

ANNUAL REPORT 2016-17

OF

M/S

AASVAS NIDHI LIMITED

21/733, 1ST FLOOR, PALACHUVADU

KAKKANAD, ERNAKULAM

KERALA - 682030

Our Auditor:

CA ANANTHARAMAN T.R., B.Com, FCA, DISA (ICAI)
(Partner)

M/s Sengottaiyan & Co.
Chartered Accountants
1-A, Lalitha Heights
Behind St. Thomas college Hostel
Thrissur, Kerala - 680 020

Phone: (0487) 2325699



INDEPENDENT AUDITORS' REPORT

TO,

THE MEMBERS OF AASVAS NIDHI LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **Aasvas Nidhi Limited** ("the Company"), which comprise the Balance Sheet as at **31/03/2017**, the Statement of Profit and Loss, **the cash flow statement** for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31/03/2017** and its **cash flows** for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

1. Due to their inherent nature, some expenses are supported only by internal vouchers.
2. Share Capital is received in cash.

Our opinion is not qualified in the above respect.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013. We give in the Annexure A statements on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as 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.



transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 issues by the Institute of Chartered Accountants of India.

Date : 01/09/2017
Place : Thrissur

For SENGOTTAIYAN & CO
CHARTERED ACCOUNTANTS
FRN : 0652908

CA. T.R. ANANTHARAMAN
PARTNER
M.No : 209707



“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Aasvas Nidhi Limited Company 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 Aasvas Nidhi Limited Company 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 control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

- (d) In our opinion, the aforesaid 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 the written representations received from the directors as on 31/03/2017 taken on record by the Board of Directors, none of the directors is disqualified as 31/03/2017 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 has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management.

Date : 01/03/2017
Place : Thrissur

For SENGOTTAI
CHARTERED
CA. T.R. ANANTHARAM
PARTNER
M.No : 209707





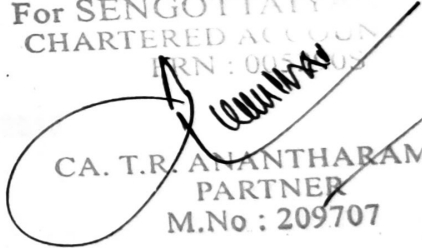
Sengottaiyan & Co.
Chartered Accountants

STATUTORY AUDITORS CERTIFICATE

(Pursuant to Rule 22 of Nidhi Rules, 2014)

THIS IS TO CERTIFY THAT, on the basis of books of accounts and other relevant documents verified by us and as per the explanations given to us by the management, AASVAS NIDHI LIMITED has complied with all the provisions contained in Nidhi Rules – 2014 and have not contravened any of the provisions contained in the said rules, subject to the following:

- The unencumbered time deposits with banks required as on 31.03.2017 is Nil whereas the actual amount of time deposits as on 31.03.2017 was Nil.

For SENGOTTAIYAN
CHARTERED ACCOUNTANTS
M.No : 005707

CA. T.R. ANANTHARAMAN
PARTNER
M.No : 209707

Place: Thrissur
Date : 01.09.2017



AASVAS NIDHI LIMITED
21/733, 1ST FLOOR, PALACHUVADU, KAKKANAD
ERNAKULAM, KERALA-682030

Balance Sheet as at 31.03.2017

Particulars	Note	31st March 2017
Equity and Liabilities		
1. Share Holders Fund		
[a] Share capital	3.1	1,000,000.00
[b] Reserves & surplus	3.2	(88,245.00)
2. Share Application Money Pending Allotment		
3. Non - Current Liabilities		
[a] Long term borrowings		-
[b] Deferred tax liabilities (Net)		-
[c] Other long-term liabilities		-
[d] Long-term provisions		-
4. Current Liabilities		
[a] Short - term borrowings		-
[b] Other current liabilities	3.3	17,700.00
[c] Short term provisions		-
		929,455.00
Assets		
1. Non - Current Assets		
[a] Fixed assets		
(i) Tangible assets		-
(ii) Intangible assets		-
(iii) Capital Work-in-progress		-
(iv) Intangible assets under development		-
[b] Deferred tax assets (Net)		-
[c] Long-term loans and advances		-
[d] Other non-current assets		-
[e] Other Provisions		-
2. Current Assets		
[c] Trade receivables		-
[d] Cash and cash equivalents	3.4	929,455.00
[e] Short term loans and advances		-
[f] Other current assets		-
		929,455.00


The Attached Notes form integral part of Accounts:-


As per our report of even date attached

For SENGOTTAIYAN & CO
 CHARTERED ACCOUNTANTS
 FRN : 00529

Thrissur, 01.09.2017
 CA. T.R. ANANTHAKAMAN
 PARTNER
 M.No : 209707

For and on behalf of the Board


 Mrs. Surya Ratheesh
 Managing Director


 Mr. Sreejith Sudhakaram
 Director

Thrissur: 01.09.2017

AASVAS NIDHI LIMITED
21/733, 1ST FLOOR, PALACHUVADU, KAKKANAD
ERNAKULAM, KERALA-682030

Profit and loss statement for the period 30.11.2016 to 31.03.2017

	Note	Figures for the current reporting period
Revenue from operations		-
Other Income		-
Total Revenue		-
Employee Benefit Expenses		-
Finance Cost	3.5	805.00
Depreciation and Amortization Expenses	3.6	63,375.00
Other Expenses	3.7	24,065.00
Total Expenses		88,245.00
Net profit / (loss) before exceptional and extraordinary items and tax		(88,245.00)
Less: Exceptional Items		-
Net Profit / (Loss) before extra ordinary items and tax		(88,245.00)
Less: Extraordinary items		-
Net Profit / (Loss) before tax		(88,245.00)
Less: Current year tax		-
Less / Add: Deferred tax liability (provided for) / reversed		-
Profit / (loss) for the period from continuing operations		(88,245.00)
Profit(loss) from discontinuing operations		-
Tax Expense of discontinuing operations		-
Profit (Loss) from discontinuing operations (after tax)		-
Net Profit / (Loss) for the period		(88,245.00)
Earnings per Equity Share : [Nominal value per Share _ Rs.10/-]		
Basic (including extra ordinary items)		(8.82)
Diluted (including extra ordinary items)		(8.82)

