

LSC SECURITIES LIMITED

(FORMERLY: L.S.E. SECURITIES LIMITED)

CIN: U67120CH2000PLC023244

Regd. Office: SCO. 142-143, 4th Floor, Cabin no. 111, Sector 34A
Chandigarh-160022.

Corp. Off: First Floor, LSE Building, Feroze Gandhi Market, Ludhiana 141001.

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Venue for Annual General Meeting

20th Annual General Meeting

At Hotel Park View, Sector 24,
Near Indira Holiday Home, Chandigarh-160023

COMPANY DETAILS

BOARD OF DIRECTORS

Mr. Jaspal Singh	Chairman
Mr. Pritpal Singh	Whole Time Director
Mr. T.S. Thapar	Director
Mr. Rakesh Gupta	Director
Mr. Nagesh Aggarwal	Director
Mr. Parmod Goyal	Director
Mr. Bhavesh Makkar	Director
Mr. Ashwani Kumar	Nominee Director
Mr. Ashok Kumar	Nominee Director

LEADERSHIP TEAM

Mr. Pritpal Singh	CGM cum WTD
Mr. Manoj Sukhwai	General Manager
Mr. Shiv Ram Mishra	CS Cum Compliance Officer
Mr. Madhur Gupta	Sr. AGM
Mr. Vipen Goyal	AGM - Clearing & Sett.
Mr. Ravinder S. Saini	Sr. Manager - Clearing & Sett.
Mr. Ramji	Manager - Accounts
Mr. Rajinder Pal Singh	Manager - Margin
Mr. Pawan Bhardwaj	Manager - Membership
Ms. Paramjeet Kaur	Manager - Human Resource
Mr. Jaswinder Singh	Manager - DP
Mr. Sandhir Chadha	Executive - KYC
Mrs. Sonia Sehgal	Compliance Officer- DP

Registered Office:
SCO. 142-143, 4th Floor,
Cabin no. 111, Sector 34 A,
Chandigarh-160022

Corporate Office:
First Floor, LSE Building,
Feroze Gandhi Market, Ludhiana - 141 001
Tele No.: 0161-5021018

Statutory Auditors:
M/s Anoop K. Goel & Co.
Add: 245, Radha Swami Market,
Opp. U.S.P.C. Jain Public School,
Chandigarh Road,
Ludhiana - 141 015

Internal Auditors:
M/s K.C. Khanna and Co.
202, LSE Building, Feroze Gandhi Market,
Ludhiana - 141 001

Trading cum Clearing Member:
National Stock Exchange of India Limited
BSE Limited

Depository Participants:
National Securities Depository Limited
Central Depository Services (India) Limited

Trading Member:
Metropolitan Stock Exchange of India Limited
Multi Commodity Exchange of India Limited (MCX)

Bankers
HDFC Bank, State Bank of India and ICICI Bank

ADVISORS

LEGAL
Sh. Rajesh K. Battish
Sr. Advocate,
Room No. 500, 5th floor, Distt. Courts,
Ludhiana

SECRETARIAL MATTERS
Sh. P.S. Dua
Company Secretary,
P.S. Dua & Associates
5, Sant Isher Singh Nagar
Pakhawal Raod, Ludhiana

DP BRANCHES

Amritsar
35-36, 2nd Floor, Deep Complex
Opp. Centurion Bank of Punjab
Court Road, Amritsar - 143001
Tele No.: 0183-2542212

Chandigarh
SCO 142-143, 4th Floor
Cabin No. 111, Sector 34A,
Chandigarh - 160 022
Ph: 0172- 5065459

Sangrur
Near Main Post Office,
Banasar Bagh Road, Sangrur-148001
Ph.: 01672-503282

DROP BOX FACILITY

Jalandhar
First Floor, Milbertan Building,
Opp. Govt. Girls Higher Secondary School,
PNB Chowk, Jalandhar-144 001
Ph.: 0181-5073480

Website: www.lse.co.in

E-mail: cs@lssl.com, admin@lssl.com, cgm@lssl.com, igc@lssl.com (for investors).

LSC SECURITIES LIMITED

(FORMERLY: L.S.E. SECURITIES LIMITED)

CIN: U67120CH2000PLC023244

Registered Office: SCO. 142-143, 4th Floor, Cabin no. 111,
Sector 34A, Chandigarh 160 022.

NOTICE

Notice is hereby given that the **TWENTIETH ANNUAL GENERAL MEETING** of the Members of LSC SECURITIES LIMITED (Formerly: L.S.E. Securities Limited) will be held on Saturday, the 31st August, 2019 at 12:30 P.M. at Hotel Park View, Sector-24, Near Indira Holiday Home, Chandigarh-160023 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider, and adopt the Audited Financial Statements for the year ended 31st March, 2019 together with the Reports of the Board of Directors and Auditors thereon.
2. To consider the declaration of dividend on Equity Shares.
3. To appoint a Director in place of Mr. Jaspal Singh (DIN: 00458451), who retires by rotation and being eligible, offers himself for the re-appointment.
4. To appoint a Director in place of Mr. Bhavesh Makkar (DIN: 07265492), who retires by rotation and being eligible, offers himself for the re-appointment.
5. To consider the re-appointment of the Statutory Auditors and to fix their remuneration.

SPECIAL BUSINESS:

6. To re-appoint Mr. Pritpal Singh, as a Whole Time Director and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an ordinary resolution:

“**RESOLVED THAT** pursuant to circular no. CIR/MIRSD/1/2014 dated March 12, 2014 of Securities and Exchange Board of India (SEBI) and in accordance with the provisions of Sections 196 and 197 read with Schedule V and all other applicable provisions of the Companies Act, 2013 or any other Act, if any, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), approval of the Company be and is hereby accorded to re-appointment of Mr. Pritpal Singh (DIN: 01219436) as a Whole-time Director, designated as Whole Time Director cum Chief General Manager of the Company, for a period of 1 (one) year with effect from June 24, 2019 on the terms and conditions including remuneration as set out in the statement annexed to the notice convening this meeting, with liberty to the Board of Directors (hereinafter referred to as “ The Board” which term shall be deemed to include any committee of the Board) to alter and vary the terms and conditions of the said re-appointment/ or remuneration as it may deem fit and as may be acceptable to Mr. Pritpal

Singh, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof.”

“**RESOLVED FURTHER THAT** notwithstanding anything herein above stated where in any financial year, the Company incurs losses or its profits are inadequate, the Company shall pay the said remuneration as minimum remuneration to Mr. Pritpal Singh subject to the compliance of the provisions of the Companies Act, 2013 along with Schedule V.”

“**RESOLVED FURTHER THAT** the Board be and is hereby authorized to take such steps and to do all such acts, deeds, matters and things as may be necessary or desirable to give effect to this resolution and also to make such alternations and modifications, as may be required to give effect to this resolution.”

**By order of the Board
FOR LSC SECURITIES LIMITED**

**Place: Ludhiana
Date: 29.07.2019**

Sd/-
**SHIV RAM MISHRA
COMPANY SECRETARY
ACS-53641
Registered Office:
SCO. 142-143,
4th Floor, Cabin no. 111
Sector 34A,
Chandigarh-160022**

**Corporate Office:
First Floor, LSE Bldg.,
Feroze Gandhi Mkt., Ludhiana
CIN: U67120CH2000PLC023244
E-mail: cs@lscsl.com**

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY SO APPOINTED SHALL NOT HAVE ANY RIGHT TO SPEAK AT THE MEETING.
2. Corporate Members are requested to send a duly certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorising their representative to attend and vote at the Annual General Meeting.
3. A Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
4. M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) were appointed as Statutory Auditors of the Company in Annual General Meeting held on 27.09.2014 to hold the office for five years. Accordingly they hold office until the conclusion of the ensuing Annual General Meeting. The Auditors have confirmed their eligibility and willingness to accept office, if reappointed. It is proposed to re-appoint M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) as Statutory Auditors of the Company for next 5 (five) financial years from the conclusion of 20th Annual General Meeting till the

conclusion of 25th Annual General Meeting.

5. The Register of Members and the Share Transfer Book of the Company will remain closed from 29.08.2019 (Thursday) to 31.08.2019 (Saturday) (Both days inclusive).
6. Members are requested to write to the Company at least ten days before the meeting for obtaining any information as regards to accounts and operations of the Company so that the same could be complied in advance.
7. Members are requested to bring their copy of Annual Report along with them to the Annual General Meeting.
8. All correspondence regarding Shares of the Company should be addressed to the Company's Registrar and Transfer Agent (RTA), M/s. Beetal Financial and Computer Services Private Limited, Beetal House, 99, Madangir, B/4, Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi 110 061.
9. Members who hold shares in the physical form and wish to make/ change nomination in respect to their shareholding in the Company, as permitted under section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014, may submit the prescribed form SH 13 to the company.
10. 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 their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/ Registrar & Transfer Agents of the Company i.e. Beetal Financial and Computer Services Private Limited.
11. Members who have not registered their e-mail addresses so far are requested to register/ update their e-mail addresses for receiving all communications including Annual Report, Notices, and Circulars etc. In respect of shares held in demat mode, e-mail addresses can be registered with depository and members who hold shares in physical form are requested to register their e-mail addresses with Beetal Financial and Computer Services Private Limited, Registrar & Share Transfer Agents of the Company.
12. Pursuant to the Companies (Prospectus and Allotment of Securities) Third Amendment Rules, 2018, every unlisted public company shall facilitate dematerialisation of all its existing securities. The Company has been registered with Central Depository Services (India) Limited (CDSL). The members can avail the Depository Services of CDSL. The ISIN of the Company is INE01XH01014.
13. Members / Beneficial Owners are requested to quote their full names as per Company's record, Folio Nos. /DP and Client ID Nos., as the case may be, in all correspondence with the Company.
14. Members are requested to quote their e-mail IDs, telephone/ fax nos. for prompt reply to their communications.
15. All relevant documents referred to in the accompanying Notice are open for inspection by members at the Registered Office of the Company on all working days between 11:00 a.m. to 1:00 p.m. prior to the date of the Meeting.
16. For convenience of the members and for proper conduct of the meeting, entry to the place of meeting will be regulated by the attendance slip, which is annexed to the Annual Report. Members/Proxies should bring attendance slips duly filled in and signed for attending the meeting and handover the same at the entrance of the venue of the meeting.

