

**30th
ANNUAL REPORT
2015 – 2016**



USHAKIRAN FINANCE LIMITED

BOARD OF DIRECTORS

Mr. T. Adinarayana	--	Chairman
Mr. Y.B.K. Murthy	--	Director
Mr. P.R.K. Murthy	--	Independent Director
Mrs. S. Jhansi Kumari	--	Independent Director

KEY MANAGERIAL PERSONNEL

Mr. N. Swaroop Kumar	--	Manager
Mr. G. Sandeep Kumar	--	Company Secretary
Miss. Y. Vasavi	--	Chief Financial Officer

AUDITORS

Janardhanrao Deshmukh & Co.,
Chartered Accountants,
Flat No.304, Lumbini Apartments, Dharam Karan Road,
Ameerpet, Hyderabad - 500 016.

SECRETARIAL AUDITORS

P.S. Rao & Associates, Company Secretaries, Hyderabad – 500 082.

BANKERS

State Bank of India

REGISTERED OFFICE

405, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500 001.

REGISTRARS & SHARE TRANSFER AGENTS

Venture Capital and Corporate Investments Private Limited

12-10-167, Bharat Nagar, Hyderabad - 500 018.

Phones:040-23818475, 23818476,Fax:040-23868024,

e-mail: info@vccilindia.com, www.vccilindia.com

NOTICE

NOTICE is hereby given that the Thirtieth Annual General Meeting of the Members of USHAKIRAN FINANCE LIMITED will be held on Tuesday the 27th day of September, 2016 at 10.00 A.M., at H.No.:8-3-976/23A, Shalivahana Nagar Colony, Shalivahana Nagar Community Hall, Yellareddyguda, (Adjacent to Srinagar Colony), Hyderabad – 500 073 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements as at 31st March, 2016, together with the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Sri. T. Adinarayana, (holding DIN: 00917498), who retires by rotation and being eligible, offers himself for reappointment.
3. To consider and if thought fit, to pass, with or without modification(s) the following resolution as an ordinary resolution:

“RESOLVED THAT pursuant to the provisions of Section 139, 141 and 142 of the Companies Act, 2013, read with Companies (Audit and Auditors) Rules, 2014 and all other applicable provisions, if any, of the Companies Act, 2013 consent of the Company be and is hereby accorded to ratify the appointment of M/s. Janardhanrao Deshmukh & Co., Chartered Accountants, (Firm Registration No.005979S), as statutory auditors of the company to hold office till the conclusion of the 31st Annual General Meeting of the Company to be held in the year 2017 and the Board of Directors be and is hereby authorized to fix their remuneration, in accordance with the recommendation of the Audit committee and in consultation with the auditors.”

SPECIAL BUSINESS:

Re-classification of the promoters of the company

4. To consider and if thought fit, to pass, with or without modification(s) the following resolution as a Special Resolution:

Special Resolution:

“RESOLVED that pursuant to Regulation 31A and other relevant provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the applicable provisions of the Companies Act, 2013 ('Act') read with the Rules framed there under (including any statutory modification(s)

USHAKIRAN FINANCE LIMITED

or re-enactment thereof), the approval of the Company be and is hereby accorded for re-classification of the following members, the existing promoters of the company who are not associated with the company either directly or indirectly from promoter to Non-Promoter category.

Sl.No.	Name of the Member	No. of Shares	% of holding
1	Navneethraja	2500	0.10
2	K. Nirmal Sewani	2500	0.10
3	Nitinraj Sinha	2500	0.10
	Total:	7500	0.29

RESOLVED FURTHER that the above promoters along with its promoter group entities and person acting in concert do/will not:

- Have any special rights through formal or informal agreements.
- Hold more than 10% of the paid-up capital of the Company.
- Act as a Key Managerial person for a period of more than three years from the date of Shareholders approval.

On meeting of the above conditions the above promoters / members shall cease to be the promoters of the company, subject to the approval of BSE Limited/SEBI, if any.

RESOLVED FURTHER that the Board be and is hereby authorized to take all such steps as may be necessary, proper and expedient to give effect to this Resolution.

RESOLVED FURTHER that the Board be and is hereby authorized to delegate all or any of the powers conferred on it by or under this Resolution to any Committee of Directors or to any Director of the Company or any other officer(s) or employee(s). The Company as it may consider appropriate in order to give effect to this Resolution including filing of necessary forms /returns with the Ministry of Corporate Affairs/Stock Exchanges/other authorities concerned.”

By order of the Board of Directors
for Ushakiran Finance Limited

Place: Hyderabad
Date : 13.08.2016

(G. Sandeep Kumar)
Company Secretary

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself/herself and such a proxy need not be a member of the Company.
2. A person shall not act as a proxy for more than 50 members and holding in the aggregate not more than ten percent of the total voting share capital of the Company. A member holding more than ten percent of the total share capital of the Company may appoint a single person as Proxy provided that such person shall not act as a Proxy for any other member.
3. The instruments of proxies in order to be effective must be deposited with the Company at its Registered Office not less than 48 hours before the commencement of the meeting.
4. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company an attested copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
5. In case of Joint Shareholders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. Members desiring any information regarding the accounts are requested to write to the Company at least 7 days before the date of the meeting so as to enable the Management to keep the information ready.
7. The Members/Proxies attending the meeting are requested to bring the enclosed Attendance Slip and deliver the same at the entrance of the Meeting Hall.
8. Members are requested to bring their respective copies of the Annual report for reference during the Annual General Meeting.
9. The Register of Members and Share Transfer Books will remain closed from 21st September, 2016 to 27th September, 2016 (both days inclusive).
10. The Company's Shares have been listed at BSE Limited, and the listing fee has been paid up to 2016-2017.
11. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificates to the Share Transfer Agent/Company.
12. The annual report for the financial year 2015-16 is being sent through email to those members who have registered their email addresses

with the Company/depository participants. The annual report is also available on our website, i.e. www.ufffinance.com. The physical copy of the annual report has been sent to those members who have either opted for the same or have not registered their email addresses with the Company/depository participant. The members will be entitled to a physical copy of the annual report for the financial year 2015-16, free of cost, upon sending a request to the Company Secretary, Ushakiran Finance Limited, 405, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad-500 001.

13. Members who hold shares in physical form can nominate any person in respect of all the shares held by them singly or jointly. Members who holds shares in single name are advised, in their own interest to avail of the nomination facility. Members holding shares in dematerialized form may contact their respective depository participant(s) for recording nomination in respect of their shares.
14. All the documents referred to in the Notice will be available to the members at the Registered Office of the Company between 10.30 A.M., to 12.30 P.M., on all working days from the date hereof up to the date of the Meeting.
15. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / STA.
16. Pursuant to Regulation 36(3) of SEBI (LODR) Regulations, 2015, brief profile of the Director proposed to be re-appointed, is furnished here under:

Mr. T. Adinarayana, is aged about 63 years, is a qualified Chartered Accountant, Cost Accountant and Company Secretary and also did his graduation in Law. He has worked at Andhra Pradesh State Financial Corporation for about 9 years and had about 8 years experience as a Chartered Accountant and about 16 years experience in Bulk Drugs and Intermediates Manufacturing Unit. He is the Chairman and Managing Director of Sigachi Laboratories Limited and also a director in Krishnaraj Securities Private Limited. He is a member of Stakeholders relationship committee in Sigachi Laboratories Limited. He is holding 3,25,385 Equity Shares of Rs.10/- each in the company.

Keeping in view his vast experience the Board recommends the re-appointment of Mr. T. Adinarayana, as a Director liable for retirement by rotation, for the approval of share holders of the Company.

Except Mr. T. Adinarayana, being an appointee and Mr. Y.B.K. Murthy, Director who is related to him, none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at item No.2.

17. E- Voting:

- a. In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide members with the facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).
- b. The results of the e-voting and result of the physical voting at the meeting will be declared within 48 hours of conclusion of the meeting and the results along with the scrutinizer's report shall be placed on the website of the Company.
- c. The voting rights of members shall be in proportion to their shareholding in the paid up equity share capital of the company as on 20th September, 2016, being the cut-off date.
- d. The members of the Company, holding shares either in physical form or in dematerialized form, as on 20th September, 2016, being the cutoff date, may cast their vote (for or against) electronically.
- e. The facility for voting through poll shall be made available at the meeting and the members attending the meeting who have not already cast their vote electronically through e-voting shall be able to exercise their voting right at the Meeting.
- f. The members who have cast their vote by e-voting prior to the meeting may also, attend the meeting but shall not be entitled to cast their vote again.

- g. The Company has appointed Mr. D. Venkata Ratnam, Chartered Accountant, as scrutinizer for conducting the remote e-voting and also the physical ballot process in the Annual General Meeting in a fair and transparent manner.
- h. Members can opt for only one mode of voting, i.e., either by physical poll or e-voting. In case Members cast their votes through both the modes, voting done by e-voting shall prevail and votes cast through physical poll will be treated as invalid.
- i. The e-voting period will commence on 24th September, 2016 (09:00 hrs) and will end on 26th September, 2016 (17.00 hrs). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 20th September, 2016 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Members will not be able to cast their votes electronically beyond the date & time mentioned above.

The members desiring to vote through electronic mode may refer to the detailed procedure on e-voting as mentioned here under:

Members receiving Notice of 30th Annual General Meeting by e- mail from M/s. Venture Capital and Corporate Investments Private Limited, Registrars and Share Transfer Agents of the company or in case of members receiving the physical copy of Notice of 30th Annual General Meeting (for members whose e-mail ids are not registered with the company/depositories):

Please follow all the steps from S. No. (i) to S. No. (xix) to cast vote.

The instructions for shareholders voting electronically are as under:

- (i) The shareholders should log on to the e-voting website www.evotingindia.com.
- (ii) Click on Shareholders.
- (iii) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

(vi) If you are a first time user follow the steps given below:

PAN	For Members holding shares in Demat Form and Physical Form
	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iii).

(vii) After entering these details appropriately, click on “SUBMIT” tab.

(viii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(x) Click on the EVSN for the relevant Company, Ushakiran Finance Limited on which you choose to vote.

- (xi) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take a print out of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xvi) If a demat account holder has forgotten the login password earlier used then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xviii) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or call toll free No.1800 200 5533.

A. General Instructions:

- i. The Chairman of the Meeting shall at AGM venue, at the end of discussions on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of ballot paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- ii. The Scrutinizer shall after the conclusion of voting at AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman of the Meeting or a person authorized by him in writing.
- iii. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.ufffinance.com and on the web site of CDSL www.evotingindia.com immediately and will be communicated to the BSE Limited within 48 hours from the conclusion of the AGM.

