

KRA LEASING LIMITED

(CIN- L65993DL1990PLC039637)

27TH ANNUAL REPORT 2015-16

(D-28, SMA CO-OPERATIVE ESTATE, G T KARNAL ROAD, DELHI-110 033)

-: CORPORATE INFORMATION:-**BOARD OF DIRECTORS**

- | | |
|-------------------------|----------------------|
| ➤ Mr. Rajesh Mehra | Managing Director |
| ➤ Mr. Sri Krishan Mehra | Director |
| ➤ Mr. Ajay Mehra | Director |
| ➤ Mr. Amit Kumar Modi | Independent Director |
| ➤ Mr. Ravi Sharma | Independent Director |
| ➤ Mrs. Deeksha Bajaj | Independent Director |

KEY MANAGERIAL PERSON

- | | |
|---------------------|-----------------------|
| ➤ Mr. Rahul Kumar | Chief Finance Officer |
| ➤ Mr. Ankit Dhamija | Company Secretary |

STATUTORY AUDITORS

- **M/s. Daleep Bhatia & Co.,**
Chartered Accountants,
19, Vasant Enclave, Rao Tula Ram Marg, New Delhi- 110019.

REGISTERED OFFICE

- D 28, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi- 110033.

CORPORATE OFFICE

- Plot No-3, Sector-11, IMT Manesar, Gurgaon, Haryana-122050.

LISTED WITH STOCK EXCHANGE

- **Metropolitan Stock Exchange of India Limited**
Vibgyor Tower, 4th Floor, G Block C62, Bandra Kurla Complex, Bandra (E), Mumbai
City, Maharashtra-400098.

REGISTRAR & SHARE TRANSFER AGENT

- **M/s Link Intime India Pvt. Ltd,**
2nd Floor, A-40, Naraina Industrial Area, Phase II, Nr. Batra Banquet Hall,
New Delhi – 110028.

BANKERS

- **Standard Chartered Bank,**
Narain Manzil, 23 Barakhamba Road, New Delhi- 110001.

:-NOTICE:-

NOTICE is hereby given that the 27th Annual General Meeting of the Company i.e. **M/s KRA LEASING LIMITED** will be held on 30th September, 2016 at 11:00 A.M. at the registered office of the company at D 28, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033 to transact the following business:

ORDINARY BUSINESS:-

1. To consider and adopt:
 - a) The audited financial statement of the company for the financial year ended March 31, 2016, the reports of the Board of Directors and Auditors thereon; and
 - b) The audited consolidated financial statement of the company for the financial year ended March 31, 2016.
2. To appoint director in place of Mr. Ajay Mehra (DIN: 00058245), who retires by rotation at this annual general Meeting and being eligible, has offered himself for re-appointment.
3. To ratify the auditor's re-appointment and fix their remuneration and in this regard 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 provision of section 139 of the Companies Act, 2013 and rules made thereunder, and pursuant to the recommendation of the Audit Committee, the company hereby ratifies the appointment of **M/s Daleep Bhatia and Company**, Chartered Accountant (Firm Registration No: 000918N), (who was appointed as such in the Annual General Meeting of the Company held on 30th September 2014 for the period of 3 years), as Statutory Auditor of the company, to hold office as such from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting and that the Board of Directors be and are hereby authorized to fix such remuneration (excluding out of pocket expenses) as may be recommended by the Audit Committee on consultation with the Auditors and that such remuneration may be paid on such basis to be agreed upon between the auditors and the Board of Directors of the Company."

SPECIAL BUSINESS:-

4. To approve and ratify the related party transaction for the financial year 2015-16 and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as **Special Resolution**:

"Resolved that pursuant to provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with applicable rules under Companies (Meeting of Board and its Powers) Rules, 2014 and in terms of Regulation 23 Of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 executed with Stock Exchange (Including any amendment, modification or re-enactment thereof), consent of

the member of the Company be and is hereby accorded to approve and ratify the related party transactions carried out during the year 2015-16 between Company and other related parties as mentioned below: -

Name of the Related and nature of interest	Nature of Transaction	Amount (in Rs.)
Jaquar and Company Private Limited (Company under same management)	Services	11,75,000/-

“Resolved further that Mr. Rajesh Mehra, Managing Director of the Company be and is hereby authorized to sign any document on behalf of the Company and take necessary steps and to do all acts, deeds and things as may be necessary and incidental to give effect to this resolution.”

By the order of the Board
For KRA Leasing Limited

Sd/-
Ankit Dhamija
Company Secretary

Dated: 03rd September 2016.
Place: New Delhi

Notes:**1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF.**

The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.

A person can act as a proxy on behalf of members not exceeding FIFTY (50) Members and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
4. For the convenience of the shareholders, Attendance slip-cum- Entry pass & Proxy Form is annexed to this Report. Shareholders/ Proxy holders/ representatives are requested to affix their signatures at the space provided therein and surrender the Attendance slip- cum-Entry pass at the venue.
5. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.

7. BOOK CLOSURE

(a) The Company has notified closure of Register of Members and Share Transfer Books from Tuesday, September 27th, 2016 to Friday, September 30th, 2016 (both days inclusive) for determining the names of members eligible for Annual General Meeting.

8. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants

with whom they are maintaining their demat accounts. Members holding shares in physical Forms are requested to advise any change in their address or bank mandates immediately to the Company / Link Intime India Private Limited.

9. 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 to the Company / Link Intime India Private Limited.
10. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. The nomination form can be downloaded from the Company's website i.e www.kraleasing.com under the section 'Investor Relations'.
11. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Link Intime, for consolidation into a single folio.
12. Non-Resident Indian Members are requested to inform Link Intime India Private Limited, immediately of:
 - (a) Change in their residential status on return to India for permanent settlement.
 - (b) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with Pincode number, if not furnished earlier.
13. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
14. Members are requested to bring their Client ID and DP ID or Folio Numbers, as may be applicable, for easy identification of attendance at the meeting.
15. Members desirous of getting any information about the accounts and operations of the Company are requested to submit their queries addressed to the Company Secretary at least 7 days in advance of the meeting so that the information called for can be made available at the meeting.
16. Soft copy of the Annual Report for the financial period ended 31st March, 2016 will be sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copy of the Annual Report will be sent in the permitted mode.

17. Additional Information pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 in respect of Director seeking Appointment as mentioned under item No. 2 of this notice is appended. Further the Company has received relevant disclosures/consent from the Director seeking appointment.

18. VOTING OPTIONS

i. Pursuant to Section 108 of Companies Act, 2013, Companies (Management & Administration) Rules, 2014 and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the shareholders can vote on all the business to be transacted at the Annual general meeting byway of any one of the following methods:

a) Remote e-voting i.e. the facility of casting votes by a member using an electronic voting system from a place other than venue of the Annual general meeting.

b) Voting at venue of the Annual General Meeting through poll.

ii. The shareholders who have cast their votes through remote e-voting shall be entitled to attend the meeting, however, shall not be eligible to cast their vote again at the venue of the Annual General Meeting.

iii. In case a shareholder votes through remote e-voting as well as cast his/her vote at the venue of the meeting, then the vote cast through remote e-voting shall only be considered and the voting done at the venue of the meeting shall not be considered by the scrutinizer.

iv. The shareholders as on the cut-off date viz. **Friday, 23rd September, 2016** shall only be eligible to vote on the resolutions mentioned in the notice of Annual General Meeting.

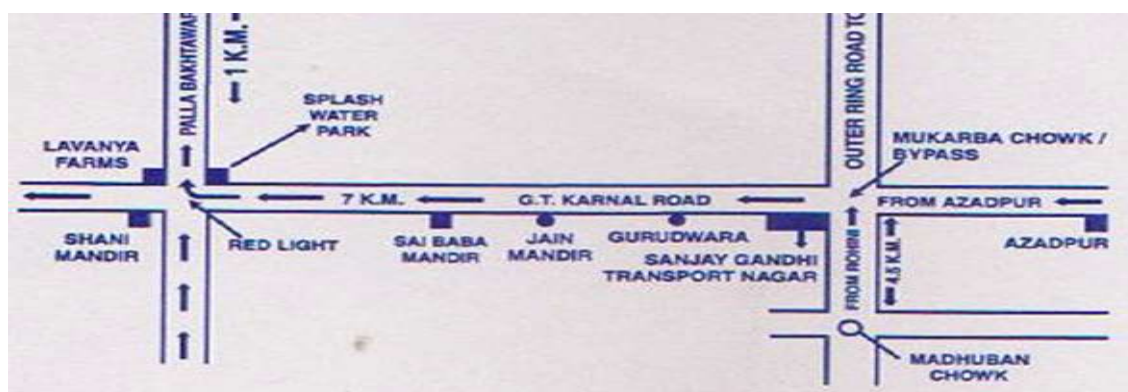
v. The shareholders shall have one vote per equity share held by them. The facility of voting would be provided once for every folio / client id, irrespective of the number of joint holders.

vi. The Company has appointed Mr. Debasis Dixit, practicing company secretary, as the scrutinizer for conducting the voting process in a fair and transparent manner.

vii. The scrutinizer will submit his final and consolidated report to the Chairman of the Company within three days after the conclusion of Annual general meeting. The scrutinizer's decision on the validity of all kinds of voting will be final.

viii. The results of Annual general meeting shall be declared by the Chairman or his authorized representative or anyone Director of the Company after the Annual general meeting within the prescribed time limits.

- ix. The results of voting will also be placed at website of the Company and shall also be displayed at Company's registered office.
19. Any person, who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares as on the cut-off date i.e. **Friday 23rd September, 2016** may follow the same instructions as mentioned above for e-Voting.
20. As required by Rule 20(3)(V) and Rule 22(3) of the Companies (Management & Administration) Rules 2014, details of dispatch of AGM Notice to the Shareholders will be published in at least one English language and one vernacular language newspaper circulating in Delhi.
21. A route map along with prominent landmark for easy reach to the venue of Annual General Meeting is annexed with this notice.



Explanatory Statement as Required under section 102 of the Companies Act, 2013

Item No.4

To approve and ratify the Related Party Transaction for the financial year 2015-16.

Pursuant to provisions of Regulation 23 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement), Regulations, 2015 the shareholders by way of a Special Resolution should approve all the material related party transactions of a listed company.

Since the related party transaction for the financial year 2015-16 is between the Companies/Firms which are related parties as per the provisions of Section 2(76) of the Companies Act, 2013 the executed/proposed, rendering of services and loans would attract provisions of Section 188 of the Companies Act, 2013 and therefore require shareholder's approval.