17. Members who have not yet claimed their unclaimed dividends are requested to make their claims to the Company. The name of shareholders, whose unpaid/unclaimed dividend have been pending are placed on Company's Website- www.lse.co.in.

18. STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 (“THE ACT”)

The following statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice.

Item No. 06

SEBI has amended its Master Circular No. CIR/ISD/AML/3/2010 dated December 31, 2010 in view of the amendment to the Prevention of Money Laundering Act, 2002 (PML Act) and amendments to the prevention of Money Laundering (Maintenance of Records) Rules, 2005 (PML Rules). SEBI vide its Circular No. CIR/MIRSD/1/2014 dated March 12, 2014 has inserted clause 14.2, which provides that in addition to the existing requirement of Designation of Principal Officer, the registered intermediaries shall also designate a person as a “Designated Director”.

In order to ensure Compliance with respect to the above said circular of SEBI, the Company appointed Mr. Pritpal Singh as Designated Director w.e.f. 24.06.2014. for a period of five Years. The term of Designated Director of Mr. Pritpal Singh had expired on 23.06.2019 and Board of Directors of the Company re-appointed Mr. Pritpal Singh as Whole Time Director subject to the approval of Shareholders of the Company w.e.f. 24.06.2019 for a period of one year.

It is proposed to seek the approval of the Members of the Company for re-appointment and remuneration payable to Mr. Pritpal Singh as Whole Time Director, designated as Whole Time Director Cum Chief General Manager of the Company, in terms of the applicable provisions of the Act.

The terms and conditions of reappointment and remuneration payable to Mr. Pritpal Singh are as under:

PAY SCALE

The pay scale of ` 25500-1500-33000-EB-1600-41000 with basic pay of ` 31500/- per month with other allowances and perks as per rules of the Company.

TERMS OF APPOINTMENT

Terms of employment will be governed by the policies and rules of the Company framed from time to time which are subject to amendment by the Board of Directors.

RESIGNATION/TERMINATION

In the event of the resignation or termination of services, either side shall give a notice of 60 days or payment in lieu thereof. In case the person decides to resign at any stage of his career with the Company, he will not join any Company in the same or similar line of business for atleast six months from the date of resignation.

DEALING WITH THE ASSETS OF THE COMPANY

Supposed to deal with the Company's money, material and document with utmost honesty and professional ethics.

OTHER EMPLOYMENT

Supposed not to engage in any other employment or business, part time, full time, directly or indirectly, simultaneously as long as employed with the Company or engage directly or indirectly in any other business connected with the dealings, or activities of the Company in any way.

DUTIES

Duties will be such as may be assigned by the Board of Directors from time to time. He shall throughout the continuance of employment work whole time.

SECRECY & CONFIDENTIALITY

Required to maintain utmost secrecy and confidentiality in dealing with the Company's money or material or documents. Not to engage in speculative dealings in any capacity.

The above may be treated as written memorandum setting out the terms of appointment of Mr. Pritpal Singh under Section 190 of the Act.

The relatives of the Mr. Pritpal Singh may be deemed to be interested in the resolution set out respectively at item No. 06 to the Notice, to the extent of their Shareholding interest, if any, in the Company, save and except the above, none of the other Directors/Key Managerial Person of the Company/their relatives is, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the ordinary resolution set out at item no. 06 of the Notice for approval by the Shareholders.

Place: Ludhiana
Date: 29.07.2019

By order of the Board
FOR LSC SECURITIES LIMITED

Sd/-
SHIV RAM MISHRA
COMPANY SECRETARY
ACS-53641
Registered Office:
SCO. 142-143,
4th Floor, Cabin no. 111
Sector 34A,
Chandigarh-160022

Corporate Office:
First Floor, LSE Bldg.,
Feroze Gandhi Mkt., Ludhiana
CIN: U67120CH2000PLC023244
E-mail: cs@lssl.com

DIRECTOR'S REPORT

Dear Shareholders,

Your directors are pleased to present the Twentieth Annual Report on the business and operations of the Company along with the Audited Financial Statements for the financial year ended 31st March, 2019.

FINANCIAL PERFORMANCE

The Company's financial Performance for the financial year ended 31st March, 2019 under review along with previous year's figures is given hereunder:

(` in Lakhs except earnings per share)

Sr. No.	Particulars	2018-2019	2017-2018
1.	Profit Before Depreciation, Interest and Tax (PBDIT)	49.68	592.29
2.	Depreciation	(11.26)	(10.59)
3.	Interest	(0.55)	(0.66)
4.	Profit Before Tax (PBT)	37.87	581.04
5.	Provision for Taxation		
	a. Current	(7.29)	(115.42)
	b. Deferred	0.81	(0.84)
	c. Earlier Years	(6.14)	(0.41)
	d. Minimum Alternate Tax (Credit) Entitlement	(1.85)	97.32
6.	Profit After Tax (PAT)	23.40	561.69
7.	Balance brought forward from previous years	1384.15	884.48
8.	Adjustments to P&L Account on account of Depreciation due to change in useful life of Fixed Assets	-	-
9.	Profit available for appropriation	1407.55	1446.17
10.	Appropriations		
	a. Transfer to Capital Redemption reserve	--	--
	b. Transfer to General Reserve	--	--
	c. Proposed Dividend		
	i) Interim Dividend on Equity Shares	--	(51.53)
	ii) Dividend on Equity Shares	(257.67)	--
	d. Corporate Dividend Tax	(52.97)	(10.49)
11.	Surplus carried to Balance Sheet	1096.91	1384.15
12.	Earning Per Share (EPS)		
	a. Basic	0.36	8.72
	b. Diluted	0.36	8.72

BUSINESS OVERVIEW AND STATE OF THE COMPANY'S AFFAIRS

a) Trading at NSE and BSE in Capital Market Segment

During the year under review, your Company has recorded a business volume of ` 7927.13 Crores (Previous year ` 8456.38 Crores) and ` 1740.63 Crores (Previous year ` 2102.26 Crores) in Capital Market Segment of the NSE and the BSE, respectively.

b) F&O Segment of NSE

During the year under review, your Company has recorded a business volume of ` 16849.91 Crores (Previous year ` 21881 Crores) in the Futures & Options Segment of NSE Limited. In case of Option Contracts, Premium Turnover has been taken into consideration.

c) Currency Segment of NSE

During the year under review, the business volume in Currency Derivatives Segment was ` 772.75 Crores (Previous year ` 363.28 Crores) in NSE.

d) Depository Participant Services

During the year under review, your Company has opened 876 new accounts (previous year 12 accounts opened) in CDSL and 1124 accounts (previous year 3129 accounts opened) in NSDL.

e) Stock Broking Services

During the year under review, your Company has opened 1361 Trading Accounts (previous year 2478 accounts opened).

DIVIDEND AND RESERVES

The Board of Directors has recommended a dividend of ` 0.20 per equity share for the financial year 2018-2019 subject to the approval of members in the ensuing Annual General Meeting.

During the year under review, it is proposed to transfer Rs. NIL (Previous year NIL) to General Reserve.

MATERIAL CHANGES AND COMMITMENTS

In terms of the information required under Sub-section (3)(l) of Section 134 of the Companies Act, 2013, there are no instances of material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which the Financial Statements relate and the date of the Director's Report.

CAPITAL AND DEBT STRUCTURE

During the period under review, there was no change in the Capital Structure of the Company.

CREDIT RATING OF SECURITIES

The Company is not required to obtain the credit rating of its securities.

INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

The Company was not required to transfer any unclaimed dividend/shares to IEPF.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the period under review no Director/Key Managerial Person has been appointed/resigned.

Mr. Jaspal Singh having DIN No- 00458451 is liable to retire by rotation in the ensuing Annual General Meeting and being eligible offers himself for the re-appointment.

Mr. Bhavesh Makkar having DIN No- 07265492 is also liable to retire by rotation in the ensuing Annual General Meeting and being eligible offers himself for the re-appointment.

Mr. Pritpal Singh was re-appointed as Whole Time Director of the Company w.e.f. 24.06.2019 for a period of one year subject to the approval of Members at ensuing General Meeting.

DECLARATION OF INDEPENDENT DIRECTORS

Your Company is not presently covered under the provisions of Section 149 of the Companies Act, 2013. Hence, no disclosure is required in this regard.

BOARD MEETINGS AND ATTENDANCE OF DIRECTORS AT BOARD MEETINGS AND ANNUAL GENERAL MEETING

During the Financial Year 2018-19, five Meetings of Board of Directors of the Company were held on 04.05.2018, 13.08.2018, 26.09.2018, 15.12.2018, and 22.02.2019.

