

JKB FINANCIAL SERVICES LIMITED


Main Road, Jawahar Nagar, Srinagar.
BALANCE SHEET AS AT 31ST March, 2023.

Particulars	Note	Figures as on 31.03.2023 Amount (₹)	Figures as on 31.3.2022 Amount (₹)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	40,00,00,000.00	20,00,00,000.00
(b) Reserves and Surplus	2	89,01,832.60	(31,64,085.68)
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Non Current liabilities	3	2,20,522.35	3,39,083.01
(4) Current Liabilities			
(a) Short-Term Borrowings	4	7,84,00,000.00	7,60,00,000.00
(b) Trade Payables	5	31,09,887.08	66,93,409.40
(c) Other Current Liabilities	6	7,16,76,863.81	9,51,76,317.76
(d) Short-Term Provisions	7	30,40,306.00	1,06,35,769.00
Total Equity & Liabilities		56,53,49,411.84	38,56,80,493.49
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	8		
1. Tangible Assets			
(i) Gross Block		1,71,73,341.14	1,66,81,403.49
(ii) Depreciation		1,50,88,273.64	1,42,96,740.37
(iii) Net Block		20,85,067.50	23,84,663.12
2. In- Tangible Assets			
(i) Gross Block		65,89,576.56	65,89,576.56
(ii) Depreciation		65,35,843.32	64,00,445.61
(iii) Net Block		53,733.24	1,89,130.95
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	9	4,72,095.44	5,09,818.62
(d) Long term loans and advances (Security Deposits)	10	2,45,22,420.65	3,98,27,434.00
(2) Current Assets			
(a) Trade Receivables	11	1,27,80,216.94	1,08,02,208.08
(b) Inventories		-	-
(c) Cash and cash equivalents	12	30,75,65,738.22	14,47,34,958.69
(d) Short-term loans and advances		-	-
(e) Other current assets	13	21,78,70,139.85	18,72,32,280.03
Total Assets		56,53,49,411.84	38,56,80,493.49

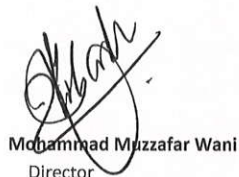
NOTES TO ACCOUNTS AND ACCOUNTING POLICIES


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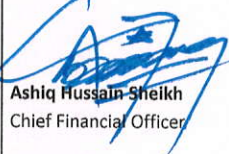
Notes referred to above and attached there to form an integral part of Balance Sheet


Baldev Prakash
Chairman


Syed Rais Maqbool
Director


Mohammad Muzzafar Wani
Director


Syed Aadil Bashir
Managing Director


Ashiq Hussain Sheikh
Chief Financial Officer


Mudassir Ahmad Padder
Company Secretary

Place: Srinagar
Date: 30/04/2023

This is the Balance Sheet referred to in our Report of even date.

FOR A. J. MOHAN & ASSOCIATES CHARTERED ACCOUNTANTS

Firm Reg. No.: 002468N


CA. Abhijit Mohan

Membership No. : 540233
Place: Srinagar

Date: 30/04/2023



JKB FINANCIAL SERVICES LIMITED

Main Road, Jawahar Nagar, Srinagar.

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2023.

