

CORPORATE MERCHANT BANKERS LIMITED

Date: 1st October 2018

Corporate Relationship Department BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001 Scrip Code:540199	Listing Department Metropolitan Stock Exchange of India Limited Vibgyor Towers, 4th Floor, Plot No C 62, G - Block, Opp. Trident Hotel, Bandra Kurla Complex, Bandra (E) Mumbai - 400 098
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Dear Sir/Madam

Sub: Annual Report as per **Regulation 34** of **SEBI** (Listing **Obligations and Disclosure Requirements**) **Regulations, 2015**

We enclosed herewith copy of Annual Report for the **Financial Year 2017-18** as required under Regulation 34 of **SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015** which has **been** approved and adopted by the **shareholders** in the Annual General Meeting of the **Company** held on September 28,2018.

This is for your information and records,

Thanking You

Yours faithfully

For Corporate Merchant Bankers Limited



Parne Venkateshwar Reddy
Director
Din : 06446233

CORPORATE MERCHANT BANKERS LIMITED

**24TH ANNUAL REPORT
2017-2018**

REGISTERED OFFICE:

**UG-24, VISHWADEEP TOWER, DISTRICT CENTRE, JANAK PURI,
NEW DELHI - 110 058**

BOARD OF DIRECTORS

MR. VENKATESHWAR PARNE REDDY	NON-EXECUTIVE NON INDEPENDENT DIRECTOR
MR. SATYANARAYANA KADURI	EXECUTIVE DIRECTOR
MR. RAMESH CHAND JAIN	INDEPENDENT DIRECTOR
MS. VANDANA GUPTA	INDEPENDENT DIRECTOR
MR. NAUBAHAR SINGH	INDEPENDENT DIRECTOR
MR. MADHAGIRI KUMAR VIJAY	NON-EXECUTIVE NON INDEPENDENT DIRECTOR

KEY MANAGERIAL PERSONNELS (KMPS)

MR. SATYANARAYANA KADURI	CHIEF EXECUTIVE OFFICER
MR. SURESH KUMAR CIDDAM	CHIEF FINANCIAL OFFICER
MS. LAVEENA PANJWANI	COMPANY SECREARY & COMPLIANCE OFFICER (Appointed on Aug 01, 2018)

AUDITORS

MR. MULRAJ D GALA CHARTERED ACCOUNTANT	STATUTORY AUDITORS
M/S VCSR & ASSOCIATES PRACTICING COMPANY SECRETARIES	SECRETARIAL AUDITORS
M/S ARR & CO.	INTERNAL AUDITORS

REGISTRAR & SHARE TRANSFER AGENT

SKYLINE FINANCIAL SERVICES PRIVATE LIMITED

BANKERS

ICICI BANK LIMITED

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DIRECTOR'S REPORT

F.Y 2017-18

DIRECTORS' REPORT

To the Members,

We are pleased to present the 24th Annual Report on our business and operations for the year ended March 31, 2018, of Corporate Merchant Bankers Limited ("Company") along with the audited consolidated and standalone financial statements for the year ended March 31, 2018.

1. BACKGROUND

Company was incorporated under Companies Act, 1956 on August, 26 1994. The Company is a Non Deposit Accepting Non-Banking Finance Company ("NBFC"), holding "Certificate of Registration no.: 14.00060 from the Reserve Bank of India ("RBI") dated February 24, 1998. Equity Shares of the Company are listed on BSE Limited (BSE) and Metropolitan Stock Exchange of India Limited (MSEI) (formerly known as MCX Stock Exchange Limited)

2. FINANCIAL SUMMARY/HIGH LIGHTS/PERFORMANCE OF THE COMPANY (STANDALONE/CONSOLIDATED)

The Company's financial results are as under:

Description	(Amount in Rs.)			
	Standalone		Consolidated	
	Year ended March 31			
	2018	2017	2018	2017
Total revenue	19,85,655	19,46,975	19,85,655	19,46,975
Expenses:				
Employee Benefit Expenses	5,87,300	3,37,500	5,87,300	3,37,500
Other Expenses	7,46,477	9,45,249	7,46,477	9,56,749
Preliminary Expenses	5,72,500	5,72,500	5,72,500	5,82,500
Profit before tax	79,378	91,726	79,378	70,226
Tax Expenses:				
Less: Current tax	23,119	31,022	23,119	31,022
Add: Deferred tax	0	0	0	0
Profit after tax	56,259	60,704	56,259	39,204
Earnings Per Share (EPS)				
Basic	0.02	0.02	0.02	0.01
Diluted	0.02	0.02	0.02	0.01

3. BUSINESS PERFORMANCE

The Company is a Non-Banking Financial Company registered with the Reserve Bank of India. There has been no change in the business of the Company, during the year under review.

The consolidated revenue of the Company for the year ended March 31, 2018 stood at 19,86,655/- as against Rs. 19,46,975/- for the previous year. The consolidated Net Profit for the financial year ended March 31, 2018 stood at Rs. 56,259/- as against the previous year's Net Profit of Rs.39,204/-. The Reserves and Surplus as of March 31, 2018 stood at Rs.6,59,182/- as against Rs. 6,02,923/- of the period as of March 31, 2017. The above figures are extracted from the financial statements as per Indian Generally Accepted Accounting Principles (GAAP).

4. STATE OF THE COMPANY'S AFFAIRS

Your Company continues to take effective steps in broad-basing its range of activities as the company is a NBFC and the main business of the Company is to make investment and to give loans & advances. The performance of the Company during the period under review has been satisfactory.

5. TRANSFER TO RESERVES

As per provisions of Section 45-IC of Reserve Bank of India Act, 1934, the NBFC Company is required to transfer sum not less than twenty percent of its net profit every year. Therefore, the Company has transferred Rs. 11,252/-, being twenty percent of net profits for the financial year to the Statutory Reserve.

6. DIVIDEND

In view of need to conserve the resources of the company for the future growth, your Company's Directors do not recommend any dividend to the shareholders of the Company for the Financial Year 2017-18

7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

In the opinion of the Board, there has been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

8. SUBSIDIARIES

Details of Subsidiary Companies, Joint Ventures and Associate Companies, and their financial position.

Your Company has 1 (one) subsidiary company for the financial year ended on March 31, 2018. The information as required under the first proviso to sub-section (3) of Section 129 is given in Form AOC-1 in **Annexure I**.

9. SHARE CAPITAL

The paid up equity share capital as on March 31, 2018 was Rs. 3,30,00,000. There was no public issue, rights issue, bonus issue or preferential issue etc. during the year. The Company has not issued shares with differential voting rights, sweat equity shares nor has it granted any stock options.

10. RISK MANAGEMENT POLICY

Risk Management Policy identifies, communicate and manage risks across the organization. The policy also ensures that responsibilities have been appropriately delegated for risk management. Key Risk and mitigation measures are provided in the Management Discussion and Analysis annexed to the Annual Report.

11. INTERNAL FINANCIAL CONTROL SYSTEM

The Company has in place adequate internal financial controls across the organization. The same is subject to review periodically by the internal audit cell for its effectiveness. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

12. VIGIL MECHANISM

The Company believes in the conduct of its affairs in a fair and transparent manner by adopting highest standards of professionalism, honesty, integrity and ethical behavior. The Company is committed to develop a culture in which every employee feels free to raise concerns about any poor or unacceptable practice and misconduct. In order to maintain the standards has adopted lays down this Whistle Blower Policy to provide a framework to promote responsible and secure whistle blowing. The Board of Directors of your Company has adopted the Vigil Mechanism and Whistle Blower Policy in compliance of Companies Act, 2013.

13. HUMAN RESOURCES

The Company seeks to nurture a mutually beneficial relationship with its employees. This relationship is characterized by the investment which the Company makes in its employees by providing challenging roles and assignments opportunities for personal growth, relevant and timely performance support, training and an enabling environment. The Company seeks to create a workplace which combines achievement orientation with care for employees. The Company lists 'people' as one of its stated core values.

Your Company takes the pride in the Commitment, Competence and dedication shown by its employees in all areas of business. Various HR initiatives are taken to align the HR Policies to the growing requirements of the business.

14. COMPLIANCE

The Company has complied and continues to comply with all the applicable regulations, circulars and guidelines issued by the Ministry of Corporate Affairs (MCA), Stock Exchange(s), Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI) etc.

The Company has complied with all applicable provisions of the Companies Act, 1956 and the Companies Act, 2013, Listing Agreement executed with the Stock Exchanges, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable rules/regulations/guidelines issued from time to time.

15. DEPOSITS

During the year under review, the Company has not accepted any deposits from the public under Section 73 of the Companies Act, 2013 and rules made thereunder. There is no unclaimed or unpaid deposit lying with the Company.

16. RBI GUIDELINES

As a Non Deposit taking Non-Banking Finance Company, your Company always aims to operate in compliance with applicable RBI laws and regulations and employs its best efforts towards achieving the same.

17. CHANGES IN DIRECTORS & KEY MANAGERIAL PERSONNEL

There had been no changes in the Directors.

RE-APPOINTMENT

As per Article 34(1) of the Articles of Association of the Company, one third of the Directors are liable to retire by rotation at the Annual General Meeting of the Company. Mr. Satyanarayana Kaduri, Director is liable to retire by rotation.

18. EVALUATION OF DIRECTORS, BOARD AND COMMITTEES

As required under the provisions of Section 134(3)(p), the Board has carried out an annual performance evaluation of its own performance, and the manner in which such performance evaluation was carried out is as under:

The performance evaluation framework is in place and has been circulated to all the directors to seek their response on the evaluation of the entire Board and independent directors. The Nomination and Remuneration & Compensation Committee has carried out evaluation of director's performance.

The criteria of evaluation is exercise of responsibilities in a bona fide manner in the interest of the Company, striving to attend meetings of the Board of Directors/ Committees of which he/she is a member/ general meetings, participating constructively and actively in the meetings of the Board /committees of the Board etc.

19. PARTICULAR OF EMPLOYEES AND RELATED DISCLOSURES

The information required under Section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

- i) **The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year:**

Directors	Ratio to median remuneration*
Vandana Gupta	NIL
Ramesh Chand Jain	NIL
Venkateshwar Parne Reddy	NIL
Satyanarayana Kaduri	NIL
Naubahar Singh	NIL
Madhagiri Kumar Vijay	NIL

*the expression "median" mean the numerical value separating the higher half of a population from the lower half and the median of a finite list of numbers may be found by arranging all the observations from lowest value to highest value and picking the middle one.

- ii) **The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary or Manager, if any, in the Financial Year:**
Nil
- iii) **The percentage increase in the median remuneration of employees in the financial year:** NIL
- iv) **the number of Permanent employees on the rolls of the company :** 3 (three)
- v) **average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:** There was no remuneration paid to employees. Hence, the comparison between the two cannot be made.
- vi) **the key parameters for any variable component of remuneration availed by the directors:** Nil
- vii) **Affirmation that the remuneration is as per the remuneration policy of the company:**
It is hereby affirmed that the remuneration paid during the year is as per the Remuneration Policy of the Company.

DISCLOSURE UNDER RULE 5 (2) & (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OR MANAGERIAL PERSONNEL) RULES, 2014

There is no directors/employees in the Company for which disclosure have to be made under the provisions of Rule 5 (2) & (3) of the Companies (Appointment and Remuneration or Managerial Personnel) Rules, 2014.

A. Details of Top ten employees in terms of remuneration drawn:

Name & Designation	Age	Remuneration	Nature of Employment	Qualification & Experience	Date of commencement of Employment	Last Employment	% of Equity Share held	Whether related to Director or Manager
Satyanarayana Kaduri (Chief executive Officer and Director)	38	NIL	Whole Time	B.Com, ICWA and 11 years appx.	02.02.2016 (AS Chief Executive Officer)	GRM Projects & Constructions Pvt. Ltd.	Nil	No
Suresh Kumar Ciddam (Chief Financial Officer)	43	NIL	Whole Time	M.Sc (IT) and 9 years appx.	02.02.2016	RAM Informatics Ltd.	Nil	No
Laveena Panjwani (Company Secretary)	27	1,80,000	Whole Time	Company Secretary and 3 year appx.	01.08.2018	Covidh Technologies Ltd	Nil	No

B. Details of other employees under aforesaid Rules:

Nil

20. COMPANY'S POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION

The Company's policy on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub section (3) of Section 178 of the Companies Act, 2013, as is adopted by the Board.

