

CHECONS LIMITED

ANNUAL REPORT

2017-2018

DIRECTORS' REPORT

To
The Members of
Checons Limited

Your Directors have pleasure in presenting the 36th Annual Report on the business and operations of the Company and Audited Financial Accounts for the year ended 31st March, 2018.

FINANCIAL RESULTS

	Year ended March 31, 2018	Year ended March 31, 2017
		(in ₹)
Profit before Tax	15,89,148	1,14,36,969
Less: Tax Expenses:		
a) Current Tax	86,488	1,60,661
b) MAT Credit Entitlement	(86,488)	(1,60,661)
c) Deferred Tax	2,393	41,947
Profit / (Loss) for the period	15,86,755	1,13,95,022
Balance brought forward from previous year	27,79,53,427	26,87,21,387
	27,95,40,182	28,01,16,409
Appropriations:		
Income tax pertaining to previous year	1,30,693	(1,37,018)
Transfer to Statutory Reserve	3,17,400	23,00,000
Balance Carried to Balance Sheet	27,90,92,089	27,79,53,427
	27,95,40,182	28,01,16,409

OPERATIONAL REVIEW

Your Company's Profit after tax stood at ₹15.86 lacs during the year as against ₹113.95 lacs in the previous year.

FUTURE OUTLOOK

Your Directors are hopeful of a better performance during the current financial year by proper utilization of funds and financial planning.

RBI REGULATION - COMPLIANCE

Your Company continues to comply with all the applicable rules & regulations of RBI including the Prudential Accounting Norms for income recognition, asset classification, provisioning for risky asset, credit concentration norms, statutory reserves, liquid assets, capital adequacy etc.

DIVIDEND

Considering the need for ploughing back of the available resources into the business, your Directors do not recommend any dividend for the year ended 31st March, 2018.

RESERVES

Your Directors have proposed to transfer ₹3.17 Lacs to General Reserve for the year under review.

Meetings of Directors

Board Meeting

During the year 2017-18, the directors were met four times *inter-alia* to review the operation of the company and to discuss the financial results as well as the future business plans / strategy of the company. The board meetings were held on May 30, 2017; August 14, 2017; November 14, 2017 and February 14, 2018.



DIRECTORS

Presently, the Board has Two Independent (Non-Executive) Directors and One Non-Independent (Non-Executive) Director. During the Year under review no new appointment or resignation has been done.

DIRECTOR RETIRING BY ROTATION

Ms. Avantika Gupta, Non-Independent Non-Executive Director is liable to retire by rotation at the ensuing Annual General Meeting and seeking re-appointment be re-appointed by the shareholders. A brief profile of Ms. Avantika Gupta is given below:

Ms. Avantika Gupta, aged about 28 years residing at 2B, Hastings Park Road, Block – C, Alipore, Kolkata – 700027 is a Bachelor of Science (Economics & Finance) with Minor in Accountancy and Creative Writing from Bentley University in Waltham, Massachusetts, U.S.A with financial and commercial knowledge and experience of more than 4 years.

STATEMENT ON DECLARATION BY INDEPENDENT DIRECTORS

A statement on Declaration by Independent Directors under sub-section (6) of section 149 of the Companies Act, 2013 is attached with the report as a separate annexure.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

During the year under review the company has related party transaction as disclosed in the Annual Accounts.

Director's responsibility statement pursuant to clause (c) of sub section (3) of section 134 of the companies act, 2013

The Directors hereby confirm:

- (i) that in the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures ;
- (ii) that the Directors had selected such accounting policies and 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 at the end of the financial year and of the profit of the Company for that period ;
- (iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and irregularities ;
- (iv) That the directors had prepared the annual accounts for the period ended March 31, 2017 on a going concern basis.
- (v) That proper internal financial control have been laid down and followed by the company and that such internal financial controls are adequate and are operating effectively.
- (vi) That proper system has been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS

As per the provisions of the Companies Act, 2013 the Auditors can hold office till the conclusion of the 37th Annual General Meeting subject to ratification at every General Meeting.

The Auditors, M/s. B. Chhawchharia & Co., Chartered Accountants, hold office till the conclusion of the ensuing Annual General Meeting and have confirmed their eligibility and willingness for re-appointment.



DEPOSITS

The Company has not accepted any deposits from public or others during the year under review.

AUDITORS' REPORT

The comments by the Auditors in their report are self explanatory and in the opinion of the Board do not require any further clarification.

SECRETARIAL AUDIT REPORT

The Secretarial Auditor, K. C. Khowala, Company Secretary have carried out the Secretarial Audit for the year ended March 31, 2018 as required under the Companies Act, 2013 and the audit report is attached to this Directors Report. There is no qualification, reservation, adverse remark or disclaimer by the Secretarial Auditor in its report that requires explanation or comments by the Board.

CORPORATE GOVERNANCE

Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 a report on Corporate Governance and a Certificate from Mr. K. C. Khowala, Practicing Company Secretary, confirming compliance with the requirements of the Corporate Governance is attached to this report.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES

The Company does not have any Subsidiary, Joint venture however there are Associate Companies as per details given in the Annual Accounts.

PARTICULARS OF EMPLOYEES

During the year under review, no employee was in receipt of remuneration of/or in excess of the prescribed under the Companies Act, 2013.

CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION

The Company is not carrying on any manufacturing activities; hence information regarding conservation of energy and technology absorption is not furnished.

PARTICULARS OF LOANS AND GUARANTEES

The Company has not given any loans or guarantee for loans taken by others under Section 186 of the Companies Act, 2013 and also not made any investments beyond the limits prescribed under the aforesaid section during the year.

FOREIGN EXCHANGE EARNINGS & OUTGO

Foreign Exchange earnings	Nil
Foreign Exchange outgo	Nil

NOMINATION AND REMUNERATION POLICY

The Nomination and Remuneration Committee of the Board comprising three directors out of which not less than one - half are independent as per the requirement of the act and has formulated the policy for appointment of Directors and Key Managerial Personnel and determination of remuneration including the criteria for determining qualification, positive attributes independence of a director and other matters as provided under sub-section (3) of section 178 of the Companies Act, 2013. In terms of the Policy, the non-executive directors and the independent directors shall not receive any remuneration, as well as they have wave their sitting fees for attending meetings of the Board and its Committees.



AUDIT COMMITTEE

The Company has duly constituted Audit Committee in place with three directors as its members. The Audit Committee had met four times during the year under review. The details of the committee including its role and responsibilities are given in the Corporate Governance Report. The Audit Committee had met four times during the year May 30, 2017; August 14, 2017; November 14, 2017 and February 14, 2018.

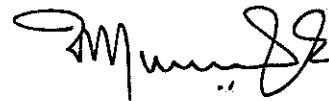
EXTRACT OF ANNUAL RETURN

In accordance with Section 134(3)(a) of the Companies Act, 2013, (as amended) an extract of the annual return in the prescribed format is attached to this report.

APPRECIATION

Your Directors wish to express their gratitude to the Shareholders, Bankers, Customers, Employees and all other well wishers for their continued support and patronage.

For and on behalf of the Board



Sanjay Bhuwalka
(DIN : 00056587)

Place : Kolkata

Dated : the 30th day of May, 2018

Particulars pursuant to Section 134(3) of the Companies Act, 2013

A. CONSERVATION OF ENERGY

As the Company's activities do not involve, by and large, any significant level of energy consumption, no comments are necessary in respect of energy conservation and reduction of energy consumption. In any event, continuous efforts are made to conserve energy to the extent possible.

B. TECHNOLOGY ABSORPTION

As per Form B given as hereafter

FORM – B

Disclosure of particulars with respect to technology absorption forming part of the Directors' Report for the year ended March 31, 2018

Technologies absorbed:

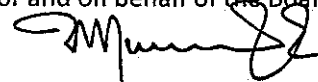
Research & development (R & D)

- | | | | |
|----|--|---|--|
| 1. | Specific areas in which R&D was carried out by the Company | : | NIL |
| 2. | Benefit derived as a result of the above R&D | : | N.A. |
| 3. | Future plan of action | : | None |
| 4. | Expenditure on R & D | : | N.A. |
| 5. | Technology absorption, adaptation | : | Constant efforts are made by the Company to develop cost-effective new systems/technologies. |

C. FOREIGN EXCHANGE EARNING AND OUTGO

Foreign exchange earning	-	Nil
Foreign exchange outgo	-	Nil
CIF Value of Imports	-	Nil

For and on behalf of the Board



Sanjay Bhuwalka
(DIN : 0056587)

Place: Kolkata,
Date: May 30, 2018

Statement on declaration given by the independent director under sub-section (6) of section 149 of the Companies Act, 2013

The Board comprises two Independent Directors who have submitted declaration in individual capacity as follows:

- (a) He is an Independent Director and a person of integrity and possesses relevant expertise and experience;
 - (b) (i) He is or was not a promoter of the company or its holding, subsidiary or associate company;
(ii) He is not related to promoters or directors in the company, its holding, subsidiary or associate company;
 - (c) He has or had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial year;
 - (d) None of his relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to two per cent or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year;
 - (e) He neither himself nor any of his relatives—
 - (i) holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the current financial year;
 - (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the current financial year of—
 - (A) a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; or
 - (B) any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;
 - (iii) holds together with his relatives two per cent or more of the total voting power of the company;
- or
- (iv) is a Chief Executive or director, by whatever name called, of any non-profit organisation that receives twenty-five per cent or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the company.