The disclosure required being provided under the provisions of the Companies Act, 2013 and the Companies (Meeting of Board and its Powers) Rules, 2014 are given below for perusal of the members: -

1. Name of the related party and nature of relationship: As per table below
2. Name of the Director or key managerial personnel who is related, if any: As per table below

Name of the Related Party	Name of the Director or KMP who are interested	Nature of Relationship
Jaquar and Company Private Limited	Sri Kishan Mehra, Rajesh Mehra and Ajay Mehra	(Company under same management)

3. Nature, material terms, monetary value and particulars of the contract or arrangement: As may be decided by the Board of Directors at relevant time within the overall limits approved by the members.
4. Any other information relevant or important for the members to take a decision on the proposed resolution: NIL

The Directors approved the transaction prior to its execution and recommends the resolutions as set out in the accompanying Notice for the approval of members of the Company by Special Resolution.

Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested in the resolution to the extent of their shareholding and directorship in other companies.

Details of Directors seeking re-appointment at the forthcoming Annual General Meeting (in pursuance of Regulation 36(3) of the SEBI (LODR) Regulation, 2015)

Name of the Director	Mr. Ajay Mehra
Brief Resume	Mr. Ajay Mehra is Graduate and also acting as Whole Time Director in the Group Company.
Nature of expertise	Mr. Ajay Mehra having a vast experience in the field of Production and Manufacturing.
Disclosure of relationship between directors inter-se	Mr. Ajay Mehra is relative of Mr. Rajesh Mehra and Mr. Sri Krishan Mehra Directors of the Company.
Names of listed companies in which director hold directorship and membership of committees of the board	Nil
Shareholding in the Company.	465240

-: DIRECTOR'S REPORT:-

To,
The Members of,
KRA Leasing Limited

The Directors have pleasure in presenting their 27th Annual Report and the Audited Financial Statements for the Financial Year ("F.Y.") ended March 31, 2016.

1. FINANCIAL PERFORMANCE OF THE COMPANY (STANDALONE)

	Rs. In Lacs	
PARTICULARS	2015-16	2014-15
Gross Income	352.97	74.29
Profit/(Loss) Before Interest and Depreciation	298.03	20.17
Finance Charges	Nil	Nil
Gross Profit	298.03	20.17
Provision for Depreciation	18.34	22.42
Net Profit/(Loss) Before Tax	279.69	(2.25)
Provision for Tax	22.69	2.76
Exceptional Items	0.68	24.95
Net Profit/(Loss) After Tax	256.32	(29.95)
Balance of Profit brought forward	1646.99	1680.09
Proposed Dividend on Equity Shares	Nil	Nil
Tax on proposed Dividend	Nil	Nil
Transfer to General Reserve	Nil	Nil
Surplus carried to Balance Sheet	1903.31	1650.14

2. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR/STATE OF COMPANY'S AFFAIR

During the year Company focused on its core business and earned substantial revenue from its core business activity. Apart from its core business activity it has also earned revenue from renting of Resort and agriculture activity. The company has focused on the enhancing its NBFC business. The company always focused on its core activity therefore granted the loans and advances amounting to Rs. 10.11 Crore (Previous year Rs. Nil). The Board is hopeful to increase the core business activities of the company in coming years.

3. CHANGE IN NATURE OF BUSINESS, IF ANY

There was no change in nature of business during the FY 2015-16.

4. DIVIDEND

In order to conserve the resources of the company and considering the business plan of the company, the Board of Directors do not recommend any dividend to Equity Shareholders of the company for the FY ended March 31, 2016.

5. SHARE CAPITAL

The Authorized Share Capital of the company is Rs. 7,00,00,000/- comprising of 70,00,000 Equity Shares of Rs. 10/- each. The Issued, Subscribed and Paid-up Equity Share Capital of the company is Rs. 6,70,71,640 consisting of 67,07,164 Equity Shares of Rs. 10/- each.

6. RESERVES

Out of the amount available for apportionment, Company's Director proposes to transfer NIL amounts to General Reserve and Retain Rs. 02.56 crores to surplus account.

7. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL APPOINTED AND RESIGNED DURING THE YEAR

The following Key Managerial Personnel was appointed during the FY 2015-16:

Sl No	Name of Person	Designation	Appointment/ Resignation	Date of Appointment/Resignation
1.	Mrs. Rakhi Rani*	Company Secretary	Appointment	01 st January, 2016

*She has resigned from the post of Company secretary w.e.f 01st July, 2016.

8. PARTICULARS OF EMPLOYEES & EMPLOYEES REMUNERATION

None of the employees of the Company drawn of remuneration exceeding the limit prescribed in the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016. However the list of Top 10 employees in terms of remuneration drawn is s follows:

Name of Employee	Mr. Rahul Kumar	Mrs. Rakhi Rani	Mr. Rajesh Mehra
Designation	Chief Finance Officer	Company Secretary	Managing Director
Remuneration	2,88,850	30,000	Nil
Date of Commencement of employment	01/12/2014	01/01/2016	12/12/2005
Nature of Employment	Permanent	Permanent	Permanent
Qualification & experience	Graduate	Company Secretary	Graduate
% of equity shares held	Nil	Nil	184170
Last employment held	N.A.	N.A.	N.A.
Whether any such employee is a relative	No	No	He is relative of Mr. Ajay Mehra and Mr. Sri Krishan Mehra.

9. BOARD MEETING

During the financial year, Eight Board Meetings were held. The details of which are given in the Corporate Governance Report. The intervening gaps between the Meetings were within the period prescribed under the Companies Act, 2013.

10. BOARD EVALUTAION

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 4(2) of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees.

11. STATEMENT OF DECLARATION OF INDEPENDENT DIRECTORS

All the Independent directors of the company has given their independent declaration pursuant to sub-section (7) of Section 149 of the Companies Act, 2013.

12. REMUNEREATION POLICY

The Board, on recommendation of the Nomination & Remuneration Committee, adopted policy for selection and appointment of directors, Senior Management and their remuneration. The Brief Remuneration Policy is stated in the Corporate Governance Report.

Managerial Remuneration: -

1. Ratio of remuneration of each director to median remuneration of employees.	As the Company not paying any remuneration to its director, therefore it is not applicable to the company.
2. Percentage increase in remuneration of each director and KMPs	As the Company has not paid any remuneration to its Directors therefore question of increase in remuneration for directors does not arise, however company has paid remuneration to its Chief Financial Officer (CFO) and Company Secretary (CS) during the financial year 2015-16 but no increment is being made for them.
3. Percentage increase in the median remuneration of employees	Nil
4. Number of permanent employees	3
5. Average percentile increase in salary of employees, other than managerial personnel, comparison with percentile increase in managerial remuneration	N.A.

and justification	
6. Affirmation that the remuneration is as per the remuneration policy of the company	Yes, the Company has paid the remuneration as per the remuneration policy of the Company

13. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

Pursuant to sub-section (3) of Section 129 of the Act and rules made thereunder, the statement containing the salient feature of the financial statement of a Company's subsidiary or subsidiaries, associate company or companies and joint venture or ventures is given as Annexure-III.

The key financial of its subsidiaries, associates and joint ventures and its overall impact on the performance of the Company is as per consolidated financial of the company.

Further the Annual Accounts and related documents of the subsidiary and associate company shall be kept open for inspection at the Registered & Corporate Office of the Company. The Company will also make available copy thereof upon specific request by any Member of the Company interested in obtaining the same. Further, pursuant to Accounting Standards AS-21 issued by the Institute of Chartered Accountants of India, Consolidated Financial Statements presented by the Company in this Annual Report include the financial information of the subsidiary.

During the year the following Companies, which become or ceased as Subsidiary/Joint Venture/Associate Companies

S. No.	Name of the Company	CIN/Registration Number	Subsidiary/Joint Venture/Associates	Date of which become or ceased as Subsidiary/Joint Venture/Associate Company.
1	Jaquar and Company Private Limited	U52110DL1983PTC 016665	Associate	30 th June 2015 (Ceased)

14. AUDITORS

The Auditors, M/s Daleep Bhatia & Co., Chartered Accountants, Statutory Auditor of the Company, hold office till the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment and have confirmed that they are not disqualified under any provisions of Section 141(3) of the Companies Act, 2013 and have shown their willingness to accept the office of Statutory Auditors.

The Company has received a letter from them to the effect that their ratification of re-appointment, if made, would be within the prescribed limits under section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified for re-appointment.

15. AUDITOR'S REPORT

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

16. SECRETARIAL AUDIT REPORT

In terms of Section 204 of the Act and Rules made there under, M/s. D Dixit & Associates, Practicing Company Secretary has been appointed as Secretarial Auditor of the Company. The report of the Secretarial Auditor is enclosed as **Annexure IV** to this report. The point-wise comments are enumerated as follows.

- i. Delay in filing forms
Due to the oversight, the company failed to file some of the forms in prescribed time frame of Companies Act, 2013 and applicable additional fees has already been paid to Ministry of Corporate Affairs.
- ii. E-Voting procedure
The company has already taken note of the same and is complying with the prescribed requirement in this financial year.
- iii. Registration with Credit Information Companies as required by RBI guidelines.
In compliance with the RBI guidelines, registration with the credit Information Companies is in process.
- iv. Consolidation of financial results
The company will comply in the upcoming years.

17. INTERNAL AUDIT AND CONTROL

The Company continues to engage **M/s Kumar Ravinder and Associates**, Chartered Accountants as its Internal Auditor. During the year, the Company continued to implement their suggestions and recommendations to improve the control environment. Their scope of work includes review of processes for safeguarding the assets of the Company, review of operational efficiency, effectiveness of systems and processes, and assessing the internal control strengths in all areas. Internal Auditors findings are discussed with the process owners and suitable corrective actions taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

18. VIGIL MECHANISM

In pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for Directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at www.kraleasing.com under investors/Policy link.

19. EXTRACT OF ANNUAL RETURN

As required pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT 9** as a part of this Annual Report as **ANNEXURE I**.

20. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There has been no material change in the business, which may affect financial position of the Company.

21. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

The Company has not received any significant or material orders passed by any regulatory authority, Court or Tribunal, which shall impact the going concern status & Company's operations in future.

22. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.

The Company has a well placed internal financial control system which ensures that all assets are safeguarded and protected and that the transactions are authorized, recorded and reported correctly. The Company's internal financial control system also comprises due compliances with Company's policies and Standard Operating Procedures (SOPs) and audit and compliance by Internal Audit team.

23. DEPOSITS

The Company has neither accepted nor renewed any deposits falling under the preview of Chapter V of the Companies Act, 2013.

24. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF COMPANIES ACT, 2013.

As the Company is a NBFC Company and as per section 186(11)(a), nothing contained in Section 186 is applicable to the Company.

25. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The particulars of every contract or arrangements entered by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are disclosed in Form No. AOC-2 (refer as Annexure-II). Further all contracts and arrangement with related parties under Sec 188(1) entered by the Company during the financial year were in ordinary course of business also on arms length basis.

26. CORPORATE GOVERNANCE CERTIFICATE

The Compliance certificate from the auditors regarding compliance of conditions of corporate governance as stipulated in Regulation 27 of SEBI(Listing Obligation and Disclosure Requirement) Regulation 2015 shall be annexed with the report.

27. MANAGEMENT DISCUSSIONS AND ANALYSIS

The Management Discussion and Analysis forms part of this Annual Report for the year ended 31st March, 2016.