The Company has adopted a comprehensive policy on Nomination and Remuneration of Directors on the Board. As per such policy, candidates proposed to be appointed as Directors on the Board shall be first reviewed by the Nomination and Remuneration Committee in its duly convened Meeting. The Nomination and Remuneration Committee shall formulate the criteria for determining the qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the Remuneration for the Directors, Key Managerial Personnel and other employees. The Nomination and Remuneration Committee shall ensure that—

- a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

c) Remuneration to directors and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals. During the year under review, none of the Directors of the company receive any remuneration.

21. INDEPENDENT DIRECTORS

The Board has received the declaration from all the Independent Directors as per the Section 149(7) of the Companies Act, 2013 and the Board is satisfied that all the Independent Directors meet the criterion of independence as mentioned in Section 149(6) of the Companies Act, 2013.

22. SEPARATE MEETING OF INDEPENDENT DIRECTORS

In due compliance with the provisions of the Companies Act, 2013 read with the rules made there under a separate meeting of independent directors, performance of non-independent directors, performance of the board as a whole was evaluated, taking into account the views of directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent directors, at which the performance of the Board, its committees and individual directors was discussed.

23. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE U/S 186

Corporate Merchant Bankers Limited is a registered NBFC and the main objects of the Company is to provide loan, guarantees and made investments. Hence, the Company does not fall under the purview of the provisions of Section 186 of the Companies Act, 2013 and rules made there under w.r.t its investment and lending activities. Details of Loans, Guarantees and Investments are given in the notes to the Financial Statements.

24. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Pursuant to the provisions of Section 188 of the Companies Act, 2013 read with the rules made there under and SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, the Company had not entered into any contract/arrangement/ transaction with related parties which could be considered material. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 along with the justification for entering into such contract or arrangement in Form AOC-2 does not form part of the report.

25. MEETINGS OF THE BAORD

The agenda and Notice for the Meetings is prepared and circulated in advance to the Directors. The Board of Directors of the Company met Six (06) times during the financial year 2017-18 on 30.05.2017, 10.08.2017, 30.09.2017,31.01.2018 and 12.02.2018Details of attendance of board meetings by directors are as follows:

Name of the Director	Nos. of meetings attended
Ramesh Chand Jain	05
Parne Venkateshwar Reddy	05
Satyanarayana Kaduri	05
Vandana Gupta	05
Naubahar Singh	05
Madhagiri Kumar Vijay	05

The necessary quorum was present in all the meetings. The intervening gap between any two meetings was not more than one hundred and twenty days as prescribed by the Companies Act, 2013.

26. COMMITTEES OF THE BOARD:

AUDIT COMMITTEE:

The Audit Committee comprises of three directors namely, Mr. Venkateshwar Parne Reddy- Chairman, Ms. Vandana Gupta, Mr. Naubahar Singh.

The Audit Committee met five (5) times during the financial year 2017-18 on 30.05.2017, 10.08.2017, 30.09.2017, 31.01.2018 and 12.02.2018. Details of attendance of board meetings by directors are as follows:

Name of the Member	Nos. of meetings attended
Parne Venkateshwar Reddy	5
Vandana Gupta	5
Naubahar Singh	5

During the year under review, the Board accepted all the recommendations made by the Audit Committee of the Board.

NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee comprises of three directors namely, Mr. Venkateshwar Parne Reddy- Chairman, Ms. Vandana Gupta-Member, Mr. Naubahar Singh-Member.

The Nomination and Remuneration Committee met two (2) times during the financial year 2017-18 on 30.09.2017 and 12.02.2018. Details of attendance of board meetings by directors are as follows:

Name of the Member	Nos. of meetings attended
Venkateshwar Reddy Parne	02
Vandana Gupta	02
Naubahar Singh	02

STAKEHOLDER RELATIONSHIP COMMITTEE:

The Stakeholder Relationship Committee looks into the redressal of the shareholders complaints in respect of any matter including transfer of shares, non -receipt of annual report, non -receipt of declared dividend etc. As on date, this Committee comprises of three directors namely, Mr. Venkateshwar Parne Reddy- Chairman, Ms. Vandana Gupta-Member, Mr Naubahar Singh-Member.

The Stakeholder Relationship Committee meet two (2) times during the financial year 2017-18 on 30.09.2017 and 12.02.2018. Details of attendance of board meetings by directors are as follows:

Name of the Member	Nos. of meetings attended
Venkateshwar Reddy Parne	02
Vandana Gupta	02
Naubahar Singh	02

RISK MANAGEMENT COMMITTEE:

The Company had re-constituted the Risk Management Committee. As on date, this Committee comprises of three directors namely, Mr. Venkateshwar Parne Reddy- Chairman, Ms. Vandana Gupta-Member, Mr.Naubahar Singh-Member.

Risk Management Committee not met during the financial year 2017-2018.

27. Auditors

STATUTORY AUDITORS

Mr. Mulraj D Gala, Chartered Accountants (Membership Number 041206) who are the Financial Auditors of the Company hold office as financial auditors until the conclusion of the 25th Annual General Meeting of the Company.

SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Secretarial Audit has been carried out by M/s VCSR & Associates, Practicing Company Secretaries, and his report is annexed as **Annexure II**.

INTERNAL AUDITORS

M/s. ARR & Co., Chartered Accountants, had appointed by the Board of Directors of the Company to conduct the Internal Audit of the Company as per the provisions of the Companies Act, 2013 read with the Rules made there under.

28. EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT 9 is annexed herewith as **Annexure III**.

29. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company primarily being an investment company and not involved in any industrial or manufacturing activities, the Company has no particulars to report regarding conservation of energy and technology absorption as required under section 134 of the Companies Act, 2013 and Rules made there under. During the year under review, the Company does not have any Foreign Exchange Earnings and outgo.

30. DIRECTORS' RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 134 (5) OF THE COMPANIES ACT, 2013

Pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013 the Directors of your company confirm that:

- a) In the preparation of the Annual Accounts for the financial year ended March 31, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent 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 of the company for that period;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the Annual Accounts for the financial year ended March 31, 2018, on a "going concern basis".
- e) The Board of Directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Board of Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
- g) The Board of Directors have adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the 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 disclosures.

31. CORPORATE GOVERNANCE

Since, the paid-up capital of the Company is less than Rs. 10 Crores and Net worth is less than Rs. 25 Crores, the provisions of the Corporate Governance as stipulated under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the Company. However, your Company has made every effort to comply with the provisions of the Corporate Governance and to see that the interest of the Shareholders and the Company are properly served. It has always been the Company's endeavor to excel through better Corporate Governance and fair & transparent practices, many of which have already been in place even before they were mandated by the law of land.

The management of Company believes that it will further enhance the level of Corporate Governance in the Company.

32. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to provisions of Section 135 of the Companies Act, 2013 read with the rules made there under, the criteria for companying with the CSR activity does not applicable to the Company throughout the year.

33. DISCLOSURE AS REQUIRED UNDER SECTION 22 OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Pursuant to the requirements of Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act 2013 read with Rules there under, the Company has not received any complaint of sexual harassment during the year under review.

34. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There has been no significant and material order passed by any regulator, courts or tribunals impacting the going concern status and operations of the Company in future.

35. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a detailed Management Discussion and Analysis Report has been appended separately, which forms part of this report and the Annual Report.

36. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12)

During the year under review, there were no frauds reported by the auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013.

37. ACKNOWLEDGEMENT

Your Directors take this opportunity to express the gratitude to all investors, clients, vendors, bankers, Regulatory and Government authorities, Stock Exchanges and business associates for their cooperation, encouragement and continued support extended to the Company. Your Directors also wish to place on record their appreciation to the Associates for their continuing support and unstinting efforts in ensuring an excellent all round operational performance at all levels.

**By Order of Board
Corporate Merchant Bankers Limited**

Date: September 04 2018 (SATYANARAYANAKADURI) (PARNE VENKATESHWAR REDDY)

Place: New Delhi

**Director
DIN:06806811**

**Director
DIN:06446233**

Annexure-I**Form AOC-1**

Statement (Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures**Part A
Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Name of the subsidiary	Solis Industries Limited
The date since when subsidiary was acquired	22/01/2016 (Incorporated as subsidiary)
Reporting period for the subsidiary concerned	April-March
Reporting currency	INR
Share Capital	100000/-
Reserves and Surplus	-
Total Assets	100000/-
Total Liabilities	100000/-
Investments	-
Turnover	-
Profit before Taxation	-
Provision for Taxation	-
Profit after Taxation	-
Proposed Dividend	-
Extent of shareholding (in percentage)	100%

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations: Solis Industries Ltd
- Names of subsidiaries which have been liquidated or sold during the year: Nil

**For Mulra D Gala
(Chartered Accountants)**

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

(Mulraj D Gala)

Satyanarayana Kaduri
(Director & Chief Executive
Officer)

Parne Venkateshwar Reddy
(Director)

Proprietor
Membership No.: 041206

DIN: 06806811

DIN: 06446233

Signed at New Delhi on
04 September 2018

Suresh Kumar Ciddam
(Chief Financial Officer)

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2018
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the
Companies (Appointment and Remuneration Personnel) Rules, 2014]

CIN	L74899DL1994PLC061107
AUTHORISED CAPITAL	Rs. 70000000/-
PAID UP CAPITAL	Rs. 33000000/-

To,
The Members,
CORPORATE MERCHANT BANKERS LIMITED
UG-24, Vishwadeep Tower, District Centre,
Janak Puri New Delhi - 110058

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CORPORATE MERCHANT BANKERS LIMITED**(hereinafter referred to as the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2018 ("Audit Period"), complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent and in the manner reported hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2018 according to the provisions of:

- i. The Companies Act, 2013 ("Act") and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made under that Act;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed under that Act;
- iv. The Foreign Exchange Management Act, 1999 and the Rules and Regulations made under that Act to the extent applicable to Overseas Direct Investment (ODI); (Not Applicable during the Audit Period)
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 notified with effect from May 15, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;- **Not Applicable to the Company during the Audit Period**
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014 notified on October 28, 2014;- **Not Applicable to the Company during the Audit Period**
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;- **Not Applicable to the Company during the Audit Period**
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and - **Not Applicable to the Company during the Audit Period**
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- - **Not Applicable to the Company during the Audit Period**

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by the Institute of Company Secretaries of India notified with effect from July 1, 2015; and
- ii. The Listing Agreements entered into by the Company with the Stock Exchange(s) i.e. Metropolitan stock exchange India Limited (MSEI) and BSE Limited / SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 effective from December 01, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

We further report that:

The Board of Directors of the Company duly constituted with the Independent Directors (Executive or Non- Executive Directors). The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**For VCSR & Associates
Company Secretaries**

**Sd/-
(Ch.Veeranjaneyulu)
Partner
FCS No.: 6121 ,C.P. No.: 6392**

**Place: Hyderabad
Date: September 04 2018**

Note: This report is to be read with our letter of even date which is annexed as Annexure herewith and forms and integral part of this report.

