

# ARIHANT CAPITAL MARKETS LIMITED

(Group concerns member of BSE, NSE, MCX-SX, NCDEX, MCX, ACE, DP-NSDL, CDSL)

CIN- L67120MP1992PLC007182, Email: compliance@arihantcapital.com ,website : www.arihantcapital.com

Regd. Office: E/5, RATLAM KOTHI, INDORE-452001, Phone No: 0731-3016100 Fax: 0731-3016199

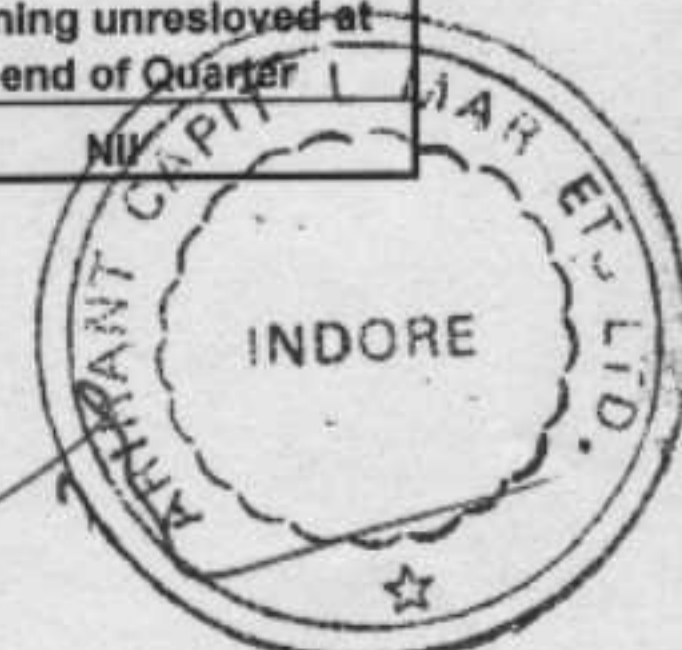
(₹ in lacs)

## AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014

S. No.	Particulars	STAND ALONE					CONSOLIDATED				
		Quarter Ended		Year Ended			Quarter Ended		Year Ended		
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
	Unaudited	Unaudited	Unaudited	Audited	Audited	Unaudited	Unaudited	Unaudited	Audited	Audited	
<b>PART-I</b>											
1	a) Net sales and Income from Operation	624.87	632.55	624.42	2,493.50	2,631.99	818.29	810.45	943.03	3,430.10	3,877.71
	b) Other Operating Income	185.07	165.11	151.82	660.24	589.77	152.36	194.80	134.12	632.37	539.11
	<b>TOTAL INCOME (1)</b>	<b>809.94</b>	<b>797.67</b>	<b>776.24</b>	<b>3,153.74</b>	<b>3,221.76</b>	<b>970.66</b>	<b>1,005.25</b>	<b>1,077.15</b>	<b>4,062.48</b>	<b>4,416.82</b>
2	Expenditure:										
	a) Commission & Brokerage	297.55	283.13	249.30	1,109.52	1,174.83	337.37	337.07	360.80	1,388.55	1,653.40
	b) Purchases	-	-	-	-	-	-	-	34.10	-	34.10
	c) Employees Cost	217.56	189.18	216.27	762.55	813.36	254.99	226.27	309.68	928.81	1,017.85
	d) Depreciation	24.23	26.74	29.79	107.10	128.36	26.42	30.74	31.15	118.87	137.51
	e) Administrative & Other Expenditure	185.56	205.17	240.73	852.36	914.49	236.19	270.85	339.14	1,148.50	1,302.04
	<b>TOTAL EXPENDITURE (2)</b>	<b>724.89</b>	<b>704.22</b>	<b>736.10</b>	<b>2,831.53</b>	<b>3,031.04</b>	<b>854.97</b>	<b>864.93</b>	<b>1,074.87</b>	<b>3,584.73</b>	<b>4,144.90</b>
3	Profit from operations before other Income, Finance Cost & Exceptional Item (1-2)	85.04	93.44	40.14	322.21	190.72	115.68	140.32	2.28	477.74	271.92
4	Other Income	96.61	114.54	71.63	413.39	379.24	141.64	163.47	115.43	570.87	677.19
5	Profit before Finance Cost & Exceptional Item	181.65	207.98	111.77	735.60	569.96	257.32	303.79	117.71	1,048.61	949.12
6	Finance Cost	47.08	30.86	36.24	116.53	204.36	27.00	20.42	20.21	80.88	165.13
7	Profit after Finance Cost but before Exceptional Item	134.57	177.12	75.53	619.06	365.60	230.32	283.37	97.50	967.73	783.99
8	Exceptional Items	141.56	70.82	-	286.51	-	237.54	118.53	-	480.43	-
9	Profit from Ordinary Activities before Tax	(6.99)	106.30	75.53	332.55	365.60	(7.22)	164.84	97.50	487.30	783.99
10	Tax Expense	(10.94)	26.24	24.05	81.28	102.05	(10.77)	37.92	24.30	127.03	231.38
11	Net Profit from Ordinary Activities after Tax	3.95	80.07	51.48	251.27	263.55	3.55	126.92	73.20	360.27	552.61
12	Extraordinary Items (Net of tax expense)	-	-	-	-	-	-	-	-	-	-
13	Net Profit for the period	3.95	80.07	51.48	251.27	263.55	3.55	126.92	73.20	360.27	552.61
14	Minority Interest	-	-	-	-	-	0.47	(4.29)	(0.45)	(8.79)	1.18
15	Profit after Minority Interest	3.95	80.07	51.48	251.27	263.55	3.08	131.21	73.65	369.06	551.43
16	Paid up Equity Share Capital (Face Value per share)	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-	1,041.13 5/-
17	Reserves excluding Revaluation Reserves	-	-	-	4,194.78	4,126.23	-	-	-	5,786.82	5,600.47
18	Earnings Per Share (Rs.)										
	Basic & Diluted EPS (Rs.) Excluding extraordinary items	0.02	0.38	0.25	1.21	1.27	0.01	0.63	0.35	1.77	2.65
	Basic & Diluted EPS (Rs.) Including extraordinary items	0.02	0.38	0.25	1.21	1.27	0.01	0.63	0.35	1.77	2.65

