

NOTICE TO THE 6TH ANNUAL GENERAL MEETING

Notice is hereby given that the 6th Annual General Meeting of the Members of Inditrade Business Consultants Limited will be held on Tuesday, September 30, 2014 at 02.00 p.m. at the Registered Office of the Company at XXXVI 203, JJ Complex, Dairy Methanam Road, Edappally, Kochi - 682 024 to transact the following business.

A. ORDINARY BUSINESS:

1. Adoption of audited financial statements

To receive, consider and adopt the financial statements of the Company for the year ended March 31, 2014, including audited Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss Account for the year ended on that date and the reports of the Board of Directors (the Board) and auditors thereon.

2. Appointment of Director

To appoint a director in place of Mr. Gijo T Rockey (DIN: 05196558), who retire by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment.

To consider and if thought fit, to pass the following resolution with or without modifications as an Ordinary Resolution:

RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of Companies Act, ("the Act") 2013, the appointment of Mr. Gijo T Rockey as Director of the Company be and is hereby appointed as the Director of the company.

RESOLVED FURTHER THAT Mr. Samson K.J, Director, be and is hereby authorized to file all necessary forms with Registrar of Companies and such other authorities to give effect to this Resolution.

3. Appointment of Auditors

To re-appoint auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) until the conclusion of the 4th consecutive AGM and to fix their remuneration.

To consider and if thought fit, to pass the following resolution with or without modifications as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139 of Companies Act, 2013 read with The Companies (Audit and Auditors) Rules, 2014 and as per the recommendations of the Audit Committee of the Board of Directors, M/s Haribhakti & Co. LLP, Chartered Accountants, (Firm Registration No. 103523W) Chennai be and are hereby re-appointed as the statutory auditors of the Company to hold the office from the conclusion of this Annual General meeting till the conclusion of fourth consecutive Annual General Meeting, subject to the ratification of the appointment by the members at every Annual General Meeting held after this Annual General meeting on a remuneration as may be determined by the Board of Directors”.

SPECIAL BUSINESS:

4. Re-appointment of Mr. Samson K.J as Whole Time Director

To consider and if thought fit, to pass the following resolution with or without modifications as Special Resolution:

RESOLVED THAT in accordance with provisions of Section 196 and other applicable provisions of Companies Act, (“the Act”) 2013 Mr. Samson K.J be and is hereby re-appointed as Whole Time Director of the Company for a period of 2 years commencing from 27th May 2014 without drawing any remuneration from this Company.

RESOLVED FURTHER THAT Mr. Gijo T Rockey, Director, be and is hereby authorized to file all necessary forms with Registrar of Companies and such other authorities to give effect to this Resolution.

By the order of the Board of Directors

Place : Gurgaon
Date : 07.08.2014

Samson K.J
Director (DIN: 02648555)

NOTES:

1. The Explanatory Statement pursuant to section 102(1) of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed.
2. A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote in the meeting instead of him/her and the proxy need not be a member of the company.

3. The instrument appointing the proxy, duly completed, must be deposited at the Company's Registered Office, not less than 48 hours before the meeting. A proxy form for the AGM is enclosed.
4. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable. A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
5. Members/proxies should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
6. All documents referred to in the accompanying Notice and Explanatory statement shall be opened for inspection at the Registered office of the Company during the normal business hours (9:30 am to 5:30 pm) on all working days upto the date of AGM

Explanatory Statement Pursuant to Section 102 of the Companies Act, 2013

As required under Section 102 of the Companies Act, 2013(Act), the following explanatory statement sets out all material facts relating to the business mentioned under resolutions Nos. 4 of the accompanying Notice:

Item No.4

Board Meeting held on 27th May 2014 had re-appointed Mr. Samson KJ as the Whole Time Director of the Company for a period of 2 years subject to the approval of the shareholders at the annual general meeting; Mr. Samson K.J is a whole-time Director from 30.04.2009 in the Company. He will hold the position without drawing any salary in this behalf. Mr. Samson K.J is also appointed as Managing Director in Inditrade Derivatives and Commodities Limited from 04.05.2009.

None of the Directors except Mr. Samson K.J have any interest in this resolution except as a member of the Company

By the order of the Board of Directors

Place : Gurgaon
Date : 07.08.2014

Samson K.J
Director (DIN: 02648555)

INDITRADE BUSINESS CONSULTANTS LIMITED
(Formerly Known as JRG BUSINESS INVESTMENT CONSULTANTS LIMITED)

CIN: U74140KL2008PLC023055

Regd. Office: XXXVI/202, JJ Complex, Dairy Methanam Road, Edappally, Kochi - 682 024

Tel: 0484 2409900, email: jrg@jrg.co.in

DIRECTORS' REPORT

Your Directors have great pleasure in presenting the Sixth Directors' Report together with the audited statement of Accounts of the Company for the year ended 31st March, 2014.

1. Operations & Financial Results

Particulars	Amount in Rs.	
	2013-14	2012-13
Total Revenue	15,278,315	27,227,166
Total Expenditure	12,399,145	28,829,304
Profit /(Loss) After Tax	(2,61 92 688)	(1,602,138)

During the year under review the Company has recorded revenue of Rs. 1.52 crores as against Rs. 2.72 crores in the previous year. The expenditure during the year was Rs. 1.23 crores resulting in a loss of Rs. 2.61 crores after taxes as against loss of Rs.16.02 lacs during the previous year.

2. Directors

The present Board of Directors consists of 3 Director of which Mr. P Viswanathan is an Independent Director appointed by the holding company. Mr. Gijo T. Rockey is liable to retire by rotation in the ensuing Annual General Meeting and being eligible offers himself for reappointment.