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,
The Members,
CORPORATE MERCHANT BANKERS LIMITED
UG-24, Vishwadeep Tower, District Centre,
Janakpuri, New Delhi - 110058

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, were followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For VCSR & Associates
Company Secretaries

Sd/-
(Ch Veeranjanyulu)
Partner
FCS No.: 6121, C.P. No.: 6392

Place: Hyderabad
Date: September 04,2018

Annexure-III

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on March 31, 2018

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I REGISTRATION & OTHER DETAILS:

I	CIN	L74899DL1994PLC061107
II	Registration Date	August 26, 1994
III	Name of the Company	Corporate Merchant Bankers Limited
IV	Category/Sub-category of the Company	Company limited by shares
V	Address of the Registered office and contact details	UG-24, Vishwadeep Tower, District Centre, JanakPuri, New Delhi - 110 058 Phone: +91-11-65382244 Email: cmbldelhi@gmail.com
VI	Whether listed Company	Yes
VII	Name, Address and Contact details of Registrar and Transfer Agent, if any:-	M/s Skyline Financial Services Private Limited D-153A, 1st Floor, Okhla Industrial Area, Phase I, New Delhi 110 020 Phone: +91-11-26812681-88 Contact Person: Mr. VirenderRana Email: virenr@skylinerta.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

S. No	Name and Description of main products/services	NIC Code of the Product /service	% to total turnover of the Company
1	Financial consultancy services	99715910	100%

III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

SI No	Name & Address of the Company	CIN/GLN	HOLDING/SUBSIDIARY / ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Cosmos Industries Limited	U15421DL1998PLC096875	Holding	74.70 %	Section 2(87)(ii)
2	Solis Industries Limited	U74900TG2016PLC102870	Subsidiary	100%	Section 2(87)(ii)

IV SHAREHOLDING PATTERN (Equity Share capital Break up as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2017]				% Change during the year#
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares#	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	485500	485500	14.71%	-	485500	485500	14.71%	0.00%
b) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Bodies Corp.	-	1979580	1979580	59.99%	-	1979580	1979580	59.99%	0.00%
e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (1)	-	2465080	2465080	74.70%	-	2465080	2465080	74.70%	0.00%
(2) Foreign									
a) NRI Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Other Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	-	2465080	2465080	74.70%	-	2465080	2465080	74.70%	0.00%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FIIs	-	-	-	0.00%	-	-	-	0.00%	0.00%

h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(1):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	-	-	0.00%	-	-	-	0.00%	0.00%
ii) Overseas	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	124570	124570	3.77%	500	124070	124570	3.77%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	7,09,750	7,09,750	21.51%	-	7,09,750	7,09,750	21.51%	0.00%
c) Others (HUF)	-	600	600	0.02%		600	600	0.02%	0.00%
Non Resident Indians	-	-	-	0.00%	0	0	-	0.00%	0.00%
Overseas Corporate Bodies	-	-	-	0.00%	-	-	-	0.00%	0.00%
Foreign Nationals	-	-	-	0.00%	-	-	-	0.00%	0.00%
Clearing Members	-	-	-	0.00%	-	-	-	0.00%	0.00%
Trusts	-	-	-	0.00%	-	-	-	0.00%	0.00%
Foreign Bodies - D R	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(2):-	-	834920	834920	25.30%	500	834420	834920	25.30%	0.00%
Total Public (B)	-	834920	834920	25.30%	500	834420	834920	25.30%	0.00%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	0.00%				0.00%	0.00%
Grand Total (A+B+C)	-	3300000	3300000	100.00%	-	3300000	3300000	100.00%	0.00%

(ii) SHARE HOLDING OF PROMOTERS

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year#
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company#	% of Shares Pledged / encumbered to total shares	
1	BhavnaYadav	177000	5.36%	-	177000	5.36%	-	-
2	Deepak Yadav	308500	9.35%	-	308500	9.35%	-	-
3	Cosmos Industries Limited	1979580	59.99%	-	1979580	59.99%	-	-
	Total	2465080	74.70%	-	2465080	74.70%	-	-

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (please specify if there is no change)

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of shares	%of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	2465080	74.70%	2465080	74.70%
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat Equity etc.	(No Change)	(No Change)	(No Change)	(No Change)
	At the end of the Year	2465080	74.70%	2465080	74.70%

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs & ADRs)

SN	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	PONNAKANTI SAMBASIVA RAO				
	At the beginning of the year	99,000	3.00%	99,000	3.00%
	Shares Acquired/sold	0	0.00%	99,000	3.00%
	At the end of the year	99,000	3.00%	99,000	3.00%
2	BANDHAVIRAMAM VASU				
	At the beginning of the year	66000	2.00%	66000	2.00%
	Shares Acquired/sold	0	0.00%	66000	2.00%
	At the end of the year	66000	2.00%	66000	2.00%

3	MADALA PEDA NAGESWARA RAO				
	At the beginning of the year	62700	1.90%	62700	1.90%
	Shares Acquired/sold	0	0.00%	62700	1.90%
	At the end of the year	62700	1.90%	62700	1.90%
4	MYNENI NAVYA				
	At the beginning of the year	57750	1.75%	57750	1.75%
	Shares Acquired/sold	0	0.00%	57750	1.75%
	At the end of the year	57750	1.75%	57750	1.75%
5	MADALA NAGA MALLESWARI				
	At the beginning of the year	52800	1.60%	52800	1.60%
	Shares Acquired/sold	0	0.00%	52800	1.60%
	At the end of the year	52800	1.60%	52800	1.60%
6	DYAPA VEERA RAGHAVA REDDY				
	At the beginning of the year	31650	0.96%	31650	0.96%
	Shares Acquired/sold	0	0.00%	31650	0.96%
	At the end of the year	31650	0.96%	31650	0.96%
7	GADDE NARASIMHA RAO				
	At the beginning of the year	29700	0.90%	29700	0.90%
	Shares Acquired/sold	0	0.00%	29700	0.90%
	At the end of the year	29700	0.90%	29700	0.90%
8	DEPA VENKAT NARAYANA REDDY				
	At the beginning of the year	29700	0.90%	29700	0.90%
	Shares Acquired/sold	0	0.00%	29700	0.90%
	At the end of the year	29700	0.90%	29700	0.90%
9	KOMATIREDDY NARENDER REDDY				
	At the beginning of the year	28700	0.87%	28700	0.87%
	Shares Acquired/sold	0	0.00%	28700	0.87%
	At the end of the year	28700	0.87%	28700	0.87%
10	TIYYAGURA SUDHAKAR REDDY				
	At the beginning of the year	27000	0.82%	27000	0.82%
	Shares Acquired/sold	0	0.00%	27000	0.82%
	At the end of the year	27000	0.82%	27000	0.82%

(v) **Shareholding of Directors and Key Managerial Personnel**

Sl. No.	For Each of the Directors & KMP	Shareholding at the beginning of the year April 01, 2017		Cumulative Shareholding at the end of the year March 31, 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase/Decrease in Shareholding during the year specifying the reason for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):	-	-	-	-
	At the end of the year	NIL	NIL	NIL	NIL

(vi) **INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtness at the beginning of the financial year				
I) Principal Amount	NIL	NIL	NIL	NIL
II) Interest due but not paid				
III) Interest accrued but not due				
Total (I+II+III)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year				
• Addition	NIL	NIL	NIL	NIL
• Reduction				
Net Change	NIL	NIL	NIL	NIL
Indebtedness at the end of the financial year				
I) Principal Amount	NIL	NIL	NIL	NIL
II) Interest due but not paid				
III) Interest accrued but not due				
Total (I+II+III)	NIL	NIL	NIL	NIL

(vii) Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl. No	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1	Gross salary	NIL	NIL
	(a) Salary as per provisions contained in section17(1) of the Income-tax Act,1961		
	(b) Value of perquisites u/s17(2)Income-tax Act, 1961	NIL	NIL
	(c) Profits in lieu of salary under section17(3)Income- tax Act,1961	NIL	NIL
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify	-	-
5	Others, please specify	-	-
	Total(A)		-
	Ceiling as per the Act		-

Remuneration to other Directors:

Sl. No.	Particulars of Remuneration	Name of the Directors		Total Amount
1	Independent Directors	Vandana Gupta	Naubahar Singh	
	(a) Fee for attending board committee meetings			
	(b) Commission			
	(c) Others, please specify			
	Total (1)			
2	Other Non Executive Directors			

	(a) Fee for attending board committee meetings	-	-	
	(b) Commission	-	-	
	(c) Others, please specify.	-	-	
	Total (2)	-	-	
	Total (B)=(1+2)			
	Total Managerial Remuneration	-	-	
	Overall Ceiling as per the Act.	-	-	

c. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.		1,80,000		
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission as % of profit others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
		-			
	Total		1,80,000		

Viii PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made if any (give details)
A. COMPANY					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

B. DIRECTORS

Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment			N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

C. OTHER OFFICERS IN DEFAULT

Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

**By Order of Board
Corporate Merchant Bankers Limited**

**Date: September 04 2018
Place: New Delhi**

**(SATYANARAYANA KADURI)
Director
DIN:06806811**

**(PARNE VENKATESHWAR REDDY)
Director
DIN:06446233**

CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS REPORT

The Members

CORPORATE MERCHANT BANKERS LIMITED

Report on Consolidated Financial Statements

We have audited the accompanying financial statements of **M/s Corporate Merchant Bankers Limited** (“the Holding Company”) and its 100% subsidiary M/s Solis Industries Limited (the Holding Company and its subsidiary together referred to as “the Group”) comprising of the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

Management’s Responsibility for the Financial Statements

The Holding Company’s Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as “the Act”) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor’s Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 consolidated financial statements are free from material misstatement.

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at 31 March 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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

- (i) 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 of the aforesaid consolidated financial statements.
- (ii) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (iii) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (iv) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (v) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2018 taken on record by the Board of Directors of the Holding Company, none of the directors of the Group companies incorporated in India is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (vi) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'.
- (vii) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- a) The Group has disclosed impact of pending litigation in Notes on Financial Statements under 'Commitments and contingent liabilities not provided for in respect of disputed matters'.
- b) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Group.

**For Mulraj D Gala
(Chartered Accountant)**

**Sd/-
(Mulraj D Gala)
Proprietor
Membership No: 041206**

**Place: New Delhi
Date: May 30,2018**

Annexure A to Independent Auditors' Report for the year ended March 31, 2018
(Referred to in Paragraph 2(f) under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls over financial reporting of Corporate Merchant Limited ('the Holding 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. We have obtained and relied on a report on the Internal Financial Controls over Financial Reporting issued by the Statutory Auditors of the Company's subsidiaries (the Holding Company and the Subsidiary companies hereafter together referred to as 'the group')

Management's Responsibility for Internal Financial Controls

The Group's Management is responsible for establishing and maintaining Internal Financial Controls based on "the internal control over financial reporting criteria established by the Group 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". 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 Group'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 Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (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 Institute of Chartered Accountants of India. 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 judgment, 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 Group's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Group'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 Group's internal financial control over financial reporting includes those policies and procedures that

- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the group;
- ii. 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 group are being made only in accordance with authorisations of management and directors of the group; and
- iii. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the group'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 Group 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 Group considering the essential components of Internal Financial 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 Mulraj D Gala
(Chartered Accountant)**

**Sd/-
(Mulraj D Gala)
Proprietor
Membership No: 041206**

**Place: New Delhi
Date: May 30,2018**

CORPORATE MERCHANT BANKERS LIMITED
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2018

Amount in Rs.