K.C.KHOWALA

(Practicing Company Secretary)

SECRETARIAL AUDIT REPORT

FORM NO. MR - 3

For the Financial Year ended March 31, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Checons Limited
P-46A, Radha Bazaar Lane, 4th Floor
Kolkata-700001
West Bengal

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Checons Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31, 2018 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - b. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - c. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;



K.C.KHOWALA

(Practicing Company Secretary)

- d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (There were no events / instances during the Audit Period which attract the applicability of the Regulations);
- e. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (There were no events / instances during the Audit Period which attract the applicability of the Regulations);
- g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (There were no events / instances during the Audit Period which attract the applicability of the Regulations);

(vi) All other laws applicable to the company in general. However, no Industry specific law is applicable to the Company.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreement entered into by the Company with Calcutta Stock Exchange.

During the audit period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations / non-compliances:

1. The Company was required to appoint a **Company Secretary** to ensure compliance with the provision of Section 203 Of the Companies Act, 2013 read with Clause 47 (A) of the Listing Agreement.
2. The Company was required to appoint **Key Managerial Personnel** i.e., **Managing Director**, or **Chief Executive Officer**, or **Manager** and in their absence, a **Whole Time Director** and a **Chief Financial Officer** to ensure compliance with the provision of Section 203 of the Companies Act,2013.
3. The Company was required to maintain a **functional website** containing basic information about the Company to ensure compliance with Clause 54 of the Listing agreement.



K.C.KHOWALA

(Practicing Company Secretary)

I further report that

- a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and Women Directors.
- b) Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c) Majority decision is carried through while the dissenting members' views are captured and recorded, if any, as part of the minutes.


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

I further report that during the audit period the Company had not gone through any specific events having major bearing on the Company's affairs in pursuance to the above referred laws, rules, regulations, guidelines, standards, etc.

This report is to be read with our letter of even date which is annexed as **Annexure A** and forms as an integral part of this report.

Place: Kolkata
Date: 30th May 2018




K. C. Khowala
Company Secretary in practice
ACS No. 4695
CP No. 2421

K.C.KHOWALA

(Practicing Company Secretary)

"Annexure A"

(To the Secretarial Audit Report of Checons Limited for the financial year ended March 31, 2018)

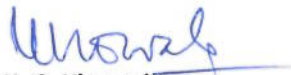
To,
The Members,
Checons Limited
P-46A, Radha Bazaar Lane, 4th Floor
Kolkata-700001
West Bengal

Our Secretarial Audit Report for the financial year ended March 31, 2018 of even date is to be read along with this letter.

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

Place: Kolkata
Date: 30th May 2018




K. C. Khowala
Company Secretary in practice
ACS No. 4695
CP No. 2421

Report on Corporate Governance

Company's Philosophy on Corporate Governance :

The Company's philosophy of Corporate Governance is to achieve excellence and growth through efficient management, transparency, trust and accountability. The Company's management believes in better governance and implemented the same in true spirit with an objective to ensure that the available resources are fully utilized to meet the aspirations of the stakeholders.

Pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") the Company had executed fresh Listing Agreements with the Stock Exchanges.

The Company is in full compliance with the provisions regarding Corporate Governance as entailed in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The disclosures are as follows:

Board of Directors:

The Board of Directors is constituted in compliance with Clause 49 of the Listing Agreement and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. There are three members on the Board, out of which two members are Non-Executive, Independent and one member is Non-Executive, Non-Independent.

The details of other Directorships and Committee Positions held in other Board Committee as at March 31, 2018 are listed below:

Name of the Director	Director Identification Number	Category	No. of other Director -ships*	No. of other Committee Positions held	
				Chairman	Member
Mr. Sanjay Bhuwarka Director	00056587	Independent Non-Executive	3	-	-
Mr. Dinesh Parakh, Director	00057091	Independent Non-Executive	1	-	1
Ms. Avantika Gupta, Director	03149138	Non-Independent Non-Executive	5	1	3

* This does not include Directorship in Private Companies.

Details of Directors seeking appointment/reappointment/resigned:

Ms. Avantika Gupta, Non-Independent Non-Executive Director is liable to retire by rotation at the ensuing Annual General Meeting and seeking re-appointment. She shall be re-appointed by the shareholders. A brief profile of Ms. Avantika Gupta is given below:

Ms. Avantika Gupta, aged about 28 years residing at 2B, Hastings Park Road, Block – C, Alipore, Kolkata – 700027 is a Bachelor of Science (Economics & Finance) with Minor in Accountancy and Creative Writing from Bentley University in Waltham, Massachusetts, U.S.A with financial and commercial knowledge and experience of more than 4 years.

Disclosure on relationship between Directors

The Directors have no relationship between themselves except as Board colleagues.



Director's Meetings, General Meetings, Attendance:-

During the financial year ended March 31, 2018, Four Board meetings were held on May 30, 2017; August 14, 2017; November 14, 2017 and February 14, 2018.

The Attendance of the Directors at the meetings and at the General Meeting are given below:

Name of Director	DIN	No. of Board Meetings		Attendance at AGM held on 25/09/2017
		Held	Attended	
Mr. Sanjay Bhuwalka, Director	00056587	4	3	Yes
Mr. Dinesh Parakh, Director	00057091	4	4	Yes
Ms. Avantika Gupta, Director	03149138	4	2	Yes

Directors' Shareholding

As on March 31, 2018, the shareholding of Directors are given below:

Name	Designation	No. of Shares
Mr. Sanjay Bhuwalka	Non-Executive Independent Director	200
Ms. Avantika Gupta	Non-Executive Non-Independent Director	11750

Code of Conduct

All Board Members and Senior Management personnel of the Company have affirmed compliance with the Code of conduct for the year ended 31st March, 2018.

Audit Committee

The Audit Committee has been set up comprising three Non-Executive Independent Directors having sound financial and accounting knowledge :

Mr. Sanjay Bhuwalka	- Independent Director	- Chairman
Mr. Dinesh Parakh	- Independent Director	- Member
Ms. Avantika Gupta	- Non Independent Director	- Member

Four meetings were held on May 30, 2017; August 14, 2017; November 14, 2017 and February 14, 2018

Name	Number of Attendance
Mr. Sanjay Bhuwalka	3
Mr. Dinesh Parakh	2
Ms. Avantika Gupta	4

Terms of Reference

The Audit Committee acts in accordance with the terms of reference specified in writing by the Board which shall, inter alia, includes –

- The recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- Review and monitor the auditor's independence and performance, and effectiveness of audit process;
- Examination of the financial statement and the auditors' report thereon;
- Approval or any subsequent modification of transactions of the company with related parties;
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the company, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;
- Monitoring the end use of funds raised through public offers and related matters.

Powers of Audit Committee

The Audit committee shall have the authority –

- i. To call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board.
- ii. To discuss any related issues with the internal and statutory auditors and the management of the company.
- iii. To investigate into any matter in relation to the items or referred to it by the Board.
- iv. To obtain professional advice from external sources.
- v. To have full access to information contained in the records of the company.

Internal Audit:

The Company has appointed M/s Ashok Kedia & Company, Chartered Accountant as Internal Auditor of the Company who has conducted the audit and submits their report on time to time before the Audit Committee including action taken reports on the findings and discrepancies, if any.

Nomination and Remuneration Committee

Composition:

The Nomination and Remuneration Committee has three directors as its Members. Ms. Avantika Gupta is the Chairman of the Committee and other Members were Mr. Sanjay Bhuwarka and Mr. Dinesh Parakh.

The Key Objectives of the Committee are:

- i. To guide the Board in relation to appointment and removal of Directors and Senior Management.
- ii. To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation.
- iii. To recommend to the Board on Remuneration payable to the Directors and Senior Management.

The Company does not have a Remuneration Committee. The Board of Directors determines the remuneration of Directors, subject to the approval of shareholders, if necessary.