**EXPLANATORY STATEMENT PURSUANT TO SECTION
102(1) OF THE COMPANIES ACT, 2013:**

Item No. 4

The members may note that the above mentioned 3 members are either directly or indirectly are not associated with the company since a long time and as such these promoters to be classified as Non-Promoters and as such they will not be promoters of the Company upon the passing of this resolution, subject to the approval of BSE Limited/SEBI, if any. They do not hold any interest in the company other than their shareholding. The above said 3 promoters hold together 7,500 (0.29%) equity shares of Rs.10 each in aggregate as on date.

None of the (i) Directors, (ii) Key Managerial Personnel, (iii) relatives of the persons mentioned in (i) and (ii), are concerned or interested in the said resolution.

The Board recommends the resolution for approval of the members.

None of the Directors and Key Managerial Personnel of the company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.4.

Your Directors recommend the Resolution for your approval as Special Resolution.

By order of the Board of Directors
For Ushakiran Finance Limited

Place: Hyderabad
Date : 13.08.2016

(G. Sandeep Kumar)
Company Secretary

DIRECTORS' REPORT

To
The Members,

Your Directors have pleasure in presenting the Thirtieth Annual Report, on the business of your company, together with the Audited Financial Statements of the Company for the year ended 31st March, 2016 along with Auditor's Report thereon:

FINANCIAL HIGHLIGHTS

(Rupees in Lakhs)

Particulars	2015-2016	2014-2015
Gross income	19.86	15.48
Profit /(Loss) before Depreciation, Finance Costs, Provisions and Tax	(47.18)	2.15
Add/(Less):		
Depreciation	0.99	1.50
Finance costs	--	0.01
Provision for standard and substandard assets and diminution in value of investments	9.61	2.41
Excess provision for diminution in value of Investments written back	(53.26)	(9.20)
Profit/(Loss) before tax	(4.52)	7.43
Taxation (Net)	(3.05)	1.57
Net Profit/(Loss)	(1.47)	5.86
Profit/(Loss) available for appropriation	(1.47)	5.86
Carried to Statutory Reserve Fund	--	1.20
Surplus/(Loss) carried to Balance Sheet	(1.47)	4.66

OPERATIONS

During the year 2015-2016 the company has earned gross income of Rs.19.86 Lakhs as against gross income of Rs.15.48 Lakhs during the

year 2014-2015 and incurred a net Loss of Rs.(1.47) Lakhs during the year 2015-2016, as against Net Profit of Rs.5.86 Lakhs during the year 2014-2015.

DIVIDEND :

In view of the loss, your directors do not recommend any dividend for the Financial Year 2015-2016.

TRANSFER TO RESERVE:

The Company did not transfer any amount to the General Reserve for the Financial Year ended 31st March, 2016.

CHANGE IN THE NATURE OF BUSINESS

During the year under review, there has been no change in the nature of business of the Company.

CHANGES IN THE SHARE CAPITAL

The paid up share capital of the company as on 31st March, 2016 is Rs.2,54,45,000/- consisting of 25,44,500 Equity Shares of Rs.10/- each. During the year under review, the company has not issued any fresh shares.

DIRECTORS:

During the year under review Mr. T. Adinarayana, Director of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends his re-appointment.

Pursuant to Sections 149 (6) & 149 (7) of the Companies Act, 2013, the Independent directors of the company gave a declaration that they have complied with the criteria of independence as set out under sub section (6) of section 149 of the Companies Act, 2013.

During the financial year 2015-2016, Eight Board Meetings were properly convened and held on 29th May, 2015, 8th July, 2015, 13th August, 2015, 29th September, 2015, 13th November, 2015, 6th January, 2016, 10th February, 2016 and 30th March, 2016. The maximum interval between any two meetings did not exceed 120 days.

BOARD EVALUATION

One of the key functions of the Board is to monitor and review the board evaluation framework. The Board works with the nomination

and remuneration committee to lay down the evaluation criteria for the performance of executive (Manager) / non-executive /independent directors. Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation has been carried out as per the Nomination and Remuneration Policy.

KEY MANAGERIAL PERSONNEL

The Company had already appointed Mr. N. Swaroop Kumar, as Manager, Miss. Y. Vasavi as Chief Financial Officer and Mr. G. Sandeep Kumar as the Company Secretary. The Board designated them as Key Managerial personnel of the Company under the provisions of the Companies Act, 2013. During the year Miss. Akshita Surana, Company Secretary has resigned with effect from 30-6-2015 and in her place Mr. G. Sandeep Kumar has been appointed as the Company Secretary with effect from 9-12-2015, but for this change there were no other changes in the office of Key Managerial personnel of the company during the year under review.

NAMES OF THE COMPANIES WHICH HAVE BECOME/CEASED TO BE SUBSIDIARIES , JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR

The Company did not have any subsidiaries, associates or joint ventures during the year.

FIXED DEPOSITS

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of deposits) Rules, 2014.

SIGNIFICANT MATERIAL ORDERS PASSED BY THE COURTS / REGULATORS / TRIBUNALS IMPACTING GOING CONCERN STATUS AND COMPANY'S OPERATIONS

To the best of our knowledge, the Company has not received any such orders from Regulators, Courts or Tribunals during the year, which may impact going concern status or the company's operations in future.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place proper and adequate internal control systems commensurate with the nature of its business, and size and complexity

of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedures, applicable laws and regulations, and that all assets and resources are acquired and used economically. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements under Section 134 (5) of the Companies Act, 2013, in respect of Directors' responsibility statement, Your Directors state that:

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. Appropriate accounting policies had been selected and applied 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 2015-2016 and of the loss of the Company for that period;
- iii. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The annual accounts for the year 2015-2016 have been prepared on a going concern basis;
- v. That proper internal financial controls were in place and that the financial controls were adequate and were operating effectively, and
- vi. That proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

AUDITORS:

The shareholders in their meeting held on 26th September, 2014 approved the appointment of M/s Janardhan Rao Deshmukh & Co., Chartered Accountants, Hyderabad, as the Statutory Auditors of the Company to hold office till the conclusion of 31st Annual General Meeting subject to ratification of shareholders in every Annual General Meeting. Accordingly, a resolution seeking Members ratification on appointment of M/s. Janardhan Rao Deshmukh & Co., Chartered Accountants, Hyderabad, as the Statutory

Auditors of the Company for the financial year 2016-2017 is included at item No.3 of the Notice convening the Annual General Meeting.

AUDITORS' REPORT

There are no qualifications, reservations or adverse remarks made by M/s Janardhan Rao Deshmukh & Co., Chartered Accountants, Statutory Auditors in their report for the Financial Year ended 31st March, 2016.

The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under sub-section (12) of section 143 of the Companies Act, 2013, during the year under review.

SECRETARIAL AUDITORS

Pursuant to the provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. P.S. Rao & Associates a firm of Company Secretaries in practice to undertake the Secretarial Audit of the Company. The Secretarial Audit report for the financial year 2015-2016 is annexed herewith as Annexure I to this Report.

SECRETARIAL AUDIT REPORT

There are no qualifications, reservations or adverse remarks made by M/s. P.S. Rao & Associates, Practicing Company Secretaries in their report for the financial year ended 31st March, 2016.

INTERNAL AUDITORS

The Board on the recommendations of the Audit Committee have appointed M/s. Suresh and Babu, Chartered Accountants as internal auditors of the Company. The Internal Auditors are submitting the report on quarterly basis.

The audit committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI (Listing obligations and Disclosure requirements) regulations, 2015 read with Section 177 of the Companies Act, 2013.

AUDIT COMMITTEE

The following is the composition of Audit Committee as at 31st March, 2016:

1. Mr. P.R.K. Murthy
2. Mrs. S. Jhansi Kumari
3. Mr. Y.B.K. Murthy

All the recommendations made by the Audit Committee of the Company have been considered and accepted by the Board of Directors of the Company.

NOMINATION AND REMUNERATION COMMITTEE

The following is the constitution of Nomination and Remuneration Committee as at 31st March, 2016:

1. Mr. P.R.K. Murthy
2. Mrs. S. Jhansi Kumari
3. Mr. Y.B.K. Murthy

The Nomination and Remuneration Committee has been constituted to recommend a policy of the company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of director and other matters and to frame proper systems for identification, appointment of Directors and KMPs, Payment of remuneration to them and evaluation of their performance and to recommend the same to the board from time to time and any other function as may be mandated by the Board or stipulated by the Companies Act, 2013, SEBI, Stock Exchanges or any other regulatory authorities from time to time. The policy is also posted on the company's website www.uffinance.com.

STAKE HOLDERS RELATIONSHIP COMMITTEE

The following is the composition of Stake Holders Relationship Committee as at 31st March, 2016:

1. Mr. P.R.K. Murthy
2. Mrs. S. Jhansi Kumari
3. Mr. T. Adinarayana

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors. The Committee specifically looks into investor complaints like Transfer/transmission/transposition of shares, and other related issues. There were no complaints pending for redressal as at 31st March, 2016.

CORPORATE SOCIAL RESPONSIBILITY:

As per the provisions of the Companies Act, 2013, companies having net worth of Rs.500 Crores or more, or turnover of Rs.1,000 Crores or more or

net profit of Rs.5 Crores or more during any financial year are required to constitute a Corporate Social Responsibility(CSR) Committee of the Board of Directors and shall spend at least 2% of the average net profits of the Company's three immediately preceding financial years, but your company does not fall in the aforesaid criteria and hence has not constituted the Corporate Social Responsibility Committee.

MEETING OF INDEPENDENT DIRECTORS

The Independent directors of the company have met separately without the attendance of Non-Executive Directors on 30th March, 2016 inter-alia, review the performance of the Non-Executive Directors, Manager and the Board as a whole. The independent Directors in the said meeting also assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board to effectively and reasonably perform its duties.

RISK MANAGEMENT POLICY

The Company has a Risk Management policy and an internal control framework, which is used to mitigate the risks. The Board and Audit Committee on regular intervals are updated on the risk management systems, processes and minimization procedure of the Company.

VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES OF THE COMPANY

The Company has a Whistle Blower Policy to deal with instances of fraud and mismanagement, if any in the Company. The Vigil Mechanism/ Whistle Blower policy may be accessed on the Company's website at www.uffinance.com.

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

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013.

The primary objective of the said policy is to protect the women employees from sexual harassment at the place of work and also provides for punishment in case of false and malicious representations.

During the financial year 2015-2016, the Company has not received any complaint of sexual harassment against women employees of the Company.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9 are annexed herewith as Annexure "II" .

