

# LSC SECURITIES LIMITED

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

CIN NO U67120CH2000PLC023244

**Regd. Off. :**

SCO 50, 1st Floor, Sec. 34 A, Chandigarh-160022.

**Corp. Off. :**

1st Floor, LSE Building, Feroze Gandhi Market, Ludhiana.

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VENUE

**18<sup>th</sup> ANNUAL GENERAL MEETING**

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

## COMPANY DETAILS

### BOARD OF DIRECTORS

Mr. Jaspal Singh	Chairman
Mr. Pritpal Singh	Whole Time Director
Mr. Tribhawan Singh Thapar	Director
Mr. Rakesh Gupta	Director
Mr. Nagesh Chander	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. Rajiv Dhiman	Company Secretary
Mr. Rajesh Gupta	AGM
Mr. Madhur Gupta	AGM
Mr. Vipen Goyal	AGM.
Mr. Ravinder S. Saini	HOD – Accounts – II
Mr. Rajinder Pal Singh	HOD - Margin
Mr. Pawan Bhardwaj	HOD - Membership
Ms. Paramjeet Kaur	HOD – Human Resource
Mr. Jaswinder Singh	HOD- DP
Mr. Sadhir Chadha	HOD – KYC
Mrs. Sonia Sehgal	Compliance Officer- DP
Mr. Shiv Ram Mishra	Compliance Officer-TM

#### Registered Office:

SCO 50, First Floor, Sector 34-A,  
Chandigarh – 160 022  
Tele No.: 0172-5065459

#### Statutory Auditors:

M/s Anoop K. Goel & Co.  
245, Radha Swami Market,  
Opp. U.S.P.C. Jain Public School,  
Chandigarh Road, Ludhiana.  
Ph. : 0161-5093109

#### Trading cum Clearing Member:

National Stock Exchange of India Limited  
BSE Limited

#### Trading Member:

Metropolitan Stock Exchange of India Limited

#### Bankers

HDFC Bank, Oriental Bank of Commerce, Indusind Bank ,  
ICICI Bank, Yes Bank, Axis Bank, State Bank of India

#### Corporate Office:

1st Floor, LSE Building,  
Feroze Gandhi Market, Ludhiana – 141 001  
Tele No.: 0161-5021018, 5068133

#### Internal Auditors:

M/s K.C Khanna and Co.  
202, LSE Building, feroze Gandhi Market, Ludhiana –  
141 001

#### Depository Participants:

National Securities Depository Limited  
Central Depository Services (India) Limited

### DP BRANCHES

#### Amritsar

35-36, 2<sup>nd</sup> Floor, Deep Complex  
Opp. HDFC Bank,  
Court Road, Amritsar – 143001  
Ph.: 0183-2402212, 5018601-02

#### Chandigarh

SCO 50, First Floor, Sector 34-A,  
Chandigarh – 160 022  
Tele No.: 0172-5065459-60

#### Sangrur

Near Main Post Office,  
Banasar Bagh Road, Sangrur-148001  
Ph.: 01672-503281

#### Jalandhar

1st Floor, Milbertan Building,  
Opp. Govt. Girls Higher Secondary School, PNB Chowk, Jalandhar-144 001  
Ph.: 0181-5073480

Website: [www.lse.co.in](http://www.lse.co.in)

E-mail: [cs@lsesl.com](mailto:cs@lsesl.com), [admin@lsesl.com](mailto:admin@lsesl.com), [cgm@lsesl.com](mailto:cgm@lsesl.com), [igc@lsesl.com](mailto:igc@lsesl.com) (for investors).

# LSC SECURITIES LIMITED

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

CIN NO U67120CH2000PLC023244

Regd. Off. :

SCO 50, 1st Floor, Sec. 34 A, Chandigarh-160022. (GSTIN : 04AAACL6361J1ZK)

## NOTICE

Notice is hereby given that the **EIGHTEENTH ANNUAL GENERAL MEETING** of the Members of **LSC SECURITIES LIMITED (FORMERLY L.S.E. SECURITIES LIMITED)** will be held on Saturday, the 23rd September, 2017 at 12.30 Noon at Hotel Park View, Sector-24, Near Indira holiday Home, Chandigarh to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider, and adopt the Audited Financial Statements for the year ended 31st March, 2017 together with the Reports of the Board of Directors and Auditors thereon.
2. To confirm the declaration of interim dividend as the final dividend on Equity Shares.
3. To appoint a Director in place of Mr. Rakesh Gupta (DIN: 00458677), who retires by rotation and being eligible, offers himself for the re-appointment.
4. To ratify appointment of Auditors 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 the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the appointment of M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) as the Statuary Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the Nineteenth Annual General Meeting of the Company on such remuneration and on such terms and conditions as may be mutually agreed upon between the Board of Directors of the Company and the Auditors, be and is hereby ratified.”

### **SPECIAL BUSINESS:**

5. APPOINTMENT OF SH. PARMOD KUMAR GOYAL ( DIN NO -00507724) AS DIRECTOR LIABLE TO RETIRE BY ROTATION

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

“**RESOLVED THAT** pursuant to the Articles of Association of the Company and in accordance with the applicable provisions of the Companies Act, 2013, if any and rules made there under (including any statutory modification(s) or re-enactment thereof, for the time being in force) Mr. Parmod Goyal (DIN 00507724) be and is hereby appointed as a Director of the Company liable to retire by rotation, in respect of whom a notice has been received as per the provisions of Section 160 of the Companies Act, 2013 and rules made there under”

**By order of the Board  
FOR LSC SECURITIES LIMITED  
(Formerly L.S.E. Securities Limited)  
CIN NO: U67120CH2000PLC023244**

**Place : LUDHIANA**

**Date : 25.08.2017**

**Sd/-  
RAJIV DHIMAN  
COMPANY SECRETARY  
ACS-42139**

**Registered Office:**  
SCO 50, 1st Floor,  
Sector 34 A,  
Chandigarh.

**Corporate Office:**  
First Floor, LSE Bldg.,  
Feroze Gandhi Mkt., Ludhiana  
**E-mail:** cs@lssl.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, authorizing 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. The shares of the Company are held in physical form. Any member who transfers his shares to any person has to seek approval from the Board of the LSC Securities Limited (Formerly L.S.E. Securities Ltd) subject to prior approval from BSE, NSE and MSEI.
5. The Register of Members and the Share Transfer Book of the Company will remain closed from 20.09.2017 (Wednesday) to 21.09.2017 (Thursday) for the purpose of the Annual General Meeting.
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.

**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. 5**

**APPOINTMENT OF SH. PARMOD KUMAR GOYAL (DIN NO-00507724) AS DIRECTOR LIABLE TO RETIRE BY ROTATION**

Mr. Parmod Kumar Goyal having DIN No-00507724 was appointed as Director to fill casual vacancy caused by the resignation of Mr. Dheeraj Ghai having DIN No-02832228 by the Board of Directors in its meeting held on 12.03.2015. Pursuant to Section 161(4) of the Companies Act, 2013, Mr. Parmod Kumar Goyal holds office up to the date which the original Director Mr. Dheeraj Ghai would have held office if it had not been vacated. Accordingly, Mr. Parmod Kumar Goyal holds office till the date of ensuing Annual General Meeting of the Company. The Company has received a notice from a Member pursuant to section 160 of the Act proposing candidature of Mr. Parmod Kumar Goyal having DIN No-00507724 for the office of Director, liable to retire by rotation along with the prescribed deposit.

None of the Directors / Key Managerial Personnel of the Company / their relatives is, except Mr. Parmod Kumar Goyal himself, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the appointment of Mr. Parmod Goyal having DIN No-00507724 as Director liable to retire by rotation as set out in item no. 5 of the Notice for approval by the shareholders.