The Attached Notes form integral part of Accounts:-

As per our report of even date attached


For **SENGOTTAIYAN & CO**
CHARTERED ACCOUNTANTS
 ERN : 02908

CA. T. ANANTHARAMAN
 Thrissur: 01.09.2017

M.No : 209707



For and on behalf of Board of Directors


 Mrs. Surya Ratheesh
 Managing Director


 Mr. Sreejith Sudhakar
 Director

Thrissur: 21.10.2017

3 **Notes on Accounts**

3.1 **Share Capital**

Particulars	March 31, 2017
Authorised : 10,000 equity shares of Rs. 100 each with voting rights	1,000,000.00
Issued 10,000 equity shares of Rs. 100 each with voting rights	1,000,000.00
Subscribed and Issued 10,000 equity shares of Rs. 100 each with voting rights	1,000,000.00

Reconciliation of number of shares

	Number of shares as at 31.03.2017	Amount of shares at 31.03.2017
Equity Shares :		
Balance at the beginning of the year	-	-
Add : Shares issued	10,000	1,000,000
Less : Shares bought back	-	-
Balance at the end of the year	10,000	1,000,000

Rights, Preferences and restrictions attached to Shares

The equity shareholders are entitled to receive dividends as and when declared; a right to vote in proportion to holding etc. and their rights, preferences and restrictions are governed under the provisions of the Companies Act, 2013.


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


Particulars	% of Shares as at 31.03.2017	Number of shares at 31.03.2017
Mrs.Surya Ratheesh	20.0%	2,000.00
Mr.Sreejith Sudhakaran	20.0%	2,000.00
Mr.Rajvihar Sasi Rajeev	20.0%	2,000.00
Mr.Ratheesh R	10.0%	1,000.00
Mr.Abhilash Kumar	10.0%	1,000.00
Mr.Ashok Kumar. O	10.0%	1,000.00
Mr.Sajeev R S	10.0%	1,000.00

3.2 **Reserves and Surpluses:**

Particulars	Amount in Rs.
	March 31, 2017
Statement of Profit / (Loss)	
Surplus / (deficit)	
- Opening balance	(88,245.00)
- Add / (less): Current year (profit) / loss	
	(88,245.00)

For and on behalf of the Board


Mrs.Surya Ratheesh
Managing Director


Mr.Sreejith Sudhakaran
Director

Thrissur: 01.09.2017



3.3 Other Current Liabilities

Particulars	Amount in Rs.
	March 31,2017
Audit Fee payable	17,700.00
	17,700.00

3.4 Cash and Cash Equivalents

Particulars	Amount in Rs.
	March 31,2017
Balances with banks:	
-State Bank Of India	14,195.00
Cash in Hand	915,260.00
	929,455.00

3.5 Finance Cost

Particulars	Amount in Rs.
	March 31,2017
Bank Charges	805.00
	805.00


3.6 Depreciation and Amortisation Expenses


Particulars	Amount in Rs.
	March 31,2017
Preliminary Expenses written off	63,375.00
	63,375.00

3.7 Other Expenses

Particulars	Amount in Rs.
	March 31,2017
Audit Fee	17,700.00
Office Expenses	6,365.00
	24,065.00

Thrissur: 01.09.2017


Mrs.Surya Ratheesh
Managing Director

For and on behalf of the Board

Mr.Sreejith Sudhakaran
Director



3.8 Payment to Auditors (Including GST)

Particulars	Amount in Rs.
	March 31,2017
For Statutory Audit	
- Audit Fees	15,000.00
- GST	2,700.00
Total	17,700.00

3.9 Earning Per Share

Particulars	Amount in Rs.
	March 31,2017
Profit/Loss after taxation for the year	(88,245.00)
W.AVG no.of equity shares outstanding	10,000.00
Face value per share	100.00
Earnings Per Share	(8.82)

3.10 Contingent Liabilities and Contingent Assets

Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company, or(ii) Present obligations arising from the past events where it is not probable that outflow of the resources will be required to settle the obligation or reliable estimate of the amount of the obligation can not be made. Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised.

3.11 Segment Reporting

The company is engaged in only one segment and hence disclosure as per "AS 17 Segment Reporting " is not applicable.

3.12 Disclosure With Regard to Macro and Small Enterprises


According to the information available with the Company none of the suppliers have confirmed to be registered under " the Micro Small, and Medium Enterprises Development ('MSMED') Act, 2006. Accordingly amount unpaid as on 31.03.2017 along with the interest paid/payable are not required to be furnished.


3.13 Others

- (i) Since the company is in the first year of operation, no previous year's figure available.
- (ii) Due to their inherent nature, some expenses are supported only by internal vouchers.
- (iii) Provisions of Section 185 of Companies Act 2013 is not taken into account regarding secured loan given to directors, since the business of the company is lending.
- (iv) Share Capital is received in cash

Thrissur: 01.09.2017

For and on behalf of the Board


Mrs. Surya Ratheesh
Managing Director


Mr. Sreejith Sudhakara
Director