28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

As the Company is a NBFC Company and engaged in business of rendering of financial services, renting and other allied services, which does not required to take steps for conservation of energy, utilize alternate sources of energy and to make capital Investment on energy conservation equipment's. Further company also does not required to make efforts towards technology absorption and neither imports any technology nor makes any expenditure on research and development.

Further Company has not earned and make any expenditure in foreign currency during the financial year 2015-16, therefore foreign exchange In-Flow and Out-Flow was Rs. Nil during the year.

29. CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per the provisions of section 135 of the Companies Act, 2013, the company does not required to constitute CSR Committee during the financial year 2015-16.

30. HUMAN RESOURCES

Your Company does not have large "human resources" as the primary business is investing activity. However, your Company continuously invests in attraction, retention and development of talent on an ongoing basis.

31. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) of the Companies Act, 2013, the Directors based on the representations received from the operating management and after due inquiry confirms that: -

- I. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- II. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the

- company at the end of the financial year and of the profit and loss of the company for that period;
- III. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
 - IV. The directors had prepared the annual accounts on a going concern basis; and
 - V. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
 - VI. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

32. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of the said sections are not applicable to the company as no unpaid dividend is lying with the company.

33. LISTING WITH STOCK EXCHANGES

The Equity Shares of the Company are listed on the platform of Metropolitan Stock Exchange of India Limited. Further the Company confirms that it has paid the Annual Listing Fees for the year 2016-2017 to MCX where the Company's Shares are listed.

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

During the financial year, the company has not received any complaint of harassment under the Sexual Harassment of women at workplace (Prevention, Prohibition and redressal) Act, 2013.

35. ACKNOWLEDGEMENTS

Your director places on record their gratitude to all stakeholders for their assistance, cooperation and encouragement. Your Director also wishes to place on record their sincere thanks to all investor and employees for their outstanding performance and co-operation.

By the order of the Board
For KRA Leasing Limited

Sd/-
Rajesh Mehra
Managing Director
DIN: 00058232

Sd/-
Ajay Mehra
Director
DIN: 00058245

Date: 03rd September 2016
Place: New Delhi

ANNEXURE INDEX

Annexure	CONTENT
1.	<i>Extract of Annual Return MGT-9</i>
2.	<i>Related Party Transaction AOC-2</i>
3.	<i>Details of Subsidiary/Joint Venture-AOC-1</i>
4.	<i>Secretarial Audit report MR-3</i>

Annexure-I to Directors Report for the year ended 31st March, 2016**Form No. MGT-9****Extract of Annual Return as on the financial year ended 31st March 2016
(Pursuant to Section-92(3) of the Companies Act 2013 & Rule 12(1) of the Companies Management & Administration) Rules, 2014****I. REGISTRATION AND OTHER DETAILS:**

1.	Corporate Identification Number	L65993DL1990PL039637
2.	Registration Date	26/03/1990
3.	Name of the Company	KRA Leasing Limited
4.	Category/Sub-category of the company	Company Limited by shares Non-Government Company
5.	Address of the Registered office of the company and contact details	D-28, SMA Co-operative Industrial Estate, G.T. Karnal Road, Delhi-110033 Contact No.: 0124-4756969
6.	Whether Listed or not	Yes
7.	Name, Address & Contact Details of the Registrar and Transfer Agent, if any.	M/s Link In Time India Pvt. Ltd. 2 nd Floor, A-40, Naraina Industrial Area, Phase II, Near Banquet Hall, Contact No.- 011-41410592, 41410593 Fax No.- 011-41410591

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

SL No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1.	Interest Income	641	22.98%
2.	Long Term Share Profit	649	62.18%

III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

SL No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	%age of Shares Held	Applicable Section
1.	Essco Sanitations Private Limited	U25203DL1992PTC048851	Associate	29.59	2(6)
2.	SMG Enterprises Limited	U29199DL1999PLC097822	Subsidiary	51.84	2(87)

A. Category-wise Shareholding

[illegible]

[illegible]

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2015]				No. of Shares held at the end of the year[As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital up to Rs.1 lakh	680	323944	324624	4.84	680	323944	324624	4.84	-
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	0	360070	360070	5.37	0	360070	360070	5.37	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Unclaimed Suspense Account	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	1080	2328414	2329494	34.73	1080	1993414	1994494	29.74	(4.99)
Total Public Shareholding	1080	2328414	2329494	34.73	1080	1993414	1994494	29.74	(4.99)

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2015]				No. of Shares held at the end of the year[As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(B)=(B)(1)+ (B)(2)									
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1080	6706084	6707164	100	1080	6706084	6707164	100	-

B. SHAREHOLDING OF PROMOTERS

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Ajay Mehra	130240	1.94	-	465240	6.94	-	4.99
2	Ajay Mehra HUF	230200	3.43	-	230200	3.43	-	-
3	Deepika Mehra	18800	0.28	-	18800	0.28	-	-

4	Essco Sanitations Private Limited	719400	10.73	-	719400	10.73	-	-
5	G R Sales Private Limited	466200	6.95	-	466200	6.95	-	-
6	Jaquar and Company Private Limited	326000	4.86	-	326000	4.86	-	-
7	Kanav Mehra	99500	1.48	-	99500	1.48	-	-
8	Malti Mehra	18260	0.27	-	18260	0.27	-	-
9	N L Mehra HUF	183150	2.73	-	183150	2.73	-	-
10	Nishi Mehra	17600	0.26	-	17600	0.26	-	-
11	Parichay Mehra	216400	3.23	-	216400	3.23	-	-
12	Parinay Mehra	182000	2.71	-	182000	2.71	-	-
13	Parkash Sehgal	56000	0.83	-	56000	0.83	-	-
14	Prompt Capital and Finser Pvt Ltd	568400	8.47	-	568400	8.47	-	-
15	Rajesh Mehra	184170	2.75	-	184170	2.75	-	-
16	Rajesh Mehra HUF	144500	2.15	-	144500	2.15	-	-
17	Ranbir Raj Mehra	49800	0.74	-	49800	0.74	-	-
18	S K Mehra	146250	2.18	-	146250	2.18	-	-
19	S K Mehra HUF	153800	2.29	-	153800	2.29	-	-

20	Sabhyata Mehra	57200	0.85	-	57200	0.85	-	-
21	SMG Enterprises Limited	409800	6.11	-	409800	6.11	-	-
Total		4377670	65.27	-	4712670	70.26	-	4.99

C. Change in Promoters' Shareholding (please specify, if there is no change)

S. No.	Particulars	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	130240	1.94	130240	1.94
1.	Name: Ajay Mehra Date of Change: 31.03.2016 Reason of Change: Acquisition	335000	4.99	465240	6.93
	At the end of the year	465240	6.93	465240	6.93

There are no changes in shareholding of other promoters during the financial year 2015-16.

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

1	Saimaa Consultants Private Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	648400	9.67	648400	9.67

1	Saimaa Consultants Private Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	Date of Change: 31.03.2016 Reason: Sale	335000	4.99	313400	4.68
	At the end of the year	313400	4.68	313400	4.68
2	Bastion Industrial Leasing Systems Private Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	417200	6.22	417200	6.22
	No Change during the year	Nil	Nil	417200	6.22
3	Titan Securities Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	150000	2.24	150000	2.24
	No Change during the year	Nil	Nil	150000	2.24
	At the end of the year	150000	2.24	150000	2.24

4	Pratyancha Financial Services Ltd	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	150000	2.24	150000	2.24
	No Change during the year	Nil	Nil	150000	2.24
	At the end of the year	150000	2.24	150000	2.24
5	Ketki India Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	148800	2.22	148800	2.22
	No Change during the year	Nil	Nil	148800	2.22
	At the end of the year	148800	2.22	148800	2.22
6	Bhurelal	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	148800	2.22	148800	2.22
	No Change during the year	Nil	Nil	148800	2.22
	At the end of the year	148800	2.22	148800	2.22

7	Jeetender Kumar	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	126500	1.89	126500	1.89
	No Change during the year	Nil	Nil	126500	1.89
	At the end of the year	126500	1.89	126500	1.89

8	Indo Pacific Finlease Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	106000	1.58	106000	1.58
	No Change during the year	Nil	Nil	106000	1.58
	At the end of the year	106000	1.58	106000	1.58

9.	Ashish Gouniyal	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	38920	0.58	38920	0.58
	No Change during the year	Nil	Nil	38920	0.58
	At the end of the year	38920	0.58	38920	0.58

10.	Ajay Mohan and Sons	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	32000	0.48	32000	0.48
	No Change during the year	Nil	Nil	32000	0.48
	At the end of the year	32000	0.48	32000	0.48

E. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

S.No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sri Krishan Mehra-Director				
	At the beginning of the year	146250	2.18	146250	2.18
	No Change during the year	Nil	Nil	146250	2.18
	At the end of the year	146250	2.18	-	-
2	Ajay Mehra-Director				
	At the beginning of the year	130240	1.94	130240	1.94
	Date of Change: 31 st March 2016 Reason: Acquisition	335000	4.99	465240	6.93
	At the end of the year	465240	6.93	-	-

S.No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
3	Rajesh Mehra-Managing Director				
	At the beginning of the year	184170	2.75	184170	2.75
	No Change during the year	Nil	Nil	184170	2.75
	At the end of the year	184170	2.75	-	-
4	Ravi Sharma-Independent Director				
	At the beginning of the year	Nil	Nil	Nil	Nil
	No Change during the year	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	-	-
5	Amit Kumar Modi- Independent Director				
	At the beginning of the year	Nil	Nil	Nil	Nil
	No Change during the year	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	-	-
6	Deeksha Bajaj- Independent Director				
	At the beginning of the year	Nil	Nil	Nil	Nil
	No Change during the year	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	-	-
7	Rahul Kumar (Chief Financial Officer)				
	At the beginning of the year	Nil	Nil	Nil	Nil

S.No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
8	No Change during the year	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	Nil	Nil
	Rakhi Rani (Company Secretary)*				
	At the beginning of the year	Nil	Nil	Nil	Nil
	No Change during the year	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	Nil	Nil

* resigned w.e.f. 01st July 2016.

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	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (I +ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i)Principal Amount	-	-	-	-
ii)Interest due but not paid	-	-	-	-
iii)Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager

			(Rs. Lacs)
SN	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1	Gross salary	Rajesh Mehra (Managing Director)	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil
2	Stock Option	Nil	Nil
3	Sweat Equity	Nil	Nil
4	Commission	Nil	Nil
5	Others, please specify	Nil	Nil
	Total (A)	Nil	Nil
	Ceiling as per the Act	Max 5% of Profit	Max 5% of Profit

B. REMUNERATION TO OTHER DIRECTORS

SN.	Particulars of Remuneration	Name of Directors			
1	Independent Directors	Amit Kumar Modi	Ravi Sharma	Deeksha Bajaj	Total
	Fee for attending board committee meetings	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil
	Total (1)	Nil	Nil	Nil	Nil
2	Other Non-Executive Directors	Ajay Mehra	Sri KrishanMehra	Total	
	Fee for attending board committee meetings	Nil	Nil	Nil	
	Commission	Nil	Nil	Nil	
	Others, please specify	Nil	Nil	Nil	
	Total (2)	Nil	Nil	Nil	
	Total (B)=(1+2)	Nil	Nil	Nil	
	Total Managerial Remuneration	Nil	Nil	Nil	
	Ceiling as per the Act	Rs. 1 Lacs Per Meeting			

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WT.D.