3. Auditors

M/s. Haribhakti & Co. LLP, Chartered Accountants, Chennai - 600017 (Regn No.103523W) were appointed as the Statutory Auditors of your Company for the year 2013-14. M/s. Haribhakti & Co. LLP had expressed their intention to seek reappointment at the ensuing Annual General Meeting pursuant to Sec 139 of the Companies Act, 2013. The Board of Directors recommends the appointment of M/s. Haribakthi & Co, Chennai - 600017 as the Statutory Auditors of the Company for the coming 4 financial years subject to the ratification of members on every year.

4. Fixed deposits

The Company has not accepted any fixed deposits from public during the year.

5. Directors Responsibility Statement

As required under Section 217(2AA) of the Companies Act, 1956, the directors hereby confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures there from.
- (ii) Accounting policies selected were applied consistently. Reasonable and prudent judgments and estimates were made so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that year;
- (iii) Proper and sufficient care had been taken for the 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 fraud and other irregularities;
- (iv) The annual accounts of the Company had been prepared on a going concern basis.

6. Information under Section 217(1) (e) of the Companies Act, 1956

In terms of Section 217(1) of the Companies Act, 1956 (as amended) and the Companies (Disclosure of particulars in Report of Directors) Rules, 1988, your directors furnish hereunder the additional information as required:

- A. Conservation of Energy** - The operations of your Company are not energy sensitive in nature. However, measures are introduced to reduce the energy consumption at all levels in the organisation by optimal use of technology.
- B. Technology absorption** - The Company has adopted the latest state-of-the-art software and hardware tools available in the market for rendering its services efficiently and effectively.
- C. Foreign Exchange Earnings and outgo** - NIL

7. Particulars of employees

During the financial year 2013-14, no employee of the Company is in receipt of remuneration, exceeding the amount prescribed under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 and Companies (Particulars of Employees) amendment Rules, 2011.

8. Acknowledgement

Your Directors would like to place on record their sincere gratitude to the Clients, Bankers, Vendors, Business Associates, shareholders, exchanges, Regulatory authorities like SEBI, Registrar of Companies, Stock Exchanges, bankers, Government of India and State Governments for their wholehearted support and Cooperation extended during the year. Your directors also thank ex-Directors and the employees of the Company for their sincere and valuable contribution during the year under review. Your Directors also look forward for their valuable support and cooperation in the years to come.

For and on behalf of the Board of Directors,

**Place : Cochin
Date : 07.08.2014**

**Samson K J
Whole-time Director
(DIN: 02648555)**

**Gijo T Rockey
Director
(DIN: 05196558)**

INDEPENDENT AUDITORS' REPORT

To the Members of Inditrade Business Consultants Limited, Kochi (formerly known as JRG Business Investment Consultants Limited)

Report on the Financial Statements

We have audited the accompanying financial statements of Inditrade Business Consultants Limited, Kochi (formerly known as JRG Business Investment Consultants Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and 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 Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Other Matters

The financial statements of the Company for the year ended 31 March 2013 were audited by another auditor who expressed an unmodified opinion on those statements on 14 May 2013.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Act;
 - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

For Haribhakti & Co.

Chartered Accountants

Firm Registration No.103523W

S Sundararaman

Partner

Membership No.028423

Chennai: May 27, 2014

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the members of Inditrade Business Consultants Limited (formerly known as JRG Business Investment Consultants Limited) on the financial statements for the year ended 31st March 2014]

- (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 in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme certain fixed assets were verified during the year and no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the company during the year.
- (ii) (a) The Company has conducted physical verification of commodities relating to the Company's stock in trade on the basis of statement received from exchange controlled warehouses, at the reasonable intervals. Also, for the stock in dematerialized form, a statement has been received from the respective exchange.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification carried out at the end of the year.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions stated in paragraph 4 (iii)(b),(c) and (d) of the order are not applicable.
- (b) The Company had taken loan from a company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was `10,01,25,857/- and the year-end balance was `1,11,02,575/- .
- (c) In our opinion, the rate of interest and other terms and conditions for such loans are not, prima facie, prejudicial to the interest of the Company.
- (d) In respect of the aforesaid loan, the company is regular in repaying the principal amounts as stipulated and has been regular in payment of interest.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct weakness in internal control system of the company.

- (v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered into the register maintained under section 301 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements exceeding value of ` five lakhs have been entered into during the financial year at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the company.
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax and other material statutory dues applicable to it, though there exists delay in few cases.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (b) According to the information and explanation given to us, there are no dues of income tax, sales-tax, service tax, and cess which have not been deposited on account of any dispute.
- (x) In our opinion, the accumulated losses of the company are more than fifty percent of its net worth. Further, the company has incurred cash losses during the financial year covered by our audit and also in the immediately preceding financial year.
- (xi) The company did not have any outstanding dues to any financial institution, bank or debenture holder during the year.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans & advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provision of paragraph 4(xiii) of the Order is not applicable.

- (xiv) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of the transactions and contracts in respect of trading in securities, derivatives and other investments during the year and timely entries have been made therein. Further, such securities, derivatives and other investments have been held by the Company in its own name.
- (xv) In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- (xvi) The Company has not obtained any term loans.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanation given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised money by way of public issue during the year.
- (xxi) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, except for the outstanding dues of Rs.290.72 lakhs resulting from a series of transactions with National Spot Exchange Limited (NSEL) whose activities are under criminal investigation by appropriate statutory authorities (refer also note no.31), we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management

For Haribhakti & Co.
Chartered Accountants
Firm Registration No.103523W

S Sundararaman
Partner
Membership No. 028423

Chennai: May 27, 2014

INDITRADE BUSINESS CONSULTANTS LTD

(formerly JRG Business Investment Consultants Limited)