General Body Meetings :

Particulars of General Body Meetings for the last three years:

Financial Year Ended	Day & Date	Venue	Time	No. of Special Resolutions Passed
31 st March, 2015 AGM	Saturday, 30 th September, 2015	* Regd. office : P-46A, Radha Bazar Lane, Kolkata – 700001.	10 a.m.	Nil
31 st March, 2016 AGM	Tuesday, 20 th September, 2016	* Regd. office : P-46A, Radha Bazar Lane, Kolkata – 700001.	10 a.m.	Nil
31 st March, 2017 AGM	Monday, 25 th September, 2017	* Regd. office : P-46A, Radha Bazar Lane, Kolkata – 700001.	12.30 p.m.	Nil

No special resolutions were passed in the last year through postal ballot.

None of the business required to be transacted at the ensuing AGM is proposed to be passed through postal ballot.



Disclosures :

1. There were no materially significant related party transactions i.e. transactions of material nature, with its promoters, directors or the management or their relatives etc. during the year, that may have potential conflict with the interest of the Company at large.
2. There were no non-compliance by the Company during the last three years on any matter related to the capital markets and no penalties or strictures imposed on the Company by Stock Exchanges or SEBI or any other statutory authority.
3. No treatment different from the prescribed Accounting Standard has been followed in the preparation of the financial statements.
4. The Board assesses the risk on a regular basis and advises the steps and procedures for its minimization.
5. The Company has not raised any amount through public issues, rights issues, etc. during the year.
6. A Management Discussion and Analysis Report is added to the directors report and forms part of this Annual Report.

Means of communication :

The details of publication of Quarterly Results are as under :

Business Standard	-	Kolkata
Dainik lipi (Regional)	-	Kolkata

The Quarterly Results have also been sent to the Stock Exchange pursuant to the listing agreement.

General Shareholder Information :

1. The 36th Annual General Meeting is scheduled to be held on 26th day of September, 2018. The date, time and place of the meeting shall be intimated along with notice of AGM.
2. Financial Year : April to March
Financial Calendar :

Financial Year 2018-2019		
1	First Quarter Results	Within 45 days from June 30, 2018
2	Second Quarter and Half-Yearly Results	Within 45 days from September 30, 2018
3	Third Quarter Results	Within 45 days from December 31, 2018
4	Fourth Quarter	Within the time prescribed under the Listing Agreement (as amended).

4. Date of Book closure : To be intimated along with notice of AGM
5. Dividend payment date : Not Applicable
6. Listing on Stock Exchanges : The Calcutta Stock Exchange Association Limited
7, Lyons Range, Kolkata – 700001.
7. Stock Code
- The Calcutta Stock Exchange Limited : 013100
8. Market Price Data : *NIL

* The Market Price Data is not available because the shares of the Company have not been traded in Stock Exchange during the financial year ended 31st March, 2018.

Note: Annual Listing Fees for the year 2018-19 have been paid to the Stock Exchange as mentioned above.



9. Registrar and Transfer Agents : Niche Technologies Pvt. Limited
D-511, Bagree Market
71, B.R.B.B. Road, Kolkata - 700001
Tel : (033) 22357270 / 22357271, Fax : (033) 22156823

10. Share Transfer System :

The share transfers in physical form are processed within 15 days from the date of receipt of the valid documents complete in all respect.

11. (i) Distribution of Shareholding as on 31st March, 2018 :

Slab	No. of Shareholders		No. of Shares	
	Number	Percentage (%)	Number	Percentage (%)
1 - 500	347	92.78	45850	4.14
501 - 1000	5	1.34	4450	0.40
1001 - 5000	2	0.53	2700	0.24
5001 - 10000	2	0.53	16500	1.49
10001 - 50000	9	2.41	262450	23.71
50001 - 100000	5	1.34	316630	28.60
100001 & Above	4	1.06	458500	41.41
Total	374	100.00	1107080	100.00

- (ii) Shareholding Pattern as on 31st March, 2018:

Shareholders (Category)	No. of Shares held	% of Total Shares
Promoters	605350	54.68
Private Corporate Bodies	453730	40.98
Indian Public	48000	4.34
Non-Resident Indians (NRIs)	NIL	NIL
Others (Clearing Members)	NIL	NIL
Total	1107080	100.000

- 12 The Shares of the Company are tradable in dematerialized form with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The ISIN of the Company's Shares is **INE777B01013**.

Details of dematerialization of shares are given below :-

Name of the Depository	No. of Shares	% of Total Share Capital
National Securities Depository Limited	595080	53.75
Central Depository Services (India) Limited	-	-

13. The Company has not issued any GDRs / ADRs / Warrants or any Convertible Instruments.

14. Plant Locations : Not Applicable.

15. Address for Correspondence : Checons Limited
P-46A, Radha Bazar Lane, Kolkata - 700001
Tel : (033) 4051 3000 Fax: (033) 4051 3326

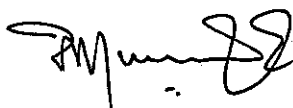
Compliance Certificate from Managing Director and Chief Financial Officer pursuant to Regulation 17(8) of Part B of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We, Sanjay Bhuwalka and Avantika Gupta, Directors of Checons Limited hereby certify that:

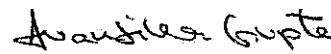
- (a) We have reviewed the Financial Statements and the Cash Flow Statement for the financial year ended March 31, 2018 and that to the best of our knowledge and belief:
- i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period, which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We are responsible for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee that :
- i. there have been no significant changes in internal control over financial reporting during the year;
 - ii. there have been no significant changes in accounting policies during the year; and
 - iii. there have been no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place : Kolkata

Dated : the 30th day of May, 2018



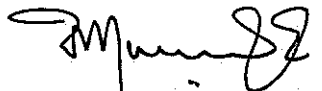
Sanjay Bhuwalka
Director



Avantika Gupta
Director

Declaration under Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to **Regulation 26(3)** of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby declared that all the Board Members and senior management personnel of Checons Limited have affirmed compliance with the Code of Conduct for the year ended March 31, 2018.


Sanjay Bhuwaika
Director


Avantika Gupta
Director

Place : Kolkata

Dated : the 30th day of May, 2018

Management Discussion and Analysis

i) Industry Structures and Developments :-

The Indian Capital Market has shown substantial decline in the year under review due to global economic slowdown which has adversely affected the performance of the company.

ii) Opportunities and Threats :-

In spite of lots of ups and down in the securities market during the year there is lots of opportunities for a systematic and disciplined planning of Investment in the market.

iii) Segment-wise Performance :-

The Company operates in a single business segment i.e. financing and Investment in the securities market.

iv) Future Outlook :-

The Govt. of various countries have taken steps to stabilize the world economy and the recovery process has already been started. Your Directors are hopeful of better performance of the Company during the current financial year 2018-2019.

v) Risks and Concerns :-

Nature of Capital Market, in which Company is mainly operating, has shown high volatility in the recent past and consequently increased the risk for the Company. Hence, a conservative and disciplinary & research based investment approach is required to mitigate the risk.

vi) Internal Control Systems and their adequacy :-

The Company has an adequate internal control system commensurate with its size and nature of its business with regard to buy and sale of securities in the market according to market condition. The system is upgraded continuously to meet the statutory requirements and changing business conditions.

vii) Financial Performance :-

During the year, the company's Profit after tax stood at Rs. 808.87 lacs during the year as against Rs. 85.20 Lacs in the previous year.

viii) Human Resource Development and Industrial Relations :-

Harmonious relationships have been maintained between the employees and the management at all levels and locations.

ix) Cautionary Statement :-

Statements in the Management Discussion and analysis describing the Company's objectives, projections, estimates, expectations may be forward looking statements within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. The factors that could make a difference to the Company's operations inter-alia includes the economic conditions, Government policies and other related / incidental factors.



Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2018 of

CHECONS LTD

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- L74140WB1981PLC034153
ii) Registration Date: 25/09/1981
iii) Name of the Company: Checons Ltd.
iv) Category/Sub-Category of the Company: - Public Limited Company
v) Address of the Registered office and contact P-46A, Radha Bazar Lane, 4th Floor, Kolkata - 700001
Ph: (033) 4051 3000 ; Fax: (033) 4015 3326
vi) Whether listed company (Yes/No) Yes - CSE Limited
Niche Technologies Pvt. Ltd. D-511, Bagree
Name, Address and Contact details of Registrar and Transfer Agent Market, 5th Floor, 71, B.R.B. Basu Road, Kolkata-700001, Ph.-2235-7270

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	Non Banking Financial Company	K8	100.00

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
As per the Balance Sheet					

CHECONS LIMITED

VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. PROMOTERS									
(1) Indian									
a) Individual / HUF	45150	0	45150	4.078	45150	0	45150	4.078	0.000
b) Central Government									
c) State Government									
d) Bodies Corporate	257000	303200	560200	50.602	257000	303200	560200	50.602	0.000
e) Banks / Financial Institutions									
f) Any Other									
Sub-total (A)(1)	302150	303200	605350	54.680	302150	303200	605350	54.680	0.000
(2) Foreign									
a) NRIs - Individuals									
b) Other - Individuals									
c) Bodies Corporate									
d) Banks / Financial Institutions									
e) Any Other									
Sub-total (A)(2)	0	0	0	0.000	0	0	0	0.000	0.000
Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	302150	303200	605350	54.680	302150	303200	605350	54.680	0.000
B. PUBLIC SHAREHOLDING									
(1) Institutions									
a) Mutual Funds									
b) Banks / Financial Institutions									
c) Central Governments									
d) State Governments									
e) Venture Capital Funds									
f) Insurance Companies									
g) Foreign Institutional Investors (FII)									
h) Foreign Venture Capital Funds									
i) Others (Specify)									
Sub-total (B)(1)	0	0	0	0.000	0	0	0	0.000	0.000
(2) Non-Institutions									
a) Bodies Corporate									
i) Indian	292430	161300	453730	40.984	292430	161300	453730	40.984	0.000
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs 1 lakh	500	47500	48000	4.336	500	47500	48000	4.336	0.000
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others Specify									
1. NRI									
2. Overseas Corporate Bodies									
3. Foreign Nationals									
4. Clearing Members									
5. Trusts									
6. Foreign Bodies - D.R.									
Sub-total (B)(2)	292930	208800	501730	45.320	292930	208800	501730	45.320	0.000
Total Public Shareholding (B) = (B)(1)+(B)(2)	292930	208800	501730	45.320	292930	208800	501730	45.320	0.000
C. Shares held by Custodian for GDRs & ADRs									
GRAND TOTAL (A+B+C)	595080	512000	1107080	100.000	595080	512000	1107080	100.000	0.000

CHECONS LIMITED

C. Change in Promoter's Shareholding

Sl No.	Name	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	ANKIT CREDITS PVT. LTD.				
	a) At the Beginning of the Year	110000	9.936		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			110000	9.936
2	ANKIT SARAIIYA				
	a) At the Beginning of the Year	11600	1.048		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			11600	1.048
3	ASCU HEAT PUMPS PVT. LTD.				
	a) At the Beginning of the Year	120000	10.839		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			120000	10.839
4	AVANTIKA GUPTA				
	a) At the Beginning of the Year	11750	1.061		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			11750	1.061
5	ENERTECH ENGINEERS (INDIA) PVT. LTD.				
	a) At the Beginning of the Year	67100	6.061		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			67100	6.061
6	P.P. GUPTA				
	a) At the Beginning of the Year	10000	0.903		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			10000	0.903
7	PADAM PRAKASH GUPTA				
	a) At the Beginning of the Year	900	0.081		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			900	0.081
8	RAJ PRABHA GUPTA				
	a) At the Beginning of the Year	10900	0.985		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			10900	0.985
9	RAJ PROJECTS PVT. LTD.				
	a) At the Beginning of the Year	63100	5.700		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			63100	5.700
10	SURYA HEATING SYSTEMS PVT. LTD.				
	a) At the Beginning of the Year	120000	10.839		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			120000	10.839
11	TECHNO LEASING AND FINANCE CO. PVT. LTD.				
	a) At the Beginning of the Year	80000	7.226		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			80000	7.226
	TOTAL	605350	54.680	605350	54.680

CHECONS LIMITED

(v) Shareholding of Directors and Key Managerial Personnel

Sl. No.	Name	Shareholding at the		Cumulative Shareholding	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	SANJAY BHUWALKA				
	a) At the Beginning of the Year	200	0.018		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			200	0.018
2	AVANTIKA GUPTA				
	a) At the Beginning of the Year	11750	0.018		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			11750	1.061
	TOTAL	11950	0.04	11950	1.079

V. **INDEBTEDNESS**

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

	Secured Loans	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at				
i) Principal Amount		0	0	0
ii) Interest due but	0	0	0	0
iii) Interest accrued	0	0	0	0
Total (i+ii+iii)		0	0	0
Change in				
* Addition	0	0	0	0
* Reduction		0	0	0
Net Change		0	0	
Indebtedness at				
i) Principal Amount	0	0	0	0
ii) Interest due but	0	0	0	0
iii) Interest accrued	0	0	0	0
Total (i+ii+iii)	0	0	0	0

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

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

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

B. *Remuneration to other directors:*

Sl. no.	Particulars of Remuneration	Name of Directors				
1	Independent Directors					
	Fee for attending board					
	Commission				0	
	Others, please specify				0	
	Total				0	
	Total (1)	NIL				0
2	Other Non-Executive					
	Fee for attending board				0	
	Commission				0	
	Others, please specify				0	
	Total				0	
	Total (2)				0	
	Total (B)=(1+2)				0	

Independent Auditor's Report

To the Members of
M/S CHECONS LIMITED

Report on the Standalone Financial Statements

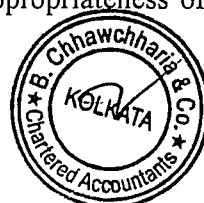
1. We have audited the accompanying standalone financial statements of M/s CHECONS LIMITED ('the Company'), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. 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.
5. 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 these standalone financial statements are free from material misstatement.
6. 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 controls 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.

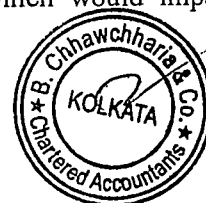
7. We have relied upon the management's representation relating to the disclosures in the financial statements regarding (a) the dues to Micro, Small and Medium Enterprises (Note 20); (b) segment reporting (Note 21); (c) related party disclosures (Note 22) and (d) impairment of assets (Note 24).
8. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on these standalone financial statements.

Opinion

9. 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 31 March 2018, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

10. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the standalone financial statements 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
 - e. on the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 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 (IFCoFR) 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company does not have any pending litigation which would impact its financial position;



Chartered Accountants

- 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;
12. According to the information and explanations given to us and on the basis of test checks carried out by us during the course of the audit of the Company, our reports on the matters specified in Para 3A and 3C of the Master Direction - Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 2016 are as follows:
- (i) The Company is engaged in the business of non-banking financial institution and has obtained a Certificate of Registration from the Reserve Bank of India;
 - (ii) Based on the information and explanations given to us, the Company is entitled to continue to hold the Certificate of Registration in terms of its asset/income pattern as on 31st March 2018;
 - (iii) The Company is meeting the net-owned fund requirement as laid down in the Master Directions issued by the Reserve Bank of India;
 - (iv) The Board of Directors of the Company has passed a resolution for not accepting any public deposit;
 - (v) The Company has not accepted any public deposit during the year;
 - (vi) The Company has complied with the prudential norms relating to income recognition, income on investments, accounting for investments, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-Banking Financial Company – Non-Systemically Important Non-Deposit Taking Company (Reserve Bank) Directions, 2016;
 - (vii) Based on the information and explanations given to us, the Company has not been classified as a NBFC Micro Finance Institution (MFI) as defined in the Non-Banking Financial Company Non-Systemically Important Non-Deposit Taking Company (Reserve Bank) Directions, 2016.

Place: Kolkata
Date: 30th May, 2018



For B. Chhawchharia & Co.
Chartered Accountants
Firm's Registration No.: 305143E

S. K. Chhawchharia
Partner
Membership No.: 008482

Annexure A

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

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
 - (c) The Company does not hold any immovable properties. Accordingly, the provisions of clause 3(ii)(c) of the Order are not applicable.
- (ii) The Inventory of the Company consists of shares and mutual funds. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) (a) In our opinion the terms and conditions of grant of such loans are not, *prima facie*, prejudicial to the company's interest.
 - (b) the schedule of repayment of principal has been stipulated wherein the principal amounts are repayable on demand and since the repayment of such loans has not been demanded, in our opinion, repayment of the principal amount is regular and payment of interest is regular;
 - (c) there is no amount which is overdue for more than 90 days in respect of loans granted to such companies, firms, LLPs or other parties.
- (iv) The relevant provisions of sections 185 and 186 of the Act in respect of loans, investments, guarantees, and security is not applicable to the Company. Accordingly, the provisions of clause 3(iv) of the Order are not applicable.
- (v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii)(a) The Company is 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 other material statutory dues, as applicable, to the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
 - (b) There are no dues in respect of income-tax, sales-tax, service tax, duty of customs, duty of excise and value added tax that have not been deposited with the appropriate authorities on account of any dispute.