S.N	Particulars of Remuneration	Key Managerial Personnel		
		Rakhi Rani(CS)	Rahul Kumar(CFO)	Total
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	30,000	2,88,850	3,18,850
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	others, specify	-	-	-
5	Others, please specify	-	-	-
	Total	30,000	2,88,850	3,18,850

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					
Penalty	Nil				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	Nil				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil				
Punishment					
Compounding					

By the order of the Board

For KRA Leasing Limited

Sd/-

Rajesh Mehra

Managing Director

DIN: 00058232

Address: 5, Flag Staff Road,
Civil Lines, Delhi-110054.

Sd/-

Ajay Mehra

Director

DIN: 00058245

Address: 5, Flag Staff Road,
Civil Lines, Delhi-110054.Dated: 03rd September, 2016
Place: New Delhi

Annexure -II to Directors Report for the year ended 31st March, 2016

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Not Applicable
b)	Nature of contracts/arrangements/transaction	Not Applicable
c)	Duration of the contracts/arrangements/transaction	Not Applicable
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Not Applicable
e)	Justification for entering into such contracts or arrangements or transactions'	Not Applicable
f)	Date of approval by the Board	Not Applicable
g)	Amount paid as advances, if any	Not Applicable
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Not Applicable

2. Details of contracts or arrangements or transactions at Arm's length basis.

(Amount in Rs.)						
S. No	Name of the Related Party & Nature of relationship	Nature of Contracts/Arrangements/Transaction	Duration of the Contracts/arrangements/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of Approval by the Board	Amount paid as advances, if any
1.	Jaquar and Company Private Limited	Renting of Property	FY 2015-16	As per Mutual Consent Rs. 11,75,000/-	13.02.2016	Nil

Sd/-
Rajesh Mehra
Managing Director

Sd/-
Ajay Mehra
Director

**Annexure -III to Directors Report for the year ended 31st March, 2016
AOC-1**

**Statement Pursuant to First Proviso to Sub –Section (3) of Section 129 read with
Rule 5 of Companies (Accounts) Rules,2014**

PART-A: SUBSIDIARIES

S. No.	Name of the Subsidiary	Date since when subsidiary was acquired	Reporting period of the subsidiary if different from the Holding Company's Reporting Period	Reporting Currency And Exchange Rate As On The Last Date Of The Relevant Financial Year In The Case Of Foreign Subsidiaries.	Share Capital	Reserve s And Surplus	Total Assets	Total Liabilities	Investments	Turn Over	Profit / Loss Before Tax	Pro vision For Tax	Profit /Loss After Tax	Propo sed Divi den d	Exte nt Of Shar eholdin g (In Per cen tage)
1.	SMG Enterprises Limited	24.03.2015	-	N.A.	Rs. 3002230	Rs. 132 483 94	Rs. 56386 197	Rs. 5638 6197	Rs. 558860 76	Rs. 2160 00	Rs. 169555	Rs. 324 00	Rs. 1372 55	Nil	51.8 4%

- Names of Subsidiaries, which are yet to commence operations: Nil
- Names of subsidiaries, which have been liquidated or sold during the year: Nil

**Sd/-
Rajesh Mehra
Managing Director**

**Sd/-
Ajay Mehra
Director**

**Sd/-
Rakhi Rani
Company Secretary**

**Sd/-
Rahul Kumar
CFO**

PART- B**ASSOCIATES AND JOINT VENTURES**

S. N o.	Name of Associates or Joint Ventures	
		Essco Sanitation Private Limited
1.	Last Audited Balance Sheet date	18/08/2016
2.	Date on which the Associate or Joint Venture was associated oracquired	Since 2004
3.	Shares of the Associate or Joint Venture held by the company on the year end:	
	Number.	294415
	Amount of Investment in the Associate or Joint Venture	5887000
	Extent of holding (in percentage)	29.59%
4.	Description of how there is significant influence	Company under same Management
5.	Reason why the associate/joint venture is not consolidated	N.A.
6.	Networth attributable to shareholding as per latest audited balancesheet	As per Consolidated Financial
7.	Profit or Loss for the year	As per Consolidated Financial
(i)	Considered in consolidation	As per Consolidated Financial
(ii)	Not Considered in consolidation	As per Consolidated Financial

1. Names of associates or joint ventures which are yet to commence operations: Nil

2. Names of associates or joint ventures which have been liquidated or sold during the year: Nil

Sd/-
Rajesh Mehra
Managing Director

Sd/-
Ajay Mehra
Director

Sd/-
Rakhi Rani
Company Secretary

Sd/-
Rahul Kumar
CFO

Annexure-IV to Director report for the financial year ended 31st March, 2016**Form No. MR-3****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 Personnel) Rules, 2014]**

To,
The Members,
KRA Leasing Limited

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **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:

PARA ONE

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) *Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The Reserve Bank of India Act, 1934.

(vi) 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;

*(d) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

*(e) 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;;

*(f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009-; and

*(g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998-.

*No Event took place under these regulations

(vii) I have also examined the Compliances of the Provisions of the following other laws applicable specifically to the Company wherein I have also relied on the Compliance Certificates/declaration issued by the head of the respective department/management in addition to the checks carried out by me and found that company has complied with all the provisions of said Acts except the below mentioned observation in respect of the said Acts.

Observations in Clause (i) & (v) Para One of our Report (Companies Act, 2013) & Reserve Bank of India Act, 1934

1. According to information and explanation and verification of forms and returns maintained by the Company, the Company as required under section 403 pays the prescribed additional fees in case of delayed filing.
2. During the financial year 2015-16, the Company has not provided e-voting facility to the shareholders of the company, as required under section 108 of the Companies Act, 2013.
3. As per the clarification given by the management, the company is process of registering itself with all the credit information companies as required by the RBI Guidelines.

PARA SECOND

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

- i. Secretarial Standards on meeting of the Board of Directors (SS-1) and Secretarial Standards on General Meeting (SS-2) issued by Institute of Company Secretaries of India and made effective w.e.f 01st July, 2015.
- ii. The listing Agreements entered into by the company (applicable upto November, 2015) and Listing regulations applicable w.e.f 01stDecember 2015.

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 its authorized representatives during the conduct of Secretarial Audit we hereby report that in our opinion during the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

Observations in Clause (ii) Para Second of Our Report (Listing Agreement and LODR 2015)

1. The company has not consolidate the financial result for the year ended March 31st, 2016 as required under SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015.

I further report that

The Board of Directors of the Company is duly constituted as per section 149(4) of the Companies Act, 2013 and applicable clause of the Listing Agreement and LODR, 2015, if any. 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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

I further report that during the audit period the company has:

1. Taken Approval of Shareholders in Annual General Meeting of the Company held on 30th September, 2015

(a) Re-appointment of Mr. Rajesh Mehra as Managing Director of the Company.

(b) Approval of material related party transactions under section 188 of the Companies Act, 2013 in respect of sanction of loan and clause 49 of the listing agreement for the financial year 2015-16.

For **D Dixit and Associates**
Company Secretaries

Sd/-
CS Debasis Dixit
FCS No. 7218, CP No. 7871

Place: New Delhi
Date: 26th August, 2016

Note: This report is to be read with our letter of even date, which is annexed as Annexure-A, and form forms as integral part of this report.

Annexure A to the Secretarial Audit Report

To,
The Members,
KRA Leasing Limited

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

Date: 26th August, 2016
Place: New Delhi

-:MANAGEMENT DISCUSSION AND ANALYSIS:-

NBFCs are emerging as growing alternative to Banks and making Indian Financial system more and more strong. In the past growth in the NBFC has gone up from single digit to double digit.

The Company KRA Leasing Limited is essentially a Loan company.

KRA Leasing Limited is registered with the Reserve Bank of India as a Non-Banking Financial Institution and is categorised as 'Non- Deposit Acceptance NBFC Company.'

- a) **Industry structure and development:** Company is engaged in Loan and Investment activity and having vast potential to grow as NBFC now being getting attention of the organized sector. Industries are getting attract towards financial contribution of NBFCs for the development and growth.

The Indian economy is the fastest growing large economy in the world with a GDP growth of 7.6% as against 7.2% in 2014-15.

For the development of industries they require funds from time to time and often they don't have sufficient resources to comply for Banking norms and left in lurch. At this moments NBFCs play vital roles by giving them financial supports at very less spam of time after company with the statutory formalities of the various acts i.e. Companies Act, Income Act, RBI Act and other acts which are in force for the time being. So NBFCs are like support to backbone for financial sectors.

In August 2015, licenses to 11 new payment banks were granted by RBI. This can be seen as revolution in the country's financial services sector. These payments banking model will transform the way conventional banks approach. The move was to boost financial inclusion and up the ante of mobile revolution in the industry.

- b) **Opportunities and threats:** The golden rule in the Business sector is "No Risk No Gain" opportunities and threats walk hand to hand. As like the opportunities lying in future which we see for future growth threats are also lying in future which may or may not be met in future. However, the Company is taking proper steps to mitigate the business risk.
- c) **Segment-wise performance:** The Company is operating in one major segment and hence separate segmental reporting is not applicable. The Company has no activity outside India. The business of the Company comprises loans for income generation as well as investment and other sectors. It has been a conscious decision of the Management to have diversified businesses to protect or maintain the overall profitability for the sustained benefit of the company.

- d) **Outlook:** During 2015-16, global economic growth continued at a slow pace leaving the world economy more exposed to risks. The outlook for 2015-2016 has to be viewed in the context of overall economic scenario etc. Keeping the above facts in Mind Company has focused investment in less risky enterprise and where return is assured and high or moderate.
- e) **Risk and concerns:** The Risk Management Framework of the Company is derived from the overall Enterprise Risk Management Framework. The Company is exposed to general market risk and is initiating adequate step to mitigate it.
- f) **Internal control system:** The Company maintains adequate internal control systems, which provides adequate safeguards and proper monitoring of the transactions. The Company has put in place internal controls to ensure that all transactions are authorized, recorded and reported correctly and in accordance with the Policies, Guidelines, Processes and Frameworks approved by the Board and / or its Committees.

Periodic reviews by management as well as an extensive Programme of audits (both internal and external) supplement the controls and provide necessary checks and balances.