Balance sheet as at 31 March, 2014

(All amount are in Indian Rupee except share data or as stated)

Particulars	Note	As at 31-Mar-2014	As at 31-Mar-2013
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	3	6,10,00,000	6,10,00,000
(b) Reserves and surplus	4	(5,31,06,589)	(2,69,13,897)
		78,93,411	3,40,86,103
(2) Non-current liabilities			
(a) Long-term provisions	5	6,84,620	13,62,999
		6,84,620	13,62,999
(3) Current liabilities			
(a) Short-term borrowings	6	1,11,02,575	7,50,55,211
(b) Trade payables	7	6,23,931	4,49,930
(c) Other current liabilities	8	48,25,972	70,84,230
(d) Short-term provisions	5	-	16,34,989
		1,65,52,478	8,42,24,360
Total		2,51,30,509	11,96,73,462
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
Tangible assets	9	7,52,410	9,17,804
Intangible assets	9	4,77,907	6,58,988
		12,30,317	15,76,792
(b) Long-term loans and advances	10	7,03,431	8,33,965
(c) Other non-current assets	11	63,792	63,236
		19,97,540	24,73,993
(2) Current assets			
(a) Current investments	12	63,22,605	59,34,844
(b) Inventories	13	-	8,07,13,135
(c) Trade receivables	14	3,05,768	2,23,694
(d) Cash and bank balances	15	16,76,969	18,14,585
(e) Short-term loans and advances	10	1,48,21,594	2,85,13,211
(f) Other Current Assets	11	6,033	-
		2,31,32,969	11,71,99,469
Total		2,51,30,509	11,96,73,462

Summary of significant accounting policies 2

The accompanying notes are the integral part of the financial statements

As per our report attached

For Haribhakti & Co.,

Chartered Accountants

Firm registration No : 103523W

S Sundararaman

Partner

Membership No: 028423

Place: Chennai

Date: 27-May-2014

for Inditrade Business Consultants Limited

(formerly known as JRG Business Investment Consultants Limited)

Samson K J

Director

Place: Cochin

Date: 27-May-2014

Gijo T Rockey

Director

INDITRADE BUSINESS CONSULTANTS LTD**Statement of Profit and Loss for the year ended 31 March 2014**

(All amount are in Indian Rupee except share data or as stated)

Particulars	Schedule No.	Year Ended	
		31-Mar-2014	31-Mar-2013
Revenue from operations			
Sale of services	16	24,02,528	20,80,753
Other operating revenues	16	1,17,92,014	2,47,64,646
Other income	17	10,83,773	3,81,767
Total revenue		1,52,78,315	2,72,27,166
EXPENDITURE			
Employee benefit expenses	18	6,95,227	61,96,849
Finance cost	19	52,64,715	82,24,506
Depreciation and amortization expenses	20	3,76,038	3,17,229
Other expenses	21	60,63,167	1,40,90,720
		1,23,99,147	2,88,29,304
Profit / (loss) before exceptional item and tax		28,79,167	(16,02,138)
Exceptional Item (Refer Note: 32)		2,90,71,858	-
Profit / (loss) before tax		(2,61,92,691)	(16,02,138)
Provision for tax (Refer Note No.33)		-	-
Profit / (loss) after tax		(2,61,92,691)	(16,02,138)
Earnings per share:			
Basic and diluted		(261.93)	(70.02)
Weighted average number of equity shares outstanding during the year		1,00,000	1,00,000
Nominal value of equity shares (Rs)		10	10
Significant accounting policies and notes to the financial statements	2		

The schedules referred to above and the notes thereon form an integral part of the financial statements

As per our report attached

For Haribhakti & Co.,

Chartered Accountants

Firm registration No : 103523W

for Inditrade Business Consultants Limited

(formerly known as JRG Business Investment Consultants)

S Sundararaman

Partner

Membership No: 028423

Samson K J

Director

Gijo T Rockey

Director

Place: Chennai

Date:

Place: Cochin

Date: 27-May-2014

Inditrade Business Consultants Limited

(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Cash Flow Statement for the year ended 31 March 2014

	Note No	31-March-2014	31-March-2013
A. CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (loss) before tax		(2,61,92,691)	(16,02,138)
Depreciation/Amortization		3,76,038	3,17,229
Bad debts written off		-	-
Provisions no longer required written back		(8,04,694)	-
Finance cost		52,64,715	82,24,506
Provision for doubtful advances		-	4,23,949
Loss on sale of assets		26,066	-
Interest Income		(24,789)	(3,81,767)
Provision for doubtful trade receivables		-	11,01,816
Operating profit / (loss) before working capital changes		(2,13,55,354)	80,83,595
(Increase) / decrease in inventories		8,07,13,135	10,58,17,636
(Increase) / decrease in trade receivables		(88,107)	19,76,382
(Increase) / decrease in loans and advances		1,36,91,617	(1,39,85,700)
(Decrease) / increase in current and non-current liabilities and provisions		(35,92,931)	9,27,026
Cash used from operations		6,93,68,359	10,28,18,939
Income tax paid (net of refund)		1,30,534	(3,64,511)
Net cash used in operating activities		6,94,98,893	10,24,54,428
B. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets (tangible and intangible assets, capital work in progress)		(69,251)	(8,55,539)
Sale of Fixed Assets		13622	0
Investment in subsidiary/associate		-	-
Investment in bank deposits (having original maturity of more than three month)		(6,589)	(26,982)
Purchase of investment property		(3,87,761)	(59,34,844)
Interest Received		24,789	3,95,093
Net cash (used) / generated in investing activities		(4,25,190)	(64,22,272)
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings		-	-
Repayment of borrowings		(6,39,52,636)	(8,71,61,132)
Proceeds from issue of preference capital		-	-
Interest expenses paid		(52,58,683)	(77,58,695)
Net cash generated from financing activities		(6,92,11,319)	(9,49,19,827)
Net Increase in cash and Cash and cash equivalents		(1,37,616)	11,12,329
Cash and cash equivalents at the beginning of the year		16,02,335	4,90,006
Cash and cash equivalents at the end of the year	15	14,64,719	16,02,335

Summary of significant accounting policies

2

The accompanying notes are the integral part of the financial statements.