S. No.	Particulars	Note	Figures for Period Ended March 2023	Figures for Period Ended March 2022	Figures for Quarter Ended Mar. 2023	Figures for Quarter Ended Mar. 2022
			Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)
I	Revenue from Operations	14	9,41,81,249.89	9,48,20,195.04	2,48,38,896.31	2,65,15,291.40
II	Other Income	15	1,04,58,865.25	43,05,137.12	45,90,974.88	12,85,638.71
III	Total Revenue (I + II)		10,46,40,115.14	9,91,25,332.16	2,94,29,871.19	2,78,00,930.11
IV	Expenses:					
	Employee Benefit Expense	16	5,33,35,385.77	3,14,78,172.55	1,50,89,535.36	79,06,122.52
	Financial Costs		52,43,597.56	37,31,603.59	12,59,099.81	15,77,107.00
	Commission Paid to J&K Bank	17	10,12,470.46	2,51,225.00	3,59,708.00	1,66,560.00
	Depreciation and Amortization Expense & Written offs	18	9,26,930.98	21,19,623.63	2,39,883.74	3,10,365.52
	Other Administrative Expenses	19	2,74,05,301.56	2,14,23,084.49	69,80,689.53	60,78,133.17
	Total Expenses (IV)		8,79,23,686.33	5,90,03,709.26	2,39,28,916.44	1,60,38,288.21
V	Profit before exceptional and extraordinary items and tax	(III - IV)	1,67,16,428.81	4,01,21,622.90	55,00,954.75	1,17,62,641.90
VI	Exceptional Items		-	-	-	-
VII	Profit before extraordinary items and tax (V - VI)		1,67,16,428.81	4,01,21,622.90	55,00,954.75	1,17,62,641.90
VIII	Extraordinary Items		-	-	-	-
IX	Profit before tax (VII - VIII)		1,67,16,428.81	4,01,21,622.90	55,00,954.75	1,17,62,641.90
X	Tax expense:					
	(1) Current tax		27,90,306.00	56,08,908.00	15,21,189.69	19,63,420.00
	(2) MAT Credit Entitlement		18,22,481.35	(56,08,908.00)	-	(19,63,420.00)
	(3) Deferred tax (Net)		37,723.14	1,13,60,551.96	(3,911.26)	30,78,116.40
XI	Profit(Loss) from the period from continuing operations	(IX-X)	1,20,65,918.32	2,87,61,070.94	39,83,676.32	86,84,525.50
XII	Profit/(Loss) from discontinuing operations		-	-	-	-
XIII	Tax expense of discounting operations		-	-	-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-	-	-
XV	Profit/(Loss) for the period (XI + XIV)		1,20,65,918.32	2,87,61,070.94	39,83,676.32	86,84,525.50
XVI	Earning per equity share:					
	(1) Basic (Annualised)		0.38	1.44	0.40	1.74
	(2) Diluted (Annualised)		0.38	1.44	0.40	1.74

NOTES TO ACCOUNTS AND ACCOUNTING POLICIES

Notes referred above and attached thereto form an integral part of Profit & Loss Statement

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 Baldev Prakash Chairman	 Syed Rais Maqbool Director	 Mohammad Muzzafar Wani Director	 Syed Aadil Bashir Managing Director
 Ashiq Hussain Sheikh Chief Financial Officer	 Mudassir Ahmad Padder Company Secretary		

Place: Srinagar


Date: 30/04/2023

This is the Profit & Loss Statement referred to in our Report of even date.

FOR A. J. MOHAN & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg. No.: 002468N


CA. Abhijit Mohan
Membership No. : 540233
Place: Srinagar
Date: 30/04/2023

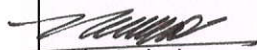


JKB FINANCIAL SERVICES LIMITED


Main Road, Jawahar Nagar, Srinagar.

Cash Flow Statement for period ended 31st March 2023


Particulars	Period Ended 31st March, 2023	Period Ended 31st March, 2022
	Amount (₹)	Amount (₹)
Cash Flow Operating Activities		
Net Profit After Tax	1,20,65,918.32	2,87,61,070.94
Adjustments for		
1) Depreciation	9,26,930.98	21,19,623.63
2) Preliminary Expenses	-	-
3) Other Income	(1,04,58,865.25)	(43,05,137.12)
Deferred Tax (Credited To P&L Account)	37,723.14	1,13,60,551.96
Operating Profit Before Working Capital Change	25,71,707.19	3,79,36,109.41
Change in Working Capital		
Trade & Other Receivables (Increase) / Decrease	(3,26,15,868.68)	(8,26,35,564.34)
Trade & Other Payables Increase / (Decrease)	(3,23,96,999.93)	25,22,336.99
Net Cash Generated from Operations (A)	(6,24,41,161.42)	(4,21,77,117.94)
Cash Flow Investing Activities		
(Increase) / Decrease In Fixed assets	(4,91,937.65)	(4,12,635.69)
Other Income	1,04,58,865.25	43,05,137.12
(Increase) / Decrease in Security Deposits	1,53,05,013.35	(1,66,13,723.00)
Net cash flow from investing activities (B)	2,52,71,940.95	(1,27,21,221.57)
Cash Flow Financing Activities		
Increase in Equity Share capital	20,00,00,000.00	-
Net Cash Flow Financing Activities (C)	20,00,00,000.00	-
Net Increase/ Decrease In Cash and Cash Equivalents (A+B+C)	16,28,30,779.54	(5,48,98,339.51)
Opening Cash & Cash Equivalents	14,47,34,958.69	19,96,33,298.20
Closing Cash & Cash Equivalents	30,75,65,738.23	14,47,34,958.69


Baldev Prakash
Chairman


Syed Rais Maqbool
Director


Mohammad Muzzafar Wani
Director


Syed Aadil Bashir
Managing Director



Ashiq Hussain Sheikh
Chief Financial Officer


Mudassir Ahmad Padder
Company Secretary

Place: Srinagar
Date: 30/04/2023

This is the Cash Flow Statement referred to in our Report of even date.