RELATED PARTY TRANSACTIONS

As a matter of policy, your company carries out transactions with related parties on an arms-length basis. Disclosures as required under form AOC-2 are annexed herewith as Annexure – III and also contained in Note 30 (Other Notes to Financial Statements). There are no materially significant related party transactions made by the company with promoters, directors, key managerial personnel which may have a potential conflict with the interests of the company at large, except payment of remuneration to Key Managerial Personnel.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company being a non banking finance company registered with Reserve Bank of India, it mainly deals in the business of Investments and financing activities, is exempt from complying with the provisions of Section 186 of the Companies Act, 2013. Accordingly, the disclosures of the loans given and Investments made as required under the aforesaid section have not been given in this report.

LISTING OF EQUITY SHARES:

Your company shares are listed with the BSE Limited. The listing fee has been paid for the financial year 2016-2017.

CORPORATE GOVERNANCE:

Since the paid up capital of the company is less than Rs.10 Crores and the net worth of the Company is less than Rs.25 Crores, the provisions of Regulations 17, 18, 19,20,21,22, 23,24,25,26,27, and clauses (b) to (i) of sub-regulation 2 of Regulation 46 and para C, D & E of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, are not applicable to the Company, hence corporate governance report has not been enclosed to directors report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The performance of the Indian economy has been adversely affected due to the impact of a variety of factors including recession in many developed countries, continuing high rates of inflation, higher commodity prices. This has resulted in lower than expected performance of many corporates and has slowed down the growth of economy.

Also the continuing high rate of food inflation and volatility in Global Commodity market has affected the commodity market significantly. These factors necessarily affect the performance of the secondary markets and hence the performance of the Company. The Company is therefore taking a cautious view.

Your Directors hope that the Government will be able to push through the critical reforms and then markets may see significant growth. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise. Readers are cautioned not to place undue reliance on these forward looking statements.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

The Company has not engaged in any manufacturing activity and thus its operations are not energy intensive. However, adequate measures are always taken to ensure optimum utilization and maximum possible saving of energy.

There were no Foreign Exchange earnings and out go during the year.

PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the company is herewith annexed as Annexure "IV".

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any employee who is employed throughout the financial year and in receipt of remuneration of Rs.60 Lakhs or more, or employees who are employed for part of the year and in receipt of Rs.5 Lakhs or more per month.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, affecting the financial position of the company which occurred during and between the end of the financial year to which the financial statements relate and the date of this report.

ACKNOWLEDGEMENTS :

Your Directors gratefully acknowledge the continued assistance and co-operation extended by various Government Authorities, SEBI, other regulatory authorities and bankers. The Board expresses its appreciation of the understanding, dedication and support extended by the employees of the Company. Your Directors also sincerely acknowledge the confidence and faith reposed by the shareholders in the Company.

for and on behalf of the Board

Place : Hyderabad
Date : 28.05.2016

(T. Adinarayana)
Chairman

ANNEXURE - I

P.S.RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2, Ishwarya Nilayam,
Opp: Sai Baba Temple,
Dwarakapuri Colony,
Panjagutta, Hyderabad-500 082.

SECRETARIAL AUDIT REPORT

For the Financial Year ended 31st March, 2016

[Pursuant to Section 204(1) of the Companies Act, 2013
and rule No.9 of the Companies (Appointment and
Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
M/s. Ushakiran Finance Limited,
405, Raghava Ratna Towers, Chirag Ali Lane,
Hyderabad– 500001, Telangana

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Ushakiran Finance Limited, (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minutes 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, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2016 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2016 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under.
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under.
- 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 and Overseas Direct Investment (Not applicable to the company during the audit period).
- 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 (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during the audit period).
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (Not applicable to the Company during the audit period).
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the audit period).
 - (f) 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;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable to the Company during the audit period) and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the audit period).
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi. Other specifically applicable laws to the Company:
 - Non-Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

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

- i. Listing Agreements entered into by the Company with Stock Exchange(s) and
- ii. Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc., mentioned above.

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- 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.
- All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We 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.
- there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs.

For P. S. Rao & Associates
Company Secretaries

MB Suneel
Company Secretary
M. No. : 31197
C.P. No.: 14449

Date : 28.05.2016
Place : Hyderabad

**ANNEXURE - II
Form No. MGT - 9
EXTRACT OF ANNUAL RETURN**

As on the Financial Year ended on 31st March, 2016
(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	L65923TG1986PLC006294
ii	Registration date	20 th March, 1986
iii	Name of the Company	USHAKIRAN FINANCE LIMITED
iv	Category/Sub category of the Company	Company Limited by shares - Indian Non-Government Company
v	Address of the Registered office and contact details	405, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad - 500001, Tel: 040 - 23201073
vi	Whether listed Company	Yes
vii	Name, Address & Contact details of Registrar and Transfer Agent, if any	Venture Capital and Corporate Investments Private Limited 12-10-167, Bharat Nagar, Hyderabad - 500 018. Tel: 040 - 23818475 Email: info@vccilindia.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company

Sl. No.	Name and Description of main products/services	NIC Code of the products/services	% to total turnover of the Company
1	Finance and Investments and trading in shares etc.,	65993	100%

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
		NIL			

**IV. SHAREHOLDING PATTERN
(Equity Share Capital Breakup as Percentage of Total Equity)**

i) Category - Wise Share Holding

Sl. No.	Category of Shareholder	No. of Shares held at the Beginning of the Year (1 st April, 2015)			No. of Shares held at the End of the Year (31 st March, 2016)			% Change during the Year	
		Demat	Physical	Total	% of Total Shares	Demat	Physical		Total	% of Total Shares
(A)	Promoters								
1	Indian								
(a)	Individuals/Hindu Undivided Family	380,685	112,200	492,885	414,085	97,200	511,285	20.09	0.72
(b)	Central Government	.	.	.	.	.	.	.	.
(c)	State Government(s)	.	.	.	.	.	.	.	.
(d)	Bodies Corporate	612,550	10,000	622,550	612,550	10,000	622,550	24.47	.
(e)	Banks/Financial Institutions	.	.	.	.	.	.	.	.
(f)	Any Other	.	.	.	.	.	.	.	.
	Sub-Total (A)(1)	993,235	122,200	1,115,435	1,026,635	107,200	1,133,835	44.56	0.72
2	Foreign								
(a)	NRIs - Individuals	.	.	.	.	.	.	.	.

Sub-Total (B)(1)	192,900	.	192,900	7.58	192,900	.	192,900	7.58	.
2 Non-Institutions									
(a) Bodies Corporate	8,902	15,600	24,502	0.96	7,798	15,600	23,398	0.92	(0.04)
(i) Indian	.	.	.	.	.	.	.	.	.
(ii) Overseas	.	.	.	.	.	.	.	.	.
(b) Individuals									
Individual shareholders holding Nominal Share Capital upto Rs. 1 Lakh	492,222	550,155	1,042,377	40.97	501,423	518,255	1,019,678	43.60	2.63
(i) Individual shareholders holding Nominal Share Capital in Excess of Rs. 1 Lakh	53,685	115,100	168,785	6.63	120,000	53,685	173,685	6.83	0.20
(c) Any Other (Specify)									
(i) Clearing Members	501	.	501	0.02	1,004	.	1,004	0.04	0.02
Sub-Total (B)(2)	555,310	680,855	1,236,165	48.58	630,225	587,540	1,217,765	47.86	(0.72)
Total Public Shareholding (B) = (B) (1) + (B)(2)	748,210	680,855	1,429,065	56.16	823,125	587,540	1,410,665	55.44	(0.72)
(C) Shares held by Custodian for GDRs & ADRs	.	.	.	.	.	.	.	.	.
Sub - Total (C)	.	.	.	.	.	.	.	.	.
Grand Total (A) + (B) + (C)	1,741,445	803,055	2,544,500	100	1,849,760	694,740	2,544,500	100	.

(ii). Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the Year (As on 1 st April, 2015)		Shareholding at the end of the year (As on 31 st March, 2016)		% change in Shareholding during the year
		No. of Shares	% of Total Shares of the Company	No. of Shares	% of Total Shares of the Company	
	PROMOTERS (INDIVIDUALS)					
1	T. Adinarayana	316,085	12.42		325,385	12.79
2	T. Bhagya Lakshmi	44,900	1.76		54,000	2.12
3	T.H.P.S. Kumar	10,600	0.42		10,600	0.42
4	K. Nirmal Sewani	2,500	0.10		2,500	0.10
5	Y. Nayudamma	5,000	0.20		5,000	0.20
6	Navneethraja	2,500	0.10		2,500	0.10
7	Mitin Raj Sinha	2,500	0.10		2,500	0.10
8	T. Nanda Krishna	29,400	1.16		29,400	1.16
9	K. Rajamani	2,500	0.10		2,500	0.10
10	Ravindranath Taogore .T	2,500	0.10		2,500	0.10
11	S.Chidambaranathan	5,000	0.20		5,000	0.20
12	Smita Sinha	2,500	0.10		2,500	0.10
13	Amit Raj Sinha	2,500	0.10		2,500	0.10
14	Dharani Devi .C	2,500	0.10		2,500	0.10
15	Y. L. Pravalika	30,600	1.20		30,600	1.20
16	T. Archana	16,300	0.64		16,300	0.64
17	T. Raja Sekhar	15,000	0.59		15,000	0.59
	PROMOTERS - (DOMESTIC COMPANIES)					
1	Sigachi Industries Private Limited (Formerly Sigachi-Chlorochemicals Private Limited)	10,000	0.39		10,000	0.39
2	Krishnaraj Securities Private Limited	612,550	24.07		612,550	24.07
	Total	1,115,435	43.84		1,133,835	44.56
						0.72

(iii). Change in promoters' shareholding (please specify, if there is no change)

Sl. No.	Name of Shareholder	Shareholding at the beginning of the year (1 st April, 2015)		Datewise Increase/ Decrease in Shareholding during the year	No. of Shares	Reason	Cumulative Shareholding during the year (1-04-2015 to 31-03-2016)	
		No. of Shares	% of Total Shares of the Company				No. of Shares	% of Total Share of the Company
1	T. Adinarayana	316,085	12.42	24.12.2015	9,300	Transfer	325,385	12.79
2	T. Bhagya Lakshmi	44,900	1.76	24.12.2015	9,100	Transfer	54,000	2.12