As per our report attached

For Haribhakti & Co.,

Chartered Accountants

Firm registration No : 103523W

for Inditrade Business Consultants Limited

(formerly known as JRG Business Investment Consultar

S Sundararaman

Partner

Membership No: 028423

Samson K J

Director

Gijo.T.Rockey

Director

Place: Chennai

Date: 27-May-2014

Place: Cochin

Date: 27-May-2014

Inditrade Business Consultants Limited
(formerly JRG Business Investment Consultants Limited)
(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014

9 Tangible Assets

Particulars		Computers	Office Equipments	Furniture	Total
Gross Block					
Balance as at 1 April 2012		4,26,191	12,030		4,38,221
Additions		3,17,721	3,42,818		6,60,539
Deletions / write off					
Balance as at 31 March 2013	A	7,43,912	3,54,848	-	10,98,760
Additions		-	55,511	13,740	69,251
Deletions / write off		-	44,786		44,786
Balance as at 31 March 2014	B	7,43,912	3,65,573	13,740	11,23,225
Accumulated depreciation					
Balance as at 1 April 2012		35,240	3,668		38,908
Depreciation for the year		1,12,000	30,048		1,42,048
Accumulated depreciation on disposals					
Balance as at 31 March 2013	C	1,47,240	33,716	-	1,80,956
Depreciation for the year		1,20,588	72,179	2,189	1,94,957
Accumulated depreciation on disposals		-	5,098		5,098
Balance as at 31 March 2014	D	2,67,828	1,00,797	2,189	3,70,815
Net Block					
As at 31 March 2013	A - C	5,96,672	3,21,132		9,17,804
As at 31 March 2014	B - D	4,76,084	2,64,776	11,551	7,52,410

9 Intangible Assets

Particulars		Computer softwares	Total
Gross Block			
Balance as at 1 April 2012		7,10,404	7,10,404
Additions/(Deletions)		1,95,000	1,95,000
Balance as at 1 April 2013	A	9,05,404	9,05,404
Additions/(Deletions)		-	-
Balance as at 31 March 2014	B	9,05,404	9,05,404
Accumulated depreciation			
Balance as at 1 April 2012		71,235	71,235
Additions/(Deletions)		1,75,181	1,75,181
Balance as at 1 April 2013	C	2,46,416	2,46,416
Additions/(Deletions)		1,81,081	1,81,081
Balance as at 31 March 2014	D	4,27,497	4,27,497
Net Block			
As at 31 March 2013	A - C	6,58,988	6,58,988
As at 31 March 2014	B - D	4,77,907	4,77,907

Inditrade Business Consultants Limited
(formerly JRG Business Investment Consultants Limited)
(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014

1 Company overview

Inditrade Business Consultants Limited formerly known as JRG Business Investment Consultants Limited (“BIC” or “the Company”) was incorporated on 27 August 2008. The Company is a subsidiary of JRG Securities Limited (“parent company”) and is primarily engaged in the business of providing financial distribution and marketing support services to various corporate, buying and selling or otherwise dealing in various stocks, commodities including agro commodities, metals, energy etc directly or otherwise through stock or commodity exchanges.

2 Significant accounting policies

2.1 Basis of preparation

The financial statements of the Company have been prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises accounting standards notified by the Central Government of India under Section 211 (3C) of the Companies Act, 1956, other pronouncements of Institute of Chartered Accountants of India and the relevant provisions of Companies Act, 1956.

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956.

The Company has accumulated losses amounting to Rs. 5,31,06,589/- as at 31 March 2014, resulting in significant erosion of its net worth. The Company has received a commitment for financial and operational support from its principal shareholders as may be required to enable it to establish profitable operations in the future. Accordingly, the Board of Directors considers that it is appropriate to prepare these financial statements on the going concern basis.

2.2 Use of estimates

The preparation of financial statements is in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and reported amounts of income and expenses during the period. Actual figures may differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

2.3 Fixed assets and depreciation

Tangible asset

Tangible assets are carried at cost of acquisition or construction less accumulated depreciation and impairment, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation on tangible assets is provided on straight line method. The rates of depreciation prescribed in Schedule XIV to the Companies Act, 1956 are considered as the minimum rates. If the management’s estimate of the useful life of a tangible asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management’s estimate of the useful life/remaining useful life. The rates of depreciation followed by the Company are as follows:

Category	Rates per annum (%)
Office equipments	20%
Furniture	20%
Computers	16.21%

Individual assets costing Rs 5,000 or less are depreciated as per the provisions of Companies Act, 1956.

Intangible assets

Intangible assets representing computer software are recorded at the consideration paid for acquisition. Software is amortized over their estimated useful lives of five years on a straight-line basis, commencing from the date the asset is available to the Company for its use.

Advances paid towards acquisition of fixed assets and the cost of assets not ready to be put to use before the year end are disclosed under long term loans and advances and capital work in progress respectively.

Inditrade Business Consultants Limited
(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)

2.4 Impairment

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount (higher of net realizable value and value in use) of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

2.5 Revenue from Operation

Income from financial distribution and marketing support services is recognized as the relevant services are rendered in accordance with the terms of arrangement with the customers.

Profit or loss on sale of commodities is determined based on the first in first out method. Profit or loss on closed positions of derivative instruments is recognized on final settlement or squaring up of the contracts.