FOR A. J. MOHAN & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No.: 002468N


CA. Abhijit Mohan
Membership No. : 540233



Place: Srinagar
Date: 30/04/2023

JKB FINANCIAL SERVICES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS AS AT AND FOR THE PERIOD ENDED 31st March, 2023

Note 1: Share Capital

		(Amount in ₹)	(Amount in ₹)
S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	AUTHORIZED CAPITAL 4,00,00,000 Equity Shares of Rs. 10/- each.	40,00,00,000.00	40,00,00,000.00
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL 400,00,000 Equity Shares of Rs. 10/- each.	40,00,00,000.00	20,00,00,000.00
	Total	40,00,00,000.00	20,00,00,000.00

Note 2: Reserve & Surplus

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Capital Reserve	-	-
2	Revaluation Reserve	-	-
3	Other Reserve	-	-
4	Surplus (Profit & Loss Account)	(31,64,085.72)	(3,19,25,156.66)
	Balance brought forward from previous year	(31,64,085.72)	(3,19,25,156.66)
	Less: Tax on Regular Assessment Paid	-	-
	Add: Profit for the period	1,20,65,918.32	2,87,61,070.94
	Total	89,01,832.60	(31,64,085.72)

Note 3: Other Non Current Liabilities

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Client Deposits (NSDL)	2,06,281.26	1,26,812.88
2	Client Deposits (CDSL)	10,163.09	8,192.13
3	Retention Money	4,078.00	2,04,078.00
	Total	2,20,522.35	3,39,083.01

Note 4: Short-Term Borrowing

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Line of Credit Account (CC-995)	-	4,45,00,000.00
2	Secured Overdraft	7,84,00,000.00	3,15,00,000.00
	Total	7,84,00,000.00	7,60,00,000.00

Note 5: Trade Payables

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Total outstanding dues of micro enterprises and small enterprises	-	-
2	Total outstanding dues of creditors other than micro enterprises and small enterprise	31,09,887.08	66,93,409.40
	Total	31,09,887.08	66,93,409.40

Note 6: Other Current Liabilities

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	J&K Bank (Holding Company)	2,00,000.19	-
2	Client Control A/C	6,22,47,525.23	7,92,72,169.89
3	Stamp Charges JK	-	12,974.60
4	Stamp Duty Payable	26,075.96	0.00
5	Securities Transaction Tax	34,48,905.39	0.00
6	TDS Payable	1,41,003.74	5,58,742.19
7	TDS on GST Payments	81,945.01	1,26,915.79
8	GST Payable	8,52,877.92	8,54,099.01
9	Education Cess Payable	-	-
10	Higher Education Cess Payable	-	-
11	Krishi Kalyan Cess Payable	-	-
12	Expenses Payable	41,95,094.72	49,42,096.14
13	Other Client Payable	48,450.01	46,970.26
14	Other Current Liabilities	89,234.55	29,742.20
15	Exchange Obligation Account	-	91,60,962.20
16	SEBI TOT Charges	3,45,751.09	1,71,645.49
	Total	7,16,76,863.81	9,51,76,317.76

Note 7: Short Term Provisions

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Audit Fee Payable	1,50,000.00	1,50,000.00
2	Provision for Tax Audit	1,00,000.00	1,00,000.00
3	Provision for Income Tax	27,90,306.00	1,03,85,769.00
	Total	30,40,306.00	1,06,35,769.00

JKB FINANCIAL SERVICES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st March, 2023

Note 8: Fixed Asset

I. Fixed Assets

(Amount in ₹)