**By order of the Board  
FOR LSC SECURITIES LIMITED  
(Formerly L.S.E. Securities Limited)  
CIN NO: U67120CH2000PLC023244**

**Sd/-  
RAJIV DHIMAN  
COMPANY SECRETARY  
ACS-42139**

**Place : LUDHIANA**

**Date : 25.08.2017**

**Registered Office:**  
SCO 50, 1st Floor,  
Sector 34 A,  
Chandigarh.

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

MAP OF VENUE



# DIRECTORS' REPORT

Dear Shareholders,

Your Directors are pleased to present the Eighteenth Annual Report on the business and operations of the Company along with the Audited Financial Statements for the financial year ended 31st March, 2017.

## **FINANCIAL PERFORMANCE**

The Company's Financial Performance for the financial year ended 31st March, 2017 under review along with previous year's figures is given hereunder :

(Amount in ₹ Lacs)

Sr. No.	PARTICULARS	31.03.2017	31.03.2016
1.	<b>Profit Before Depreciation, Interest and Tax (PBDIT)</b>	<b>154.75</b>	<b>109.15</b>
2.	Depreciation	(10.47)	(7.87)
3.	Interest	(0.60)	(0.37)
4.	<b>Profit Before Tax (PBT)</b>	<b>143.68</b>	<b>100.91</b>
5.	Provision for Taxation		
	a. Current	(45.62)	(30.35)
	b. Deferred	0.86	0.67
	c. Earlier Years	1.87	(0.88)
6.	<b>Profit After Tax (PAT)</b>	<b>100.79</b>	<b>70.34</b>
7.	<b>Balance brought forward from previous years</b>	<b>845.72</b>	<b>870.62</b>
8.	Adjustments to P & L Account on account of Depreciation due to change in useful life of Fixed Assets	--	--
9.	<b>Profit available for appropriation</b>	<b>946.50</b>	<b>940.96</b>
10.	<b>Appropriations</b>		
	a. Transfer to Capital Redemption reserve	--	--
	b. Transfer to General Reserve	--	(1.75)
	c. Proposed Dividend		
	i) Interim Dividend	(51.53)	(77.30)
	ii) Dividend on Equity Shares		--
	d. Corporate Dividend Tax	(10.50)	(16.17)
11.	<b>Surplus carried to Balance Sheet</b>	<b>884.47</b>	<b>845.74</b>
12.	<b>Earning Per Share (EPS)</b>		
	a. Basic	<b>1.56</b>	<b>1.09</b>
	b. Diluted	<b>1.56</b>	<b>1.09</b>

## **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 ₹6183.81 Crores (Previous year ₹5048.27 Crores) and ₹2066.92 Crores (Previous year ₹2076.73 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 ₹111503.60 Crores (Previous year ₹80416.88 Crores) in the Futures & Options Segment of NSE.

### **c) Currency Segment**

During the year under review, the business volume in Currency Derivatives was ₹306.02 Crores (Previous year ₹615.67 Crores) in NSE.

### **d) Depository Participant Services**

During the year under review, your Company has opened 774 new accounts (previous year 1200 accounts opened) in CDSL and 1114 accounts (previous year 312 accounts opened) in NSDL.

### **e) Stock Broking Services**

During the year under review, your Company has opened 1444 Trading Accounts (previous year 1447 accounts opened).

### **f) Change in name of the Company**

During the period under review, the name of the Company was changed from L.S.E. Securities Limited to LSC Securities Limited. This change of name was approved by the Members at 17th Annual General Meeting held on 24.09.2016

## **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.

## **STATUTORY AUDITORS**

M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) were appointed as the Statutory Auditors of the company in at Fifteenth Annual General Meeting of the Company held on 27th day of September, 2014, for five consecutive years, subject to ratification at every Annual General Meeting. Accordingly, the Board recommends their appointment to be ratified in the ensuing Annual General Meeting. They have given their eligibility & consent for the proposed ratification.

## **SECRETARIAL AUDIT REPORT**

The Company is not required to get the Secretarial Audit from Practising Company Secretary pursuant to section 204 of the Companies Act 2013 read with rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

**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.

**DIRECTORS AND KEY MANAGERIAL PERSONNEL**

During the year under review, Mr. Bhavesh Makkar having DIN No. 07265492 was appointed as Member Director at 17th Annual General Meeting held on 24.09.2016

Mr. Rakesh Gupta having DIN No- 00458677 is liable to retire by rotation in the ensuing Annual General Meeting and being eligible offers himself for the re-appointment.

Further, Mr. Parmod Kumar Goyal having DIN No-00507724 was appointed as Director to fill casual vacancy caused by the resignation of Mr. Dheeraj Ghai having DIN No-02832228 by the Board of Directors in its meeting held on 12.03.2015. Pursuant to Section 161(4) of the Companies Act, 2013, Mr. Parmod Kumar Goyal holds office up to the date which the original Director Mr. Dheeraj Ghai would have held office if it had not been vacated. Accordingly, Mr. Parmod Kumar Goyal holds office till the date of ensuing Annual General Meeting of the Company. The Company has received a notice from a Member pursuant to section 160 of the Act proposing candidature of Mr. Parmod Kumar Goyal having DIN No-00507724 for the office of Director, liable to retire by rotation along with the prescribed deposit of Rs 1 lac only.

In the view of the above, your Company is required to fill this vacancy of Member Director at the ensuing Annual General Meeting.

**COMPOSITION OF THE BOARD OF DIRECTORS OF THE COMPANY**

NAME OF THE DIRECTOR	CATEGORY	DESIGNATION
Mr. Jaspal Singh	Non-Executive Director	Chairman
Mr. Pritpal Singh	Executive Director	Whole Time Director
Mr. Tribhawan Singh Thapar	Non-Executive Director	Member-Director
Mr. Parmod Kumar Goyal	Non-Executive Director	Member-Director
Mr. Nagesh Chander	Non-Executive Director	Member-Director
Mr. Rakesh Gupta	Non-Executive Director	Member-Director
Mr. Ashok Kumar	Non-Executive Director	Nominee Director
Mr. Ashwani Kumar	Non-Executive Director	Nominee Director
Mr. Bhavesh Makkar (w.e.f 24.09.2016)	Non-Executive Director	Member-Director

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

During the Financial Year 2016-17, Six Meetings of Board of Directors of the Company were held on 13.04.2016, 14.07.2016, 11.08.2016, 14.10.2016, 27.01.2017 and 25.03.2017 and attendance of Directors is as follows:

<b>NAME OF THE DIRECTOR</b>	<b>No. of Board Meeting Held</b>	<b>No. of Board Meeting Attended</b>	<b>Whether Attended the 17th Annual General Meeting</b>
Mr. Jaspal Singh (Chairman and Non -Executive Director)	6	6	YES
Mr. Pritpal Singh (Executive Director)	6	6	YES
Mr. Tribhawan Singh Thapar (Non- Executive Director)	6	3	NO
Mr. Parmod Kumar Goyal (Non- Executive Director)	6	4	YES
Mr. Ashok Kumar (Non- Executive Director)	6	6	YES
Mr. Ashwani Kumar (Non- Executive Director)	6	6	NO
Mr. Nagesh Chander (Non- Executive Director)	6	6	NO
Mr. Rakesh Gupta (Non- Executive Director)	6	6	YES
Mr. Bhavesh Makkar (w.e.f 24.09.2016) (Non- Executive Director)	6	2	Appointed in 17th AGM 24.09.2016

**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. They have, in the selection of the accounting policies, consulted the Statutory Auditors and have applied them 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, 2017 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; and
- d. They have prepared the annual accounts for the year ended 31st March, 2017 on a 'going concern' basis; and
- 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.

**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.

**COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) of the Companies Act, 2013 relating to constitution of Nomination and Remuneration Committee are presently not applicable to the Company as the Company does not fall under the criteria as mentioned in the Companies Act, 2013.

**INFORMATION PURSUANT TO RULE 5 (2) OF COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016**

There is 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, 2016 is furnished in "ANNEXURE-A"

**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.

**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.

**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 MADE 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 notes on accounts annexed to Financial Statement.