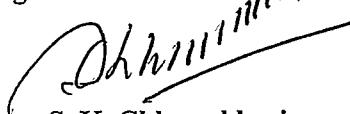


- (viii) The Company has no loans or borrowings payable to a financial institution or a bank or government and no dues payable to debenture-holders during the year. Accordingly, the provisions of clause 3(viii) of the Order are not applicable.
- (ix) The Company did not raise moneys by way of initial public offer or further public offer (including debt instruments) and did not have any term loans outstanding during the year. Accordingly, the provisions of clause 3(ix) of the Order are not applicable.
- (x) No fraud by the Company or on the company by its officers or employees has been noticed or reported during the period covered by our audit.
- (xi) In our opinion, the company has not paid or provided for managerial remuneration. Accordingly, clause 3(xi) of the Order is not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.
- (xiii) In our opinion all transactions with the related parties are in compliance with Sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- (xiv) During the year, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- (xv) In our opinion, the company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.
- (xvi) The company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and such registration has been obtained by the company.

Place : Kolkata
Date: 30th May, 2018



For B. Chhawchharia & Co.
Chartered Accountants
Firm's Registration No.: 3051234


S. K. Chhawchharia
Partner
Membership No.: 008482

Annexure B

Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the standalone financial statements of Checons Limited ("the Company") as of and for the year ended 31 March 2018, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

Management's Responsibility for Internal Financial Controls

2. 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 ICAI. 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 the company's 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 Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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.
5. 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 IFCoFR.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's IFCoFR 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 IFCoFR 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

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based 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 ICAI.

Kolkata
30th May, 2018



For B. Chhawchharia & Co.
Firm Registration No.: 305123E

Chartered Accountants

A handwritten signature in black ink, appearing to read "S. K. Chhawchharia", written over a horizontal line.

S. K. Chhawchharia

Partner

Membership No. 008482

CHECONS LIMITED

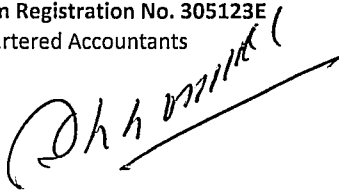
Standalone Balance Sheet as at 31st March, 2018

	Note	As at 31st March, 2018		As at 31st March, 2017	
		Rs.		Rs.	
<u>EQUITY & LIABILITIES</u>					
Shareholders' Funds					
(a) Share Capital	2	11,070,800		11,070,800	
(b) Reserves & Surplus	3	432,777,772	443,848,572	431,321,710	442,392,510
Current Liabilities					
(a) Other Current Liabilities	4	92,950		53,000	
(b) Short-term Provisions	5	1,355,065	1,448,015	1,268,577	1,321,577
TOTAL			445,296,587		443,714,087
<u>ASSETS</u>					
Non-Current Assets					
(a) Fixed Assets					
(i) Tangible Assets	6	30,601		30,601	
(b) Non-Current Investments	7	419,112,330		414,107,105	
(c) Deferred Tax Assets (net)	8	9,865		12,258	
(d) Long term loans and advances	9	869,040	420,021,836	1,074,906	415,224,870
Current Assets					
(a) Inventories	10	-		25,368,615	
(b) Cash and Cash Equivalents	11	24,006,174		1,612,836	
(c) Short-term Loans and Advances	9	1,268,577	25,274,751	1,507,766	28,489,217
TOTAL			445,296,587		443,714,087
Significant Accounting Policies	1				

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

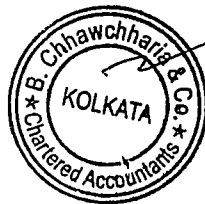
As per our report of even date attached herewith

For B. Chhawchharia & Co.
Firm Registration No. 305123E
Chartered Accountants

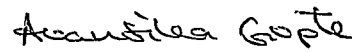


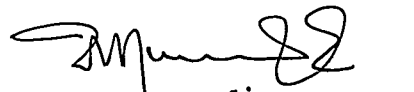
S. K. Chhawchharia
Partner
M. No. 008482

Place : Kolkata
Dated : 30th May, 2018



For and on behalf of the Board


Avantika Gupta
DIN 03149138


Sanjay Bhuwalka
DIN 00056587

Directors

CHECONS LIMITED

Statement of Standalone Profit and Loss for the year ended 31st March 2018

	Note	Year ended	Year ended
		31st March, 2018	31st March, 2017
		Rs.	Rs.
I. Revenue from operations	12	196,980,495	365,421,365
II. Other Income	13	1,487,990	5,811,538
III. Total Revenue (I + II)		198,468,485	371,232,903
IV. Expenses:			
(a) Purchases of Stock-in-trade	14	168,557,808	373,334,000
(b) Changes in Inventories of Stock-in-trade	15	25,368,615	(16,363,289)
(c) Employee Benefit Expenses	16	2,517,753	2,312,662
(e) Depreciation and amortization expense	6	-	-
(f) Other expenses	17	440,386	515,860
Total expenses		196,884,562	359,799,233
V. Profit before exceptional and extraordinary items Tax (III - IV)		1,583,923	11,433,670
VI. Exceptional Items (Provision for diminution in value of Investments (Non Current) Refer Note no: 19.1		(5,225)	(3,300)
VII. Profit before Tax (V - VI)		1,589,148	11,436,969
VIII. Tax Expenses			
(a) Current Tax		86,488	160,661
(b) MAT Credit Entitlement		(86,488)	(160,661)
(c) Deferred Tax		2,393	41,947
IX. Profit/(Loss) for the Period (VII - VIII)		1,586,755	11,395,022
X. Earning per Equity Share (nominal value of share Rs.10)	23		
(a) Basic		1.43	10.29
(b) Diluted		1.43	10.29

The accompanying notes are an integral part of the financial statements

As per our report of even date attached herewith

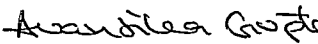
For B. Chhawchharia & Co.
Firm Registration No. 305123E
Chartered Accountants

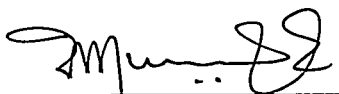
For and on behalf of the Board

S. K. Chhawchharia
Partner
M. No. 008482

Place : Kolkata
Dated : 30th May, 2018




Avantika Gupta
DIN 03149138


Sanjay Bhuwalka
DIN 00056587

Directors

CHECONS LIMITED

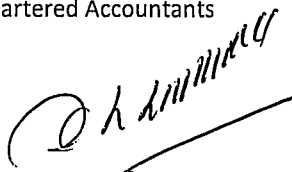
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

	<u>2017-18</u> Rs.	<u>2016-17</u> Rs.
A. Cash Flow from Operating Activities :		
Net Profit before tax and extraordinary items	1,583,923	11,433,670
Adjustments for :		
Provision for Standard Asset	-	(75,000)
Dividend	(1,464,103)	(3,118,913)
Profit on Sale of Fixed Asset	-	(36,090)
Profit on Sale of Investments	-	(1,692,470)
Interest Income	(23,887)	(4,809,755)
Operating Profit before working Capital Changes	<u>95,933</u>	<u>1,701,442</u>
Adjustments for :		
Change in Loans & Advances	3,747	30,001,454
Inventories	25,368,615	(16,363,289)
Other Current Asset	-	80,318,076
Trade Payables	39,950	(26,325)
Cash generated from operations	<u>25,508,245</u>	<u>95,631,358</u>
Direct Taxes	420,990	3,145,834
Net Cash generated from Operating Activities	<u>25,929,235</u>	<u>98,777,192</u>
B. Cash Flow from Investing Activities :		
Dividend	1,464,103	3,118,913
Sale of Fixed Asset	-	97,134
Sale of Investments	-	2,410,126
Purchase of Investments	(5,000,000)	(117,311,331)
Net Cash generated from Investing Activities	<u>(3,535,897)</u>	<u>(111,685,158)</u>
C. Cash Flow from Financing Activities :		
Interest Income	-	3,961,028
Net Cash generated from Financing Activities	<u>-</u>	<u>3,961,028</u>
Net change in cash & cash Equivalent (A + B + C)	22,393,338	(8,946,938)
Cash and Cash equivalent As at 1st April 2017 (Opening Balance)	1,612,836	10,559,774
Cash and Cash equivalent As at 31st March 2018 (Closing Balance)	24,006,174	1,612,836

Note : Figures in brackets represent cash outflows.