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE, NOMINATION AND REMUNERATION COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 and 178 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company by virtue of criteria mentioned thereunder. Hence, above disclosures are not required to be made.

BOARD EVALUATION

The provisions of section 134(3)(p) relating to annual evaluation of Board, its Committees and of Individuals Directors are not applicable to the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

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

- a. In the preparation of the Annual Accounts, the applicable accounting standards have been followed with proper explanation relating to material departures, if any;
- b. In the selection of the accounting policies, they have consulted the Statutory Auditors and have applied the accounting policies consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2019 and of its Profit/Loss for the year ended on that date;
- c. They have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. They have prepared the Annual Accounts for the year ended 31st March, 2019 on a 'going concern' basis;
- e. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

Your Company has adopted the 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 commensurate with the size of its business operations and the same are reviewed by the Company from time to time.

FRAUD REPORTED BY THE AUDITORS

There were no instances of fraud during the year and consequently, the Auditors have not reported any fraud to the Board under Section 143 (12) of the Companies Act, 2013.

DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

During the period under review, no Company has become or ceased to be Subsidiary/ Joint Venture/Associate Company of your Company.

PUBLIC DEPOSITS

During the period under review, your Company has not accepted/renewed any deposits from public in terms of the Companies Act, 2013 and rules made thereunder.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There was no loan given or guarantee given or investment made or security provided pursuant to Section 186 of the Companies Act, 2013 during the year under review and hence the said provisions are not applicable.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES PURSUANT TO SECTION 188 OF THE COMPANIES ACT, 2013

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on arm's length basis. Related party disclosures as per AS-18 have been provided in note no. 24.2 on notes on accounts annexed to Financial Statements. There were no materially significant related party transactions made by the Company with Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Hence no particulars are required to be given in prescribed form AOC-2.

CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any corporate Social Responsibility initiatives as the provisions of Section 135 of the Companies Act, 2013 are not applicable.

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

The Company is engaged in Stock Broking, Depository activities and has no activity pertaining to manufacturing and as such furnishing of details as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is not given.

Further, the particulars as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, in respect to foreign exchange earnings and outgo are Nil.

STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY

Since the Risk Management Policy is a key function in a Stock Broking Company and Depository Activities, your Company has adopted a comprehensive Risk Management in order to protect itself from client's default and the same is reviewed by the Company from time to time.

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

In terms of Section 134 of the Companies Act, 2013 and Rule 8 of Companies (Accounts) Rules, 2014, there

are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company and the Company's operations in future.

STATUTORY AUDITORS

M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) were appointed as Statutory Auditors of the Company in Annual General Meeting held on 27.09.2014 to hold the office till the conclusion of Sixth consecutive Annual General Meeting. Accordingly they hold the office until the conclusion of the ensuing General Meeting. M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N), Statutory Auditors have confirmed their eligibility and willingness to accept office, if reappointed.

Board is of the opinion that continuation of M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) as Statutory Auditors of the Company will be in best interest of the Company and therefore Members are requested to consider their appointment as Statutory Auditors of the Company to hold office from the conclusion of 20th Annual General Meeting till the conclusion of 25th Annual General Meeting. The proposed re-appointment is within the framework of applicable provisions of the Companies Act, 2013 and rules made thereunder.

SECRETARIAL AUDIT REPORT

The provisions of section 204 of the Companies Act, 2013 relating to submission of Secretarial Audit Report is not applicable to the Company.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS

There are no qualifications or observations or remarks made by the Auditors in their Report.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company is following all the applicable secretarial standards issued by Institute of Companies Secretaries of India (ICSI.)

ANNUAL RETURN

The extract of Annual Return in form MGT-9 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in "Annexure B" and forms part of this report. The same is also available on the website of the Company.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has duly set up an Internal Complaints Committee (ICC) in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, to redress complaints received regarding sexual harassment. However, the Company has not received any such Complaint during the period under review.

INFORMATION PURSUANT TO RULE 5 (2) OF COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2014

There was no employee of the Company who draws the salary of Rs. 1.20 Crore or more for entire financial year or Rs. 8.50 Lac or more per month in case employed in part of financial year. The detail of the Top Ten Employees of the Company in terms of remuneration pursuant to rule 5 (2) and 5 (3) of Companies (Appointment & Remuneration of Managerial Personnel) Amendment rules, 2014 is furnished in "ANNEXURE-A"

CHANGE IN THE NATURE OF BUSINESS

There was no change in the nature of the business of the Company.

SHARE CAPITAL AND PROVISION OF MONEY BY COMPANY FOR PURCHASE OF ITS OWN SHARES BY TRUSTEES OR EMPLOYEES FOR THE BENEFIT OF EMPLOYEES

Your Company has not issued any equity shares with differential rights, sweat equity shares, employee stock options and made any provision of money for purchase of its own shares by trustees or employees for the benefit of employees.

MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013.

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not required by the Company.

CHANGE OF REGISTERED OFFICE OF THE COMPANY.

During the Year under review Registered Office of the Company has been changed from SCO. 50, First Floor, Sector 34 A, Chandigarh to SCO 142-143, 4th Floor, Cabin No. 111, Sector 34 A, Chandigarh.

REGISTRAR AND SHARE TRANSFER AGENT

M/s Beetal Financial and Computer Services Private Limited are the Registrar and Transfer Agent of the Company for the physical as well as demat shares.

ACKNOWLEDGEMENTS

The Board wishes to place on record its gratitude for the kind co-operation, assistance and continued support to the Company by the office-bearers, Sub-Brokers, Members and officials of the Ludhiana Stock and Capital Limited, the Ministry of Finance, Central Government, the Securities and Exchange Board of India (SEBI), the Government of Punjab, Local Administration, the National Stock Exchange of India Limited (NSEIL), BSE Limited (BSE), Metropolitan Stock Exchange of India Limited (MSEI), the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and other business associates. The relations between the management and the staff were cordial during the period under review. The Company also wishes to put on record the appreciation of the work done by the staff. Your Directors

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

**PLACE: LUDHIANA
Date: 29.07.2019**

**Sd/-
JASPAL SINGH
CHAIRMAN
DIN NO- 00458451**

ANNEXURE-A

The details of the Top Ten Employees of the Company in terms of remuneration drawn pursuant to rule 5 (2) and 5(3) of Companies (Appointment & Remuneration of Managerial Personnel) Amendment rules, 2016 as under;

Employee Name	Designation	Remuneration Drawn (Rs.)	Other terms & Conditions	Qualification	Total Experience (in years)	Date of Commencement	Age (In Years)	Last Employment held	% of equity shares held as on 31.03.2018
*Mr. Pritpal Singh	Whole Time Director	1000360	N.A	B.Com	35	01/11/2013	58	Metro Politan Stock Exchange of India Limited	Nil
Mr. Madhur Gupta.	Sr. AGM	538602	N.A.	MCA, MSC (IT), NCFM Capital Market, NISM VIII Module	16	31/05/2006	38	Competent Finman Pvt. Ltd.	Nil
Mr. Vipan Goyal	AGM	461604	N.A.	B.COM,(Passed NISM, CM, F&O, Depository, NSE, BSE-CM	27	13/03/1991	50	N.A.	Nil
Mr. Rajesh Gupta	Sr. AGM	411884	N.A.	C.A.	13	14/05/2014	45	Marvel Dyers & Processors Pvt. Limited	Nil
Mr. Pawan Kumar	Manager	366907	N.A.	B.A.	32	01/04/1989	56	Punjab Agriculture University	Nil
Mr. Shiv Ram Mishra	Company Secretary	360251	NA.	M.Com, M.B.A., C.S	11	15.10.2007	36	NA	NIL
Mr. Ravinder Singh	Sr. Manager	351921	N.A.	B.A.	25	18/02/1994	50	N.A.	Nil
Mr. Harpreet Singh	AGM	351089	NA	M.Com, M.B.A., C.S	11	10.09.2007	34	N.A.	Nil
Mr. Manoj Sukhwal	GM	346629	N.A.	B.Com	14	01.09.2018	35	BSE Ltd.	Nil
Mr. Sandeep Dogra	Manager	343306	N.A.	B.A.	15	29/09/2005	36	Gupta Enterprises	Nil

- Notes:**
- a) None of the employees mentioned above is a relative of any Director or Manager of the Company.
 - b) The nature of employment in all cases is contractual except the employee marked * who is governed by individual service contract.
 - c) Mr. Rajesh Gupta relieved from the services of the Company from 27.09.2018.
 - d) Mr. Manoj Sukhwal Joined the Company on 01.09.2018

Annexure to Director's Report for the year ended 31st March, 2019

Annexure “B” - Form No. MGT-9

Extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2019

of

LSC SECURITIES LIMITED

(FORMERLY: L.S.E. SECURITIES LIMITED)

I. REGISTRATION AND OTHER DETAILS:

- i) CIN U67120CH2000PLC023244
- ii) Registration Date 07/01/2000
- iii) Name of the Company LSC SECURITIES LIMITED (FORMERLY: L.S.E. SECURITIES LIMITED)
- iv) Category / Sub-Category of the Company: Public Company Limited by Shares
- v) Address of the Registered Office and contact details: SCO. 142-143, 4th Floor, Cabin no. 111, Sector 34 A, Chandigarh-160022. Phone No. 0172-5065459, Email Id: cs@lsesl.com, Website: www.lse.co.in
- vi) Whether listed company : No
- vii) Name, Address and contact details of Registrar & Transfer Agents (RTA), if any : M/s. Beetal Financial and Computer Services Private Limited, Beetal House, 99, Madangir, B/4, Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi 110 062.