2.6 Other income

Interest income is recognized on time proportionate basis.

2.7 Investments

Investments that are readily realisable and are intended by the management to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

Current investments are carried at the lower of cost and fair value. In case of investments in mutual funds, the net asset value of units declared by the mutual funds is considered as the fair value.

Long-term investments are carried at cost and provisions are recorded to recognize any decline, other than temporary, in the carrying value of each investment.

2.8 Stock in trade

The commodities acquired with the intention of short-term holding and trading positions are considered as stock-in-trade and disclosed as current assets and are valued at cost or net realisable value, whichever is lower.

2.9 Derivatives : commodities stock – futures

Commodities futures are marked-to-market on a daily basis. Debit or credit balance disclosed under loans and advances or current liabilities respectively, in the “Mark-to-Market Margin – Commodities Stock Futures Account”, represents the net amount paid or received on the basis of movement in the prices of commodities futures till the balance sheet date

As on the balance sheet date, profit or loss on open positions in commodities futures are accounted for as follows:

- Credit balance in the “Mark-to-Market Margin – Commodities Stock Futures Account”, being anticipated profit, is ignored and no credit for the same is taken in the statement of profit and loss.
- Debit balance in the “Mark-to-Market Margin – Commodities Stock Futures Account”, being anticipated loss, is adjusted in the statement of profit and loss.

On final settlement or squaring-up of contracts for commodities 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 – Commodities Stock Futures Account” is recognised in the statement of profit and loss. When more than one contract in respect of the relevant series of commodity 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 “First In First Out” (FIFO) method for calculating profit / loss on squaring-up.

“Initial Margin – Commodities Stock Futures Account”, representing initial margin paid, and “Margin Deposits – Commodities Stock Futures Account”, representing additional margin over and above initial margin, for entering into contracts for commodities futures, which are released on final settlement/squaring-up of underlying contracts, are disclosed under loans and advances.

2.10 Operating Lease

Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease

2.11 Taxation

Income-tax expense comprise current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting that tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is a 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 the 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. Current tax and deferred tax assets and liabilities are offset to the extent to which the Company has a legally enforceable right to set off and they relate to taxes on income levied by the same governing taxation laws.

Minimum alternate tax ("MAT") paid in accordance with tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the company would pay normal income tax in the future years and accordingly, MAT is recognized as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the company and the asset can be measured reliably. MAT credit entitlement is reviewed at each balance sheet date and written down to the extent there is no convincing evidence to the effect that the Company will pay normal income tax during the specified period.

2.12 Employee benefits

Short term employee benefit plans

All short term employee benefit plans such as salaries, wages, bonus, special awards and, medical benefits which fall due within 12 months of the period in which the employee renders the related services which entitles him to avail such benefits are recognized on an undiscounted basis and charged to the statement of profit and loss.

Defined contribution plan

Contributions to the provident funds are made monthly at a predetermined rate to the Regional Provident Fund Commissioner and debited to the statement of profit and loss on an accrual basis.

Defined benefit plan

Provision is made for gratuity based on actuarial valuation, carried out by an independent actuary as at the balance sheet date using the projected unit credit method. All actuarial gains and losses arising during the year are recognized in the statement of profit and loss of the year.

2.13 Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is present obligation as a result of 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. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements.

2.14 Cash flow

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated.

2.15 Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short term investments with an original maturity of three months or less.

2.16 Earnings per share

Basic earnings per share is computed by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of shares outstanding during the year. Diluted earnings per share amounts are computed after adjusting the effects of all dilutive potential equity shares. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share, and also the weighted average number of equity shares, which could have been issued on the conversion of all dilutive potential shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that decrease profit per share are included.

Inditrade Business Consultants Limited
(formerly JRG Business Investment Consultants Limited)
(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)

3 Share Capital

Particulars	As at	
	31-March-2014	31-March-2013
Authorised:		
500,000 (Previous year : 500,000) equity shares of Rs 10/- each	50,00,000	50,00,000
6,000,000 (Previous year: 6,000,000) preference shares of Rs. 10 each	6,00,00,000	6,00,00,000
Issued subscribed and paid-up		
100,000 (Previous year : 100,000) equity shares of Rs 10/- each fully paid up	10,00,000	10,00,000
6,000,000 (Previous year: 6,000,000) 9% redeemable cumulative preference shares of Rs. 10 each	6,00,00,000	6,00,00,000
	6,10,00,000	6,10,00,000

a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

i. Equity Shares

Particulars	As at			
	31-March-2014		31-March-2013	
	No. of shares	Value	No. of shares	Value
At the beginning and at the end of the year	1,00,000	10,00,000	1,00,000	10,00,000

ii. Preference Shares

Particulars	As At			
	31-March-2014		31-March-2013	
	No. of shares	Value	No. of shares	Value
At the beginning and at the end of the year	60,00,000	6,00,00,000	60,00,000	6,00,00,000

b) Terms / rights attached to equity shares

The Company has only one class of shares of equity share having a par value of Rs.10 per share. Each holder of the equity share is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed , if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the 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

Terms / rights attached to 9% Redeemable Cumulative Preference Shares("RCPS"):

The Company has only one class of preference shares namely 9% cumulative redeemable preference shares of Rs.10 each. The said preference shares were issued to the fellow subsidiary JRG Fincorp Limited in the current year. The preferences shares shall be issued for a period of 10 years. However, the redemption shall be made at anytime after the expiry of 3 months by the mutual consent of the company and the preference share holder and that such redemption shall be at Rs. 10 per share.