- g) **Discussion on financial performance with respect to operating performance:** The operating performance of the Company has been discussed in Directors Report under the head 'Financial Highlights and Operations and Overall Performance' in the current year.
- h) **Material Development in Human resources and industrial relations:** The Human Resources initiative focuses on structured training programs intended to equip employees at all levels, with the necessary knowledge and experience in order to demonstrate high levels of performance. There was no such material development in respect of Human resources and Industrial relations which have effect on the company. During the year under review the Employee/Industrial relations remained cordial between them and as well as with the outsiders. There are total three employee in the company.
- i) **Cautionary Statement:** The Management Discussions and Analysis describe Company's projections, expectations or predictions and are forward looking statements' within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply and price conditions in domestic and international market, changes in Government regulations, tax regimes, economic developments and other related and incidental factors.

Cautionary Statement/Disclaimer in relation to Management Discussion & Analysis Report

Certain statements in this Report, which describe the Company's objectives, predictions, may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward looking statements contained in this document, due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India, volatility in interest rates, new regulations and government policies that may impact the Company's business, as well as its ability to implement the strategy. The Company does not undertake to update these statements.

CORPORATE GOVERNANCE REPORT FOR THE YEAR ENDED ON 31ST MARCH 2016**1. COMPANY PHILOSOPHY**

Your Company has been adhering to Good Corporate Governance Principle and Practices to maintain a professional approach, transparency, accountability, all of which ensures good quality in dealing with all the stakeholders, departments, regulatory bodies, Bankers, Employees and others. As good corporate citizen, your company is committed to sound corporate practices based on conscience, openness, fairness, professionalism and accountability in building confidence of its various stakeholders in it thereby paying the way for its long term success.

2. BOARD OF DIRECTORS**A. Composition, Category and Attendance of the Board of Directors.**

The Board of your Company presently consist Six (6) Directors who constitute an optimum combination of professionalism, knowledge and experience. Out of these six Directors, three are Promoter and out of which one is executive and other two are non-executive Directors, and other three are Non Executive Independent Directors. None of the Directors on the Board are members of more than ten (10) committees or hold the post of Chairman on more than five Committees. The Directors have made necessary disclosures regarding the Committee positions on the Board of other Public Companies, as on March 31st 2016.

The Composition of the Board, number of Board Meeting held, attendance of the Directors at the Board Meetings and number of Directorship and Chairmanship/ Membership of the Committees in other companies in respect of each Director from the last date of report of Corporate Governance is given herein below:-

Name of Director	Category	Shareholding in Company (No. of Shares)	No. of Board Meetings during the year 2015-16		Whether Attended the Last AGM	No. of Directorship(s) held in Other Indian public Company	Number of Committee(s) position held in Public Company	
			Held	Attended			Member	Chairman
Rajesh Mehra	Managing Director	184170	8	8	Yes	1	Nil	Nil
Sri Krishan Mehra	Director	146250	8	8	Yes	1	Nil	Nil
Ajay Mehra	Director	465240	8	8	Yes	1	Nil	Nil
Ravi Sharma	Independent Director	Nil	8	4	Yes	1	5	3

Amit Kumar Modi	Independent Director	Nil	8	2	Yes	0	3	Nil
Deeksha Bajaj	Independent Director	Nil	8	2	Yes	0	2	Nil

B. Number of Board Meetings held.

During the Financial Year 2015-16, The Board of Directors met 8 (Eight) times, the dated of the meetings were 30th May, 2015, 14th August, 2015, 04th September, 2015, 14th November, 2015, 05th January, 2016, 13th February, 2016, 22nd March, 2016 and 31st March, 2016.

3. COMMITTEE OF BOARDS

A. Audit committee

The Chairman of the Audit Committee is an Independent Director. The composition of the Audit Committee and Attendance of Directors at the Meeting, during the financial year 2015-16 is shown below:

Sl No.	Name of Member	Category	No. of Meetings Held	No. of Meeting Attended
1.	Mr. Ravi Sharma (Chairman)	Independent, Non-Executive	4	4
2.	Mr. Amit Kumar Modi	Independent, Non-Executive	4	2
3.	Mrs. Deeksha Bajaj	Independent, Non-Executive	4	2
4.	Mr. Rajesh Mehra	Non-Independent, Executive	4	4

The Committee is governed by provision of section 177 of the Companies Act, 2013. Some of the important functions performed by the Audit Committee are:

- Oversight of the Company's financial reporting process and financial information submitted to the Stock Exchanges, regulatory authorities or the public.
- Reviewing with the Management the quarterly unaudited financial statements and the Auditors' Limited Review Report thereon/audited annual financial statements and Auditors' Report thereon before submission to the Board for approval. This would, inter alia, include reviewing changes in the accounting policies and reasons for the same, major accounting estimates based on exercise of judgement by the Management, significant adjustments made in the financial statements and / or recommendation, if any, made by the Statutory Auditors in this regard.

- Review the Management Discussion & Analysis of financial and operational performance.
- Discuss with the Statutory Auditors its judgement about the quality and appropriateness of the Company's accounting principles with reference to the Generally Accepted Accounting Principles in India (IGAAP).
- Review the investments made by the Company.

B. Nomination and Remuneration Committee

The terms of reference of the Committee inter alia, include the following:

- Succession planning of the Board of Directors and Senior Management Employees;
- Identifying and selection of candidates for appointment as Directors / Independent Directors based on certain laid down criteria;
- Identifying potential individuals for appointment as Key Managerial Personnel and to other Senior Management positions;
- Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration;
- Review the performance of the Board of Directors and Senior Management Employees based on certain criteria as approved by the Board.

The chairman of the committee is an Independent director. The composition of the Nomination and Ruminaton committee and attendance of Directors at the meetings, during the financial year 2015-16, is shown below:

Sl No.	Name of Member	Category	No. of Meeting Held	Attendance
1.	Mr. Ravi Sharma (Chairman)	Independent Director	1	1
2.	Mr. Amit Kumar Modi	Independent Director	1	1
3.	Mrs. Deeksha Bajaj	Independent Director	1	1

During the financial year 2015-16, The Nomination and Remuneration Committee of Directors met 1 (One) time on 05th January, 2016.

C. Stakeholder's Relationship Committee

In compliance with the provisions of Section 178 of the Companies Act, 2013 and the Listing Agreement, the Board has renamed the existing "Shareholders'/Investors' Grievance Committee" as the "Stakeholders' Relationship Committee".

The terms of reference of the Committee are:

- transfer/transmission of shares/debentures and such other securities as may be issued by the Company from time to time;
- issue of duplicate share certificates for shares/debentures and other securities reported lost, defaced or destroyed, as per the laid down procedure;
- issue new certificates against subdivision of shares, renewal, split or consolidation of share certificates / certificates relating to other securities;
- issue and allot right shares / bonus shares pursuant to a Rights Issue / Bonus Issue made by the Company, subject to such approvals as may be required;
- to grant Employee Stock Options pursuant to approved Employees' Stock Option Scheme(s), if any, and to allot shares pursuant to options exercised;
- to issue and allot debentures, bonds and other securities, subject to such approvals as may be required;
- to approve and monitor dematerialization of shares / debentures / other securities and all matters incidental or related thereto;
- to authorize the Company Secretary and Head Compliance / other Officers of the Share Department to attend to matters relating to non-receipt of annual reports, notices, non-receipt of declared dividend / interest, change of address for correspondence etc. and to monitor action taken;
- monitoring expeditious redressal of investors / stakeholders grievances;
- all other matters incidental or related to shares, debenture

The chairman of the committee is an Independent director, the composition of the Stakeholder Relationship Committee and attendance of director at the meetings, during the financial year 2015-16, is shown below:

Sl No.	Name of Member	Category	No. of Meetings Held	No. of Meeting Attended
1.	Mr. Ravi Sharma (Chairman)	Independent, Non-Executive	4	4
2.	Mr. Amit Kumar Modi	Independent, Non-Executive	4	2

3.	Rajesh Mehra	Managing Director, Executive	4	4
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During the financial year 2015-16, the Nomination and remuneration committee of directors met four times, the dated of the meeting were 30th May, 2015, 14th August 2015, 14th November 2015 and 13th February 2016.

4. GENERAL BODY MEETINGS.

A. Date, Venue and Time for the last three Annual General Meeting.

AGM Date	Venue	Time	Particulars of Special Resolution
28/09/2013	D-28, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033	02:30 PM	→ Regularisation of Mr. Amit Kumar Modi. → Regularisation of Mrs. Shweta Dixit.
30/09/2014	D-28, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033	11:30 AM	→ Regularization of Mr. Sri Krishan Mehra as Director → Regularization of Mr. Ajay Mehra as Independent director. → Regularization of Mrs. Deeksha Bajaj as Independent Director. → Appointment of Mr. Amit Kumar Modi as Independent Director.
30/09/2015	23/18, Village Budhpur, Behind Jain Mandir, G.T. Karnal Road, Delhi - 110033	02:30 PM	→ Approval of Related Party Transactions. → Re-appointment of Mr. Rajesh Mehra as Managing Director of the company.

Further there is no resolution has been passed through postal ballot during the financial year 2015-16.

5. DISCLOSURES

Transaction with the relate party during the financial year March 31st, 2016.

There is no related party transaction in respect of loan and advances in the nature of, loan to any of its subsidiary or associate company or firm/Companies in which directors are interested during the financial year 2015-16.

6. MEANS OF OMMUNICATION

The Annual Report and other statutory information are being sent to Shareholders. In compliance of the provisions of the Listing Agreement, the financial results of the

company are general published in the newspaper "THE PIONEER" and posted on the company website www.kraleasing.com.

7. GENERAL SHAREHOLDER INFORMATION.

- As per attached Notice to this Annual Report, the Annual General Meeting of the Company will be held on 30th September, 2016 at 11:00 A.M. at the registered office of the company.
- The Financial Year of the company ends on 31st March every year.
- Shareholding pattern as on March 31, 2016 are given as below:

Particulars	No. of shares held	%
Individual/Hindu Undivided	2222870	33.14
Body Corporation	2489800	37.12
Bank, Financial Institutions, Insurance Companies & Mutual Funds	0.00	0.00
Bank	0.00	0.00
Financial Institutions	0.00	0.00
Insurance Companies	0.00	0.00
Mutual Funds/UTI	0.00	0.00
Central & State Governments	0.00	0.00
Foreign Institutional Investors	0.00	0.00
NRIs/Foreign Nationals	0.00	0.00
Non- Institutional	835094	12.45
Public and Others	1159400	17.29
Total	6707164	100

- **Address for correspondence**

- Name and Address: **KRA Leasing Limited**
D-28, SMA Co-operative Industrial Estate, G T
Karnal Road, Delhi-110033.
- E-mail: kraleasing1990@gmail.com
- Website: www.kraleasing.com

- **Registrar to the Issue**

- Name and Address: **Link Intime India Private Limited**
2nd Floor, A-40, Naraina Industrial Area, Phase II, Nr.
Batra Banquet Hall, New Delhi – 110028.
- Telephone: 011-41410592

- **Stock Exchange**

→ Name and address:

Metropolitan Stock Exchange of India Limited

Vibgyor Tower, 4th Floor, G Block C62, Bandra Kurla Complex, Bandra (E), Mumbai City, Maharashtra-400098

Share Price on MCX

Month	MCX Close	Share Price			No. of shares traded during the month	Turnover (Crores)
		High	Low	Close		
Shares of the company weren't Traded at any Stock Exchange.						