S. No.	Particulars	Gross Block				Depreciation				Net Block	
		Value at the beginning of the Year	Addition during the Year	Adjustment during the Year	Value as at End of the Year	Value at the beginning of the Year	Addition during the Year	Adjustment during the Year	Value as at End of the Year	WDV as on 31-03-2022	WDV as on 31-12-2023
I	Tangible Assets										
1.	Computers	97,15,643.93	61,051.70		97,76,695.63	91,69,796.14	2,98,359.31		94,68,155.45	5,45,847.79	3,08,540.18
2.	Furniture Fixture	34,47,948.25	85,031.76		35,32,980.01	26,03,427.79	2,37,455.41		28,40,883.20	8,44,520.46	6,92,096.81
3.	Library Books	18,554.14	6,745.00		25,299.14	16,580.62	4,820.47		21,401.09	1,973.52	3,898.05
4.	Mobile Phones	1,74,951.79	-		1,74,951.79	1,72,007.57	2,000.76		1,74,008.33	2,944.22	943.46
5.	Plant & Machinery	33,24,305.38	3,39,109.19		36,63,414.57	23,34,928.25	2,48,897.32		25,83,825.57	9,89,377.13	10,79,589.00
	Sub-Total	1,66,81,403.49	4,91,937.65	-	1,71,73,341.14	1,42,96,740.37	7,91,533.27	-	1,50,88,273.64	23,84,663.12	20,85,067.50
II	Intangible Assets				-						-
1.	Software	65,89,576.56	-	-	65,89,576.56	64,00,445.61	1,35,397.71		65,35,843.32	1,89,130.95	53,733.24
	Sub-Total	65,89,576.56	-	-	65,89,576.56	64,00,445.61	1,35,397.71	-	65,35,843.32	1,89,130.95	53,733.24
	Total	2,32,70,980.05	4,91,937.65	-	2,37,62,917.70	2,06,97,185.98	9,26,930.98	-	2,16,24,116.96	25,73,794.07	21,38,800.74

JKB FINANCIAL SERVICES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS AS AT AND FOR THE PERIOD
ENDED 31ST MARCH 2023

Note 9: Deferred Tax

(Amount in ₹)

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Deferred Tax Asset	4,72,095.44	7,76,777.16
2	Deferred Tax Liability	-	(2,66,958.54)
	Deferred Tax Asset (NET)	4,72,095.44	5,09,818.62

Note 10: Long Term Loans and Advances

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
	Security Deposit & Margin Deposits		
	<u>Secured, Considered Good :</u>		
1	NSE	1,50,00,000.00	1,10,00,000.00
2	BSE	1,25,000.00	1,25,000.00
3	CDSL	5,00,000.00	5,00,000.00
4	NCCL	-	40,00,000.00
5	NSDL-STP	10,000.00	3,00,000.00
6	HCL COMNET	3,00,000.00	2,315.00
7	Additional Surveillance Deposit	9,783.00	14,350.00
8	Security Deposits-Others	14,350.00	1,25,00,000.00
9	Additional Base Capital	-	10,00,000.00
10	MAT Credit Entitlement	85,63,287.65	1,03,85,769.00
	Total	2,45,22,420.65	3,98,27,434.00

Note 11: Trade Receivables

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Bills Receivable Demat (TO)	-	-
2	<u>Demat Receivables:</u>		
	Outstanding for less than 6 months	49,82,943.16	44,08,935.78
	Outstanding for more than 6 months - Considered good	53,11,754.42	63,93,272.30
	Outstanding for more than 6 months - Considered Doubtful	24,85,519.36	-
	Total	1,27,80,216.94	1,08,02,208.08

Note 12: Cash & Cash Equivalent

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
	Bank Balance		
1	HDFC BSE CM Settlement A/c (CA10249)	6,54,330.56	6,02,945.59
2	HDFC NSE CM Client A/c (CA123)	20,000.00	20,000.00
3	HDFC NSE F&O Client A/c (CA106)	20,000.00	20,000.00
4	HDFC NSE F&O Settlement A/c (CA5428)	48,31,837.51	35,83,255.54
5	HDFC BSE CM Client A/c (CA140)	10,000.00	10,000.00
6	HDFC NSE Business A/c (CA116)	67,684.50	2,17,479.60
7	HDFC BSE F&O Client A/c (CA133)	10,000.00	10,000.00
8	HDFC BSE F&O Settlement A/c (CA1726)	7,240.00	7,240.00
9	HDFC BSE MFSS Settlement A/c (CA11483)	20,000.00	13,27,705.28
10	HDFC NSE MFSS Settlement A/c (CA15937)	20,100.00	20,100.00
11	HDFC NSE CM Settlement A/c (CA13873)	70,42,089.71	79,76,510.52
12	HDFC NSE Exchange Dues A/c (CA10337)	3,95,622.50	4,25,217.00
13	Current A/c (CA0042)	46,55,516.93	1,99,209.57
14	FSC Branch Expenditure A/c	52,867.07	87,872.99
15	FSC Branch Income A/c	8,448.28	47,982.06