In the event of liquidation of the company before redemption of RCPS, the holders of RCPS will have priority over equity shares in the payment of dividend and repayment of capital.

c) Shares held by Holding company are given below

Particulars	As at			
	31-March-2014		31-March-2013	
	No. of shares	Value	No. of shares	Value
Equity Shares:				
Inditrade Capital Ltd (formerly known as JRG Securities Limited) (including shares held by nominee share holders)	1,00,000	10,00,000	1,00,000	10,00,000
Preference Shares:				
JRG Fincorp Limited (Fellow subsidiary)	60,00,000	6,00,00,000	60,00,000	6,00,00,000

d) Details of the shareholders holding more than 5% shares in the Company

Name of the shareholder	As at			
	31-March-2014		31-March-2013	
	No. of shares	% holding	No. of shares	% holding
Equity Shares:				
Inditrade Capital Ltd (formerly known as JRG Securities Limited) (including shares held by nominee share holders)	1,00,000	100%	1,00,000	100%
Preference Shares:				
JRG Fincorp Limited (Fellow subsidiary)	60,00,000	100%	60,00,000	100%

e) Shares allotted as fully paid up pursuant to contract(s) without payment being received in cash (during 5 years immediately preceeding March 31, 2014)

The company has not made any issue of bonus shares or shares in consideration other than cash in pursuance of any contract during the period of 5 years preceeding the reporting period

4 Reserves and surplus

Particulars	As at	
	31-March-2014	31-March-2013
Surplus / (deficit) in the statement of profit and loss)		
Balance at the beginning of the year	(2,69,13,898)	(2,53,11,759)
Net profit /(Loss)after tax transferred from Statement of Profit and Loss	(2,61,92,691)	(16,02,139)
Balance at the end of the year	(5,31,06,589)	(2,69,13,898)

5 Provisions

Particulars	Long-term		Short-term	
	As at		As at	
	31-March-2014	31-March-2013	31-March-2014	31-March-2013
Provision for gratuity (Refer note no 28)	6,84,620	13,62,999	-	39,689
Provision for mark to market on commodity futures	-	-	-	15,95,300
	6,84,620	13,62,999	-	16,34,989

6 Short term borrowings

Particulars	As at	
	31-March-2014	31-March-2013
Loans and advances from holding company and fellow subsidiaries		
Secured		
JRG Fincorp Limited *	-	7,50,55,211
Unsecured		
JRG Fincorp Limited	1,11,02,575	-
	-	-
	1,11,02,575	7,50,55,211

* Stock in trade has been given as a security towards the borrowings.

7 Trade payable

Particulars	As at	
	31-March-2014	31-March-2013
Trade payables	6,23,931	4,49,930
	6,23,931	4,49,930

8 Other current liabilities

Particulars	As at	
	31-March-2014	31-March-2013
Audit fee payable	75,000	3,13,878
Salary and bonus payable	8,55,832	16,41,461
Accrued expenses	25,80,339	22,16,651
Other Payable	13,14,801	29,12,240
	48,25,972	70,84,230

Inditrade Business Consultants Limited

(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)

10 Loans and Advances

Particulars	Non-current		Current	
	As at		As at	
	31-March-2014	31-March-2013	31-March-2014	31-March-2013
I. Deposit (unsecured)				
Considered good				
Rental deposits	-	-	19,86,000	11,74,000
Other Deposits	-	-	1,75,000	-
Margin deposits	-	-	21,00,000	21,00,000
	-	-	42,61,000	32,74,000
II. Advances recoverable in cash or kind (Unsecured)				
Considered good	-	-	70,409	65,000
III. Other loans and advances				
Considered good				
Prepaid expenses	-	-	50,161	1,23,404
Balance with government authorities	-	-	11,69,733	64,83,884
Receivable from clearing and forwarding agents	-	-	-	22,97,200
Advance tax (net of provisions)	7,03,431	8,33,965	-	-
Minimum alternative tax credit entitlement	-	-	10,76,180	10,76,180
Other advances				
Receivable from Related parties				
Inditrade Derivatives and commodities Ltd	-	-	41,61,109	89,95,518
Inditrade Capital Ltd	-	-	27,60,775	61,31,516
Inditrade Insurance Broking (P) Ltd	-	-	2,106	-
JRG Fincorp Ltd	-	-	10,08,637	-
Other Advances	-	-	2,61,484	66,509
Considered doubtful				
Other advances				
Advance to vendors	-	-	20,85,347	22,55,323
	7,03,431	8,33,965	1,25,75,531	2,74,29,534
Provision for doubtful advance	-	-	(20,85,347)	(22,55,323)
	7,03,431	8,33,965	1,04,90,185	2,51,74,211
Total loans and advances	7,03,431	8,33,965	1,48,21,594	2,85,13,211

11 Other assets

Particulars	Non-current		Current	
	As at		As at	
	31-March-2014	31-March-2013	31-March-2014	31-March-2013
Non current bank balances (Refer note no 15)	50,000	50,000	-	-
Interest accrued on fixed deposits (non current portior	13792	13,236	6,033	-
Other current Assets	-	-	2,90,71,858	-
Less: Provision (Refer Note: 32)	-	-	(2,90,71,858)	-
	63,792	63,236	6,033	-

12 Current investments

Particulars	As at	
	31-March-2014	31-March-2013
Investment property *	63,22,605	59,34,844
	63,22,605	59,34,844

* Investment property is valued at cost and in the opinion of the Board the sum is lower than the fair value of the property

13 Inventories

Particulars	As at	
	31-March-2014	31-March-2013
Commodity		
Stock in Trade	-	8,07,13,135

14 Trade receivables

Particulars	As at	
	31-March-2014	31-March-2013
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered doubtful	-	37,37,989
	-	37,37,989
Provision for doubtful trade receivables	-	(37,37,989)
	-	-
Outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	3,05,768	2,23,694
Total trade receivables (net)	3,05,768	2,23,694