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:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1.	Stock Broking and Depository Activities	661- Activities auxiliary to financial service activities, except insurance and pension funding	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sr. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1.	Ludhiana Stock and Capital Limited	U67120PB1981PLC004696	Holding	51.71	2 (46)

IV SHAREHOLDING PATTERN (Equity Share Capital Break up as % to total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian		-	-	-	-	-	-	-	
a) Individual/HUF	-	52800	52800	0.82%	34300	18500	52800	0.82%	-
b) Central Govt. or State Govt.	-	-	-	-	-	-	-	-	
c) Bodies Corporates	-	3331075	3331075	51.71%	3331075	-	3331075	51.71%	-
d) Bank/FI									
e) Any other									
SUB TOTAL:(A) (1)	-	3383875	3383875	52.53%	3365375	18500	3383875	52.53%	-
(2) Foreign									
a) NRI- Individuals									
b) Other Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other...									
SUB TOTAL (A) (2)									
Total Shareholding of Promoters (A)= (A)(1)+(A)(2)	-	3383875	3383875	52.53%	3365375	18500	3383875	52.53%	-

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B. PUBLIC SHAREHOLDING									
(1) Institutions									
a) Mutual Funds									
b) Banks/Fl									
C) Central Govt									
d) State Govt.									
e) Venture Capital Fund									
f) Insurance Companies									
g) FIIS									
h) Foreign Venture Capital Funds									
i) Others (specify)									
SUB TOTAL (B)(1):									
(2) Non Institutions									
a) Bodies corporates									
i) Indian	-	870000	870000	13.51%	232500	599000	831500	12.91%	-0.6%
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	868700	868700	13.48%	255100	689300	944400	14.66%	1.18%
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	1319200	1319200	20.48%	627500	654500	1282000	19.90%	-0.58%
c) Others (specify)									
SUB SSTOTAL(B)(2):	-	3057900	3057900	47.47%	1115100	1942800	3057900	47.47%	
Total Public Shareholding (B)= (B)(1)+(B)(2)									
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	-	6441775	6441775	100%	4480475	1961300	6441775	100%	

(ii) Shareholding of Promoters

Sr. No.	Promoter's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding 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.	Tribhawan Singh Thapar	26400	0.41	-	26400	0.41	-	-
2.	Tarvinder Dhingra	8100	0.13	-	8100	0.13	-	-
3.	Raghubir Singal	100	0.00	-	100	0.00	-	-
4.	Dr. Rajiv Kalra	18100	0.28	-	18100	0.28	-	-
5.	Harjit Singh Sidhu	100	0.00	-	100	0.00	-	-
6.	Ludhiana Stock and Capital Limited	3331075	51.71	-	3331075	51.71	-	-
	TOTAL	3383875	52.53	-	3383875	52.53	-	-

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.	Particulars	Date	Reason	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
1.	At the beginning of the year	01.04.2018	-	3383875	52.53	3383875	52.53
2.	Changes during the year	-	No Change	-	-	-	-
3.	At the end of the year	31.03.2019	-	3383875	52.53	3383875	52.53

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	Name of Shareholder	Shareholding at the beginning of the year		Date	Reason	Increase/Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Arora Stock Brokers Ltd.	28500	0.44					28500	0.44
				-	No Change	-	-		
				31.03.2019	At the end of the year			28500	0.44
2	Rakesh Kumar Chandak	18000	0.28					18000	0.28
				28.11.2018	Transfer of Shares	10000	0.15	10000	0.15
				31.03.2019	At the end of the year			28000	0.43
3	Corporate Scrips Pvt. Ltd.	26500	0.41					26500	0.41
				-	No Change	-	-		
				31.03.2019	At the end of the year			26500	0.41
4	Krishan Chand Gupta	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31
5	Ms. Toshi Bansal	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31

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6	Super Finvest Services Private Ltd.	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31
7	Neeraj Gupta	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31
8	Sanjay Anand	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31
9	Anupam Syal	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31
10	K. K. Capsec Private Limited	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2019	At the end of the year			20000	0.31

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of Directors and Key Managerial Personnel	Shareholding at the beginning of the year		Date	Reason	Increase/Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mr. Jaspal Singh	20000	0.31					20000	0.31
				-	No change	-	-	-	-
				31.03.2019	At the end of the year	-	-	20000	0.31
2	Mr. Tribhawan Singh Thapar	26400	0.41					26400	0.41
				-	No change	-	-	-	-
				31.03.2019	At the end of the year			26400	0.41
3	Mr. Bhavesh Makkar	100	0.002					100	0.002
					No Change	-	-	-	-
				31.03.2019	At the end of the year			100	0.002
4	Mr. Parmod Kumar Goyal	100	0.002					100	0.002
					No Change	-	-	-	-
				31.03.2019	At the end of the year			100	0.002
5	Mr. Rakesh Gupta	11500	0.18					11500	0.18
				-	No change				
				31.03.2019	At the end of the year			11500	0.18

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6	Mr. Nagesh Aggarwal	100	0.002					100	0.002
				-	No change	-	-	-	-
				31.03.2019	At the end of the year			100	0.002
7	Mr. Ashok Kumar	-	-					-	-
				-	No change	-	-	-	-
				31.03.2019	At the end of the year	-	-	-	-
8	Mr. Ashwani Kumar	-	-					-	-
				-	No change	-	-	-	-
				31.03.2019	At the end of the year	-	-	-	-
9	Mr. Pritpal Singh	-	-					-	-
				-	No change	-	-	-	-
				31.03.2019	At the end of the year	-	-	-	-
10	Mr. Shiv Ram Mishra	-	-					-	-
				-	No change	-	-	-	-
				31.03.2019	At the end of the year	-	-	-	-

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
• Addition	-	-	-	-
• Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Amount in Rs.)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		Mr. Pritpal Singh	
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1000360	1000360
	(b) Value of perquisites u/s 17(2) Income -tax Act, 1961		
	(c) Profits in lieu of salary under		
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	. Commission - as % of profit - others, specify...	-	-
5.	Others, please specify	-	-
	Total (A)	1000360	1000360
	Ceiling as per the Act	As per schedule-V of the Companies Act, 2013	

B. Remuneration to other directors:

(Amount in `)

Sr. No.	Particulars of Remuneration	Name of Directors		Total Amount
	1. Independent Directors • Fee for attending board / committee meetings • Commission • Others, please specify	NIL	NIL	NIL
	Total (1)			-
	2. Other Non-Executive Directors • Fee for attending board / committee meetings • Commission • Others, please specify	NIL	NIL	NIL
	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

(Amount in `)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel (Company Secretary)	
		Mr. Shiv Ram Mishra	Total
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	360251	360251
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify...	-	-
5	Others, please specify	-	-
	Total	360251	

VII. 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					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Independent Auditor's Report

To
The Members of
LSC SECURITIES LIMITED
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of LSC Securities Limited (“the Company”), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there-under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our

opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure 'A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable. As required by Section 143(3) of the Act, we report that:

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.

- (a) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (b) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (d) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- (e) 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".
- (f) 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 litigations 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 ANOOP K. GOEL & Co.
Chartered Accountants
FRN : 016327N**

**Place : LUDHIANA
Date : 29/07/2019**

**ANOOP KUMAR
(Partner)
Membership No. : 096966**

“Annexure A” to the Independent Auditors' Report

Statement referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2019:

- 1)
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of information available.
 - (b) As explained to us, fixed assets have been physically verified by the management reasonable intervals; no material discrepancies were noticed on such verification.
 - (c) The company does not own any immovable properties, therefore this clause is not applicable.
- 2) The Company's nature of operations does not require it to hold inventories. Consequently provisions of clause ii of the Order is not applicable. However, the company held stock of saleable stationery as on 31-03-2019, valued at cost or net realizable value, whichever is lower.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7)
 - (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.
 - (c) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Value Added Tax, Excise Duty, Custom Duty, any cess or any other taxes which have not been deposited as on 31st March, 2019 on account of disputes.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the

management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For ANOOP K. GOEL & Co.
Chartered Accountants
FRN : 016327N**

**Place : LUDHIANA
Date : 29/07/2019**

**ANOOP KUMAR
(Partner)
Membership No. : 096966**

“Annexure B” to the Independent Auditor's Report of even date on the Standalone Financial Statements of LSC SECURITIES LIMITED

Report on the Internal Financial Controls 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 **LSC SECURITIES LIMITED** (“the Company”) as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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.