DECLARATION BY THE MANAGING DIRECTOR UNDER SEBI(LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATION ACT, 2015.

To,
The Members
KRA Leasing Limited

I hereby declare that all the Directors and the designated employees in the senior management of the Company have affirmed compliance with their respective codes for the Financial Year ended March 31, 2016.

For and on behalf of
KRA Leasing Limited

Sd/-
Rajesh Mehra
Managing Director

Dated: 3rd September, 2016
Place: New Delhi

AUDITOR CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

We have examined the compliance of conditions of Corporate Governance by M/s KRA Leasing Limited, for the year ended March 31st, 2016 as stipulated in applicable Regulations 17, 18, 19, 20, 22, 23, 24, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C , D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively referred to as "SEBI Listing Regulations, 2015").

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance.

It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **Daleep Bhatia & Co.**
Chartered Accountants
(Registration No. 000918N)

Sd/-
Daleep Bhatia
Partner
Membership No. 080850

Date:-26th August, 2016
Place:- New Delhi

CEO/CFO Certification pursuant to regulation 17(8) of SEBI (Listing Obligation & Disclosure Requirements), 2015 for the financial year ending 2015-16

To,
The Board of Directors
KRA Leasing limited
D-28, SMA Co-operative Industrial Estate,
G T Karnal Road, Delhi-110033

This is to certify that

- a. I have reviewed financial statements and cash flow statements for the year ended 2015-16 and that to the best of my knowledge and belief:
- I. These Statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - II. These statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulation,
- b. There are, to the best of my knowledge and belief, no transaction entered into by the company during the years which are fraudulent, illegal or violative of the Company's code of conduct.
- c. I accept the responsibility for establishing and maintaining internal controls of financial reporting and that we evaluate the effectiveness of internal control systems of the company pertaining to the financial reporting and we have disclosed to the auditors and the Audit committee, deficiencies in operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors an Audit Committee,
- I. Significant changes in internal control over financial reporting during the year,
 - II. Significant change in accounting policies during the year and that the same have been disclosed in the notes to the financial statements, and
 - III. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee have a significant role in the company's internal system over financial reporting.

Thanking You.

For **KRA Leasing Limited**

Sd/-
Rahul Kumar
Chief Finance Officer

Sd/-
Rajesh Mehra
Managing Director

Dated: 26th August, 2016
Place: New Delhi

INDEPENDENT AUDITOR'S REPORT

The Members of

M/s KRA Leasing Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of M/s KRA Leasing Limited, which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and 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 and presentation 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, 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 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 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 true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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, its profit/loss and its cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENT

1. As required by the Companies (Auditor's Report) Order, 2015("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 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 written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the company and operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".

g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

For Daleep Bhatia & Co.
Chartered Accountants
FRN : 000918N

Sd/-
(DALEEP BHATIA)
(Partner)
Membership No. : 080850

Place: New Delhi
Date : 30.05.2016

Annexure B to audit report for F.Y. 2015-16

Re: M/s KRA Leasing Limited

Report on Internal Financial Controls Over Financial Reporting

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 M/s KRA Leasing Limited as on March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITORS' RESPONSIBILITY

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial 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 unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls

over financial reporting were operating effectively as at March 31, 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 Daleep Bhatia & Co.
Chartered Accountants
FRN : 000918N

Sd/-
(DALEEP BHATIA)
(Partner)
Membership No. : 080850

Place: New Delhi
Date : 30.05.2016

Annexure A to audit report for F.Y. 2015-16**Re: M/s KRA Leasing Limited**

Referred to in paragraph 3 of our report of even date.

- (i) (a) The company has maintained proper records showing full particulars, including quantitative and situation of fixed assets.
- (b) According to information and explanation given to us, all the assets have been physically verified by the management during the year. There is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As per management, no material discrepancies were noticed on such verification.
- (c) According to information and explanation 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.
- (ii) According to information and explanation given to us, the company does not have any inventories. Therefore, given compliances are not applicable to the company.
- (iii) According to our audit procedure and on the basis of information & explanations given to us, the company has granted unsecured loan to parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the company.
 - b) No schedule of repayment of principal and interest has been stipulated as they are receivable on demand. In view of no stipulation, no comment is given on regularity of repayment of receipts.
 - c) In view of (b) above, this clause is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable to the company as the company is registered NBFC.
- (v) The company has not accepted deposits which require compliances with the directives issued by the Reserve Bank of India and the provision of sections 73

to 76 or any other provisions of the Companies Act and the rules framed there under.

- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub section 1 of section 148 of the Companies Act, in respect of any of the products of the company.
- (vii) (a) According to the information and explanations given to us, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, wealth tax, Service Tax, custom duty, excise duty, cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sale tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions, government or has not issued any debentures.
- (ix) According to our audit procedure and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company.
- (x) According to the information and explanations given to us, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the company, the company had not paid any managerial remuneration during the year, therefore company is not required to comply with the provision of section 197 & schedule V of the act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) 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 section 188 of Companies Act, 2013 and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards. However company is not required to constitute audit committee as it does not meet the criteria for constitution for Audit committee under section 177 of the Companies Act 2013.

- (xiv) 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.
- (xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable to the Company.
- (xvi) The company is registered under section 45 IA of the Reserve Bank of India Act, 1934.

For Daleep Bhatia & Co.

Chartered Accountants

FRN : 000918N

Sd/-

(DALEEP BHATIA)

(Partner)

Membership No. : 080850

Place: New Delhi

Date : 30.05.2016

**NON BANKING FINANCIAL COMPANIES AUDITOR'S REPORT FOR THE YEAR ENDED
31ST MARCH, 2016**

To,
The Board of Directors,
M/s KRA Leasing Limited

We have audited the attached Balance Sheet of **M/s KRA Leasing Limited** as at 31st March, 2016 and also profit and loss Account for the year ended on that date.

These financial Statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

As required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2008 issued by the Reserve Bank of India (RBI) vide Notification No. DNBS (PD) CC No. 129/03.02.82/ 2008-09 dated September 23, 2008, based on our audit, we give hereunder a statement on the matter specified in paragraphs 3 & 4 of the said directions:

1. The Company is engaged in the business of Non- Banking Financial Institution and has obtained a Certificate of Registration from Reserve Bank of India (RBI) as a Non-Banking Financial Company without accepting public deposit vide certificate No. B-14.00888 dated 13th May, 1998.
2. The Company is entitled to continue to hold the Certificate of Registration in terms of its asset/income pattern as on 31st March, 2016.
3. A resolution for non-acceptance of any public deposit was passed in the meeting of Board of Directors on 30th May, 2015 for the financial year 2015-16.
4. The Company has not accepted any public deposits during the year ended 31st March, 2016.
5. In our opinion and to the best of our information and according to the explanations given to us. The Company has complied with the prudential norms relating to Income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-

Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.

6. In terms of RBI circular No. DNBS.PD/CC.No. 93/03.05.002/2006-07 dated 27th April, 2007, the company is not required to file NBS-7 to Reserve Bank of India.

For Daleep Bhatia & Co.
Chartered Accountants
FRN : 000918N

Sd/-
(DALEEP BHATIA)
(Partner)
Membership No. : 080850

Place: New Delhi
Date : 30.05.2016

KRA LEASING LIMITED

Regd. Office: D-28,SMA Co-Operative Industrial Estate, G.T.Karnal Road, Delhi-110033

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	Figures as at the end of current reporting period (Rs)	Figures as at the end of previous reporting period (Rs)
I. EQUITY AND LIABILITIES			
<u>(1) Shareholder's Funds</u>			
(a) Share Capital	2	67,071,640	67,071,640
(b) Reserves and Surplus	3	191,686,168	166,054,012
<u>(2) Non Current Liabilities</u>			
(a) Deferred Tax Liabilities		1,532,490	1,809,947
(b) Long-Term Provisions	4	2,596,431	2,528,841
<u>(3) Current Liabilities</u>			
(a) Trade Payables	5	308,051	1,274,327
(b) Other Current Liabilities	6	69,604	130,802
(c) Short-Term Provisions	7	5,360,811	96,322
Total Equity & Liabilities		268,625,195	238,965,891
II.ASSETS			
<u>(1) Non-Current Assets</u>			
<u>(a) Fixed Assets</u>			
(i) Gross Block	8	13,121,745	14,955,363
(ii) Depreciation			
(iii) Net Block			
(b) Non-current investments	9	86,586,372	118,795,842
(c) Long term loans and advances	10	912,780	912,780
<u>(2) Current Assets</u>			
(a) Trade Receivable	11	12,486,953	93,836,390
(b) Cash and cash equivalents	12	6,038,103	8,180,067
(c) Short-term loans and advances	13	149,479,242	2,285,449
Total Assets		268,625,195	238,965,891

Notes to Accounts

1

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

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

For and on behalf of Board of Directors

For Daleep Bhatia & Co.

For KRA Leasing Ltd

Chartered Accountants

Sd/-

Sd/-

Sd/-

Sd/-

Sd/-

Daleep Bhatia
(Partner)Rajesh Mehra
(Managing Director)
DIN-00058232Ajay Mehra
(Director)
DIN-00058245Rakhi Rani
(Company Secretary)Rahul Kumar
(CFO)

Membership No. : 080850

Firm Reg. No.: 00918N

Place: New Delhi

Date: 30/05/2016

KRA LEASING LIMITED

Regd. Office: D-28,SMA Co-Operative Industrial Estate, G.T. Karnal Road, Delhi-110033

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH,2016

Sr. No	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	Revenue from Operations	14	35,296,689	7,428,543
	Total Revenue		35,296,689	7,428,543
II	Expenses:			
	Employee Benefit Expenses	15	318,850	142,000
	Other Administrative Expenses	16	5,175,149	5,269,591
	Depreciation	8	1,833,618	2,241,781
	Total Expenses		7,327,617	7,653,372
III	Profit before tax	(I - II)	27,969,072	(224,829)
IV	Tax expense and Provision:			
	(1) Current tax		2,546,783	336,686
	(2) Previous Year Tax		-	180
	(4) Deferred Tax		(277,457)	(61,103)
	(5) Provision for NPA		67,590	194,584
	(6) Provision for Doubtful Debts		-	2,300,000
V	Profit/(Loss) for the period	(III-IV)	25,632,156	(2,995,176)
VI	Earning per equity share:			
	(1) Basic		3.82	(0.45)
	(2) Diluted		3.82	(0.45)
	Number of Equity Shares of Rs.10 each		6,707,164	6,707,164

Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement
This is the Profit & Loss Statement referred to in our Report of even date.