As per our annexed report of even date attached herewith

For B. Chhawchharia & Co.
Firm Registration No. 305123E
Chartered Accountants



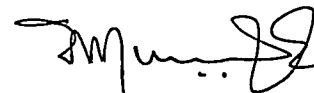
S. K. Chhawchharia
Partner
M. No. 008482

Place : Kolkata
Dated : 30th May, 2018



For and on behalf of the Board


Avantika Gupta
DIN 03149138

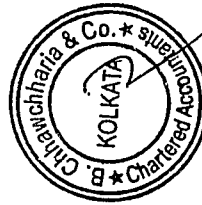

Sanjay Bhuvalka
DIN 00056587

Directors

CHECONS LIMITED

6. FIXED ASSETS

Description	Gross Block			Accumulated depreciation/ amortisation			Net book value			
	As on 1st April, 2017	Additions	Sales / Adjustments	As at 31 March, 2018	As on 1st April, 2017	For the Period	Sales / Adjustments	Upto 31 March, 2018	As at 31 March, 2018	As at 31 March, 2017
Tangible Assets										
Furniture & Fixture	9,000	-	-	9,000	8,550	-	-	8,550	450	450
Office Equipment	207,996	-	-	207,996	197,594	-	-	197,594	10,402	10,402
Computer	158,615	-	-	158,615	158,611	-	-	158,611	4	4
Air Conditioner	288,695	-	-	288,695	274,262	-	-	274,262	14,433	14,433
Generator	106,225	-	-	106,225	100,913	-	-	100,913	5,312	5,312
Total	770,531	-	-	770,531	739,930	-	-	739,930	30,601	30,601
Previous Year's figures	2,292,187	-	1,521,656	770,531	2,200,542	-	1,460,612	739,930	30,601	



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

1. Significant Accounting Policies

1.1 Basis of Preparation of Financial Statements

The Financial Statements have been prepared under the historical cost convention and in accordance with the provisions of the Companies Act, 2013 and various directions of Reserve Bank of India relating to the Non-Banking Financial Companies. Accounting policies not referred to otherwise are consistent and are in consonance with the generally accepted accounting principles in India.

1.2 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialized.

1.3 Property, Plant & Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation. The Company capitalizes all direct costs relating to the acquisition and installation of PPE.

Depreciation on tangible asset is provided on straight line method on the basis of useful life of the assets and in the manner as prescribed in Schedule II to the Companies Act, 2013. Depreciation methods, useful lives and residual values are reviewed, and adjusted as appropriate, at each reporting date. Based on above, the estimated useful lives of assets for the current period are as follows:

Category	Useful life
Computer equipment	
- Servers and networks	6 Years
- Others	3 Years
Furniture and fixtures, Electrical Installation and Laboratory	10 Years
Office equipment	5 Years
Vehicles	
- Motor cycles, scooters and other mopeds	10 Years
- Others	8 Years

1.4 Impairment of Assets

The carrying amount of the assets is reviewed at each balance sheet date. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable value.

1.5 Investments

- Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on a category wise investment basis. Long-term investments are carried at cost. Provision for diminution in the value of long term investments is made on individual investment basis only if such a decline is other than temporary in nature in the opinion of the management.
- The Cost of investment includes brokerage, fees, duties etc. but does not include Securities Transaction Tax.

1.6 Inventories

Inventories are valued at cost or net realizable value whichever is lower.

1.7 Employee Retirement Benefits

- Short term employee benefits are charged off at the undiscounted amount in the period in which the related service is rendered.
- Liability on account of leave entitlement of employees is provided for in accordance with the rules of the Company at current encashable salary rates as at the balance sheet date.
- Gratuity is accounted for on the basis of current encashable salary rates for every completed year of service in respect of all employees.

1.8 Taxation

- Provision for Income Tax is made on the basis of estimated taxable income for the period at current rates. Tax expense comprises both Current Tax and Deferred Tax at the applicable enacted or substantively enacted rates. Current Tax represents the amount of Income Tax payable/ recoverable in respect of taxable income/ loss for the reporting period. Deferred Tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originates in one year and are capable of reversal in one or more subsequent years.
- Deferred tax assets are recognised when the Company carries forward unused tax losses/expenses and unabsorbed depreciation. Deferred tax assets are recognised only to the extent there is virtual certainty backed by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.
The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and reduced by the extent that is no longer probable that sufficient taxable profit will be available to allow all or a part of aggregate deferred tax assets to be utilised.
- Minimum alternate tax (MAT) paid in accordance with the tax laws gives rise to future economic benefits in the form of adjustment of future income tax Minimum alternate tax (MAT) paid in accordance with the tax laws gives rise to future economic benefits in the form of adjustment of future income tax liability, and is considered and recognized as an asset in the Balance Sheet when it is probable that such benefits will flow to the Company in future years and the same can be measured reliably.

1.9 Provisions, Contingent Liabilities and Contingent Assets

- Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an 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.
- The company makes provision for Standard, Restructured and Non-performing Assets as per the NBFC- Non-Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, as amended from time to time. The company also makes additional provision, to the extent considered necessary, and based on the management's best estimate.
- Loans and Advances which, as per the management are not likely to be recovered are considered as bad debts and written off.



CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

1.10 Revenue Recognition

- Income from loans is recognized on accrual basis, except in the case of non-performing assets where it is recognized, upon realization, as per the Prudential Norms/Directions of RBI, as applicable to NBFC's.
- Income from Dividend from Shares of Corporate bodies is accounted when the company's right to receive the dividend is established.
- Interest income from Fixed deposits/margin money is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- All other income is accounted for on accrual basis.

	31 March, 2018	31 March, 2017
	Rs.	Rs.
2. Share Capital		
a) Capital Structure		
Authorised		
2,000,000 Equity Shares of Rs. 10/- each.	20,000,000	20,000,000
	<u>20,000,000</u>	<u>20,000,000</u>
Issued, Subscribed and Fully Paid Up		
1,107,080 Equity Shares of Rs. 10/- each.	11,070,800	11,070,800
	<u>11,070,800</u>	<u>11,070,800</u>

b) Share Capital Reconciliation

	31 March, 2018		31 March, 2017	
	Nos.	Amount (Rs.)	Nos.	Amount (Rs.)
Equity Shares				
Opening balance	1,107,080	11,070,800	1,107,080	11,070,800
Issued during the period	-	-	-	-
Closing Balance	<u>1,107,080</u>	<u>11,070,800</u>	<u>1,107,080</u>	<u>11,070,800</u>

c) Terms/ rights attached to shares

Equity Shares

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

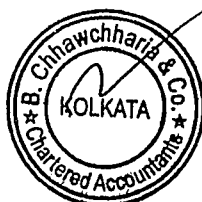
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

d) Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date

	31 March, 2018		31 March, 2017	
	No. of shares	% holding	No. of shares	% holding
Ankit Credits Pvt Ltd	110,000	9.94	110,000	9.94
Ascu Heat Pumps Pvt Ltd	120,000	10.84	120,000	10.84
Enertech Engineers (I) Pvt Ltd	67,100	6.06	67,100	6.06
Raj Projects Pvt Ltd	63,100	5.70	63,100	5.70
Surya Heating Systems Pvt Ltd	120,000	10.84	120,000	10.84
Techno Leasing & Finance Co. Pvt Ltd	80,000	7.23	80,000	7.23
J P Financial Services Pvt Ltd	108,500	9.80	108,500	9.80
	<u>31 March, 2018</u>		<u>31 March, 2017</u>	
	Rs.	Rs.	Rs.	Rs.

3. Reserves & Surplus

Amalgamation Reserve		61,726,544		61,726,544
General Reserve		19,891,739		19,891,739
Reserve Fund				
(Pursuant to Sec 451C of the RBI Act, 1934)				
As per last Balance Sheet	71,750,000		69,450,000	
Add : Addition during the Year	317,400	72,067,400	2,300,000	71,750,000
Surplus/(Deficit) in the statement of Profit and Loss				
Balance as per last financial statements	277,953,427		268,721,387	
Add : Profit/(Loss) for the year	1,586,755		11,395,022	
	<u>279,540,182</u>		<u>280,116,409</u>	
Less : Income tax pertaining to previous year	130,693		(137,018)	
Less : Transferred to Reserve Fund	317,400	279,092,089	2,300,000	277,953,427
Total Reserves & Surplus		<u>432,777,772</u>		<u>431,321,710</u>



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

4. Other Current Liabilities

Other payables		
Liabilities for expenses	61,500	49,800
TDS Payable	31,450	3,200
	92,950	53,000

5. Short-term Provisions

Provision for NPA	1,268,577	1,268,577
Provision for Income Tax (Net)	86,488	
	1,355,065	1,268,577

7. Non-Current Investments

(fully paid-up; FV Rs 10 each, unless otherwise stated)