### PART-II SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED 31st MARCH 2014

<b>A Particular of Shareholding</b>											
1	<b>Public Shareholding</b>										
	Number of Shares	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508	5,401,508
	Percentage of Shareholding	25.94	25.94	25.94	25.94	25.94	25.94	25.94	25.94	25.94	25.94
<b>2 Promoters and promoter group Shareholding</b>											
a	<b>Pledged/encumbered</b>										
-	No of shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
-	Percentage of shares (as a % of the total shareholding of promoter and promoter groups)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
-	Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b	<b>Non -encumbered</b>										
-	No of shares	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052	15,421,052
-	Percentage of shares (as a % of the total shareholding of promoter and promoter groups)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
-	Percentage of shares (as a % of the total share capital of the company)	74.06	74.06	74.06	74.06	74.06	74.06	74.06	74.06	74.06	74.06
<b>B Investor Complaints</b>											
	Particulars	Pending at the beginning of Quarter		Received During the quarter			Disposed of during the quarter			Remaining unresolved at the end of Quarter	
		Nil		Nil			Nil			Nil	



Notes:

1 Audited Statement of Assets and Liabilities as at 31<sup>st</sup> March 2014

Particulars	STANDALONE		CONSOLIDATED	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
<b>EQUITY &amp; LIABILITIES</b>				
<b>Shareholders' fund</b>				
Share Capital	1041.13	1041.13	1041.13	1041.13
Reserves and Surplus	4194.78	4126.23	5786.82	5600.47
<b>(A)</b>	<b>5235.91</b>	<b>5167.35</b>	<b>6827.94</b>	<b>6641.59</b>
<b>Minority Interest (B)</b>	0.00	0.00	14.90	4.09
<b>Non-Current Liabilities</b>				
Deferred Tax Liabilities (net)	73.95	77.39	67.61	68.59
<b>(C)</b>	<b>73.95</b>	<b>77.39</b>	<b>67.61</b>	<b>68.59</b>
<b>Current Liabilities</b>				
Short-Term Borrowings	0.72	0.65	0.72	0.65
Trade Payables	1936.22	2008.07	3480.83	3640.10
Other Current Liabilities	896.80	875.01	1545.45	1079.30
Short-Term Provisions	182.71	182.71	182.71	182.71
<b>(D)</b>	<b>3016.45</b>	<b>3066.44</b>	<b>5209.71</b>	<b>4902.76</b>
<b>TOTAL (A+B+C+D)</b>	<b>8326.31</b>	<b>8311.19</b>	<b>12120.17</b>	<b>11617.03</b>
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
<b>Fixed Assets</b>				
Tangible Assets	936.67	988.32	2132.73	1601.77
Intangible Assets	38.01	60.65	41.19	66.46
Non-Current Investments	796.86	771.46	9.88	7.07
Other Non-Current Assets	210.85	240.85	275.05	292.05
<b>(A)</b>	<b>1982.39</b>	<b>2061.28</b>	<b>2458.85</b>	<b>1967.34</b>
<b>Current Assets</b>				
Current Investments	966.85	1037.43	966.85	1042.43
Inventories	369.93	0.00	369.93	651.42
Trade Receivables	946.24	2091.31	2184.16	2601.46
Cash and Cash Equivalents	3085.25	2360.68	5191.80	4424.47
Short-Term Loans and Advances	202.09	0.00	0.00	0.00
Other Current Assets	773.56	760.50	948.57	929.91
<b>(B)</b>	<b>6343.92</b>	<b>6249.91</b>	<b>9661.31</b>	<b>9649.69</b>
<b>TOTAL (A+B)</b>	<b>8326.31</b>	<b>8311.19</b>	<b>12120.17</b>	<b>11617.03</b>

2 The above Audited Financial Results of the Company for the quarter and year ended March 31, 2014 have been reviewed by the Audit Committee and approved by the Board of Directors in the Meeting held on 24<sup>th</sup> May 2014.