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
16	JKBFSL Mutual Fund Income A/c (CA0104)	-	0.10
17	JKB Recruitment Bank A/c	-	-
18	Head Office Income A/c (CA0092)	15,229.20	41,464.00
19	JKBFSL Client A/c (CA0102)	7,03,749.86	4,01,47,352.38
20	JK Bank Dividend A/C (CA27863)	10,016.44	8,536.64
21	JKBFSL MTF Account	5,001.00	5,001.00
22	E-Payment of Taxes A/c	1,41,004.12	5,58,742.19
23	JKB Inter-Co. Adjustment Account	0.54	43,344.43
24	Fixed Deposit with J&K Bank		
	(a) Unencumbered and Free	-	-
	(b) Held as security against SOD	10,00,00,000.00	3,50,00,000.00
25	Fixed Deposit with HDFC Bank		
	(a) Unencumbered and Free	-	-
	(b) Held as security against Exchanges	18,88,75,000.00	5,43,75,000.00
	Total	30,75,65,738.22	14,47,34,958.69

Note 13: Other Current Assets

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22
1	Exchange Obligation Account	89,33,824.80	1,14,38,332.50
2	Interest Receivable	20,29,229.25	10,93,477.55
3	Additional Margin Deposit (BSE)	10,00,000.00	-
4	Advance Income Tax/TDS		
	a) On Commission	-	-
	b) On Interest on FDR's	11,27,781.32	6,55,781.82
	c) Advance Income Tax	-	88,25,200.00
	d) Advance Income Tax (2021-22)	-	-
	e) Advance Income Tax (2022-23)	44,00,000.00	-
5	Electronic Cash Ledger	-	-
6	Advance to Suppliers	1,59,888.06	2,96,762.33
7	Advance to Staff	5,88,988.00	10,11,777.00
8	Client Control A/C (Dr)	19,80,79,037.08	16,27,59,040.95
9	PDD Sgr.	14,000.00	14,000.00
10	Other Receivables	6,89,391.52	2,70,754.42
11	Prepaid Expenses/Advance (Others)	8,47,999.82	8,67,153.46
	Total	21,78,70,139.85	18,72,32,280.03

JKB FINANCIAL SERVICES LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS AS AT AND FOR THE PERIOD
ENDED 31ST MARCH, 2023.

Note 14: Income from operations

S. No.	Particulars	(Amount in ₹)	(Amount in ₹)	(Amount in ₹)	(Amount in ₹)
		Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Brokerage Income A/C	5,10,57,663.04	6,04,17,642.64	1,26,69,685.49	1,53,70,438.73
2	Demat Income A/c	1,21,01,893.46	1,40,20,826.46	35,93,187.97	41,73,264.08
3	Other Depository Income A/c	2,170.96	6,629.04	-	6,629.04
4	DP Pool Charges A/c	37,399.38	95,794.53	-	18,270.18
5	Pay In Delay Charges A/c	2,55,81,623.73	1,80,42,332.21	68,29,588.75	62,13,846.93
6	Mutual Fund Commission	54,00,499.32	22,36,970.16	17,46,434.10	7,32,842.44
7	Profit on Sale / Disposal of Fixed Assets	-	-	-	-
8	Other Receipts	-	-	-	-
	Total in Rs	9,41,81,249.89	9,48,20,195.04	2,48,38,896.31	2,65,15,291.40

Note 15: Other Income

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Interest Earned on FDR's	1,01,93,680.66	41,15,929.60	45,52,309.58	12,54,980.00
2	Other Receipts	2,65,184.59	1,89,207.52	38,665.30	30,658.71
	Total in Rs	1,04,58,865.25	43,05,137.12	45,90,974.88	12,85,638.71