	31 March 2018		31 March 2017	
	Qty.	Amount (Rs.)	Qty.	Amount (Rs.)
Other Investments				
(a) Investments in Equity Instruments				
Quoted				
Apple Finance Ltd	21,200	12,720	21,200	12,720
Aptech Ltd	18	742	18	742
GE T & D India Ltd (F.V. Rs. 2)	500	3,620	500	3,620
Ascu Arch Timber Protection Ltd	52,697	1,053,940	52,697	1,053,940
Ballarpur Industries Ltd (F.V. Rs. 2)	316,200	8,956,801	316,200	8,956,801
Best & Crompton Engineering Ltd	200	672	200	672
DSQ Software Ltd	38,500	217,525	38,500	217,525
GTL Infrastructure Ltd	71,376	567,970	71,376	567,970
Golden Tobacco Ltd	119,330	7,914,733	119,330	7,914,733
Hexaware Technologies Ltd (F. V. Rs. 2)	160	6,041	160	6,041
Himachal Futuristic Communications Ltd	82,000	1,638,779	82,000	1,638,779
Karnataka Bank Ltd	350,000	28,796,950	350,000	28,796,950
Modern Insulators Ltd	9,500	21,850	9,500	21,850
Motorol Speciality Oils Ltd	400,000	168,000	400,000	168,000
National Steel & Agro Industries Ltd	20,000	436,462	20,000	436,462
Nextgen Animation Media Ltd	3,180	-	3,180	-
S M Dyechem Ltd	202	21,917	202	21,917
Schneider Electric Infrastructure Ltd (F. V. Rs. 2)	500	-	500	-
Silverline Technologies Ltd	12,740	1,786,855	12,740	1,786,855
Spentex Industries Ltd	5,500	269,556	5,500	269,556
Techno Electric & Engg. Co. Ltd (F.V. Rs. 2)	2,353,806	149,286,561	2,353,806	149,286,561
		201,161,694		201,161,694
Less: Provision for Diminution in Value of Assets (Refer Note: 18.1)		2,024,443		2,029,668
		199,137,251		199,132,026



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

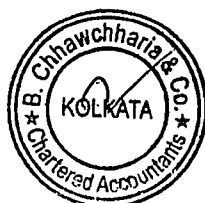
<u>Unquoted Associates</u>				
Ascu Heat Pumps Pvt Ltd (F.V. Rs. 100)	6,000	258,750	6,000	258,750
Deserve Vincom Pvt Ltd	2,550,000	25,500,000	2,550,000	25,500,000
Direction Barter Pvt Ltd	2,550,000	25,500,000	2,550,000	25,500,000
Enertech Engineers (I) Pvt Ltd	250,000	10,000,000	250,000	10,000,000
Gagan Realdev Pvt Ltd	2,550,000	25,500,000	2,550,000	25,500,000
Horizon Vintrade Pvt Ltd	3,322,500	33,225,000	3,322,500	33,225,000
Jhajjar Power Transmission Pvt Ltd	12,250	122,500	12,250	122,500
Majestic Commotrade Pvt Ltd	822,500	8,225,000	822,500	8,225,000
Pinnacle Commoddeal Pvt Ltd	3,122,500	31,225,000	3,122,500	31,225,000
<u>Others</u>				
Ankit Credits Pvt Ltd	180,400	1,973,750	180,400	1,973,750
Bargarh Green Power Generating Co. Ltd	9,900	99,000	9,900	99,000
North Dinajpur Power Ltd	309,894	3,098,940	9,894	98,940
Rajgarh Bio Power Ltd	9,900	99,000	9,900	99,000
Raj Projects Pvt Ltd	137,500	5,500,000	137,500	5,500,000
Saffron Enclave Pvt Ltd	4,035	201,750	4,035	201,750
Surya Heating Systems Pvt Ltd (F.V. Rs. 100)	5,700	251,250	5,700	251,250
Surya Agroils Ltd	15,950	10,368	15,950	10,368
Techno Birbhum Green Power Generating Co. Ltd	209,900	2,099,000	9,900	99,000
Techno Ganganagar Green Power Generating Co. Ltd	9,900	99,000	9,900	99,000
Techno International Ltd	880,000	24,750,000	880,000	24,750,000
Techno Leasing & Finance Co. Pvt Ltd	296,000	13,160,000	296,000	13,160,000
Techno Power Projects Ltd	22,000	49,500	22,000	49,500
Techno Power Grid Company Ltd	750,000	7,500,000	750,000	7,500,000
Varanasi Commercial Ltd	195,700	962,844	195,700	962,844
Varun Resources Ltd (#)	116,168	442,355	116,168	442,355
Varun Global Ltd (#)	29,042	110,588	29,042	110,588
		219,963,595		214,963,595
(b) Investments in Mutual Funds (Unquoted)				
UTI - Mastershare - D	600	11,484	600	11,484
		11,484		11,484
Aggregate Amount of				
Quoted Investments		199,137,251		199,132,026
Unquoted Investments		219,975,079		214,975,079
		419,112,330		414,107,105
Market Value of Quoted Investments (*)		934,413,012		1,010,889,039
Repurchase price of Units of Mutual Fund		19,364		19,414

Note:

(#) Pursuant to the Composite Scheme of Arrangement and Amalgamation as approved by the Hon'ble High Court of Judicature at Bombay, shares of Varun Resources Limited & Varun Global Limited has been issued and allotted for the erstwhile Varun Shipping Company Limited.

(*) In case of infrequently traded /suspended for trading scrips, the last quoted price available has been considered.

	31 March, 2018		31 March, 2017	
	Rs.	Rs.	Rs.	Rs.
8. Deferred Tax Assets				
Difference between book value of depreciable assets as per books of account and written down value for tax purposes		9,865		12,258
		9,865		12,258
9. Loans and advances				
(Unsecured, considered good)				
	Long Term		Short Term	
	31 March, 2018	31 March, 2017	31 March, 2018	31 March, 2017
	Rs.	Rs.	Rs.	Rs.
Other				
Other advances recoverable in cash or kind				
Considered doubtful	-	-	1,268,577	1,268,577
Advances Income Tax (Net of Provision for taxation)	-	-	-	235,442
MAT Credit Entitlement	869,040	1,074,906	-	-
Prepaid Expenses	-	-	-	3,747
	869,040	1,074,906	1,268,577	1,507,766



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

	31 March, 2018	31 March, 2017
	Rs.	Rs.
10. <u>Inventories (Valued at lower of cost and net realizable value)</u>		
<u>Stock-in-trade</u>		
Mutual Funds	-	25,368,615
	<u>-</u>	<u>25,368,615</u>
11. <u>Cash and Cash Equivalents</u>		
Balance with Banks		
-In Current Accounts	23,934,977	1,463,186
Cash on hand	71,197	149,650
	<u>24,006,174</u>	<u>1,612,836</u>
	<u>2017 - 2018</u>	<u>2016 - 2017</u>
	Rs.	Rs.
12. <u>Revenue from Operations</u>		
<u>Sale of Products</u>		
Mutual Fund Units	50,022,687	342,285,371
Bonds	146,957,808	9,000,900
	<u>196,980,495</u>	<u>351,286,271</u>
<u>Interest</u>		
Interest Received on Loan	-	3,961,028
Interest Received on Bonds	-	30,984
	<u>-</u>	<u>3,992,012</u>
<u>Dividend</u>		
Dividend- Trade	-	10,143,082
	<u>-</u>	<u>10,143,082</u>
	<u>196,980,495</u>	<u>365,421,365</u>
13. <u>Other Income</u>		
Dividend from Non- Current Investments	1,464,103	3,118,913
Interest on IT Refund	23,887	848,727
Profit on Sale on Investments (Net)	-	1,692,470
Profit on Sale of Fixed Asset	-	36,090
Derivative Trading (Futures & Options)	-	115,338
	<u>1,487,990</u>	<u>5,811,538</u>
14. <u>Purchases of stock-in-trade</u>		
<u>Purchases</u>		
Mutual Fund Units	23,000,000	373,334,000
Bonds	145,557,808	-
	<u>168,557,808</u>	<u>373,334,000</u>
15. <u>Changes in Inventory of Stock-in-trade</u>		
<u>Inventories at the beginning of the year</u>		
Mutual Fund Units	25,368,615	-
Bonds	-	9,005,326
	<u>25,368,615</u>	<u>9,005,326</u>
<u>Inventories at the end of the year</u>		
Mutual Fund Units	-	25,368,615
Bonds	-	-
	<u>-</u>	<u>25,368,615</u>
	<u>25,368,615</u>	<u>(16,363,289)</u>
16. <u>Employee Benefit Expense</u>		
Salary, Wages & Bonus	2,483,253	2,281,512
Staff Welfare	34,500	31,150
	<u>2,517,753</u>	<u>2,312,662</u>



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

17. Other expenses

Rates & Taxes	5,700	7,900
Travelling & Conveyance	75,306	65,908
Auditors' Remuneration		
- Audit Fees	29,500	28,750
- Tax Audit Fees	5,900	5,750
- Certification Matters	27,170	16,250
Professional & Service Charges	217,513	173,152
Motor Car Expenses	-	54,806
Miscellaneous expenses	79,297	238,344
Provision for Standard Asset	-	(75,000)
	440,386	515,860

18. In the opinion of the management, the diminution in the value of certain long term investments are temporary in nature and hence no provision has been made for the same other than those made as per Note 18.1.