3 The Audited Consolidated Financial Results of the Group includes results of Arihant Capital Markets Limited and its following subsidiaries: Arihant Finsec Limited (100%), Arihant Financial Services Limited (100%), Arihant Futures & Commodities Limited (99.86%), Arihant Insurance Broking Services Limited (100%), Arihant Financial Planners And Advisors Pvt. Ltd. (51.2%), Arihant Quality Educational Services & Trainings Ltd. (51%) & Ahinsa Lifespace Infraheight Ltd. (100%)

4 Arihant Capital Markets Limited and its subsidiary Arihant Futures & Commodities Ltd. has exposure to National Spot Exchange Limited (NSE) of ₹296.56 lacs & ₹200.90 lacs respectively, with respect to proprietary positions. NSE has not been able to adhere to its payment obligation over the past few months. Arihant Futures & Commodities Ltd perused legal action against NSE and other by filing writ petition in Bombay High Court and criminal complaint in Economic Offences Wing (EOW) jointly with other victimized brokers and clients. For the pending final outcome, which is uncertain, Arihant Capital Markets Limited and its subsidiary Arihant Futures & Commodities Ltd has written off/provided for an amount of ₹237.54 Lacs in respect of their Proprietary position for the quarter (₹118.53 Lacs for the previous quarter and ₹480.43 Lacs for the year ended 31<sup>st</sup> March 2014), which is disclosed under the head "Exceptional Items"

5 The Consolidated accounts have been prepared in accordance with the principles and procedures as set out in AS-21.

6 There is no reportable segment pursuant to AS-17 issued by ICAI. Hence no disclosure is required under AS-17.

7 The Board has recommended dividend @15% i.e. ₹0.75 per equity shares on equity share capital of the Company subject to approval of shareholders in ensuing Annual General Meeting of the company.

8 Provision for Tax has been computed as per AS-22 issued by the Institute of Chartered Accountants of India.

9 Figures pertaining to previous year/periods have been re-grouped and re-arranged wherever necessary.

By or on behalf of the Board

Ashok Kumar Jain  
Chairman & Managing Director



Place: Indore

Date : May 24, 2014



## ARORA BANTHIA & TULSIYAN

CHARTERED ACCOUNTANTS

6th Floor Silver Arc Plaza, 20/1, New Palasia,

Indore-452 001 Tel: 4071318, 2534318, Fax: 2433519

### Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement

To  
The Board of Directors  
Arihant Capital Markets Limited

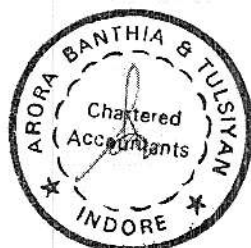
"We have audited the quarterly financial results of Arihant Capital Markets Limited (name of the company) for the quarter ended 31<sup>st</sup> March, 2014, and the year to date results for the period 01/04/2013 to 31/03/2014, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

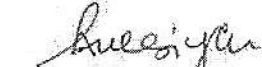
i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and

(ii) give a true and fair view of the net profit/ loss and other financial information for the quarter ended 31<sup>st</sup> March, 2014 as well as the year to date results for the period from 01/04/2013 to 31/03/2014



Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For Arora Banthia & Tulsian

  
Ajay Tulsian  
Partner

Membership No. : 74868

Place : Indore, May 24, 2014





## ARORA BANTHIA & TULSIYAN

CHARTERED ACCOUNTANTS

6th Floor Silver Arc Plaza, 20/1, New Palasia,  
Indore-452 001 Tel: 4071318, 2534318, Fax: 2433519

### Auditor's Report On Quarterly Consolidated Financial Results and Consolidated Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement

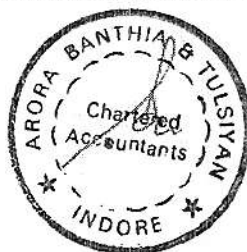
To  
The Board of Directors  
Arihant Capital Markets Limited

We have audited the quarterly consolidated financial results of Arihant Capital Markets Limited for the quarter ended 31<sup>st</sup> March, 2014 and the consolidated year to date results for the period 01/04/2013 to 31/03/2014, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these consolidated quarterly financial results as well as the consolidated year to date results:

(i) include the quarterly financial results and year to date results of Arihant Futures And Commodities Ltd., Arihant Financial Services Ltd., Arihant Finsec Ltd., Arihant Insurance Broking Services Ltd., Arihant Financial Planners &




Advisors Pvt. Ltd., Arihant Quality Educational Services And Trainings Ltd. and Ahinsa Lifespace Infraheight Ltd.;

(ii) have been presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard: and

(iii) give a true and fair view of the consolidated net profit and other financial information for the quarter ended 31<sup>st</sup> March, 2014 as well as the consolidated year to date results for the period from 01/04/2013 to 31/03/2014.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of consolidated public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For Arora Banthia & Tulsiyan

  
Ajay Tulsiyan  
Partner

Membership No. : 74868  
Place : Indore, May 24, 2014