There are no materially significant related party transactions made by the Company with Directors, Key Managerial Personal 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.

### **DIVIDEND AND RESERVES**

The Board of Directors in its meeting held on 14.10.2016 had approved payment of interim dividend of ₹ 0.80 per equity share of ₹ 10 each, absorbing a sum of ₹ 5153420 (rupees fifty one lacs fifty three thousand and four hundred twenty) excluding dividend distribution tax. ₹ 1050514 (rupees ten lac fifty thousand and five hundred fourteen). The Directors are pleased to recommend confirmation of the said Interim Dividend to be the Final Dividend for the Financial Year 2016-2017. The Dividend, if approved by the Members at the Annual General Meeting, shall be the Final Dividend for the Financial Year 2016-2017.

### **MATERIAL CHANGES AND COMMITMENTS**

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

### **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.

### **CORPORATE SOCIAL RESPONSIBILITY**

During the period under review, the Company does not come under the criteria prescribed under section 135 of the Companies Act 2013. Hence, there is no stipulation for the Company to constitute CSR Committee and to spend any amount on the account of the Corporate Social Responsibility Policy.

### **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.

### **CHANGE IN THE NATURE OF BUSINESS**

There is no change in the nature of the business of the 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.

**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.

**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.

**TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND**

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

**FRAUD REPORTING**

There are 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.

**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 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.

**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 appreciate and value the trust imposed upon them by the Members of the Company.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**PLACE: LUDHIANA**  
**Date: 25.08.2017**

**JASPAL SINGH**  
**CHAIRMAN**  
**DIN No. 00458451**

**ANNEXURE - A**

**The detail 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 31.03.2017
*Mr. PRITPAL SINGH	WHOLE TIME DIRECTOR	940063	N.A.	B.Com	34	01/11/2013	56	Metro Politan Stock Exchange of India Limited	Nil
Mr. MADHUR GUPTA	AGM	460948	N.A.	MCA, MSC (IT), NCFM Capital Market, NISM VIII Module	14	31/05/2006	36	Competent Finman Pvt. Ltd.	Nil
Mr. RAJESH GUPTA	SR. MANAGER	435448	N.A.	C.A.	11	14/05/2014	43	Marvel Dyers & Processors Pvt. Limited	Nil
Mr. VIPAN GOYAL	AGM	410125	N.A.	Graduation (Passed NISM, CM, F&O, Depository, NSE, BSE-CM)	26	13/03/1991	48	N.A.	Nil
Mr. PAWAN KUMAR	MANAGER	348285	N.A.	B.A.	30	01/04/1989	54	Punjab Agriculture University	Nil
Mr. RAVINDER SINGH	MANAGER	324056	N.A.	Graduation	23	18/02/1994	47	N.A.	Nil
Ms. PARAMJEET KAUR	MANAGER	304841	N.A.	10+2, One Year Diploma in Computer Science	24	23/07/1993	45	N.A.	Nil
Mr. VARINDER KUMAR	MANAGER	298673	N.A.	Graduation, NCFM in Cash Market	26	29/08/1991	48	N.A.	Nil
Mr. GURDEEP SINGH	EXECUTIVE	285335	N.A.	Graduation in Commerce, Pursuing Master Degree in Finance, NCFM in CM & F&O	16	11/07/2001	41	Bharat Vikas Parishad Charitable Trust Ludhiana	Nil
Mr. RAJINDER PAL SINGH	MANAGER	284153	N.A.	Matric	29	02/06/1988	45	N.A.	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.**

**Annexure to Directors' Report for the year ended 31st March, 2017**

**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, 2017  
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 50, 1st Floor, Sector 34 A, Chandigarh. Phone No. 0172-5065459, Fax No. 0172-5065460, 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 : Not Applicable

**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:-

Sl. 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 -**

Sl. No.	Name and Address of the Company	CIN / GLN	Holding/ Subsidiary/ Associate	% of Share Held	Applicable Section
1.	Ludhiana Stock and Capital Limited	U67120PB1981PLC 004696	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	
<b>A. Promoters</b>									
<b>(1) Indian</b>		-	-	-	-	-	-	-	
(a) Individual/HUF		52800	52800	0.821		52800	52800	0.821	
(b) Central Govt. or State Govt.		-	-	-		-	-	-	
(c) Bodies Corp.		3331075	3331075	51.71		3331075	3331075	51.71	
(d) Banks / FI									
(e) Any Other....									
<b>Sub-Total (A) (1) :-</b>		<b>3383875</b>	<b>3383875</b>	<b>52.531</b>		<b>3383875</b>	<b>3383875</b>	<b>52.531</b>	
<b>(2) Foreign</b>									
(a) NRIs-Individuals									
(b) Other-Individuals									
(c) Bodies Corp.									
(d) Banks / FI									
(e) Any Other ....									
<b>Sub-Total (A) (2) :-</b>									
<b>Total Shareholding of Promoter (A) = (A)(1)+(A)(2)</b>		<b>3383875</b>	<b>3383875</b>	<b>52.531</b>		<b>3383875</b>	<b>3383875</b>	<b>52.531</b>	

<b>B. Public Shareholding</b>								
<b>1. Institution</b>								
(a) Mutual Funds								
(b) Banks / FI								
(c) Central Govt.								
(d) State Govt.								
(e) Venture Capital Funds								
(f) Insurance Companies								
(g) FIIS								
(h) Foreign Venture Capital Funds								
(i) Others (specify)								
<b>Sub-Total (B)(1):-</b>								
<b>2. Non-Institutions</b>								
(a) Bodies Corp.								
(i) Indian	917000	917000	14.23	870000	870000	13.50	-0.73	
(ii) Overseas								
(b) Individuals								
(i) Individual Shareholders holding nominal share capital upto Rs. 1 lakh	543200	543200	8.43	878700	878700	13.64	5.21	
(ii) Individual Shareholders holding nominal share capital in excess of Rs. 1 lakh	1597700	1597700	24.80	1309200	1309200	20.32	-4.48	
(c) Others (specify)								
<b>Sub-Total (B)(2):-</b>	3057900	3057900	47.46	3057900	3057900	47.46	-	
Total Public Shareholding (B)=(B) (1)+(B) (2)								
<b>C. Share held by Custodian for GDRs &amp; ADRs</b>								
<b>Grand Total (A+B+C)</b>	6441775	6441775	100%	6441775	6441775	100	-	

(ii) **Shareholding of Promoters**

Sl. No.	Shareholder'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	0.409	-	26400	0.409	-	
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	-	
	<b>TOTAL</b>	<b>3383875</b>	<b>52.529</b>	<b>-</b>	<b>3383875</b>	<b>52.529</b>	<b>-</b>	

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

Sl. 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 .2016	-	3383875	52.529	3383875	52.529
2.	Changes during the year	-	No Change	-	-	-	-
3.	At the end of the year	31.03 .2017	-	3383875	52.529	3383875	52.529

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

Sl. No.	Shareholder's Name	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	-	-		
				31.03.2017	At the end of the year			28500	0.44
2.	Corporate Scrips Pvt. Ltd.	26500	0.41					26500	0.41
				-	No Change	-	-		-
				31.03.2017	At the end of the year	-	-	26500	0.41
3.	Krishan Chand Gupta	20000	0.31					20000	0.31
				-	No Change	-	-	-	-
				31.03.2017	At the end of the year			20000	0.31
4.	Ms. Toshi Bansal	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03.2017	At the end of the year			20000	0.31

5.	Super Finvest Services Pvt. Ltd.	20000	0.31					20000	0.31
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	20000	0.31
6.	Neeraj Gupta	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03. .2017	At the end of the year	-	-	20000	0.31
7.	Sanjay Anand	20000	0.31					20000	0.31
				-	No Change	-	-		
				31.03. .2017	At the end of the year			20000	0.31
8.	Marwaha Financial Services Private Limited	20000	0.31					20000	0.31
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			2000	0.31
9.	K.K. Capsec Private Limited	20000	0.31					20000	0.31
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			20000	0.31
10.	Dharam Pal Ohri	20000	0.31					20000	0.31
				-	No Change	-	-	-	
				31.03. .2017	At the end of the year			20000	0.31