Auditors' 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”) 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 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, 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, 2019, 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 ANOOP K. GOEL & Co.
Chartered Accountants
FRN : 016327N**

**Place : LUDHIANA
Date : 29/07/2019**

**ANOOP KUMAR
(Partner)
Membership No. : 096966**

LSC SECURITIES LIMITED
(FORMERLY L.S.E. SECURITIES LIMITED)
BALANCE SHEET
AS AT 31st MARCH 2019

Particulars	NOTE	AS AT 31.03.2019	Amount in ` AS AT 31.03.2018
I EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	1	64,417,750	64,417,750
(b) Reserves and Surplus	2	120,754,142	149,477,516
(2) Non-Current Liabilities			
(a) Other Long Term Liabilities	3	39,095,0437	39,362,163
(b) Deferred Tax Liability	4	-	13,000
(3) Current Liabilities			
(a) Trade Payables	5	165,306,845	199,815,869
(b) Other Current Liabilities	6	1,975,026,276	1,978,331,657
(c) Short Term provisions	7	589,090	6,758,601
TOTAL		2,365,189,540	2,438,176,556
II ASSETS			
(1) Non Current Assets			
(a) Property Plant & Equipment	8		
Tangible Assets		2,108,700	1,790,438
Intangible Assets		781,052	735,366
(b) Long term loans and advances	9	61,135,458	66,248,450
(c) Deferred Tax Asset	10	68,000	-
(d) Other Non Current Assets	11	1,395,665	528,178
(2) Current Assets			
(a) Inventory	12	13,720	13,518
(b) Current Investments	13	10,000,000	10,000,000
(c) Trade Receivables	14	106,019,501	128,412,009
(d) Cash and bank balances	15	334,912,663	376,016,257
(e) Short term Loans and advances	16	7,232,952	6,153,861
(f) Other Current Assets	17	1,841,521,829	1,848,278,478
TOTAL		2,365,189,540	2,438,176,556
Significant Accounting Policies	24		

See Accompanying Notes to the Financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For Anoop K.Goel & Co.
Chartered Accountants
(Firm Registration No. 016327N)

(ANOOP KUMAR)
PARTNER
MEMBERSHIP NO. 096966

Place : LUDHIANA
Date : 29.07.2019

Sd/-
Jaspal Singh
Chairman
DIN: 00458451

Sd/-
Shiv Ram Mishra
Company Secretary
PAN: ARJPM5735C

Sd/-
Pritpal Singh
CGM Cum WTD
DIN: 01219436

Sd/-
Ramji
Manager-Finance
PAN:AJIPR7545L

LSC SECURITIES LIMITED
(FORMERLY L.S.E. SECURITIES LIMITED)
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH 2019

Particulars	NOTE	FOR THE YEAR ENDED 31.03.2019	Amount in ` FOR THE YEAR ENDED 31.03.2018
I Revenue from operations	18	18,252,272	19,977,299
II Other Income	19	22,536,204	73,089,457
III Total Revenue		40,788,476	93,066,756
IV Expenses			
Operating Expenses	20	4,692,204	5,116,106
Employee Benefit expenses	21	15,631,813	15,157,467
Finance Cost	22	61,913	68,958
Depreciation and amortization expenses		1,125,502	1,059,775
Other expenses	23	15,489,895	13,560,614
Total Expenses		37,001,327	34,962,920
V Profit before Tax (III-IV)		3,787,149	58,103,836
VI Tax Expense :			
1) Current Tax (Net of MAT Credit Availed ` 272000 Prev. Year NIL)		729,000	11,541,891
2) Deferred Tax Charged/(Credit)		(81,000)	84,000
3) Tax Adjustment of an Earlier Year		613,846	40,961
4) Minimum Alternate Tax (Credit) Entitlement		185,074	(9,732,356)
VII Profit for the year (V-VI)		2,340,229	56,169,340
VIII Earning per Share (Nominal Value of Share ` 10 each)			
Basic and Diluted		0.36	8.72
Significant Accounting Policies	24		
See Accompanying Notes to the Financial statements			
As per our report of even date attached			For and on behalf of the Board of Directors
For Anoop K.Goel & Co. Chartered Accountants (Firm Registration No. 016327N)		Sd/- Jaspal Singh Chairman DIN: 00458451	Sd/- Pritpal Singh CGM Cum WTD DIN: 01219436
(ANOOP KUMAR) PARTNER MEMBERSHIP NO. 096966		Sd/- Shiv Ram Mishra Company Secretary PAN: ARJPM5735C	Sd/- Ramji Manager-Finance PAN:AJIPR7545L
Place : LUDHIANA Date : 29.07.2019			

LSC SECURITIES LIMITED
(FORMERLY L.S.E. SECURITIES LIMITED)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2019

Amount in `

PARTICULARS	AS AT 31.03.2019		AS AT 31.03.2018	
	AMOUNT	TOTAL	AMOUNT	TOTAL
A. CASH FLOW FROM OPERATING ACTIVITIES				
Profit Before Tax		3787149		58103836
Non-Cash & Non-Operating Adjustments for :				
Depreciation & Amortisation	1125502		1059775	
Finance Cost	61913		68958	
Dividend Received	-		(1495000)	
Interest on Income tax Refund	(49399)		0	
Bad Debts W/o/(Recovered)	-		321719	
Profit/Loss on sale of Assets	-		66399	
Gain on Sale of Shares	-		(50104218)	
Provision for Leave encashment	234108		211967	
		1372124		(49870400)
Operating Profit before Working Capital changes		5159273		8233436
Adjustments for :				
(Increase)/Decrease in Inventories	(202)		(6169)	
(Increase)/Decrease in Trade & Other Receivable	22392508		15177276	
(Increase)/Decrease in Short-Term Loan & Advances	1250944		(2573322)	
(Increase)/Decrease in Long-Term Loan & Advances	4927917		(9799221)	
(Increase)/Decrease in other Current Assets	6756649		91252650	
(Increase)/Decrease in Non-Current Assets	(867487)		(356092)	
Increase/(Decrease) in Trade Payables	(34509024)		(24180273)	
Increase/(Decrease) in other Current Liabilities	(3305381)		(104386634)	
Increase/(Decrease) in Short term Provisions	(223200)		(167506)	
Increase/(Decrease) in Short term Borrowings	0		(17542956)	
Increase/(Decrease) in Other Long-Term Liabilities	(266726)	(3844002)	778925	(51803321)
Cash Generated from Operations		1315271		(43569885)
Income Tax Expense	(9853298)	(9853298)	6837754	6837754
NET CASH FROM OPERATING ACTIVITIES		(8538027)		(36732132)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(1489450)		(597677)	-
Proceeds From Sale of Fixed Assets	-		41000	-
Proceeds From Sale of Equity Shares	-		56868218	-
Interest on Income tax Refund	49399		-	-
Investment in Mutual Funds	-		(5000000)	-
Dividend Received	-		1495000	-
NET CASH USED IN INVESTING ACTIVITIES		(1440051)		52806541
C. CASH FLOW FROM FINANCING ACTIVITIES				
Dividend Paid Including Dividend Distribution Tax	(31063603)		(6202535)	-
Finance Cost	(61913)		(68958)	-
NET CASH USED IN FINANCING ACTIVITIES		(31125516)		(6271493)
NET INCREASE IN CASH & CASH EQUIVALENTS		(41103594)		9802918
CASH AND CASH EQUIVALENTS at the Beginning of the Period		376016257		366213341
CASH AND CASH EQUIVALENTS at the End of the Period		334912664		376016257

Significant Accounting Policies

24

See Accompanying Notes to the Financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For Anoop K.Goel & Co.
Chartered Accountants
(Firm Registration No. 016327N)

(ANOOP KUMAR)
PARTNER
MEMBERSHIP NO. 096966

Place : LUDHIANA
Date : 29.07.2019

Sd/-
Jaspal Singh
Chairman
DIN: 00458451

Sd/-
Shiv Ram Mishra
Company Secretary
PAN: ARJPM5735C

Sd/-
Pritpal Singh
CGM Cum WTD
DIN: 01219436

Sd/-
Ramji
Manager-Finance
PAN: AJIPR7545L

LSC SECURITIES LIMITED
(FORMERLY L.S.E. SECURITIES LIMITED)
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2019

Sr. No.	Particular	Amount in `	
		AS AT 31.03.2019	AS AT 31.03.2018
1	<u>SHARE CAPITAL</u>		
	<u>AUTHORISED</u>		
	130,00,000 Equity Shares of Rs 10/- each (Par Value)	130,000,000	130,000,000
	20,00,000 8% Cumulative Redeemable Preference Shares of Rs 10/-each (Par Value)	20,000,000	20,000,000
		150,000,000	150,000,000
	<u>ISSUED, SUBSCRIBED AND PAID UP</u>		
	6441775 Equity Shares of Rs.10/- each Fully Paid Up	64,417,750	64,417,750
	<u>TOTAL</u>	64,417,750	64,417,750
	<u>Reconciliation of number of shares outstanding</u>		
	<u>a) Equity Shares</u>		
		Number of Shares Amount	Number of Shares Amount
	Outstanding at the beginning of the year	64,417,750	64,417,750
	Add: shares issued during the year	-	-
	Outstanding at the end of the year	64,417,750	64,417,750
	<u>b) Preference Shares</u>		
		Number of Shares Amount	Number of Shares Amount
	<u>Outstanding at the beginning of the year</u>	--	--
	<u>Less : Shares Redeemed during the year</u>	--	--
	Outstanding at the end of the year	--	--
	Terms / Rights attached to Equity Shares		
	The company has only one class of equity shares having par value of Rs.10 per share. Each holder of the equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity share will be entitled to receive the remaining assets of the company, after distribution of all preferential amount.		
	<u>Out of Equity Shares issued by the Company, shares held by its holding company are as follows:</u>		
		Number of shares	Number of shares
	LUDHIANA STOCK & CAPITAL LTD	3331075	3331075
	<u>Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company.</u>		
		Number of shares Percentage	Number of shares Percentage
	LUDHIANA STOCK & CAPITAL LTD	51.71	51.71