For Daleep Bhatia & Co.
Chartered Accountants

For and on behalf of Board of Directors
For KRA Leasing Limited

Sd/-
Daleep Bhatia
(Partner)
Membership No: 080850
Firm Reg No: 00918N

Sd/-
Rajesh Mehra
(Managing Director)
DIN: 00058232

Sd/-
Ajay Mehra
(Director)
DIN: 00058245

Sd/-
Rakhi Rani
(Company Secretary)

Sd/-
Rahul Kumar
(CFO)

Place: New Delhi
Date : 30/05/2016

KRA LEASING LTD

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016**Note : 2 Share Capital**

Sr. No	Particulars	Current Year	Previous Year
1	<u>AUTHORISED CAPITAL</u> 70,00,000 (7000000) Equity Shares of Rs. 10/- each.	70,00,000	70,00,000
		70,00,000	70,00,000
2	<u>ISSUED , SUBSCRIBED & PAID UP CAPITAL</u> Paid up Share capital by allotment 6707164 (6707164) Equity Shares of Rs. 10/- each, Fully paid up	67,071,640	67,071,640
	Total	67,071,640	67,071,640
3	In the period of five years immediately preceeding the date of Balance sheet (a) Bonus Shares Issued (b) Aggregate number of shares brought back	NIL NIL	NIL NIL
4	Number of shares held by each share holders, holding more than 5% of shares:- <u>Name of share holders</u>	31/03/2016	31/03/2015
		Shares %	Shares %
	1. Prompt Capital & Finser (P) Ltd	568400 8.47	568400 8.47
	2. G.R. Sales (P) Ltd	466200 6.95	466200 6.95
	3. Essco Sanitations (P) Ltd	719400 10.73	719400 10.73
	4. Bastion Industrial Leasing Finance Pvt. Ltd	417200 6.22	417200 6.22
	5. SMG Enterprises (P) Ltd	409800 6.11	409800 6.11
	6. Saimaa Consultants (P) Ltd.	313400 4.68	648400 9.67
	7. Ajay Mehra	4652406 6.94	130240 1.94
5	Reconciliation of the number of shares and amount at the beginning and at the end of the reporting year Number of shares:- Opening Balance (In Nos) Add Issued during the year Closing Balance (Nos) Amount in rupees:- Opening Balance (In Rs.) Add Issued during the year Closing Balance (Rs)	6,707,164 NIL 6,707,164 67,071,640 NIL 67,071,640	6,707,164 NIL 6,707,164 67,071,640 NIL 67,071,640
6	<u>Terms/Rights attached to equity shares</u> The Company has only one class of equity shares having at par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.		

Note: 3 Reserve & Surplus

Sr. No	Particulars	Current Year	Previous Year
	Surplus in Statement of Profit & Loss		
1	Balance brought forward from previous year	164,699,141	168,009,033
	Add: Profit/Loss for the period	25,632,156	(2,995,176)
		190,331,297	165,013,857
	Less: Amount Transfer to Special Reserve u/s 45 IC of RBI	5,126,431	-
	: Arrear of depreciation due to change in rate of depreciation	-	(314,716)
	(as per Companies Act,2013)	185,204,866	164,699,141
2	Special Reserve u/s 45 IC of RBI Act,1934	6,481,302	1,354,871
	Total	191,686,168	166,054,012

Note : 4 Long Term Provisions

Sr. No	Particulars	Current Year	Previous Year
a)	Contingent Provision against Standard Assets	296,431	228,841
b)	Provision for Doubtful debts	2,300,000	2,300,000
	Total	2,596,431	2,528,841

Note : 5 Trades Payable

Sr. No	Particulars	Current Year	Previous Year
1.	Sundry Creditors for Services (amount due on account of goods purchased or services rendered in the normal course of business)	308,051	1,274,327
	Total	308,051	1,274,327

Note : 6 Other Current Liabilities

Sr. No	Particulars	Current Year	Previous Year
1	Expenses payable	19,876	40,713
2	Government Dues	49,728	90,089
	Total	69,604	130,802

Note : 7 Short Term Provisions

Sr. No	Particulars	Current Year	Previous Year
1.	Provision for Income Tax	5,360,811	96,322
	Total	5,360,811	96,322

Note : 9 Non Current Investment

Sr. No	Particulars	Current Year	Previous Year
(a)	Investment in Partnership Firms:- Jaquar Mercantile	-	9,301,436
		-	9,301,436
(b)	<u>Investment in Equity Instrument of Companies under the same Management:-</u> <u>Unquoted</u>		
1	55983 shares of Jacquar & Co (P) Ltd Unquoted, fully paid, at cost (15.20% of Total Holding)	21,068,000	24,593,500
2	45000 share of G.R. Sales (P) Ltd Unquoted, fully paid, at cost (3.83% of Total Holding)	577,582	577,582
3	170000 shares of Sanraj Farms (P) Ltd Unquoted, fully paid, at cost (19.65% of Total Holding)	21,500,000	21,500,000
	<u>Associates</u>		
1	294415 shares of Essco Sanitations (P) Ltd Associate, unquoted, fully paid, at cost (29.59% of Total Holding)	5,887,000	9,867,000
	<u>Subsidiary</u>		
1	155623 shares of SMG Enterprises Ltd Subsidiary, unquoted, fully paid, at cost (51.84% of Total Holding)	4,841,830	4,841,830
		53,874,412	61,379,912
(c)	Investment in Mutual Fund:- Investment in Mutual Fund	-	15,402,534
	Total (a+b+c)	53,874,412	86,083,882
(d)	Investment in Properties:- Office Building (Connaught Place)	32,711,960	32,711,960
		32,711,960	32,711,960
	Total (a + b + c + d)	86,586,372	118,795,842

Note : 10 Long Term Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
a)	Security Deposit Given	912,780	912,780
	Total	912,780	912,780

Note : 11 Trade Receivables

Sr. No	Particulars	Current Year	Previous Year
1	<u>Outstanding for more than Six Months</u>		
	Unsecured, considered good	2,300,000	2,300,000
2	Other Debts	10,186,953	91,536,390
	Total (1 + 2)	12,486,953	93,836,390

Note : 12 Cash & Cash Equivalent

Sr. No	Particulars	Current Year	Previous Year
1	Cash Balance	237,174	769,255
2	Bank Balance	5,800,929	7,410,812
	Total [1 + 2]	6,038,103	8,180,067

Note :13 Short Terms Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
1	Loans	89,800,000	
2	Advance Income Tax	6,859,248	2,104,240
3	Mat Recoverable	2,814,028	-
4	Other Current Assets	50,005,966	181,209
	Total (1 + 2 + 3 + 4)	149,479,242	2,285,449

Note : 14 Revenue from Operations

Sr. No	Particulars	Current Year	Previous Year
1	Interest received	8,103,663	1,927,381
2	Interest of FDR	6,524	6,783
3	Dividend Received	903,612	402,534
4	Resort Receipts	1,175,000	1,987,500
5	Agricultural Income	1,287,000	2,350,300
6	Profit from Partnership Firm	772,606	754,045
7	Short Term Capital Gain	1,094,684	-
8	Long Term Share Profit	21,953,600	-
	Total	35,296,689	7,428,543

Note : 15 Employee Benefit Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Salaries & Perquisites	318,850	142,000
	Total	318,850	142,000

KRA LEASING LTD

Note Forming Integral Part of the Balance Sheet as at 31st March.2016

Note : 8 Fixed Asset As Per Companies Act 2013					DEPRECIATION CHART FOR F. Y. 2015-16										(Amount in Rs)	
Date of Purchase / Put to use	Particular	Original Cost (Rs)	Dep. charged upto 31.03.2015	WDV as on 01.04.2015	Purchase during the year	Life as per Co. Act, 2013	Life Used till 31/03/2015	Remaining Life	Salvaged value	Depreciable amount over whole life	Excess Dep. (Already charged)	Rate of Dep.	Dep. for the Year 2015-16	Adjusted with Retained Earning	WDV as on 31st Mar 2016	
(A) Land																
	Resort & Agriculture Land	3,016,765	-	3,016,765											3,016,765	
(B) Buildings		-														
	Resort Building	21,156,013	12,532,001	8,624,012		30.00			1,057,803	20,098,210	-		1,273,598	-	7,350,414	
(C) Plant and Machinery																
	Plant & Machinery	6,622,024	3,580,970	3,041,054		15.00			331,103	6,290,921	-		536,716	-	2,504,338	
(D) Electrical Equipment																
	Electrical Equipment's	3,806,208	3,548,488	257,720	-	10.00			190,310	3,615,898	-		23,304	-	234,416	
(E) Office Equipment's																
	Office Equipment	70,200	66,690	3,510		5.00			3,510	66,690	-		-	-	3,510	
(F) Furniture and Fixtures																
	Furniture & Fixtures	246,038	233,736	12,302		10.00			12,302	233,736	-		-	-	12,302	
TOTAL ASSETS (A+B+C+D+E+F)		34,917,248	19,961,885	14,955,363	-				1,595,028	30,305,455	-		1,833,618	-	13,121,745	

Note : 16 Other Administrative Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Agricultural Expenses	822,550	588,140
2	Auditor's Remuneration	150,000	150,000
3	Electricity Expenses	470,069	458,091
4	Internal Audit Fees	48,000	29,500
5	Legal & Professional Charges	177,100	360,000
6	Listing Charges	76,653	348,821
7	Postage & Telegram	16,775	7,475
8	Printing & Stationery	2,269	1,365
9	Property Tax	283,622	283,622
10	Property Tax (CP Property)	471,537	471,537
11	Rates & Taxes	20,733	11,047
12	Maintenance Charges (CP Property)	2,145,823	2,116,440
13	Resort Maintenance	394,676	383,295
14	Service Tax paid	21,750	19,118
15	Telephone Expenses	8,120	7,559
16	Bank Charges	53	171
17	Advertisement	65,419	33,410
	Total	5,175,149	5,269,591

Sd/-
Rajesh Mehra
(Managing Director)

Sd/-
Ajay Mehra
(Director)

Sd/-
Rakhi Rani
(Company Secretary)

Sd/-
Rahul Kumar
(CFO)

KRA LEASING LIMITED

Regd. Office: D-28, SMA Co-Operative Indl. Estate, G.T. Karnal Road, Delhi-11033

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2016

Particulars	Amount in Rs. Year Ended 31.03.2016	Amount in Rs. Year Ended 31.03.2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT AFTER TAX & ADJUSTMENTS AS PER P&L A/C	(2995176)	6774356
Adjustments for:		
Depreciation	2241781	723854
Provision for Deferred Tax Liability	(61103)	445707
Provision for Doubtful Debts	2300000	-
Provision for NPA	194584	(5873)
	1680086	7938044
Profit from Partnership Firm	(754045)	(5966171)
Operating Profit before working capital Changes Adjustments for:-	926041	1971873
Increase in current assets, Loan and Advances	(79758988)	-
Decrease in current assets, Loan and Advances	-	2405073
Decrease in current liabilities	-	(3417749)
Increase in current liabilities	135823	-
Decrease in provisions	(600641)	(241048)
Cash generation from operations	(79297765)	718149
NET CASH FLOW GENERATING FROM OPERATING ACTIVITIES	(79297765)	718149
B. CASH FLOW FROM INVESTING ACTIVITIES		
Profit from Partnership firm	754045	5966171
Purchase of Fixed Assets (Addition during the year)	(17632)	(3504375)
Decrease in Investment	75096046	4854560
Increase in Investment	-	-
NET CASH USED IN INVESTING ACTIVITIES	75832459	7316356
C. CASH FLOW FROM FINANCIAL ACTIVITIES	-	-
NET CASH FLOW GENERATING FROM FINANCIAL ACTIVITIES	-	-
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALANTS (A+B+C)	(3465306)	8034505
CASH AND CASH EQUIVALENTS-OPENING BALANCE	11645373	3544868
CASH AND CASH EQUIVALENTS-CLOSING BALANCE	8180067	11579373

NOTES:

1. Cash and Cash equivalents include cash, FDR and balance with scheduled banks
2. Previous Year's figures have been re-grouped/re-arranged wherever necessary to confirm to the current years presentations.