Note 16: Employment Benefit Expenses

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Salary A/C	3,97,50,372.58	2,01,12,861.53	1,10,78,484.63	48,47,686.82
2	Managerial Remuneration (MD) A/C	25,38,026.50	27,37,302.00	8,03,618.50	6,75,684.00
3	Salary (Staff on Deputation)	29,65,297.00	64,18,523.70	4,52,406.00	17,85,591.00
4	Bonus & Incentives	20,19,054.91	19,51,991.05	8,44,479.29	5,25,074.00
5	Employer Contribution to NPS	36,94,938.40	2,57,494.27	11,26,769.00	72,086.70
6	Employee Reimbursement Expenses	23,67,696.38	-	7,83,777.94	-
		5,33,35,385.77	3,14,78,172.55	1,50,89,535.36	79,06,122.52

Note 17: Commission to J&K Bank

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Commission paid to J&K Bank on Account Opening	3,15,400.00	1,91,865.00	1,31,000.00	-
2	Commission paid to J&K Bank on Mutual Fund Sale	6,97,070.46	59,360.00	2,28,708.00	1,66,560.00
		10,12,470.46	2,51,225.00	3,59,708.00	1,66,560.00

Note 18: Depreciation & Amortized Cost

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Depreciation A/c	9,26,930.98	21,19,623.63	2,39,883.74	3,10,365.52
2	Preliminary Expenses W/O	-	-	-	-
	Total	9,26,930.98	21,19,623.63	2,39,883.74	3,10,365.52

Note 19: Other Administrative Expenses

S. No.	Particulars	Period Ended Mar.'23	Period Ended Mar.'22	Quarter Ended Mar.'23	Quarter Ended Mar.'22
1	Membership & Subscription Fee	20,49,570.39	16,29,360.47	4,66,190.36	4,13,825.42
2	Rent, Rates & Taxes	37,92,164.85	37,56,640.78	5,23,135.90	11,46,656.44
3	Communication & Connectivity Cost	22,71,782.15	18,34,178.17	6,86,458.92	3,29,091.81
4	Legal & Professional Charges	10,54,998.72	9,45,133.06	2,57,701.95	85,257.06
5	Bank Commission & Other Charges	12,540.70	11,512.88	3,249.59	4,482.94
6	Travelling & Conveyance Expenses	7,51,926.96	2,31,016.81	86,136.61	84,867.12
7	Power & Fuel	11,47,102.57	12,42,349.48	3,64,657.93	4,35,173.00
8	Directors Fees, Allowances and Expenses	1,35,000.00	1,50,000.00	15,000.00	30,000.00
9	Stationary & Printing	1,84,478.34	1,84,189.80	30,791.60	57,126.16
10	Payment to Auditors	5,74,000.00	5,32,650.00	1,68,500.00	73,525.00
11	Office Upkeep & Maintenance Expenses	17,47,201.04	15,60,906.61	5,00,669.39	4,07,245.91
12	Repairs & Maintenance	1,53,976.03	3,44,953.36	70,865.43	77,877.96
13	Other Administrative Expenses	41,39,232.28	24,35,900.69	12,70,361.07	8,93,566.64
14	Postage & Telephone	2,46,177.15	1,96,767.41	75,875.66	47,033.37
15	NSE/BSE Charges	1,22,680.86	4,87,612.77	28,997.12	2,34,157.34
16	Hospitality & Entertainment (Incl. B/L)	4,00,902.52	4,50,595.90	1,05,838.00	1,02,849.00
17	Insurance	52,867.00	1,05,336.30	16,620.00	18,418.00
18	Training & Certification	3,81,540.00	1,21,480.00	48,480.00	61,980.00
19	Front / Back-Office Hosting Charges	66,87,160.00	52,02,500.00	17,61,160.00	15,75,000.00
20	Provision for Doubtful Debts	15,00,000.00	-	5,00,000.00	-
	Total	2,74,05,301.56	2,14,23,084.49	69,80,689.53	60,78,133.17



NOTES FORMING PART OF FINANCIAL STATEMENTS AS AT AND FOR PERIOD ENDED MARCH 31st, 2023.

NOTE 20

I. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING METHODOLOGY

The financial statements are prepared and presented under historical cost convention on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ('GAAP') and in compliance with the Accounting Standards ('AS') specified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014, and the guidelines issued by the Securities and Exchange Board of India to the extent applicable.