(v) Shareholding of Directors and Key Managerial Personnel (Present) :

Sl. 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	-	-	-	-
				31.03.2017	At the end of the year	-	-	20000	0.31
2.	Mr. Tribhawan Singh Thapar	26400	0.409					26400	0.409
				-	No Change	-	-	-	-
				31.03.2017	At the end of the year			26400	0.409
3.	Mr. Bhavesh Makkar (w.e.f. 24.09.2016)	100	0.002					100	0.002
				-	No Change	-	-	-	-
				31.03.2017	At the end of the year			100	0.002
4.	Mr. Parmod Kumar Goyal	100	0.002					100	0.002
				-	No Change	-	-	-	-
				31.03.2017	At the end of the year			100	0.002

5.	Mr. Ashok Kumar	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
6.	Mr. Ashwani Kumar	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
7.	Mr. Rakesh Gupta	8000	0.12					8000	0.12
				10.10 .2016	Transfer of Shares*	3500	0.05	3500	0.05
				31.03. .2017	At the end of the year			11500	0.17
8.	Mr. Nagesh Chander	100	0.002					100	0.002
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			100	0.002
9.	Mr. Pritpal Singh	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
10.	Mr. Rajiv Dhiman	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-

\* Approval of NSE is Pending.

**Shareholding of Directors and Key Managerial Personnel (Past) :**

Sl. 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. .2017	At the end of the year	-	-	20000	0.31
2.	Mr. Tribhawan Singh Thapar	26400	0.409					26400	0.409
				-	No Change	-	-	-	-
				31.03. .2017	end of the year			26400	0.409
3.	Mr. Rajesh Kumar Sharma (Upto 24.09.2016)	1000	0.02					1000	0.02
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			1000	0.02
4.	Mr. Parmod Kumar Goyal	100	0.002					100	0.002
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			100	0.002
5.	Mr. Rakesh Gupta	8000	0.12					8000	0.12
				10.10 .2016	Transfer of Shares*	3500	0.05	3500	0.05
				31.03. .2017	At the end of the year			11500	0.17

\* Approval of NSE is Pending.

6.	Mr. Nagesh Chander	100	0.002					100	0.002
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year			100	0.002
7.	Mr. Ashok Kumar	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
8.	Mr. Ashwani Kumar	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
9.	Mr. Pritpal Singh	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	At the end of the year	-	-	-	-
10.	Mr. Rajiv Dhiman (w.e.f. 01.01.2016)	-	-					-	-
				-	No Change	-	-	-	-
				31.03. .2017	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
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

<b>Change in Indebtedness during the financial year</b>				
o Addition	-	-	-	-
o Reduction	-	-	-	-
<b>Net Change</b>	-	-	-	-
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole-Time Directors and / or Manager :**

(Amount in ₹)

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		<b>Mr. Pritpal Singh</b>	
1.	Gross Salary		
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	9,40,063	
	(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	-	-
	<b>Total (A)</b>	<b>9,40,063</b>	<b>9,40,063</b>
	Ceiling as per the Act	As per schedule - V of the Companies Act, 2013	

**B. Remuneration to other Directors :**

(Amount in ₹)

Sl. 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 ₹)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel (Company Secretary)		
		Mr. Rajiv Dhiman		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	2,68,981		2,68,981
2.	Stock Option	-		-
3.	Sweat Equity	-		-
4.	Commission - as % of profit - others, specify...	-		-
5.	Others, please specify	-		-
	Total			2,68,981

**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)
<b>A. COMPANY</b>					
Penalty			<b>"NONE"</b>		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			<b>"NONE"</b>		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			<b>"NONE"</b>		
Punishment					
Compounding					

# INDEPENDENT AUDITORS' REPORT

To  
The Members of  
LSC SECURITIES LIMITED

## Report on the Financial Statements

We have audited the accompanying standalone financial statements of LSC SECURITIES LIMITED ("the Company") which comprises the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

## Management's Responsibility for the Standalone Financial Statements

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

## Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its Profit and its Cash Flow for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report, to the extent applicable that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - d. In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending 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.
    - iv. The Company has provided requisite disclosures in the standalone financial statements as regards its holding as well as dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8th November, 2016 of the Ministry of Finance, during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures performed and the representations provided to us by the Management, we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note 16 of the financial statements.

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

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

**Place : LUDHIANA**  
**Date : 25.08.2017**

**“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, 2017:

- 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 31-03-2017, 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. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.  
  
 (b) According to the records of the company, the dues outstanding for taxes on account of dispute are as follows:

Name of the Statute	Nature of Dues	Amount (Rs.)	Period to which the amount related	Forum where dispute is pending
Service Tax Act, 1994	Service Tax and Penalty	102,918	2005-06	Customs, Excise & Service Tax Appellate Tribunal

- 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 : 25.08.2017**

**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, 2017 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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 : 25.08.2017**

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

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

**BALANCE SHEET**

AS AT 31<sup>ST</sup> MARCH 2017

Amount in (₹)

PARTICULARS	NOTE	As At 31.03.2017	As At 31.03.2016
<b>I EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	1	64,417,750	64,417,750
(b) Reserves and Surplus	2	99,510,712	95,635,467
<b>(2) Non-Current Liabilities</b>			
(a) Other Long Term Liabilities	3	27,733,238	27,897,585
<b>(3) Current Liabilities</b>			
(a) Short-Term Borrowings	4	17,542,956	-
(b) Trade Payables	5	223,996,142	187,443,656
(c) Other Current Liabilities	6	2,093,568,291	2,617,136,252
(d) Short Term provisions	7	533,721	460,517
<b>TOTAL</b>		<b>2,527,302,810</b>	<b>2,992,991,227</b>
<b>II ASSETS</b>			
<b>(1) Non Current Assets</b>			
(a) Fixed Assets	8		
Tangible Assets		1,938,341	1,596,696
Intangible Assets		1,156,961	1,615,823
(b) Non Current Investments	9	6,764,000	6,764,000
(c) Deferred Tax Asset	10	71,000	(15,000)
(d) Long term loans and advances	11	40,649,229	50,570,389
(e) Other Non Current Assets	12	172,086	1,816,749
<b>(2) Current Assets</b>			
(a) Inventory	13	7,349	11,926
(b) Current Investments	14	5,000,000	-
(c) Trade Receivables	15	143,911,004	151,173,828
(d) Cash and bank balances	16	366,213,341	227,935,757
(e) Short term Loans and advances	17	4,552,196	6,809,541
(f) Other Current Assets	18	1,956,867,303	2,544,711,518
<b>TOTAL</b>		<b>2,527,302,810</b>	<b>2,992,991,227</b>

Significant Accounting Policies 25

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

Sd/-  
(ANOOP KUMAR)  
PARTNER  
MEMBERSHIP NO. 096966

Sd/-  
Rajiv Dhiman  
Company Secretary  
PAN : ALDPD5625Q

Sd/-  
Rajesh Gupta  
AGM  
PAN : AHPHG2853B

Place : LUDHIANA  
Date : 25.08.2017

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

**PROFIT AND LOSS**

AS AT 31<sup>ST</sup> MARCH 2017

Amount in (₹)