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

Sl. No.	Name	Shareholding at the beginning of the year (1 st April, 2015)		Date	Increase/ (Decrease) in Shareholding	Reason	Cumulative Shareholding during the year (1-04-2015 to 31-03-2016)	
		No. of Shares	% of Total Shares of the Company				No. of Shares	% of Total Shares of the Company
1	A.P. Industrial Development Corporation Limited	192,900	7.58	-	-	-	192,900	7.58
2	Kulkarni Bhagavan	36,700	1.44	-	-	-	36,700	1.44
3	P.S. Latha Gupta	25,000	0.98	-	-	-	25,000	0.98
4	M. Aruna Devi	22,300	0.88	-	-	-	22,300	0.88
5	Hitesh Ranjii Javeri Radhabai Ranjii Javeri Harsha Hitesh Javeri	20,000	0.79	-	-	-	20,000	0.79
6	Sumer Mal Bothra	15,200	0.60	-	-	-	15,200	0.60
7	T. Manju Latha	12,500	0.49	-	-	-	12,500	0.49
8	Pushpa Hirachand Bafna	11,000	0.43	-	-	-	11,000	0.43
9	Y. Sarada	11,300	0.44	24.12.2015 30.12.2015	(10,300) (1,000)	Transfer	-	-
10	Y. Nataraj	10,600	0.42	24.12.2015 30.12.2015	(10,200) (400)	Transfer	-	-
11	OM Prakash Koyalkar	-	-	24.12.2015 30.12.2015	9,300 1,200	Transfer	10,500	0.41
12	B Kumar	-	-	24.12.2015 30.12.2015	9,300 1,000	Transfer	10,300	0.40

(v). Shareholding of Directors and Key Managerial Personnel

Sl. No.	Name of the Director/KMP	Shareholding at the beginning of the year (1 st April, 2015)		Date	Increase / Decrease in Share Holding	Reason	Cumulative Shareholding during the year (1-04-2015 to 31-03-2016)	
		No. of Shares	% of total Shares of the Company				No. of Shares	% of total Shares of the Company
Directors								
1	T. Adinarayana	316,085	12.42	24.12.2015	9,300	Transfer	325,385	12.79
2	Y.Balakrishna Murthy	NIL			NIL		NIL	
3	P. Radha Krishna Murthy	NIL			NIL		NIL	
4	S. Jhansi Kumari	NIL			NIL		NIL	
	Key Managerial Personnel	NIL			NIL		NIL	

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
(i). Principal Amount				
(ii). Interest due but not paid		NONE		
(iii). Interest accrued but not due				
Total (i + ii + iii)				
Change in Indebtedness during the financial year				
Addition				
Reduction		NONE		
Net change				
Indebtedness at the end of the financial year				
(i). Principal Amount				
(ii). Interest due but not paid		NONE		
(iii). Interest accrued but not due				
Total (i + ii + iii)				

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Sl. No.	Particulars of Remuneration	Directors	Manager	Company Secretary	CFO	Total
1	Gross Salary					(Rs.)
	(a) Salary as per provisions contained in Section 17 (1) of the Income tax Act, 1961	Nil	179,989	114,613	131,200	425,802
	(b) Value of perquisites under Section 17 (2) of the Income tax Act, 1961		.	.	.	.
	(c) Profits in lieu of salary under Section 17 (3) of the Income tax Act, 1961		.	.	.	.
2	Stock option		.	.	.	.
3	Sweat Equity		.	.	.	.
4	Commission		.	.	.	.
	- as percentage of profit		.	.	.	.
	- others		.	.	.	.
5	Others		.	.	.	.
	Total		179,989	114,613	131,200	425,802
	Ceiling as per the Act Rs. 30,00,000/- per annum					

VII. Penalties / Punishment/ Compounding of Offences

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment, Compounding Fees Imposed	Authority [RD/NCLT/ COURT]	Appeal made if any (give details)
A. Company /B.Directors/C. Other Officers in default					
Penalty			NONE		
Punishment			NONE		
Compounding			NONE		

ANNEXURE – III

FORM NO.AOC – 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8 (2) of the Companies (Accounts) Rules, 2014)

Form for Disclosure of particulars of Contracts / Arrangements entered into by the Company with the related parties referred to in sec. 188 (1) of the Companies Act, 2013.

1. Details of contracts or arrangements or transactions not at arm's length basis: Nil
2. Details of material contracts or arrangements or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Dates of approval by the Board, if any:	Amount in Rs.
N. Swaroop Kumar, Manager	Remuneration & Perquisites	3 years w.e.f 1-9-2014	N.A	14-8-2014	Rs.1,79,989/-
G. Sandeep Kumar, Company Secretary	Remuneration & Perquisites	Regular Employee	N.A	13-11-2015	Rs.63,613/-
Akshita Surana, Company Secretary	Remuneration & Perquisites	Regular Employee - Resigned on 30-06-2015.	N.A	30-9-2014	Rs.51,000/-
Y. Vasavi, Chief Financial Officer	Remuneration & Perquisites	Regular Employee	N.A	30-9-2014	Rs.1,31,200/-

Other than payment of remuneration to key managerial personnel amounting to **Rs.4,25,802/-** (Rs.2,60,516/-) there are no other contracts or arrangements with related parties.

ANNEXURE - IV

Disclosure as per Section 197 of the Companies Act, 2013 and Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- i) The ratio of remuneration of each director to the median remuneration of the employees of the company for the financial year:

Not Applicable as no remuneration has been paid to the Directors during the financial Year 2015-2016.

- ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary or Manager, if any, in the financial year:

The requisite information is furnished under column ix.

- iii) The percentage increase in the median remuneration of employees in the financial year:

There is no increase in the salaries of employees (other than KMPs) during the financial year.

- iv) The number of permanent employees on the rolls of company are 5 as on 31st March, 2016.

- v) The explanation on the relationship between average increase in remuneration and company performance:

The Company's profit after tax for the financial year 2014-2015 was Rs.5.86 lakhs as against loss of Rs.1.47 lakhs during the financial year 2015-2016, against which the average increase in remuneration is around 10% during the financial year 2015-2016.

- vi) Comparison of the remuneration of the Key Managerial Personnel against the performance of the company:

The Total Managerial Remuneration for all the Key Managerial Personnel was Rs.2.61 lakhs during the financial year 2014-2015, and Rs.4.26 lakhs during the financial year 2015-2016 as against this the Company's profit after tax for the financial year 2014-2015 was Rs.5.86 lakhs and loss of Rs.1.47 lakhs during the financial year 2015-2016. The remuneration to the Manager has been approved by the shareholders at the AGM held on 26.09.2014.

- vii) Variations in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase or decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year:

Particulars	FY 2014-2015	FY 2015-2016
Market Capitalization #	Rs.1.59 Crores	Rs.1.31 Crores
EPS	0.23	(0.06)
Price Earnings Ratio	27.22	(86)

Market capitalization shown above is based on the closing price of the company traded on BSE as on the last trading days of respective financial years.

No public offer has been made during last 5 years by the Company, hence percentage increase or decrease in the market capitalization of the shares of the company in comparison to the rate at which the company came out with the last public offer is not applicable to the company.

- viii) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

There is no increase in the remuneration of employees other than KMPs and there is increase of about 10% for Key Managerial personnel. There was no exceptional circumstances for increase in the managerial remuneration in the last financial year.

- ix) Comparison of the each remuneration of the Key Managerial Personnel against the performance of the company:

Name	Designation	Cost to Company (CTC) (31-3-2016) (Rs. in lakhs)	% increase in CTC	PAT (Rs. In lakhs)	% increase in PAT
N. Swaroop Kumar	Manager	1.80	10%	(1.47)	Loss
G. Sandeep Kumar	Company Secretary	0.64	--	(1.47)	Loss
Akshita Surana	Company Secretary	0.51	--	(1.47)	Loss
Y. Vasavi	CFO	1.31	10%	(1.47)	Loss

The percentage increase is not comparable properly as the KMPs have been employed only for a Part of the year during the financial year 2014-2015, however considering monthly salary the increase in remuneration of KMPs have been arrived.

- x) The key parameters for any variable component of remuneration availed by the directors:

There is no variable component in the remuneration availed by the Manager or by any other director.

- xi) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year:

Not Applicable as none of the directors have been paid any remuneration.

- xii) Affirmation that the remuneration is as per the remuneration policy of the company:

The remuneration is as per the Remuneration Policy of the Company. Statement showing the details of Employees of the company as per Rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014:

There is no employee who is drawing annual salary of Rs.60 lakhs and more and monthly salary of Rs.5 lakhs and more.

JANARDHANRAO DESHMUKH & CO.,
CHARTERED ACCOUNTANTS

Flat No.304,
Lumbini Apartments,
Dharam Karan Road,
Ameerpet,
HYDERABAD-500 016.

Independent Auditors' Report

To
The Members of
Ushakiran Finance Limited,

Report on the Financial Statements

We have audited the accompanying financial statements of Ushakiran Finance Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act,

the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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

2. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, In our opinion and to the best of our information and according to the information and explanations given to us:
 - i. The Company do not have pending litigations which will impact its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no funds, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Janardhan Rao Deshmukh & Co.,
Chartered Accountants
Firm Registration Number: 005979S

(L. Janardhan Rao)
Proprietor
Membership No. 18474

Place: Hyderabad
Date: 28th May, 2016.

ANNEXURE – A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

1. (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets have been physically verified by the Management at reasonable intervals, and according to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the company.
2. The Inventory (shares and securities) has been verified by the management at reasonable intervals during the year, on the basis of statements received from custodians and depository participants and no material discrepancies were noticed on physical verification as compared to the book records.
3. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 during the year. Thus paragraphs 3 (iii) (a), 3 (iii) (b) and 3 (iii) (c) are not applicable to the company.
4. In our opinion and according to the information and explanations given to us, during the year, the Company has not given any loans, made investments, given guarantees or provided security to parties covered under the provisions of section 185 and 186 of the Companies Act, 2013. Thus paragraph 3 (iv) is not applicable to the company.
5. During the year the company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under.
6. The Central Government of India has not prescribed the maintenance of Cost records under section 148 (1) of the Companies Act, 2013 for any of the activities of the Company. Thus paragraph 3(vi) is not applicable to the company.
7. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the

company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.
8. According to the information and explanations given to us, the company has not defaulted in payment of dues to the financial institutions, banks, government or debenture holders during the year. The Company has not obtained any loan from financial institutions and debenture holders.
 9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
 10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
 11. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of the Section 197 read with Schedule V to the Companies Act, 2013.
 12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
 13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(XIV) of the order is not applicable.
15. According to the information and explanations given to us and based on our examination of records of the company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, and accordingly the Company was already registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Janardhan Rao Deshmukh & Co.,
Chartered Accountants
Firm Registration Number: 005979S

(L. Janardhan Rao)
Proprietor
Membership No. 18474

Place: Hyderabad
Date: 28th May, 2016.