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	3,30,00,000	3,30,00,000
Reserves and surplus	3	5,98,952	5,81,423
		3,35,98,952	3,35,81,423
Non-current liabilities			
Long Term Borrowings	4	3,28,210	10,58,550
Deferred tax liabilities (Net)	5	947	947
		3,29,157	10,59,497
Current liabilities			
Other current liabilities	6	3,96,187	29,39,240
Short Term Provisions	7	1,06,417	1,41,245
		5,02,604	30,80,485
Total		3,44,30,713	3,77,21,405
ASSETS			
Non-current assets			
Long-Term Loans and Advances	8	2,26,01,707	1,89,99,740
Non-current investments	9	-	-
		2,26,01,707	1,89,99,740
Current assets			
Trade receivables	10	31,90,538	42,58,500
Cash and cash equivalents	11	68,90,968	85,41,635
Short-term loans and advances	12	-	35,91,530
		1,00,81,506	1,63,91,665
Miscellaneous Expenses to extent not writtern off			
Preliminary Expenses	13	17,47,500	23,30,000
Total		3,44,30,713	3,77,21,405

Significant Accounting Policies

1

Notes to the Accounts

2 to 28

Auditor's Report

"As per our separate report of even date"

For Mulraj D Gala
(Chartered Accountants)

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

Sd/-
(Mulraj D Gala)
Proprietor

Sd/-
Satyanarayana K
(Director & Chief
Executive Officer)
DIN:06806811

Sd/-
Venkateshwar Reddy Parne
(Director)

Membership No.: 041206

DIN: 06446233

Signed at New Delhi on May 30, 2018

Sd/-
Suresh Kumar C
(Chief Financial Officer)

Sd/-
Chinki Singhal
(Company Secretary)

M. No.- ACS 42272

CORPORATE MERCHANT BANKERS LIMITED**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018***Amount in Rs.*

Particulars	Note No.	For the year ended March 31, 2018	For the year ended March 31, 2017
Incomes			
Revenue from operations	14	19,85,655	19,46,975
Other income	15	-	-
Total Revenue		19,85,655	19,46,975
Expenses			
Employee benefits expense	16	5,87,300	3,37,500
Other expenses	17	7,75,207	9,56,749
Preliminary Expenses		5,82,500	5,82,500
Total Expenses		19,45,007	18,76,749
Profit before tax		40,648	70,226
Tax expense:			
Current tax		23,119	31,022
Deferred tax		-	-
MAT Credit Entitlement		-	-
Total Tax expenses		23,119	31,022
Profit (Loss) for the year		17,529	39,204
Earnings per equity share:			
Basic	18	0.01	0.01
Diluted	18	0.01	0.01
Significant Accounting Policies	1		
Notes to the Accounts	2 to 28		

Auditor's Report*"As per our separate report of even date"*

For Mulraj D Gala
(Chartered Accountants)

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

Sd/-
(Mulraj D Gala)
Proprietor

Membership No.: 041206

Sd/-
Satyanarayana K
(Director & Chief
Executive Officer)
DIN:06806811

Sd/-
Venkateshwar Reddy Parne
(Director)

DIN: 06446233

Sd/-
Suresh Kumar Ciddam

(Chief Financial Officer)

Sd/-
Chinki Singhal

(Company Secretary)
M. No.- ACS 42272

Signed at New Delhi on May 30, 2018

CORPORATE MERCHANT BANKERS LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Cash flows from operating activities		
Net profit before tax and extraordinary items	40,648	70,226
Adjustments for:		
-Depreciation	-	-
- Other Non Cash Expenses/(Income)	5,82,500	(23,30,000)
('Profit)/Loss on Sale of Investments	-	-
Operating Profit/(Loss) before working capital changes	6,23,148	(22,59,774)
<i>(Increase)/Decrease in trade receivables</i>	10,67,962	(12,76,362)
<i>(Increase)/Decrease in inventories</i>	-	-
<i>(Increase)/Decrease in short term loans & advances (Except MAT Credit)</i>	35,91,530	1,00,000
<i>Increase /(Decrease) In Other Current Liabilities</i>	(25,43,053)	28,61,525
<i>Increase/(Decrease) in short Term provisions(except income tax provisions)</i>	(34,828)	-
Income Taxes Paid	(23,119)	-
Net cash generated from/ (used in) operating activities (A)	26,81,640	(5,74,611)
Cash flows from investment activities		
-Purchase of fixed assets	-	-
-Sale of Investment	-	-
-Loans and advances-Paid	(36,01,967)	-
-Purchase of investment	-	-
Net cash generated from/ (used in) investing activities (B)	(36,01,967)	-
Cash flows from financing activities		
-Loan Repaid	(7,30,340)	-
-Loans taken	-	10,58,550
-Issue of Share Capital	-	-
Net cash generated from/ (used in) financing activities (C)	(7,30,340)	10,58,550
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(16,50,667)	4,83,939
Cash and Cash Equivalents at beginning of the year	85,41,635	80,57,696
Cash and Cash Equivalents at end of the year	68,90,968	85,41,635

Notes

1) The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements.

2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
Cash in Hand		68,66,210	85,16,210
Balances with Banks		24,758	25,425
		68,90,968	85,41,635

**Significant Accounting Policies
Notes to the Accounts**

**1
2 to 28**

Auditor's Report

"As per our separate report of even date"

**For Mulraj D Gala
(Chartered Accountants)**

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

**Sd/-
(Mulraj D Gala)
Proprietor**

Membership No.: 041206

**Sd/-
Satyanarayana K**
(Director & Chief Executive Officer)

DIN:06806811

**Sd/-
Venkateshwar Reddy Parne**
(Director)

DIN: 06446233

Signed at New Delhi on May 30, 2018

**Sd/-
Suresh Kumar Ciddam**
(Chief Financial Officer)

**Sd/-
Chinki Singhal**
(Company Secretary)
M. No.- ACS 42272

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the consolidated accounts for the year ended
on March 31, 2018

Corporate Information

Corporate Merchant Bankers Limited ["CMBL"] was incorporated on August 26, 1994 as a public limited company under the provisions of Companies Act, 1956. CMBL is registered with the Reserve Bank of India as Non-Banking Financial Company [Non-Deposit taking]. CMBL is primarily engaged in the business of financial consultancy and investment activities.

1 Significant accounting policies

a Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent assets & contingent liabilities as of the date of the financial statements and the results of operations during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current & future periods.

c Fixed Assets

Tangible Assets

Fixed assets are stated at the cost of acquisition including incidental costs related to acquisition and installation less accumulated depreciation. The actual cost capitalized includes material cost, freight, installation costs, duties and taxes, finance charges and other incidental expenses incurred during the construction / installation stage.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

d Depreciation / Amortization

Depreciation on tangible fixed assets is charged on Straight Line Method over their estimated useful lives as prescribed under Part C of Schedule II to the Companies Act, 2013. Depreciation is charged on a pro-rata basis for assets purchased/sold during the year. Intangible assets are amortized over the useful life of the underlying assets. Computer software being intangible assets are amortized based on estimated useful life of 10 years.

e Lease

Operating lease

Lease where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

f Impairment of tangible and intangible assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount.

Recoverable amount is higher of an asset's net selling price, and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the consolidated accounts for the year ended
on March 31, 2018

g Investments

Trade investments are the investments made to enhance the company's business interests. Investments are either classified as long term or current investments, based on management's intention at the time of purchase. Long-term investments are stated at cost and provision is made to recognise any decline, other than temporary, determined separately for each investment. Current investments are stated at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments.

h Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of Services : Revenue from services is recognised under the proportionate completion method provided the consideration is reliably determinable and no significant uncertainty exists regarding the collection of the consideration. The amount recognised of revenue is exclusive of service tax and is net of returns.

Interest : Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

Dividend : Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

i Foreign Currency Transactions

Initial Recognition : Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion: Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of transaction.

Exchange Differences: Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise.

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the consolidated accounts for the year ended
on March 31, 2018

j Tax Expenses

Income tax expense comprises current tax as per Income Tax Act, 1961 and deferred tax charge or credit (reflecting the 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 that have been enacted or substantively enacted by the balance sheet date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized only to the extent there is reasonable certainty that the asset 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 earning sufficient future taxable income will be available against which such deferred tax assets can be realized. 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.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

k Employee Benefits

The Company's obligations towards various employee benefits have been recognized as follows:

Short-term employee benefits

All employee benefits payable within twelve months of rendering service are classified as short-term employee benefits. Benefits such as salaries, allowances, short-term compensated absences and the expected cost of other benefits is recognised in the period in which the employee renders the related service.

l Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of the equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

m Provisions

A provision is recognized when the Company has a present obligation as a result of past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

n Contingent liability

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the consolidated accounts for the year ended on March 31, 2018

2 Share Capital

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Authorized Capital 70,00,000(Previous year 70,00,000) Equity Shares of Rs. 10/- each fully paid up	7,00,00,000	7,00,00,000
Issued, Subscribed and Paid up Capital: 33,00,000(Previous year 33,00,000) Equity Shares of Rs. 10/- each fully paid up	3,30,00,000	3,30,00,000
Total	3,30,00,000	3,30,00,000

- a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as given below

Particulars	As at March 31, 2018	As at March 31, 2017
Shares outstanding at the beginning of the year	33,00,000	33,00,000
Shares Issued during the year (+)	-	-
Shares bought back during the year (-)	-	-
Shares outstanding at the end of the year	33,00,000	33,00,000

- b) Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share.

The equity shareholders of the company are entitled to get the dividend as and when proposed by the Board of Directors and approved by 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 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.

- c) Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held is as given below:

Name of Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	% Holding	No. of Shares	% Holding
Deepak Yadav	3,08,500	9.35%	3,08,500	9.35%
Bhavna Yadav	1,77,000	5.36%	1,77,000	5.36%
Cosmos Industries Limited	19,79,580	59.99%	19,79,580	59.99%

- d) The Company has not allotted any fully paid up equity shares without payment being received in cash and by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date.

3 Reserves and Surplus

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Securities Premium Account		
Opening Balance	-	-
Add : Securities premium credited on Share issue	-	-
Closing Balance	-	-
Statutory reserve (under section 45-1C of The Reserve Bank of India Act, 1934)		
Opening Balance	56,873	44,732
Add : Transferred during the year	11,252	12,141
Closing Balance	68,125	56,873
Surplus in Profit & Loss Account		
Opening balance	5,24,550	4,97,487
Add: Net Profit/(Net Loss) for the current year	17,529	39,204
Less: Transferred to statutory reserve	11,252	12,141
Closing Balance	5,30,827	5,24,550
Total	5,98,952	5,81,423

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the consolidated accounts for the year ended on March 31, 2018

4 Long Term Borrowings

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Unsecured Loans from Director -Fixed Loan	3,28,210	10,58,550
Total	3,28,210	10,58,550

5 Deferred Tax Asset / Liability (NET)

As per the requirement of the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the net deferred tax liability debited to Profit during the year is Rs. Nil. The year-end position of Deferred Tax Liability and Asset is given below:

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Deferred Tax Liability	947	947
Net deferred tax liability	947	947

6 Other Current Liabilities

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Sundry Creditors	22,587	27,740
Other Current Liabilities	23,600	11,500
Advances from Customers	3,50,000	29,00,000
Total	3,96,187	29,39,240

7 Short Term Provisions

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
For Standard Assets	83,298	83,298
Provision for Income Tax	23,119	57,947
Total	1,06,417	1,41,245

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the consolidated accounts for the year ended on
March 31, 2018

8 Long-Term Loans and Advances

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Long-term Loans and Advances	2,26,01,707	1,89,99,740
Total	2,26,01,707	1,89,99,740

9 Non Current Investments

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Other Investments		
Other Non Current Investments		
Investment in Other Companies	-	-
Less: Aggregate provision for diminution in value of investments	-	-
Total	-	-
Aggregate value of quoted investments	-	-
Aggregate value of unquoted investments	-	-
Aggregate provision for diminution in value of investments	-	-

10 Trade Receivables

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Unsecured		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
- Considered Good	31,90,538	42,58,500
- Doubtful	-	-
Other debts		
- Considered Good	-	-
Total	31,90,538	42,58,500

11 Cash and Cash Equivalents

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Cash and Bank Balances	68,90,968	85,41,635
Balances with banks*	24,758	25,425
Cash in hand	68,66,210	85,16,210
Total	68,90,968	85,41,635

12 Short Term Loans & Advances

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Sundry Advances	-	35,91,530
Total	-	35,91,530

13 Preliminary Expenses

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Deferred Revenue Expenditure		
Opening Balance	23,30,000	
Add: Additions During the Year	-	29,12,500
Less: Written off During the Year	5,82,500	5,82,500
Total	17,47,500	23,30,000

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the consolidated accounts for the year ended on March 31, 2018

14 Revenue from operations

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Consultancy Fees	19,85,655	19,46,975
Total	19,85,655	19,46,975

15 Other Income

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Other Non Operating Income	-	-
Total	-	-

16 Employee Benefits Expense

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and Allowances	5,87,300	3,37,500
Total	5,87,300	3,37,500

17 Other Expenses

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Audit Fees	23,600	28,750
Custodian Fee	90,700	29,344
Bank Charges	1,544	874
Director's Sitting Fee	-	30,000
Legal & Professional Charges	14,460	4,31,250
Listing Fee	3,61,800	2,53,000
Registrar and Share Transfer expenses	70,350	22,050
Office Expenses	9,524	3,772
Other Miscellaneous Expenses	65,584	30,959
Rent, Rates and Taxes	1,35,000	1,23,000
Printing and Stationary	2,645	3,750
Total	7,75,207	9,56,749

18 Earnings Per Share

Amount in Rs.