PARTICULARS	NOTE	For the year ended 31.03.2017	For the year ended 31.03.2016
I Revenue from operations	19	22,539,472	21,879,479
II Other Income	20	24,025,748	20,777,008
<b>III Total Revenue</b>		<b>46,565,220</b>	<b>42,656,487</b>
<b>IV Expenses</b>			
Operating Expenses	21	3,509,878	2,969,485
Employee Benefit expenses	22	14,907,229	13,961,875
Finance Cost	23	65,191	284,860
Depreciation and amortization expenses		1,047,428	787,890
Other expenses	24	12,668,232	14,561,803
<b>Total Expenses</b>		<b>32,197,958</b>	<b>32,565,913</b>
<b>V Profit before Tax (III-IV)</b>		<b>14,367,262</b>	<b>10,090,574</b>
<b>VI Tax Expense :</b>			
1) Current Tax		4,562,000	3,035,000
2) Tax Adjustment of an Earlier Year		(187,916)	88,819
3) Deferred Tax		(86,000)	(67,000)
<b>VII Profit for the year (V-VI)</b>		<b>10,079,178</b>	<b>7,033,755</b>
<b>VIII Earning per Share (Nominal Value of Share of Rs. 10 each) Basic &amp; Diluted</b>		<b>1.56</b>	<b>1.09</b>

Significant Accounting Policies 25

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

Sd/-  
(ANOOP KUMAR)  
PARTNER  
MEMBERSHIP NO. 096966

Sd/-  
Rajiv Dhiman  
Company Secretary  
PAN : ALDPD5625Q

Sd/-  
Rajesh Gupta  
AGM  
PAN : APHPG2853B

Place : LUDHIANA  
Date : 25.08.2017

**LSC SECURITIES LIMITED**  
(Formerly Known as L.S.E. SECURITIES LIMITED)  
**CASH FLOW STATEMENT**

AS AT 31<sup>ST</sup> MARCH 2017

Amount in (₹)

PARTICULARS	AS AT 31.03.2017		AS AT 31.03.2016	
	AMOUNT	TOTAL	AMOUNT	TOTAL
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit Before Tax		14367262		10090574
Non-Cash & Non-Operating Adjustments for :				
Depreciation & Amortisation	1047428		787890	
Fringe Benefit Refund W/o	0		540	
Finance Cost	65191		284859	
Dividend Received	(845000)		(1105000)	
Interest on Income tax Refund	(124860)		0	
Bad Debts W/o/(Recovered)	(321977)		(31479)	
Profit on sale of Assets	0		(11423)	
Provision for Leave encashment	183513		207711	
		4295		133099
<b>Operating Profit before Working Capital changes</b>		14371557		10223673
Adjustments for :				
(Increase)/Decrease in Inventories	4577		16981	
(Increase)/Decrease in Trade & Other Receivable	7584801		15967367	
(Increase)/Decrease in Short-Term Loan & Advances	172173		(203752)	
(Increase)/Decrease in Long-Term Loan & Advances	9921160		(10078481)	
(Increase)/Decrease in other Current Assets	588089425		23397781	
(Increase)/Decrease in Non-Current Assets	1644663		(815816)	
Increase/(Decrease) in Trade Payables	36552486		(19434815)	
Increase/(Decrease) in other Current Liabilities	(523567961)		(36743035)	
Increase/(Decrease) in Short term Provisions	(110309)		(107214)	
Increase/(Decrease) in Other Long-Term Liabilities	(164347)	120126668	252250	(27748733)
<b>Cash Generated from Operations</b>		134498225		(17525061)
Income Tax Expense	(2534121)	(2534121)	(4113139)	(4113139)
<b>NET CASH FROM OPERATING ACTIVITIES</b>		131964103		(21638199)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed Assets	(930212)		(2181472)	
Proceeds From Sale of Fixed Assets	0		24500	
Interest on Income tax Refund	124860		0	
Investment in Mutual Funds	-5000000		0	
Dividend Received	845000		1105000	
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		(4960352)		(1051972)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Dividend Paid Including Dividend Distribution Tax	(6203934)		(9347647)	
Finance Cost	(65191)		(284860)	
Proceeds from Short-Term Borrowings	17542956		0	
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		11273831		(9632507)
NET INCREASE IN CASH & CASH EQUIVALENTS		138277584		(32322679)
CASH AND CASH EQUIVALENTS at the Beginning of the Period		227935757		260258436
CASH AND CASH EQUIVALENTS at the End of the Period		366213341		227935757

Significant Accounting Policies

25

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/-

(ANOOP KUMAR)

PARTNER

MEMBERSHIP NO. 096966

Place : LUDHIANA

Date : 25.08.2017

Sd/-

Jaspal Singh

Chairman

DIN : 00458451

Sd/-

Rajiv Dhiman

Company Secretary

PAN : ALDPD5625Q

Sd/-

Pritpal Singh

CGM Cum WTD

DIN : 01219436

Sd/-

Rajesh Gupta

AGM

PAN : AHPHG2853B

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

# **NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2017**

**Amount in (₹)**

	<b>As At 31.03.2017</b>	<b>As At 31.03.2016</b>
<b>1 SHARE CAPITAL</b>		
<b><u>AUTHORISED</u></b>		
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
	<b>150,000,000</b>	<b>150,000,000</b>
<b><u>ISSUED, SUBSCRIBED AND PAID UP</u></b>		
6441775 Equity Shares of Rs.10/- each Fully Paid Up	64,417,750	64,417,750
<b>TOTAL</b>	<b>64,417,750</b>	<b>64,417,750</b>

**Reconciliation of number of shares outstanding**  
**a) Equity Shares**

	Number of Shares	Amount	Number of Shares	Amount
Outstanding at the beginning of the year	6441775	64417750	6441775	64417750
Add: shares issued during the year	-	-	-	-
Outstanding at the end of the year	6441775	64417750	6441775	64417750

**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.

Out of Equity Shares issued by the Company, shares held by its holding company are as follows:

	Number of shares	Number of shares
LUDHIANA STOCK & CAPITAL LTD	3331075	3331075

**Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company.**

	Number of shares	Percentage	Number of shares	Percentage
LUDHIANA STOCK & CAPITAL LTD	3331075	51.71	3331075	51.71

**2 RESERVES & SURPLUS**

Securities Premium - 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	6,027,541
Amount Transferred During The Year	-	175,844
	<b>6,203,385</b>	<b>6,203,385</b>
	<b>11,062,720</b>	<b>11,062,720</b>
Surplus in statement of Profit & Loss Account		
Opening Balance	84,572,747	87,062,483
Add Adjustments as per Schedule II of the Companies Act, 2013	-	
Add: Profit for the year	10,079,178	7,033,755
Amount available for appropriation	94,651,926	94,096,238
: Trf to General Reserve	-	175,844
Less: Appropriations:		
Interim/ Proposed Dividend on equity shares	5,153,420	7,730,130
Dividend Distribution tax	1,050,514	1,617,517
Closing Balance	88,447,992	84,572,747
<b>TOTAL</b>	<b>99,510,712</b>	<b>95,635,467</b>