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the “Act”)

We have audited the internal financial controls over financial reporting of Ushakiran Finance Limited (the “Company”) as of 31st March, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the standards on auditing issued by the Institute of Chartered Accountants of India and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are

subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Janardhan Rao Deshmukh & Co.,
Chartered Accountants
Firm Registration Number: 005979S

(L. Janardhan Rao)
Proprietor
Membership No. 18474

Place: Hyderabad
Date: 28th May, 2016.

BALANCE SHEET AS AT 31.03.2016

	Note No	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	27,470,750.00	27,470,750.00
(b) Reserves and Surplus	3	(9,408,444.72)	(9,261,729.12)
		18,062,305.28	18,209,020.88
(2) Non-Current Liabilities			
(a) Deferred-tax liabilities (Net)	4	-	290,440.00
(b) Long-term provisions	5	3,486,700.00	7,851,700.00
		3,486,700.00	8,142,140.00
(3) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Other Current Liabilities	6	101,912.00	113,959.00
(c) Short-term provisions		-	-
		101,912.00	113,959.00
Total		21,650,917.28	26,465,119.88
II. ASSETS			
Non-Current Assets			
(1) (a) Fixed assets	7		
(i) Tangible assets		1,774,965.00	1,839,584.00
(ii) Intangible assets		-	-
		1,774,965.00	1,839,584.00
(b) Non-Current Investments	8	6,112,583.85	10,804,911.48
(c) Deferred Tax Assets (Net)	9	14,260.00	-
(d) Long-term Loans and Advances	10	22,840.00	35,080.00
(e) Other non-Current assets	11	76,683.00	103,598.58
		8,001,331.85	12,783,174.06
(2) Current Assets			
(a) Current Investments	12	-	332,689.99
(b) Inventories	13	1,126,397.00	1,121,951.00
(c) Cash and Cash equivalents	14	1,935,488.43	2,091,686.51
(d) Short-term Loans and Advances	15	10,587,700.00	10,135,618.32
(e) Other Current assets		-	-
		13,649,585.43	13,681,945.82
Total		21,650,917.28	26,465,119.88
Notes forming part of the financial statements	1-34		

Per our report of even date annexed.
for JANARDHANRAO DESHMUKH & CO.,
Chartered Accountants
Firm Regn. No.005979S

for and on behalf of the Board

(T.Adnarayana)
Chairman

(P.R.K. Murthy)
Director

(L. JANARDHAN RAO)
Proprietor
Membership No.18474

(N. Swaroop Kumar)
Manager

(Y.Vasavi)
Chief Financial Officer

Place : Hyderabad
Date : 28.05.2016

(G. Sandeep Kumar)
Company Secretary

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2016

	Note No	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
I INCOME			
Revenue from Operations	16	1,097,921.00	1,477,399.46
Other Income	17	888,114.40	70,232.42
TOTAL INCOME		1,986,035.40	1,547,631.88
II EXPENSES			
Changes in opening stock and closing stock of shares	18	(4,446.00)	22,365.00
Employee benefits expenses	19	689,825.00	633,450.00
Finance Costs	20	-	1,460.82
Depreciation and amortization expenses	7	98,619.00	149,753.00
Other expenses	21	6,018,453.00	677,256.56
Provision for Standard and Sub Standard Assets and diminution in value of Investments	22	961,500.00	241,000.00
Excess Provision for Diminution in value of Investments written back	23	(5,326,500.00)	(920,300.00)
TOTAL EXPENSES		2,437,451.00	804,985.38
III Profit / (Loss) before exceptional and extraordinary items and tax (I-II)		(451,415.60)	742,646.50
IV Exceptional Items		-	-
V Profit / (Loss) before extraordinary Items and tax (III-IV)		(451,415.60)	742,646.50
VI Extraordinary Items		-	-
VII Profit / (Loss) before tax (V-VI)		(451,415.60)	742,646.50
VIII TAX EXPENSE			
Current Tax		-	-
Prior Period Tax		-	(27,700.72)
Deferred Tax		(304,700.00)	184,520.00
TOTAL TAX EXPENSE		(304,700.00)	156,819.28
IX Profit/(Loss) for the period from continuing operations (VII-VIII)		(146,715.60)	585,827.22
X Profit/(Loss) from Discontinued operations		-	-
XI Tax expense of Discontinued operations		-	-
XII Profit/(Loss) from Discontinued operations (X - XI)		-	-
XIII PROFIT/(LOSS) FOR THE YEAR (IX + XII)		(146,715.60)	585,827.22
XIV Earnings per equity share:			
(1) Basic		(0.06)	0.23
(2) Diluted		(0.06)	0.23
Notes forming part of the financial statements	1-34		

Per our report of even date annexed,
for JANARDHANRAO DESHMUKH & CO.,
Chartered Accountants
Firm Regn. No.005979S

for and on behalf of the Board

(T.Adinarayana)
Chairman

(P.R.K. Murthy)
Director

(L. JANARDHAN RAO)
Proprietor
Membership No.18474

(N. Swaroop Kumar)
Manager

(Y.Vasavi)
Chief Financial Officer

(G. Sandeep Kumar)
Company Secretary

Place : Hyderabad
Date : 28.05.2016

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2016

		2015-16 Rs.	2014-15 Rs.
A.	CASH FLOW FROM OPERATING ACTIVITY		
a.	Net Profit/(Loss) before Tax & Extraordinary items	(451,415.60)	742,646.50
	Adjustments for:		
	Add:		
	Depreciation	98,619.00	149,753.00
	Interest paid	-	1,460.82
	Profit on Sale of Fixed Assets	-	-
		(352,796.60)	893,860.32
b.	Operating Profit/(Loss) before Working Capital changes		
	Adjustments for:		
	Trade and other Receivables	(452,081.68)	(6,455,024.32)
	Inventories	(4,446.00)	22,365.00
	Trade Payables	(12,047.00)	26,109.27
		(821,371.28)	(5,512,689.73)
c.	Cash generated from operations		
	Interest Paid	-	1,460.82
	Taxes Paid	(304,700.00)	156,819.28
		(1,126,071.28)	(5,670,969.83)
d.	Cash Flow before Extraordinary items		
	Adjustments for:		
	Net Cash Flow from Operating Activities (A)	(1,126,071.28)	(5,670,969.83)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets	(34,000.00)	(54,450.00)
	Sale/Purchase/writeoff of Investments	5,025,017.62	96,792.21
	Sale of Fixed Assets	-	-
	Deferred Tax Asset/Liability	304,700.00	184,520.00
	Increase/Decrease in Non - Current Deposits	(149,059.00)	5,040,216.54
	Net Cash Flow from Investing Activities (B)	5,146,658.62	5,267,078.75

USHAKIRAN FINANCE LIMITED

C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from issue of Share Capital	-	-
	Increase/Decrease in Other Non- Current Assets	26,915.58	89,154.66
	Increase/Decrease in Non- Current Liabilities	(4,365,000.00)	(679,300.00)
	Increase / Decrease in Long Term Loans and Advances	12,240.00	-
	Net Cash Flow from Financing Activities (C)	(4,325,844.42)	(590,145.34)
D.	NET INCREASE/(DECREASE) IN CASH		
	And Cash Equivalents (A+B+C)	(305,257.08)	(994,036.42)
	Cash and Cash Equivalents		
	At the Beginning of the year	634,371.51	1,628,407.93
	Cash and Cash Equivalents		
	at the End of the year	329,114.43	634,371.51

Per our report of even date annexed. for and on behalf of the Board
for JANARDHANRAO DESHMUKH & CO.,
Chartered Accountants

Firm Regn. No.005979S

(T.Adinarayana)
Chairman

(P.R.K. Murthy)
Director

(L. JANARDHAN RAO)
Proprietor
Membership No.18474

(N. Swaroop Kumar)
Manager

(Y.Vasavi)
Chief Financial Officer

(G.Sandeep Kumar)
Company Secretary

Place : Hyderabad
Date : 28.05.2016

Notes forming part of the Financial Statements:**Note 1.****A. Corporate Information:**

Ushakiran Finance Limited is a Non-Banking Finance Company listed on the Bombay Stock Exchange (BSE). It is engaged in the business of financing, investments and trading in equity shares etc.

Significant Accounting Policies:**B. Basis of Accounting:**

The Financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) under the historical cost convention on accrual basis, except those with significant uncertainties. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

C. Use of Estimates:

The preparation of Financial Statements is in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although such estimates and assumptions are made on reasonable and prudent basis, taking into account available information, current events and actions, the actual results could differ from these estimates and assumptions and such differences are recognized in the period in which the results are known/materialized/crystallized.

D. Prudential Norms:

The company compiles its Financial Statements in accordance with the prudential norms prescribed by the Reserve Bank of India in respect of:

- a) Income recognition.
- b) Provisioning for standard, substandard, doubtful and loss Assets.
- c) Accounting for Investments.

E. Revenue Recognition:

Income from interest is accounted on due basis, subject to income recognition and prudential norms of Reserve Bank of India as mentioned

above, interest income on Non-performing, doubtful/loss assets etc., are recognized as and when the amount is received and appropriated towards interest. Dividend Income is accounted when the right to receive the dividend is established. Sale is recognized when the significant risks and rewards of ownership have been transferred to the customers.

F. Expenses:

All the expenses are accounted on accrual basis.

G. Fixed Assets:

Fixed Assets are stated at cost of acquisition.

The acquisition cost includes the purchase price (excluding refundable taxes, if any) and expenses directly attributable to bring the asset to the location and condition for its intended use.

H. Depreciation:

Depreciation has been provided on its Fixed Assets over the useful life on written down value method, in the manner prescribed in Schedule II of the Companies Act, 2013.

I. Investments:

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments, other than held in Stock-in-Trade, have been classified as long term investments.

Current Investments are stated at lower of cost or fair/market value, determined on an individual investment basis. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made to recognize the decline, other than temporary. Unquoted Investments are valued at lower of cost or book/fair value.

J. Inventories:

Shares and Securities held as Stock-in-Trade are valued scrip wise at cost or market value whichever is lower.

K. Provisions, Contingent Liabilities and Contingent Assets:

Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will

not, require outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likely hood of outflow or resources is remote, no provision or disclosure is made. Thus provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources embodying economic benefits. Contingent Assets are neither recognized nor disclosed in the financial statements.

L. Retirement and other employee benefits:

All employees benefits due wholly within a year of rendering services are classified as short term benefits. These benefits like salaries, wages short term compensation absences, expected cost of bonus, ex-gratia are recognized as expenses on accrual basis of undiscounted amounts in the Statement of Profit and Loss. Retirement benefits to the Employees will be provided as and when the relevant acts are applicable to the Company.