Particulars	Reference	For the year ended March 31, 2018	For the year ended March 31, 2017
A Net profit/ (Loss) attributable to equity shareholders	A	17,529	39,204
B Weighted Average Number of Equity Shares outstanding during the period	B	33,00,000	33,00,000
C Weighted Average (Diluted) Number of Equity Shares outstanding during the period	C	33,00,000	33,00,000
D Face Value per Share (Rs.)	D	10	10
E Basic Earnings/(Loss) per equity shares (Rs.)	A/B	0.01	0.01
F Diluted Earnings/ (loss) per equity shares (Rs.)	A/C	0.01	0.01

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the consolidated accounts for the year ended on March 31, 2018

19 Payment to Auditors*Amount in Rs.*

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
As Auditors'		
- Audit Fees	23,600	28,750
In Other Capacity		
- Other Matters	-	-
Total	23,600	28,750

20 Related Party Disclosures**a) Key Managerial Personnel****Name of Related Party****Relationship**

Mr. Satyanarayana K

Chief Executive Officer

Mr. Suresh Kumar C

Chief Financial Officer

Ms. Chinki Singhal

Company Secretary

b) Other Directors with whom transactions has entered during the year

NIL

c) Transactions with Related Parties*Amount in Rs.*

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Unsecured Loan Taken		
From Directors	3,28,210	10,58,550
Remuneration to KMPs		
Mr. Satyanarayana Kaduri	-	-
Mr. Suresh Kumar Ciddam	-	-
Ms. Chinki Singhal	1,80,000	2,52,000
Balance Payable		
Mr. Satyanarayana Kaduri	-	-
Mr. Suresh Kumar Ciddam	-	-
Ms. Chinki Singhal	-	-

21 The Company does not have any contingent liability or commitments as on 31.03.2018

22 Information pursuant to the provisions of Section 22 of Micro, Small and Medium Enterprises Development Act, 2006:
During the year company has not paid any interest in terms of the section 18 of the above mentioned Act.
No principal amount or interest amount are due at the end of this accounting year which is payable to any Micro, Small or Medium enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006.

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the consolidated accounts for the year ended on March 31, 2018

- 23 The Company is operating in single line of business and all the other activities revolve around the main business and entire business is conducted within India, hence in accordance with AS-17- "Segment Reporting" there are no separate reportable segments either on the basis of business segmentation or geographical segmentation.
- 24 The accounts of certain Trade Receivables, Short Term Loans and Advances, Current Liabilities and are subject to confirmation / reconciliation and adjustment, if any. The Management does not expect any material difference affecting the current year's financial statements.
- In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the books of accounts.
- 25 Consolidated Financial statements of the Company includes financials of 100% subsidiary "M/s Solis Industries Limited"
- 26 The Company has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ('the schedule') issued by Ministry of Corporate Affairs.
- 27 Figures for previous year have been regrouped and/or reclassified wherever considered necessary, to conform to current year's classification.
- 28 All Figures are in Indian Rupees.

Auditor's Report

"As per our separate report of even date"

For Mulraj D Gala
Chartered Accountant

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

Sd/-
Mulraj D Gala
Proprietor

M. No. 041206

Sd/-
Satyanarayana K
(Director & Chief
Executive Officer)
DIN:06806811

Sd/-
Venkateshwar Reddy Parne
(Director)

DIN: 06446233

Signed at New Delhi on May 30, 2018

Sd/-
Suresh Kumar C
(Chief Financial Officer)

Sd/-
Chinki Singhal
(Company Secretary)
M. No.- ACS 42272

STANDALONE FINANCIAL STATEMENTS

**INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF CORPORATE MERCHANT
BANKERS LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **Corporate Merchant Bankers Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 and the Order under Section 143 (11) of the Act.

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 misstatements.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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, of the state of affairs of the Company as at March 31, 2018, its Profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of sub-section (11) of section 143 of the Companies Act, 2015, we give in the "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. 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 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 notified 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 on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of sub-section (2) of section 164 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (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, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigation which would impact its financial position.
 - 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.

For Mulraj D Gala
(Chartered Accountant)

Sd/-
(Mulraj D Gala)
Proprietor
Membership No: 041206

Place: New Delhi
Date: May 30,2018

Annexure A to Independent Auditors' Report for the year ended March 31, 2018

(Referred to in Paragraph 1 under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of accounts and other records examined by us in the normal course of audit, we report that:

- i. In respect of fixed assets:
 - a) The Company is maintaining proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b) The Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
 - c) According to the information and explanations given to us, there is no immovable property held by the company, accordingly the provisions of Clause (i) (c) of paragraph 3 of the Order are not applicable to the Company.
- ii. In respect of Inventories:
 - a) Physical verification of inventory has been conducted by the management at reasonable intervals. In our opinion, the frequency of verification is reasonable.
 - 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 nature of its business.
 - c) The Company has maintained proper records of inventories. As per the information and explanation given to me, no material discrepancies were noticed on physical verification.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly the provisions of clause iii (a) to (c) of paragraph 3 of the Order are not applicable to the Company and hence not commented upon.

iv. According to the information and explanations given to us, the Company has not given any loan to Directors or persons connected with them as per the provisions mentioned in section 185 of the companies Act, 2013. Company has made investments in other bodies corporate and complied the provisions of section of 186 of the Companies Act, 2013.

v. In respect of public deposit:

According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 73 to 76 of the Companies Act, 2013 and the rules framed there-under. Therefore the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.

vi. In respect of cost records:

Having regard to the nature of the Company's business / activities, reporting under clause (vi) of the Order is not applicable to the Company.

vii. In respect of statutory dues:

a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing its undisputed statutory dues including Provident Fund, Employees State insurance, income-tax, Sales-Tax, Wealth Tax, Service tax, duty of Custom, duty of Excise, value added tax, cess and Entertainment Tax etc. There are no undisputed dues payable, outstanding as on March 31, 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 amounts in respect of income tax, service tax etc. that have not been deposited with the appropriate authorities on account of any dispute.

viii. The Company has not taken any loans from financial institutions, Banks, Government or through debentures during the audit period.

ix. The company has not raised money by way of initial Public offer or further public offer (including debt instruments) and term loans during the year under audit.

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

- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.
- xii. As explained, the company is not a Nidhi company. Therefore the provisions of Clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us the Company is in compliance with Sections 177 and 188 of the Act, to the extent applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xiv. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanations given to us, No non cash transactions with Directors or persons connected with him have been noticed or reported during the year as per the provisions of Section 192 of the Act.
- xvi. According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.
- xvii. According to the information and explanations given to us, we report that the Company is meeting net owned funds requirement of Rs. 2.00 Crores as on 31st March 2018.
- xviii. According to the information and explanations given to us, it is entitle to hold certificate of registration as on 31st March 2018 in terms of its principal business criteria i.e. net owned funds is more than Rs. 2.00 Crores

For Mulraj D Gala
(Chartered Accountant)

Sd/-
(Mulraj D Gala)
Proprietor
Membership No: 041206

Place: New Delhi
Date: May 30,2018

Annexure B to Independent Auditors' Report for the year ended March 31, 2018

(Referred to in Paragraph 2(f) under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Corporate Merchant Bankers Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the 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 issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 March 31, 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 Mulraj D Gala
(Chartered Accountant)

Sd/-
(Mulraj D Gala)
Proprietor
Membership No: 041206

Place: New Delhi
Date: May 30,2018

CORPORATE MERCHANT BANKERS LIMITED
BALANCE SHEET AS ON MARCH 31, 2018

Amount in Rs.

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	3,30,00,000	3,30,00,000
Reserves and surplus	3	6,59,182	6,02,923
		3,36,59,182	3,36,02,923
Non-current liabilities			
Long Term Borrowings	4	3,28,210	10,58,550
Deferred tax liabilities (Net)	5	947	947
		3,29,157	10,59,497
Current liabilities			
Other current liabilities	6	3,96,187	29,27,740
Short Term Provisions	7	1,06,417	1,41,245
		5,02,604	30,68,985
Total		3,44,90,943	3,77,31,405
ASSETS			
Non-current assets			
Long-Term Loans and Advances	8	2,25,91,270	1,89,99,740
Non-current investments	9	1,00,000	1,00,000
		2,26,91,270	1,90,99,740
Current assets			
Trade receivables	10	31,90,538	42,58,500
Cash and cash equivalents	11	68,91,635	84,91,635
Short-term loans and advances	12	-	35,91,530
		1,00,82,173	1,63,41,665
Miscellaneous Expenses to extent not writtern off			
Preliminary Expenses	13	17,17,500	22,90,000
Total		3,44,90,943	3,77,31,405

Significant Accounting Policies

1

Notes to the Accounts

2 to 28

Auditor's Report

"As per our separate report of even date"

For Mulraj D Gala
(Chartered Accountants)

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

Sd/-
(Mulraj D Gala)
Proprietor

Sd/-
Satyanarayana K
(Director & CEO)

Sd/-
Venkateshwar Reddy Parne
(Director)

Membership No.: 041206

DIN:06806811

DIN: 06446233

Signed at New Delhi on May 30, 2018

Sd/-
Suresh Kumar C
(Chief Financial Officer)

CORPORATE MERCHANT BANKERS LIMITED**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018***Amount in Rs.*

Particulars	Note No.	For the year ended March 31, 2018	For the year ended March 31, 2017
Incomes			
Revenue from operations	14	19,85,655	19,46,975
Total Revenue		19,85,655	19,46,975
Expenses			
Employee benefits expense	15	5,87,300	3,37,500
Other expenses	16	7,46,477	9,45,249
Preliminary Expenses	13	5,72,500	5,72,500
Total Expenses		19,06,277	18,55,249
Profit before tax		79,378	91,726
Tax expense:			
Current tax		23,119	31,022
Deferred tax		-	-
MAT Credit Entitlement		-	-
Total Tax expenses		23,119	31,022
Profit (Loss) for the year		56,259	60,704
Earnings per equity share:			
Basic	17	0.02	0.02
Diluted	17	0.02	0.02
Significant Accounting Policies	1		
Notes to the Accounts	2 to 28		

Auditor's Report*"As per our separate report of even date"*

For Mulraj D Gala
(Chartered Accountants)

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

Sd/-
(Mulraj D Gala)
Proprietor

Sd/-
Satyanarayana K
(Director & CEO)

Sd/-
Venkateshwar Reddy Parne
(Director)

Membership No.: 041206

DIN:06806811

DIN: 06446233

Sd/-
Suresh Kumar Ciddam

Sd/-
Chinki Singhal

Signed at New Delhi on May 30, 2018

(Chief Financial Officer)

(Company Secretary)
M. No.- ACS 42272

CORPORATE MERCHANT BANKERS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Cash flows from operating activities		
Net profit before tax and extraordinary items	79,378	91,726
Adjustments for:		
- Depreciation	-	-
- Other Non Cash Expenses/(Income)	5,72,500	(22,90,000)
(Profit)/Loss on Sale of Investments	-	-
Operating Profit/(Loss) before working capital changes	6,51,878	(21,98,274)
(Increase)/Decrease in trade receivables	10,67,962	(12,76,362)
(Increase)/Decrease in inventories	-	-
(Increase)/Decrease in short term loans & advances (Except MAT Credit)	35,91,530	-
Increase /(Decrease) In Other Current Liabilities	(25,31,553)	28,50,025
Increase/(Decrease) in short Term provisions(except income tax provisions)	(34,828)	-
Income Taxes Paid	(23,119)	-
Net cash generated from/ (used in) operating activities (A)	27,21,870	(6,24,611)
Cash flows from investment activities		
-Purchase of fixed assets	-	-
-Sale of Investment	-	-
-Loans and advances-Received	(35,91,530)	-
-Purchase of investment	-	-
Net cash generated from/ (used in) investing activities (B)	(35,91,530)	-
Cash flows from financing activities		
-Loan Repaid	(7,30,340)	-
-Loans taken	-	10,58,550
-Issue of Share Capital	-	-
Net cash generated from/ (used in) financing activities (C)	(7,30,340)	10,58,550
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(16,00,000)	4,33,939
Cash and Cash Equivalents at beginning of the year	84,91,635	80,57,696
Cash and Cash Equivalents at end of the year	68,91,635	84,91,635

Notes

1) The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements.