**LSC SECURITIES LIMITED**

**Amount in (₹)**

**Notes to Financial Statements For the Year Ended 31st, March 2017**

	<b>As At 31.03.2017</b>	<b>As At 31.03.2016</b>
<b>3 Other Long Term Liabilities</b>		
Deposits from sub brokers	27,733,238	27,897,585
<b>TOTAL</b>	<b>27,733,238</b>	<b>27,897,585</b>
<b>4 Short-Term Borrowings</b>		
Secured		
Loans repayable on demand		
- From Bank		
Overdraft Facility	17,542,956	-
<b>TOTAL</b>	<b>17,542,956</b>	<b>-</b>
The above Overdraft facility is secured by pledge of Fixed Deposits Of Rs. 280 Lakhs and the same carries Interest @ 9.66% per annum as at March 31, 2017		
<b>5 Trade Payables</b>		
Sundry Creditors	223,996,142	187,443,656
<b>TOTAL</b>	<b>223,996,142</b>	<b>187,443,656</b>
<b>6 Other Current Liabilities</b>		
<u>Deposits from sub brokers</u>		
<u>(Kept with the Principal Stock Exchanges as margins)</u>		
(A) BSE Limited	42,878,963	45,343,817
(B) The National Stock Exchange of India Ltd (NSE)	709,563,306	570,817,701
In form of FDRs	555,449,171	474,159,500
In form of Funds	154,114,135	96,658,201
(C) IL&FS	3,177,594	4,721,269
In form of FDRs	2,100,000	3,861,669
In form of Funds	1,077,594	859,600
(D) Scrips held on behalf of Clients	330,317,438	1,780,217,669
(E) Deposit from DP clients	100,000	112,000
(F) Value of Members Scrips kept As Margin	980,141,108	200,843,468
(G) Dp Charges Received in Advance	1,318,023	1,031,938
(H) Unpaid Dividend	97,600	131,800
<b>TOTAL</b>	<b>2,067,594,032</b>	<b>2,603,219,662</b>
<b>Other Payables</b>		
Payable to Holding Company (Ludhiana Stock & capital Ltd)	-	9,303
Cheques issued but not presented	10,924,783	4,992,539
Expenses Payable	10,298,939	3,281,559
Statutory Liabilities( including Stamp Duty, Tax Deducted at Source, Bonus, Service Tax, ESI & EPF)	1,882,195	1,446,239
Other Liabilities	2,868,342	4,186,950
<b>TOTAL</b>	<b>25,974,259</b>	<b>13,916,590</b>
<b>GRAND TOTAL</b>	<b>2,093,568,291</b>	<b>2,617,136,252</b>
<b>7 Short Term Provisions</b>		
Provision for employee benefits		
Leave Encashment	533,721	460,517
<b>TOTAL</b>	<b>533,721</b>	<b>460,517</b>

**LSC Securities Limited**

**8. Fixed Assets**

PARTICULARS	GROSS BLOCK										DEPRECIATION				NET BLOCK			
	AS AT 01-04-2016		ADDITIONS		SALE/ADJUSTMENT		AS AT 31-03-2017		AS AT 01-04-2016		FOR THE PERIOD DURING THE PERIOD		OTHER ADJUSTMENTS		AS AT 31-03-2017		AS AT 31-03-2016	
	AS AT	2016	AS AT	2016	ADJUSTMENT	31-03-2017	AS AT	2016	AS AT	2016	PERIOD	PERIOD	AS AT	2016	AS AT	2016	AS AT	2016
<b>A) TANGIBLE ASSETS</b>																		
FURNITURE & FIXTURES	1404116	17873	0	1421989	0	1304629	14261	0	0	0	1318891	103098	99487					
VEHICLES	5865	0	0	5865	0	5571	0	0	0	0	5571	294	294					
OFFICE EQUIPMENT	27983	0	0	27983	0	26583	0	0	0	0	26583	1400	1400					
AIR CONDITIONER	224215	0	0	224215	0	213004	0	0	0	0	213004	11211	11211					
COOLERS	6330	0	0	6330	0	6013	0	0	0	0	6013	317	317					
ELECTRONIC EQUIPMENTS	193108	0	0	193108	0	177169	4468	0	0	0	181636	11472	15939					
FANS & ELECTRICAL FITTINGS	65669	1390	0	67059	0	58106	1688	0	0	0	59794	7265	7563					
FIRE FIGHTING EQUIPMENT	49805	0	0	49805	0	47316	0	0	0	0	47316	2489	2489					
GENERATOR	77497	0	0	77497	0	73622	0	0	0	0	73622	3875	3875					
GLOW SIGN BOARD	59454	0	0	59454	0	56480	0	0	0	0	56480	2974	2974					
REFRIGERATOR	7180	0	0	7180	0	6821	0	0	0	0	6821	359	359					
TELEPHONE & TELEX	300895	6280	0	307175	0	275492	6412	0	0	0	281904	25271	25403					
VSAT SKYEDGE	78000	0	0	78000	0	74101	0	0	0	0	74101	3899	3899					
COMPUTERS	20193403	904669	0	21098072	0	18771917	561737	0	0	0	19333654	1764418	1421486					
<b>TOTAL - A</b>	<b>22693520</b>	<b>930212</b>	<b>0</b>	<b>23623732</b>	<b>0</b>	<b>21096824</b>	<b>588566</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>21685391</b>	<b>1938341</b>	<b>1596696</b>					
PREVIOUS YEAR	22381502	573557	261539	22693520	21016258	329028	248462	0	21096824	1596696								
<b>B) INTANGIBLE ASSETS</b>																		
COMPUTER SOFTWARE & LICENSES	7744647	0	0	7744647	0	6128824	458862	0	0	0	6587686	1156961	1615823					
<b>TOTAL - B</b>	<b>7744647</b>	<b>0</b>	<b>0</b>	<b>7744647</b>	<b>0</b>	<b>6128824</b>	<b>458862</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6587686</b>	<b>1156961</b>	<b>1615823</b>					
PREVIOUS YEAR	6136732	1607915	0	7744647	5669961	458862	0	0	6128824	1615823								
<b>GRAND TOTAL CURRENT YEAR</b>	<b>30438167</b>	<b>930212</b>	<b>0</b>	<b>31368378</b>	<b>27225648</b>	<b>1047428</b>	<b>0</b>	<b>0</b>	<b>28273077</b>	<b>3095301</b>	<b>3212519</b>							
<b>GRAND TOTAL PREVIOUS YEAR</b>	<b>28518234</b>	<b>2181472</b>	<b>261539</b>	<b>30438167</b>	<b>26686219</b>	<b>787890</b>	<b>248462</b>	<b>0</b>	<b>27225648</b>	<b>3212519</b>								

**LSC SECURITIES LIMITED**

**Notes to Financial Statements For the Year Ended 31st, March 2017**

**Amount in (₹)**

	<b>As At 31.03.2017</b>	<b>As At 31.03.2016</b>
<b>9 Non Current Investments</b>		
Trade Unquoted 65000 Equity Shares (P/Y 130000 Equity Shares of Rs.1 Each) of Rs. 2 Each of BSE Limited	6,764,000	6,764,000
<b>TOTAL</b>	<b>6,764,000</b>	<b>6,764,000</b>
<b>10 Deferred Tax Asset</b>		
a) Deferred Tax Liability		
- On account of depreciation of Fixed Assets	106,000	74,000
- On account of Excess Allowance U/S 40 A(7) of The Income Tax Act 1961	5,000	99,000
	111,000	173,000
b) Deferred Tax Asset		
- On account of Disallowance U/S 43B of The Income Tax Act 1961	(182,000.00)	(158,000)
<b>TOTAL</b>	<b>71,000</b>	<b>(15,000)</b>
<b>11 Long Term Loans and Advances</b>		
<u>Unsecured, Considered Good</u>		
Security Deposits	40,262,975	50,276,975
Advances to Employees other than Current Maturities	349,840	268,070
Accrued interest on loan to employees other than current maturities	36,414	25,344
<b>TOTAL</b>	<b>40,649,229</b>	<b>50,570,389</b>
<b>12 Other Non-Current Assets</b>		
Planned Gratuity Assets (Net of Gratuity Obligation)	14,083	300,643
Accrued interest on term deposits having remaining maturity more than one year	158,003	1,516,106
<b>TOTAL</b>	<b>172,086</b>	<b>1,816,749</b>
<b>13 INVENTORY</b>		
Others:-		
Saleable Stationery	7,349	11,926
<b>TOTAL</b>	<b>7,349</b>	<b>11,926</b>
<b>14 Current Investments</b>		
20842.817 Units (P/Y Nil ) of Rs. 10 Each of ICICI Prudential Mutual fund Liquid Direct Growth (The NAV as on 31.03.2017 - Rs. 50,17,227)	5,000,000	-
<b>TOTAL</b>	<b>5,000,000</b>	<b>-</b>
<b>15 Trade Receivables</b>		
Outstanding for a period exceeding six months from the due date of payment		
-Secured, Considered Good	18,220,155	26,018,631
-Unsecured , Considered Good	20,205,814	18,600,881
<b>TOTAL</b>	<b>38,425,969</b>	<b>44,619,512</b>
<b>Others</b>		
-Secured , Considered Good	95,694,005	102,420,375
-Unsecured , Considered Good	9,791,030	4,133,941
<b>TOTAL</b>	<b>105,485,035</b>	<b>106,554,316</b>
<b>GRAND TOTAL</b>	<b>143,911,004</b>	<b>151,173,828</b>