M. Accounting for taxes on income:

- (a) Current Tax is determined as the amount of tax payable in respect of its taxable income as per the provisions of the Income Tax Act, 1961.
- (b) Deferred tax is recognized, subject to consideration of prudence in respect of deferred tax assets and liabilities, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods and measured using relevant enacted tax rates.

N. Earnings per Share:

Basic earnings per share is computed and disclosed using the weighted average number of equity shares outstanding during the year. Dilutive earnings per share is computed and disclosed using the weighted average number of equity and dilutive equivalent shares outstanding during the year, except when the results would be anti-dilutive.

O. Cash Flow Statement:

Cash-flow statement is prepared in accordance with the “Indirect Method” as explained in the Accounting Standard(AS) 3 – Cash Flow Statements. Cash and cash equivalent in the cash flow statement comprises cash in hand, bank balances in current accounts, cheques and drafts on hand and term deposits with an original maturity of less than three months.

Note 2: Share Capital

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
(a) Authorised Capital: 40,00,000 Equity Shares of Rs.10/- each	40,000,000.00	40,000,000.00
(b) Issued & Subscribed Capital: 33,54,700 Equity Shares of Rs.10/- each	33,547,000.00	33,547,000.00
(c) Paid up Capital: 25,44,500 Equity Shares of Rs.10/-each	25,445,000.00	25,445,000.00
(d) Forfeiture of Shares	2,025,750.00	2,025,750.00
	27,470,750.00	27,470,750.00

2. (a) Reconciliation of shares Outstanding

	As at 31.03.2016	As at 31.03.2015
At the beginning of the year		
No. of shares	2,544,500	2,544,500
Amount in Rs.	25,445,000.00	25,445,000.00
Issued during the year	-	-
shares outstanding at the end of the year		
No. of shares	2,544,500	2,544,500
Amount in Rs.	25,445,000.00	25,445,000.00

2.(b) Terms / Rights attached to Equity Shares

The company has issued only one class of shares having face value of Rs.10/- per share. Each holder of equity shares who has paid total amount of Rs.10/- per share 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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2. (c) Details of Shares held by shareholders holding More than 5% shares in the Company:

Name of the Shareholder	As at 31.03.2016 Rs.		As at 31.03.2015 Rs.	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Krishnaraj Securities Private Limited	612,550	24.07%	612,550	24.07%
T. Adinarayana	325,385	12.79%	316,085	12.42%
Andhra Pradesh Industrial Development Corporation Ltd.,	192,900	7.58%	192,900	7.58%

2. (d) There are no bonus shares issued, shares issued for consideration other than cash and shares bought back during five years preceeding 31st March, 2016.

Note 3: Reserves and Surplus

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
(a) General Reserve		
As per last Balance Sheet	752,106.39	752,106.39
Add: Transfer from Profit and Loss Account	-	-
	752,106.39	752,106.39
(b) Statutory Reserve Fund		
As per last Balance Sheet	512,500.00	392,500.00
Add: Transfer from Profit and Loss Account	-	120,000.00
	512,500.00	512,500.00
(a+b)	1,264,606.39	1,264,606.39
(c) Surplus as per last Balance Sheet	(10,526,335.51)	(10,992,162.73)
Add: Profit / (Loss) for the year	(146,715.60)	585,827.22
	(10,673,051.11)	(10,406,335.51)
Less: Appropriations		
Transfer to Statutory Reserve Fund	-	120,000.00
Transfer to General Reserve	-	-
	-	120,000.00
Closing Balance	(10,673,051.11)	(10,526,335.51)
(a+b+c)	(9,408,444.72)	(9,261,729.12)

Note 4: Deferred Tax Liabilities (Net)

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Deferred Tax Liabilities	-	290,440.00
	-	290,440.00

Note 5: Long-term Provisions

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Provision for Standard and Substandard Assets	2,421,000.00	1,459,500.00
Provision for Diminution in the value of Investments	1,065,700.00	6,392,200.00
	3,486,700.00	7,851,700.00

Note 6: Other Current Liabilities

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Creditors for Expenses	-	-
Audit Fee Payable	50,000.00	43,900.00
Other Payables	51,912.00	70,059.00
	101,912.00	113,959.00

Note 7: FIXED ASSETS

Sl. No.	Particulars	Gross Block			Depreciation			Net Block		
		As at 01.04.2015 Rs.	Additions Rs.	Deletions/ Adjustments Rs.	As at 31.03.2016 Rs.	As at 01.04.2015 Rs.	For the Year Rs.	Deletions/ Adjustments Rs.	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
	Tangible Assets									
1	Land	1,536,075.00	.	.	1,536,075.00	.	.	.	1,536,075.00	1,536,075.00
2	Furniture	248,517.00	.	.	248,517.00	239,972.00	1,859.00	.	6,686.00	8,545.00
3	Equipment	501,695.00	34,000.00	.	535,695.00	428,966.00	18,637.00	.	88,092.00	72,729.00
4	Vehicles	755,876.00	.	.	755,876.00	534,929.00	78,123.00	.	142,824.00	220,947.00
5	Computers	88,435.00	.	.	88,435.00	87,147.00	.	.	1,288.00	1,288.00
	Total:	3,130,598.00	34,000.00	.	3,164,598.00	1,291,014.00	98,619.00	.	1,389,633.00	1,774,965.00
	Intangible Assets									
1	Tally Software	10,600.00	.	.	10,600.00	10,600.00	.	.	10,600.00	.
	Total	10,600.00	.	.	10,600.00	10,600.00	.	.	10,600.00	.
	Grand Total	3,141,198.00	34,000.00	.	3,175,198.00	1,301,614.00	98,619.00	.	1,400,233.00	1,899,584.00

Note 8: Non-Current Investments**INVESTMENTS (QUOTED)**

S.No.	INVESTMENTS (LONG TERM) Shares (Fully Paid Up) at cost	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
1	Bank of Maharashtra 2,000 Equity Shares of Rs. 10/- each	46,000.00	46,000.00
2	Bharat Heavy Electricals Limited 250 Equity Shares of Rs.2/- each	81,594.18	81,594.18
3	Central Bank of India 680 Equity Shares of Rs.10/- each	62,610.79	62,610.79
4	Corporation Bank 1,000 Equity Shares of Rs.2/- each	16,000.00	16,000.00
5	Gas Authority of India Limited 1,350 Equity Shares of Rs.10/- each	227,295.00	227,295.00
6	Gateway Distriparks Limited 1,112 Equity Shares of Rs.10/- each	148,160.52	148,160.52
7	GIC Housing Finance Limited 200 Equity Shares of Rs.10/- each	8,000.00	8,000.00
8	GMR Infrastructure Limited 2,200 Equity Shares of Rs.1/- each	254,030.13	254,030.13
9	Godrej Consumer Products Limited 200 Equity Shares of Rs 1/- each	24,600.00	24,600.00
10	Gujarat State Petronet Limited 1,718 Equity Shares of Rs.10/- each	108,232.56	108,232.56
11	HDFC Bank Limited 3,215 Equity Shares of Rs. 2/- each	37,000.00	37,000.00
12	Heidelberg Cement India Limited 2,000 Equity Shares of Rs.10/- each	94,160.48	94,160.48
13	Hemadri Cements Limited 3,200 Equity Shares of Rs.10/- each	32,000.00	32,000.00
14	Hindalco Industries Limited 272 Equity Shares of Rs.1/- each	49,164.00	49,164.00
15	Hindustan Unilever Limited 1,660 Equity Shares of Rs.1/- each	13,012.50	13,012.50

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16	ICICI Bank Limited 1,500 Equity Shares of Rs.2/- each	10,500.00	10,500.00
17	IDBI Bank Limited 252 Equity Shares of Rs.10/- each	7,898.00	7,898.00
18	IDFC Limited 1,389 (389) Equity Shares of Rs.10/-	111,261.88	13,226.00
19	IDFC Bank Limited 1,389 Equity Shares of Rs.10/-	72,400.00	-
20	Indian Oil Corporation Limited 250 Equity Shares of Rs.10/- each	81,160.48	81,160.48
21	Indraprasta Gas Limited 400 Equity Shares of Rs.10/- each	19,200.00	19,200.00
22	Infosys Limited 1,840 (920) Equity Shares of Rs.5/- each	442,022.29	442,022.29
23	Kotak Mahindra Bank Limited 1,372 (946) Equity Shares of Rs.10/- each	42,570.00	42,570.00
24	Intellect Design Arena Limited (150) Equity Shares of Rs.5/- each	-	5,250.00
25	Jagson Airlines Limited 1,000 Equity Shares of Rs.10/- each	-	10,000.00
26	Karan Woosen Limited 300 Equity Shares of Rs.10/- each	3,000.00	3,000.00
27	Lycos Internet Limited 1,000 Equity Shares of Rs.2/- each	40,360.00	40,360.00
28	Leena Textiles Limited 7,000 Equity Shares of Rs.10/- each	70,000.00	70,000.00
29	Mayura Alloy Industries Limited (33,800) Equity Shares of Rs.10/- each	-	326,529.00
30	McLeod Russel Limited 1,000 Equity Shares of Rs.5/- each	56,249.37	56,249.37
31	Montana International Limited 1,000 Equity Shares of Rs.10/- each	10,000.00	10,000.00
32	MPS Limited 1,000 Equity Shares of Rs 10/- each	57,305.29	57,305.29
33	NCC Blue Water Products Limited 2,400 Equity Shares of Rs.10/- each	24,000.00	24,000.00

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34	NCL Industries Limited 7,500 Equity Shares of Rs.10/- each	189,097.51	189,097.51
35	NHPC Limited 3,000 Equity Shares of Rs.10/- each	92,264.02	92,264.02
36	Novatex Fabrics Limited 1,433 Equity Shares of Rs.10/- each	14,333.00	14,333.00
37	Nylofils (India) Limited 44,000 Equity Shares of Rs.10/- each	462,175.00	462,175.00
38	Oil & Natural Gas Corporation Limited 448 Equity Shares of Rs.5/- each	46,320.00	46,320.00
39	Oswal Agro Furane Limited 100 Equity Shares of Rs.10/- each	6,300.00	6,300.00
40	Oswal Agro Mills Limited 100 Equity Shares of Rs.10/- each	5,000.00	5,000.00
41	Pennar Paterson Securities Limited 800 Equity Shares of Rs.10/- each	12,000.00	12,000.00
42	Phytochem India Limited 10,100 Equity Shares of Rs.10/- each	101,000.00	101,000.00
43	Power Grid Corporation of India Limited 435 Equity Shares of Rs.10/- each	29,954.00	29,954.00
44	Reliance Industries Limited 1,366 Equity Shares of Rs.10/- each	306,523.98	306,523.98
45	Snowman Logistics Limited 500 Equity shares Rs.10/- each	49,195.98	49,195.98
46	Sree Rayalseema Hi-Strength Hypo Limited 5,228 Equity Shares of Rs.10/- each	195,778.00	195,778.00
47	Sri Lakshmi Engineering Inds. Limited 30,000 Equity Shares of Rs.10/- each	300,000.00	300,000.00
48	Steel Authority of India Limited 1,000 Equity Shares of Rs.10/- each	51,875.00	51,875.00
49	Sunku Auto Limited (5,00,000) Equity Shares of Rs.10/- each	-	5,000,000.00
50	Suzlon Energy Limited 1,000 Equity shares of Rs.2/- each	24,013.19	-
51	TCFC Finance Limited 500 Equity Shares of Rs.10/- each	12,825.00	12,825.00