B. USE OF ESTIMATES

The preparation of financial statements in conformity with Accounting Standards and Generally Accepted Accounting Principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Actual result could differ from these estimates. Any revision to accounting estimates is recognized in the period in which the results get known/materialised.

C. REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured following accrual basis and in compliance to the provisions of AS-9 issued by ICAI.

FIXED ASSETS

Fixed assets are stated at historical cost, which comprises of purchase consideration and other directly attributable cost of bringing an asset to its working condition for the intended use, less accumulated depreciation.

D. DEPRECIATION

- a) Tangible Assets: - Depreciation is provided on Written Down Value (WDV) Method in the manner prescribed in the Schedule II of the Companies Act, 2013 and for calculating the rates of depreciation and useful life of the assets as mentioned in the Part C of the said Schedule is taken into consideration. Any variation from the given useful life in the schedule will be reported in the notes to accounts.
- b) Intangible Assets: - The provision of the Accounting Standards for the time being in force is applied i.e. as per AS-26.

E. IMPAIRMENT OF ASSETS

In accordance with AS-28 on 'Impairment of Assets' prescribed by the Companies (Accounting Standard) Rules, 2006 where there is an indication of impairment of the Company's assets related to cash generating units, the carrying amounts of such assets





are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of such assets is estimated as the higher of its net selling price and its value in use. An impairment loss is recognized in the statement of Profit and Loss whenever the carrying amount of such assets exceeds its recoverable amount. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the assets restated to extent of the carrying value of the asset that would have been determined (net of amortization / depreciation), had no impairment loss been recognized.

F. INVESTMENT

Investments shall be classified into long term and current investments. Long-term investments if any are carried at cost and provision is made to recognize any decline in the value, other than temporary, in the value of such investments. Current investments if any are carried at the lower of the cost or fair value/market value and provision is made to recognize any decline in the carrying value of the investments.

G. RETIREMENT BENEFITS

i) Short Term Benefits:

Short Term employee benefits are charged to revenue in the year in which the related services is rendered.

ii) Long Term Employee Benefits:

Since most of the employees have regularised in the current FY as such, the accounting of long-term employees benefits has not yet been provided. However the company is in process to account such benefits strictly as per AS-15 (Revised 2005) issued by the Institute of Chartered Accountants of India.

H. TAXATION

Provision for current income tax is made based on the estimated taxable income for the year in accordance with the Income Tax Act, 1961. Deferred tax resulting from timing differences between accounting income and taxable income is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax assets are recognized and carried forward only if there is a virtual/reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

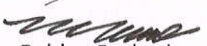


- c) Disclosure of transactions between the Company and related parties and the status of outstanding balances as at 31st March 2023.

Items/Related Party	J&K Bank Ltd.(₹)
Deposits/Balance in Bank Accounts	10,55,91,833.44
Loans/Credit facilities availed	7,84,00,000.00
Interest /Commission Paid	61,14,021.21
Interest /Commission Received	38,72,907.00
Reimbursement of Revenue Expenditure	48,65,719.36
Disbursement on behalf of JKBFSL (Salary of deputed staff)	29,65,297.00
Managing Director's Remuneration	12,92,462.50

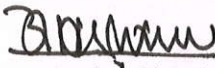
9. The earnings considered in ascertaining the Company's Earnings per share (EPS) comprise net Profit/Loss after Taxation. The number of shares used in computing basic and diluted EPS is the weighted average number of shares outstanding during the year.

Description	Period Ending 31.03.2023 (₹)	Period Ending 31.03.2022 (₹)
Profit/ (Loss) after taxation	1,20,65,918.32	2,87,61,070.94
Weighted average Number of equity Shares outstanding	3,16,66,667	2,00,00,000
Basic and Diluted earnings per share (annualised) in Rupees. (face-value ₹10/- per share)	0.38	1.44


Baldev Prakash
Chairman


Syed Rais Magbool
Director


Mohammad Muzzafar Wani
Director


Syed Aadil Bashir
Managing Director


Ashiq Hussain Sheikh
Chief Financial Officer


Mudassir Ahmad Padder
Company Secretary

Place: Srinagar
Dated: 30-04-2023

In terms of our report of even date annexed

FOR A. J. MOHAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Reg. No.: 002468N

CA. Abhijit Mohan Membership No. : 540233