2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
Cash in Hand		68,66,877	84,66,210
Balances with Banks		24,758	25,425
		68,91,635	84,91,635

Significant Accounting Policies
Notes to the Accounts

1
2 to 28

Auditor's Report
"As per our separate report of even date"

For Mulraj D Gala
(Chartered Accountants)

For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited

(Mulraj D Gala)
Proprietor

Satyanarayana K
(Director & Chief
Executive Officer)

Venkateshwar Reddy Parne
(Director)

Membership No.: 041206

DIN:06806811

DIN: 06446233

Signed at New Delhi on May 30, 2018

Suresh Kumar Ciddam
(Chief Financial Officer)

Chinki Singhal
(Company Secretary)
M. No.- ACS 42272

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 20

Corporate Information

Corporate Merchant Bankers Limited ["CMBL"] was incorporated on August 26, 1994 as a public limited company under the provisions of Companies Act, 1956. CMBL is registered with the Reserve Bank of India as Non-Banking Financial Company [Non-Deposit taking]. CMBL is primarily engaged in the business of financial consultancy and investment activities.

1 Significant accounting policies

a Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent assets & contingent liabilities as of the date of the financial statements and the results of operations during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current & future periods.

c Fixed Assets

Tangible Assets

Fixed assets are stated at the cost of acquisition including incidental costs related to acquisition and installation less accumulated depreciation. The actual cost capitalized includes material cost, freight, installation costs, duties and taxes, finance charges and other incidental expenses incurred during the construction / installation stage.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

d Depreciation /Amortization

Depreciation on tangible fixed assets is charged on Straight Line Method over their estimated useful lives as prescribed under Part C of Schedule II to the Companies Act, 2013. Depreciation is charged on a pro-rata basis for assets purchased/sold during the year. Intangible assets are amortized over the useful life of the underlying assets. Computer software being intangible assets are amortized based on estimated useful life of 10 years.

e Lease

Operating lease

Lease where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

f Impairment of tangible and intangible assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount.

Recoverable amount is higher of an asset's net selling price, and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 20

g Investments

Trade investments are the investments made to enhance the company's business interests. Investments are either classified as long term or current investments, based on management's intention at the time of purchase. Long-term investments are stated at cost and provision is made to recognise any decline, other than temporary, determined separately for each investment. Current investments are stated at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments.

h Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of Services : Revenue from services is recognised under the proportionate completion method provided the consideration is reliably determinable and no significant uncertainty exists regarding the collection of the consideration. The amount recognised of revenue is exclusive of service tax and is net of returns.

Interest : Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

Dividend : Dividend income is recognized when the company's right to receive dividend is established by the reporting date.

i Foreign Currency Transactions

Initial Recognition : Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion : Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of transaction.

Exchange Differences : Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise.

j Tax Expenses

Income tax expense comprises current tax as per Income Tax Act, 1961 and deferred tax charge or credit (reflecting the 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 that have been enacted or substantively enacted by the balance sheet date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized only to the extent there is reasonable certainty that the asset 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 earning sufficient future taxable income will be available against which such deferred tax assets can be realized. 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.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 20

k Employee Benefits

The Company's obligations towards various employee benefits have been recognized as follows:

Short-term employee benefits

All employee benefits payable within twelve months of rendering service are classified as short-term employee benefits. Benefits such as salaries, allowances, short-term compensated absences and the expected cost of other benefits is recognised in the period in which the employee renders the related service.

l Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of the equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

m Provisions

A provision is recognized when the Company has a present obligation as a result of past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

n Contingent liability

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the accounts for the year ended on March 31, 2018

2 Share Capital

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Authorized Capital 70,00,000(Previous year 70,00,000) Equity Shares of Rs. 10/- each fully paid up	7,00,00,000	7,00,00,000
Issued, Subscribed and Paid up Capital: 33,00,000(Previous year 33,00,000) Equity Shares of Rs. 10/- each fully paid up	3,30,00,000	3,30,00,000
Total	3,30,00,000	3,30,00,000

- a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as given below

Particulars	As at March 31, 2018	As at March 31, 2017
Shares outstanding at the beginning of the year	33,00,000	33,00,000
Shares Issued during the year (+)	-	-
Shares bought back during the year (-)	-	-
Shares outstanding at the end of the year	33,00,000	33,00,000

- b) *Terms/rights attached to equity shares :*

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share.

The equity shareholders of the company are entitled to get the dividend as and when proposed by the Board of Directors and approved by 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 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.

- c) Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held is as given below:

Name of Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	% Holding	No. of Shares	% Holding
Deepak Yadav	3,08,500	9.35%	3,08,500	9.35%
Bhavna Yadav	1,77,000	5.36%	1,77,000	5.36%
Cosmos Industries Limited	19,79,580	59.99%	19,79,580	59.99%

- d) The Company has not allotted any fully paid up equity shares without payment being received in cash and by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date.

3 Reserves and Surplus

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Statutory reserve (under section 45-IC of The Reserve Bank of India Act, 1934)		
Opening Balance	56,873	44,732
Add: Transferred during the year	11,252	12,141
Closing Balance	68,125	56,873
Surplus in Profit & Loss Account		
Opening balance	5,46,050	4,97,487
Add: Net Profit/(Net Loss) for the current year	56,259	60,704
Less: Transferred to statutory reserve	11,252	12,141
Closing Balance	5,91,057	5,46,050
Total	6,59,182	6,02,923

CORPORATE MERCHANT BANKERS LIMITED
Significant accounting policies and notes to the accounts for the year ended on March 31, 2018

4 Long Term Borrowings

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Unsecured		
-Loans from Directors	3,28,210	10,58,550.00
Total	3,28,210	10,58,550

5 Deferred Tax Asset / Liability (NET)

As per the requirement of the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the net deferred tax liability debited to Profit during the year is Rs. Nil. The year-end position of Deferred Tax Liability and Asset is given below:

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Deferred Tax Liability	947	947
Net deferred tax liability	947	947

6 Other Current Liabilities

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
Sundry Creditors	22,587	27,740
Other Current Liabilities	23,600	-
Advances from Customers	3,50,000	29,00,000
Total	3,96,187	29,27,740

7 Short Term Provisions

Particulars	Amount in Rs.	
	As at March 31, 2018	As at March 31, 2017
For Standard Assets	83,298	83,298
Provision for Income Tax	23,119	57,947
Total	1,06,417	1,41,245

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 2018

8 Long-Term Loans and Advances

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Long-term Loans and Advances	2,25,91,270	1,89,99,740
Total	2,25,91,270	1,89,99,740

9 Non Current Investments

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Other Investments		
Investment in Equity Shares of Rs. 10 each		
Investment in Solis Industries Limited	1,00,000	1,00,000
Other Non Current Investments		
Investment in Other Companies	-	-
Less: Aggregate provision for diminution in value of investments	-	-
Total	1,00,000	1,00,000
Aggregate value of quoted investments	-	-
Aggregate value of unquoted investments	1,00,000	1,00,000
Aggregate provision for diminution in value of investments	-	-

10 Trade Receivables

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
- Considered Good	31,90,538	42,58,500
- Doubtful	-	-
Other debts		
- Considered Good	-	-
Total	31,90,538	42,58,500

CORPORATE MERCHANT BANKERS LIMITED**Significant accounting policies and notes to the accounts for the year ended on March 31, 2018****11 Cash and Cash Equivalents***Amount in Rs.*

Particulars	As at March 31, 2018	As at March 31, 2017
Cash and Bank Balances	68,91,635	84,91,635
Balances with banks*	24,758	25,425
Cash in hand	68,66,877	84,66,210
Total	68,91,635	84,91,635

* Balances with banks include:

Amount in Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Current Accounts	24,758	25,425
Total	24,758	25,425

12 Short Term Loans & Advances*Amount in Rs.*

Particulars	As at March 31, 2018	As at March 31, 2017
Sundry Advances	-	35,91,530
Total	-	35,91,530

13 Preliminary Expenses*Amount in Rs.*

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred Revenue Expenditure		
Opening Balance	22,90,000	-
Add: Additions During the Year	-	28,62,500
Less: Written off During the Year	5,72,500	5,72,500
Closing Balance	17,17,500	22,90,000

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 2018

14 Revenue from operations

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Consultancy Fees	19,85,655	19,46,975
Total	19,85,655	19,46,975

15 Employee Benefits Expense

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and Allowances	5,87,300	3,37,500
Total	5,87,300	3,37,500

16 Other Expenses

Amount in Rs.

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Audit Fees	23,600	17,250
Custodian Fee	90,700	29,344
Bank Charges	1,544	874
Director's Sitting Fee	-	30,000
Legal & Professional Charges	14,460	4,31,250
Listing Fee	3,61,800	2,53,000
Registrar and Share Transfer expenses	70,350	22,050
Office Expenses	9,524	3,772
Other Miscellaneous Expenses	36,854	30,959
Rent, Rates and Taxes	1,35,000	1,23,000
Printing and Stationary	2,645	3,750
Total	7,46,477	9,45,249

17 Earnings Per Share

Amount in Rs.

Particulars	Ref.	For the year ended March 31, 2018	For the year ended March 31, 2017
A Net profit/ (Loss) attributable to equity shareholders	A	56,259	60,704
B Weighted Average Number of Equity Shares outstanding during the period	B	33,00,000	33,00,000
C Weighted Average (Diluted) Number of Equity Shares outstanding during the period	C	33,00,000	33,00,000
D Face Value per Share (Rs.)	D	10	10
E Basic Earnings/(Loss) per equity shares (Rs.)	A/B	0.02	0.02
F Diluted Earnings/ (loss) per equity shares (Rs.)	A/C	0.02	0.02

CORPORATE MERCHANT BANKERS LIMITED**Significant accounting policies and notes to the accounts for the year ended on March 31, 2018****18 Payment to Auditors***Amount in Rs.*

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
As Auditors'		
- Audit Fees	23,600	17,250
In Other Capacity		
- Other Matters	-	-
Total	23,600	17,250

19 Related Party Disclosures**a) Key Managerial Personnel****Name of Related Party**

Mr. Satyanarayana K

Mr. Suresh Kumar C

Relationship

Chief Executive Officer

Chief Financial Officer

b) Other Directors with whom transactions has entered during the year

NIL

c) Transactions with Related Parties*Amount in Rs.*

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Unsecured Loan Taken		
From Directors	3,28,210	10,58,550
Remuneration to KMPs		
Mr. Satyanarayana Kaduri	-	-
Mr. Suresh Kumar Ciddam	-	-
Ms. Chinki Singhal	2,40,000	2,52,000
Balance Payable		
Mr. Satyanarayana Kaduri	-	-
Mr. Suresh Kumar Ciddam	-	-
Ms. Chinki Singhal	-	-

20 The Company does not have any contingent liability or commitments as on 31.03.2018**21** Information pursuant to the provisions of Section 22 of Micro, Small and Medium Enterprises Development Act, 2006:

During the year company has not paid any interest in terms of the section 18 of the above mentioned Act. No principal amount or interest amount are due at the end of this accounting year which is payable to any Micro, Small or Medium enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006.

CORPORATE MERCHANT BANKERS LIMITED

Significant accounting policies and notes to the accounts for the year ended on March 31, 2018

- 22 The Company is operating in single line of business and all the other activities revolve around the main business and entire business is conducted within India, hence in accordance with AS-17- "Segment Reporting" there are no separate reportable segments either on the basis of business segmentation or geographical segmentation.
- 23 The accounts of certain Trade Receivables, Short Term Loans and Advances, Current Liabilities and are subject to confirmation / reconciliation and adjustment, if any. The Management does not expect any material difference affecting the current year's financial statements.
- In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the books of accounts.
- 24 Information as required under "Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015" is furnished vide Annexure - 1 attached herewith.
- 25 The Company has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ('the schedule') issued by Ministry of Corporate Affairs.
- 26 Figures for previous year have been regrouped and/or reclassified wherever considered necessary, to conform to current year's classification.
- 27 All Figures are in Indian Rupees.