15 Cash and bank balances

Particulars	As at	
	31-March-2014	31-March-2013
I. Cash and cash equivalents		
Balances with banks		
On current accounts	14,64,719	16,02,335
	14,64,719	16,02,335
II. Other balances		
Deposits with original maturity for more than 12 months	2,62,250	2,62,250
Less : Amount disclosed under non current asset (Refer note no 11)	(50,000)	(50,000)
	2,12,250	2,12,250
Total cash and bank balances	16,76,969	18,14,585

Inditrade Business Consultants Limited
(formerly JRG Business Investment Consultants Limited)
 (All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014

16 Revenue from operations

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Sale of services		
Income from financial distribution , marketing and other support services	24,02,528	20,80,753
Other operating income		
Profit on trading in commodities (net)	1,17,92,014	29,43,465
Profit on trading in commodity derivative instruments (net)	-	2,18,21,181
	1,17,92,014	2,47,64,646
	1,41,94,542	2,68,45,399

17 Other income

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Interest income		
Interest on fixed deposits	24,789	20,130
Other interest income	-	3,61,637
Sundry Balances written back	8,04,694	-
Other non-operating income	2,54,290	-
	10,83,773	3,81,767

18 Employee benefits expenses

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Salaries, wages and bonus *	2,84,665	58,59,532
Contributions to provident and other funds	99,432	1,16,274
Staff welfare expenses	3,11,130	2,21,043
	6,95,227	61,96,849

* net of recoveries from the group companies aggregating to Rs 24 Million (Previous year : Rs.27 Million)

19 Finance cost

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Interest expense*	52,64,715	82,24,506
	52,64,715	82,24,506

* includes Interest paid to JRG Fincorp Ltd Rs. 52,12,919/- (Previous year Rs.52,39,455/-)

20 Depreciation and amortization

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Depreciation on tangible fixed assets	194957	1,42,048
Amortisation of intangible fixed assets	181081	1,75,181
	376038	3,17,229

21 Other expenses

Particulars	Year ended	
	31-Mar-14	31-Mar-13
Rent, rates and taxes	3,44,329	3,48,342
Travelling and conveyance	15,040	4,84,805
Communication expenses	2,30,755	24,27,345
Printing and stationery	80,278	2,54,978
Repairs and maintenance	1,86,914	5,03,216
Legal and professional expenses	11,08,496	13,01,692
Warehouse Charges	24,02,539	43,46,307
Advertisement expenses	82,485	5,42,150
Recruitment expenses	1,04,686	6,16,192
Arbitrage And Trading Expenses	8,84,101	10,03,234
Provision for doubtful advances	-	4,23,949
Provision for doubtful trade receivables	-	11,01,816
Amount no longer recoverable written off	41,27,856	-
Less: Provision	(39,07,966)	-
Bank and other Charges	4,184	-
Loss on sale of assets	26,066	-
Miscellaneous expenses	3,73,403	7,36,694
	60,63,167	1,40,90,720

Inditrade Business Consultants Limited

(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)

23 Contingent liabilities and commitments

Particulars	As at	
	31-March-2014	31-March-2013
Contingent liabilities		
PF demand disputed in appeal, against which Rs. 2,54,403/- paid under dispute and grouped under advances	10,17,615	-
Bank guarantee to Agricultural Market Committee	50,000	-
Dividend on 9% redeemable cumulative preference shares	1,14,50,959	60,50,959

24 Payment to auditor

Particulars	Year ended	
	31-March-2014	31-March-2013
As Auditor :		
Statutory audit	75,000	1,00,000
Tax audit	-	25,000
For reimbursement of expenses	1,078	17,220

25 Deferred taxes

The Company has not recognized the net deferred tax asset in respect unabsorbed depreciation or carried forward loss under taxation laws as the management believes that there exists no virtual certainty in relation to its realization as on the balance sheet date.

26 Related party disclosures

Names of related parties and nature of relationship:

Holding Company	Inditrade Capital Limited (formerly known as JRG Securities Limited)
Fellow Subsidiary	Inditrade Derivatives and Commodities Limited (formerly known as JRG Wealth Management Lim JRG Fincorp Limited Inditrade Insurance Broking Private Limited (formerly known as JRG Insurance Broking Pvt Ltd)
Key managerial personnel	Gijo T Rockey (w.e.f 30 January 2012)

Transactions and balance with related parties

Particulars	Transactions during year ended 31- March- 2014	Amount (payable) / receivable as at 31-March-2014	Transactions during year ended 31-March-2013	Amount (payable) / receivable as at 31-March-2103
Capital contribution				
Inditrade Capital Limited (formerly known as JRG	-	(10,00,000)	-	-10,00,000
JRG Fincorp Limited	-	(6,00,00,000)	-	-6,00,00,000
Loan (taken from)/ repaid to holding company and				
JRG Fincorp Limited	6,12,04,815	(1,11,02,575)	2,90,73,338	(7,50,55,211)
Inditrade Capital Limited (formerly known as JRG		27,60,775	4,62,74,200	61,31,516
Interest expense				
Shared service expense (net) #				
Inditrade Capital Limited (formerly known as JRG	2,05,44,321	-	1,98,58,139	-
JRG Fincorp Limited	74,26,578	-	47,09,585	-
Inditrade derivatives and commodities Limited (formerly	2,06,63,447	-	1,91,00,987	-
Advances given to subsidiaries and fellow subsidiaries				
Inditrade derivatives and commodities Limited (formerly	(2,18,79,892)	41,22,509	(1,29,17,871)	53,84,248
JRG Fincorp Limited	10,08,637	10,08,637		
Inditrade Capital Limited (formerly known as JRG	(2,43,91,692)			
Commission (Expenses)/income (net)				
Inditrade derivatives and commodities Limited (formerly	38,600	38,600	-	-
Stock Movement				
Inditrade derivatives and commodities Limited (formerly	3,77,12,824	-	-	-
Reimbursement of expenses/ (income) (net)				
Inditrade Capital Limited (formerly known as JRG	4,76,628	-	37,61,451	-
Inditrade Insurance Broking (P) Ltd	2,106	2,106	-	-
Inditrade derivatives and commodities Limited (formerly	(45,294)	-	23,33,994	-
JRG Fincorp Limited	5,34,162	-	-54,54,163	-
Amount receivable from Inditrade Derivatives and Commodities Limited (formerly known as JRG Wealth Management Limited) in relation to trading in	-	-	8,38,375	8,38,375
Remuneration paid				
Salaries, other allowances and perquisites - Gijo T Rockey (w.e.f 30 January 2012)	11,26,084	-	-	-