18.1 The Company has an investment of Rs. 20,78,328 (PY Rs 20,78,328) in the shares of 3 listed companies i.e. SM Dyechem Ltd, Silverline Technologies Ltd and Spentex Industries Ltd. The market value of the same as at 31st March, 2018 is Rs 53,885 (PY Rs. 48,660). The management has considered the above investments as long term strategic investments and the decline in market value upto FY 2013-14 was considered temporary in nature. However, in view of the change of status of the investee companies, the management in the Financial Year 2014-15 was of the opinion that the decline in market value may no longer be temporary in nature; hence provision in diminution in value there against of Rs. 20,29,668 was made in the accounts for the year ended on 31.03.2015 which was further increased by Rs. 3,300 in the financial year 2015-16, thereby the cumulative provision being Rs. 20,32,968. Provision for further diminution in Market Value of the aforesaid investment was reversed by Rs. 3,300 in the immediately preceding financial year i.e., 2016-17, thereby making cumulative provision of Rs.20,29,668. Provision for further diminution in Market Value of the aforesaid investment is being reversed by Rs. 5,225 in the current Financial Year i.e., 2017-18, thereby making cumulative provision of Rs.20,24,443.

19. The Company has complied with the Prudential Norms as per NBFC- Non-Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 with regards to Income Recognition, Asset Classification, Accounting Standards and Provision for Bad & Doubtful Debts, as applicable to it.

20. The Company has circulated confirmation for the identification of suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006. On the basis of information available with the Company under the aforesaid Act, there are no Enterprises to whom the Company owes dues which are outstanding at year end. This has been relied upon by the Auditors.

21. Being a Non Banking Finance Company, it has no Business other than Financial Activities, so segment reporting as defined in Accounting Standard - 17 is not applicable to the Company

22. Related Party Disclosures

As per Accounting Standard 18 'Related Party Disclosures' issued by ICAI, the disclosure of transactions with related parties are given below:

i) Names of the related parties and description of relationship

1. Associates

Ascu Heat Pumps Pvt Ltd
 Deserve Vincom Pvt Ltd
 Direction Barter Pvt Ltd
 Enertech Engineers (I) Pvt Ltd
 Gagan Realdev Pvt Ltd
 Horizon Vintrade Pvt Ltd
 Jhajjar Power Transmission Pvt Ltd
 Majestic Commotrade Pvt Ltd
 Pinnacle Commodeal Pvt Ltd

2. Company in which Key Management Personnel has significant influence

Techno International Ltd
 Techno Power Projects Ltd

ii) Details of Related Party Transactions during the year ended 31st March 2018 and balance outstanding as at 31st March 2018:

	2017 - 18	2016 - 17
Transactions:		
Loan given to Techno International Ltd	-	-
Loan repaid by Techno International Ltd	-	30,000,000
Balances outstanding at the end of the year:		
Year end Investments (Associates)	159,556,250	159,556,250
Year end Investments (others)	24,799,500	24,799,500



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CHECONS LIMITED

Notes to the Standalone Financial Statements for the year ended 31 March 2018

23. Earning per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	31 March, 2018	31 March, 2017
Net Profit / (Loss) attributable to equity shareholders	1,586,755	11,395,022
Weighted average number of equity shares in calculating EPS	1,107,080	1,107,080
Nominal value of Equity Shares	10	10
Basic & Diluted EPS	1.43	10.29

24. On the basis of physical verification of assets and cash generation capacity of those assets, in the management perception, there is no impairment of assets as on 31st March, 2018.

25. Disclosures for AS 29, 'Provisions, Contingent Liabilities and Contingent Assets' issued by the ICAI:

	Provision for Doubtful Loans & Advances
Carrying amount at the beginning of the year	1,268,577
Additional provision during the year	-
	<u>1,268,577</u>
Amounts charged against the provisions	-
Carrying amount at the end of the year	<u>1,268,577</u>

26. Payment of Gratuity Act, Provident Fund & E.S.I. Acts are not applicable to the Company as number of employees are less than minimum required for applicability of respective Acts. The Company does not have the policy to carry forward the unutilised leave. Hence no disclosure as per Accounting Standard AS 15 on 'Employee Benefits' is required.

27. Details of Purchases, Turnover and Stock:

	Mutual Funds		Bonds	
	Units	Amount (Rs.)	Nos	Amount (Rs.)
Opening Stock	389,612.271	25,368,615	-	-
Purchases	5,463.031	23,000,000	140.000	145,557,808
Sales	395,075.302	50,022,687	140.000	146,957,808
Closing Stock	-	-	-	-

28. Particulars as required in terms of Paragraph 18 of NBFC- Non-Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 are given by way of an Annexure to this Financial Statements.

29. Previous year's figures have been regrouped & rearranged wherever considered necessary. Figures are rounded off to the nearest Rupee.

As per our report of even date attached herewith

For B. Chhawchharia & Co.
Firm Registration No. 305123E
Chartered Accountants

S.K. Chhawchharia
Partner
M. No. 008482

Place : Kolkata
Dated : 30th May, 2018



For and on behalf of the Board

Avantika Gupta
DIN 03149138

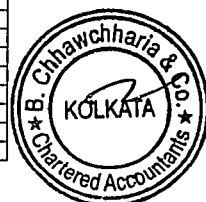
Sanjay Bhuwalka
DIN 00056587

Directors

Particulars			
LIABILITIES SIDE :			
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid :	Amount Outstanding	Amount Overdue
	(a) Debentures : Secured	-	-
	: Unsecured	-	-
	(other than falling within the meaning of public deposit*)	-	-
	(b) Deferred Credits	-	-
	(c) Terms Loans	-	-
	(d) Intercompany Loans and borrowings	-	-
	(e) Commercial Paper	-	-
	(f) Public Deposits*	-	-
	(g) Other Loans (Specify nature)	-	-
	* Please see Note 1 Below	-	-
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
	(c) Other public deposits	-	-
	* Please see Note 1 Below	-	-
	Assets side :	Amount Outstanding	
3	Break-up of Loans and Advances including bills receivables [Other than those included in (4) below] :		
	(a) Secured	-	-
	(b) Unsecured	-	12.69
4	Break up of Leased Assets and Stock on hire and and other assets counting towards AFC activities :		
i	Lease assets including lease rentals under sundry debtors:		
	(a) Finance Lease	-	-
	(b) Operating Lease	-	-
ii	Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	-
	(b) Repossessed Assets	-	-
iii	Other loans towards AFC activities		
	(a) loans where assets have been repossessed	-	-
	(b) loans other than mentioned above	-	-
5	Break-up of Investments :		
	Current Investments :		
	1. Quoted :		
	(i) Shares :		
	(a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	2. Unquoted :		
	(i) Shares :		
	(a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of Mutual Funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	Long Term Investments :		
	1. Quoted :		
	(i) Shares :		
	(a) Equity	-	1,991.37
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	2. Unquoted :		
	(i) Shares :		
	(a) Equity	-	2,199.64
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of Mutual Funds	-	0.11
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
6	Borrower group-wise classification of assets financed as in (3) & (4) above:		
	Please see Note 2 below		
	Category	Amount net of provisions	
		Secured	Unsecured
	1. Related Parties**		Total
	(a) Subsidiaries	-	-
	(b) Companies in the same group	-	-
	(c) Other related parties	-	-
	2. Other than related parties	-	12.69
	Total	-	12.69
7	Investor group-wise classification of all Investments (current and long term) in shares and securities (both quoted and unquoted)		
	Please see note 3 below		
	Category	Market Value/Break up of fair Value or NAV	Book Value (Net of Provisions)
	1. Related Parties**		
	(a) Subsidiaries	-	-
	(b) Companies in the same group	279.18	248.00
	(c) Other related parties	1,577.93	1,595.56
	2. Other than related parties	10,307.16	2,347.56
	Total	12,164.27	4,191.12
	**As per Accounting Standard of ICAI (Please see Note 3)		
8	Other Information :		
	Particulars	Amount	
(i)	Gross Non Performing Assets		
	(a) Related parties	-	-
	(b) Other than related parties	-	-
(ii)	Net Non-Performing assets		
	(a) Related parties	-	-
	(b) Other than related parties	-	-
(iii)	Assets acquired in satisfaction of debt		

Notes:

- As defined in point six of paragraph 3 of chapter-2 of these directions.
- Provisioning norms shall be applicable as prescribed in these directions
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (5) above.



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