**For Daleep Bhatia & Co.
Chartered Accountants**

**For and on behalf of Board of Directors
For KRA Leasing Limited**

**Sd/-
Daleep Bhatia
Partner
Membership No: 080850
Firm Reg. No: 00918N**

**Sd/-
Rajesh Mehra
Managing Director
DIN: 00058232**

**Sd/-
Ajay Mehra
Director
DIN: 00058245**

**Sd/-
Rakhi Rani
Company Secretary
CFO**

**Place: New Delhi
Date: 30/05/2016**

NOTE FORMING PART OF BALANCE SHEET FOR THE YEAR ENDED 31/03/2016**NOTE: 1****SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS****1. DISCLOSURE OF ACCOUNTING POLICIES:-**

The financial statement of the company has been prepared in accordance with generally accepting principles and applicable accounting standards as adopted consistently by the company. The Accounts are maintained under the historical cost convention on accrual basis as a going concern.

The company generally follows Mercantile System of accounting and recognizes items of income and Expenditure on accrual basis except as otherwise stated.

2. VALUATION OF INVENTORIES:-

As company does not have any inventory, this AS is not applicable to the company.

3. CASH FLOW STATEMENT:-

Cash Flow statement has been attached to the balance sheet and profit and loss account.

4. EVENT OCCURRING AFTER BALANCE SHEET DATE:-

There is no event occurring after the balance sheet date requires adjustment or disclosure.

5. NET PROFIT OR LOSS FOR THE PERIOD, PRIOR PERIOD ITEMS AND CHANGES IN ACCOUNTING POLICIES:-**a) Net Profit for the period:**

All items of income and expenses in the period are included in the determination of net profit for the period, unless specifically mentioned elsewhere in the financial statements or as required by an Accounting Standard.

b) Prior period items:

No prior period item has been debited to profit and loss account during the year.

6. DEPRECIATION:-

Depreciation has been provided under WDV method in accordance with Schedule II to the Companies Act, 2013.

7. CONSTRUCTION CONTRACTS:-

The above is not applicable to the company as it is not engaged in the business of construction.

8. REVENUE RECOGNITION:-

The company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis on going concern concept.

9. ACCOUNTING FOR FIXED ASSETS:-

Fixed assets are stated at cost less accumulated depreciation. Costs include all expenses incurred to bring the asset to its present location and condition.

10. ACCOUNTING FOR INVESTMENTS:-

Investments are accounted at the cost of acquisition. All the investments are long-term investments. Diminution in the market value of long-term investments is provided for only when there is a permanent diminution in the value of such investments.

The Company was a partner in the firm M/s Jaquar Mercantile up to 31/03/2015. The share of profit of Rs.772606/- credited in Profit & Loss Account for the current year is on account of share of profit from M/s Jaquar Mercantile for the Financial Year 2014-15 as this share of profit from the firm was finalized after preparation of accounts of the company for F.Y.2014-15.

Investments made during the year:- The Company has made no fresh investment during the year.

11. ACCOUNTING FOR AMALGAMATIONS:-

The above is not applicable as there is no amalgamation during the year.

12. EMPLOYEES BENEFIT:-

The company has liability only on account of short term employee benefits to employees like Salary, wages which is accounted as expenses in the year of payment. As per Management, there is no liability of the company on account of Gratuity.

13. FOREIGN EXCHANGE :-

Exchange Difference transfer to Profit & Loss Account	Nil
Earning in Foreign Exchange during the year	Nil
Expenditure in Foreign Exchange during the year	Nil

14. GOVERNMENT GRANTS:-

There are no grants or subsidies received from the government during the previous year.

15. BORROWING COST:-

There is no borrowing cost incurred by the company during the year.

16. LEASE:-

No asset acquire by the company on lease during the current year.

17. SEGMENT REPORTING:-

The Company is a NBFC Company and it's main earning is interest income. The gross revenue from all other segments is less than 10%. Therefore, no separate segment under AS 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India.

18. IMPAIRMENT OF ASSETS:-

Impairment means reduction in value of asset, such impairment can be due to market conditions, accident, physical damage to asset, decline in market value of asset, etc. No impairment of asset has been done as no external or internal indicator exists on Balance Sheet date.

19. RELATED PARTY DISCLOSURES:-

(A) Related Parties and their Relationship

(I) Key management Personnel**Name**

Mr. Rajesh Mehra
Mr. Shri Kishan Mehra
Mr. Ajay Mehra

(ii) Associates Companies & Firms

M/s Jaquar Mercantile
M/s Jaquar & Co Pvt Ltd
M/s Sweet Hospitality (P) Ltd
M/s Essco Sanitation
M/s Essco Sanitations (P) Ltd

NOTE:- Details above have been given for only those parties who have some transactions with.

(B)

Transaction	Associate Companies	Key Management Personnel	Relative of Key Management Personnel	HUF of Key Management Personnel	Total
Loan received back during the year	10484946				10484946
Interest received	8082000				8082000
BALANCE AS ON 31.03.2016					
Investment in Shares	53874412				53874412
Loans Given	89800000				89800000
Interest receivables	8065313				8065313

20. EARNING PER SHARES:-

Net Profit after tax available for equity shareholders	Rs. 25632156
Basic/diluted EPS	3.82
Number of Shares	6707164
Face value per share	Rs.10/-

21. ACCOUNTING FOR TAXES ON INCOME:-

Current tax is determined as the amount of tax payable in respect of taxable income for the relevant period.

Deferred tax liability/asset is as per the balance sheet.

22. INTERIM FINANCIAL REPORTING :-

Quarterly financial results are published in accordance with the guidelines issued by the SEBI.

23. INTANGIBLE ASSETS:-

The Company has not acquired any intangible asset during the year.

24. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:-

Provision is recognized in the accounts when there is present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

NOTES ON ACCOUNTS**1. CONTINGENT LIABILITIES:-**

Company has given bank guarantee of Rs.90000/- in favour of The Commissioner, DVAT against the registration of the Company with DVAT Department.

2. All balance of loans/advances given or taken are subject to confirmation.
3. Previous year figure have been regrouped/rearranged wherever necessary.
4. Foreign Currency Transaction: NIL
5. AUDITOR'S REMUNERATION

Particulars	Current Year (in Rs.)	Previous Year (in Rs)
Audit Fees	75000	75000
Taxation Fees	75000	75000
Total	150000	150000

6. Pursuant to the listing agreement with stock exchange, cash flow statement has been attached to the balance sheet and profit & loss account.
7. In the opinion of the Board of Directors, Current Assets, Loans and advances have appeared on the value to be realized in the ordinary course of Business at least equal to the amount at which they are stated.
8. As per management, the loans and advances have been categorised Short Term as the same are receivable on demand.

For Daleep Bhatia & Co.
Chartered Accountants

For and on behalf of Board of Directors
For KRA Leasing Limited

Sd/-
Daleep Bhatia
(Partner)
M No.: 080850
Firm Reg No: 000918N

Sd/-
Rajesh Mehra
(Managing Director)
DIN: 00058232

Sd/-
Ajay Mehra
(Director)
DIN: 00058245

Sd/-
Rakhi Rani
(Company Secretary)

Sd/-
Rahul Kumar
(CFO)

Place: New Delhi
Date : 30/05/2016

KRA LEASING LIMITED

CIN : L65993DL1990PLC039637; Ph. No: 0124-4756969

E-mail : kraleasing1990@gmail.com; Website: www.kraleasing.com

Regd. Off: D-28, SMA Co-operative Industrial Estate, G.T. Karnal Road, Delhi-110033

ATTENDANCE SLIP

(Please complete this Attendance Slip and hand it over at the venue of the meeting)

Full name of the members attending
_____ (In block capitals)

Ledger Folio No./Client ID No. _____

No. of shares held: _____

Name of Proxy _____

(To be filled in, if the proxy attends instead of the member)

I hereby record my presence at the Annual General Meeting of the KRA Leasing Limited held on Friday, the 30th day of September, 2016 at 11:00 A.M. and at any adjournment thereof.

(Member's /Proxy's Signature)

Note:

1) Members are requested to bring their copies of the Notice to the meeting, since further copies will may not be available.

2) The Proxy, to be effective should be deposited at the Registered Office of the Company not less than FORTY EIGHTHOURS before the commencement of the meeting.

3) A Proxy need not be a member of the Company.

4) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.

5) The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.

KRA LEASING LIMITED

CIN : L65993DL1990PLC039637; Ph. No: 0124-4756969

E-mail : kraleasing1990@gmail.com; Website: www.kraleasing.com

Regd. Off: D-28, SMA Co-operative Industrial Estate, G.T. Karnal Road, Delhi-110033

FORM 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]

Name of the Member (s):

Registered Address:

E-mail ID:

Folio NO/Client ID:

DP ID:

I/We, being the member(s) of _____ share(s) of KRA Leasing Limited,
hereby appoint

1. Name:

Address:

E-mail id:

Signature, or

2. Name:

Address:

E-mail id:

Signature, or

3. Name:

Address:

E-mail id:

Signature, or

As my/our proxy to attend and vote (on a poll) for me/us and on my/our
behalf at the Annual General Meeting of the Company, to be held on 30th
day of September, 2016 at the Registered office of the company and at any
adjournment thereof in respect of such resolution as are indicated below:

Item No.	Resolution(s)/Matter	Optional	
Ordinary Business		For	Against
1.	To consider and adopt the Audited financial Statements for the financial year ended 31 st March, 2016.		

2.	To appoint director in place of Mr. Ajay Mehra (DIN: 00058245), who retires at this Annual General Meeting and being eligible, has offered himself for re-appointment.		
3.	To ratify the auditor's appointment and fix remuneration.		
Special Business			
4.	To approve and ratify the related party transactions for the financial year 2015-16.		

Signed this day of 2016.

Signature of Shareholder.....

Signature of Proxyholder(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 Annual General Meeting.