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Sr. No.	Particular	Amount in `	
		<u>AS AT</u> 31.03.2019	<u>AS AT</u> 31.03.2018
2	<u>RESERVES & SURPLUS</u>		
	Securities Premium Account - As Per Last Year Balance Sheet	4,068,875	4,068,875
	Capital Redemption Reserve - As Per Last Year Balance Sheet	790,460	790,460
	General Reserve - As Per Last Year Balance Sheet	6,203,385	6,203,385
		11,062,720	11,062,720
	<u>Surplus in statement of Profit & Loss Account</u>		
	Opening Balance	138,414,796	88,447,991
	Add: Profit for the year	2,340,229	56,169,340
	Amount available for appropriation	140,755,025	144,617,331
	Less: Appropriations:		
	Interim Dividend on equity shares	-	5,153,420
	Final Dividend on Equity Shares	25,767,100	-
	Dividend Distribution tax	5,296,503	1,049,115
	Closing Balance	109,691,422	138,414,796
	TOTAL	120,754,142	149,477,516
3	<u>Other Long Term Liabilities</u>		
	<u>Security Deposits from sub brokers</u>		
	<u>(Kept with the Principal Stock Exchanges as margins)</u>		
	In form of FDRs	28,060,473	29,294,157
	In form of Funds	11,034,964	10,068,006
	TOTAL	39,095,437	39,362,163
4	<u>Deferred Tax Liability</u>		
	a) Deferred Tax Liability		
	- On account of depreciation of Fixed Assets	-	126,000
	- On account of Excess Allowance U/S 40 A(7) of The Income Tax Act 1961	-	51,000
		-	177,000
	b) Deferred Tax Asset		
	- On account of Disallowance U/S 43B of The Income Tax Act 1961	-	(164,000)
	TOTAL	-	13,000
5	<u>Trade Payables</u>		
	Total Outstanding dues of Micro and Small Enterprises	-	-
	Total Outstanding dues of creditors other than Micro and Small Enterprises	165,306,845	199,815,869
	TOTAL	165,306,845	199,815,869

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Sr. No.	Particular	Amount in `	
		<u>AS AT</u> <u>31.03.2019</u>	<u>AS AT</u> <u>31.03.2018</u>
6	<u>Other Current Liabilities</u>		
	<u>Security Deposits from sub brokers</u>		
	<u>(Kept with the Principal Stock Exchanges as margins)</u>		
	(A) BSE Limited	32,882,063	36,255,467
	(B) The National Stock Exchange of India Ltd (NSE)	620,917,241	621,387,592
	In form of FDRs	465,139,535	466,545,141
	In form of Funds	155,777,706	154,842,451
	(C) IL&FS	2,617,152	5,276,090
	In form of FDRs	450,000	3,100,000
	In form of Funds	2,167,152	2,176,090
	(D) Scrips held on behalf of Clients	687,970,885	897,675,186
	(E) Deposit from DP clients	100,000	100,000
	(F) Value of Members Scrips kept As Margin	612,402,266	402,732,056
	(G) Dp Charges Received in Advance	1,726,856	1,767,783
	(H) Investor Education & Protection Fund Shall be Credited by the Following Amount When Due:		
	- Unclaimed Dividends	232,200	97,600
	TOTAL	<u>1,958,848,663</u>	<u>1,965,291,774</u>
	<u>Other Payables</u>		
	Cheques issued but not presented	5,552,126	4,109,211
	Expenses Payable	4,925,166	4,966,280
	Statutory Liabilities	1,402,017	1,644,884
	Other Liabilities	4,298,304	2,319,508
	TOTAL	<u>16,177,613</u>	<u>13,039,883</u>
	GRAND TOTAL	<u>1,975,026,276</u>	<u>1,978,331,657</u>
7	<u>Short Term Provisions</u>		
	Provision for employee benefits		
	Leave Encashment	589,090	578,182
	Provision for Income Tax (Net of Advance Income Tax)		6,180,419
	TOTAL	<u>589,090</u>	<u>6,758,601</u>

Note 8. Fixed Assets Property Plant & Equipment as on 31.03.2019

Amount in

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	AS AT 01-04-2018	ADDITIONS	SALE/ADJUSTMENT	AS AT 01-04-2018	FOR THE PERIOD	OTHER ADJUSTMENTS	AS AT 31-03-2019	AS AT 31-03-2018
A) TANGIBLE ASSETS								
FURNITURE & FIXTURES	1421989	616874	0	1329969	29690	0	679204	92020
VEHICLES	5865	3950	0	5571	1423	0	2821	294
OFFICE EQUIPMENT	27983	0	0	26583	0	0	1400	1400
AIR CONDITIONER	224215	21094	0	213004	7510	0	24795	11211
COOLERS	6330	0	0	6013	0	0	317	317
ELECTRONIC EQUIPMENTS	193108	0	0	182608	488	0	10012	10500
FANS & ELECTRICAL FITTINGS	67059	7708	0	60933	2610	0	11224	6126
FIRE FIGHTING EQUIPMENT	49805	0	0	47316	0	0	2489	2489
GENERATOR	77497	0	0	73622	0	0	3875	3875
GLOW SIGN BOARD	59454	0	0	56480	0	0	2974	2974
REFRIGERATOR	7180	0	0	6821	0	0	359	359
TELEPHONE & TELEX	174335	6381	0	159192	4862	0	16662	15143
VSAT SKYEDGE	78000	0	0	74101	0	0	3899	3899
COMPUTERS	19634088	294042	0	17994255	585205	0	1348670	1639833
TOTAL - A	22026908	950050	0	20236468	631788	0	2108701	1790440
PREVIOUS YEAR	23623732	551093	2147917	21685390	591596	2040518	1790439	
B) INTANGIBLE ASSETS								
COMPUTER SOFTWARE & LICENSES	7791231	539400	0	7055865	493714	0	781052	735366
TOTAL - B	7791231	539400	0	7055865	493714	0	781052	735366
PREVIOUS YEAR	7744647	46584	0	6587686	468179	0	735366	1156961
TOTAL CURRENT YEAR	29818139	1489450	0	27292333	1125502	0	2889753	2525806
PREVIOUS YEAR	31368379	597677	2147917	28273076	1059775	2040518	2525805	

* Represents adjustments in fixed assets which have completed useful life as prescribed under Schedule II to the Companies Act

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Sr. No.	Particular	Amount in `	
		AS AT 31.03.2019	AS AT 31.03.2018
9	<u>Long Term Loans and Advances</u>		
	<u>Unsecured, Considered Good</u>		
	Security Deposits	50,674,069	56,183,036
	Advances to Employees other than Current Maturities	883,818	299,200
	Accrued interest on loan to employees other than current maturities	30,289	33,858
	MAT Credit Entitlement	9,547,282	9,732,356
	TOTAL	61,135,458	66,248,450
10	<u>Deferred Tax Asset</u>		
	a) Deferred Tax Liability		
	- On account of depreciation of Fixed Assets	(48,000)	-
	- On account of Excess Allowance U/S 40 A(7) of The Income Tax Act 1961	143,000	-
		95,000	
	b) Deferred Tax Asset		
	- On account of Disallowance U/S 43B of The Income Tax Act 1961	163,000	-
	TOTAL	68,000	-
11	<u>Other Non-Current Assets</u>		
	Planned Gratuity Assets (Net of Gratuity Obligation)	518,431	183,442
	Accrued interest on term deposits having remaining maturity more than one year	877,234	344,736
	TOTAL	1,395,665	528,178
12	<u>INVENTORY</u>		
	Others:-		
	Saleable Stationery	13,720	13,518
	TOTAL	13,720	13,518
13	<u>Current Investments</u>		
	20842.817 Units (Previous Year 20842.817) of Rs. 10 Each of ICICI Prudential Mutual fund Liquid Direct Growth (NAV as on 31.03.2019 - Rs.5755327)	5,000,000	5,000,000
	1551.223 Units (Previous Year 1551.223) of Rs. 10 Each of HDFC Mutual Fund Liquid Direct Growth (NAV as on 31.03.2019 - Rs.5700093)	5,000,000	5,000,000
	<i>Note:- Current investment is an investment that is by its nature readily realizable and is intended to be held for not more than one year from the date on which investment is made". The investment shown under the head Current Investment are held for more than one year, which are to be shown as non current Investment but as per decision taken by the management of the company these are intended to be held for sale as and when the company needs funds, therefore shown under the head "Current Investments".</i>		
	TOTAL	10,000,000	10,000,000

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Sr. No.	Particular	Amount in `	
		<u>AS AT</u> 31.03.2019	<u>AS AT</u> 31.03.2018
14	<u>Trade Receivables</u>		
	Outstanding for a period exceeding six months from the due date of payment		
	-Secured, Considered Good	29,904,871	11,487,019
	-Unsecured , Considered Good	27,401,200	24,697,164
	TOTAL	<u>57,306,071</u>	<u>36,184,183</u>
	Others		
	-Secured , Considered Good	45,554,608	87,951,917
	-Unsecured , Considered Good	3,158,822	4,275,909
	TOTAL	<u>48,713,430</u>	<u>92,227,826</u>
	GRAND TOTAL	<u>106,019,501</u>	<u>128,412,009</u>
15	<u>Cash and Bank Balances</u>		
	<u>Cash and Cash Equivalents</u>		
	Balances With Banks	19,062,829	27,817,418
	Cheques in Hand	5,373,660	-
	Cash in hand	18,974	58,549
	TOTAL	<u>24,455,463</u>	<u>27,875,967</u>
	<u>Earmarked Bank Balances</u>		
	Balances With Banks for Unclaimed Dividends	232,200	97,600
	- Term Deposits having remaining maturity of more than one year.(See Note Below)	43,050,000	36,300,000
	- Term Deposits having remaining maturity not more than one year.(See Note Below)	260,175,000	304,542,690
	<u>Other Bank Balances</u>		
	- Term Deposits having remaining maturity not more than 12 Months.	7,000,000	7,200,000
	TOTAL	<u>310,457,200</u>	<u>348,140,290</u>
	Note : The term deposits in Earmarked bank balances represent lien marked deposits against margin with major stock exchanges, bank guarantee, bank overdraft limits.		
	GRAND TOTAL	<u>334,912,663</u>	<u>376,016,257</u>