Auditor's Report

"As per our separate report of even date"

For Mulraj D Gala
Chartered Accountant

For and on behalf of Board of Directors
Corporate Merchant Bankers Limited

Sd/-
Mulraj D Gala
Proprietor
M. No. 041206

Sd/-
K Satyanarayana
(Director & CEO)
DIN:06806811

Sd/-
Venkateshwar Reddy Parne
(Director)
DIN: 06446233

Signed at New Delhi on May 30, 2018

Sd/-
Suresh Kumar C
(Chief Financial Officer)

CORPORATE MERCHANT BANKERS LIMITED

Annexure-I

Schedule appended to the Balance Sheet of a Non-Systemically Important Non-Deposit taking Non-Banking Financial Company
[as required in terms of Paragraph 13 of Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015]

Amount in Rs.

Particulars			
Liabilities Side :			
1	Loans and advances availed by the Non-Banking Financial Company (NBFCs) inclusive of interest accrued thereon but not paid :	Amount Outstanding	Amount Overdue
(a)	Debentures		
	-Secured	-	-
	-UnSecured	-	-
	(other than falling within the meaning of public deposits)		
(b)	Deferred Credits	-	-
(c)	Term Loans	-	-
(d)	Inter-corporate loans and borrowing	-	-
(e)	Commercial Paper	-	-
(f)	Public Deposits	-	-
(g)	Other Loans	3,28,210	-
 Assets Side :			
2	Break-up of Loans and Advances including bills receivables [other than those included in 4 below]	Amount Outstanding in Rs.	
(a)	Secured	-	
(b)	Unsecured		2,57,81,808
3	Break up of Leased Assets and stock on hire and other Assets counting towards AFC activities	Amount Outstanding in Rs.	
(i)	Lease assets including lease rentals under sundry debtors :		
	(a) Financial Lease	-	
	(b) Operating Lease	-	
(ii)	Stock on hire including hire charges under sundry debtors :		
	(a) Assets on hire	-	
	(b) Repossessed Assets	-	
(iii)	Other loans counting towards AFC activities		
	(a) Loans where assets have been repossessed	-	
	(b) Loans other than (a) above	-	
4	Break-up of Investments :	Amount Outstanding in Rs.	
<u>Current Investments</u>			
<u>1. Quoted :</u>			
(i)	Shares :		
	(a) Equity	-	
	(b) Preference	-	
(ii)	Debentures and Bonds	-	
(iii)	Units of mutual fund	-	
(iv)	Government Securities	-	
(v)	Others	-	
<u>2. Unquoted :</u>			
(i)	Shares :		
	(a) Equity	-	
	(b) Preference	-	
(ii)	Debentures and Bonds	-	
(iii)	Units of mutual fund	-	
(iv)	Government Securities	-	
(v)	Others	-	
<u>Long Term Investments :</u>			
<u>1. Quoted :</u>			
(i)	Shares :		
	(a) Equity	-	
	(b) Preference	-	
(ii)	Debentures and Bonds	-	
(iii)	Units of mutual fund	-	
(iv)	Government Securities	-	
(v)	Others	-	
<u>2. Unquoted :</u>			
(i)	Shares :		
	(a) Equity		1,00,000
	(b) Preference		-
(ii)	Debentures and Bonds		-
(iii)	Units of mutual fund		-
(iv)	Government Securities		-
(v)	Others (Gold Bars)		-

5 Borrower group-wise classification of assets financed as in (2) and (3) above :

Category	Amount net of Provisions (in Rs.)		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	-	2,57,81,808	2,57,81,808
Total	-	2,57,81,808	2,57,81,808

6 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

	Market Value / Break	Book Value (Net of
	up or fair value or NAV	Provisions)
	(in Rs.)	(in Rs.)
1. Related Parties		
(a) Subsidiaries	1,00,000	1,00,000
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	-	-
Total	1,00,000	1,00,000

7 Other information

Particulars	Amount in Rs.
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	-
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	-
(ii) Assets acquired in satisfaction of debt	-

Auditor's Report*"As per our separate report of even date"***For Mulraj D Gala**
(Chartered Accountants)For and on behalf of Board of Directors of
Corporate Merchant Bankers Limited**(Mulraj D Gala)**
Proprietor
Membership No.: 041206**Satyanarayana K** **Venkateshwar Reddy Parne**
(Director & Chief Executive Officer) (Director)
DIN:06806811 DIN: 06446233

Signed at New Delhi on May 30, 2018

Suresh Kumar Ciddam
(Chief Financial Officer)

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

I. INDUSTRY STRUCTURE AND DEVELOPMENT:

The year witnessed a highly dynamic situation of our Country; India must be consistent in regaining its position as a leading emerging market investment destination. This can only be possible if consistency and clarity continues in our policies.

Corporate Merchant Bankers Limited is an NBFC and is engaged mainly in the business of providing loans and advances to various Corporates. The main objective of the Company is to finance Industrial Enterprises by way of making loans and advances to industrial enterprises in India and to carry out all such activities as may be ancillary to the achievement of main objectives of the Company. The industry structure relevant to the Company's operations is mainly concerned with the capital market.

Indian economy is going through a period of rapid 'financial liberalization'. The NBFC sector is undergoing a significant transformation at present and has come to be recognized as an important element of the financial system. Today, the 'intermediation' is being conducted by a wide range of financial institutions through a plethora of customer friendly financial products. RBI has been setting right its regulatory and supervising policies from time to time to keep pace with the changes in the economic environment. The segment consisting of NBFCs, such as equipment leasing/hire purchase finance, providing loans and investment to other companies, etc. have made great strides in recent years and are meeting the diverse financial needs of the economy. They are being recognized as complementary to the banking sector due to their customer-oriented services, simplified procedures, attractive rates of return on deposits, flexibility and timeliness in meeting the credit needs of specified sector.

Your Company's performance for the year 2017- 18 has to be viewed in the context of aforesaid economic and market environment.

II. OPPORTUNITIES AND THREATS:

The sector uses the loans for various business activities ranging from the business of hire Purchase Company and to acquire, to provide on all type hire purchase basis of industrial and official plant, equipment machinery, vehicles, Agriculture, Handicrafts, Trading, Services, Shops, Livestock, and Production to others. As banks are unable to appraise the credit requirements of the micro and small businesses they are unable to extend credit facilities with collateral security. The banking system will not be able to meet this demand and a wide gap exists giving the Company an opportunity to grow in its financing of Small Business/ Industrial Loans. Major threat faced by Corporate Merchant Bankers Limited would be circumstances of not being able to raise funds for its future business operations.

III. SEGMENT-WISE PERFORMANCE:

The Company is engaged in a single segment i.e. finance/lending. Details of performance have been provided in this report.

IV. OUTLOOK:

Corporate Merchant Bankers Limited expects to improve its performance in financial year 2018-19 and hopes to grow at rate faster than the growth of bank credit. The approach would be to continue with the growth momentum while balancing risk. The Company will continue to invest in strengthening risk management practices; and in maintaining its investment in human resources to consolidate its position as a potentially big NBFC in India.

V. RISK MANAGEMENT:

Risk Management is an integral part of our Company's business strategy. A dedicated team is a part of the management processes governed by the senior management team. This team reviews compliance with risk policies, monitors risk tolerance limits, reviews and analyzes risk exposure related to specific issues and provides oversight of risk across the organization. The team nurtures a healthy and independent risk management function to avoid any kind of misappropriations in the Company. As part of the Risk Management framework, the management of Credit Risk, Market Risk, Operational Risk and Fraud Risk are placed under the Head – Risk. The Credit Risk management structure includes separate credit policies and procedures for various businesses. The risk policies define prudential limits, portfolio criteria, exceptional approval metrics, etc. and cover risk assessment for new product offerings. Concentration Risk is managed by analyzing counter-party, industry sector, geographical region, single borrower and borrower group. Retail Finance credit approval is based on product / programs and monitoring is primarily done at the portfolio level across products and programs. Casual analysis is carried out and corrective actions are implemented on key risk indicators. A Senior Management oversight committee meets periodically to review the operational risk profile of the organization. Fraud risks are mitigated through a fraud risk management team.

VI. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company's internal control system is designed to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance with laws and regulations. The internal control system is supported by an internal audit process for reviewing the adequacy and efficiency of the Company's internal controls, including its systems and processes and compliance with regulations and procedures. Internal Audit Reports are discussed with the Management and are reviewed by the Audit Committee of the Board which also reviews the adequacy and effectiveness of the internal controls in the Company. The Company's internal control system is commensurate with the size, nature and operations of the Company.

VII. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE.

The financial performance of the Company during the year under reference was reasonably good. For detailed information, please refer to Directors' Report, which forms part of this Annual Report.

VIII. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED:

We recognize people as our most valuable asset and we have built an open, transparent and meritocratic culture to nurture this asset. Talent Management is a key people planning tool that provides an integrated means of identifying, selecting, developing and retaining top talent within our Organization. Attrition has been managed well and has been below industry benchmarks. Corporate Merchant Bankers Limited has kept a sharp focus on Employee Engagement. We follow 360 degree feedback to ensure the satisfaction of our people. We have a strong system of grievance handling too. No concern of our people goes without addressing. We strive for excellence by thriving on Corporate Merchant Bankers Limited's positivity. As on March 31, 2018, total number of employee on the pay roll of the Company is three (3).

By Order of Board

Corporate Merchant Bankers Limited

Date: September 04,2018

(SATYANARAYANA KADURI)

**(VENKATESHWAR PARNE
REDDY)**

Place: New Delhi

**Director
DIN:06806811**

**Director
DIN:06446233**

**NOTICE OF 24TH
ANNUAL GENERAL MEETING**

Notice of 24thAnnual General Meeting

Notice is hereby given that the 24thAnnual General Meeting of Members of Corporate Merchant Bankers Limited will be held on Friday, September 28, 2018, at 10:00 A.M. at UG-24, Vishwadeep Tower, District Center, Janakpuri, New Delhi, to transact the following business:

ORDINARY BUSINESS:

1. Adoption of Audited Financial Statements

To receive, consider and adopt (a) the audited financial statements of the Company for the financial year ended March 31, 2018 and the reports of the Board of Directors and Auditors thereon; and (b) the audited consolidated financial statements of the Company for the financial year ended March 31, 2018 and the reports of the Auditors thereon and in this regard, pass the following resolution(s) as an **Ordinary Resolution(s)**:

“RESOLVED THAT the audited financial statements of the company for the financial year ended March 31, 2018 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and hereby considered and adopted.

RESOLVED FURTHER THAT the audited consolidated financial statements of the company for the financial year ended March 31, 2018 and the reports of Auditors thereon laid before this meeting, be and hereby considered and adopted.”