**LSC SECURITIES LIMITED**

**Notes to Financial Statements For the Year Ended 31st, March 2017**

**Amount in (₹)**

	<b>As At 31.03.2017</b>	<b>As At 31.03.2016</b>
<b>16 Cash and Bank Balances</b>		
<b>Cash and Cash Equivalents</b>		
Cash in hand	71,380	74,426
Bank Balances in Current Accounts	16,159,891	22,754,531
Cheques in Hand	1,310,000	-
Term deposits having remaining maturity of less than 3 months	-	10,000,000
<b>TOTAL</b>	<b>17,541,271</b>	<b>32,828,957</b>
<b>Other Bank Balances</b>		
Earmarked Balance with bank for Unpaid Dividend	97,600	131,800
- Term Deposits having remaining maturity of more than one year. (See Note Below)	59,700,000	31,000,000
- Term Deposits having remaining maturity not more than one year. (See Note Below)	288,874,470	163,975,000
	<b>348,672,070</b>	<b>195,106,800</b>
<b>GRAND TOTAL</b>	<b>366,213,341</b>	<b>227,935,757</b>

Note : The term deposits in other bank balances represent lien marked deposits against margin with major stock exchanges, bank guarantee, bank overdraft limits.

**Detail of Specified Bank Notes held and transacted during demonetisation period from 08.11.2016 to 30.12.2016**

Amount in INR

Particulars	SBNs	Other Denomination Notes	Total
<b>Closing cash in hand as on 08.11.2016</b>	111,000	677	111,677
(+) Permitted receipts	-	234,261	234,261
(-) Permitted payments	-	72,055	72,055
(-) Amount deposited in banks	111,000	132,351	243,351
<b>Closing cash in hand as on 30.12.2016</b>	-	30,532	30,532

**17 Short Term Loans and Advances**

Unsecured, Considered Good

Advances Recoverable in Cash or in kind or for value to be received- Considered Good	1,571,051	2,092,479
Accrued interest on current maturities of loan to employees	18,289	26,758
Current Maturity of Advances to employees	709,410	536,280
Prepaid Expenses	1,281,790	1,097,195
Advance Income Tax(Net of Provision for Tax)	971,656	3,056,829
<b>TOTAL</b>	<b>4,552,196</b>	<b>6,809,541</b>

**18 Other Current Assets**

Accrued interest on deposits with IL & FS	646,226	683,135
Accrued interest on term deposits having remaining maturity less than one year	10,180,353	9,276,014
Income Tax Refund Receivable	2,571,457	2,326,247
Margins Collected by IL & FS	15,700,000	15,700,000
Margins Collected by BSE	100,000	0.00
Members fdr kept as Margin	617,210,721	535,664,985
Members Scrips kept as Margin	330,317,438	200,843,468
Scrips held on behalf of clients	980,141,108	1,780,217,669
		-
<b>TOTAL</b>	<b>1,956,867,303</b>	<b>2,544,711,518</b>

**19 Revenue From Operations**

Income from services rendered

Turnover Charges	12,912,713	11,602,187
Depository Income	9,409,115	10,088,213
Other operating revenue		
- Relating to BSE Limited	101,200	109,120
- Relating to National Stock Exchange of India Limited, Mumbai	116,444	79,959
<b>TOTAL</b>	<b>22,539,472</b>	<b>21,879,479</b>

<b>LSC SECURITIES LIMITED</b>		<b>Amount in (₹)</b>	
<b>Notes to Financial Statements For the Year Ended 31st, March 2017</b>		<b>As At 31.03.2017</b>	<b>As At 31.03.2016</b>
<b>20 Other Income</b>			
Dividend on Non current Investment		845,000	1,105,000
Interest Income		22,268,002	19,156,916
Bad Debts Recovered		321,977	31,479
Profit on sale of Fixed Assets		-	11,423
Miscellaneous Income		590,769	472,190
<b>TOTAL</b>		<b>24,025,748</b>	<b>20,777,008</b>
<b>21 Operating Expenses</b>			
- Relating to BSE Limited		310,286	285,166
- Relating to National Stock Exchange Limited, Mumbai		803,648	890,763
- Relating to MSEI Limited		6,500	89,717
- Depository Expenses		2,389,444	1,703,839
<b>TOTAL</b>		<b>3,509,878</b>	<b>2,969,485</b>
<b>22 Employee Benfit Expenses</b>			
Salaries,Bonus and Allowances		12,715,208	11,924,041
Contribution to provident and other funds		1,437,489	1,367,231
Staff Welfare Expenses		307,556	279,888
Contribution/ (Adjustment) to Gratuity Fund		446,976	390,715
<b>TOTAL</b>		<b>14,907,229</b>	<b>13,961,875</b>
<b>23 Finance Cost</b>			
Interest Expenses		60,761	37,301
Other Borrowing Costs		4,430	247,559
<b>TOTAL</b>		<b>65,191</b>	<b>284,860</b>
<b>24 Other Expenses</b>			
Advertisement		-	27,725
Auditors' Remuneration			
- Statutory Audit Fee		80,000	70,000
- Out of Pocket Expenses		10,975	11,326
Internal Auditors' Remuneration- Audit Fees		225,000	227,050
Internal Auditors' (Out of Pocket) Expenses		8,253	17,727
System Audit		30,000	37,500
Prior Period Expenses		8,424	23,652
Board/Committee Meeting Expenses		4,218	13,633
Cable TV Expenses		209,954	229,134
Computer Maintainence expenses		3,396,908	3,351,854
Compensation Paid to Cleints		-	1,853,481
Electricity Charges		109,300	101,730
Festival Expenses		361,500	307,400
Filing Fees		3,079	305
General Expenses		171,120	168,674
Insurance		447,281	449,809
Legal and Professional Charges		311,891	191,450
Newspapers and periodicals		4,780	6,450
Office expenses		273,977	291,101
Postage and Courier		748,115	877,293
Printing and stationery		625,827	810,091
Rates and Taxes		420,755	327,234
Rent		4,367,945	4,337,550
Repairs and Maintenance		85,034	59,044
Sitting Fees to Public Representatives		-	7,496
Telephone & Communication Charges		678,054	672,034
Travelling and Conveyance-Directors		-	6,782
Travelling and Conveyance-others		85,843	84,278
<b>TOTAL</b>		<b>12,668,232</b>	<b>14,561,803</b>

**LSC SECURITIES LIMITED****Notes Forming Part of Balance Sheet As At 31st, March 2017****25 SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS****25.1 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**

- 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.
- 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 service tax.
- Interest Income is recognized using time proportion method.
- 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 licences has been estimated by the management and taken to be five years and being amortised 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 realisable 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**

- Current tax is determined on the profit for the year in accordance with the provisions of the Income tax Act, 1961.
- 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 NSCCL A/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 recognised, but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

## 25.2 NOTES TO ACCOUNTS

FDR's of Rs. 74300000 (Prev. Year Rs.74300000) have been pledged with HDFC Bank to secured overdraft facilities to the tune of Rs. 6.43 Cr (P/Y 6.43 Cr)

The Company has deposited FDRs in its name with National Stock Exchange of India Ltd amounting to Rs. 269799470 (Prev. Year Rs.111200000) and with BSE Ltd amounting to Rs. 2375000 (Prev. Year Rs 7375000) for Base Minimum/Additional Capital and are shown under the head Fixed Deposit with scheduled banks & FDRs amounting to Rs. 800000 (Previous Year Rs.800000) have been kept as Membership Security with NSE for CD Segment and Rs.13 Lacs (Previous Year- 1300000) 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.