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Sr. No.	Particular	Amount in `	
		AS AT 31.03.2019	AS AT 31.03.2018
16	<u>Short Term Loans and Advances</u>		
	<u>Unsecured, Considered Good</u>		
	Advances Recoverable in Cash or in kind or for value to be received-Considered Good	8,005	1,750,112
	GST Input Credit Receivable	1,720,911	1,714,455
	Accrued interest on current maturities of loan to employees	44,754	30,634
	Current Maturity of Advances to employees	221,277	485,804
	Prepaid Expenses	2,907,971	2,172,856
	Advance Income Tax (Net of Provision for Tax Rs. 13235906/-)	2,330,034	-
	TOTAL	7,232,952	6,153,861
17	<u>Other Current Assets</u>		
	Accrued interest on deposits with IL & FS	33,808	479,682
	Accrued interest on term deposits having remaining maturity less than one year	11,935,017	10,388,308
	Income Tax Refund Receivable	1,035,282	1,035,282
	Members fdr kept as Margin	528,144,571	535,967,964
	Members Scrips kept as Margin	612,402,266	402,732,056
	Scrips held on behalf of clients	687,970,885	897,675,186
	TOTAL	1,841,521,829	1,848,278,478
Sr. No.	Particular	FOR THE YEAR ENDED 31.03.2019	FOR THE YEAR ENDED 31.03.2018
18	<u>Revenue From Operations</u>		
	<u>Income from services rendered</u>		
	Turnover Charges [Net of Rs. 58,245,880 (Prev. Year Rs. 76,377,746) released to sub brokers and Rs. 12,213,311 (Prev. Year Rs. 15973055) to major stock exchanges]	9,747,452	10,118,828
	Depository Income	8,500,193	9,681,078
	Other operating revenue		
	- Relating to BSE Limited	4,099	54,000
	- Relating to National Stock Exchange of India Limited, Mumbai	528	123,393
	TOTAL	18,252,272	19,977,299
19	<u>Other Income</u>		
	Dividend on Non current Investment	-	1,495,000
	Interest Income	21,653,999	20,799,106
	Miscellaneous Income	882,205	691,133
	Gain on Sale of Equity Shares	-	50,104,218
	TOTAL	22,536,204	73,089,457

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Sr. No.	Particular	FOR THE YEAR ENDED 31.03.2019	Amount in ` FOR THE YEAR ENDED 31.03.2018
20	<u>Operating Expenses</u>		
	- Relating to BSE Limited	321,887	459,058
	- Relating to National Stock Exchange Limited, Mumbai	1,326,286	802,266
	- Relating to MSEI Limited	34,500	14,164
	- Depository Expenses	3,009,531	3,840,618
	TOTAL	4,692,204	5,116,106
21	<u>Employee Benfit Expenses</u>		
	Salaries,Bonus and Allowances	13,501,489	13,043,383
	Contribution to provident and other funds	1,414,331	1,514,329
	Staff Welfare Expenses	402,370	319,825
	Contribution/ (Adjustment) to Gratuity Fund	313,623	279,930
	TOTAL	15,631,813	15,157,467
22	<u>Finance Cost</u>		
	Interest Expenses	54,968	65,839
	Other Bank Charges	6,945	3,119
	TOTAL	61,913	68,958
23	<u>Other Expenses</u>		
	Advertisement	37,200	33,635
	Auditors' Remuneration	-	-
	- Statutory Audit Fee	90,000	80,000
	- Out of Pocket Expenses	3,232	9,429
	Internal Auditors' Remuneration- Audit Fees	225,000	225,000
	Internal Auditors' (Out of Pocket) Expenses	5,200	1,274
	System Audit	10,000	34,500
	Bad Debts	-	321,719
	Prior Period Expenses	196,738	19,655
	Board/Committee Meeting Expenses	16,642	21,295
	Cable TV Expenses	277,600	236,331
	Computer Maintainence expenses	4,598,547	3,272,804
	Electricity Charges	959,374	505,544
	Festival Expenses	377,411	358,827
	Filing Fees	3,420	9,084
	General Expenses	249,857	72,744
	Loss on Sale of Fixed Assets	-	66,399
	Insurance	469,810	525,718
	Legal and Professional Charges	465,550	222,450
	Newspapers and periodicals	700	2,970
	Office expenses	345,461	258,763
	Postage and Courier	765,198	679,817
	Printing and stationery	500,345	555,164
	Rates and Taxes	272,722	330,389
	Rent	4,273,349	4,255,954
	Repairs and Maintenance	756,864	767,263
	Telephone & Communication Charges	497,838	623,607
	Travelling and Conveyance-others	91,837	70,279
	TOTAL	15,489,895	13,560,614

LSC SECURITIES LIMITED

NOTES FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2019

24 SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

24.1 SIGNIFICANT ACCOUNTING POLICIES

Accounting Convention

The accompanying financial statements are prepared and presented under the historical cost convention, on the basis of accounting principles and comply with the Accounting Standards prescribed by Companies (Accounting Standards) Rules 2006 as amended by Companies (Accounting Standards) Amendment Rules 2016, the relevant provisions of the Companies Act, 2013 and the Schedule III to the Act.

Revenue Recognition

- a) The Company follows accrual system of accounting in accordance with the normally accepted accounting principles. Income in respect of zero holding depository accounts is accounted for at the time of reasonable certainty of its collection.
- b) Income from Turnover Charges on Stock Broking business is recognized as per contracted rates at the execution of transactions on behalf of customers on the trade date and is reflected net of expenses for Turnover Charges and GST.
- c) Interest Income is recognized using time proportion method.
- d) Dividend income is recognized when the right to receive payment is established.

Fixed Assets

Fixed assets are stated at historical cost less depreciation. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Intangible Assets and Amortization

Intangible assets of the Company such as software and software licenses are amortized on straight line basis over a period of 5 years, being the useful life as estimated by the management, beginning with the year in which the said assets are put to use.

Depreciation

Depreciation is provided on written down value method as per the requirements prescribed in schedule II to The Companies Act, 2013 on all the assets of the Company. In respect of assets sold, depreciation is provided upto the date of disposal. The useful life of fixed assets has been taken to be the life as prescribed under Schedule II. However the useful life of computer software and licenses has been estimated by the management and taken to be five years and being amortized over the said period on straight line basis. The residual value and useful life of the Fixed Assets of the company have been reviewed at the end of Financial Year and there is no difference of expectations from the previous estimates and the same i.e. the residual value and useful life of Fixed assets, as estimated as per Schedule II to the Companies Act, 2013, is in accordance with AS-5 prescribed by the Companies (Accounting Standards) Rules 2006 as amended by Companies (Accounting Standards) Amendment Rules 2016.

Inventories

Inventories are valued at cost or net realizable value whichever is lower and cost for the same is determined on the basis of FIFO method.

Employee Benefits

DEFINED CONTRIBUTION PLAN

Contributions to Provident Fund and Employees State Insurance are recognized in the accounts as per the statutory requirements under the relevant Act.

DEFINED BENEFIT PLAN

- a. Gratuity: The Company makes contribution to a scheme administered by the Life Insurance Corporation of India (LIC) to discharge gratuity liabilities to the employees. The Company accounts its liability for future gratuity benefits based on independent actuarial valuation as at the balance sheet date, using Projected Unit Credit Method.
- b. Leave Encashment: The eligible employees are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. Company also provides for the encashment of leave subject to rules. The liability is provided on the number of days of unutilized leave at each balance sheet date, based on actuarial valuation.

Investment

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term Investments are stated at investments. Current Investments are stated at lower of cost and fair value. Long term investments are stated at cost of acquisition. Provision for diminution is made when such diminution is considered other than temporary in nature. Valuation is determined on the basis of each category of investments.

Taxation

- a. Current tax is determined on the profit for the year in accordance with the provisions of the Income tax Act, 1961.
- b. Deferred tax is calculated at the rates and laws that have been enacted or substantively enacted as of the Balance Sheet date and is recognized on timing difference that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized.

Earning Per Share

The company reports basic and diluted earning per share (EPS) in accordance with accounting standard 20 on "Earnings Per Share". Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

Impairment of Assets

At each Balance Sheet an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of account. The recoverable amount of assets exceeds carrying amount of assets and as such there is no impairment of assets.

Margin Money In the Form of FDR,s

The Company has a procedure of receiving FDRs from its Sub-Brokers/ Clients as margins. Such Fixed Deposits are issued by the Bank in favour of NSCCLA/c LSC Securities Limited in case of NSE and BSE Limited A/c LSC Securities Limited in case of BSE. The Company deposits these FDRs with the concerned Stock Exchange as Additional Capital/ Margin Money. The issuing bank credits the Interest earned/accrued on such FDRs after deduction of TDS to the account of the concerned Sub-Brokers/ Clients. As such, the interest on such FDRs has not been accrued to the Company's account.

