodicity
		Long term maturity	Current maturity				
ICICI Bank	Term loan 10%	490,000,000	140,000,000	20	Quarterly	31 Dec 2016	Monthly
Kotak Mahindra Investments Limited	Term loan 9.25%	343,750,000	125,000,000	16	Quarterly	4 Feb 2017	Monthly
Total		833,750,000	265,000,000				

2.32 Basic and diluted earnings per share

- (a) Basic and diluted earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding for the year:

Description	For the year ended 31 March 2018	For the year ended 31 March 2017
Net profits attributable to equity shareholders (A)	1,014,453,379	1,013,526,916
Weighted average number of equity shares (B)	27,677,329	30,602,637
Basic and diluted earnings per equity share of the face value of Rs. 10 each (C = A/B)	36.65	33.12



Description	Number of shares	Weighted average number of shares
Equity shares of face value of Rs. 10 per share from:		
- 1 April 2017 to 31 March 2018	29,112,500	29,112,500
Less: shares buy back		
- 29 September 2017 to 31 March 2018	2,862,500	1,435,171
Total	26,250,000	27,677,329

(c) Reconciliation of weighted average number of equity shares for the year ended 31 March 2017:

Description	Number of shares	Weighted average number of shares
Equity shares of face value of Rs. 10 per share from:		
- 1 April 2016 to 31 March 2017	32,812,500	32,812,500
Less: shares buy back		
- 26 August 2016 to 31 March 2017	3,700,000	2,209,863
Total	29,112,500	30,602,637

2.33 Disclosure on specified bank notes (SBNs)

Disclosure in respect of the specified bank notes or other denomination notes as defined in the MCA notification G.S.R. 308(E) dated 31 March 2017 on the details of SBN held and transacted during the period from 08 November 2016 to 30 December 2016 is tabulated below.

This disclosure is not applicable for year ended 31 March 2018.

Particulars	SBNs *	Other Denomination Notes	Total
Closing cash in hand as on 8 November 2016	478,500	19,436	497,936
Add: Permitted receipts	-	570,000	570,000
Less: Permitted payments	-	(161,439)	(161,439)
Less: Amount deposited in Banks	(478,500)	-	(478,500)
Closing cash in hand as on 30 December 2016	-	427,997	427,997

* For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407 (E), dated 08 November 2016.

2.34 Pursuant to Section 135 of the Companies Act, 2013 the Company has incurred expenditure (paid) in respect of corporate social responsibility as follows:

- a) Gross amount required to be spent by the Company during the year: Rs. 20,624,533 (previous year Rs. 14,786,286).



Globe Capital Market Limited

Significant accounting policies and notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees)

b) Amount Spent during the year on:

(Amount in Rs.)

Particulars	In Cash	Yet to be paid in cash	Total
(i) Construction/Acquisition of Assets	- (-)	- (-)	- (-)
(ii) On purpose other than (i) above	20,630,000 (14,800,000)	- (-)	20,630,000 (14,800,000)
Total	20,630,000 (14,800,000)		20,630,000 (14,800,000)

(Figures in bracket represents previous year numbers)

c) During the current year, the Company has made contributions amounting to Rs 18,630,000 (previous year Rs. 12,800,000) to a Public Charitable Trust 'Globe Capital Foundation' (a related party as per AS-18).

As per our report of even date attached.

For B S R & Co. LLP
Chartered Accountants
FRN: 101248W/W-100022

Jiten Chopra
Partner
Membership No.: 092804



For P.C. Bindal & Co.
Chartered Accountants
FRN: 003824N

K. C. Gupta
Partner
Membership No.: 088638



For and on behalf of Board of Directors of
Globe Capital Market Limited

Yashpal Mendiratta
Managing Director
DIN: 00004185

Dhiraj Jaiswal
Company Secretary

Ashok Kumar Agarwal
Whole-time Director
DIN: 00003988

Amit Kumar Singhal
Chief Financial Officer

Place: Gurugram
Date: 28 April 2018

Place: New Delhi
Date: 28 April 2018

Place: New Delhi
Date: 28 April 2018