- **Legal & Professional charges also include Rs 5000 paid to Statutory Auditor for rendering other Services.**

- **Employee Benefits:**

- Defined Contribution Plan:  
Company contribution to provident fund Rs.1122539 (Previous Year Rs.1084900)
- Defined Benefit Obligation:

**(a) Liability/Asset recognized in the Balance Sheet**

	<b>Defined Benefit Plan Gratuity Funded as on 31.03.2017</b>	<b>Defined Benefit Plan Gratuity Funded as on 31.03.2016</b>
Present value of obligation, beginning of the Year	3441053	2887916
Interest cost	258079	231033
Current service cost	348334	316582
Benefits paid	(458288)	(102481)
Actuarial loss on obligations	152490	108003
<b>Present value of obligation, end of the Year (A)</b>	<b>3741668</b>	<b>3441053</b>
Fair value of plan assets, beginning of the year	3741696	3150487
Expected return on plan assets	280627	275687
Contributions	160416	390454
Benefits paid	(458288)	(102481)
Actuarial gain / (loss) on plan assets	31300	27549
<b>Fair value of plan asset at the end of the year (B)</b>	<b>3755751</b>	<b>3741696</b>
Amount recognized in balance sheet (A-B)	<b>14083</b>	<b>300643</b>

**(b) Expenses during the year**

Current service cost	348334	316582
Interest cost	258079	231033
Expected return on plan assets	(280627)	(275687)
Net actuarial (gain)/loss recognized in the year	121190	80454
Expenses recognized in statement of profit & loss	446976	352382

**(c) Principal Actuarial Assumptions**

	<b>As on 31.03.2017</b>	<b>As on 31.03.2016</b>
Discount Rate	7.50%	8%
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 :

	<b>31.03.2017</b>	<b>31.03.2016</b>
a) Face Value per Share	10.00	10.00
b) Net Profit after Tax	10,078,177	7,033,755
c) Weighted Average No. of shares	6,441,775	6,441,775
d) Earnings per share (Basic and Diluted)	1.56	1.09

• **Contingent Liability**

Claims against the company not acknowledged as Debts:

- A demand for Service Tax of Rs.102918 (Previous year 102918) has been raised against the company by the Commissioner (Appeals) and the company has filed an appeal against this order with the CESTAT.

The company is contesting the demands/orders and the management believes that its position will likely to be upheld in the appellate process. No liability has been accrued in the financial statements in respect of the above. The management believes that the ultimate outcome of the same will not have a material adverse effect on the company's financial position and results of operations.

• **Membership Entrance Fee With NSE/BSE**

As resolved by the Board of Directors, the Membership Fee paid to BSE for acquiring trading rights at the Exchange has been shown under the head Non-current Investments as BSE has allotted shares against the same.

- 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)

**Mr. Rajiv Dhiman** (Company Secretary)

(a) **Related Party Transaction**

	<u>Holding Company</u>	<u>Key Managerial Personnel</u>	<u>Total</u> (Figures in Rs.)
<b>CURRENT YEAR</b>			
Dividend	2,664,833	-	2,664,833
Rent (Incl. of Taxes)	4,421,444	-	4,421,444
Photo Copy Charges	55,136	-	55,136
AMC of CCTV	11,650	-	11,650
Remuneration	-	1,183,705	1,183,705
<b>Total</b>	<b>7,153,063</b>	<b>1,183,705</b>	<b>8,336,768</b>
<b>PREVIOUS YEAR</b>			
Dividend	3,997,290	-	3,997,290
Rent (Incl. of Taxes)	4,382,056	-	4,382,056
Photo Copy Charges	27,773	-	27,773
AMC of CCTV	11,000	-	11,000
Remuneration	-	1,092,973	1,092,973
<b>Total</b>	<b>8,418,119</b>	<b>1,092,973</b>	<b>9,511,092</b>

• **Capital Commitment**

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

**Signature to Note No. 1 to 25**

**As per our report of even date attached**

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

**Sd/-**  
**(ANOOP KUMAR)**

**PARTNER**  
**MEMBERSHIP NO. 096966**

**Place : LUDHIANA**  
**Date : 25.08.2017**

**For and on behalf of the Board of Directors**

**Sd/-**  
**Jaspal Singh**  
Chairman  
DIN : 00458451

**Sd/-**  
**Rajiv Dhiman**  
Company Secretary  
PAN : ALDPD5625Q

**Sd/-**  
**Pritpal Singh**  
CGM Cum WTD  
DIN : 01219436

**Sd/-**  
**Rajesh Gupta**  
AGM  
PAN : AHPHG2853B

# LSC SECURITIES LIMITED

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

CIN NO U67120CH2000PLC023244

Regd. Off. : SCO 50, 1st Floor, Sec. 34 A, Chandigarh 160 022.

## ATTENDANCE SLIP

**18<sup>th</sup> Annual General Meeting, Saturday, 23rd September, 2017 at 12.30 Noon.**

Name and Address of the Shareholder : \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Name of the Joint Shareholder(s) if any : \_\_\_\_\_

Regd. Folio No. : \_\_\_\_\_

No. of shares held : \_\_\_\_\_

Name of the Proxy/Representative, if any : \_\_\_\_\_

I /We hereby record my/our presence at 18<sup>th</sup> (Eighteenth) Annual General Meeting of the Company being held on Saturday, 23rd September, 2017 at 12.30 Noon at Hotel Park View, Sector-24, Near Indira holiday Home, Chandigarh -160 022

\_\_\_\_\_  
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.**

**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**

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

**CIN NO U67120CH2000PLC023244****Regd. Off. : SCO 50, 1st Floor, Sec. 34 A, Chandigarh 160 022.**

Name of the member (s) :	E-mail Id :
Registered address :	Folio No. :

I/We, being the member(s) of shares of LSC Securities Limited (Formerly L.S.E. Securities Limited), hereby appoint :

- Name : \_\_\_\_\_  
Address : \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ Signature \_\_\_\_\_, or failing him
- Name : \_\_\_\_\_  
Address : \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ Signature \_\_\_\_\_, or failing him
- Name : \_\_\_\_\_  
Address : \_\_\_\_\_  
E-mail Id : \_\_\_\_\_ Signature \_\_\_\_\_

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 18th Annual General Meeting of the Company, to be held on Saturday, 23rd September 2017 at 12.30 Noon at Hotel Park View, Sector-24, Near Indira holiday Home, Chandigarh and at any adjournment thereof in respect of such resolutions as are indicated below:

**Resolution No. :****Ordinary Business**

- To receive, consider, and adopt the Audited Financial Statements for the year ended 31st March, 2017 together with the Reports of the Board of Directors and Auditors thereon.
- To confirm the declaration of interim dividend as the final dividend on Equity Shares.
- To appoint a Director in place of Mr. Rakesh Gupta DIN: 00458677, who retires by rotation and being eligible, offers himself for the re-appointment.
- To ratify appointment of Auditors M/s. Anoop Goel & Co. Chartered Accountants (Registration No. 016327N) as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) to the conclusion of the Nineteenth Annual General Meeting of the Company on such remuneration and on such terms and conditions as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.

Affix Revenue Stamp
---------------------------

**Special Business**

- Appointment of Sh. Parmod Kumar Goyal (Din No. : 00507724) as Director liable to retire by rotation.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2017.

\_\_\_\_\_  
Signature of Shareholder\_\_\_\_\_  
Signature of Proxy holder(s)**Notes:**

- The proxy, to be effective, should be duly completed and deposited at the Registered Office of the Company, SCO 50, First Floor, Sector 34-A, Chandigarh 160 022 at least FORTY EIGHT HOURS before the commencement of the Annual General Meeting.**
- A Proxy need not be a Member of the Company.**
- 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.
- Appointing a proxy does not prevent a member from attending the meeting in person.