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52	The Karnataka Bank Ltd., 1,500 Equity shares Rs.10/- each	179,880.15	179,880.15
53	T.V.Today Networks Limited 700 Equity Shares of Rs.5/- each	66,500.00	66,500.00
54	Vindhya Telelinks Limited 200 Equity shares of Rs.10/- each	32,719.05	32,719.05
55	YES Bank Limited 100 Equity shares Rs.10/- each	82,348.13	-
56	Sigachi Industries Private Limited (Un-Quoted) 22,500 Equity Shares of Rs.10/- each	150,000.00	150,000.00
	TOTAL (A)	4,659,889.48	9,724,871.28

MUTUAL FUNDS (UNITS) AT COST

1	UTI - Opportunities Fund - Dividend Plan - Reinvestment 3,156.0970 (2,916.557) Units of Rs.10/- each	22,376.16	18,001.32
2	UTI - Midcap Fund - Dividend Plan- Reinvestment 26,221.8340 (23,793.871) Units Rs.10/- each	674,211.30	567,138.88
3	UTI Banking Sector Fund - Dividend Plan - Reinvestment 37,848.59 (34,827.586) Units of Rs. 10/-	756,106.91	494,900.00
	TOTAL (B)	1,452,694.37	1,080,040.20
	TOTAL INVESTMENTS (A + B)	6,112,583.85	10,804,911.48
	Aggregate Amount of Quoted Shares	4,509,889.48	9,574,871.28
	Aggregate Value of Quoted shares	15,391,441.00	14,634,259.00
	Aggregate Amount of Unquoted shares	150,000.00	150,000.00

Note 9: Deferred Tax Assets (Net)

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Deferred Tax Assets	14,260.00	-
	14,260.00	-

Note 10: Long-Term Loans & Advances

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Deposits:		
With Govt.	11,480.00	11,480.00
With Others	11,360.00	23,600.00
	22,840.00	35,080.00

Note 11: Other Non-Current Assets

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
TDS / Income Tax Refund Due	76,683.00	103,598.58
Other Advances	-	-
	76,683.00	103,598.58

Note 12: Current Investments

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
UTI - Liquid Cash Plan - Institutional - Direct Plan - Daily Dividend Re- investment. (326.344) Units of Rs.10/- each	-	332,689.99
	-	332,689.99

Note 13 : Inventories

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Stock in Trade - Shares and Securities (Valued at Lower of Cost or Market Value)	1,126,397.00	1,121,951.00
	1,126,397.00	1,121,951.00

Note 14 : Cash & Cash Equivalent

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Cash on Hand	17,318.76	43,944.84
Balances with Banks		
In Current Account	109,295.67	225,026.67
Cheques and Drafts on hand	202,500.00	365,400.00
In Fixed Deposits:		
In Fixed Deposits Accounts (with Original Maturity period of less than 3 months)	-	-
	329,114.43	634,371.51
Other Bank Balances:		
In Fixed Deposits Accounts (with Original Maturity period of more than 3 months)	1,606,374.00	1,457,315.00
	1,935,488.43	2,091,686.51

Note 15 : Short-Term Loans & Advances

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Loans & Advances, Unsecured, Considered Good	3,766,250.00	8,012,893.00
Loans & Advances Unsecured, Doubtful	6,821,450.00	1,930,616.00
Other Advances Unsecured, Considered Good	-	192,109.32
	10,587,700.00	10,135,618.32

Note 16: Revenue from Operations

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
a) Interest Income		
Interest on Loans & Advances	924,768.00	810,215.00
Interest on Fixed Deposits	173,153.00	578,611.27
b) Sale of Shares	-	88,573.19
	1,097,921.00	1,477,399.46

Note 17: Other Income

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
a) Dividend Income		
On Long Term Investments:		
From Equity Shares	256,947.43	209,601.26
From Mutual Funds	380,367.64	110,862.16
On Stock in Trade	80956.31	80,673.24
b) Interest on Income Tax Refund	5,101.42	13,383.00
c) Profit/(Loss) on Sale of investments	3,683.20	(344,307.24)
d) Bad Debts Recovery	161,048.40	-
e) Miscellaneous Income	10.00	20.00
	888,114.40	70,232.42

Note 18: Changes in Opening stock and Closing stock of shares

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Opening Stock	1,121,951.00	1,144,316.00
Closing Stock	1,126,397.00	1,121,951.00
	(4,446.00)	22,365.00

Note 19: Employee benefits expenses

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Salaries	673,836.00	617,686.00
Staff Welfare	15,989.00	15,764.00
	689,825.00	633,450.00

Note 20: Finance Costs

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Interest to Banks	-	-
Bank Charges	-	1,460.82
	-	1,460.82

Note 21: Other Expenses

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Electricity Charges	33,835.00	34,105.00
Rent	63,840.00	74,340.00
Insurance	9,012.00	12,053.00
Audit Fee	17,750.00	17,600.00
Advertisement Expenses	33,539.00	46,361.00
Annual custody fee	20,610.00	13,482.00
Bad Investments	5,326,529.00	-
Bank Charges	1,904.22	-
Books & Periodicals	10,780.00	7,046.00
Computer Maintenance	12,975.00	12,500.00
Conveyance Expenses	14,834.58	5,660.00

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Internet & Broadband Charges	13,692.94	12,132.31
Listing Fees	224,720.00	112,360.00
Membership Fee	-	14,045.00
Miscellaneous Expenses	26,627.26	68,980.00
Office Maintenance Charges	33,087.00	40,719.00
Postage & Telegrams	21,313.00	20,891.00
Printing & Stationery	22,566.00	24,971.25
Professional Charges	12,000.00	44,472.00
Vehicle Repairs	14,447.00	17,293.00
Secretarial Audit Fee	28,750.00	22,800.00
Share Transfer Fee	58,716.00	60,619.00
Telephone Charges	12,925.00	10,827.00
Website Maintenance Charges	4,000.00	4,000.00
	6,018,453.00	677,256.56

Note 22: Provision for Standard and Substandard Assets

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Provision for Standard and Substandard Assets	961,500.00	241,000.00
	961,500.00	241,000.00

Note 23: Provision for Diminution in the Value of Investments

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Excess Provision on Diminution in the value of Investments Written back	(5,326,500.00)	(920,300.00)
	(5,326,500.00)	(920,300.00)

USHAKIRAN FINANCE LIMITED

24. As per the records and information available with the company, there are no dues to Micro, Small and Medium Enterprises. Hence, information as required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 is not furnished.

25. None of the Directors or their relatives, firms/private companies in which any director is a partner/director/manager or companies under the same management have taken any loan/advance from the company.

26. Auditors Remuneration:

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Statutory Audit Fee	17,250.00	17,100.00
Out of Pocket Expenses	500.00	500.00
	17,750.00	17,600.00

27. In the opinion of Board of Directors of the Company the Current Assets, Loans & Advances are approximately of the value stated in the accounts, if realised in the ordinary course of business, unless otherwise stated. The provisions for all known liabilities, unless otherwise stated are adequate and not in excess of the amount reasonably necessary.

28. Earnings per share: The following reflects the Income and Share data used in the computation of Basic and diluted Earnings per share:

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
a) Amounts used as the numerator Net Profit/(Loss) (Rs.)	(1,46,716)	5,85,827
b) Weighted average number of equity shares (Nos.)	25,44,500	25,44,500
c) Basic and Diluted Earnings per Share (Rs.)	(0.06)	0.23

29. The company is mainly engaged in the business of Investments and providing finance and all other activities of the company revolve around the main business and as such, there are no separate reportable segments.

30. Related Party Transactions:

Related party disclosures as required under Accounting Standard 18 are given below:

Related Parties

Enterprises significantly influenced by Directors/key Managerial personnel or their relatives:

Sigachi Laboratories Limited and Krishnaraj Securities Private Limited.

The following transactions were carried out during the year with related parties in the ordinary course of business:

	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Sitting Fee and incidental expenses paid to Directors:		
Sri. T. Adinarayana	NIL	NIL
Sri. Y.B.K. Murthy	NIL	NIL
Sri. P.R.K. Murthy	NIL	NIL
Smt. S. Jhansi Kumari	NIL	NIL

31. Remuneration paid to

Key Managerial Personnel: **Rs.4,25,802/-** Rs.2,60,516/-
(Key Managerial personnel comprises the Manager,
Company Secretary and Chief Financial Officer)

32. Additional information required under paragraphs 3 & 4 of part II of Schedule VI of the Companies Act, 1956 to the extent applicable.

(a) Quantitative details of (Stocks) Shares & Securities:

	2015-2016		2014-2015	
	Quantity No	Value Rs.	Quantity No	Value Rs.
Opening Stock	2,26,129	11,21,951	2,27,618	11,44,316
Purchases	--	--	--	--
Sales	--	--	2,006	88,573
Closing Stock	2,24,607	11,26,397	2,26,129	11,21,951

USHAKIRAN FINANCE LIMITED**33. Foreign Exchange Transactions:**

Value of imports calculated on	As at 31.03.2016	As at 31.03.2015
a) C.I.F. basis during the year	NIL	NIL
b) Expenditure in Foreign Currency	NIL	NIL
c) Amount remitted during the year	NIL	NIL
d) Earnings in Foreign Exchange	NIL	NIL

34. Previous year figures have been regrouped/reclassified/rearranged, wherever necessary to conform to the classification of the current year figures.