including service tax

Inditrade Business Consultants Limited

(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)**27 Segment reporting****a) Primary segment information (by business segments)**

During the current year, the Company was primarily engaged in the business of buying and selling commodities directly or otherwise through commodity exchanges. Thus, it operates in a single Primary Segment.

b) Secondary segment reporting (by geographical segments)

The Company only deals in commodity market / exchange and hence there are no reportable geographical segments.

28 Employee benefit

Disclosure in respect of employee benefit pursuant to Accounting Standard 15 (Revised):

Change in projected benefit obligation	Year ended	
	31-March-2014	31-March-2013
Projected benefit obligation at the beginning of the year	14,61,867	4,40,888
Service cost	3,37,337	3,21,807
Actuarial losses (gains)	(12,46,152)	(1,39,187)
Adjustment	-	8,01,986
Interest cost	1,31,568	36,373
Projected benefit obligation at the end of the year	6,84,620	14,61,867
Change in plan assets		
Fair value of the plan assets	59,179	
Expected return on plan assets	42,726	4,384
Actuarial losses (gains)	(22,134)	
Contributions	8,58,228	54,795
Fair value of plan assets at the end of the year	9,37,999	59,179

Inditrade Business Consultants Limited

(formerly JRG Business Investment Consultants Limited)

(All amount are in Indian Rupee except share data or as stated)

Notes to financial statements for the year ended 31 March 2014 (continued)

Reconciliation of present value of obligation on the fair value of plan assets

Change in projected benefit obligation	Year ended	
	31-March-2014	31-March-2013
Present value of projected benefit obligation at the end of the year	6,84,620	14,61,867
Funded status of the plans	9,37,999	59,179
Funded status amount of liability recognized in the balance sheet (refer note no.5)	(2,53,379)	14,02,688

The components of net gratuity costs are reflected below:

Change in projected benefit obligation	Year ended	
	31-March-2014	31-March-2013
Service cost	3,37,337	3,21,807
Interest cost	1,31,568	36,373
Expected return on plan assets	(42,726)	(4,384)
Recognized net actuarial (gain)/ loss	(12,24,018)	(1,39,187)
Net gratuity costs	(7,97,839)	2,14,609

Assumptions

	Year ended	
	31-March-2014	31-March-2013
Discount Rate	9.00%	8.25%
Rate of growth in salary levels	8.00%	7.50%
Attrition rate	5% at younger ages and reducing to 1% at older ages according to graduated scale	

29 No Open interest in Futures entered by the company as at the balance sheet date**30 Micro, Small and Medium Enterprises Development Act, 2006**

The management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of "Micro and Small Enterprises" as defined under Micro, Small and Medium Enterprises Development Act, 2006 ("the Act"). Accordingly, based on the information received and available with the Company, there are no overdue amounts payable to such enterprises as at 31 March 2013.

31 Earnings per share

Particulars	As at	
	31 March 2014	31 March 2013
Net profit /(loss) for the year	(2,61,92,691)	(16,02,138)
Unpaid preference dividend (including tax thereon)	63,17,730	54,00,000
Net profit / (loss) considered for computing earnings / (loss) per share	(3,25,10,421)	(70,02,138)
Number of equity shares considered as basic weighted average shares outstanding	1,00,000	1,00,000
Basic and Diluted earnings/(loss) per share	(325.10)	(70.02)

32 The group has exposure to National Spot Exchange Limited (NSEL) of Rs.290.71 Lakhs with respect to the proprietary contracts. NSEL has not been able to adhere to its payment obligations. The management has taken appropriate actions and is pressing for the early settlement of the dues. Pending final outcome which is uncertain, the management has provided for an amount of Rs.290.71 Lakhs in this respect for the quarter/year ended 31st March 2014, which is disclosed under the head "Exceptional items".**33** Provision for taxation is considered not necessary in view of Nil taxable income as per the provisions of The Income Tax Act,1961**34** The Company has established a comprehensive system of maintenance of information and documents as required by the transfer pricing legislation under sections 92- 92F of the Income-tax Act, 1961. Since the law requires existence of such information and documentation to be contemporaneous in nature, the Company is in the process of updating this information. The Company is required to update and put in place information latest by the due date for filing of its income tax return. Management is of the opinion that its international transactions are at arm's length so that the aforesaid update will not have any impact on the financial statements.**35 Prior year comparatives**

Prior year figures have been reclassified / regrouped wherever necessary to conform to the current year's classification.

As per our report of even date attached

For **Haribhakti & Co.,**

Chartered Accountants

Firm registration No : 103523W

for **Inditrade Business Consultants Limited**

(formerly known as JRG Business Investments Consultants Limited)

S Sundaraman

Partner

Membership No: 028423

Place: Chennai

Date:27 May 2014

Samson K J

Director

Place: Cochin

Date:27 May 2014

Gijo.T.Rockey

Director