Provisions, Contingent Liabilities and Contingent Assets

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

24.2 NOTES TO ACCOUNTS

FDR's of ₹ 74300000 (Prev. Year ₹ 74300000) have been pledged with HDFC Bank to secure overdraft facilities to the tune of ₹ 64300000 (P/Y ₹ 64300000)

The Company has deposited FDRs in its name with National Stock Exchange of India Ltd amounting to ₹ 22,37,00,000/- (Prev. Year ₹ 26,20,67,690), with MCX amounting to ₹ 7,50,000/- (Prev. Year ₹ Nil) and with BSE Limited amounting to ₹ 23,75,000/- (Prev. Year ₹ 23,75,000) for Base Minimum/Additional Capital and are shown under the head Fixed Deposit with scheduled banks & FDRs amounting to ₹ 8,00,000 (Previous Year ₹ 8,00,000) have been kept as Membership Security with NSE for CD Segment and ₹ 13,00,000 (Previous Year- ₹ 13,00,000) FDRs have been kept for the same purpose with MSEI Stock Exchange Ltd. in CD Segment.

The Sundry Debtors relating to the Clients Trading in Securities through the Company are secured against their securities lying with the Company and under the Clause 15 of the Tripartite Agreement between LSC Securities Limited and its Sub-Brokers and Clients.

Employee Benefits:

- i) Defined Contribution Plan:
Company contribution to provident fund ₹ 1118406 (Previous Year ₹ 1151904)
- ii) Defined Benefit Obligation:

(a) Liability/Asset recognized in the Balance Sheet

	Defined Benefit Plan Gratuity Funded as on 31.03.2019	Amount in ₹ Defined Benefit Plan Gratuity Funded as on 31.03.2018
Present value of obligation, beginning of the Year	4106242	3741668
Interest cost	318234	289979
Current service cost	361219	373179
Benefits paid	(419966)	(228897)
Actuarial loss on obligations	(3353)	(69687)
Present value of obligation, end of the Year (A)	4362376	4106242
Fair value of plan assets, beginning of the year	4289684	3755751
Expected return on plan assets	332451	291071
Contributions	648612	449289
Benefits paid	(419966)	(228897)
Actuarial gain / (loss) on plan assets	30026	22470
Fair value of plan asset at the end of the year (B)	4880807	4289684
Net Liability/(Asset) recognized in balance sheet and related analysis (A-B)	(518431)	(183442)
Funded Status- Surplus/(Deficit)	518431	183442

(b) Expenses Recognized in the statement of profit and loss

Current service cost	361219	373179
Interest cost	318234	289979
Expected return on plan assets	(332451)	(291071)
Net actuarial (gain)/loss recognized in the year	(33379)	(92157)
Expenses recognized in statement of profit & loss	313623	279930

I Principal Actuarial Assumptions

	As on 31.03.2019	As on 31.03.2018
Discount Rate	7.75%	7.75%
Salary Escalation	7%	7%

The leave with wages outstanding as on Balance Sheet date are expected to be availed in next 12 months, therefore it has been treated as short-term employee benefits as per AS-15.

Earnings Per Share

In accordance with Accounting Standard-20 Earnings Per Share prescribed by Companies (Accounting Standards) Rules 2006, the computation of earnings per share is set out below:

	31-03-2019	31-03-2018
a) Face Value per Share	10	10
b) Net Profit after Tax	` 23,40,229	` 5,61,69,340
c) Weighted Average No. of shares	6,441,775	6,441,775
d) Earnings per share (Basic and Diluted)	` 0.36	` 8.72

Contingent Liability

Claims against the company not acknowledged as Debts:

- Nil

Events Occurring after the balance sheet Date:

Board of Director in the meeting held on 29.07.2019 Proposed the final dividend of ` 0.20 per share (2%) for the year ended 31st March, 2019 subject to the approval of shareholders at the 20th AGM. If approved, the final dividend will result In cash flow of ` 1515750/- including dividend distribution tax amounting to ` 227395/-

- In the opinion of the board of directors, all the current assets, loans and advances, in the ordinary course of business, have a realizable value which is at least equal to the value stated in the financial statements.

All rent/lease agreements are cancellable on the instance of both lessor and lessee hence disclosure of information as per the provisions of AS-19 is not applicable.

Related Party Disclosures – As identified by the management and relied upon by the auditors

- (a) List of related parties and description of relationship

I. Holding company

Ludhiana Stock and Capital Ltd.

II. Key managerial personnel

Mr. Pritpal Singh	Chief General Manager cum Whole Time Director
Mr. Shiv Ram Mishra	Company Secretary

- (a) **Related party transactions**

(Figures in `)

<u>CURRENT YEAR</u>	Holding Company	Key Managerial Personnel	Total
Dividend	1,33,24,300		1,33,24,300
Rent (Inclusive of Taxes)	45,40,050		45,40,050
Photo Copy Charges (Inclusive of Taxes)	42,681		42,681
Maintenance Charges (Inclusive of Taxes)	7,93,852		7,93,852
Electricity Charges	8,57,940		8,57,940
Property Tax	2,66,062		2,66,062
Depository Charges	485		485
Remuneration		13,60,611	13,60,611
Balance due to Holding Company as on 31.03.2019	80,907		80,907
Total	1,99,06,277	13,60,611	2,12,66,888

PREVIOUS YEAR

Dividend	26,64,860	-	26,64,860
Rent (Inclusive of Taxes)	45,17,236	-	45,17,236
Photo Copy Charges (Inclusive of Taxes)	52,998	-	52,998
Maintenance Charges (Inclusive of Taxes)	7,89,856	-	7,89,856
Electricity Charges	3,91,660		3,91,660
Property Tax	2,66,062		2,66,062
Remuneration	-	13,46,028	13,46,028
Balance due to Holding Company as on 31.03.2018	11,85,241		11,85,241
Total	98,67,913	13,46,028	1,12,13,941

Capital Commitment

Capital Commitment (Net of Advances) NIL (Previous Year NIL.)

- Balances appearing under the Head Trade Receivable, Trade Payable and Advances Recoverable are subject to confirmation.

Any other Information required to be reported is Nil.

Figures of the previous year have been regrouped/rearranged/reclassified to make them comparable with the current year's figures, wherever considered necessary.

Figures have been rounded off to the nearest ` value.

Signatures to Note No. 1 to 24

As per our report of even date attached

For and on behalf of the Board of Directors

For Anoop K.Goel & Co.
Chartered Accountants
(Firm Registration No. 016327N)

(ANOOP KUMAR)
PARTNER
MEMBERSHIP NO. 096966

Place : LUDHIANA
Date : 29.07.2019

Sd/-
Jaspal Singh
Chairman
DIN: 00458451

Sd/-
Shiv Ram Mishra
Company Secretary
PAN: ARJPM5735C

Sd/-
Pritpal Singh
CGM Cum WTD
DIN: 01219436

Sd/-
Ramji
Manager-Finance
PAN:AJIPR7545L

LSC SECURITIES LIMITED

(Formerly Known as L.S.E. SECURITIES LIMITED)

CIN: U67120CH2000PLC023244

Regd. Off.: SCO. 142-143, 4th Floor, Cabin no. 111, Sector 34A, Chandigarh 160 022

ATTENDANCE SLIP

20th Annual General Meeting, Saturday, 31st August, 2019 at 12.30 P.M

Name and Address of the Shareholder : _____

Name of the Joint Shareholder(s) if any : _____

Regd. Folio No/DP and Client Id : _____

No. of shares held : _____

Name of the Proxy/Representative, if any : _____

I/We hereby record my/our presence at 20th (Twentieth) Annual General meeting of the Company being held on Saturday, 31st August, 2019 at 12.30 Noon at Hotel Park View, Sector-24, Near Indira Holiday Home, Chandigarh- 160023

Member's/Proxy's name in Block Letters

Member's/Proxy's Signature

Note: Please fill this attendance slip and hand it over at the entrance of the hall.

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PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

LSC SECURITIES LIMITED

CIN: U67120CH2000PLC023244

REGISTERED OFFICE: SCO. 142-143, 4th Floor, Cabin no. 111, Sector 34A, Chandigarh 160 022

Name of the member(s): Registered address:	E-mail Id: Folio No/ DP and Client ID:
---	---

I/We, being the member(s) holding _____ Equity Shares of LSC Securities Limited, 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: _____, or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 20th Annual General Meeting of the Company, to be held on Saturday, August 31, 2019 at 12:30 P.M at Hotel Park View, Sector-24, Near Indira Holiday Home, Chandigarh-160023 and at any adjournment thereof in respect of such resolutions as are indicated below:

No.	Resolution	For	Against
	<u>Ordinary Business:</u>		
1.	To receive, consider, and adopt the Audited Financial Statements for the year ended 31st March, 2019 together with the Reports of the Board of Directors and Auditors thereon.		
2.	To consider the declaration of dividend on Equity Shares.		
3.	To appoint a Director in place of Mr. Jaspal Singh (DIN: 00458451), who retires by rotation and being eligible, offers himself for the re-appointment.		
4.	To appoint a Director in place of Mr. Bhavesh Makkar (DIN: 07265492), who retires by rotation and being eligible, offers himself for the re-appointment.		
5.	To consider the re-appointment of the Statutory Auditors and to fix their remuneration.		
	<u>Special Business:</u>		
6.	To re-appoint Mr. Pritpal Singh, as a Whole Time Director.		

Signed this _____ day of _____ 2019.

Signature of Shareholder

Signature of Proxy holder(s)

Notes:

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. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% 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 a proxy for any other person or shareholder.
3. Appointing a proxy does not prevent a member from attending the meeting in person.
4. This is optional. Please put a '?' in the appropriate column against the resolution indicated in the box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your proxy will be entitled to vote in any manner as he/she thinks appropriate.