Per our report of even date annexed for and on behalf of the Board
for JANARDHANRAO DESHMUKH & CO.,
Chartered Accountants
Firm Regn. No.005979S

(T. Adinarayana)
Chairman

(P. R. K. Murthy)
Director

(L. JANARDHAN RAO)
Proprietor
Membership No.18474

(N. Swaroop Kumar)
Manager

(Y. Vasavi)
Chief Financial Officer

(G. Sandeep Kumar)
Company Secretary

Place : Hyderabad
Date : 28.05.2016

SCHEDULE TO THE

BALANCE SHEET OF A NON-BANKING FINANCIAL COMPANY

(Disclosure of details as required by Para 13 of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007).

PARTICULARS	(Rs. in Lakhs)			
	2015-2016		2014-2015	
Liabilities Side	Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
1. Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:				
(a) Debentures : Secured
Unsecured (other than falling within the meaning of public deposits)
(b) Deferred Credits
(c) Term Loans
(d) Inter-corporate loans and borrowing
(e) Commercial Paper
(f) Public Deposits
(g) Other Loans

USHAKIRAN FINANCE LIMITED

Assets Side	Amount Outstanding 2015-2016	Amount Outstanding 2014-2015
2. Break-up of Loans and Advances including Bills receivables (other than those included in (4) Below)		
(a) Secured	--	--
(b) Unsecured	105.88	101.36
3. Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities.	NIL	NIL
i) Lease assets including lease rentals under sundry debtors:		
(a) Financial Lease	--	--
(b) Operating Lease	--	--
ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	--	--
(b) Repossessed Assets	--	--
iii) Hypothecation loans counting towards AFC activities		
(a) Loans where assets have been repossessed	--	--
(b) Loans other than (a) above	--	--
4. 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	--	3.33
(iv) Government securities	--	--
(v) Others (please specify)	--	--

USHAKIRAN FINANCE LIMITED

(Stock-in-Trade)			
1. Quoted			
i) Shares	(a) Equity	11.26	11.22
	(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	45.10	95.75
	(b) Preference	--	--
ii) Debentures and Bonds		--	--
iii) Units of mutual funds		--	--
iv) Government securities		--	--
v) Others (please specify)		--	--
2. Unquoted			
(i) Shares	(a) Equity	1.50	1.50
	(b) Preference	--	--
ii) Debentures and Bonds		--	--
iii) Units of mutual funds		14.53	10.80
iv) Government securities		--	--
v) Others (please specify)		--	--
5. Borrower group-wise classification of assets financed as in (2) and (3) above.		Amount (net of provisions)	Amount (net of provisions)
1. Related Parties		N.A.	N.A.
(a) Subsidiaries		N.A.	N.A.
(b) Companies in the same group		N.A.	N.A.
(c) Other related Parties		N.A.	N.A.
2. Other than related parties		81.67	86.76
Total		81.67	86.76

USHAKIRAN FINANCE LIMITED

6. Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted, excluding Stock-in-Trade)	Market Value/ Breakup or fair value or NAV Book value (net of Provisions)	Market value/ Break up or fair value or NAV Book value (net of Provisions)
Category		
1. Related Parties (a) Subsidiaries (b) Companies in the same group (c) Other related Parties	N.A. N.A. N.A.	N.A. N.A. N.A.
2. Other than related parties	50.47	47.45
Total	50.47	47.45
7. Other Information		
Particulars		
i) Gross Non-performing Assets		
a) Related Parties	Nil	Nil
b) Other than related Parties	68.21	19.31
ii) Net Non-performing Assets		
a) Related Parties	Nil	Nil
b) Other than related parties	44.10	15.26
iii) Assets acquired in satisfaction of debt	Nil	Nil

Per our report of even date annexed for and on behalf of the Board
for JANARDHANRAO DESHMUKH & CO.,
Chartered Accountants
Firm Regn. No.005979S

(T. Adinarayana)
Chairman

(P. R. K. Murthy)
Director

(L. JANARDHAN RAO)
Proprietor
Membership No.18474

(N. Swaroop Kumar)
Manager

(Y. Vasavi)
Chief Financial Officer

(G. Sandeep Kumar)
Company Secretary

Place : Hyderabad
Date : 28.05.2016

FORM No. MGT - 11

PROXY FORM

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

CIN	L65923TG1986PLC006294
Name of the Company	USHAKIRAN FINANCE LIMITED
Registered Office	405, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad – 500 001. Tel.: 040 - 23201073 / 2320 4273, Fax: 0091-40-23204273 Email: ushakiranfinance@yahoo.co.in www.uffinance.com.

Name of the member(s)	
Registered Address	
E-Mail ID	
Folio No/DP & Client ID	

I/We, being the member(s) of _____ shares of the above named company, hereby appoint

Name		Signature
Address		
E mail ID		

or failing him

Name		Signature
Address		
E mail ID		

or failing him

Name		Signature
Address		
E mail ID		

USHAKIRAN FINANCE LIMITED

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Thirtieth Annual General Meeting of the Company, to be held on Tuesday, 27th September, 2016 at 10.00 a.m., at H.No: 8-3-976/23A, Shalivahana Nagar Colony, Shalivahana Nagar Community Hall, Yellareddyguda (Adjacent to Srinagar Colony), Hyderabad – 500073, and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Description	Type of Resolution	For	Against
1.	Adoption of Audited Financial Statements and Reports of Board of Directors and Auditors for the year ended 31 st March, 2016.	Ordinary Resolution		
2	Re-appointment of Mr. T. Adinarayana, as a director of the Company who retires by rotation and is eligible for re-appointment.	Ordinary Resolution		
3	Ratification of Appointment of M/s. Janardhan Rao Deshmukh & Co., as Statutory Auditors of the company.	Ordinary Resolution		
4	Reclassification of promoters of the company	Special Resolution		

Signed this Day of 2016.

Affix Re. 1/-
Revenue
stamp

Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.



USHAKIRAN FINANCE LIMITED

Regd. Office: 405, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad – 500 001.

Tel: 040-2320 1073 / 2320 4273, Fax: 0091-40-23204273, www.uflfinance.com.

CIN: L65923TG1986PLC006294, Email: ushakiranfinance@yahoo.co.in

THIRTIETH ANNUAL GENERAL MEETING

Date: 27th September, 2016 Time: 10.00 a.m.

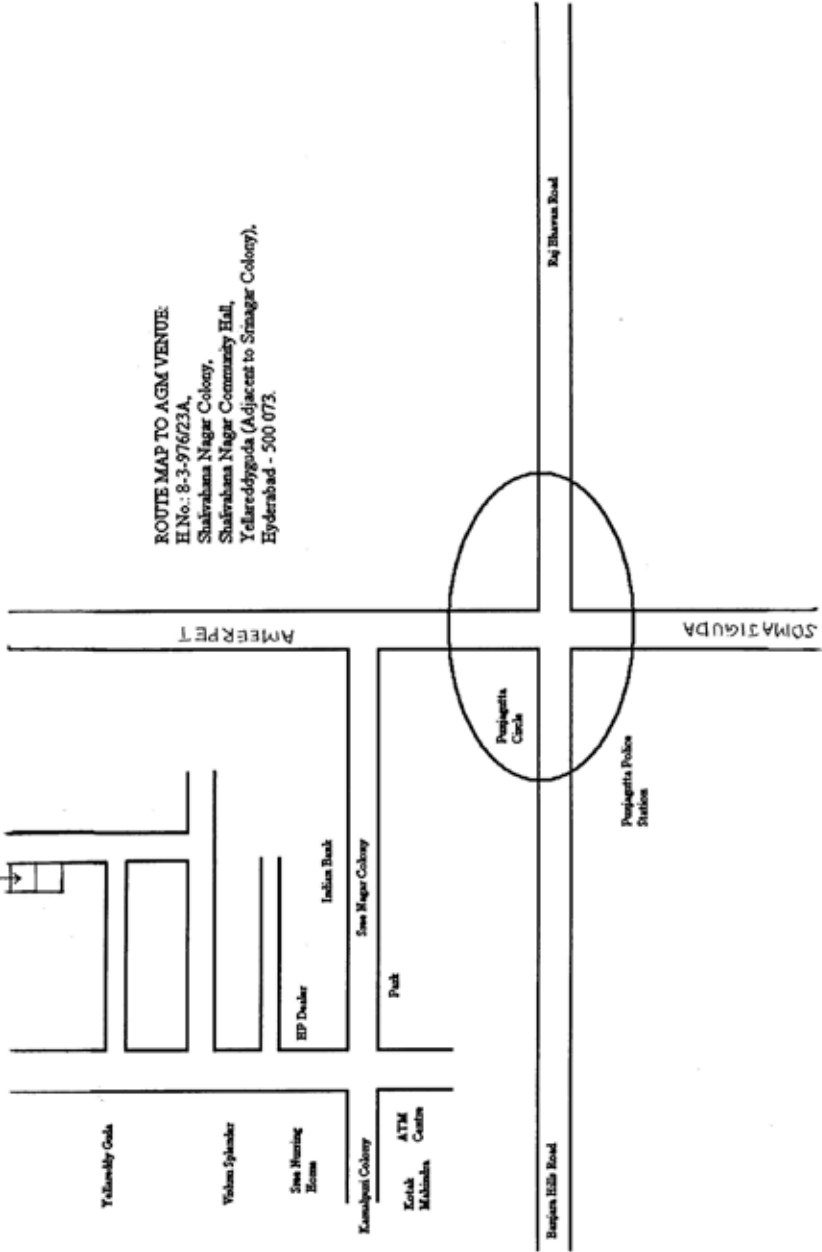
ATTENDANCE SLIP

To be handed over at the entrance of Meeting Hall

Regd. Folio / DP ID & Client ID	
No. of Shares held	
Name and Address of The Shareholder	
Name of the Proxy	
Signature of the Shareholder / Proxy Present	

1. I, hereby record my/our presence at the Thirtieth Annual General Meeting of the Company at H.No: 8-3-976/23A, Shalivahana Nagar Colony, Shalivahana Nagar Community Hall, Yellareddyguda, (Adjacent to Srinagar Colony), Hyderabad – 500073, Telangana.
2. Shareholder / Proxy holder wishing to attend the meeting must bring this Attendance Slip, duly signed, to the meeting and hand it over at the entrance.
3. Shareholder / Proxy holder desiring to attend the meeting may bring his / her copy of the Annual Report for reference at the meeting.

Shairavahana Nager Community Hall



ROUTE MAP TO AGM VENUE:

HN No.: 8-3-97623A,

Shairavahana Nager Colony,

Shairavahana Nager Community Hall,

Yellareddyguda (Adjacent to Sraagar Colony),

Hyderabad - 500 073.

PRINTED MATTER

If Undelivered Please return to:

USHAKIRAN FINANCE LIMITED

CIN: L65923TG1986PLC006294

Regd. Office: 405, Raghava Ratna Towers,
Chirag Ali Lane, Hyderabad – 500 001.