2. Re-appointment of Mr Satyanarayana Kaduri, (DIN: 06806811), director who retires by rotation.

To appoint a director in the place of Mr. **Satyanarayana Kaduri, (DIN: 06806811)**, who retires by rotation and being eligible, offers himself for reappointment and in this regard, pass the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of the Section 152 of the Companies Act, 2013, **Mr. Satyanarayana Kaduri, (DIN: 06806811)**, who retire by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

By order of the Board
For Corporate Merchant Bankers Limited

Sd/-
(VENKATESHWAR PARNE REDDY)
Director
DIN:06446233

Date: September 04, 2018
Place: New Delhi

NOTES:

1. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") and the relevant details as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), of the person seeking re-appointment as Directors, is detailed as below.
2. **A member entitled to attend and vote at the annual general meeting is entitled to appoint another person as a proxy to attend and vote, on his/her behalf in the meeting and such person can act as a proxy on behalf of members of the company not exceeding fifty and holding in aggregate not more than ten percent of the total share capital of the company member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder. A 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 commencement of the meeting. A Proxy form for the Annual General Meeting is enclosed.
4. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.
5. Members/Proxies should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
6. Pursuant to the provisions of section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Saturday September 22, 2018 to Saturday, September 29, 2018 (both days inclusive) for the purpose of the Annual General Meeting.
7. The Company's Registrar and Transfer Agents for its share registry (both, physical as well as electronic) is M/s Skyline Financial Services Private Limited having its office at D-153A, 1st Floor, Okhla Industrial Area, Phase I, New Delhi 110 020.
8. Members who are holding shares in electronic mode are requested to intimate any change in their address or bank mandates to their Depository Participants (DPs) with whom they are maintain their demat accounts. Members holding shares in physical mode are requested to advice any change in their address or bank mandates to the Company/Skyline Financial Services Private Limited.
9. Corporate members intending to send their authorized representative(s) to attend the meeting are requested to send to the company a certified true copy of the relevant Board resolution together with the specimen signature(s) of the representative(s) authorised under the said Board Resolution to attend and vote on their behalf at the meeting.

10. To support the 'Green Initiative', members, who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, and Circulars etc. from the Company electronically.
11. Members may also note that the Notice of the 24th Annual General Meeting and the Annual Report 2018 will also be available on the Company's website www.cmbll.co.in. The physical copies of the aforesaid documents will also be available at the Company's Registered Office in New Delhi for inspection during normal business hours on working days. Members who require communication in physical form in addition to e-communication, or have any other queries, may write to us at cmbldelhi@gmail.com
12. Members seeking any information with regard to the accounts, are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the AGM.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or our Registrar & Transfer Agents.
14. To avoid fraudulent transactions, the identity/signature of the members holding shares in electronic form is verified with the specimen signatures furnished by NSDL/CDSL and that of members holding shares in physical form is verified as per the records of the share transfer agent of the Company. Members are requested to keep the same updated.
15. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.
16. Members, who still hold share certificates in physical form are advised to dematerialise their shareholding to avail the numerous benefits of dematerialisation, which include easy liquidity, ease of trading and transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.
17. Members/Proxies/Authorized
18. representatives are requested to bring the copies of annual reports and attendance slips to the meeting, if the same are received in physical form.
19. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to offer e-voting facility to the members to cast their votes electronically on all resolutions set forth in the Notice convening the 24th Annual General Meeting to be held on Friday, September 28, 2018, at 10:30A.M. The

Company has engaged the services of Central Depository Services Limited (CDSL) to provide the e-voting facility:

The e-voting facility is available at the link
<http://www.evotingindia.com>

20. The facility for voting through poll shall be made available at the AGM, to all the members attending the AGM, who have not opted e-voting facility. Further, the members who have opted e-voting facility may also attend the AGM but shall not be entitled to cast their vote again at the AGM.
21. Person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
22. E-voting commences on September 24th , 2018 at 9:00 A.M. and will end at September 27th , 2018 at 5:00 P.M. and at the end of e-voting period, the facility shall forthwith be blocked.
- 23. The Detailed instructions on remote e-voting is made part of a separate sheet "Instructions for e-voting" attached to this Notice.**
24. All documents referred to in the accompanying Notice and the Statement pursuant to Section 102(1) of the Companies Act, 2013, will be available for inspection in physical or electronic form at the Registered Office of the Company during business hours on all working days upto the date of declaration of the result of the 24th Annual General Meeting of the Company and the copies thereof shall also be made available for inspection in physical or electronic form at the Registered Office of the Company and also at the meeting.

**By order of the Board
For Corporate Merchant Bankers Limited**

Sd/-
(VENKATESHWAR PARNE REDDY)
Director
DIN:06446233

**Date: September 04,2018
Place: New Delhi**

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on September 24, 2018, at 9:00 A.M. and will end at September 27, 2018 at 5:00 P.M. During this period, shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of September 21, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none">• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. <p>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</p>
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <p>If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).</p>

***sequence number shall be as per separate sheet attached with the Annual report**

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the <Corporate Merchant Bankers Limited> on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.

(xix) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

Other Instructions:

- (i) The e-voting period commences on September 24, 2018, at 9:00 A.M. and will end at September 27, 2018 at 5:00 P.M.(IST). During this period, Members holding shares either in physical form or in dematerialized form, as on Friday, September 21, 2018 i.e. cut-off date, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the Member, he / she shall not be allowed to change it subsequently or cast vote again.
- (ii) The voting rights of Members shall be in proportion to their shares in the paid up equity share capital of the Company as on the cut-off date. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting, as well as voting at the Meeting through electronic voting system or poll paper.
- (iii) Any person, who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at helpdesk.evoting@cdslindia.com. However, if he/she is already registered with CDSL for remote e-voting then he/she can use his/her existing User ID and password for casting vote. If you forget your password, you can reset your password by using “Forgot User Details / Password” option available on www.evotingindia.com.
- (iv) Mr. Ch Veerajaneyulu, Practicing Company Secretary (Membership No. 6121), has been appointed as Scrutinizer to scrutinize the e-voting process (including the Ballot Forms received from the members who do not have access to the e-voting process) in a fair and transparent manner.

- (v) The Scrutinizer shall, immediately after the conclusion of voting at the AGM, count the votes cast at the Meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make, not later than three days of conclusion of the Meeting, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same.
- (vi) The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.cmbl.co.in and on the website of CDSL www.cdslindia.com immediately.

**By order of the Board
For Corporate Merchant Bankers Limited**

**Sd/-
(VENKATESHWAR PARNE REDDY)
Director
DIN:06446233
Date: September 04,2018
Place: New Delhi**

DETAILS OF THE DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING (IN PURSUANCE) OF REGULARISATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Name of the Director	Satyanarayana Kaduri
Date of Birth	June 26 th 1980.
Date of First Appointment	November 11, 2014
Expertise in specific Functional Areas	Well experienced in the areas of Financial Management, Budgeting and Investments
Number of shares held in the Company	Nil
Qualification	CMA (Cost Accountant)
Name of Listed Companies in which Directorship held	Nil
Membership of the Committees of the Board of Companies in which he/she is a Director	Nil
No. of Meetings of the Board attended during the Financial Year 2017-2018	05 (Six)
Relationship with other Directors, Manager and Other Key Managerial Personnel of the Company	No relationship with any Director, Manager and other Key Managerial Personnel of the Company

**By order of the Board
For Corporate Merchant Bankers Limited**

Sd/-
(VENKATESHWAR PARNE REDDY)
Director
DIN:06446233

Date: September 04,2018
Place: New Delhi

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

Name	
Address	
DP-ID/CLIENT-ID*	
Regd. Folio No.#	
No. of shares held	
Whether the member is attending the meeting in person or by proxy or by authorized representative.	
Name of the proxy (to be filed in if proxy attends instead of the member).	

**Applicable for investors holding shares in Electronic form.*

Applicable for investors holding shares in Physical form.

I certify that I am a registered Shareholders/Proxy for the registered Shareholder of the Company. I/we hereby record my/our presence at the Annual General Meeting of the Company held on Friday, September 28, 2018 at 10:00 A.M., at UG-24, Vishwadeep Tower, District Centre, Janak Puri, New Delhi - 110 058.

**Signature of the Member/Proxy
(To be signed at the time of handing over the slip)**

Form No. MGT-11

Proxy Form

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

CIN: L74899DL1994PLC061107

Name of the Company: CORPORATE MERCHANT BANKERS LIMITED

Registered Office: UG-24,Vishwadeep Tower, District Centre, JanakPuri, New Delhi – 110 058

Name of the Member(s)		
Registered Address:		
E-mail Id:		
*DP Id. / Client Id.		Regd. Folio No.

(* Applicable for members holding share(s) in electronic form)

I / We, being the member(s) of shares of the above named company, hereby appoint:

1. Name : _____
Address : _____
E-mail ID : _____
Signature : _____, or failing him _____

2. Name : _____
Address : _____
E-mail ID : _____
Signature : _____, or failing him _____

3. Name : _____
Address : _____
E-mail ID : _____
Signature : _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **24th Annual General Meeting** of the Company, to be held on Friday, September 28, 2018 at 10:00 A.M. at UG-24, Vishwadeep Tower, District Center, Janakpuri, New Delhi and at any adjournment thereof in respect of such resolutions as are indicated below:

Resoluti on No.	Resolutions	Optional	
		For	Against
1	Adoption of Financial Statements		
2.	Re-appointment of Mr. Satyanarayana Kaduri, Director of the Company		

Signed this _____ day of _____ 2018.

Affix Revenue Stamp
Signature of Shareholders(s)

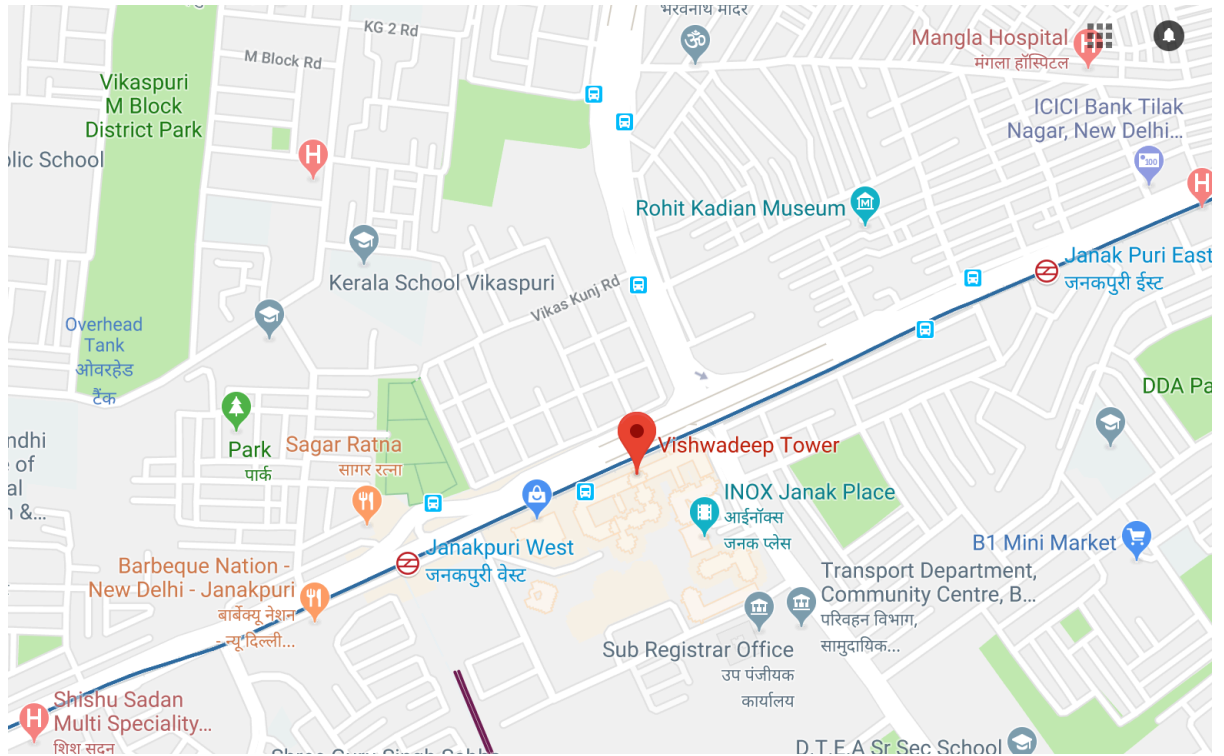
Re.1
Revenue
Stamp

Signature of Proxy holders(s)

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. For the resolutions, Explanatory Statement and Notes, please refer to the Notice of the Annual General Meeting.
3. It is optional to put a (√) in the appropriate column against the Resolution indicated in the Box. If, you leave the ' For' and 'against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she think appropriate.

Route Map for AGM Venue



If undelivered please return to:

CORPORATE MERCHANT BANKERS LIMITED
Registered Office:UG-24, Vishwadeep Tower, District Centre, Janak Puri New Delhi
- 110058